



INTERIM CONSOLIDATED REPORT

for the six months of 2022

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Beginning of the reporting period	1 January 2022
End of the reporting period	30 June 2022
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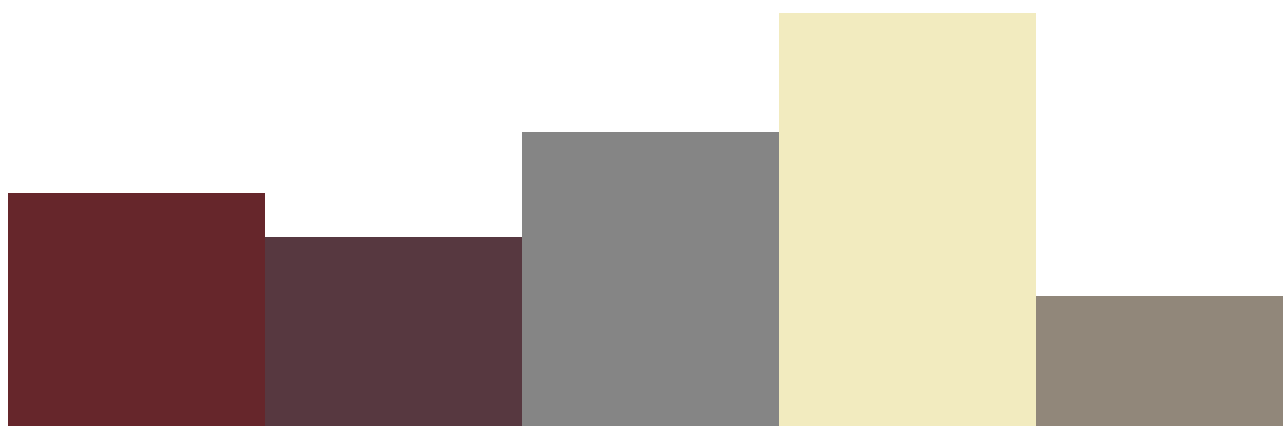
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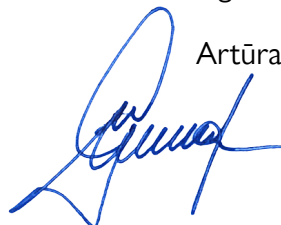
31 August 2022

DECLARATION OF THE MANAGEMENT

According to Management Board Regulations of City Service SE, Chairman of the Management Board hereby declares and confirms that according to his best knowledge, the financial statements, prepared according to the accounting standards in force, present a correct and fair view of the assets, liabilities, financial situation and loss or profit of the issuer and the undertakings involved in the consolidation as a whole, and the management report gives a correct and fair view of the development and results of the business activities and financial status of the issuer and the undertakings involved in the consolidation as a whole and contains a description of the main risks and doubts.

Chairman of the Management Board

Artūras Gudelis



CORPORATE PROFILE

1.1. CITY SERVICE GROUP

City Service SE is a holding company managing a group of facility maintenance and integrated utility companies in Europe.

The Group companies are engaged in administration of facility management, maintenance and repair of utility systems, management and renovation of energy resources, technical and energy audit of buildings, territory management and cleaning of premises, along with the services of IT, provide gas station maintenance and debt administration services.

The Group companies operate in strict accordance with sustainable environmental requirements.

The main activities of the group companies:



Administration of apartment buildings



Commercial facility management



Territory cleaning and maintenance



Other activities



Currently, the Group companies operate in Lithuania, Poland, Spain, Latvia, Czech Republic, Hungary, Portugal and Romania. The total area of buildings managed in these regions is

16.9 million m²



1.2. STRATEGY AND OBJECTIVES

By combining City Service global expertise with a deep understanding of local specifics, we provide our customers with modern and convenient services. Our long-term objective is very linked with our mission – growth of commercial, public and private property management, development of integrated utility services.

1.3. MISSION AND VISION



OUR VISION

is to be a leader in creating value for residential property.



OUR MISSION

is to represent the interests of our customers by increasing the value of their property and improving their living environment.

1.4. STRUCTURE OF THE GROUP

LATVIA	LITHUANIA				POLAND		SPAIN	CZECH REPUBLIC	
100% SIA BILANCE	76% UAB Alytaus namų valda	100% UAB CSG IT	100% UAB Mano Būstas Kaunas	100% UAB Pastatų priežiūros tarnyba	100% Atrium 21 sp. z o.o.	100% Parama Red sp. z o.o.	100% Aresi administracion de fincas S. L.	100% INTEGRI s.r.o.	100% STARLIT s.r.o.
100% SIA Bono Domo	100% UAB Apex intelligence	100% UAB Energijos taupymo paslaugos	100% UAB Mano Būstas Klaipėda	100% UAB Pastatų valdymas	100% Deleterma sp. z o.o.	100% Parama White sp. z o.o.	100% Concentra Servicios y Mantenimiento, S.A.*	100% O.K.-Soft Sokolov s.r.o.	100% SWAN Liberec, s.r.o.
100% SIA City Service	100% UAB Baltijos būsto priežiūra	100% UAB Energetinių projektų valdymas	100% UAB Mano Būstas Aukštaitija	100% UAB PortalPRO	100% Certus-Serwis Sp. z o. o.	100% PORTALPRO sp. z o.o.	100% Eurobroker Advisors Sorreduria de Seguros, S.L.	HUNGARY	
100% SIA City Service Engineering	100% UAB Baltijos NT valdymas	100% UAB EPC projektai	100% UAB Mano Būstas Radviliškis	100% UAB Rinkų vystymas	100% Concierge - Zarządzanie Nieruchomościami sp. z o.o.	100% Progresline sp. z o.o.	100% Euronamas Gestion de Fincas Centro, S.L.	100% Invert KFT	100% InHouse Finance KFT
100% SIA Ēku pārvaldīšanas serviss	100% UAB Baltijos transporto valdymas	100% UAB Neries būstas	100% UAB Mano Būstas Sostinė	100% UAB Skolos LT	100% Dom Best sp. z o.o.	100% Santer Zarządzanie Nieruchomościami sp. z o.o.	100% Grupo Aresi de Inversiones, S.L.	PORTUGAL	
100% SIA PortalPRO	100% UAB Getfiks	100% UAB Mano aplinka	100% UAB Mano Būstas Šiauliai	100% UAB Šiaulių NT valdymas	100% EnergiaOK sp. z o.o.	100% Skydas - Przeglądy Budowlane sp. z o.o.	100% PORTALPRO, S.L.	99.99% Improxy - Technologias de informacao LDA	
100% SIA Latvijas Namsaimnieks	57.71% UAB Biržu butų ūkis	100% UAB Mano aplinka plus	100% UAB Mano Būstas Ukmergė	100% UAB Unitechna	100% Famix sp. z o.o.	100% TED sp. z o.o.	100% Vetell dos iberica, S.L.*	ROMANIA	
100% SIA Livonijas Nami	100% UAB BonoDomo	100% UAB Mano bendrabutis	98.84% UAB Mano Būstas Vakarai	100% UAB BonoDomo Pay	100% Grupa Techniczna 24 sp. z o.o.	100% Tumieszkamy sp. z o. o.		90% Homefile S.R.L	90% Homefile Support S.R.L
100% SIA Namu serviss APSE	100% UAB Butų ūkio valdos	100% UAB Mano Būstas	100% UAB Mano Būstas Vilnius		50% Home Rent sp. z o.o.	100% Wolska Aparthotel sp. z o. o.**			
100% SIA NIRA Fonds apsaimniekošana	100% UAB Būsto aplinka	100% UAB Mano Būstas Alytus	100% UAB Mano Būsto priežiūra		100% Parama Blue sp. z o.o.	100% Zespół Zarządców Nieruchomości sp. z o.o.			
100% SIA NIRA Fonds apsaimniekošana 2	100% UAB City Service	100% UAB Mano Būstas Baltija	100% UAB Medžiagų tiekimo centras		100% Parama Group sp. z o.o.	100% ZZN Inwestycje sp. z o.o.			
100% SIA NIRA Fonds apsaimniekosana-Salnas 21	100% UAB City Service Cleaning	100% UAB Mano Būstas Dainava	100% UAB Merlangas		100% Parama Yellow sp. z o.o.				
100% SIA NIRA Fonds apsaimniekošana 3	100% UAB InHouse Digital	100% UAB Mano Būstas Neris	100% UAB Nacionalinis renovacijos fondas						
100% SIA Ventpils nami	100% UAB City Service Engineering	100% UAB Mano Būstas NPC	100% UAB Pastatų priežiūra						

*The Group ceased to consolidate Concentra Servicios y Mantenimiento, S.A. (including sub-consolidated subsidiary Vetell dos iberica, S.L.) in its Financial statements after bankruptcy administrator was appointed on 10 May 2017, as from that date the Group has lost its control.

**The Group ceased to consolidate Wolska Aparthotel sp. z o. o. in its Financial statements after bankruptcy administrator was appointed on 3 June 2020, as from that date the Group has lost its control.

INTERIM MANAGEMENT REPORT

2.1. MAIN AREAS OF ACTIVITY

2.1.1. Administration of apartment buildings and related services

The Group companies provide administration of apartment buildings services – they perform all actions necessary for the preservation and use of the objects of common use as well as perform their constant maintenance. The companies take care of the maintenance of mechanical durability of the basic house structures, elimination of minor defects, prevention, tuning of general engineering equipment, ensuring safe use, elimination of accidents, prevention and adjustment of heating and hot water supply systems, preparation for heating season.

The Group of companies provides apartment building administration and maintenance services in Lithuania, Poland and Latvia.





In Lithuania, the Group companies increased the area of maintained apartment buildings by signing new contracts with apartment owners. In the first half of this year, comprehensive housing maintenance services were launched for apartment buildings with a total area of more than 60,000 square metres. The company has increased its focus on service quality, customer service and sustainable solutions.

The Group companies continued to focus on the development of digitised services. BonoDomo, a new self-service platform, was introduced to customers in March 2022. It currently has 117,000 active accounts and 35,000 of the company's customers pay their housing maintenance bills through the platform.

The PortalPRO work-sharing platform is being further enhanced. It employs only certified professionals with self-employment certificates. In March, PortalPRO acquired the new start-up company GetFIX, increasing both the number of clients and the number of handymen working on the platform.

Currently, 5,888 handymen are registered with PortalPRO, 1,892 have become partners and 397 are accepting work orders. Since the launch of the platform, more than 79,000 work orders have been placed for private and corporate clients.



In Poland, it is actively seeking cooperation opportunities with other building management companies offering a full package of know-how services: data management, accounting, insurance, handyman and other services.

At the beginning of the year, PortalPro, a work-sharing platform, was launched on the Polish market. Within six months, the platform became operational in almost 15 major Polish cities. Since its launch, over 600 handymen of different profiles have registered on the platform, and have carried out over 2 200 repairs worth over PLN 1 million. In the second half of the year, the focus will be on improving the platform and attracting customers from the B2B segment.



The group company operating in Latvia provides services in the towns of Riga, Liepaja, Ventspils and Ogre. In 2022, the modern billing and customer invoicing system was improved.

At the beginning of the year, the Group acquired modern software for companies providing maintenance services for apartment blocks. In the second half of the year, further investments in IT systems are planned, and the Group's main corporate objectives are to increase the efficiency and automation of work processes, to improve the service quality, and to provide customers with greater convenience in using digital services. The Group company will continue to seek to increase the area of serviced houses organically and through new acquisitions, and to expand the geography of operations in other cities of the country.

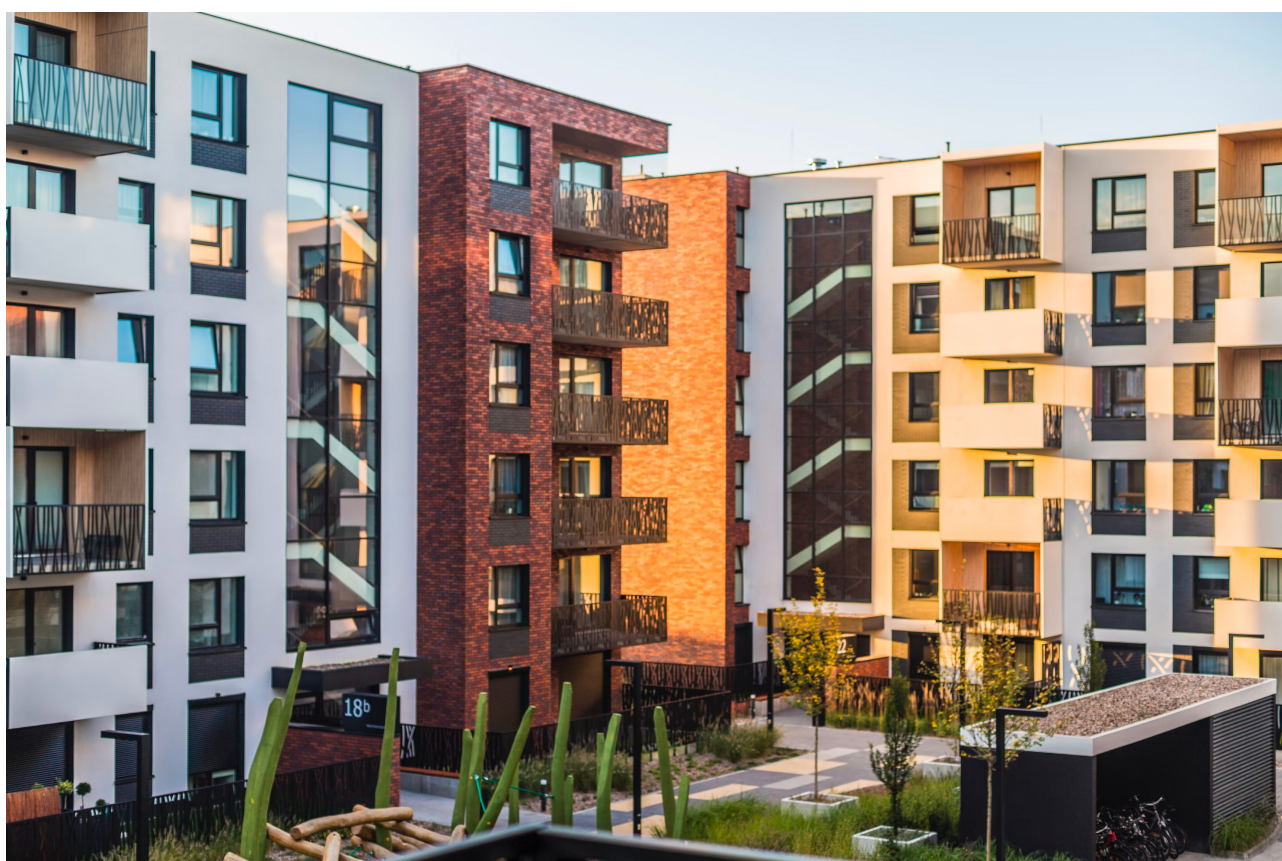
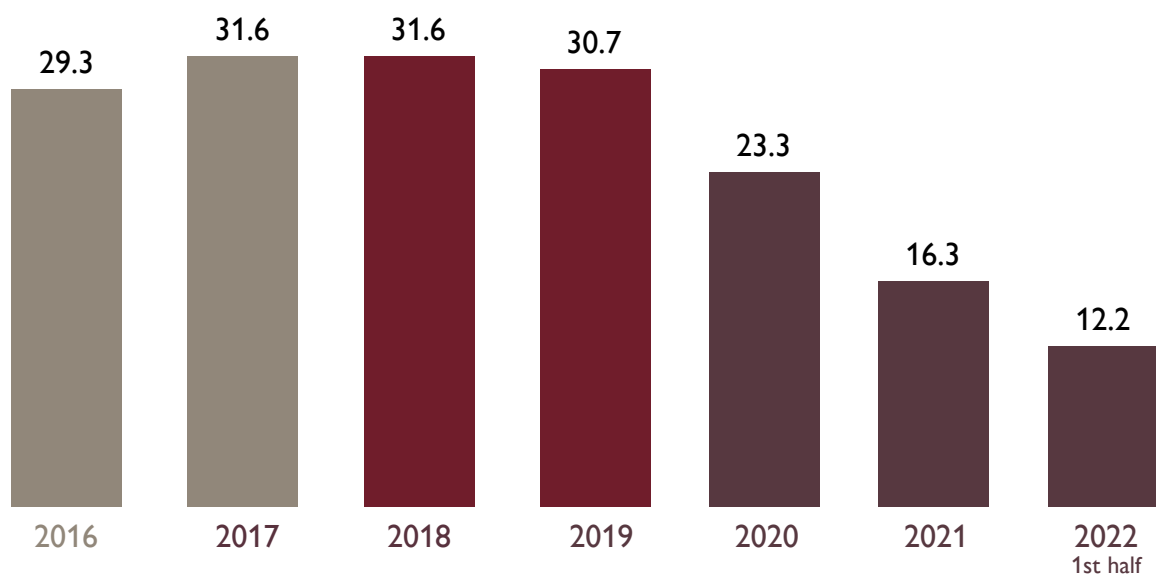


The Group's Spanish company continues to develop PortalPRO, the job sharing platform launched last year. It is a transparent platform where customers can order a variety of services.

The platform is based on the principles of the sharing economy, through which service providers can offer their services related to housing maintenance and repair. This year, PortalPRO's main business development focus is on services for the B2B segment. The plan is to offer a specialised solution for businesses that outsource building repair, construction and maintenance work to their customers with particular focus on small building management companies/freelancers, insurance companies and companies that manage real estate.

CHANGES IN THE AREA OF MANAGED APARTMENT BUILDINGS

in the Group companies, million m²



2.1.2. Commercial facility management

The Group companies provide commercial building facility management services that ensure reliable operation of building systems and lower maintenance costs. The companies take care of the building maintenance ranging from utility equipment, energy resource management and conservation to premises cleaning.

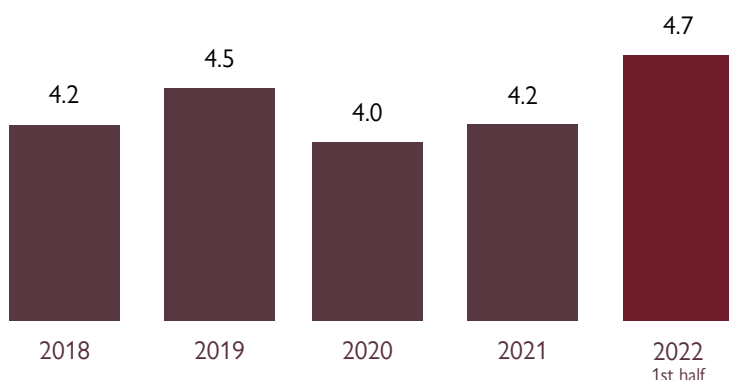
The Group companies provide commercial building facility management services in Lithuania and Latvia.

During the first 6 months of this year, the client base in Lithuania was expanded with 17 contracts signed: 12 contracts with new customers, 5 contracts with existing customers.

In 2022, complex building management services began to be provided to one of the largest real estate development and management companies in the Baltic States, UAB Eastnine Lithuania, under the supervision of the new managed business centres in Lithuania – Uniq and Uptown Park. Also, two new supermarkets – Mandarinas in Vilnius and V 31 in Klaipėda – were added to the existing portfolio. New contracts have been signed with a new large logistics centre A1+ in Kaunas and new car showrooms Tokvila and Sos-tena in Vilnius. Contracts with existing customers have also been expanded by supplementing the existing scope with new services and buildings.

In 2022, the Apex Intelligence service was strengthened and developed. APEX Intelligence, an independent data analytics centre, ensures efficient collection and use of building data and predictive maintenance remotely. Technopolis, Eastnine, Palink, City service engineering, Mano Būstas, Quadrum, Swedbank, and Eastnine are using this innovative service in their managed buildings.

In Latvia, new complex building management maintenance contracts for 16 shopping centres have been signed with Rimi. Maintenance services have also been launched for the Lords building, which houses Citadele Bank, and the Konventseta hotel. A new service contract in Liepaja was signed with Promo Cash&Carry. The contract with the Riga Maternity Home was extended and four large-scale refurbishments were carried out.



17

contracts with customers were signed in Lithuania.



12

contracts with new customers were signed in Lithuania.

Changes in the areas of commercial, public and industrial buildings in the Group companies
MILLION M²

2.1.3. Maintenance and cleaning of territories

The Group companies provide all territory maintenance and cleaning services: interior and exterior cleaning, maintenance of private areas and public urban spaces, snow, sand, leaf removal, grass cutting, special cleaning and supplies of hygiene products. Cleaning and grounds maintenance services are provided in Lithuania and Latvia.

In **Lithuania**, the Group of companies provides cleaning and territory maintenance in Vilnius, Kaunas, Klaipėda, Šiauliai, Alytus, Šilutė, Radviliškis and Panevėžys. The company maintains order in both multi-apartment and commercial properties. It is constantly expanding its range of services and investing in the acquisition of new equipment.

In **Latvia**, the Group's companies provide cleaning and territory maintenance services for multi-apartment buildings, offices and shopping centres.



2.1.4. Other services

The Group companies in Lithuania, Poland, Latvia, Czech republic, Hungary, Portugal and Romania provide other services in addition to their core activities.

In **Lithuania**, the Group's companies have carried out building renovation projects in 162 houses, initiated modernisation project processes in 45 houses, and have recovered debts for the benefit of customers in court and pre-trial proceedings for EUR 1.2 million.

The **Latvian** branch of the company continued the renovation of apartment buildings according to a new programme. In total, 4 apartment buildings have been completely modernised during the first half-year, in 4 houses the renovation works are in progress and in 11 houses renovation organisation took place. The total amount of the projects boasts more than EUR 7 million.

In **Poland**, companies are engaged in the production and supply of thermal energy, installation of heat substations, and retail trade of electricity.

In Czech Republic, Portugal, Hungary and Romania, the Group's companies provides multiapartment building maintenance companies with a service of business management systems – through a special IT platform it helps local companies to manage and systematize information about customers, to submit invoices and other information.



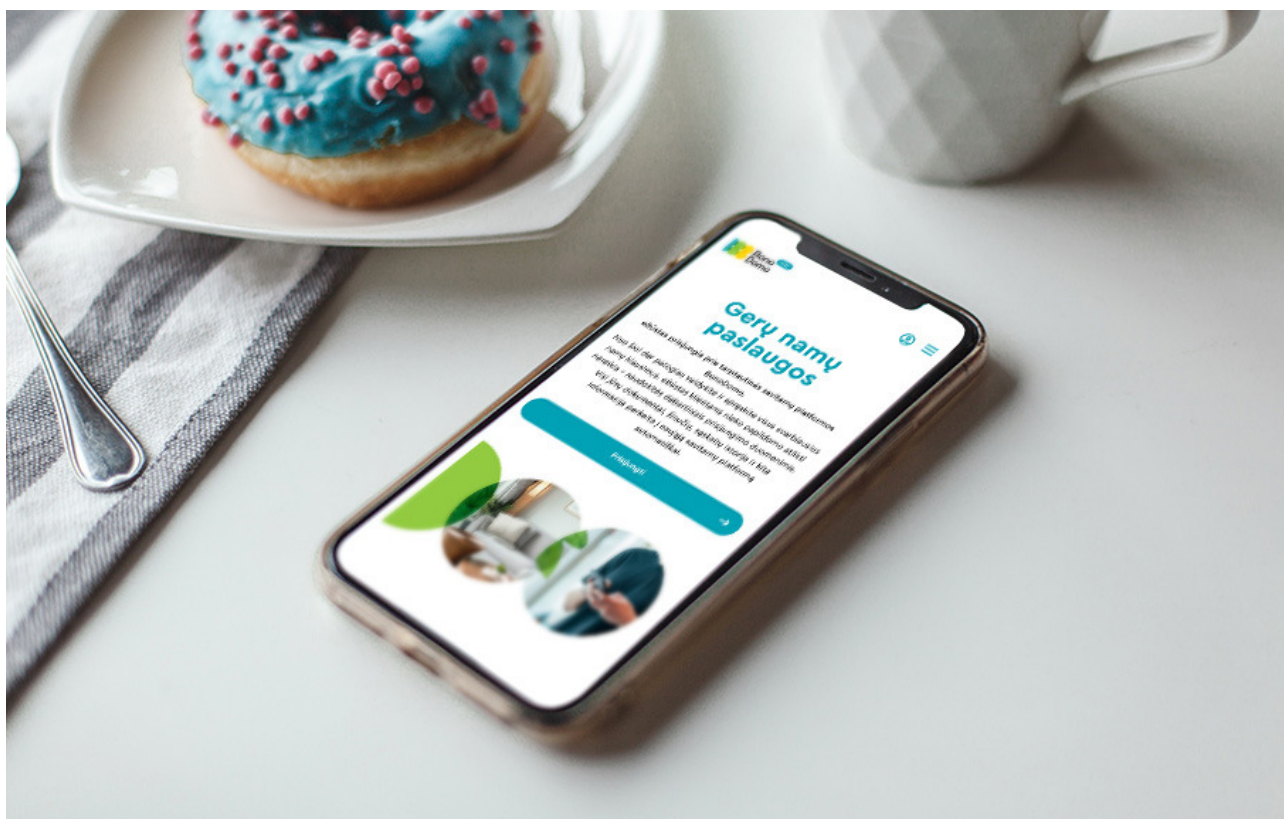
In Lithuania, the Group's companies have carried out building renovation projects in

162
houses



4

Apartment buildings have been completely modernised during the first half-year in Latvia



2.2. PERFORMANCE IMPROVEMENT

Effective business process management methodology LEAN, the culture whereof has become one of the main competitive advantages of the Group, continued to be implemented in the Group. In 2022, the Group's companies will continue to actively implement business process improvements.

In Lithuania, the Group companies are focused on customer satisfaction, employee engagement and increasing corporate value. In the first 6 months of the year, the Group's companies carried out 36 GEMBA's, introduced 16 new processes, adjusted and upgraded 63 processes, and automated deed validation solutions, which saved 310 working hours per month. 8 LEAN and process improvement trainings were delivered. 93 (46.75 hours) of business process consultancy was provided to staff. This year, 4 ideas submitted by staff through the collaborative initiative "Idea Bank" have been implemented.



2.3. THE MOST SIGNIFICANT INVESTMENTS AND EVENTS

On 24 January 2022 UAB City Service Digital title was changed into UAB InHouse Digital. Other contact details did not change.

On 17 February 2022 Court of Appeal of Lithuania announced its decision in a case where Vilnius City municipality administration and General Prosecutors office initially claimed the Company regarding recovery of EUR 20,6 million losses. The Court of Appeal of Lithuania adjudged EUR 4,6 million from the Company to Vilnius City municipality. The Court also stated that Vilnius City municipality is also liable for the part of the losses. On 22 March 2022, the Company and Vilnius City Municipality Administration signed an agreement regarding the payment of the amount of EUR 4,6 million according to the instalment plan up to 31 December 2023.

On 24 February 2022 the Company received notifications, prepared pursuant to the Article 69 of the Act of July 29th, 2005 on public offering and the conditions for introducing financial instruments to the organized trading system and on public companies Journal of Laws 2005 No. 184 item 1539, regarding changes in the total number of votes at the Company's General Meeting due to reorganization of UAB Lag&d from UAB Lag&d to UAB Unit Invest of 26,813,293 shares in the Company, giving the right to exercise 26,813,293 of votes constituting 84,83% of the total number of votes at the City Service SE's General Meeting since 09 February 2022 when the reorganization of the UAB Lag&d was completed.

On 24 February 2022, the Russian Federation has launched an invasion of the Republic of Ukraine. Shortly after the invasion, the EU and rest of the world, including global bodies, imposed wide-ranging set of restrictive measures against Russia, which is updated and expanded on a regular basis. Until the disposal of subsidiaries operating in Russia, the restrictive measures imposed had no significant impact on the Group's performance in the Russian Federation, no operations had been suspended and no significant direct losses related to the restrictive measures had been incurred.

On 1 March 2022 the Group, through its Lithuanian subsidiary, acquired 99,99% stake in Improxy - Technologias de informacao LDA (acquisition price EUR 3 millions). which is based in Portugal. Improxy - Technologias de informacao LDA are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 2 March 2022 the Group, through its Lithuanian subsidiary, acquired 90% stake in Homefile S.R.L (acquisition price EUR 620 thousand) and 90% stake in Homefile Support S.R.L (acquisition price EUR 286 thousand). which are based in Romania. Homefile S.R.L. and Homefile Support Solutions S.R.L. are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 3 March 2022 the Group, through its Lithuanian subsidiary, established a new company InHouse Finance Kft (share capital HUF 3 millions (EUR 8 thousand)).

On 4 March 2022 the Group, through its Lithuanian subsidiary, acquired 100% stake in UAB Getfiks (acquisition price EUR 213 thousand). UAB Getfiks is engaged in supply chain management services.

On 11 March 2022 the Group, through its Spanish subsidiary, initiated voluntary liquidation procedure for three dormant companies Inmonamas S.L, Urban Hub S.L.U, Eurohub S.L.U.

On 18 March 2022 the Group, through its Lithuanian subsidiary, acquired 100% stake in INTEGRI s.r.o (acquisition price CZK 34,7 million (EUR 1,4 million)) which is based on Czech Republic. INTEGRI s.r.o is engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 March 2022 SIA Connecto Pay title was changed into SIA BonoDomo. Other contact details did not change.

On 05 April 2022 the Group, through its Lithuanian subsidiary, acquired 100% stake in Invert KFT (acquisition price EUR 417 thousand) which is based on Hungary. Invert KFT are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 03 May 2022 the Group, through its Lithuanian subsidiary, established a new company BonoDomo Pay, UAB (share capital EUR 2,5 thousand).

On 03 May 2022 the Group established a new company Bono Domo Pay, UAB (share capital of company is EUR 2.5 thousand).

On 11 May 2022 City Service Polska sp. z o.o. title was changed into Deleterma sp. z o.o. Other contact details did not change.

On 13 May 2022 the Group, through its Czech subsidiary, acquired 100% stake in SWAN Liberec, s.r.o. (acquisition price CZK 4,4 million (EUR 178 thousand) which is based on Czech Republic. SWAN Liberec, s.r.o. is engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 May 2022 the Group, through its Czech subsidiary, acquired 100% stake in O.K.-Soft Sokolov s.r.o. (acquisition price CZK 16,1 million (EUR 643 thousand) which is based on Czech Republic. O.K.-Soft Sokolov s.r.o. is engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 May 2022, the Group sold 100% stake in UAB Baltijos turto valdymas, which was a 100% shareholder of companies based in St. Petersburg, Russian Federation. Value of the share sale – purchase agreement is EUR 1,472 thousand. The carrying value of the net asset of the subsidiary disposed at the date of disposal amounted to EUR 1,537 thousand. The transaction was concluded in pursuance of the Company's decision to terminate business activities in the Russian Federation. Following this sale, City Service SE no longer has any business in the Russian Federation.

On 28 June 2022 UAB Enter Tech. title was changed into UAB Energetinių projektų valdymas. Other contact details did not change.

On 28 June 2022 City Service SE signed the amendment to the bank agreement to change existing financing contract conditions regarding the breach of keeping minimum capital requirements. Maximum borrowing facility decreased from EUR 34 million to EUR 28 million. Moreover, payments of EUR 5,100 thousand are obliged to be made during financial year 2022 and additional payments of EUR 5,400 thousand will be made during the financial period 2023 - 2025. Remaining obligation to settle at the end of the contract at 1 September, 2025 will be EUR 17,500 thousand. Moreover, subsidiaries of the Group will be obliged to dispose companies operating in digital business area to City Service SE direct shareholder UAB Unit Invest which were acquired during the period including December 2021 – April 2022. Group management evaluated the possible outcome of the matters described above to Group's consolidated working capital and concluded that there is no material uncertainty in regard to Group's ability to continue as a going concern due respective explained measures taken, and therefore, Group management believes that these consolidated financial statements are presented fairly in accordance with going concern accounting principle.



2.4. KEY RISK ACTIVITY TYPES AND UNCERTAINTIES

In the first half of 2022 the market was stable, prices and purchasing power did not decline, in comparison with 2021. Due to heavy competition in facility management market the Group had to concentrate on further efficiency of activities. Building administration tariffs have not changed significantly in a course of the year. Improving customer climate and active sales led to rapid increase in additional services sales volume.

The risks remain similar to last year's: inflation, customers' ability to pay, competition influenced stricter demands from commercial and residential clients, supply of qualified personnel in the market.

The scope of residential apartment building administration and maintenance services, the essential requirements for service providers, and the tariff calculation procedure are set and regulated in detail by the national and local authorities. Local authorities are empowered to set maximum tariff for such services, together with the relevant inspectorates control the proper implementation by service providers of the administration and maintenance requirements set out in legislation, and to impose sanctions for failure to comply with the set requirements.

Any claims concerning the services provided may be presented to the authorities or service providers by individual owners as well. Taking into account the aforementioned, additional risk factors in the field of apartment building administration and maintenance include any possible amendments to the enforced legislation, the frequency of adoption of such amendments, resolutions passed by central or local authorities which provide for additional obligations of service providers, and the results of controls carried out by various inspectorates and local authorities. Timely and correct indexation of the set maximum tariffs is also a risk factor which has an impact on the Group's activities in the field of residential apartment building administration and maintenance.

There were no other material changes in the legal regulation of the area of administration and

maintenance of apartment buildings in the first half of 2022, and neither were there any decisions providing for significant additional obligations for service providers; supervising institutions did not identify any major deficiencies in the provision of the services or inconsistencies with the legislative requirements.

CREDIT RISK

The Group's procedures are in force to ensure on a permanent basis that sales are made to customers with an appropriate credit history and do not exceed an acceptable credit exposure limit. There are no individual customers exceeding 10% of segment sales.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset. Therefore, the management considers that its maximum exposure is reflected by the amount of trade and other receivables, net of allowance for doubtful accounts recognised at the date of the statement of financial position.

INTEREST RATE RISK

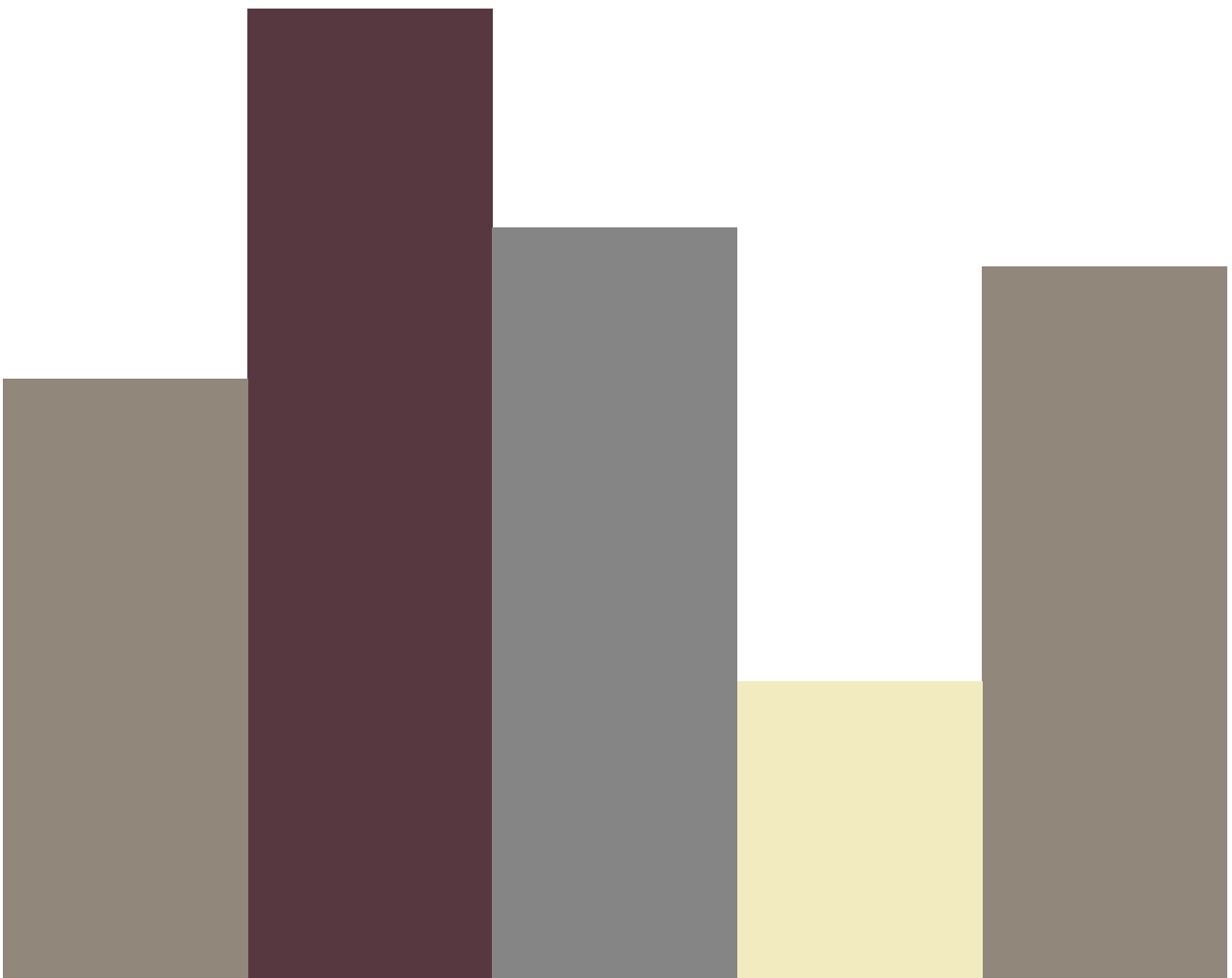
The major part of the Group's and the Company's borrowings (loans and lease obligations) are subject to variable rates, related to EUR LIBOR, EURIBOR, EONIA and WIBOR, which create an interest rate risk. There are no financial instruments designated in the financial statements to manage the exposure to the interest rate risk outstanding as of 30 June 2022 and 2021.

2.5. The main financial ratios concerning the reporting period

The main financial ratios concerning the reporting period are provided in the Consolidated interim financial statements for the six months period ended 30 June 2022, note 1.7 page 37.

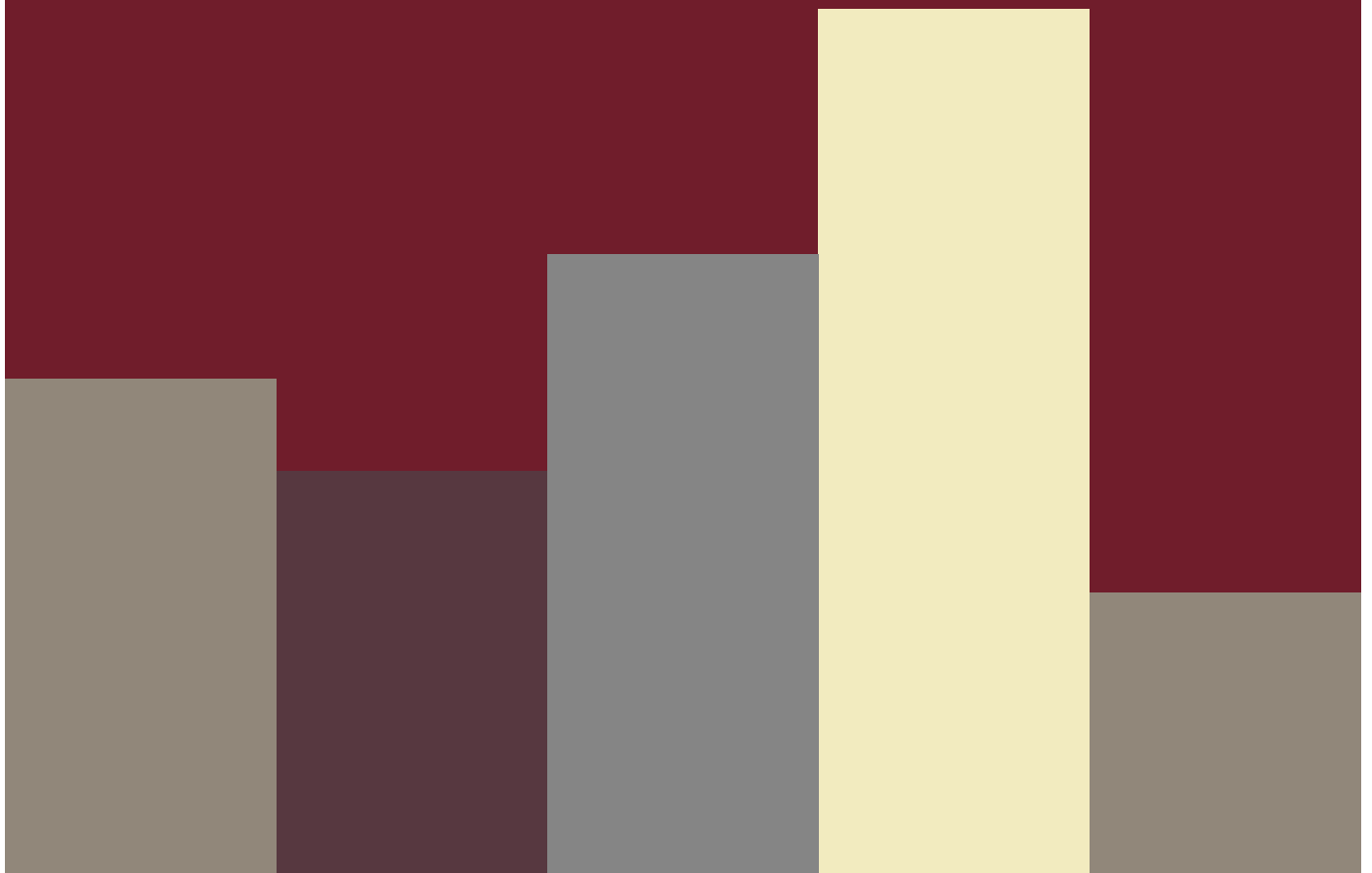
2.6. Significant related party transactions

Significant related party transactions are provided in the Consolidated interim financial statements for the six months period ended 30 June 2022, note 16 page 51.



INTERIM CONSOLIDATED REPORT

for the six months of 2022



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As of 30 June 2022	As of 31 December 2021
Assets			
NON-CURRENT ASSETS			
Goodwill	3	16,311	10,580
Other intangible assets	5	21,226	21,089
Property, plant and equipment	6	3,696	4,520
Right of use assets	8	4,199	5,825
Non-current receivables	9	8,119	6,056
Deferred income tax asset		2,373	2,464
Total non-current assets		55,924	50,534
CURRENT ASSETS			
Inventories		1,640	1,430
Prepayments		2,023	1,716
Trade receivables	9	21,156	28,722
Receivables from related parties	16	664	545
Contract assets		863	2,128
Other receivables and current assets		3,733	5,326
Cash and cash equivalents		4,400	6,172
Total current assets		34,479	46,039
Total assets		90,403	96,573

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (cont'd)

	Notes	As of 30 June 2022	As of 31 December 2021
Equity and liabilities			
Equity attributable to equity holders of the Company			
Share capital		9,483	9,483
Other reserves		948	948
Share premium		21,067	21,067
Foreign currency translation reserve		(27)	(3,249)
Retained earnings (deficit)		(11,497)	(8,865)
		19,974	19,384
Non-controlling interests		148	492
TOTAL EQUITY		20,122	19,876
Liabilities			
Non-current liabilities			
Non-current borrowings	10	11,857	2,715
Lease liabilities	8	2,834	4,242
Deferred income tax liabilities		1,506	1,748
Non-current payables		6,592	6,504
TOTAL NON-CURRENT LIABILITIES		22,789	15,209
Current liabilities			
Current portion of non-current borrowings	10	3,422	16,232
Current portion of lease liabilities	8	1,742	1,963
Current loans	10	10,324	5,901
Trade payables		5,767	12,049
Payables to related parties	16	8,041	979
Contract liabilities		5,237	5,540
Other current liabilities		12,959	18,824
TOTAL CURRENT LIABILITIES		47,492	61,488
Total liabilities		70,281	76,697
Total equity and liabilities		90,403	96,573

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 (for the period 1 January – 30 June)

	Notes	2022 Q2	2021 Q2 (Restated, Note 7)
Revenue from contracts with customers	1.7	44,537	46,319
Cost of sales	11	(31,493)	(32,643)
Gross profit		13,044	13,676
General and administrative expenses	12	(13,117)	(13,521)
Credit loss expenses on financial assets		(353)	(478)
Other operating activity, net	13	(247)	73
(Loss) from operations		(673)	(250)
Interest and other finance income	14	91	805
Interest and other finance expenses	14	(2,671)	(346)
(Loss) profit before tax		(3,253)	209
Income tax		(244)	(446)
Net (loss) from continued operations		(3,497)	(237)
Discontinued operations			
Net profit from discontinued operations	7	348	1,382
Net (loss) profit		(3,149)	1,145
Other comprehensive income			
Exchange differences on translation of foreign operations		1,429	101
Total comprehensive income		(1,720)	1,246
Attributable to:			
The shareholders of the Company		(2,635)	1,153
Non-controlling interests		(514)	(8)
		(3,149)	1,145
Total comprehensive income attributable to:			
The shareholders of the Company		(1,206)	1,254
Non-controlling interests		(514)	(8)
		(1,720)	1,246
Basic and diluted earnings per share (EUR)		(0.08)	0.04

STATEMENTS OF COMPREHENSIVE INCOME
(for the period 1 April – 30 June)

	2022 Q2	2021 Q2 (Restated)
Sales	23,013	21,889
Cost of sales	(15,914)	(15,507)
Gross profit	7,099	6,382
General and administrative expenses	(6,824)	(6,936)
Credit loss expenses on financial assets	(188)	(224)
Other operating income, net	(339)	4
(Loss) from operations	(252)	(774)
Finance activity result, net	(2,213)	301
(Loss) before tax	(2,465)	(473)
Income tax	(130)	(332)
Net (loss) from continued operations	(2,595)	(805)
Discontinued operations		
Net profit from discontinued operations	348	809
Net (loss) profit	(2,247)	4

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Notes	Share capital	Share premium	Foreign currency translation reserve	Other reserves	Retained earnings	Total	Non-controlling interest	Total
Balance as of 1 January 2021		9,483	21,067	(3,501)	948	19,836	47,833	413	48,246
Net profit		-	-	-	-	1,153	1,153	(8)	1,145
Other comprehensive Income		-	-	93	-	-	93	8	101
Total comprehensive Income		-	-	93	-	1,153	1,246	-	1,246
Dividends declared		-	-	-	-	(13,656)	(13,656)	-	(13,656)
Balance as of 30 June 2021		9,483	21,067	(3,408)	948	7,333	35,423	413	35,836
Balance as of 1 January 2022		9,483	21,067	(3,249)	948	(8,865)	19,384	492	19,876
Net profit		-	-	-	-	(2,632)	(2,632)	(514)	(3,146)
Other comprehensive Income		-	-	1,377	-	-	1,377	52	1,429
Total comprehensive Income		-	-	1,377	-	(2,632)	(1,255)	(462)	(1,717)
Discontinued operations		-	-	1,845	-	-	1,845	118	1,963
Balance as of 30 June 2022		9,483	21,067	(27)	948	(11,497)	19,974	148	20,122

CONSOLIDATED STATEMENT OF CASH FLOWS

	Notes	2022 Q2	2021 Q2
Cash flows from (to) operating activities			
Net (loss) from continued operations		(3,497)	(237)
Net profit from discontinued operations		348	1,382
Adjustments for non-cash items:			
Income tax expenses		347	819
Depreciation and amortisation	5,6,8	1,998	2,867
Impairment and discounting of accounts receivable		416	239
(Gain) on disposal of property, plant and equipment	13	(384)	(306)
Loss (gain) from sale of investments		1,911	(580)
Other financial activity, net		806	73
		1,945	4,257
Changes in working capital:			
(Increase) in inventories		(547)	(152)
Decrease in receivables, contract assets and other current assets		5,427	4,591
(Increase) in prepayments		(554)	(525)
Increase in trade payables and payables to related parties		4,873	4,122
Income tax (paid)		(1,304)	(1,571)
(Decrease) in advances received, contract liabilities and other current liabilities		(4,336)	(1,405)
Net cash flows from operating activities		5,504	9,317
Cash flows from (to) investing activities			
(Acquisition) of non-current assets (except investments)	5,6	(1 723)	(1,872)
Proceeds from sale of non-current assets		936	633
(Acquisition) of investments in subsidiaries (net of cash acquired in the Group)	3	(6 294)	(186)
Disposal of investments in subsidiaries		(1 247)	715
Interest received		52	107
Loans repaid		4	38
Net cash flows (to) investing activities		(8 272)	(565)
Cash flows from (to) financing activities			
Dividends (paid)		-	(13,656)
Proceeds (repayment) of loans		2 096	(984)
(Repayment) of financial lease liabilities		(973)	(1,296)
Interest (paid)		(344)	(314)
Net cash flows from (to) financial activities		779	(16,250)
Net decrease in cash and cash equivalents		(1,988)	(7,498)
Foreign exchange difference		216	75
Cash and cash equivalents at the beginning of the period*		6,172	14,154
Cash and cash equivalents at the end of the period		4,400	6,731

*Group cash flows for 2021 comprise total consolidated Group, including discontinued operations.

1.**GENERAL INFORMATION**

City Service SE (hereinafter – “the Company”) is a public limited liability company registered in the Republic of Estonia on 2 April 2015, which in the course of reorganization has taken over a public limited liability company City Service AS rights and liabilities.

The Company controls corporate group, engaged in provision of facility management and integrated utility services in Western, Central and Eastern Europe. The City Service group is the market leader in facility management and integrated utility services in the Baltic States. It provides services in whole Lithuania, Poland, Spain, Latvia, Czech Republic, Hungary, Romania and Portugal.

1.1.**ACTIVITY**

City Service group provides facility management; maintenance and repair of engineering systems; management and renovation of energy resources; technical and energy audit of buildings; maintenance and cleaning of territories and premises; maintenance and construction of gas stations; IT services.

The most important buildings segments, administered by the City Service group are: residential apartment buildings; commercial buildings; public buildings; industrial buildings. The total area of buildings under the management of the Group is 16.9 million sq. m. at present.

During this year City Service group carried on implementing confirmed strategy and was further looking for growth opportunities in Central and Western Europe. Extensive negotiations with potential foreign companies regarding their acquisition, reorganization and implementation according to the Group’s business model and standards were carried out.

1.2.

SHARE CAPITAL OF THE COMPANY

The share capital of the Company is EUR 9,483 thousand as of 30 June 2022. It is divided into 31,610 thousand ordinary shares with the nominal value of EUR 0.30 each. All shares of the Company are paid up.

The Company does not have any other classes of shares than ordinary shares mentioned above, there are no any restrictions of share rights or special control rights for the shareholders settled in the Articles of Association of the Company. No shares of the Company are held by itself or its subsidiaries. No convertible securities, exchangeable securities or securities with warrants are outstanding; likewise, there are no outstanding acquisition rights or undertakings to increase share capital.

As of 30 June 2022 all 31,610 thousand ordinary shares of the Company are included into the Parallel Market of Warsaw Stock Exchange and Baltic First North Foreign Shares trading list of NASDAQ Baltic Market (ISIN Code of the shares is EE3100126368). Trading Code of the shares on Warsaw Stock Exchange is CTS, on NASDAQ Baltic Market - CTS1L.

1.3.

SHAREHOLDERS OF THE COMPANY

As of 30 June 2022 the total number of shareholders of the Company was 63*.

* Number of the shareholders reflects only shareholders who hold more than 0.5 per cent of the votes through a nominee accounts (according to amendments that entered into force in 10 September 2020 in the Securities Register Maintenance Act (§ 6 Nominee account (subsection 9.2)) and hold their shares directly (not through nominee accounts).

COMPANY'S SHARES DISTRIBUTION AMONG SHAREHOLDERS WHO HAVE MORE THAN 5% SHARES OF THE COMPANY AS OF 30 JUNE 2022 WAS THE FOLLOWING:

	Number of shares held	Owned percentage of the share capital and votes, %
UAB Unit Invest, legal entity code 305873584, address: Ozo str. 12A, Vilnius, Lithuania	26,813,293	84.83%
Other private and institutional shareholders	4,796,707	15.17%
TOTAL	31,610,000	100 %

1.4.

CITY SERVICE GROUP

AS OF 30 JUNE 2022 THE CITY SERVICE GROUP CONSISTS OF CITY SERVICE SE AND THE FOLLOWING SUBSIDIARIES (HEREINAFTER REFERRED TO AS „THE GROUP“):

Company	Region	Share of the stock held by the Group as of 30 June 2022	Share of the stock held by the Group as of 30 June 2021	Main activities
UAB Alytaus namų valda	Lithuania	76%	76%	Dormant
UAB Apex intelligence	Lithuania	100%	100%	IT energy saving solutions for buildings
UAB Baltijos būsto priežiūra	Lithuania	100%	100%	Dormant
UAB Baltijos NT valdymas	Lithuania	100%	100%	Real estate management
UAB Baltijos transporto valdymas	Lithuania	100%	100%	Asset management
UAB Baltijos turto valdymas	Lithuania	-	100%	Holding company
UAB Biržų butų ūkis	Lithuania	57.71%	57.71%	Administration of dwelling-houses
UAB BonoDomo	Lithuania	100%	100%	IT servisas
UAB BonoDomo Pay	Lithuania	100%	-	Intermediary activities of an electronic money institution
UAB Butų ūkio valdos	Lithuania	100%	100%	Administration of dwelling-houses
UAB Būsto aplinka	Lithuania	100%	100%	Maintenance and cleaning of dwelling-houses territories and premises
UAB City Service	Lithuania	100%	100%	Holding company
UAB City Service Cleaning	Lithuania	100%	100%	Maintenance and cleaning of commercial real estate, territories and premises
UAB City Service Engineering	Lithuania	100%	100%	Commercial real estate management and building maintenance
UAB CSG IT	Lithuania	100%	100%	IT services
UAB Energijos taupymo paslaugos	Lithuania	100%	100%	Energy saving solution services
UAB Energetinių projektų valdymas	Lithuania	100%	100%	PPP project company
UAB EPC projektai	Lithuania	100%	100%	Dormant
UAB InHouse Digital	Lithuania	100%	100%	Holding company
UAB Getfiks	Lithuania	100%	-	Supply chain management
UAB Neris būstas	Lithuania	100%	100%	Dormant
UAB Mano aplinka	Lithuania	100%	100%	Maintenance and cleaning of public territories and premises
UAB Mano aplinka plus	Lithuania	100%	100%	Maintenance and cleaning of territories and premises
UAB Mano bendrabutis	Lithuania	100%	100%	Administration of buildings
UAB Mano Būstas	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Alytus	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Baltija	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Dainava	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Neris	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas NPC	Lithuania	100%	100%	Administration of dwelling-houses

UAB Mano Būstas Kaunas	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Klaipėda	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Aukštaitija	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Radviliškis	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Sostinė	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Šiauliai	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būstas Ukmergė	Lithuania	100%	-	Administration of dwelling-houses
UAB Mano Būstas Vakarai	Lithuania	99.84%	99.84%	Administration of dwelling-houses
UAB Mano Būstas Vilnius	Lithuania	100%	100%	Administration of dwelling-houses
UAB Mano Būsto priežiūra	Lithuania	100%	100%	Building maintenance
UAB Medžiagų tiekimo centras	Lithuania	100%	100%	Supply of materials
UAB Merlangas	Lithuania	100%	100%	Administration of dwelling-houses
UAB Nacionalinis renovacijos fondas	Lithuania	100%	100%	Administration of dwelling-houses renovation projects
UAB Pastatų priežiūra	Lithuania	100%	100%	Building maintenance
UAB Pastatų priežiūros tarnyba	Lithuania	100%	100%	Technical maintenance of heating systems
UAB Pastatų valdymas	Lithuania	100%	100%	Administration of dwelling-houses
UAB PortalPRO	Lithuania	100%	100%	Supply chain management
UAB Rinkų vystymas	Lithuania	100%	100%	Dormant
UAB Skolos LT	Lithuania	100%	100%	Debt collection services
UAB Šiaulių NT valdymas	Lithuania	100%	100%	Dormant
UAB Unitechna	Lithuania	100%	100%	Maintenance and construction of gas stations
INTEGRİ s.r.o.	Czech	100%	-	IT services
O.K.-Soft Sokolov s.r.o.	Czech	100%	-	IT services
STARLIT s.r.o.	Czech	100%	-	IT services
SWAN Liberec, s.r.o.	Czech	100%	-	IT services
InHouse Finance Kft.	Hungary	100%	-	Dormant
Invert Kft.	Hungary	100%	-	IT services
Administracion Urbana y Rural Chorro, S.L.U.	Spain	-	100%	Administration of dwelling-houses
Afinem administraci3n de finques, S.L.U.	Spain	-	100%	Administration of dwelling-houses
Aresi administracion de fincas S. L.	Spain	-	100%	Administration of dwelling-houses
Aresi Gestion residencial, S.L.	Spain	-	100%	Administration of dwelling-houses
Concentra Servicios y Mantenimiento, S.A.*	Spain	100%	100%	Commercial real estate management and building maintenance
Elche administracion de fincas, S.L.U.	Spain	-	100%	Administration of dwelling-houses
Eurobroker Advisors Sorreduria de Seguros, S.L.	Spain	100%	100%	Insurance services
Euronamas Gestion de Fincas Sur, S.L.	Spain	-	100%	Administration of dwelling-houses
Euronamas Gestion de Fincas Centro, S.L.	Spain	100%	100%	Administration of dwelling-houses
Euronamas gestion de fincas Madrid, S.L.	Spain	-	100%	Administration of dwelling-houses
EUROHUB, S.L.	Spain	-	100%	Dormant
Grupo Aresi de Inversiones, S.L.	Spain	100%	100%	Holding company

Inmonamas, S.L.	Spain	-	100%	Dormant
PORTALPRO, S.L.	Spain	100%	100%	Dormant
URBAN HUB, S.L.	Spain	-	100%	Supply chain management
Vetell dos iberica, S.L.*	Spain	100%	100%	Administration of dwelling-houses
SIA BILANCE	Latvia	100%	-	Administration of dwelling-houses
SIA BonoDomo	Latvia	100%	100%	Dormant
SIA City Service	Latvia	100%	100%	Holding company
SIA City Service Engineering	Latvia	100%	100%	Commercial real estate management and building maintenance
SIA Ēku pārvaldīšanas serviss	Latvia	100%	100%	Building maintenance
SIA PortalPRO	Latvia	100%	100%	Dormant
SIA Latvijas Namsaimnieks	Latvia	100%	100%	Administration of dwelling-houses
SIA Livonijas Nami	Latvia	100%	-	Administration of dwelling-houses
SIA Namu serviss APSE	Latvia	100%	100%	Administration of dwelling-houses
SIA NIRA Fonds apsaimniekošana	Latvia	100%	-	Administration of dwelling-houses
SIA NIRA Fonds apsaimniekošana 2	Latvia	100%	-	Administration of dwelling-houses
SIA NIRA Fonds apsaimniekosana-Salnas 21	Latvia	100%	-	Administration of dwelling-houses
SIA NIRA Fonds apsaimniekošana 3	Latvia	100%	-	Administration of dwelling-houses
SIA Ventspils nami	Latvia	100%	100%	Administration of dwelling-houses
Atrium 21 sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
Deleterma sp. z o.o.	Poland	100%	100%	Country holding company
Certus-Serwis Sp. z o. o.	Poland	100%	100%	Administration of dwelling-houses
Concierge - Zarządzanie Nieruchomościami sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
Dom Best sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
EnergiaOK sp. z o.o.	Poland	100%	100%	Sale of electricity
Famix sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
Grupa Techniczna 24 sp. z o.o.	Poland	100%	100%	Building maintenance
Home Rent sp. z o.o.	Poland	50%	50%	Administration of dwelling-houses
Parama Blue sp. z o.o.	Poland	100%	100%	Dormant
Parama Group sp. z o.o.	Poland	100%	100%	Holding company
Parama Yellow sp. z o.o.	Poland	100%	100%	Dormant
Parama Red sp. z o.o.	Poland	100%	100%	Dormant
Parama White sp. z o.o.	Poland	100%	100%	Dormant
PORTALPRO sp. z o.o.	Poland	100%	100%	Dormant
Progresline sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
Santer Zarządzanie Nieruchomościami sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
Skydas - Przeglądy Budowlane sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
TED sp. z o.o.	Poland	100%	100%	Real estate management
Tumieszkamy sp. z o. o.	Poland	100%	100%	Dormant
Wolska Aparthotel sp. z o. o.**	Poland	100%	100%	Accommodation services
Zespół Zarządców Nieruchomości sp. z o.o.	Poland	100%	100%	Administration of dwelling-houses
ZZN Inwestycje sp. z o.o.	Poland	100%	100%	Dormant
IMPROXY - TECHNOLOGIAS DE INFORMACAO, LDA	Portugal	99.99%	-	IT services

Homefile S.R.L.	Romania	90%	-	IT services
Homefile Suport Solutions S.R.L.	Romania	90%	-	IT services
ОАО Сити Сервис / ОАО City service	St. Petersburg	-	100%	Administration of dwelling-houses
ЗАО Сити Сервис / ЗАО City service	St. Petersburg	-	100%	Administration of dwelling-houses
ООО Специализи-рованное ремонтно-наладочное управление	St. Petersburg	-	100%	Construction and engineering
ООО МН Групп	St. Petersburg	-	100%	Country holding company
ООО Жилкомсервис № 3 Фрунзенского района	St. Petersburg	-	80%	Administration of dwelling-houses
ООО Чистый дом	St. Petersburg	-	100%	Maintenance and cleaning of territories
ООО Подъемные механизмы	St. Petersburg	-	100%	Elevator installing & tech. support
ООО ПорталПРО	St. Petersburg	-	100%	Dormant

* The Group ceased to consolidate Concentra Servicios y Mantenimiento, S.A. (including sub-consolidated subsidiary Vetell dos iberica, S.L.) in its Financial statements after bankruptcy administrator was appointed on 10 May 2017, as from that date the Group has lost its control.

** The Group ceased to consolidate Wolska Aparthotel sp. z o. o. in its Financial statements after bankruptcy administrator was appointed on 3 June 2020, as from that date the Group has lost its control.

1.5.

COMPANY'S SUPERVISORY BOARD

AS OF 30 JUNE 2022, THE SUPERVISORY BOARD OF THE COMPANY COMPRISES OF THE FOLLOWING PERSONS:

Name and surname	Position	Start of term	End of term
Andrius Janukonis	Chairman of the Supervisory Board	June 19, 2019	June 19, 2023
Gintautas Jaugielavičius	Member of the Supervisory Board	June 19, 2019	June 19, 2023

The Supervisory Board members do not own any shares of the Company.



Andrius Janukonis

Andrius Janukonis (born in 1971) is the Chairman of the Supervisory Board of City Service SE (since 2009 until 2015 the Chairman of the Board). He holds a Master's degree in Law. He is a member of the board of UAB Unit Invest (since 2021).



Gintautas Jaugielavičius

Gintautas Jaugielavičius (born in 1971) is a Member of the Supervisory Board of City Service SE (since 2005 until 2015 a Member of the Board). He holds a Bachelor's degree in Economics. At present, he works as a consultant for UAB Unit Invest and is a member of the board of UAB Unit Invest (since 2021).

1.6.

COMPANY'S MANAGEMENT BOARD

AS OF 30 JUNE 2022 AND AS OF DATE OF SUBMISSION OF THIS REPORT, THE MANAGEMENT BOARD OF THE COMPANY COMPRISES OF THE FOLLOWING PERSONS:

Name and surname	Position within the Group	Start of term	End of term
Artūras Gudelis	Chairman of the Management Board	June 26, 2021	June 26, 2025
Tomas Kleiva	Member of the Management Board	June 26, 2021	June 26, 2025
Vytautas Turonis	Member of the Management Board	June 26, 2021	June 26, 2025
Dalius Šimaitis	Member of the Management Board	June 26, 2021	June 26, 2025

They do not own any shares of the Company.

Artūras Gudelis



Artūras Gudelis (born in 1977) is a Chairman of the Management Board of City Service SE (since 2017). Artūras Gudelis was a Member of the Supervisory Board of City Service SE (2015 – 2017). He holds Bachelor's degree in Economics and Master's degree in Business Management.

Artūras Gudelis is responsible for carrying the formal functions of the chairman of the Management Board as well as for signing of the consolidated financial statements, representing the Company in the stock exchanges, securities depositories and in relations with the investors, as well as in all other general matters related to the Company.

Tomas Kleiva



Tomas Kleiva (born in 1979) is a Member of the Management Board of City Service SE (since 2017). Tomas Kleiva was acting CEO until new management structure of City Service SE was approved (23 February 2017 – 26 June 2017).

Prior to that, Tomas Kleiva was the Financial Manager of City Service SE (2016 - 2017). He started to work in the Group as a Project Manager (2006 – 2009). Tomas Kleiva has a Master's degree in Environmental Engineering.

Tomas Kleiva is responsible and accountable for any and all financial matters and operations within the Group in all the jurisdictions and carries functions of Group's CFO, except for Lithuania, Latvia and Estonia.

1.6.

COMPANY'S MANAGEMENT BOARD (cont'd)



Vytautas Turonis

Vytautas Turonis (born in 1972) is a Member of the Management Board of City Service SE (since 2017). Vytautas Turonis works as the General Manager at UAB City Service. He holds a Bachelor's degree in International Business. Previously he worked as the Marketing Manager of UAB Specialus Autotransportas (2003 – 2004). He started to work in the Company as the Market Development Department Manager (2004 – 2008).

Vytautas Turonis is responsible and accountable for the organization and supervision of Group activities (including the financial matters) in Lithuania, Latvia and Estonia.



Dalius Šimaitis

Dalius Šimaitis (born in 1977) is a Member of the Management Board of City Service SE (since 2019). Previously he worked as the maintenance department director at UAB Mano būstas (2016 - 2019). Mr. Šimaitis works in the Group since 2016. He holds a Bachelor's degree in Thermal Engineering and a Master's degree in Energy Engineering.

Dalius Šimaitis is responsible and accountable for Group activities in Poland and Spain, also for technical operations and supply chain management, standardization policy within the Group in all jurisdictions.

1.7.

ACTIVITY AND SEGMENT INFORMATION

INFORMATION ON MAIN GROUP'S OPERATING SEGMENTS:

2022 Q2	Baltic states	Poland	All other segments	Total
Revenue from contracts with customers:	38,398	1,194	4,945	44,537
Total revenue from contracts with customers				44,537
Segment results	2,136	(1,505)	(927)	(296)
Unallocated expenses				(377)
Profit from operations				(673)
Net financial income				(2,580)
Profit before income tax				(3,253)
Income tax expenses				(244)
Net profit for the year				(3,497)

OTHER SEGMENT INFORMATION

Capital expenditure	1,353	61	235	1,649
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2021 Q2	Baltic states	Poland	Spain	All other segments	Total
Revenue from contracts with customers:	38,490	2,636	1,501	3,692	46,319
Total revenue from contracts with customers					46,319
Segment results	2,889	(2,339)	(1,317)	665	(102)
Unallocated expenses					(149)
Profit from operations					(251)
Net financial income					459
Profit before income tax					208
Income tax expenses					(446)
Net profit for the year					(238)

OTHER SEGMENT INFORMATION

Capital expenditure	1,822	2	74	-	1,898
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1.7.
ACTIVITY AND SEGMENT INFORMATION (cont'd)
INFORMATION ON MAIN GROUP'S OPERATING SEGMENTS:

	Baltic states	Poland	Spain	All other segments	Total
Revenue from contracts from external customers					
2022 Q2	38,398	1,194	-	4,945	44,537
2021 Q2	38,490	2,636	1,501	3,692	46,319

	Baltic states	St. Petersburg	Poland	Spain	All other segments	Total
Segment non-current assets						
As of 31 June 2022	43,692	-	825	-	11,407	55,924
As of 31 December 2021	40,958	3,195	1,532	69	4,780	50,534

MAIN ACTIVITY INDICATORS FOR THE GROUP*:

	2022 Q2	2021 Q2	Change
Area of residential apartment buildings under administration (million square meters)****	12,2	19,8	(38,4%)
Area of public, commercial building and atypical properties under administration (million square meters)	4.7	4.1	14.6%
Number of employees	1,684	2,727	(38.2%)
Sales for the period	63,430	69,064	(8.2%)
Sales (main activity)**	50,684	55,922	(9.4%)
Gross margin**	30.7%	30.7%	- p.p.
EBITDA margin**	3,7%	7.7%	(4.0) p.p.
EBIT margin**	(0,2%)	2.6%	(2.8) p.p.
Net margin**	(6,2%)	2.0%	(8.2) p.p.
Number of shares (thousand)	31 610	31,610	-
Return on equity	(15,6%)	3.2%	(18.8) p.p.
Return on assets	(3,5%)	1.1%	(4.6) p.p.
Financial Net Debt to equity***	105,4%	35.2%	70.2 p.p.

* Main activity indicators are presented including subsidiaries that were disposed in 2022 (further disclosed in Note 7 discontinued operations)

** Calculated by reducing sales for the resale of utility services.

*** Interest bearing debt (net of cash balance) to Shareholders' equity.

**** The decrease in areas was mainly due to the sale of business in St. Petersburg.

2.

ACCOUNTING POLICIES

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union.

In the Interim Financial Statements same accounting policies and methods of computation are followed as compared with the most recent annual financial statements.

Interim Financial Statements are prepared in compliance with International Accounting Standard (IAS) 34 Interim financial reporting.

These Interim Financial Statements were authorised for issue on 31 August 2022 by responsible persons listed in the confirmation, which is attached to the Interim Financial Statements.

3.

GOODWILL

COST:

Balance as of 1 January 2021	10,575
Additions	1,542
Exchange differences	27
Balance as of 31 December 2021	12,144
Additions	6,122
Exchange differences	68
Discontinued operations	(472)
Balance as of 30 June 2022	17,862

IMPAIRMENT:

Balance as of 1 January 2021	1,322
Exchange differences	(8)
Impairment recognized	250
Balance as of 31 December 2021	1,564
Exchange differences	(13)
Balance as of 30 June 2022	1,551

Net book value as of 30 June 2022	16,311
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Net book value as of 31 December 2021	10,580
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3.
GOODWILL (cont'd)

During reporting period the Company through its subsidiary acquired Improxy - Technologias de informacao LDA, Homefile S.R.L, Homefile Support S.R.L, UAB Getfiks. INTEGRI, s.r.o., Invert KFT, SWAN Liberec s.r.o. and O.K.-Soft Sokolov s.r.o.

Fair value of assets, liabilities and contingent liabilities of acquired subsidiaries	Improxy -	Homefile S.R.L	Homefile	UAB Getfiks
	Technologias de informacao LDA		Support S.R.L	
At the date of acquisition	01 March	02 March	02 March	04 March
Intangible assets	180	-	-	-
Property, plant and equipment	104	-	-	1
Trade receivables	7	15	8	5
Other current assets	77	19	-	1
Total assets	368	34	8	7
Long-term liabilities	50	-	-	-
Trade payables	10	-	-	1
Other current liabilities	119	18	1	-
Total liabilities	179	18	1	1
Total identifiable net assets at fair value	189	16	7	6
Fair value of acquired assets, liabilities and contingent liabilities	189	16	7	6
Goodwill	2,811	604	279	207
Total purchase consideration	3,000	620	286	213
Cash acquired	61	19	-	1
Total purchase consideration, net of cash acquired	2,939	601	286	212

Fair value of assets, liabilities and contingent liabilities of acquired subsidiaries	INTEGRI s.r.o.	Invert KFT	SWAN Liberec s.r.o.	O.K.-Soft Sokolov s.r.o.
At the date of acquisition	18 March	05 April	13 May	18 May
Property, plant and equipment	-	3	2	33
Trade receivables	3	14	5	4
Other current assets	1,143	1	23	10
Total assets	1,146	18	30	47
Long-term liabilities	24	-	-	-
Trade payables	4	-	-	1
Other current liabilities	852	8	3	2
Total liabilities	880	8	3	3
Total identifiable net assets at fair value	266	10	27	66
Fair value of acquired assets, liabilities and contingent liabilities	266	10	27	66
Goodwill	1,133	360	151	577
Total purchase consideration	1,399	370	178	643
Cash acquired	294	-	23	17
Total purchase consideration, net of cash acquired	1,105	370	155	626

4.

SIGNIFICANT EVENTS**Investments and other changes during the six months of the year 2022**

On 24 January 2022 UAB City Service Digital title was changed into UAB InHouse Digital. Other contact details did not change.

On 17 February 2022 Court of Appeal of Lithuania announced its decision in a case where Vilnius City municipality administration and General Prosecutors office initially claimed the Company regarding recovery of EUR 20,6 million losses. The Court of Appeal of Lithuania adjudged EUR 4,6 million from the Company to Vilnius City municipality. The Court also stated that Vilnius City municipality is also liable for the part of the losses. On 22 March 2022, the Company and Vilnius City Municipality Administration signed an agreement regarding the payment of the amount of EUR 4,6 million according to the instalment plan up to 31 December 2023.

On 24 February 2022 the Company received notifications, prepared pursuant to the Article 69 of the Act of July 29th, 2005 on public offering and the conditions for introducing financial instruments to the organized trading system and on public companies Journal of Laws 2005 No. 184 item 1539, regarding changes in the total number of votes at the Company's General Meeting due to reorganization of UAB Lag&d from UAB Lag&d to UAB Unit Invest of 26,813,293 shares in the Company, giving the right to exercise 26,813,293 of votes constituting 84,83% of the total number of votes at the City Service SE's General Meeting since 09 February 2022 when the reorganization of the UAB Lag&d was completed.

On 24 February 2022, the Russian Federation has launched an invasion of the Republic of Ukraine. Shortly after the invasion, the EU and rest of the world, including global bodies, imposed wide-ranging set of restrictive measures against Russia, which is updated and expanded on a regular basis. Until the disposal of subsidiaries operating in Russia, the restrictive measures imposed had no significant impact on the Group's performance in the Russian Federation, no operations had been suspended and no significant direct losses related to the restrictive measures had been incurred at the date of the financial statements.

On 01 March, 2022, the Group, through its Lithuanian subsidiary acquired 99.99% of the shares of IMPROXY - TECNOLOGIAS DE INFORMAÇÃO LDA (acquisition price EUR 3 million) which is based in Portugal. IMPROXY - TECNOLOGIAS DE INFORMAÇÃO LDA is engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 02 March 2022, the Group, through its Lithuanian subsidiary acquired 90% of the shares of Homefile S.R.L. and Homefile Suport Solutions S.R.L. (acquisition price EUR 620 thousand and EUR 286 thousand respectively) which are based in Romania. Homefile S.R.L. and Homefile Suport Solutions S.R.L. are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 03 March 2022, the Group, through its Lithuanian subsidiary established a new company InHouse Finance KFT (share capital HUF 3 million (EUR 8 thousand)).

On 04 March 2022, the Group, through its Lithuanian subsidiary acquired 100% of the shares of UAB Getfiks (acquisition price EUR 213 thousand) which is based in Lithuania. UAB Getfiks is engaged in supply chain management services.

On 11 March 2022 the Group, through its Spanish subsidiary, initiated voluntary liquidation of three dormant subsidiaries Inmonamas S.L, Urban Hub S.L.U, Eurohub S.LU.

4.

SIGNIFICANT EVENTS (cont'd)

On 18 March 2022 the Group, through its Lithuanian subsidiary, acquired 100% stake in INTEGRI s.r.o (acquisition price CZK 34.7 million (EUR 1.399 thousand)) which is based on Czech Republic. INTEGRI s.r.o are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 March 2022 SIA Connecto Pay title was changed into SIA BonoDomo. Other contact details did not change.

On 05 April 2022 the Group, through its Lithuanian subsidiary, acquired 100% stake in Invert KFT (acquisition price EUR 417 thousand) which is based on Hungary. Invert KFT are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 03 May 2022 the Group, through its Lithuanian subsidiary, established a new company BonoDomo Pay, UAB (share capital EUR 2,5 thousand).

On 05 May 2022 the Group established a new company Bono Domo Pay, UAB (share capital of company is EUR 2.5 thousand).

On 11 May 2022 City Service Polska sp. z o.o. title was changed into Deleterma sp. z o.o. Other contact details did not change.

On 13 May 2022 the Group, through its Czech subsidiary, acquired 100% stake in SWAN Liberec, s.r.o. (acquisition price CZK 4,394 thousand (EUR 178 thousand)) which is based on Czech Republic. SWAN Liberec, s.r.o are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 May 2022 the Group, through its Czech subsidiary, acquired 100% stake in O.K.-Soft Sokolov s.r.o. (acquisition price CZK 16,100 thousand (EUR 563 thousand)) which is based on Czech Republic. O.K.-Soft Sokolov s.r.o. are engaged in the production and development of IT products for apartment building managers, administrators, communities, etc.

On 18 May 2022, the Group sold 100% stake in UAB Baltijos turto valdymas, which was a 100% shareholder of companies based in St. Petersburg, Russian Federation. Value of the share sale – purchase agreement is EUR 1,472 thousand. The carrying value of the net asset of the subsidiary disposed at the date of disposal amounted to EUR 1,537 thousand. The transaction was concluded in pursuance of the Company's decision to terminate business activities in the Russian Federation. Following this sale, City Service SE no longer has any business in the Russian Federation.

On 28 June 2022 UAB Enter Tech title was changed into UAB Energetinių projektų valdymas. Other contact details did not change.

On 28 June 2022 City Service SE signed the amendment to the bank agreement to change existing financing contract conditions regarding the breach of keeping minimum capital requirements. Maximum borrowing facility decreased from EUR 34 million to EUR 28 million. Moreover, payments of EUR 5,100 thousand are obliged to be made during financial year 2022 and additional payments of EUR 5,400 thousand will be made during the financial period 2023 - 2025. Remaining obligation to settle at the end of the contract at 1 September, 2025 will be EUR 17,500 thousand. Moreover, subsidiaries of the Group will be obliged to dispose companies operating in digital business area to City Service SE direct shareholder UAB Unit Invest which were acquired during the period including December 2021 – April 2022. Group management evaluated the possible outcome of the matters described above to Group's consolidated working capital and concluded that there is no material uncertainty in regard to Group's ability to continue as a going concern due respective explained measures taken, and therefore, Group management believes that these consolidated financial statements are presented fairly in accordance with going concern accounting principle.

4.

SIGNIFICANT EVENTS (cont'd)

On 29 June 2022 the Annual General Meeting of Shareholders of the Company has been held. The shareholders approved the set of consolidated annual financial statements of the Company for 2021 and distributed the Company's profit for the year 2021.

5.

OTHER INTANGIBLE ASSETS

Movement of other intangible assets in 2022 Q2 and 2021 is presented below:

	Total
COST:	
Balance as of 1 January 2021	41,010
Additions arising from acquisitions of subsidiaries	1,571
Additions	3,872
Exchange differences	38
Disposals and retirements	(4,768)
Discontinued operations	(4,011)
Balance as of 31 December 2021	37,712
Additions arising from acquisitions of subsidiaries	180
Additions	1,486
Disposals related to discontinued operations	(2,140)
Disposals and retirements	(30)
Exchange differences	300
Balance as of 30 June 2022	37,508
ACCUMULATED AMORTISATION AND IMPAIRMENT:.	
Balance as of 1 January 2021	16,261
Charge for the year	2,381
Exchange differences	(40)
Disposals and retirements	(4,735)
Impairment recognised	5,062
Discontinued operations	(2,306)
Balance as of 31 December 2021	16,623
Charge for the period	591
Disposals and retirements	(244)
Impairment	20
Disposals related to discontinued operations	(676)
Exchange differences	(32)
Balance as of 30 June 2022	16,282
Net book value as of 30 June 2022	21,226
Net book value as of 31 December 2021	21,089

6.
PROPERTY, PLANT AND EQUIPMENT

Movement of fixed assets in 2022 Q2 and 2021 is presented below:

	Buildings	Vehicles	Other property, plant and equipment	Construction in progress	Total
COST:					
Balance as of 1 January 2021	1,616	4,340	11,953	25	17,934
Additions arising from acquisitions of subsidiaries	107	8	39	-	154
Additions	-	32	346	-	378
Disposals of subsidiaries	-	(22)	(34)	-	(56)
Disposals and retirements	(645)	(1,241)	(2,097)	-	(3,983)
Exchange differences	8	45	(34)	(4)	15
Balance as of 31 December 2021	1,086	3,162	10,173	21	14,442
Additions arising from acquisitions of subsidiaries	102	94	49	9	254
Additions	-	45	217	-	262
Disposals and retirements	(551)	(489)	(832)	-	(1,872)
Disposals related to discontinued operations	-	(636)	(526)	-	(1,162)
Exchange differences	-	134	(55)	-	79
Balance as of 30 June 2022	637	2,310	9,026	30	12,003
ACCUMULATED DEPRECIATION:					
Balance as of 1 January 2021	852	3,908	6,590	-	11,350
Charge for the year	230	151	1,418	-	1,799
Disposals and retirements	(641)	(1,119)	(1,633)	-	(3,393)
Impairment	11	26	112	-	149
Disposals of subsidiaries	-	-	(4)	-	(4)
Exchange differences	-	19	2	-	21
Balance as of 31 December 2021	452	2,985	6,485	-	9,922
Charge for the year	11	39	517	-	567
Additions arising from acquisitions of subsidiaries	1	73	37	-	111
Disposals and retirements	(267)	(449)	(721)	-	(1,437)
Disposals related to discontinued operations	-	(582)	(356)	-	(938)
Exchange differences	(1)	123	(40)	-	82
Balance as of 30 June 2022	196	2,189	5,922	-	8,307
Net book value as of 31 June 2022	441	121	3,104	30	3,696
Net book value as of 31 December 2021	634	177	3,688	21	4,520

7.
DISCONTINUED OPERATIONS

On 18 May 2022, the Group sold 100% stake in UAB Baltijos turto valdymas, which was a 100% shareholder of companies based in St. Petersburg, Russian Federation. After evaluation of IFRS 5 Discontinued operations criteria UAB Baltijos turto valdymas, ООО МН Групп, ООО Чистый дом, ООО Спеc RNU, ООО 'ПорталПРО, ООО Подъемные механизмы, ОАО City Service, ZAO City Service and ООО Жилкомсервис № 3 Фрунзенского района were concluded to represent discontinued operations and presented as such in Consolidated Statement of Comprehensive Income.

The result of discontinued operations is as following:

	2022 Q2	2021 Q2
Revenue from contracts with customers	18,893	22,745
Cost of sales	(16,357)	(19,226)
Gross profit	2,536	3,519
General and administrative expenses	(1,718)	(1,793)
Credit loss expenses on financial assets	(151)	(206)
Other operating activity, net	(114)	188
Profit from operations	553	1,708
Interest and other finance income	15	15
Interest and other finance expenses	(117)	32
Profit before tax	451	1,755
Income tax	(103)	(373)
Net profit	348	1,382

All income tax expenses presented in the disclosure are attributable to discontinued operations. Gain on sale of discontinued operation is non-taxable item.

The net cash flows incurred from discontinued operations are as follows:

	2022 Q2	2021 Q2
Net cash flows from operating activities	1,131	1,095
Net cash flows (to) investing activities	(69)	(34)
Net cash flows (to) from financing activities	(58)	(82)
Net decrease in cash flows	1,004	979

8.

RIGHT OF USE ASSETS AND LEASE

Effect to the consolidated statement of financial position as at 30 June 2022 and 2021:

	Buildings	Vehicles	Total
ASSETS			
Cost			
Balance as of 1 January 2021	8,505	4,649	13,154
Disposals and retirements	(1,383)	(707)	(2,090)
Exchange differences	63	-	63
Balance as of 31 December 2021	7,185	3,942	11,127
Additions	242	-	242
Disposals and retirements	(376)	(990)	(1,366)
Exchange differences	307	-	307
Disposals related to discontinued operations	(1,463)	-	(1,463)
Balance as of 30 June 2022	5,895	2,952	8,847
Accumulated depreciation			
Balance as of 1 January 2021	1,590	2,883	4,473
Charge for the year	1,379	537	1,916
Disposals and retirements	(536)	(551)	(1,087)
Balance as of 31 December 2021	2,433	2,869	5,302
Charge for the year	591	229	820
Disposals and retirements	(320)	(928)	(1,248)
Exchange differences	58	-	58
Disposals related to discontinued operations	(284)	-	(284)
Balance as of 30 June 2022	2,478	2,170	4,648
Right of use assets as of 30 June 2022	3,417	782	4,199
Right of use assets as of 31 December 2021	4,752	1,073	5,825

Set out below are IFRS 16 impact to profit (loss) statement:

	2022 Q2	2021 Q2
Depreciation expense of right-of-use assets	820	985
Interest expense on lease liabilities	41	71
Expense relating to leases of low-value assets (included in administrative expenses)	269	408
Profit from operations	1,130	1,464

Group has no variable lease payments.

The Group had total cash outflows for leases of EUR 772 thousand as at 30 June 2022 (1,296 thousand as at 30 June 2021). The Group had EUR 242 thousand non-cash additions to right-of-use assets and lease liabilities as at 30 June 2022 (none as at 30 June 2021).

9.

TRADE RECEIVABLES

TRADE RECEIVABLES OF THE GROUP AS OF 30 JUNE 2022 AND 31 DECEMBER 2021 WERE AS FOLLOWS:

	Balance as of 30 June 2022	Balance as of 31 December 2021
Trade receivables, gross	30,450	43,571
Less: allowance for doubtful trade receivables	(9,294)	(14,849)
Trade receivables, net	21,156	28,722

Trade receivables and other receivables generally have 30 - 90 days payment terms.

Non-current receivables mainly comprise of long-term part of receivables for residential buildings' repair works performed.

10.

BORROWINGS

BORROWINGS OF THE GROUP AND THE COMPANY AS OF 30 JUNE 2022 AND 31 DECEMBER 2021 WERE AS FOLLOWS:

Creditor	Currency	Balance as of 30 June 2022	Balance as of 31 December 2021
SHORT-TERM LOANS			
Bank loans	EUR	10,324	5,901
SHORT-TERM LOANS BALANCE		10,324	5,901
LONG-TERM LOANS			
Bank loans	EUR	15,279	18,947
Minus: long term loans of the current year		(3,422)*	(16,232)*
LONG-TERM LOANS BALANCE		11,857	2,715

*An amendment to the contract was signed with the bank. Long-term and short-term parts of the loan are reclassified according to the new agreement.

For the loans and overdraft the Company and its subsidiaries have pledged to the bank bank accounts of the Company and its subsidiaries in Lithuania. Shares of UAB City Service are pledged to AB SEB bankas as well.

UAB City Service, UAB Mano Būstas Baltija, UAB Mano Būstas Neris, UAB Mano Būstas NPC, UAB Mano Būstas Sostinė, UAB Mano Būstas Vilnius, UAB Mano Būstas Aukštaitija, UAB Mano Būstas Dainava, UAB Mano Būstas Radviliškis, UAB Mano Būstas Šiauliai, UAB Mano Būstas Vakarai, UAB Mano Būstas Kaunas and UAB Mano Būstas Klaipėda have pledged claim rights to receivables under concluded agreements, except for receivables under factoring agreement.

11.

COST OF SALES

	2022 Q2	2021 Q2
Services of subcontractors and materials used	15,934	16,659
Wages and salaries and social security	11,674	12,834
Cost of goods sold	720	1,145
Depreciation	137	218
Other	3,028	1,787
Total cost of sales	31,493	32,643

12.

GENERAL AND ADMINISTRATIVE EXPENSES

	2022 Q2	2021 Q2
Wages and salaries and social security	6,028	6,632
Depreciation and amortisation	1,725	2,502
Consulting and similar expenses	1,432	607
Taxes other than income tax	734	439
Advertising	332	272
Computer software maintenance	329	486
Rent of premises and other assets	269	364
Transportation and fuel expenses	238	160
Commissions for collection of payments	221	173
Insurance	141	115
Communication expenses	136	166
Representational costs	114	79
Business trips and training	69	76
Bank payments	57	65
Utilities	45	41
Charity and support	23	81
Other	1,224	1,263
Total general and administrative expenses	13,117	13,521

13.

OTHER OPERATING INCOME (EXPENSES)

	2022 Q2	2021 Q2
Gain on disposal of property, plant and equipment	384	300
Income from rent	17	21
Other (expenses), net	(648)	(248)
Total other operating activity	(247)	73

14.

INTEREST AND OTHER FINANCE INCOME AND (EXPENSES)

	2022 Q2	2021 Q2
Gain on sale of investments	-	580
Interest income	48	96
Foreign currency exchange gain	9	129
Other financial income	34	-
Total finance income	91	805
Interest (expenses)	(345)	(346)
Foreign currency exchange (loss)	(415)	-
Loss on sale of investments	(1,911)	-
Total finance (expenses)	(2,671)	(346)
Financial activity, net	(2,580)	459

15.

DIVIDENDS PER SHARE

	2022 Q2	2021 Q2
Approved dividends	-	13,656
Number of shares (in thousand)	31,610	31,610
Approved dividends per share	-	0.43

16.

RELATED PARTY TRANSACTIONS

The parties are considered related when one party has the possibility to control the other one or have significant influence over the other party in making financial and operating decisions. The related parties of the Group and the Company are considered the following:

- UAB Unit Invest – the ultimate parent of the Company;
- Subsidiaries and associates of UAB Unit Invest (same ultimate controlling shareholder);
- Associates of City Service SE subsidiaries (for the list of the associates, see also Note 1.4);
- Gudelis, T. Kleiva, V. Turonis, D. Šimaitis (Company's management board);

Transactions with related parties include sales and purchases of goods and services in the ordinary course of business, and acquisitions and disposals of property, plant and equipment.

UAB City Service, SIA City Service and Deleterma sp. z o.o. have provided surety for City Service SE to AB SEB bankas under credit agreement. Companies are liable to the extent of all its assets to the Bank with respect to the same amount as the City Service SE. Shares of UAB City Service are pledged to AB SEB bankas as well. Also UAB City Service, UAB Mano Būstas Baltija, UAB Mano Būstas Neris, UAB Mano Būstas NPC, UAB Mano Būstas Sostinė, UAB Mano Būstas Vilnius, UAB Mano Būstas Radviliškis, UAB Mano Būstas Aukštaitija, UAB Mano Būstas Dainava, UAB Mano Būstas Kaunas, UAB UAB Mano Būstas Šiauliai, UAB Mano Būstas Vakarai and UAB Mano Būstas Klaipėda have pledged to AB SEB bankas current and future claim rights to receivables arising from all agreements concluded by the companies with other natural and legal persons (with all existing and future amendments and additions thereto), except for receivables under concluded factoring agreements.

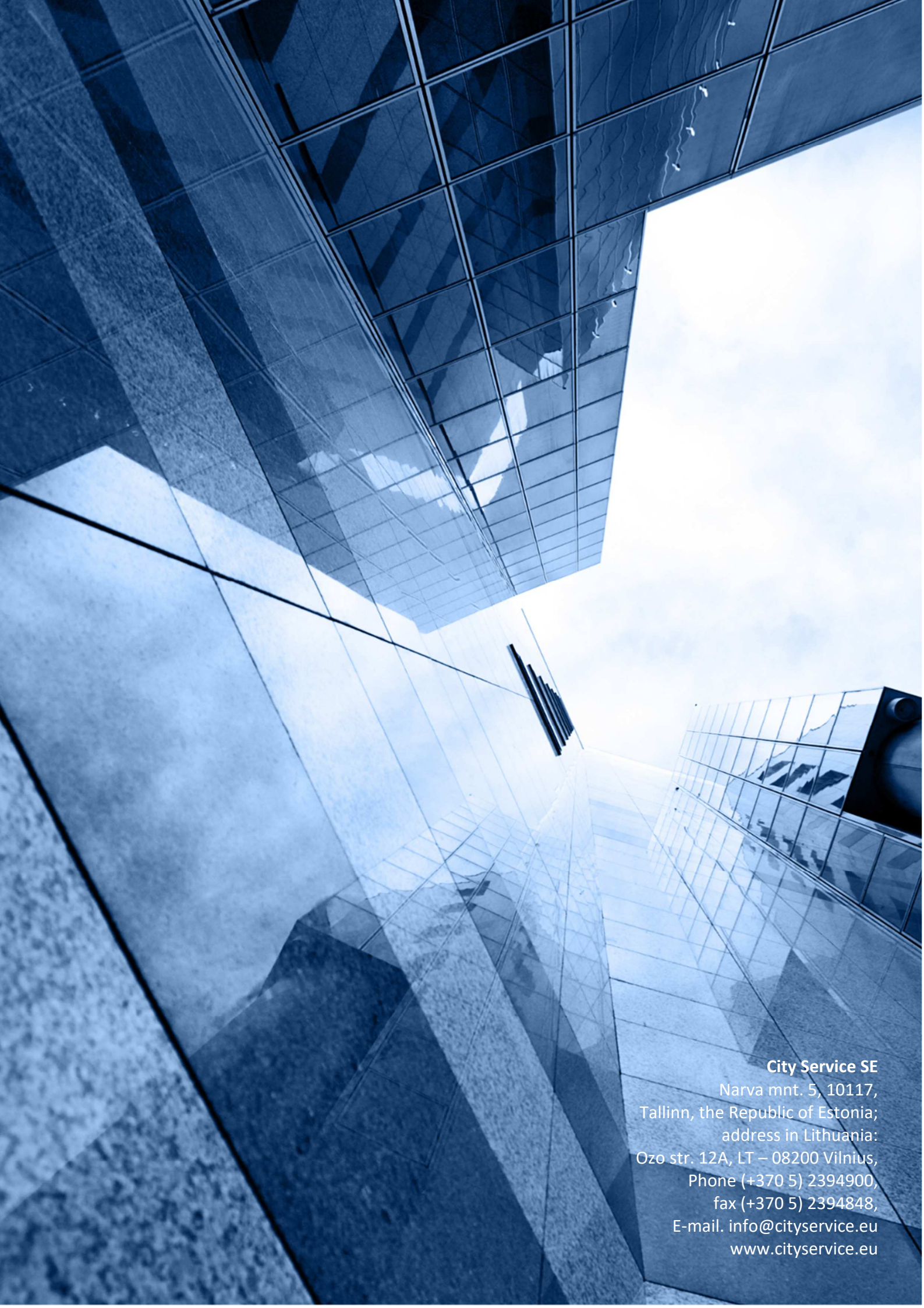
Payables and receivables between related parties are non-interest bearing. Receivables and payables payment terms between the related parties are up to 15-30 days, except for the dividends and loans, which are repaid in accordance to the legal and contractual requirements, respectively.

2022 Q2	Purchases	Sales	Receivables and prepayments	Borrowings	Payables and advances received
UAB ICOR	200	52	12	-	118
UAB Unit Invest	-	-	-	-	5,006
AB Axis Industries	-	3	1	-	-
Other subsidiaries of UAB Lag&d	145	301	651	1,405	1,512
Total	345	356	664	1,405	6,636

17.

SUBSEQUENT EVENTS

On 31 August 2022 the Group, through its Lithuanian subsidiary, sold 100% stake in UAB Mano aplinka plius, which provided maintenance and cleaning of territories and premises services. Value of the share sale-purchase agreement is EUR 810 thousand. Net assets of disposed subsidiary at the date of issuing these financial statements amounted to EUR 141 thousand.



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