

Press Release,
16th November 2022

Interim Report Q3 2022

Q3 2022 Service Revenue increased by 7% to EUR 103.1 million vs Q3 2021
Q3 2022 Adjusted EBITDA¹ increased by 4% to EUR 42.4 million vs Q3 2021

Vilnius, Lithuania, 16 November 2022 - PLT VII Finance S.à r.l (“Bité”, “we” or the “Company”) today announces its consolidated unaudited results for the Q3 2022.

Q3 2022 results for Bité

- The Company reported Service Revenue of EUR 103.1 million for the quarter ended September 30, 2022, compared to EUR 96.3 million for the quarter ended September 30, 2021
- The Company’s adjusted EBITDA amounted to EUR 42.4 million for the quarter ended September 30, 2022, compared to EUR 40.9 million for the quarter ended September 30, 2021

Recent highlights

- Mobile business growth was driven by the Postpaid and Data only price revisions done in Lithuania at the beginning of Q1 2022, Postpaid price increase in Latvia at the end of Q1 2022 and strong RGUs growth
- Fixed Broadband and PayTV business growth was driven by ARPU increase YoY in both segments and PayTV base growth
- In Q3 2022, the Media business grew compared to the same quarter last year, which was mainly driven by an increase in TV advertising sales in Lithuania and Latvia

Forward-looking statements

This announcement contains certain forward-looking statements with respect to certain of Bité Group’s current expectations and projections about future events. These statements reflect management’s beliefs and expectations and involve a number of risks, uncertainties and assumptions (including the completion of the transactions described in this announcement) that could cause actual results and performance to differ materially from any expected future results or performance expressed or implied by the forward-looking statement. The information contained in this announcement is subject to change without notice and, except as required by applicable law, Bité Group does not assume any responsibility or obligation to update publicly or review any of the forward-looking statements contained in it. Readers should not place undue reliance on forward-looking statements, which speak only as at the date of this announcement.

¹ *Adjusted EBITDA* represents EBITDA, as adjusted for certain items that management considers to be exceptional, non-cash or non-recurring in nature

Conference call

The Company will host a teleconference and webcast with presentation at 11:00 am UK time, 1:00 pm Lithuania time on Wednesday, 16 November 2022. The presentation will be held in English.

Dial-in information

Participants are welcome to join the teleconference by calling +44 20 3936 2999 and using the participant access code – **602945**

To view the investor presentation please join online by clicking the following link and you will receive your access details via email:

<https://www.netroadshow.com/events/login?show=fe345212&confId=43398>

The replay of the conference call can also be accessed on <http://www.bitegroup.net> between 16 November 2022 and 30 November 2022.

About PLT VII Finance S.à r.l.

PLT VII Finance S.à r.l is a leading integrated mobile, media, fixed broadband and PayTV provider in the Baltic States. We provide a full range of services including mobile, media and content, fixed broadband and PayTV in Lithuania and Latvia as well as media and content and PayTV services in Estonia.

For further information:

Investor Relations

Justina Nekiūnaitė

Investor Relations Manager

Email: Investors@bitegroup.net



PLT VII FINANCE S.à r.l.

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

30 September 2022

Contents

KPIs 3

Condensed consolidated statement of profit or loss and comprehensive income 4

Condensed consolidated statement of financial position..... 5

Condensed consolidated statement of financial position (continued)..... 6

Condensed consolidated statement of changes in equity 7

Condensed consolidated statement of cash flows 8

Notes to condensed consolidated interim financial information..... 9

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

KPIs

Non-IFRS measures			30 September 2022	31 December 2021
RGUs*, end of period in thousands				
Mobile services Lithuania			1,298	1,206
Mobile services Latvia			634	620
Fixed broadband			188	198
PayTV			745	730
Total			2,865	2,754
ARPU**, per month in EUR	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Mobile services Lithuania	10.1	10.3	10.1	10.0
Mobile services Latvia	11.0	10.8	10.9	10.9
Fixed broadband	13.8	12.8	13.6	12.8
PayTV	7.6	7.2	7.5	7.1

* The Group counts each subscriber as a separate RGU for each of the mobile, PayTV and fixed broadband service. Total RGUs are, therefore, not equal to the total number of subscribers. RGUs count do not include M2M and IOT RGUs. For example, one subscriber who receives handset mobile services and mobile data services over the network and subscribes to PayTV service is counted as two RGUs, and one subscriber who receives handset mobile services, mobile data services, PayTV and OTT services over the network is counted as three RGUs.

** ARPU is a measure we use to evaluate how effectively we are realizing potential revenues from subscribers of our various services. ARPU is calculated by adding together, for each month in a given period, the total subscription-related revenues for that particular month divided by the average number of RGUs for that period.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Condensed consolidated statement of profit or loss and other comprehensive income

Note	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021	
5,6	REVENUE	130,514	118,896	383,600	348,738
12,13	Depreciation and amortisation	(22,478)	(21,655)	(65,861)	(64,735)
	Equipment costs	(26,176)	(20,820)	(71,287)	(59,056)
	Employee compensation and benefit	(19,443)	(18,145)	(57,773)	(53,528)
	Content and programming costs	(10,841)	(11,457)	(34,964)	(34,477)
	Roaming and interconnect costs	(6,702)	(7,766)	(19,876)	(24,591)
	Materials, consumables and maintenance	(7,025)	(3,783)	(16,857)	(10,574)
	Advertising and marketing costs	(3,524)	(3,199)	(10,009)	(9,318)
14	Amortization of capitalized contract costs	(3,200)	(2,820)	(9,404)	(8,515)
17	Net impairment losses on trade receivable	(1,449)	(1,114)	(3,979)	(3,397)
	Media distribution and transponder costs	(975)	(856)	(2,749)	(2,476)
15	Rental costs	(417)	(418)	(1,057)	(1,267)
9	Transaction costs	-	-	-	(7)
7	Other expenses	(9,004)	(8,721)	(26,863)	(25,728)
	OPERATING PROFIT	19,280	18,142	62,921	51,069
8	Finance income	345	15	537	35
8	Finance costs	(10,216)	(9,895)	(30,129)	(28,482)
	Total finance income and costs	(9,871)	(9,880)	(29,592)	(28,447)
	PROFIT BEFORE TAX	9,409	8,262	33,329	22,622
	Income tax credit/(expense)	(3,366)	(943)	(7,760)	(3,029)
	NET PROFIT	6,043	7,319	25,569	19,593
	Profit attributable to:				
	Equity holders of the parent	6,043	7,319	25,569	19,594
	Non-controlling interests	-	-	-	(1)
	Profit for the period	6,043	7,319	25,569	19,593
	Other comprehensive income	-	-	-	-
	Total comprehensive income for the period	6,043	7,319	25,569	19,593
	Total comprehensive income for the period attributable to:				
	Equity holders of the parent	6,043	7,319	25,569	19,594
	Non-controlling interests	-	-	-	(1)

The accompanying notes on pages 9 to 28 form an integral part of this condensed consolidated interim financial information.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Condensed consolidated statement of financial position

Note	30 September 2022	31 December 2021
ASSETS		
NON-CURRENT ASSETS		
12	Intangible assets:	
	Goodwill	155,259
	Software	8,977
	License costs	31,576
	Other intangible assets	100,519
	Software under development	9,340
	Total intangible assets	305,671
12	Property, plant and equipment:	
	Land and buildings	4,749
	Network equipment	78,910
	Other property, plant and equipment	14,260
	Construction in progress	19,352
	Total property, plant and equipment	117,271
13	Right of use assets	53,905
14	Capitalized contract costs	14,555
6	Contract assets	761
10	Other investments at FV through other comprehensive income	5,460
11	Interest in joint ventures	6
15	Long-term loans receivable	156
	Deferred tax asset	887
18	Other non-current assets and receivables	5,881
	TOTAL NON-CURRENT ASSETS	504,553
CURRENT ASSETS		
16	Inventory	47,921
6	Contract assets	1,234
19	Financial assets at fair value through profit or loss	5,607
15	Current portion of loans receivable at amortised cost	88
17	Trade accounts receivable at amortised cost	71,251
	Income tax prepayment	1,358
20	Other current assets and prepayments	9,494
	Cash and cash equivalents	84,289
	TOTAL CURRENT ASSETS	221,242
	TOTAL ASSETS	725,795
	698,102	698,102

The accompanying notes on pages 9 to 28 form an integral part of this condensed consolidated interim financial information.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Condensed consolidated statement of financial position (continued)

Note	<u>30 September 2022</u>	<u>31 December 2021</u>
SHAREHOLDERS' EQUITY AND LIABILITIES		
SHAREHOLDERS' EQUITY		
Equity attributable to owners of the parent:		
21	33,585	33,585
21	1,700	1,700
21	(336,653)	(336,653)
	9,213	9,213
	69,658	43,952
	<u>(222,497)</u>	<u>(248,203)</u>
TOTAL SHAREHOLDER'S EQUITY		
NON-CURRENT LIABILITIES		
22	715,610	713,716
23	38,315	49,723
26	13,812	14,779
6	2,133	2,133
	15,489	15,941
25	8,254	6,199
	<u>793,613</u>	<u>802,491</u>
TOTAL NON-CURRENT LIABILITIES		
CURRENT LIABILITIES		
22	7,238	12,748
23	16,543	16,854
24	19,375	16,539
	64,017	54,109
6	11,795	9,714
	974	451
	2,982	3,378
25	31,755	30,021
	<u>154,679</u>	<u>143,814</u>
TOTAL CURRENT LIABILITIES		
TOTAL LIABILITIES		
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		
	<u>725,795</u>	<u>698,102</u>

The accompanying notes on pages 9 to 28 form an integral part of this condensed consolidated interim financial information.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Condensed consolidated statement of changes in equity

	Attributable to equity holders of the Company					Total	Non-controlling interest	Total equity
	Share capital	Share premium	Legal reserve	Reorganization reserve	Retained earnings/ (accumulated deficit)			
31 December 2020	137,485	1,700	9,213	(336,653)	18,987	(169,268)	384	(168,884)
Net profit for the period ended 30 September 2021	-	-	-	-	19,594	19,594	(1)	19,593
Total comprehensive income for the year	-	-	-	-	19,594	19,594	(1)	19,593
Transactions with owners in their capacity as owners								
Decrease in share capital	(103,900)	-	-	-	-	(103,900)	-	(103,900)
Transactions related to Group reorganisation	-	-	-	-	7	7	-	7
Employee share based payment schemes	-	-	-	-	176	176	-	176
Non-controlling interest acquisition	-	-	-	-	383	383	(383)	-
30 September 2021	33,585	1,700	9,213	(336,653)	39,147	(253,008)	-	(253,008)
31 December 2021	33,585	1,700	9,213	(336,653)	43,952	(248,203)	-	(248,203)
Net profit for the period ended 30 September 2022	-	-	-	-	25,569	25,569	-	25,569
Total comprehensive income for the period	-	-	-	-	25,569	25,569	-	25,569
Transactions with owners in their capacity as owners								
Employee share based payment schemes	-	-	-	-	137	137	-	137
30 September 2022	33,585	1,700	9,213	(336,653)	69,658	(222,497)	-	(222,497)

The accompanying notes on pages 9 to 28 form an integral part of this condensed consolidated interim financial information.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Condensed consolidated statement of cash flows

Note	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Cash flows from operating activities				
	9,409	8,262	33,329	22,622
	Adjustments to operating activities:			
12,13	22,478	21,655	65,861	64,735
14	3,200	2,820	9,404	8,515
	149	(470)	274	(21)
	1,451	-	4,186	-
	46	59	137	176
	9,152	9,266	27,401	26,571
Changes in working capital:				
	(1,877)	(744)	(8,823)	(5,666)
	(3,283)	(5,823)	(9,280)	(6,326)
	100	141	1,691	(9)
	1,779	51	2,081	(902)
	1,235	3,835	(12,872)	(12,614)
24	(855)	(48)	1,595	1,149
	-	1,362	-	1,362
	(14,799)	(13,183)	(33,687)	(30,379)
	(3,530)	(867)	(9,678)	(6,251)
	24,655	26,316	71,619	62,962
Cash flows from investing activities:				
9,25,21	(2,390)	(4,021)	(3,578)	(14,803)
	(12,622)	(6,696)	(27,704)	(24,146)
	49	58	164	144
	13	8	34	19
	(14,950)	(10,651)	(31,084)	(38,786)
Cash flows from financing activities:				
	-	(103,899)	-	(103,899)
	-	75,000	-	75,000
	(4,852)	(3,931)	(12,932)	(11,829)
9,22	-	-	(65)	(53)
	(4,852)	(32,830)	(12,997)	(40,781)
	4,853	(17,165)	27,538	(16,605)
	79,436	51,966	56,751	51,406
	84,289	34,801	84,289	34,801

* As at 30 September 2021 the trade receivables and trading inventory were presented net of allowance.

The accompanying notes on pages 9 to 28 form an integral part of this condensed consolidated interim financial information.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Notes to condensed consolidated interim financial information

1. General information

PLT VII Finance S.à r.l. (**'the Company'**) was incorporated on 3 March 2020 in Luxembourg as a private limited liability company (*société à responsabilité limitée*). The registered address of the Company is at 18, rue Dicks, L-1417 Luxembourg, the Grand Duchy of Luxembourg. The Company is registered with the Luxembourg Trade and Companies Register (*Registre de Commerce et des sociétés, Luxembourg*) under number B242945.

Text and terms in **bold** font are defined terms used consistently herein.

The sole shareholder of the Company is PLT VII Holding S.à r.l., registration number B242838, a private limited liability company with registered address at 18 rue Dicks, L-1417 Luxembourg, the Grand Duchy of Luxembourg.

The ultimate parent entity and controlling parties of the Company are Providence Equity Partners VII-A LP and Providence VII Global Holdings LP which are both registered in the Cayman Islands.

The Company is the sole shareholder of PLT VII International S.à r.l. incorporated on 3 March 2020 in Luxembourg as a limited liability company (*société à responsabilité limitée*), with registered address at 18 rue Dicks, L-1417 Luxembourg, the Grand Duchy of Luxembourg. PLT VII International S.à r.l. is registered with the Luxembourg Trade and Companies Register (*Registre de Commerce et des sociétés, Luxembourg*) under number B243024.

In the course of the restructuring, on 30 April 2020 the Company became an ultimate parent to PLT VII Finance B.V. and its direct and indirect subsidiaries, which are held by the Company's direct subsidiary PLT VII International S.à r.l.

On 30 April 2020 PLT VII International S.à r.l. has received the shares and control of PLT VII Finance B.V. as a share capital contribution from the previous shareholder PLT VII Holdco B.V., registration number 65086120, a private limited liability company with registered address at Prins Bernhardplein 200, 1097 JB Amsterdam, the Netherlands (on 25 June 2020 restructured in the way of a merger into PLT VII Baltic Topco S.à r.l.). PLT VII Finance B.V. was incorporated on 18 January 2016 in Amsterdam, the Netherlands as a private company with limited liability. The registered address of the company was at Prins Bernhardplein 200, 1097 JB Amsterdam, the Netherlands. The company was registered with the trade register of the Chamber of Commerce under number 65090551.

The main activities of the Company are holding and finance activities. The Company manages and controls the group of entities in the Baltic States (all together - **'the Group'**), which are engaged in providing Telecommunication (incl. PayTV and Fixed Broadband) as well as Media and Content services. In addition to these primary businesses the Group sells various equipment to support its above-mentioned services to customers.

The Group provides various mobile services to private and business customers through own front-line sales and care channels and own infrastructure companies. The Group mobile business is focused on meeting growing demand in the region for high quality network experience by providing excellent customer service through retail companies that distribute products and services and through real estate companies that are responsible for ownership, management, development and rental of towers and masts. The Fixed Broadband and PayTV include fixed broadband internet services, information and communications technology (**'ICT'**) services and PayTV offering through Home3 satellite platform and Go3 OTT streaming and TV broadcasting service solution.

The Group's Media and Content business operates through TV3 Group and includes freely accessible TV channels (FreeTV), video on demand (**'VOD'**) services, commercial radio, streaming radio, digital advertising, news and entertainment portals, advertising services across own portfolio of media assets as well as through third party channels and digital production and distribution services.

The Group implements strategic initiatives to converge the technologies and services offered by the Group of entities. This strategy results in higher effectiveness and revenue synergies, as well as cross-sell opportunities and additional values to the customer, all of which provide competitive advantages over traditional telecommunication operators.

Acquisitions in 2022

On 1 August 2022 the Group subsidiary Teletower UAB has signed an agreement to acquire Marmast UAB together with its branch in Latvia. Pursuant to the share purchase agreement, the total purchase price is EUR 1,768 thousand. As part of the acquisition the Group has issued EUR 650 thousand loan which was used to repay the debt to former shareholder. Marmast UAB owns towers in Lithuania and Latvia. The transaction costs related to this acquisition amounted to EUR 18 thousand.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Group restructurings in 2022

On 14 April 2022 the Group subsidiary Radio Enterprise SIA was reorganized by the way of merging with Star FM SIA.

On 14 June 2022 the Group subsidiary Bite Broadcasting Services Ltd has been fully dissolved.

The Notes to the condensed consolidated interim financial information provide more information about the structure of the Company and its subsidiaries, the sectors in which it operates and the products it offers.

As of 30 September 2022, the Group consisted of a group of subsidiaries, all of which details are provided below:

Company	Country of incorporation and place of business	Nature of business	Proportion of ordinary shares by the Group (%) 30 September 2022	Proportion of ordinary shares held by the Group (%) 31 December 2021
PLT VII Finance S.à r.l.	Luxembourg	Holding and financing company	100	100
PLT VII International S.à r.l.	Luxembourg	Holding and financing company	100	100
Bitė Lietuva UAB	Lithuania	Mobile telecommunication services provider	100	100
Bite Latvija SIA	Latvia	Mobile telecommunication services provider	100	100
TeleTower UAB	Lithuania	Towers and masts owner and lessor	100	100
TeleTower SIA	Latvia	Towers and masts owner and lessor	100	100
Marmast UAB	Lithuania	Towers and masts owner and lessor	100	-
Bite Broadcasting Services Ltd	United Kingdom	Television programming and broadcast	-	100
Unistars SIA	Latvia	Internet services provider	100	100
All Media Lithuania UAB	Lithuania	Free-TV broadcasting company	100	100
All Media Radijas UAB	Lithuania	Radio broadcasting company	100	100
All Media Digital UAB	Lithuania	Internet advertising provider	100	100
All Media Eesti AS	Estonia	Free-TV broadcasting company	100	100
All Media Digital OÜ	Estonia	Internet advertising provider	100	100
Mediainvest Holding AS	Estonia	Radio broadcasting company	100	100
Buduaar Media OÜ	Estonia	Internet platform provider/ magazine issue	100	100
Artist Media OÜ	Estonia	Audio systems planning and maintenance	100	100
All Media Latvia SIA	Latvia	Free-TV broadcasting company	100	100
Star FM SIA	Latvia	Radio broadcasting company	100	100
Radio Enterprise SIA	Latvia	Radio broadcasting company	-	100
TV Play Baltics AS	Estonia	Satellite television broadcast and PayTV	100	100
Baltcom SIA	Latvia	Internet and data transmission services	100	100
B-Com Holding SIA	Latvia	Holding company	100	100
B-COM Invest SIA	Latvia	Holding company	100	100
Mezon UAB	Lithuania	Internet and IPTV service provider	100	100
Microlines Grupa SIA	Latvia	Holding company	100	100
Microlines SIA	Latvia	TV, internet and telephony services	100	100
Clouds 365 SIA	Latvia	Data processing and hosting activities	100	100
Big Telecom SIA	Latvia	TV and internet services	100	100
Qwerty SIA	Latvia	TV and internet services	100	100
Electrons.lv SIA	Latvia	TV, internet and telephony services	100	100
Elektrons SIA	Latvia	TV services	75	75
Elcom Valka SIA	Latvia	Wired telecommunications activities	100	100

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

2. Basis of preparation and accounting policies

This condensed consolidated interim financial information for the nine months ended 30 September 2022 has been prepared in accordance with International Financial Reporting Standards ('IFRS') as adopted by the European Union (the 'EU') and applicable to interim financial reporting (International Accounting Standards ('IAS') 34 'Interim financial reporting'). This condensed consolidated interim financial information should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2021.

The amendments to IFRSs applicable from 1 January 2022 have no effects to Group financial reports for the nine months period ended 30 September 2022.

This condensed consolidated interim financial information has been prepared under the historical cost convention. The accounting policies and methods of computation applied are consistent with those of the annual consolidated financial statements of the Group for the year ended 31 December 2021, except for taxes on income, which are recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. A separate estimated average annual effective income tax rate is determined for each taxing jurisdiction and applied individually to the interim period pre-tax income of each jurisdiction.

This condensed consolidated interim financial information was approved for issue on 8 November 2022 by the board of directors.

3. Critical accounting estimates and judgements

The preparation of consolidated interim financial information in accordance with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. It also requires management to exercise judgement in the process of applying the Group's accounting policies. The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual consolidated financial statements of the Group for the year ended 31 December 2021.

4. Financial risk management

The Group is exposed to a variety of financial risks: market risk (including foreign currency exchange risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The interim condensed consolidated financial information does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Group annual financial statements as of 31 December 2021. There have been no changes in the Treasury policy and the risk management principles since the year end.

Capital risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and maintain an optimal capital structure to reduce the cost of capital. To maintain or adjust the capital structure, the Group may adjust an amount of dividend paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

On 8 July 2020 PLT VII Finance S.à r.l. as an original borrower entered into a new Super Senior Facility Agreement with a consortium of banks (ING bank N.V., London branch is acting as agent of the other finance parties) to obtain revolving credit facility in amount of EUR 50 million with maturity in April 2025. The revolving credit facility bears interest at an annual rate of three months EURIBOR plus applicable margin, which depends on the Group's Leverage Ratio and can be set in the range from 2% to 3%. As of the date of this condensed consolidated interim financial information the margin rate is 2.75%.

On 16 July 2020 the Company as an original Issuer has issued senior secured notes in amount of EUR 650,000 thousand, with maturity on 5 January 2026. The Senior secured floating rate notes in amount of EUR 250,000 thousand bear interest at an annual rate of three months EURIBOR (subject to a 0% floor) plus margin 4.625%. The interest on the Senior secured floating rate notes is payable quarterly on 15 January, 15 April, 15 July and 15 October of each year. The Senior secured fixed rate notes in amount of EUR 400,000 thousand bear interest at an annual rate of 4.625%; the interest on the Senior secured fixed rate notes is payable semi-annually on 15 January and 15 July of each year. The transaction costs related to the notes issue are amortized to the finance costs over the Notes' term.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

On 16 July 2020 part of the issued senior secured notes were used to fully repay the Group's line of facilities under the Senior Term and Revolving Facilities Agreement with a consortium of banks (ING bank N.V., London branch is acting as agent of the other finance parties). As a consequence, the associated collaterals were lifted.

On 8 July 2021 the Company as an original issuer has issued additional fixed rate senior secured notes with a principal amount of EUR 75,000 thousand and maturity on 5 January 2026. The notes bear interest at an annual rate of 4.625% which is payable semi-annually on 15 January and 15 July of each year.

Under the Super Senior Facility Agreement, the Group is obliged to comply with the Consolidated Secured Leverage Ratio ('**the Consolidated Leverage Ratio**'), calculated as a ratio of the consolidated total net debt and the consolidated earnings before interest, tax, depreciation and amortisation expenses ('**EBITDA**'). The Consolidated Leverage Ratio is calculated and tested on a rolling quarter basis only if the test condition is met, i.e. if the outstanding principal amount of all loans exceeds 35% of total commitment or if Leverage ratio is needed for margin rate review.

The Consolidated Leverage Ratio should not exceed a flat ratio of 8.00:1. As at 30 September 2022 the Group complied with the requirements and did not exceed the Consolidated Leverage Ratio. The Group has the right to 'cure' a breach of the Leverage Ratio covenant by receiving additional shareholder funding in cash ('**the Cure Amount**') within 20 business days after the last day of the relevant period in which the breach would occur without the Cure Amount. Covenants are reviewed by lenders on a regular basis during the term of the senior secured notes and facility. A breach of the Consolidated Leverage Ratio, if not cured by no later than the date falling twenty (20) Business Days after the date of the notice thereof, would enable the holders of the defaulted debt to terminate their commitments thereunder and cause all amounts outstanding with respect to such indebtedness to become due and payable immediately.

The Treasury monitors the compliance with covenants on a regular basis as a breach of these ratios would be a major risk for the Group.

Fair value estimation

During 2022 there were no transfers between levels of the fair value hierarchy used in measuring the fair value of financial instruments and no reclassifications of financial assets.

The different levels of methods used to measure the fair value of the financial instruments (which are recognised and measured at fair value in the statement of financial position) have been defined as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices);
- Level 3 – inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The Group has longstanding arrangements with customer financing entities to transfer them the receivables owed by customers at the time the equipment is sold to customer. The accounts receivables sold to customer financing entities are less than 1 month old at the time of sale and all credit risk on the sold receivables is transferred to the customer financing entities at that time. In these sale transactions certain portions of the price are initially held back and, depending on the amount of the actual defaults, are only paid to the Group at a later date. To the extent that such portions of the purchase price are expected to be received in the future, they are recognized at fair value. Fair value is determined by using valuation techniques. These valuation techniques maximize the use of observable market data and rely as little as possible on the Group specific estimates. Since the significant inputs required to fair value an instrument is observable, the instrument is included in level 2.

The Group's lease receivables for equipment sales with deferred payment terms are discounted at market interest rate to arrive at the amortised cost basis. The fair values of receivables are determined based on cash flows discounted using applicable statistical country's interest rates for loans with a maturity more than 1 year reported by state banks of Lithuania and Latvia. The fair value of lease receivables for equipment sales approximates their carrying value as at 30 September 2022. This is a level 3 fair value measurement.

As at 30 September 2022 the fair value of the senior secured notes is EUR 648,008 thousand (31 December 2021: EUR 722,861 thousand). The carrying value of the borrowings is disclosed in note 22.

On 28 February 2020, the Group has acquired 100% shares of Baltcom SIA together with its 32.12% investment in the shares of Balticom AS, which is classified as an Other investment in the statement of financial position with a gain or loss from the changes in fair value (through annual revaluations performed) recognized in other comprehensive income (note 10). The fair value is determined using level 3 inputs as the company is not listed.

Due to the short-term nature of the trade and other current receivables, trade and other current liabilities, their carrying amount is considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts. There were no changes in the valuation techniques and the sources of inputs used in the fair value measurement since 30 September 2022.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

5. Segment reporting

From 1 November 2021, the Group has introduced a modified segment structure, redistributing the Mobile and the Fixed Broadband and PayTV segment into Telco Lithuania and Telco Latvia segments. These changes were a result of internal reorganizations and acquisitions of assets strengthening Bite's position as an integrated operator in both Lithuania and Latvia. The new structure is aligned with legal entities and management responsibilities. Due to the change in the composition of these reportable segments, the Group has recasted the comparable prior year figures. The Group's performance is therefore now examined based on three reportable business segments:

- Telco Lithuania – the segment includes mobile and fixed telecommunication services and PayTV services provided to customers in Lithuania.
- Telco Latvia – the segment includes mobile and fixed telecommunication services provided to customers in Latvia and PayTV services provided to customers in Latvia and Estonia.
- Media and Content – the segment includes the media operations in Lithuania, Latvia and Estonia, i.e., TV, commercial radio, streaming radio, video on demand, news and entertainment portals advertising services, wholesale and open market OTT services, content production and distribution services.

Information on reportable segments for the three months period ended 30 September 2022:

Three months ended 30 September 2022	Telco Lithuania	Telco Latvia	Media and content	Eliminations and reconciling items	Total
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME					
Internal	12,536	394	4,567	(17,497)	-
External	64,101	43,873	22,610	-	130,584
Revenue	76,637	44,267	27,177	(17,497)	130,584
ADJUSTED EBITDA	23,590	13,298	5,843	(370)	42,361

Information on reportable segments for the nine months period ended 30 September 2022:

Nine months ended 30 September 2022	Telco Lithuania	Telco Latvia	Media and content	Eliminations and reconciling items	Total
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME					
Internal	33,736	1,291	14,308	(49,335)	-
External	186,936	127,395	68,876	-	383,207
Revenue	220,672	128,686	83,184	(49,335)	383,207
ADJUSTED EBITDA	71,544	41,193	17,702	(796)	129,643

Information on reportable segments for the three months period ended 30 September 2021:

Three months ended 30 September 2021	Telco Lithuania	Telco Latvia	Media and content	Eliminations and reconciling items	Total
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME					
Internal	11,417	384	2,079	(13,880)	-
External	56,256	40,374	22,321	-	118,951
Revenue	67,673	40,758	24,400	(13,880)	118,951
ADJUSTED EBITDA	22,551	13,786	4,831	(250)	40,918

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Information on reportable segments for the nine months period ended 30 September 2021:

Nine months ended 30 September 2021	Telco Lithuania	Telco Latvia	Media and content	Eliminations and reconciling items	Total
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME					
Internal	26,858	1,098	12,373	(40,329)	-
External	167,985	120,899	59,903	-	348,787
Revenue	194,843	121,997	72,276	(40,329)	348,787
ADJUSTED EBITDA	65,240	38,786	14,899	(293)	118,632

The reconciling items to reported revenue are as follows:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Total segment revenue	130,584	118,951	383,207	348,787
Reconciling items to reported segment revenue:				
Activation fee and other net cost	(70)	(55)	393	(49)
Total revenue in the statement of profit or loss and other comprehensive income	130,514	118,896	383,600	348,738

The revenue from external parties and expenses included in Adjusted EBITDA as reported to the CODM are measured in a manner consistent with that in the statement of profit or loss and other comprehensive income, except for the activation fees that in internal reporting are classified as reduction of costs but are part of the revenues in the statement of profit or loss and other comprehensive income.

A reconciliation of adjusted EBITDA to reported operating profit is as follows:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Adjusted EBITDA	42,361	40,918	129,643	118,632
Reconciling items to reported operating profit:				
Depreciation and amortization	(22,478)	(21,655)	(65,861)	(64,735)
One-off reconciling items	(557)	(1,062)	(724)	(2,645)
Employee share schemes	(46)	(59)	(137)	(176)
Transaction costs	-	-	-	(7)
Operating profit	19,280	18,142	62,921	51,069

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

6. Revenue

Revenue based on products and services are set out below:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Mobile revenue	61,224	58,015	180,381	169,770
thereof: Post-paid revenue	41,940	40,786	124,868	120,844
thereof: Pre-paid revenue	3,020	3,354	9,340	9,358
Equipment sale revenue	25,269	20,691	69,875	58,986
Media and content revenue	17,693	16,505	54,944	50,720
thereof: FreeTV advertising revenue	15,689	14,701	49,136	45,312
PayTV revenue	16,682	14,552	49,726	42,611
thereof: PayTV subscription revenue	2,395	2,587	7,487	7,969
thereof: OTT revenue	5,976	3,771	16,903	9,918
Fixed broadband revenue	7,504	7,234	22,522	21,690
Lease of towers revenue	588	483	1,753	1,392
Other revenue	1,554	1,416	4,399	3,569
Total revenue	130,514	118,896	383,600	348,738

Revenue from external customers by the location in which the sale or service originated:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Lithuania	74,343	66,845	217,474	194,129
Latvia	48,194	44,212	141,328	131,374
Estonia	7,977	7,839	24,798	23,235
Total revenue	130,514	118,896	383,600	348,738

Contract balances

The Group has recognized the assets and liabilities related to contracts with customers:

	30 September 2022	31 December 2021
Current contract assets	1,234	2,905
Non-current contract assets	761	781
Total contract assets	1,995	3,686
Current contract liabilities	11,795	9,714
Non-current contract assets	2,133	2,133
Total contract liabilities	13,928	11,847

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

7. Other expenses

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
TV other direct costs	(1,128)	(1,626)	(3,951)	(5,046)
Frequency and regulatory authorities' charges	(1,250)	(1,108)	(3,933)	(3,649)
TV technical and operations costs	(1,073)	(890)	(3,171)	(2,518)
Dealer commission costs	(1,098)	(731)	(2,921)	(2,670)
Lease lines costs	(725)	(730)	(2,009)	(2,132)
Mobile number portability and other direct costs	(741)	(591)	(1,791)	(1,796)
Data and internet costs	(542)	(566)	(1,550)	(1,802)
Audit, tax and other consultancy fees	(442)	(452)	(1,356)	(1,448)
SIM cards and related costs	(318)	(100)	(835)	(193)
Corporate events	(467)	(436)	(1,132)	(791)
Billing costs	(373)	(365)	(1,066)	(1,100)
Training and travel costs	(287)	(153)	(792)	(259)
Representation expenses	(284)	(273)	(753)	(407)
Insurance costs	(286)	(281)	(783)	(727)
Other expenses	10	(419)	(820)	(1,190)
Total other expenses	(9,004)	(8,721)	(26,863)	(25,728)

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

8. Finance costs and income

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Finance costs				
Senior secured notes interest expenses	(9,106)	(8,935)	(27,188)	(25,238)
Lease interest expenses	(718)	(614)	(2,190)	(1,876)
Bank interest and related fees	(175)	(150)	(445)	(470)
Long term deferred borrowing cost amortization	(161)	-	(161)	-
Other interest expenses	-	(150)	-	(673)
Deferred payment liability for frequency charges - discounting	(56)	(49)	(145)	(145)
Other finance costs	-	3	-	(80)
Total finance costs	(10,216)	(9,895)	(30,129)	(28,482)
Finance income				
Assets retirement obligation unwinding of the present value discount	81	-	242	-
Interest from financial assets held for cash management	13	-	34	-
Net gain from foreign exchange transactions	248	-	250	-
Other finance income	3	15	11	35
Total finance income	345	15	537	35
Total finance costs and income	(9,871)	(9,880)	(29,592)	(28,447)

The Group is charged with a commitment fee to maintain the facility availability. The commitment fee is calculated at the rate of 30% of the applicable margin on the un-drawn part of the respective facility. The amortization of the commitment fee is only due after the credit withdrawal date. As at 30 September 2022 the commitment fee amortization costs amounted EUR 161 thousand. The unamortized part of long term deferred borrowing cost amounting to EUR 589 thousand is included into a line item 'Other non-current assets and receivables' in the statement of financial position (note 18).

9. Investment in subsidiaries

During the nine months ended 30 September 2022 All Media Lithuania UAB has paid EUR 893 thousand for All Media Digital UAB shares, acquired in 2018, Star FM SIA has paid EUR 125 thousand for Radio Enterprise SIA shares, acquired in 2021, and Baltcom SIA has paid EUR 170 thousand for Microlines Grupa SIA, acquired in 2021.

Acquisitions in 2022

Marmast

On 1 August 2022 the Group subsidiary Teletower UAB has signed an agreement to acquire Marmast UAB together with its branch in Latvia. Pursuant to the share purchase agreement, the total purchase price is EUR 1,768 thousand. As part of the acquisition the Group has issued EUR 650 thousand loan which was used to repay the debt to former shareholder. Marmast UAB owns towers in Lithuania and Latvia. The transaction costs related to this acquisition amounted to EUR 18 thousand.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Details of Net Assets Acquired and provisional goodwill, which was fully allocated to tangible fixed assets, are as follows:

Purchase price consideration of investment by Teletower UAB	1,768
Transaction costs	18
Less: Fair value of identifiable net assets in acquired Marmast	(43)
Increase in provisional goodwill	1,743

Provisional fair value of the assets acquired, the liabilities assumed as a result of the acquisition are as follows:

	Fair value
Tangible assets	619
Trade and other receivables	80
Cash and cash equivalents	36
Borrowings	(650)
Trade payables	(27)
Other liabilities	(15)
Net identifiable assets acquired	43

Outflow of cash to acquire Marmast, net of cash acquired:

Purchase consideration, settled in cash*	1,759
Loan issued to Marmast	650
Transaction costs	18
Less: cash and cash equivalents acquired	(36)
Net cash outflow on acquisition	2,391

* the residual part of purchase price was settled in October 2022.

The provisional goodwill is attributable to the acquired tangible fixed assets (towers).

There have been no acquisition-related costs to be included in the consolidated statement of comprehensive income, all transaction costs were allocated to the value of tangible fixed assets acquired.

10. Other investments

Company	Country of incorporation and place of business	Nature of relationship	Measurement method	Proportion of ordinary shares held by the Group (%)	Nature of business	Carrying amount as of 30 September 2022	Carrying amount as of 31 December 2021
Balticom AS	Latvia	Equity instrument	Fair value through other comprehensive income ('FVOCI')	32.12	Mobile telecommunication services provider	5,460	5,460

The other investment is classified and measured as an equity instrument designated at FVOCI as per requirements of IFRS 9. Further details on the fair value and management judgements provided in note 3. As at 30 September 2022 the fair value of the other investment amounted to EUR 5,460 thousand (2021: EUR 5,460 thousand).

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

11. Interest in joint ventures

Set out below is joint venture of the Group. The entity listed below has share capital consisting solely of ordinary shares, which are held by Bitė Lietuva UAB. The country of incorporation or registration is also the principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Company	Country of incorporation and place of business	Nature of relationship	Measurement method	Proportion of ordinary shares held by the Group (%)	Nature of business	Carrying amount as of 30 September 2022	Carrying amount as of 31 December 2021
Numerio Perkėlimas Vėj	Lithuania	Joint venture	Equity method	25.00	Number portability process administration	6	6

The joint venture is jointly controlled by three mobile operators in Lithuania.

12. Capital expenditures

	Property, plant and equipment	Intangible assets
Opening net book amount 31 December 2021	109,707	318,598
Assets acquired as part of acquisition of Marmast	619	-
Additions	34,902	11,864
Disposals and write-offs	(196)	-
Transfers	(1,099)	1,099
Depreciation and amortisation	(26,662)	(25,890)
Closing net book amount 30 September 2022	117,271	305,671

13. Right of use assets

	Right of use assets
COST:	
31 December 2021	119,855
Additions and remeasurements	961
Write-offs	(9)
30 September 2022	120,807
ACCUMULATED DEPRECIATION:	
31 December 2021	(53,600)
Charge for the period	(13,309)
Write-offs	7
30 September 2022	(66,902)
NET BOOK VALUE 30 September 2022	53,905

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

14. Capitalized contract costs

As at 30 September 2022, the capitalized contract costs amounted to EUR 14,555 thousand (31 December 2021: EUR 13,843 thousand) and consisted of EUR 6,309 thousand (31 December 2021: EUR 5,675 thousand) capitalized bonuses paid to employees for signing new or extending contracts, EUR 4,758 thousand (31 December 2021: EUR 3,405 thousand) capitalized commissions paid to external parties for signing MBB/voice rate plans for Bite and EUR 3,488 thousand (31 December 2021: EUR 4,763 thousand) capitalized costs to obtain the contract for PayTV, mainly associated with STB boxes, installation costs, etc.

Capitalized contract costs amortization expenses are classified separately from depreciation and amortisation expense in the statement of profit or loss and other comprehensive income and amounted EUR 3,200 thousand in the three months and EUR 9,404 in the nine months ended 30 September 2022 (in the three months ended 30 September 2021: EUR 2,820 thousand; nine months ended 30 September 2021: EUR 8,515 thousand).

15. Loans granted

	30 September 2022	31 December 2021
Intercompany loan (note 27)	159	155
Other loans	85	62
Outstanding balance at the end of the period	244	217
Less: current portion	(88)	(62)
Total long-term loans	156	155

16. Inventory

	30 September 2022	31 December 2021
Programming rights	26,439	19,253
Equipment	12,815	11,168
IoT and related goods	4,458	4,722
Prepaid products, accessories and other goods	4,656	3,945
	48,368	39,088
Less: loss allowance on slow moving inventory	(447)	(240)
Total inventory	47,921	38,848

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

17. Trade receivables

	30 September 2022	31 December 2021
Gross trade accounts receivable	84,968	77,349
Allowance for uncollectible accounts	(10,371)	(9,886)
Trade accounts receivable, net	74,597	67,463
Less: non-current portion	(3,346)	(3,346)
Current portion of trade accounts receivable, net	71,251	64,117

Movements on the allowance for impairment of trade receivables are as follows:

Beginning balance as at 1 January 2021	6,941
Loss allowance	4,595
Sold amounts and amounts written-off	(1,650)
Closing balance as at 31 December 2021	9,886
Loss allowance	3,979
Sold amounts and amounts written-off	(3,494)
Closing balance as at 30 September 2022	10,371

The Group applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for trade and other receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of sales over 2018-2020 years and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables.

18. Other non-current assets and receivables

Other non-current assets and receivables comprise of:

	30 September 2022	31 December 2021
Non-current part of trade receivables for equipment	3,346	3,346
Long term deferred borrowing costs (note 8)	589	750
Acquired non-current part of dividend receivable from other investments	225	225
Acquired non-current part of advance payments for lease of cable network	173	173
Other non-current prepayments and assets	1,548	938
Total	5,881	5,432

The Group offers to customers instalment payments for equipment purchase over a period. As of 30 September 2022, outstanding trade receivables from such equipment sales totals EUR 9,741 thousand (31 December 2021: EUR 8,731 thousand). The current portion of receivables from the sales amounts to EUR 6,395 thousand (31 December 2021: EUR 5,385 thousand) and is included into a line item 'Trade accounts receivable' in the statement of financial position.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

19. Financial assets at fair value through profit or loss

There are longstanding arrangements between the Group and customer financing entities for the receivables owed by customers to be transferred to the customer financing entities at the time the equipment is sold to the customer. Consistent with this arrangement the Group has been selling the full portfolio of not-due accounts receivable from the residential customers for equipment bought in instalments to customer financing entities at regular intervals, rather than at the time of sale. The accounts receivables sold to customer financing entities are less than 1 month old at the time of sale and all credit risk on the sold receivables is transferred to the customer financing entities at that time. The Group has classified these receivables as financial assets at fair value through profit or loss and the balance as at 30 September 2022 amounted to EUR 5,607 thousand (31 December 2021: EUR 7,420 thousand).

20. Other current assets and prepayments

The current portion of the other assets and prepayments is specified below:

	30 September 2022	31 December 2021
Accrued income	761	453
Current part of PayTV prepaid expenses	647	294
Other prepayments and deferred expenses	6,884	4,232
Other current assets	1,203	1,601
Total	9,495	6,580

21. Equity

Share capital

PLT VII Finance S.à r.l. was incorporated on 3 March 2020 in Luxembourg as a private limited liability company (société à responsabilité limitée) with the issued share capital set at EUR 12 thousand, divided into 12,000 ordinary shares each with a nominal value of EUR 1. The share capital was subscribed and fully paid up by the sole shareholder PLT VII Holding S.à r.l. Pursuant to the Articles of the Company, the authorised share capital (including the authorised unissued share capital and the issued share capital) amounts to EUR 500,000 thousand.

On 30 April 2020 the issued share capital of the Company was increased by an amount of EUR 351,478 thousand from EUR 12 thousand to EUR 351,490 thousand by issue of 351,477,997 new shares with a nominal value of EUR 1 each. The increase in share capital was subscribed and fully paid up by the sole shareholder PLT VII Holding S.à r.l. by contribution in kind of 148,250,000 PLT VII Finance B.V. shares with a nominal value of EUR 0.10 cents each.

On 16 July 2020 the issued share capital of the Company was decreased by an amount of EUR 214,005 thousand from EUR 351,490 thousand to EUR 137,485 thousand by cancelation of 214,005,442 ordinary shares at par value of EUR 1 each. The share capital repayment to the sole shareholder PLT VII Holding S. à r.l. was partially financed from the issued senior secured notes.

On 17 July 2020 the sole shareholder of the Company has carried out a share capital contribution in amount of EUR 1,700 thousand without an issue of shares to the freely distributable account of the Company. The share capital increase was allocated to the share premium in the Company's statement of financial position.

On 9 July 2021 the issued share capital of the Company was decreased by an amount of EUR 103,899 thousand from EUR 137,485 thousand to EUR 33,585 thousand by cancelation of 103,899,445 ordinary shares at par value of EUR 1 each. The share capital repayment to the sole shareholder PLT VII Holding S. à r.l. was financed from cash generation and issued senior secured notes.

As of 30 September 2022, the share capital of PLT VII Finance S.à r.l. amounts to EUR 33,585 thousand (31 December 2021: EUR 33,585 thousand) and consists of 33,585,110 fully paid ordinary shares at par value of EUR 1 each. The share premium of the Company amounts to EUR 1,700 thousand.

Non-controlling interest

On 29 March 2021 All Media Eesti AS acquired from the minority shareholder the remaining 10% of the issued share capital in Artist Media OÜ for an amount of EUR 231 thousand. The shares were fully paid on 29 March 2021.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Reorganization reserve

In the course of the Group's restructuring, on 30 April 2020 the Company became an ultimate parent of PLT VII Finance B.V. and PLTF Group. The transaction was accounted for as a legal reorganization of the Company by PLT VII Finance B.V., therefore this condensed consolidated interim financial information is presented using the values from the consolidated financial statements of the previous holding company. The reorganization reserve was formed due to the elimination of the share capital of PLT VII Finance B.V. (EUR 14,825 thousand) and Company's investment in PLTF Group. Since the shareholders of PLT VII Finance S.à r.l. became the ultimate shareholders of PLT VII Finance B.V. and PLTF Group through contribution in kind as described above, the combination is accounted for as though there is a continuation of the legal subsidiary's financial information.

22. Borrowings

	30 September 2022	31 December 2021
Senior secured notes ⁽¹⁾	722,753	726,301
Revolving credit facilities ⁽²⁾	95	97
Other financing arrangements	-	66
Outstanding balance at the end of period	722,848	726,464

(1) As of 30 September 2022, the carrying amount of senior secured notes includes accrued interest of EUR 7,143 thousand and an unamortised arrangement fee (adjusted by the premium) of EUR 9,390 thousand.

(2) As of 30 September 2022, the carrying amount of revolving credit facilities included accrued fees of EUR 95 thousand.

The contractual maturity of the borrowings was as follows:

	30 September 2022	31 December 2021
Not later than 1 year	7,238	12,748
Later than 1 year but not later than 5 years	-	50
Later than 5 years	715,610	713,666
Outstanding balance at the end of period	722,848	726,464
Less: current portion	(7,238)	(12,748)
Total non-current borrowings	715,610	713,716

Super Senior Facility Agreement

On 8 July 2020 PLT VII Finance S.à r.l. as an original borrower entered into a new Super Senior Facility Agreement with a consortium of banks (ING bank N.V., London branch is acting as agent of the other finance parties) to obtain revolving credit facility in amount of EUR 50 million with maturity in April 2025. The revolving credit facility bears interest at an annual rate of three months EURIBOR plus applicable margin, which depends on the Group's Leverage Ratio and can be set in the range from 2% to 3%. As of the date of this condensed consolidated interim financial information the margin rate is 2.75%.

Senior Secured Notes

On 16 July 2020 the Company as an original Issuer has issued senior secured notes in amount of EUR 650,000 thousand, with maturity on 5 January 2026. The Senior secured floating rate notes in amount of EUR 250,000 thousand bear interest at an annual rate of three months EURIBOR (subject to a 0% floor) plus margin 4.625%. The interest on the Senior secured floating rate notes is payable quarterly on 15 January, 15 April, 15 July and 15 October of each year. The Senior secured fixed rate notes in amount of EUR 400,000 thousand bear interest at an annual rate of 4.625%; the interest on the Senior secured fixed rate notes is payable semi-annually on 15 January and 15 July of each year.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Additional senior secured notes

On 8 July 2021 the Company as an original issuer has issued additional fixed rate senior secured notes with a principal amount of EUR 75,000 thousand and maturity on 5 January 2026. The notes bear interest at an annual rate of 4.625% which is payable semi-annually on 15 January and 15 July of each year.

The transaction costs related to senior secured notes issue amount to EUR 14,694 thousand (as adjusted by the premium related to additional senior secured notes) and are amortized to the finance costs over the notes' term.

Collaterals

The obligations of the Group under the senior secured notes issue were secured with the following first-ranking collaterals:

- Pledge over the shares of PLT VII International S. à r.l., Bitė Lietuva UAB, Teletower UAB, All Media Lithuania UAB, Bite Latvija SIA, All Media Latvia SIA, Teletower SIA, TV Play Baltics AS;
- Pledge over the existing and future funds in material bank accounts of PLT VII Finance S.à r.l., PLT VII International S.à r.l., Bitė Lietuva UAB, Teletower UAB, All Media Lithuania UAB, TV Play Baltics AS;
- Pledge over the existing and future claims in respect of material intragroup loans owing by PLT Group to the PLT VII Finance S.à r.l., PLT VII International S.à r.l., Bitė Lietuva UAB, Teletower UAB, All Media Lithuania UAB, Bite Latvija SIA, Teletower SIA, All Media Latvia SIA, TV Play Baltics AS.

23. Lease liabilities

The contractual maturity of lease liabilities are as follows:

	30 September 2022	31 December 2021
Not later than 1 year	16,543	16,854
Later than 1 year but not later than 5 years	34,267	45,953
Later than 5 years	4,048	3,770
Outstanding balance at the end of period	54,858	66,577
Less: current portion	(16,543)	(16,854)
Total non-current lease liabilities	38,315	49,723

24. Supplier financing arrangement

From 1 December 2020 the Group is using a supplier financing arrangement with the financial institution which offers to a supplier of the Group an option to receive earlier payment of the Group's accounts payable. The Group does not provide any additional collateral or guarantee to the financial institution. As at 30 September 2022, the supplier financing arrangement limit was fully used by the Group and the payable under the supplier financing arrangement amounted to EUR 19,375 thousand (31 December 2021: EUR 16,539 thousand), including the accrued commission fees and interest.

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

25. Non-current and current liabilities and accrued expenses

Other non-current liabilities comprise of:

	30 September 2022	31 December 2021
Deferred payment liabilities for frequency charges	6,640	4,013
Contingent consideration for business combinations	265	1,206
Other non-current liabilities	1,349	980
Total	8,254	6,199

The non-current part of contingent consideration in amount of EUR 265 thousand (2021: EUR 1,206 thousand) relates to the acquisition of All Media Digital UAB.

On 11 July 2016, Bitė Lietuva UAB has received a right to use 900-1800 MHz bands until year 2032 for a fee in the amount of EUR 10,100 thousand. The initial payment is equal to 20% of the fee and was paid on 7 March 2016, with the remaining portion of the fee payable spread proportionally over 15 years.

On 19 August 2022, Bitė Lietuva UAB has received a right to use 3600-3700 MHz bands until year 2042 for a fee in the amount of EUR 3,000 thousand. The initial payment is equal to 30% of the fee and was paid on 30 August 2022, with the remaining portion of the fee payable spread proportionally over 20 years.

On 12 September 2022, Bitė Lietuva UAB has received a right to use 723-728 MHz and 778-783 MHz bands until year 2042 for a fee in the amount of EUR 3,000 thousand. The initial payment is equal to 30% of the fee and was paid on 26 September 2022, with the remaining portion of the fee payable spread proportionally over 20 years.

As payments of the consideration for the bands above are deferred beyond normal credit terms (i.e. was not initially paid in full), the assets have been recognised at the equivalent of cash paid, and the difference between these amounts and the amounts to be paid over time will be recognised as interest expense during the period of the credit.

Deferred payment liabilities related to frequency charges as described above are as follows:

	30 September 2022	31 December 2021
Not later than 1 year	573	363
Later than 1 year but not later than 5 years	2,011	1,606
Later than 5 years	4,629	2,407
Outstanding balance at the end of year	7,213	4,376
Less: current portion	(573)	(363)
Total non-current liability	6,640	4,013

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

The current accrued expenses and other liabilities comprise of the following:

	30 September 2022	31 December 2021
Salaries, bonuses and related social security tax payable	9,537	8,541
Vacation reserve	4,979	5,201
Contingent consideration payable for shares (note 9)	2,050	968
Current liabilities	206	465
Deferred purchase price payable for business combinations (note 9)	-	1,344
Other accrued expenses	7,754	6,184
Other taxes payable	7,229	7,318
Total	31,755	30,021

As at 30 September 2022 the Group contingent consideration payable for shares related to acquisition in Star FM SIA in 2021 is fully paid (note 9) and the contingent consideration payable for shares related to acquisition of All Media Digital UAB amounts to EUR 941 thousand; the deferred purchase price payable for shares of acquired Microlines Group amounts to EUR 1,109 thousand (note 9).

26. Provisions

	30 September 2022	31 December 2021
Asset retirement obligation	12,913	13,159
Provisions for legal claims	899	1,620
Total	13,812	14,779

The provisions for legal claims comprise of the amount provided for claim relating to copyrights usage as per the claim received from Estonian copyright protection body. The maximum potential of liability was accrued in All Media Eesti AS based on the expected outcome. The provision for legal claims was formed also in TV Play Baltics AS for the dispute regarding the channel distribution and in All Media Lithuania UAB in relation to termination of office premises rental agreements.

27. Transactions with related parties

On 30 April 2020 the issued share capital of the Company was increased and fully paid up by the sole shareholder PLT VII Holding S.à r.l. by contribution in kind of 148,250,000 PLT VII Finance B.V. shares with a nominal value of EUR 0.10 cents each (note 21). Simultaneously, on 30 April 2020 the Company has subscribed to share capital increase in subsidiary PLT VII International S.à r.l. which was paid up by contribution in kind of the same PLT VII Finance B.V. shares.

Consequently, on 30 April 2020 PLT VII International S.à r.l. has received the shares and control of PLT VII Finance B.V. as share capital contribution from the previous shareholder PLT VII Holdco B.V., a private limited liability company with registered address at Prins Bernhardplein 200, 1097 JB Amsterdam, the Netherlands, registration number 65086120 (on 25 June 2020 restructured in the way of a merger into PLT VII Baltic Topco S.à r.l.).

On 16 July 2020 the issued share capital of the Company was decreased by the sole shareholder PLT VII Holding S.à r.l. in amount of EUR 214,005 thousand by cancelation of 214,005,442 ordinary shares at par value of EUR 1 each (note 21).

On 17 July 2020 the sole shareholder of the Company has carried out a share capital contribution in amount of EUR 1,700 thousand without an issue of shares to the freely distributable account of the Company. The share capital increase was allocated to the share premium in the Company's statement of financial position (note 21). The funds were used to issue an intercompany loan to Group subsidiary.

On 9 July 2021 the issued share capital of the Company was decreased by the sole shareholder PLT VII Holding S.à r.l. in amount of EUR 103,899 thousand by cancelation of 103,899,445 ordinary shares at par value of EUR 1 each (note 21).

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

The ultimate parent entity and controlling parties of the Company are Providence Equity Partners VII-A LP and Providence VII Global Holdings LP which are both registered in the Cayman Islands.

In 2016-2020 Bite Finance International B.V. granted loans to PLT VII Holdco B.V. (on 25 June 2020 restructured in the way of a merger into PLT VII Baltic Topco S.à r.l.) in the total amount of EUR 131 thousand. The loans amounting to EUR 131 thousand remain outstanding in PLT VII International S.à r.l. as of 30 September 2022 (31 December 2021: EUR 131 thousand). The loan matures on 14 February 2024 and bears interest at an annual rate of three months EURIBOR plus margin 4.25%. On 16 February 2021 the amendment to loan agreement was signed by both parties to extend the maturity date for EUR 131 thousand loan to 14 February 2024.

The following material transactions were carried out with related parties:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Interest income from PLT VII Baltic Topco S.à r.l.	1	-	4	4
Total	1	-	4	4

The receivables from related parties:

	30 September 2022	31 December 2021
Loan granted to PLT VII Baltic Topco S.à r.l. (note 15)	131	131
Interest receivable from PLT VII Baltic Topco S.à r.l. (note 15)	28	24
Total	159	155

28. Key management compensation

Following management change in 2022 the Group has revised the list of the key management of the Group, which starting from 1 July 2022 are:

- The Supervisory Council members;
- The Group Chief Executive Officer ('the Group CEO'),
- The Chief Executive Officer ('the CEO') in Bitė Lietuva UAB and CEO in Bite Latvija SIA;
- The Chief Technology Officer ('the CTO'), the Chief Financial Officer ('the CFO'), from 1 July also the Marketing Director in Bitė Lietuva UAB and the Group Sales Director;
- TV3 Group CEO and CFO.

Remuneration (salaries, bonuses and other compensations) to respective management in respect of their work performed for the Group is shown below:

	Three months ended 30 September 2022	Three months ended 30 September 2021	Nine months ended 30 September 2022	Nine months ended 30 September 2021
Remuneration	739	414	1,658	1,267
Bonuses	278	316	993	952
Social security contributions	71	16	123	65
Total	1,088	746	2,774	2,284

The outstanding payable balances to respective management in respect of their work performed to the Group were EUR 907 thousand as of 30 September 2022 (30 September 2021: EUR 1,022 thousand).

PLT VII FINANCE S.à r.l.

Condensed consolidated interim financial information for the nine months ended 30 September 2022
(unaudited, all amounts in thousands EUR unless otherwise stated)

Transactions with key management other than compensation

The Group key management is minority shareholder of PLT VII Baltic Topco S.à r.l., holding 10% of total share capital of this entity. Shares were acquired at the market price.

29. Seasonality of business and significant transactions

The Group's mobile business is not highly seasonal, however the summer months and December are considered as the peak trading periods. The increase in trade during the summer months relates to the higher level of travelling and people on the move, which is reflected in higher usage of mobile technology and in particular – roaming. The traffic volume similarly increases in December due to the festive period.

FreeTV advertising business is significantly influenced by seasonality. In January/ February and during the summer months (July/ August), advertising sales are the lowest within the year, mainly due to lower domestic consumption. In spring (March to May, or around Easter) and fall season up until Christmas (September to December), advertising sales are the highest, peaking in November/ December. This relates to increased demand for TV advertising due to high PUT (people using TV) level, strong TV program schedule and increased domestic consumption, especially in the periods before Easter and Christmas.

Seasonality impact on PayTV is minor.

30. Events occurring after the reporting period

As a core part of business the Group also acquired the spectrum which was used by Lietuvos radijo ir televizijos centras AB in Mezon business, following the approval received from the Lithuanian Competition Council as well as Communications Regulatory Authority. On 1 December 2020, Telia Lietuva AB has filed the complaint disputing the decision of the Communications Regulatory Authority to allow the acquisition of spectrum. On 16 June 2021 Vilnius District Administrative Court has fully rejected Telia Lietuva AB claim. On 16 July 2021 Telia Lietuva AB has filed an appeal to the Supreme Administrative Court, which was fully rejected as well on 19 October 2022. This is the final decision of the court, therefore the decision of the Communications Regulatory Authority to allow the acquisition of spectrum remains in place.

In October 2022 PLT VII Finance S.à r.l. distributed dividends of EUR 70 million, which were financed from own funds of the Group.

There were no other significant events occurring after the reporting period that would influence the economic decisions of the users of these condensed interim financial information.

31. Additional information

End of February 2022 the Russian Federation has announced a military operation in Ukraine. Soon the conflict has evolved into an aggressive invasion which was condemned by the World. The economic and financial sanctions were imposed on Russian regime. Simultaneously the Group has taken immediate actions related to its media and content operations in the Baltics. All cooperation with banned Russian channels is stopped, Russian content is being removed from own channels. Acquisitions of any Russian content is being reconsidered. Also, some advertising campaigns that could be related to Russian based capital on own platforms including TV, digital and radio, are removed. It is important to note that it does not conclude major part of overall advertising or media business operations. However, given current situation it is not possible to predict with any degree of certainty the impact of all this uncertainty on the future operations of the Group.