



Prepared by M-Finance

**MILVAS UAB  
INDEPENDENT AUDITOR'S REPORT  
THE FINANCIAL STATEMENTS HAVE BEEN PREPARED IN ACCORDANCE  
WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS AS  
ADOPTED FOR USE  
IN THE EUROPEAN UNION AND MANAGEMENT  
REPORT AS AT 31 DECEMBER 2024**

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# Milvas UAB Management Report 2024

## 1. Objective overview of the company's condition, performance and development, a description of the main types of risks and uncertainties faced by the company.

Milvas UAB, company code 304955295 (hereinafter referred to as the "Management Company") is a private limited liability company registered with the State Enterprise Centre of Registers on 20 November 2018.

### As of 31 December 2024, the shareholders of the Management Company were:

Tautvydas Marčiulaitis, who owns 25% of the shares,  
Igor Pancerevas, who owns 25% of the shares,  
Dinas Petrikas, who owns 25% of the shares,  
Tomas Padroštis, who owns 25% of the shares.

**Shares:** As of 31 December 2024, the authorised capital amounted to EUR 22,000 divided into 22,000 ordinary registered shares with a nominal value of EUR 1.

### The scope of the company's activities:

The principal activities of the Management Company are the management of collective investment undertakings (hereinafter referred to as "CIUs") intended for informed investors and other economic and commercial activities, provided that such activities are not contrary to the legislation of the Republic of Lithuania.

### Overview of performance and development:

#### Investment funds

As of 31 December 2024, Milvas UAB managed two investment funds.

CIU type	Name	NAV (Euro)
CIUIII	Baltic Corporate Bond Fund	54,151,032
CIUIII	Equity and Options Trading Fund	1,887,740

#### Management fee

Clients of the Management Company's open-ended investment fund for informed investors Baltic Corporate Bond Fund are subject to a monthly asset management fee of 0.1165% of the fund's NAV for the relevant month.

Clients of the Equity and Options Trading Fund, the management company's open-ended investment fund for informed investors, are charged a monthly asset management fee of 0.125% of the fund's NAV for the relevant month.

Milvas UAB income from fund distribution and management activities in 2024 amounted to EUR 680,308.

The management company was profitable:

- In 2024, it made a profit of EUR 186,217;
- In 2023, it made a profit of EUR 92,542;

Operating expenses (operating costs) were:

- In 2024 – EUR 246,426;
- In 2023 – EUR 152,035.

## Milvas UAB Management Report 2024

Items	2024	2023
Total assets:	472,766	186,420
Equity capital	212,863	117,506
* including authorised (subscribed) capital	22,000	22,000
Net income	187,357	92,542
Income from fund management	680,308	354,127

**2. Information on the analysis of financial and non-financial performance, on environmental issues, with a focus on climate action, on personnel, on the fight against corruption and bribery, with a specific focus on the bribery of foreign officials in international business transactions, and, where appropriate, on the references to the data presented in the annual accounts and additional explanatory notes to those data.**

**Financial and non-financial performance:** During 2024, the Management Company has been successful in its operations and has grown its business volume. During the year, the assets under management of the Management Company grew by 75%, the number of participants increased by 35%, the company's income from asset management doubled, the company was profitable and cash flow was positive. The number of employees in the company increased by two persons over 2024. In the last quarter of 2024, the company signed a contract with an external IT security company for the audit and maintenance of the company's IT infrastructure.

**Environmental:** The Management Company will adopt and implement the ESG Guidelines once their application in practice in Lithuania has been approved by the Lithuanian Banking Association with commercial banks.

**Head of the Management Company:** As of 31 December 2024, Igorius Pancerevas, Director of the Management Company.

**3. The number and nominal value of all the company's own shares acquired and held and the proportion of the authorised capital represented by those shares.**

N/A.

**4. The number and nominal value of treasury shares acquired and held by the company during the period and the proportion of the authorised capital represented by those shares.**

N/A.

**5. Information on the payment for own shares if they are acquired or transferred for consideration.**

N/A.

**6. Reasons for acquiring own shares in the company during the period.**

N/A.

**7. Information about the company's branches and representative offices.**

The company has no representative offices or branches.

**8. Information on significant events after the end of the financial year.**

There were no significant events after the end of the financial year.

# Milvas UAB Management Report 2024

## 9. Plans and forecasts for the Company's activities in 2025.

Milvas UAB manages the Baltic Corporate Bond Fund and the Equity and Options Trading Fund for informed investors. During the year, the assets under management of Milvas UAB grew significantly and EUR 23.3 million of new investments were attracted into the funds under management.

In view of the growing business volumes and assets under management, as well as future development plans, the focus during 2025 will continue to be on operational efficiency and enhancing risk control mechanisms. It is also planned to establish at least one new fund.

During 2025, we plan to continue to work with various Lithuanian and EU institutions to develop the Lithuanian and Baltic debt capital markets. The company will aim to attract more investments in the funds under management. There will be more work with institutional investors and a broader range of international partners.

## 10. Information on the company's R&D activities.

N/A.

## 11. The company's financial risk management objectives, the hedging instruments used to hedge the major classes of forecast transactions for which hedge accounting is applied, and the company's exposure to price risk, credit risk, liquidity risk and cash flow risk.

In the course of its day-to-day activities, the Management Company is exposed to a variety of risks, the main ones being credit risk, operational risk, market risk (which consists of security price risk, interest rate risk and foreign exchange risk) and liquidity risk.

**Credit risk** is the risk that a counterparty will not be able to meet its obligations to the Management Company in a timely and proper manner. In managing this risk, the Management Company seeks to select only counterparties whose credibility is beyond doubt and whose transaction amount should not exceed credit risk limits. The Management Company's liquid funds may be invested in securities whose issuer's credit rating is at least equal to the Republic of Lithuania's long-term foreign borrowing rating at the time of investment.

**Operational risk** is the risk of direct and/or indirect losses due to inadequate or unimplemented internal control procedures, inadequately secured or malfunctioning information technology, staff misconduct or external causes. This risk is addressed through the introduction of new information technologies related to data security, the adoption of appropriate staff job descriptions and internal control processes and procedures.

## 12. The company's financial risk management objectives, the hedging instruments used to hedge the major classes of forecast transactions for which hedge accounting is applied, and the company's exposure to price risk, credit risk, liquidity risk and cash flow risk (continued)

**Market risk** is the potential for losses due to changes in equity prices, interest rates and exchange rates. To avoid these risks, the Management Company's liquid funds may not be invested in equity securities, except in funds established by the Management Company.

## Milvas UAB Management Report 2024

**Interest rate risk** is a situation where the Management Company does not have any borrowings and therefore there is no interest rate risk arising from the different timing of the conversion of the interest on the asset and the liability. Accordingly, the Management Company did not have any financial instruments in place to manage the risk of interest rate fluctuations. In order to manage interest rate risk, the Management Company aims to enter into lending/deposit transactions with a maximum maturity of 3 years or to acquire debt securities with a maximum maturity of 3 years.

**Exchange rate risk** is the potential for losses due to adverse movements in exchange rates. The Management Company transacts only in Euro. All of the Management Company's income is generated in Euro. For these reasons, the Management Company is not exposed to significant risks of changes in exchange rates.

**Liquidity risk** is the risk that the lack of funds to meet financial commitments will require the sale of the Management Company's assets on unfavourable terms. To this end, the Management Company shall at all times maintain a sufficient cash reserve to ensure full and timely provision of its liabilities at all times.

**13. Information on other leading positions held by the manager, members of the management board, members of the supervisory board of a joint stock company and a private limited liability company (manager of a legal entity (legal form, name, code, registered office/address), member of the management body or member of the supervisory body of a legal entity (legal form, name, code, registered office/address), and the most important information on their main place of employment (position, legal form of the legal entity, name, code, registered office/address)).**

Management and members of the Board hold the following management positions in other institutions:

- Igorius Pancerevas: 100% shareholder and Director of Ambriv UAB.
- Tautvydas Marčiulaitis – a board member of the Vilnius Jesuit High School Endowment.

# Independent auditor's report on the audit of annual financial statements

To the shareholders of Milvas UAB

## Opinion

We have conducted the audit of the financial statements of Milvas UAB (hereinafter – the Company), comprising the consolidated financial statements as at 31 December 2024 and the statement of profit or loss and other comprehensive income, the cash flow statement and the statement of changes in equity for the year then ended, explanatory note, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the Company's financial position as at 31 December 2024, and the financial results and cash flows for the year then ended prepared in accordance with the international financial reporting standards as adopted by the European Union.

## Basis of the opinion

We have conducted the audit in accordance with the International Standards on Auditing (ISA). Our responsibility under these Standards is described in detail in section "Auditor's responsibility for the audit of financial statements" of the present Report. According to the International Code of Ethics for Professional Accountants (including International Independence Standards) developed by the International Ethics Standards Board for Accountants (hereinafter – the IESBA Code) and the requirements of the Republic of Lithuania Law on Audit of Financial Statements and Other Assurance Services related to auditing in the Republic of Lithuania, we act independently of the Company. We also adhere to other ethics requirements related to the Republic of Lithuania Law on the Audit of Financial Statements and Other Assurance Services, and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Other information

Other information includes information provided in the Company's management report, but does not include the financial statements and our auditor's report thereon. The provision of other information is the responsibility of the management.

Our opinion on the financial statements does not extend to other information, and we do not provide any form of assurance on it other than as outlined below.

When performing an audit of financial statements, it is our responsibility to read other information and to consider whether there is a material misstatement of the information presented in the financial statements or our knowledge based on the audit performed and whether there is any other material misstatement. If we were to identify a material misstatement in the other information based on our audit procedures, we would disclose it. However, we have not identified any such misstatements.

We are also required to assess whether the financial information presented in the Company's management report is consistent with the financial statements for the same financial year and whether the management report has been prepared in accordance with applicable legal requirements. In our opinion, it is based on the work performed during the audit of the financial statements in all material respects:

- The financial data presented in the Company's management report correspond to the data of the financial statements of the same financial year; and
- The Company's management report has been prepared in compliance with the requirements of the Republic of Lithuania Law on Financial Statements of Undertakings and Groups of Undertakings.

## Responsibility of the management and persons charged with governance for the financial statements

Management shall be responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and for such internal control as management deems necessary to prepare the financial statements without material misstatement due to fraud or error.

When drawing up the financial statements, the management is obliged to assess the Company's capacities to continue its operations and to disclose (if necessary) any issues related to continuity of operations and application of the going concern principle, except such cases where the management is planning to liquidate the Company or terminate its business, or has no other options but to act in the foregoing manner.

The persons charged with governance are obliged to supervise the preparation process of the Company's financial statements.

## **Auditor's responsibility for the audit of financial statements**

Our goal is to obtain reasonable assurance on whether the financial statements as a whole do not contain any material misstatements whether due to fraud or error, and to present the auditor's conclusion with our opinion. Reasonable assurance is a high, but not absolute, level of assurance that material misstatements, if present, can always be identified during the audit performed under the ISA. Misstatements that can result from fraud or error are considered to be material if they could reasonably be expected, either individually or in combination, to have a significant effect on the economic decisions of consumers based on the financial statements.

In performing our audit in accordance with the ISA, we made professional judgements throughout the audit and were committed to professional scepticism. Moreover:

- We have identified and assessed the risk of material misstatement whether due to fraud or error in the financial statements, planned and conducted the procedures as a response to this risk, and collected sufficient and adequate audit evidence for the basis of our opinion. The risk of non-detection of material misstatement due to fraud is higher than the risk of non-detection of material misstatement due to error, because fraud could entail swindling, forgery, intentional omission, erroneous interpretation or disregard for internal control regulations.
- We have understood the internal control regulations associated with auditing in order to plan audit procedures appropriate in the specific circumstances. However, it was not performed to enable us to express an opinion on the efficiency of the Company's internal control.
- We assessed the appropriateness of accounting methods used, the reasonableness of accounting estimates made by management, and the related disclosures.
- We provided a conclusion regarding the suitability of the going concern principle applied and assessed, based on the evidence obtained, whether there is material uncertainty related to events or conditions that may cast substantial doubt on the Company's ability to continue its activities. If we conclude that such material uncertainty exists, the auditor's report must either identify the related disclosures in the financial statements or, if such disclosures are insufficient, we must revise our opinion. Our conclusions are based on the audit evidence gathered before the date of issuance of the auditor's opinion. However, future events or conditions may cause the Company to cease to continue as a going concern.
- We have assessed the general presentation, structure and content, including disclosures, of the financial statements, and whether the underlying transactions and events are presented in the financial statements in such a way as to conform to the concept of fair presentation.

We, inter alia, have to inform those charged with governance about the scope and timing of audit, as well as the substantial audit remarks, including crucial shortcomings of the internal control, if such have been identified during the audit.

### **Forvis Mazars Lithuania Audit UAB**

Audit Firm Certificate No 001537

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### **Katažina Kozlovskienė**

Auditor's certificate No 000551

Vilnius, 31 January 2025

# MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,  
Vilnius

## STATEMENT OF FINANCIAL POSITION

**31 January 2025**

(date of report)

**Year ended 31 December 2024**

(reporting period)

**EUR**

(reporting currency)

ASSETS	Note No.	12/31/2024	12/31/2023
<b>ASSETS</b>			
Financial assets at fair value through profit or loss	3	93,449	64,395
Non-current tangible assets	4	7,515	282
Assets managed under right of use	5	188,578	20,956
Cash and cash equivalents	6	67,969	60,439
Trade and other receivables	7	93,859	36,723
Deferred charges and prepayments	8	21,396	3,625
<b>TOTAL ASSETS:</b>		<b>472,766</b>	<b>186,420</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity capital</b>			
Capital	9	22,000	22,000
Reserves	9	2,200	2,200
Retained income	9	188,663	93,306
<b>Total equity:</b>		<b>212,863</b>	<b>117,506</b>
<b>Non-current payables and liabilities</b>			
Lease liabilities	10	110,975	1,325
<b>Current payables and liabilities</b>			
Trade and other payables	10	41,645	40,932
Lease liabilities	10	85,223	18,347
Corporate income tax liabilities	11	22,060	8,310
<b>Total payables and liabilities:</b>		<b>259,903</b>	<b>68,914</b>
<b>TOTAL EQUITY AND LIABILITIES:</b>		<b>472,766</b>	<b>186,420</b>

These statements were signed on 31 January 2025 by:

Director  
Representative of the company that does the accounting

*Igorius Pancerevas*  
*Eladijus Kirijanovas*

The notes on pages 13 to 28 are an integral part of these financial statements

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,  
Vilnius

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

**31 January 2025**

(date of report)

**Year ended 31 December 2024**

(reporting period)

**EUR**

(reporting currency)

Items	Note No.	12/31/2024	12/31/2023
Asset management income	12	680 308	354 127
Wage and associated expenses	13	(213.393)	(99.860)
Other operating income		500	-
Other operating expenses	14	(245.085)	(151.192)
Financial activities income		1 733	5 609
Financial activities expenses		(1.634)	-
<b>Profit before taxation</b>		<b>222 429</b>	<b>108 684</b>
Corporate income tax		(35.072)	(16.142)
<b>Net profit attributable to equity holders of the Company</b>		<b>187,357</b>	<b>92,542</b>
Other comprehensive income		-	-
<b>Comprehensive income attributable to equity holders of the Company</b>		<b>187,357</b>	<b>92,542</b>

These statements were signed on 31 January 2025 by:

Director  
Representative of the company that does the accounting

*Igorius Pancerevas*  
*Eladijus Kirijanovas*

*The notes on pages 13 to 28 are an integral part of these financial statements*

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,  
Vilnius

### STATEMENT OF CHANGES IN EQUITY

31 January 2025

(date of report)

Year ended 31 December 2024

(reporting period)

EUR

(reporting currency)

	Paid up authorised capital	Discount premiums	Reserves	Retained income	Total
<b>Balance as of 31 December 2022</b>	<b>22,000</b>	-	<b>2,200</b>	<b>54 764</b>	<b>78 964</b>
Net income	-	-	-	92,542	92,542
Other comprehensive income	-	-	-	-	-
<b>Total gross income per year</b>	-	-	-	<b>92,542</b>	<b>92,542</b>
Dividend distribution	-	-	-	(54 000)	(54 000)
Statutory reserve	-	-	-	-	-
Increase (decrease) of authorised capital	-	-	-	-	-
<b>Total transactions with owners of the entity recognised directly in equity</b>	-	-	-	<b>(54 000)</b>	<b>(54 000)</b>
<b>Balance as of 31 December 2023</b>	<b>22,000</b>	-	<b>2,200</b>	<b>93 306</b>	<b>117 506</b>
Net income	-	-	-	187,357	187,357
Other comprehensive income	-	-	-	-	-
<b>Total gross income per year</b>	-	-	-	<b>187,357</b>	<b>187,357</b>
Dividend distribution	-	-	-	(92 000)	(92 000)
Increase (decrease) of authorised capital	-	-	-	-	-
<b>Total transactions with owners of the entity recognised directly in equity</b>	-	-	-	<b>(92 000)</b>	<b>(92 000)</b>
<b>Balance as of 31 December 2024</b>	<b>22,000</b>	-	<b>2,200</b>	<b>188,663</b>	<b>212 863</b>

These statements were signed on 31 January 2025 by:

Director

Representative of the company that does the accounting

*Igorius Pancerevas*

*Eladijus Kirijanovas*

*The notes on pages 13 to 28 are an integral part of these financial statements*

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,  
Vilnius

### CASH FLOW STATEMENT

31 January 2025

(date of report)

Year ended 31 December 2024

(reporting period)

EUR

(reporting currency)

Items	Note No.	12/31/2024	12/31/2023
<b>Cash flows to/from operating activities</b>			
Cash inflows from asset management		626 596	342 114
Amounts paid for goods and services		(218 779)	(123 586)
Cash payments to employees		(151 647)	(72 100)
Taxes and fees paid		(119 909)	(56 136)
Corporate income tax paid		(21 322)	(14 821)
Commission paid		(324)	(206)
Amounts received for other services		42	2 373
<b>Total cash flow from operating activities</b>		<b>114 657</b>	<b>77 638</b>
<b>Cash flows from investing activities</b>			
Acquisition of securities		(30 000)	-
<b>Total cash flows from investing activities</b>		<b>(30 000)</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Dividends paid		(78 200)	(45 900)
Cash inflows from other financing activities		1 733	1 432
Effect of currency exchange rate		(660)	-
<b>Total cash flows from financing activities</b>		<b>(77 127)</b>	<b>(44 468)</b>
<b>Net increase (decrease) in cash flows</b>		<b>7 530</b>	<b>33 170</b>
<b>Cash at beginning of period</b>		<b>60,439</b>	<b>27 269</b>
<b>Cash at end of period</b>		<b>67,969</b>	<b>60,439</b>

These statements were signed on 31 January 2025 by:

Director

Representative of the company that does the accounting

*Igorius Pancerevas*

*Eladijus Kirjanovas*

*The notes on pages 13 to 28 are an integral part of these financial statements*

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,

### Explanatory note

(all amounts in Euro unless otherwise stated)

#### 1 NOTE: GENERAL INFORMATION

Milvas UAB, company code 304955295 (hereinafter referred to as the “Management Company”) is a private limited liability company registered with the State Enterprise Centre of Registers on 20 November 2018.

As of 31 December 2024 and 2023, the Shareholders of the Management Company were: Tautvydas Marčiulaitis, who owns 25% of the shares, Igor Pancerevas, who owns 25% of the shares, Dinas Petrikas, who owns 25% of the shares, Tomas Padroštis, who owns 25% of the shares.

As at 31 December 2024 and 2023, the authorised capital amounted to EUR 22,000 divided into 22,000 ordinary registered shares with a nominal value of EUR 1.

The Management Company’s registered office address: Konstitucijos pr. 15-94 , Vilnius, Republic of Lithuania.

The principal activities of the Management Company are the management of collective investment undertakings (hereinafter referred to as “CIUs”) intended for informed investors and other economic and commercial activities, provided that such activities are not contrary to the legislation of the Republic of Lithuania.

In 2024 and 2023, the Management Company did not have any branches or representative offices.

As of 31 December 2024, the Management Company had 6 employees (4 employees in 2023).

#### 2 NOTE: ACCOUNTING POLICIES

The following are the significant accounting policies applied by the Management Company in the preparation of these financial statements.

The financial statements are prepared on a going concern basis, consistently applying the principles of the International Financial Reporting Standards (IFRS) as adopted by the European Union, as of 31 December 2024.

The Management Company maintains its accounts in the national currency of the Republic of Lithuania, which is the Euro (EUR). All amounts in these financial statements are recorded and presented in Euro.

The Management Company discloses the Financial Statements rounded to the nearest euro.

#### Changes in accounting policies

**The following standards, amendments to existing standards and interpretations issued by the International Accounting Standards Board (IASB) and adopted by the EU, which were adopted by the Management Company during the year, are currently effective:**

- Amendments to *IFRS 16 Leases*: Lease liability on sale and leaseback transactions (effective for annual periods beginning on or after 1 January 2024);

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,

### **Changes in accounting policies (continued)**

- Amendments to *IAS 1 Presentation of Financial Statements*: Classification of liabilities as current and non-current; Classification of liabilities as current and non-current – deferral of effective date; Non-current liabilities with financial indicators (effective for annual periods beginning on or after 1 January 2024);

- amendments to *IAS 7 Statement of Cash Flows* and *IFRS 7 Financial Instruments*: Disclosures: supplier financial arrangements (effective for annual periods beginning on or after 1 January 2024).

The adoption of the above standards, amendments, and interpretations did not have a material impact on the Management Company's financial statements.

### **Standards, amendments to existing standards, and interpretations issued by the IASB, adopted by the EU but not yet effective and not previously applied by the Management Company:**

As of the date of these financial statements, the Management Company has not yet adopted the following new and revised IFRS standards, amendments and interpretations that have been endorsed but are not yet effective:

- Amendments to *IAS 21 The Effects of Changes in Foreign Exchange Rates*: translation differences (effective for annual periods beginning on or after 1 January 2025).

The Management Company is currently assessing the impact of these new accounting standards and amendments. Management does not expect that the adoption of these standards, amendments and interpretations will have a material impact on the Management Company's financial statements in the period of initial application, except as described below:

### **Standards, amendments to existing standards and interpretations that have not yet entered into force and have not yet been endorsed by the EU:**

Amendments to existing standards, amendments and interpretations that have not yet been endorsed by the EU (the effective dates below apply to IFRS in their entirety) are set out below:

- Disclosures in *IFRS 19 Subsidiaries without Public Accountability* (effective for annual periods beginning on or after 1 January 2027);

- *IFRS 18 Presentation and Disclosure in Financial Statements* (effective for annual periods beginning on or after 1 January 2027);

- Amendments to Classification and Measurement of Financial Instruments (*Amendments to IFRS 9 and IFRS 7*) (effective for annual periods beginning on or after 1 January 2026);

- *Annual Improvements to IFRS – Revision 11* (effective for annual periods beginning on or after 1 January 2026);

- Contracts related to nature-dependent electricity: Amendments to *IFRS 9 and IFRS 7* (effective for annual periods beginning on or after 1 January 2026).

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,

### Changes in accounting policies (continued)

#### Non-current tangible assets

##### *Property and equipment*

Property and equipment are initially recognised at cost. Property is recognised if it is probable that future economic benefits associated with the property will flow to the Management Company and the asset's value can be measured reliably. Subsequent to initial recognition, property, plant and equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any.

Depreciation is calculated using the straight-line method, based on the prescribed rates of use of the asset, and commences from the month following the month in which the asset is ready for use, i.e. when the property is in the location and condition necessary to enable it to be used for the purpose intended at the time of acquisition.

The following groups of property, plant and equipment and the useful lives thereof are identified:

Item No	Asset Group	Useful lifetime
1.	Computer hardware	3 years

An asset is classified as property, plant and equipment if it has a useful life of more than one year and an acquisition cost of at least EUR 1,000. The estimated residual value is EUR 1.

##### *Adaptation of IFRS 16 Leases*

The Management Company determines whether an arrangement is a lease or involves a lease by considering the substance of the transaction at the date of the arrangement, when the performance of the arrangement is conditional on the specific use of the asset, or when the arrangement confers a right to use the asset.

##### *Lease: the Management company as a lessee*

A lease in which the Management Company is the lessee is recognised in accounting for the right-of-use asset and the corresponding lease liability when the leased asset becomes available for use by the Management Company.

Assets held under a right-of-use basis are measured at cost, which includes the initial measurement of the lease liability, lease payments made before or on commencement of the lease (net of any lease incentives received), and the initial out-of-pocket costs incurred by the Management Company. Lease liabilities are measured at the net present value of lease payments.

Lease payments are discounted using the interest rate stipulated in the lease agreement. If this interest rate cannot be readily determined, the borrowing rate charged by the lessee may be used. This is the rate of interest that the lessee would be expected to pay on the debt obligations required to acquire the right-of-use asset in a similar economic environment and with similar terms and conditions and guarantees as those provided for in the lease.

## MILVAS UAB

Registration number: 304955295, address: Konstitucijos pr. 15-94,

### **Non-current tangible assets (continued)**

The Management Company incurs a potential increase in future variable lease payments related to an index in the lease agreement that is not included in the value of the lease liability until it becomes effective. When an adjustment to lease payments due to a change in the index occurs, the lease liability is recalculated and adjusted, including an adjustment to the value of the right-of-use asset.

Lease payments are allocated between the lease liability and interest expenses. Interest expenses are recognised in profit or loss over the lease term by holding the interest rate on the remaining amount of the lease liability constant from period to period. Assets held under usufruct are depreciated over the lease period.

### **Financial instruments**

A financial instrument is any contract that gives rise to a financial asset in one company and a financial liability or equity instrument in another company.

#### *Recognition and derecognition in the statement of financial position*

The Management Company recognises a financial asset or financial liability in its statement of financial position when, and only when, it becomes a party to the contractual provisions of the instrument.

The Management Company recognises or derecognises the purchase or sale of a financial asset on the date of completion of the transaction. The Management Company derecognises a financial asset in the statement of financial position when, and only when:

- the contractual rights to the cash flows from the financial asset expire; or
- it transfers the financial asset to another party.

The Management Company shall derecognise a financial liability (or part of a financial liability) in the statement of financial position when, and only when, the liability is derecognised, i.e. when the obligation is specified in the contract:

- has been fulfilled; or
- has been revoked; or
- has expired.

The Management Company divides financial assets into one of the following categories:

- measured at amortised cost,
- measured at fair value through other comprehensive income,
- measured at fair value through profit or loss,
- hedging financial instruments.

The Management Company classifies debt financial assets in an appropriate category depending on the financial asset management business model and the contractual cash flow characteristics of the financial asset.

The Management Company includes trade receivables, loans granted, other receivables from financial assets and cash, and cash equivalents.

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### Financial instruments (continued)

#### Financial instruments

The Management Company divides financial liabilities into one of the following categories:

- measured at amortised cost,
- measured at fair value through profit or loss,
- hedging financial instruments.

The Management Company shall include trade liabilities, loans and borrowings in financial liabilities measured at amortised cost.

#### *Measuring financial assets at amortised cost*

The Management Company uses the imputed interest rate method to measure financial assets at amortised cost.

After initial recognition, trade receivables are measured at amortised cost using the imputed interest rate method, including impairment losses, and trade receivables with a maturity of less than 12 months from the date of recognition (i.e. those without a financing element) that are not classified as factoring, are not discounted and are measured at their nominal value less impairment.

#### *Fair value through profit or loss of financial assets*

Gains or losses on financial assets at fair value through profit or loss are recognised in profit or loss in the period in which they arise.

Gains or losses from measuring assets at fair value through profit or loss also include interest and dividend income.

#### *Impairment of financial assets*

IFRS 9 introduces a new model for measuring impairment of financial assets measured at amortised cost or fair value through other comprehensive income.

The following models are used by the management company to determine impairment losses:

- general model (basic),
- simplified model.

The Management Company applies the single model to financial assets measured at amortised cost, except for trade receivables and assets measured at fair value through other comprehensive income.

In the general model, the Management Company monitors changes in the level of credit risk associated with the financial asset and classifies the financial asset into one of three stages for determining impairment losses based on changes in the level of credit risk after the initial recognition of the instrument.

Depending on the classification of the individual stages, impairment is measured over a 12-month period (stage 1) or over the life of the instrument (stages 2 and 3).

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### **Financial instruments (continued)**

At each last day of the reporting period, the Management Company analyses the indicators used to classify financial assets into separate stages for the purpose of determining impairment losses. Indicators may include changes in the debtor's creditworthiness, serious financial problems of the debtor, significant adverse changes in the debtor's economic, legal or market environment.

In order to determine expected credit losses, the Management Company applies default probability levels implied by quoted market prices for credit derivatives, for entities with a credit rating and for the relevant sector.

The Management Company incorporates forward-looking information into the valuation parameters used in the expected credit loss model by calculating the probability of default parameters based on quoted market prices.

The simplified model is applied by the Management Company to trade receivables.

In the simplified model, the Management Company does not observe changes in the level of credit risk over the life of the instrument and determines the expected credit losses until the end of the expected life of the instrument.

#### *Impairment of financial assets*

In order to estimate expected credit losses, the Management Company uses a provisioning matrix based on the historical level of repayments and recoveries of receivables from customers.

The management company incorporates information about future periods into the parameters used in the expected loss model to adjust the key parameters of the probability of default.

In order to calculate expected credit losses, the Management Company determines default probability parameters for receivables calculated on the basis of a historical analysis of the number of outstanding accounts and default probability parameters calculated on the basis of a historical analysis of the value of outstanding accounts.

Expected credit losses are calculated when a receivable is recognised in the statement of financial position and are updated at each subsequent last day of the reporting period based on the number of days the receivable is past due.

#### *Impairment losses (reversal of losses) on financial instruments*

Impairment losses (reversals of losses) on financial instruments include, in particular, impairment losses (reversals of losses) on trade receivables and impairment losses (reversals of losses) on loans granted.

Debts are initially recognised at the fair value of the funds received, net of transaction costs. They are subsequently carried at amortised cost and the difference between the funds received and the amount that will be required to be repaid over the term of the debt is included in the statement of comprehensive income for the period, with the exception of the capitalised borrowing costs described below.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that takes time to prepare for its intended use or sale are capitalised as part of the cost of the related asset. All other borrowing expenses are recognised as an expense when incurred. Debts are classified as non-current if a financing agreement entered into prior to the reporting date provides evidence that the liability was non-current in nature at the reporting date.

## **MILVAS UAB**

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### **Financial instruments (continued)**

#### *Trade liabilities*

Trading liabilities are non-derivative financial liabilities with fixed or determinable payments that are not traded in an active market. Such liabilities are carried at amortised cost using the imputed interest rate method. Gains and losses are recognised in the statement of comprehensive income when trading liabilities are written off or amortised.

### **Accrued expenses**

Accrued expenses are amounts recognised as an expense of the Management Company for continuing services received during the current and prior periods on a straight-line basis, for which the Management Company is committed to pay in future periods.

Cash consists of money in your bank account. Cash equivalents are current, highly liquid investments that are readily convertible to known amounts of cash. Such investments have a maturity of up to three months and the value at risk is very insignificant.

### **Share capital**

Share capital is recorded in the statement of financial position at its subscribed value.

### **Income and expenses**

Income is recognised on an accruals basis. Income is recognised when it is probable that the economic benefits associated with the transaction will flow to the Management Company and the amount of revenue can be measured reliably. Income is measured at fair value less discounts, rebates, refunds and other sales taxes and liabilities.

Expenses incurred during the period that are not directly attributable to the generation of specific income and that are not expected to generate income in future periods are recognised as an expense in the period in which they are incurred. Expenses are measured at fair value.

### **Employee benefits**

#### *Social insurance contributions*

The Management Company pays social security contributions to the State Social Insurance Fund (hereinafter – the Fund) on behalf of its employees in accordance with a defined contribution plan pursuant to the local legal requirements.

### **Corporate income tax and deferred corporate income tax**

Corporate income tax is calculated on the profit or loss for the current year and also includes deferred taxes. Corporate income tax is calculated in accordance with the tax legislation of the Republic of Lithuania.

The standard corporate tax rate for Lithuanian companies is 15%.

Tax losses can be carried forward indefinitely to reduce deferred taxable profit, except for losses on the sale of securities and/or derivatives which can be carried forward for 3 years.

## **MILVAS UAB**

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### **Corporate income tax and deferred corporate income tax (Cont'd)**

Deferred tax is accounted for using the liability method. Deferred corporate income tax reflects temporary tax differences between the assets and liabilities of the Management Company as shown in the financial statements and the assets and liabilities as shown in the tax accounts. Deferred tax assets/liabilities are measured using the corporate income tax rate that will apply when the temporary differences are realised.

Deferred tax assets shall be recognised in the statement of financial position when management expects to generate sufficient taxable profit in the foreseeable future to realise the asset. If it is probable that part of the deferred tax asset will not be realised, this part of the deferred tax asset is not recognised in the financial statements.

### **Taxes**

The tax administrator has not carried out a full tax audit of the Management Company. The tax administrator may at any time inspect accounting, transaction and other documents, accounting records and tax returns for the current and 3 previous calendar years, and in some cases for the current and 5 or 10 previous calendar years, and may calculate additional taxes and penalties.

### **Post-balance sheet events**

Post-balance sheet events that provide additional information about the Management Company's position at the date of the financial statements (adjusting events) are reflected in the financial statements. Post-balance sheet events that are not adjusting events shall be disclosed in the notes when their effect is material.

### **Use of estimates in preparing financial statements**

The International Financial Reporting Standards require management to make certain estimates and assumptions in preparing the financial statements that affect the disclosure of assets, liabilities, income, costs and uncertainties. There were no areas in these financial statements where estimates were used.

## MILVAS UAB

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### 3 NOTE: FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets at fair value through profit or loss comprise units in the Baltic Corporate Bond Fund (BCBF) and the Equity and Options Trading Fund (EOTF) that was purchased by the Management Company.

Article title	2024	2023
Baltic Corporate Bond Fund investment units, EUR	63 091	31 404
Equity and Options Trading Fund investment units, EUR	30 358	32 991
<b>Total:</b>	<b>93 449</b>	<b>64 395</b>

Collective investment undertakings (hereinafter referred to as the “Funds”) established by the Management Company are supervised by the Bank of Lithuania and account for their assets at fair value in accordance with the approved methodology for calculating the Net Asset Value (NAV). At the end of each month, the Funds publish the fair values of the units. The Management Company determines the fair value of the Fund’s purchased units by referring to the NAV and unit price published by the Funds as of 31 December 2024 and 2023. The number of units available is multiplied by the unit price.

The number of units held by the Management Company as of 31 December 2024 and 2023 is shown in the table below:

Article title	2024		Investment units	
	Investment units, units	Percentage in the Fund	Investment units, units	Percentage in the Fund
Baltic Corporate Bond Fund investment units	532.5138	0.12%	277.4074	0.10%
Equity and Options Trading Fund investment units	30,358.3062	1.78%	30,358.3062	1.30%

### 4 NOTE: NON-CURRENT TANGIBLE ASSETS

*Tangible assets with a residual value at acquisition*

Article title	Computer hardware	Total
<b>Residual value as of 31 December 2022</b>	<b>656</b>	<b>656</b>
Purchases	-	-
Sales	-	-
Depreciation	(374)	(374)
<b>Residual value as of 31 December 2023</b>	<b>282</b>	<b>282</b>
Purchases	8 472	8 472
Sales	-	-
Depreciation	(1.239)	(1.239)
<b>Residual value as of 31 December 2024</b>	<b>7 515</b>	<b>7 515</b>

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### 5 NOTE: ASSETS MANAGED UNDER RIGHT OF USE

*Tangible assets with a residual value at acquisition*

Article title	Right to use property (lease of premises)	Right to use property (vehicles)	Total
<b>Residual value as of 31 December 2022</b>	<b>31 433</b>	<b>20 324</b>	<b>51 757</b>
Purchases	3 285		3 285
Sales	-		-
Depreciation	(16.665)	(17.421)	(34.086)
<b>Residual value as of 31 December 2023</b>	<b>18 053</b>	<b>2 903</b>	<b>20 956</b>
Purchases	149 833	67 228	217 061
Sales	(18.053)	(2.903)	(20.956)
Depreciation	(2.497)	(25.986)	(28.483)
<b>Residual value as of 31 December 2024</b>	<b>147 336</b>	<b>41 242</b>	<b>188,578</b>

The Management Company uses leasehold property, such as office space and cars, which are accounted for in accordance with IFRS 16. The Management Company's lease contract expired in November 2024 and a new lease contract commenced in the same month, which is valid until 15 November 2029. The Management Company also concluded six vehicle rental contracts, of which four are valid until 1 February 2026, one until 1 August 2026 and one until 1 October 2026. The previous vehicle rental contracts expired in January 2024.

The interest rate applied to discount lease payments as of 31 December 2024 and 2023 was 4.81%.

### 6 NOTE: CASH AND CASH EQUIVALENTS

Article title	2024	2023
Money in bank accounts	67,969	30 285
Short-term deposits with accrued interest	-	30 154
<b>Total:</b>	<b>67,969</b>	<b>60,439</b>

### 7 NOTE: TRADE AND OTHER RECEIVABLES

Article title	2024	2023
Accrued management fee	65 788	35 473
Accrued contingency fee	26 371	-
Accumulated distribution fee	1 700	1 250
<b>Total:</b>	<b>93,859</b>	<b>36 723</b>

### 8 NOTE: DEFERRED CHARGES AND PREPAYMENTS

Article title	2024	2023
Prepayments	16 219	3 435
Deferred charges	5 177	190
<b>Total:</b>	<b>21,396</b>	<b>3 625</b>

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### 9 NOTE: CAPITAL

Article title	2024	2023
Paid-up share capital	22,000	22,000
<b>Total:</b>	<b>22,000</b>	<b>22,000</b>

The authorised capital of the Management Company is equal to EUR 22,000 (31 December 2023: EUR 22,000). The Management Company's authorised capital is divided into 22,000 ordinary registered shares with a nominal value of EUR 1.

The Management Company had a fully funded statutory reserve as of 31 December 2023 and 2024. Under Lithuanian law, it amounts to 10% of the authorised capital.

In 2024, the Management Company paid a dividend of EUR 92,000. Dividend per ordinary registered share – EUR 4.18 (2023: EUR 54,000 dividends paid, EUR 2.45 per registered share).

The Management Company has not made a draft profit distribution, distributed dividends or built up reserves for 2024 as of the date of the financial statements.

### 10 NOTE: NON-CURRENT AND CURRENT TRADE AND OTHER PAYABLES

Item title	2024	2023
<b>Payables after one year</b>	<b>110,975</b>	<b>1 325</b>
Debt obligations (access to assets)	110,975	1 325
<b>Payables within one year</b>	<b>126 868</b>	<b>59 279</b>
Debt obligations (access to assets)	85,223	18 347
Accrued expenses	18 876	16 557
Employment-related liabilities	8 639	15 950
Trade payables	14 113	6 650
Other amounts payable	17	1 775
<b>Total:</b>	<b>237 843</b>	<b>60 604</b>

### 11 NOTE: CORPORATE INCOME TAX

The calculation of corporate income tax is based on the annual profit for the year, after taking into account deferred corporate income tax. Corporate income tax is calculated in accordance with the requirements of Lithuanian tax laws.

The corporate income tax rate applicable to the Management Company in 2024 was 15% (2023: 15%).

Item title	2024	2023
Income tax expenses	35 072	16 142
<b>Total:</b>	<b>35 072</b>	<b>16 142</b>

The table below shows the reconciliation of the total corporate income tax to the theoretical amount using the corporate income tax rate:

Item title	2024	2023
Profit before taxation	222 429	108 684
Non-deductible expenses for corporation tax	12 115	2 470
Exempt income	(731)	(3,538)
Tax at 15% rate	35 072	16 142
<b>Total:</b>	<b>35 072</b>	<b>16 142</b>

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### 12 NOTE: ASSET MANAGEMENT INCOME

Item title	2024	2023
Income from the management of CIUs of funds	618 965	335 126
Income from the distribution of CIUs of funds	32 475	18 200
Contingency fee income of CIUs of funds	26 371	-
Income from the redemption of CIUs of funds	2 497	801
<b>Total:</b>	<b>680 308</b>	<b>354 127</b>

### 13 NOTE: WAGE AND ASSOCIATED EXPENSES

Item title	2024	2023
Payroll expenses	213 393	99 860
<b>Total:</b>	<b>213 393</b>	<b>99 860</b>

### 14 NOTE: OTHER OPERATING EXPENSES

Item title	2024	2023
Costs related to the management of the Fund	83 088	48 521
Amortisation (for the right to use the asset)	28 483	34 460
Legal services costs	23 746	8 537
Audit expenses	18 876	15 347
Interest expenses (for the right to use the asset)	13 773	2 739
IT service expenses	12 785	7 063
Utilities expenses	11 512	10 790
Mission expenses	9 446	6 713
Expenses of supervised market participant fee	5 158	3 202
Consultancy expenses	3 000	2 300
Accounting expenses	4 558	5 203
Expenses of other services	30 660	6 317
<b>Total:</b>	<b>245 085</b>	<b>151 192</b>

### 15 NOTE: RELATED PARTY TRANSACTIONS

Parties are considered to be related when one party has the ability to control the other party or to exercise significant influence over the other party in making financial and operational decisions.

Management remuneration includes only current benefits. In 2024, the total remuneration, including bonuses, for the Management of the Management Company amounted to EUR 34,622 (2023: EUR 21,459).

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### 15 NOTE: RELATED PARTY TRANSACTIONS (CONT'D)

The Company's transactions with the related parties in 2024 and related balances as of 31 December 2023:

Item title	2024	2023
<b>Transactions during the year</b>	<b>680 308</b>	<b>354 127</b>
Management fee	618 965	335 126
Distribution fee	32 475	18 200
Contingency fee	26 371	-
Redemption fee	2 497	801
<b>Receivables and other assets at year-end</b>	<b>93,859</b>	<b>36 723</b>
Management fee accrued by the Funds	65 788	35 473
Contingency fee accrued by the Funds	26 371	-
Distribution fee accrued by the Funds	1 700	1 250

The movements in units purchased by the Management Company are shown in the table below:

Item title	Baltic Corporate Bond Fund	Equity and Options Trading Fund	Total
<b>Residual value as of 31 December 2022</b>	<b>29,498</b>	<b>30,720</b>	<b>60,218</b>
Acquisition of securities	-	-	-
Sale of securities	-	-	-
Fair value changes	1 906	2,271	4,177
<b>Residual value as of 31 December 2023</b>	<b>31,404</b>	<b>32,991</b>	<b>64,395</b>
Acquisition of securities	30,000	-	30,000
Sale of securities	-	-	-
Fair value changes	1 686	(2,632)	(946)
<b>Residual value as of 31 December 2024</b>	<b>63,090</b>	<b>30,359</b>	<b>93,449</b>

Provided below is information on the funds under management as of 31 December 2024 and 2023.

### 16 NOTE: COMPANY'S RIGHTS AND OBLIGATIONS NOT SHOWN ON THE BALANCE SHEET

The Funds under management are the Baltic Corporate Bond Fund and the Equity and Options Trading Fund.

Provided below is information on the funds under management as of 31 December 2024 and 2023.

Item title	2024	2023
I. Value of net assets	56,038,772	32,780,189
I. I. Assets under management	56,758,501	32,989,800
Number of participants	122	90

## MILVAS UAB

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### 17 NOTE: FINANCIAL RISKS MANAGEMENT

Item title	2024	2023
<b>Financial assets</b>		
Trade and other receivables	93,859	36 723
Cash and cash equivalents	67,969	60,439
Granted loans	-	-
<b>Group: loans and receivables, total</b>	<b>161 828</b>	<b>97 162</b>
Financial assets at fair value through profit or loss	93 449	64 395
<b>Group financial assets at fair value through profit or loss (trading financial assets), total</b>	<b>93 449</b>	<b>64 395</b>
<b>Total:</b>	<b>255 277</b>	<b>161 557</b>

Item title	2024	2023
<b>Financial liabilities</b>		
<i>Non-current payables and liabilities</i>	<i>110,975</i>	<i>1 325</i>
Lease liabilities	110,975	1 325
<i>Current payables and liabilities</i>	<i>126 868</i>	<i>59 279</i>
Trade and other payables	41,645	40 932
Lease liabilities	85,223	18 347
<b>Group: Financial liabilities carried at amortised cost</b>	<b>237 843</b>	<b>60 604</b>
<b>Total:</b>	<b>237 843</b>	<b>60 604</b>

The risk management policy of the management company is summarised below.

#### *Credit risk*

Credit risk is the risk that a counterparty will not be able to meet its obligations to the Management Company in a timely and proper manner. In managing this risk, the Management Company seeks to select only counterparties whose credibility is beyond doubt and whose transaction amount should not exceed credit risk limits. The Management Company's liquid funds may be invested in securities whose issuer's credit rating is at least equal to the Republic of Lithuania's long-term foreign borrowing rating at the time of investment. The Management Company does not guarantee the obligations of other parties.

For financial assets other than financial assets at fair value through profit or loss, the maximum credit risk corresponds to the carrying amount of the financial assets disclosed above.

The Management Company has a significant concentration of credit risk, as all receivables related to its core business are receivables from the Managed Funds and accrued income.

#### *Operational risk*

Operational risk is the risk of direct and/or indirect losses due to inadequate or unimplemented internal control procedures, inadequately secured or malfunctioning information technology, staff misconduct or external causes. This risk is addressed through the introduction of new information technologies related to data security, the adoption of appropriate staff job descriptions and internal control processes and procedures.

## MILVAS UAB

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### 17 NOTE: FINANCIAL RISK MANAGEMENT (CONTINUED)

#### *Market risk*

Market risk is the potential for losses due to changes in equity prices, interest rates and exchange rates. To avoid these risks, the Management Company's liquid funds may not be invested in equity securities, except in funds established by the Management Company.

#### *Interest rate risk*

Interest rate risk is a situation where the Management Company does not have any borrowings and therefore there is no interest rate risk arising from the different timing of the conversion of the interest on the asset and the liability. Accordingly, the Management Company did not have any financial instruments in place to manage the risk of interest rate fluctuations. In order to manage interest rate risk, the Management Company aims to enter into lending/deposit transactions with a maximum maturity of 3 years or to acquire debt securities with a maximum maturity of 3 years.

#### *Exchange rate risk*

Exchange rate risk is the potential for losses due to adverse movements in exchange rates. The Management Company transacts only in Euro. All of the Management Company's income is generated in Euro. For these reasons, the Management Company is not exposed to significant risks of changes in exchange rates.

#### *Liquidity risk*

Liquidity risk is the risk that the lack of funds to meet financial commitments will require the sale of the Management Company's assets on unfavourable terms. To this end, the Management Company shall at all times maintain a sufficient cash reserve to ensure full and timely provision of its liabilities at all times.

### 18 NOTE: FAIR VALUES OF FINANCIAL INSTRUMENTS

The fair value of financial instruments is calculated in accordance with IAS 39 Financial Instruments: Recognition and Measurement. Fair value is defined as the amount at which an instrument could be exchanged in a current transaction between knowledgeable, willing parties under market conditions, excluding forced sale or liquidation. As the Management Company's financial assets and liabilities are not actively traded, fair value measurements rely on assumptions based on current economic conditions and the risks inherent in the particular instrument.

In determining the fair value of financial instruments, the Management Company uses the following methods and assumptions:

***Cash and cash equivalents.*** This is cash, the fair value of which is its nominal value.

***Financial assets at fair value through profit or loss.*** These investments have been measured at fair value using valuation techniques and therefore their fair value equals their carrying amount.

***Receivables and loans.*** The carrying amount of receivables and loans with a maturity of less than 6 months approximates fair value because of the relatively short maturity of this financial instrument. The fair value of receivables and loans is determined by discounting the expected future cash flows using interest rates at the end of the reporting period for the relevant maturity (based on the Bank of Lithuania's published interest rates for new loans).

***Accounts payable.*** The carrying amount of payables with a maturity of less than 6 months approximates fair value because of the relatively short maturity of this financial instrument. The fair value of payables is determined by discounting the expected future cash flows using interest rates at the end of the reporting period for the relevant maturity (based on the Bank of Lithuania's published interest rates for new loans).

## MILVAS UAB

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### 19 NOTE: ONGOING CONCERN

The Management Company manages two open-ended investment fund for informed investors: the Baltic Corporate Bond Fund and the Equity and Options Trading Fund (hereinafter referred to as the “Funds”). This is the company’s only activity. In order for going concern to be an issue, the Funds would have to lose a significant portion of the assets under management. This can only happen (i) if all participants in the Fund decide to withdraw their investments or (ii) if all the assets held by the Fund lose value (become worthless).

During 2024, the net asset value of the Funds managed by Milvas grew by EUR 23.3 million to reach EUR 56.0 million at year-end. The number of investors in the Funds grew by 35%. During the year, there were six investor redemption requests for the Funds, with the total value of units redeemed during the year being less than EUR 1.2 million.

The investment baskets of the Funds consist mainly of securities issued by listed companies and units of index-tracking collective investment undertakings. The share of one specific company in the Baltic Corporate Bond Fund is up to 5%, and the Equity and Options Trading Fund is up to 20%. The baskets of the Funds are actively managed, regularly reviewed, and the financial condition of the investment vehicles is monitored and analysed periodically.

The investment return of the Equity and Options Trading Fund in 2024 was the highest recorded in the history of the management company’s operations. The Baltic Corporate Bond Fund also earned a significant net return. The Funds are achieving the objectives set and described in the Rules. Market conditions and the macro-economic situation lead us to expect that a positive performance will also be achieved in 2025.

The company is cash flow positive, profitable and has no financial liabilities. All of the above factors do not give reason to doubt the ongoing concern of the Management Company both in 2025 and in the long term.

### 20 NOTE: POST-REPORTING EVENTS

There have been no material post-balance sheet events after 31 December 2024 before the preparation of these financial statements by the Management Company.

**These statements were signed on 31 January 2025 by:**

Director  
Representative of the company handling accounting

*Igor Pancerevas*  
*Eladijus Kirijanovas*