

15th of May 2015, Vilnius**INTER RAO Lietuva Group announces financial results for 1Q 2015**
Structural changes in trading business led to the overall better results

- Revenue from sales increased by 4.2%, to EUR 48.8 million, compared to EUR 46.9 million in the 1Q 2014, due to bigger amount of electricity traded in the Baltic States.
- Group's gross profit increased by 25.3% to EUR 7.9 million from EUR 6.3 million in 1Q 2014.
- Group's EBITDA increased to EUR 6.9 million while EBITDA margin increased to 14.1 percent from 11.5 percent a year ago.
- Operating profit reached EUR 6.2 million, versus EUR 4.7 million in 1Q 2014.
- Group's net profit increased to EUR 5.2 million from EUR 3.9 million in 1Q 2014.
- Electricity trading volume was 1 171 GWh, compared to 988 in the 1Q 2014.
- The electricity trading volume in Poland: 60 GWh, compared to 51 GWh in the entire 2014.

- INTER RAO Lietuva Group makes the ongoing structural changes in trading business of the Group and purchases the electricity from diverse suppliers. The diversification of the suppliers of the traded electricity, with the market driven utilization of international transmission capacities and absence of artificial limitations, led to the overall better results. The Group's net profit increased to EUR 5.2 million in the 1st quarter of 2015 and was by 25 per cent higher than a year before. Net profit margin improved from 8.4% to industry normal 10.6%. The Group has earned EUR 0.26 per share, 6 EUR cents more than during the same period in 2014 - says **Giedrius Balčiūnas**, CEO at INTER RAO Lietuva.

Key figures of IRL Group

Financial figures	1st quarter 2015	1st quarter 2014
Sales (EUR thousand)	48,810	46,861
Gross profit (EUR thousand)	7,899	6,304
Gross profit margin (%)	16.18%	13.45%
Operating profit (EUR thousand)	6,207	4,703
Operating profit margin (%)	12.72%	10.04%
EBITDA (EUR thousand)	6,856	5,388
EBITDA profit margin (%)	14.05%	11.50%
Net profit (EUR thousand)	5,158	3,921
Net profit margin (%)	10.57%	8.37%
Number of shares (thousand)	20,000	20,000
Earnings per share (EUR)	0.26	0.20

Revenue from sales

The total consolidated Group's sales revenue for the 1st quarter 2015 was equal to EUR 48.8 million, a 4.2 per cent more than in the 1st quarter of 2014. Total revenue increased due to the higher amounts of electricity traded.

Group's revenue from produced electricity sales accounted to EUR 1.8 million, a 7.7 per cent increase over the same period a year ago. Electricity production in Vydmantai wind park is directly

related to wind speed in the region, which was higher during the 1st quarter of 2015, what led to increase in electricity produced. During the first three months of 2015, the wind park produced 21 GWh, compared to 19.5 GWh in the same period a year ago.

Expenses

Cost of sales of the Group in the 1st quarter 2015 accounted for EUR 40.9 million, of which cost of purchased electricity amounted to EUR 39.8 million (97.2 per cent of total cost of sales). Increase in cost of sales was significantly lower than increase in sales - 0.9 per cent, compared to 1st quarter of 2014. Such an increase in costs of sales was mainly due to the ongoing structural changes in trading business of the Group when electricity traded is being purchased from diverse suppliers.

Earnings

Gross profit of the Group increased by 25.3 per cent and amounted to EUR 7.9 million, compared to EUR 6.3 million in the same period a year ago. Gross profit margin of the Group in the accounting period amounted to 16.2 per cent and was higher compared to a year ago, when gross profit margin was equal to 13.5 per cent.

Profit from operations for the Group in the 1st quarter of 2015 was equal to EUR 6.2 million, compared to EUR 4.7 million during the same period in 2014. Group's operating profit margin for the 1st quarter of 2015 were equal to 12.7 per cent compared to 10 per cent in the 1st three months a year ago.

As a result, profit before tax for the Group in the accounting period amounted to EUR 6 million compared to EUR 4.5 million in the 1st quarter in 2014.

Net profit for the 1st three months of 2015 for the Group amounted to EUR 5.2 million compared to EUR 3.9 million a year ago. The net profit margin for the Group in the 1st quarter of 2015 was equal to 10.6 per cent compared to 8.4 per cent in the same period a year ago.

For more information please refer to:

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About INTER RAO Lietuva:

INTER RAO Lietuva is a leading player in the electricity market in the Baltic countries and one of the largest independent suppliers of electricity in Lithuania. The Company trades electricity on the leading European power exchange Nord Pool Spot and operates one of the largest wind farms in Lithuania. The Company also supplies electricity to the largest consumers in the Baltics on the basis of bilateral agreements. The Group is expanding its activities in Poland, Latvia and Estonia.

At the beginning of 2014 the subsidiary of INTER RAO Lietuva in Poland (IRL Polska Sp. z o.o.) has been granted the license for electricity trading in Poland. On 22nd of May 2014, IRL Polska began electricity trading operations on the Polish Power Exchange.

INTER RAO Lietuva is also active in the retail electricity market making it one of the largest independent suppliers of electricity in Lithuania and a rapidly growing force in Latvia and Estonia.

The Group started selling electricity to end-users in Latvia during the first half of 2012, followed by Lithuania in July 2012 and Estonia from 2013.

