

SUMMARY HISTORICAL, PRO FORMA AND UNAUDITED FINANCIAL INFORMATION AND OPERATIONAL DATA

The unaudited condensed consolidated interim financial information, attached hereto, is prepared in accordance with International Financial Reporting Standards.

Bité Finance International B.V. Group (“Bité Finance International Group”, “the Company” or “Bité”) consists of four companies: Bité Finance International B.V., SIA EECF Bella FinCo, UAB Bité Lietuva (“Bité Lithuania”) and SIA Bité Latvija (“Bité Latvia”). Of these, two, Bité Lithuania and Bité Latvia are engaged in providing telecommunication services, thus further operating and financial review is made for Bité Lithuania and Bité Latvia and the consolidated Bité Operating Group (“Bité Operating Group”) consisting of Bité Lithuania and Bité Latvia.

The management’s discussion and analysis, dated July 29, 2009 should be read in conjunction with the accompanying unaudited condensed consolidated interim financial information of Bité for the three months ended June 30, 2009, and should also be read in conjunction with the unaudited condensed consolidated interim financial information for Bité Finance International B.V. Additional information related to Bité may be obtained at the listing agent in Luxembourg during normal business hours.

The following tables provide summary unaudited consolidated interim financial information for the Company for the quarter ended June 30, 2009 and unaudited pro forma consolidated interim financial information for the quarter ended June 30, 2008. The unaudited pro forma consolidated interim financial information for the quarter ended June 30, 2008 gives following effect to the financial statements:

- 1) the unaudited pro forma consolidated financial information gives effect as if interest expenses and arrangement fees under the Company’s revolving credit facility reclassified in the fourth quarter of 2008 were reclassified in the first quarter of 2008.

Management believes the adjustment above was necessary to fairly present figures for the quarter ended June 30, 2008 to provide an appropriate base for comparison.

The summary unaudited financial information of Bité Lithuania, Bité Latvia and the unaudited consolidated financial information of Bité Operating Group for the quarters ended June 30, 2009 and 2008 presented below is derived from unaudited Monthly Management Reports (MMR) which are prepared in accordance with the same accounting policies as for IFRS consolidated financial statements.

Bité
Quarter ended June 30

	Bité Lithuania		Bité Latvia		Bité Operating Group		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
	Actual	Actual	Actual	Actual	Actual	Actual	Pro Forma	Actual
	<i>(€ in thousands)</i>							
Statement of Comprehensive Income Data:								
Revenues	52,551	42,851	5,305	7,530	55,020	48,024	54,747	47,806
Costs and Expenses	-53,537	-41,841	-11,043	-12,250	-62,208	-51,951	-62,464	-52,477
Operating profit/(loss)	-986	1,010	-5,738	-4,720	-7,188	-3,927	-7,717	-4,671
Unrealized fair value gains/(losses) on derivative financial instrument	4,658	1,029	0	0	4,658	1,029	4,658	1,029
Finance costs	-8,311	-7,612	-26	-10	-8,337	-7,623	-7,625	-5,686
Finance income	301	7	11	3	311	11	312	33,553
Share of profit/ (loss) of associates	0	0	0	0	38	85	38	85
Profit/(loss) before tax	-4,338	-5,566	-5,753	-4,727	-10,518	-10,425	-10,334	24,310
Income tax	-723	258	0	0	-723	258	-800	258
Net profit/(loss) after tax	-5,061	-5,308	-5,753	-4,727	-11,241	-10,167	-11,134	24,568
Cash Flow Statement Data:								
Net cash generated from operating activities	3,782	5,730	-5,210	-3,454	953	2,394	1,601	3,797
Net cash to/from investing activities	-12,223	-10,562	-3,221	-1,103	-7,824	-6,282	-8,887	-6,296
Net cash flow (used in)/generated from financing activities	5,983	-22	10,000	5,497	5,982	-26	5,982	-26
Statement to Financial Position Data:								
Total non current assets	445,679	388,203	43,821	43,245	412,915	376,007	411,914	376,164
Total current assets	45,546	31,498	8,734	10,609	48,430	39,607	47,430	41,365
Total shareholders' equity	126,795	41,637	41,906	47,111	92,108	33,307	108,801	152,574
Non current liabilities	329,653	344,076	252	290	329,905	344,365	311,083	226,896
Current liabilities	34,777	33,988	10,397	6,453	39,332	37,942	39,460	38,059
Total liabilities and shareholders' equity	491,225	419,701	52,555	53,854	461,345	415,614	459,344	417,529

Bité
YTD ended June 30

	Bité Lithuania		Bité Latvia		Bité Operating Group		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
	Actual	Actual	Actual	Actual	Actual	Actual	Pro Forma	Actual
	(€ in thousands)							
Statement of Comprehensive Income Data:								
Revenues	102,808	84,602	9,911	14,447	107,214	94,066	106,536	93,606
Costs and Expenses	-104,962	-84,300	-21,352	-24,068	-121,834	-103,868	-122,400	-104,686
Operating profit/(loss)	-2,154	302	-11,441	-9,621	-14,620	-9,802	-15,864	-11,080
Unrealized fair value gains/(losses) on derivative financial instrument	4,190	-1,155	0	0	4,190	-1,155	4,190	-1,155
Finance costs	-16,426	-15,119	-463	-23	-16,812	-15,142	-15,262	-12,466
Finance income	863	17	16	6	863	22	865	64,753
Share of profit/ (loss) of associates	0	0	0	0	-42	-165	-42	-165
Profit/(loss) before tax	-13,527	-15,955	-11,888	-9,638	-26,421	-26,242	-26,113	39,887
Income tax	-768	657	0	0	-768	658	-917	658
Net profit/(loss) after tax	-14,295	-15,298	-11,888	-9,638	-27,189	-25,584	-27,030	40,545
Cash Flow Statement Data:								
Net cash generated from operating activities	7,527	7,530	-11,482	-9,469	-159	612	1,478	2,262
Net cash to/from investing activities	-33,097	-16,476	-5,177	-4,132	-4,569	-7,159	-15,633	-9,191
Net cash flow (used in)/generated from financing activities	25,755	8,165	18,500	15,994	6,754	8,159	15,254	9,949
Statement to Financial Position Data:								
Total non current assets	445,679	388,203	43,821	43,245	412,915	376,007	411,914	376,164
Total current assets	45,546	31,498	8,734	10,609	48,430	39,607	47,430	41,365
Total shareholders' equity	126,795	41,637	41,906	47,111	92,108	33,307	108,801	152,574
Non current liabilities	329,653	344,076	252	290	329,905	344,365	311,083	226,896
Current liabilities	34,777	33,988	10,397	6,453	39,332	37,942	39,460	38,059
Total liabilities and shareholders' equity	491,225	419,701	52,555	53,854	461,345	415,614	459,344	417,529

The following table sets forth our reconciliation of net profit (loss) to EBITDA:

	Bité					
	Quarter ended June 30,					
	Bité Lithuania		Bité Latvia		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
Actual	Actual	Actual	Actual	Pro Forma	Actual	
<i>(€ in thousands)</i>						
Non-IFRS measures:						
Service Revenue	43,314	37,304	3,806	6,246	46,952	43,201
EBITDA	12,052	11,578	-4,392	-2,924	7,036	7,910
<i>EBITDA margin (total revenue)</i>	<i>22.9%</i>	<i>27.0%</i>	<i>-82.8%</i>	<i>-38.8%</i>	<i>12.9%</i>	<i>16.5%</i>
<i>EBITDA margin (Service revenue)</i>	<i>27.8%</i>	<i>31.0%</i>	<i>-115.4%</i>	<i>-46.8%</i>	<i>15.0%</i>	<i>18.3%</i>
Capital expenditures	4,965	3,322	4,536	947	9,501	4,269
EBITDA minus CAPEX	7,087	8,256	-8,928	-3,872	-2,465	3,641
Net interest expenses					-7,285	-4,110
Total net debt					300,718	214,936

	Bité					
	Quarter ended June 30,					
	Bité Lithuania		Bité Latvia		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
Actual	Actual	Actual	Actual	Pro Forma	Actual	
<i>(€ in thousands)</i>						
Net profit (loss)	-5,061	-5,308	-5,753	-4,727	-11,134	24,568
Depreciation and amortization costs	-13,038	-10,568	-1,346	-1,796	-14,753	-12,581
Impairment charge	0	0	0	0	0	0
Income tax	-723	258	0	0	-800	258
Unrealized fair value gains/(losses) on derivative financial instrument	4,658	1,029	0	0	4,658	1,029
Finance costs	-8,311	-7,612	-26	-10	-7,625	-5,686
Finance income	301	7	11	3	312	33,553
Share of profit/(loss) of associates	0	0	0	0	38	85
EBITDA	12,052	11,578	-4,392	-2,924	7,036	7,910

Bité
YTD ended June 30,

	Bité Lithuania		Bité Latvia		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
	Actual	Actual	Actual	Actual	Pro Forma	Actual
	(<i>€ in thousands</i>)					
Non-IFRS measures:						
Service Revenue	84,909	72,667	7,012	11,646	91,605	83,794
EBITDA	24,206	22,161	-8,908	-6,168	13,896	14,716
<i>EBITDA margin (total revenue)</i>	<i>23.5%</i>	<i>26.2%</i>	<i>-89.9%</i>	<i>-42.7%</i>	<i>13.0%</i>	<i>15.6%</i>
<i>EBITDA margin (Service revenue)</i>	<i>28.5%</i>	<i>30.5%</i>	<i>-127.0%</i>	<i>-53.0%</i>	<i>15.2%</i>	<i>17.6%</i>
Capital expenditures	9,720	6,550	8,710	2,250	18,430	8,800
EBITDA minus CAPEX	14,486	15,611	-17,618	-8,418	-4,534	5,916
Net interest expenses					-14,738	-10,388
Total net debt					300,718	214,936

Bité
YTD ended June 30,

	Bité Lithuania		Bité Latvia		Bité Finance International Group	
	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>	<i>2009</i>
	Actual	Actual	Actual	Actual	Pro Forma	Actual
	(<i>€ in thousands</i>)					
Net profit (loss)	-14,295	-15,298	-11,888	-9,638	-27,030	40,545
Depreciation and amortization costs	-26,360	-21,859	-2,533	-3,453	-29,760	-25,796
Impairment charge	0	0	0	0	0	0
Income tax	-768	657	0	0	-917	658
Unrealized fair value gains/(losses) on derivative financial instrument	4,190	-1,155	0	0	4,190	-1,155
Finance costs	-16,426	-15,119	-463	-23	-15,262	-12,466
Finance income	863	17	16	6	865	64,753
Share of profit/(loss) of associates	0	0	0	0	-42	-165
EBITDA	24,206	22,161	-8,908	-6,168	13,896	14,716

MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS FOR THE QUARTER ENDED JUNE 30, 2009

The following discussion and analysis should be read together with the financial statements, including the accompanying notes, included elsewhere in this Quarterly Report. The financial statements and the accompanying notes have been prepared in accordance with IFRS.

Bité Finance International B.V. Group (“Bité Finance International Group”, “the Company” or “Bité”) consists of four companies: Bité Finance International B.V., SIA EECF Bella FinCo, UAB Bité Lietuva (“Bité Lithuania”) and SIA Bité Latvija (“Bité Latvia”). Of these, two, Bité Lithuania and Bité Latvia are engaged in providing telecommunication services, thus further operating and financial review is made for Bité Lithuania and Bité Latvia and the consolidated Bité Operating Group (“Bité Operating Group”) consisting of Bité Lithuania and Bité Latvia.

For analysis purposes financial information for the 2008 gives pro forma effect to certain items as described above.

Operational Overview

For the quarter ended June 30, 2009, the Company had consolidated revenues and other income of € 47.8 million and consolidated EBITDA of € 7.9 million. On a stand alone basis and before inter-company eliminations, Bité Lithuania had € 42.9 million of revenues and other income and € 11.6 million of EBITDA, and Bité Latvia had € 7.5 million of revenues and negative € 2.9 million of EBITDA.

For the first two quarters ended June 30, 2009, the Company had consolidated revenues and other income of € 93.6 million and consolidated EBITDA of € 14.7 million. On a stand alone basis and before inter-company eliminations, Bité Lithuania had € 84.6 million of revenues and other income and € 22.2 million of EBITDA, and Bité Latvia had € 14.4 million of revenues and negative € 6.2 million of EBITDA.

Key Factors Affecting Our Results of Operation

Our revenues are principally impacted by our average number of subscribers and ARPU, which is determined primarily by the traffic volume generated by our customers and the tariffs that we charge for our services.

Our Subscriber Base¹

The total subscriber base has fallen in the quarter. Increase in the postpaid and connectivity customer base was offset by a decrease in the prepaid customer base mainly in Lithuania, which is due to aggressive prepaid campaigning from the competition.

¹ All subscriber figures and indicators are based on retail subscribers. The subscriber figures for postpaid is closing base of subscribers end of period. The subscriber figures for prepaid is subscribers that have been active within the last three month period. The subscriber figures for connectivity is closing base of subscribers end of period and include mobile data and telemetry customers.

From June 30, 2008 we have increased our total postpaid customer base by 10,831 customers: a decrease from 419,355 to 411,618 in Lithuania was outweighed by an increase of customer base in Latvia from 41,028 to 59,596 customers. The total growth averaged approximately 903 new subscribers per month during the period analyzed.

From June 30, 2008 we have increased our total connectivity customer base by 27,560 customers from 35,195 to 55,803 in Lithuania and from 4,663 to 11,615 in Latvia. The growth averaged approximately 2,297 new subscribers per month during the period analyzed. The connectivity subscriber base growth in both Lithuania and Latvia has contributed to a high 32.2 % growth in connectivity revenues for Bité Operating Group.

Our subscriber growth over the last four quarters is summarized in the chart below.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009
Total subscribers at beginning of period	1,022,373	950,460	81,117	130,258	1,103,490	1,080,718
<u>Gross Additions</u>						
Postpaid	21,533	19,978	9,189	10,788	30,722	30,766
Prepaid	95,876	72,991	29,682	20,448	125,558	93,439
Connectivity	4,685	6,206	1,054	2,142	5,739	8,348
Total gross additions	122,094	99,175	39,925	33,378	162,019	132,553
<u>Net Additions</u>						
Postpaid	7,636	910	3,885	3,612	11,521	4,522
Prepaid	-14,260	-12,031	13,849	8,105	-411	-3,926
Connectivity	3,952	4,550	603	1,753	4,555	6,303
Total net additions	-2,672	-6,571	18,337	13,470	15,665	6,899
<u>Subscribers end of period</u>						
Postpaid	419,355	411,618	41,028	59,596	460,383	471,214
Prepaid	565,151	476,468	53,763	72,517	618,914	548,985
Connectivity	35,195	55,803	4,663	11,615	39,858	67,418
Total subscribers at end of period	1,019,701	943,889	99,454	143,728	1,119,155	1,087,617
<u>Growth Rate</u>						
<u>Subscribers</u>						
Postpaid	7.3%	-1.8%	58.6%	45.3%	10.5%	2.4%
Prepaid	-17.0%	-15.7%	-42.8%	34.9%	-20.1%	-11.3%
Connectivity	72.6%	58.6%	580.7%	149.1%	89.1%	69.1%
Total subscribers	-6.6%	-7.4%	-17.5%	44.5%	-7.7%	-2.8%

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009
Total subscribers at beginning of period	1,024,369	959,456	83,522	123,632	1,107,891	1,083,088
<u>Gross Additions</u>						
Postpaid	39,037	41,080	17,989	22,543	57,026	63,623
Prepaid	196,274	143,830	41,974	32,362	238,248	176,192
Connectivity	9,530	13,479	2,835	5,236	12,365	18,715
Total gross additions	244,841	198,389	62,798	60,141	307,639	258,530
<u>Net Additions</u>						
Postpaid	11,917	2,581	7,067	9,129	18,984	11,710
Prepaid	-23,830	-28,118	6,724	7,532	-17,106	-20,586
Connectivity	7,245	9,970	2,141	3,435	9,386	13,405
Total net additions	-4,668	-15,567	15,932	20,096	11,264	4,529
<u>Subscribers end of period</u>						
Postpaid	419,355	411,618	41,028	59,596	460,383	471,214
Prepaid	565,151	476,468	53,763	72,517	618,914	548,985
Connectivity	35,195	55,803	4,663	11,615	39,858	67,418
Total subscribers at end of period	1,019,701	943,889	99,454	143,728	1,119,155	1,087,617
<u>Growth Rate</u>						
<u>Subscribers</u>						
Postpaid	7.3%	-1.8%	58.6%	45.3%	10.5%	2.4%
Prepaid	-17.0%	-15.7%	-42.8%	34.9%	-20.1%	-11.3%
Connectivity	72.6%	58.6%	580.7%	149.1%	89.1%	69.1%
Total subscribers	-6.6%	-7.4%	-17.5%	44.5%	-7.7%	-2.8%

Average Revenue per User (ARPU)¹

The table below sets forth our ARPU for the second quarter of 2009 and 2008.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009
ARPU						
Postpaid	21.40	18.23	19.95	22.76	21.20	18.75
Prepaid	5.03	5.15	2.72	4.22	4.85	5.02
Connectivity	15.63	12.84	30.83	16.32	17.39	13.42
Blended ARPU ¹	12.04	11.26	11.54	12.99	11.96	11.46

¹ Average revenue per user, or ARPU, is the measure of total service revenues for a given period, divided by the number of months in that period, and divided again by that period's average total subscribers. In calculating ARPU, total service revenues include postpaid voice and mobile data revenue, prepaid voice and mobile data revenue, connectivity revenue, outbound roaming revenue, less activation fee.

ARPU of Bité

Blended ARPU of Bité Operating Group was € 11.46 for Q2 of 2009, a decrease of 4.3% as compared with a blended ARPU of € 11.96 in Q2 of 2008.

ARPU of Bité Lithuania and Bité Latvia

Blended ARPU of Bité Lithuania was € 11.26 for Q2 of 2009, a decrease of 6.5% as compared with a blended ARPU of € 12.04 in Q2 of 2008. Postpaid ARPU decreased by 14.8% mainly due to interconnect prices being decreased by 20% in Lithuania for all of the three SMP mobile operators from January 2009 and lower revenue from roaming and international calls as a consequence of the economic downturn. Prepaid ARPU increased by 2.3% due to higher revenue from outgoing and incoming SMS. Connectivity ARPU decreased by 17.9% due to competition driven decline in prices in the mobile internet segment and introduction of prepaid mobile data services in Q4 of 2008 with lower monthly ARPU driving blended connectivity ARPU to decline.

Blended ARPU of Bité Latvia was € 12.99 for Q2 of 2009, an increase of 12.6% as compared with a blended ARPU of € 11.54 in Q2 of 2008. Postpaid ARPU increased by 14.1% due to higher ARPU for consumers as a result of the introduction of bundle type rate plans in Q2 of 2008 with higher monthly subscription and higher incoming MoU. Prepaid ARPU increased by 54.9% mainly due to the successful launch of our new prepaid brand “BiFri” in the second quarter of last year. Connectivity ARPU decreased by 47.1% from € 30.83 in Q2 of 2008 to € 16.32 in Q2 of 2009 due to introduction of prepaid mobile data services in Q4 of 2008 with lower monthly ARPU driving blended connectivity ARPU to decline.

The table below sets forth our ARPU for the first two quarters of 2009 and 2008.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009
ARPU						
Postpaid	20.86	17.75	19.82	22.41	20.69	18.26
Prepaid	5.08	4.93	2.53	4.07	4.87	4.81
Connectivity	16.47	13.23	26.44	17.45	17.49	13.91
Blended ARPU ¹	11.81	10.90	10.56	12.61	11.68	11.09

ARPU of Bité

Blended ARPU of Bité Group was € 11.09 for the first two quarters of 2009, a decrease of 5.0% as compared with a blended ARPU of € 11.68 in the first two quarters of 2008.

ARPU of Bité Lithuania and Bité Latvia

Blended ARPU of Bité Lithuania was € 10.90 for the first two quarters of 2009, a decrease of 7.7% as compared with a blended ARPU of € 11.81 in the first two quarters of 2008. This decrease is due to lower postpaid ARPU by 14.9% and connectivity ARPU by 19.7%.

Blended ARPU of Bité Latvia was € 12.61 for the first two quarters of 2009, an increase of 19.5% as compared with a blended ARPU of € 10.56 in the first two quarters of 2008. This increase was due to higher ARPU in both postpaid and prepaid combined with a higher share of postpaid customers.

Our Traffic volume

Traffic volume for a given period measures the number of minutes of use for calls over our network for the period. The table below sets forth selected traffic data for the second quarter of 2009 and 2008:

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009
AMOU¹						
Postpaid	350	367	239	337	341	364
Prepaid	128	140	95	263	125	156
Connectivity	0	0	0	0	0	0
Blended AMOU ²	214	231	153	274	209	236

AMOU of Bité Lithuania

Our postpaid AMOU for Q2 of 2009 was 367, an increase of 4.8% from 350 for Q2 of 2008. This increase is mainly due to higher AMOU to and from other mobile operators driven by the introduction of rate plans with equally priced minutes to all networks.

Our prepaid AMOU for Q2 of 2009 was 140, an increase of 9.9% from 128 for Q2 of 2008. The increase in prepaid AMOU was driven by on-net usage stimulation campaigns in Q2 of 2009.

AMOU of Bité Latvia

Our postpaid AMOU for Q2 of 2009 was 337, an increase of 41.2% from 239 for Q2 of 2008. This increase was mainly due to a higher proportion of postpaid business customers in the base and higher AMOU for both business and residential customers.

Our prepaid AMOU for Q2 of 2009 was 263, an increase of 176.4% from 95 for Q2 of 2008. The increase in prepaid AMOU is mainly due to an on-net usage promotion in Q2 of 2009.

¹ AMOU, or average minutes of use, is defined as total traffic minutes for the applicable period (total outgoing and incoming minutes for the retail businesses) divided by the total number of average subscribers (relating to retail businesses) for the applicable period, divided by number of months in the period.

² We define Blended AMOU as being the weighted average of our postpaid AMOU, prepaid AMOU and connectivity AMOU.

The table below sets forth selected traffic data for the first two quarters of 2009 and 2008:

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009
AMOU						
Postpaid	340	352	220	322	330	348
Prepaid	117	151	64	244	113	163
Connectivity	0	0	0	0	0	0
Blended AMOU	203	230	125	258	197	233

AMOU of Bité Lithuania

Our postpaid AMOU for the first two quarters of 2009 was 352, a increase of 3.6% from 340 for the first two quarters of 2008. This increase is mainly due to higher AMOU to and from other mobile operators driven by the introduction of rate plans with equally priced minutes to all networks.

Our prepaid AMOU for the first two quarters of 2009 was 151, an increase of 29.2% from 117 for the first two quarters of 2008. The increase in prepaid AMOU was driven by on-net usage stimulation campaigns in Q2 of 2009.

AMOU of Bité Latvia

Our postpaid AMOU for the first two quarters of 2009 was 322, an increase of 45.8% from 220 for the first two quarters of 2008. Increase in AMOU is due to higher share of business customers in the base and higher AMOU for postpaid residential customers.

Our prepaid AMOU for the first two quarters of 2009 was 244, an increase of 282.8% from 64 for the first two quarters of 2008. The increase in prepaid AMOU is mainly due to an on-net usage promotion in the first half of 2009.

Churn

Our churn rate — the measure by which we track mobile subscriber disconnections—also affects the growth of our subscriber base. Subscriber disconnections can occur on a voluntary basis, when subscribers switch to competing service providers or involuntary, when a subscriber is terminated by Bité.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009
Churn						
Postpaid	3.7%	4.4%	13.6%	11.6%	4.6%	5.3%
Prepaid	18.9%	17.5%	33.8%	18.0%	20.0%	17.6%
Connectivity	3.0%	6.2%	10.4%	8.0%	3.8%	6.5%
Blended ¹	12.2%	11.2%	23.9%	14.5%	13.2%	11.6%

Churn of Bité Lithuania

Postpaid churn has increased to 4.4% in the second quarter of 2009 as compared to 3.7% in the second quarter of 2008. The increase is mainly driven by the macroeconomic factors.

Prepaid churn decreased to 17.5% in the second quarter of 2009 compared to 18.9% in the second quarter of 2008, as the base stabilized as a result of aligned pricing with major competitors.

Connectivity churn increased to 6.2% in the second quarter of 2009 compared to 3.0% in the second quarter of 2008 due to macroeconomic factors.

Churn of Bité Latvia

Postpaid churn decreased to 11.6% in the second quarter of 2009 as compared to 13.6% in the second quarter of the previous year due to improved churn management activities and higher average customer base.

Prepaid churn for the second quarter of 2009 has decreased to 18.0% compared to 33.8% in Q2 of 2008 due to high share of customers with free on-net calls offer.

Connectivity churn decreased to 8.0% in the second quarter of 2009 compared to 10.4% in the second quarter of 2008 due to more prepaid VMC cards in the base which have lower churn than postpaid.

¹ Our total churn rate is the weighted average of our prepaid churn rate, connectivity churn rate and postpaid churn rate over the period, based on weighted number of average prepaid, connectivity and postpaid subscribers. Prepaid, connectivity and postpaid churn are each calculated by dividing the respective prepaid, connectivity or postpaid total number of subscriber disconnections for the period by the average number of prepaid, connectivity or postpaid subscribers for the period. The average number of subscribers for the period is calculated by taking the average of each month's average number of prepaid, connectivity or postpaid subscribers (calculated as the average of the total number of subscribers at month-end and the total number of subscribers at the end of the previous month) during the period.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	YTD ended June 30,		YTD ended June 30,		YTD ended June 30,	
	2008	2009	2008	2009	2008	2009
Churn						
Postpaid	7.3%	9.2%	29.1%	24.4%	9.1%	11.0%
Prepaid	37.6%	34.9%	69.9%	36.1%	40.2%	35.0%
Connectivity	7.5%	10.4%	19.3%	17.9%	8.7%	11.6%
Blended ¹	24.4%	22.5%	51.2%	30.0%	26.6%	23.4%

Churn of Bité Lithuania

Postpaid churn increased in the first two quarters of 2009 to 9.2% as compared to 7.3% of the first two quarters of previous year due to macroeconomic factors.

Prepaid churn decreased to 34.9% as compared to 37.6% of the first two quarters of 2008, as the base stabilized as a result of aligned pricing with major competitors.

Connectivity churn increased to 10.4% as compared to 7.5% of the first two quarters of 2008 due to macroeconomic factors.

Churn of Bité Latvia

Postpaid churn decreased to 24.4% in the first two quarters of 2009 as compared to 29.1% in the first two quarters of the previous year due to improved churn management activities and higher average customer base.

Prepaid churn decreased to 36.1% in the first two quarters of 2009 as compared to 69.9% in the first two quarters of 2008 due to high share of customers with free on-net calls offer.

Connectivity churn decreased to 17.9% in the first two quarters of 2009 as compared to 19.3% in the first two quarters of 2008 due to more prepaid VMC cards in the base which have lower churn than postpaid.

Subscriber Acquisition Cost (SAC)

Subscriber acquisition costs reflect certain costs Bité Operating Group incurs when acquiring a new subscriber. We define postpaid and connectivity SAC to include commissions paid to dealers for a new customer subscription² as well as handset or equipment subsidy costs which are the result of selling a handset or mobile internet modem at a price below its purchase cost to entice a new customer to subscribe to our

¹ Our total churn rate is the weighted average of our prepaid churn rate, connectivity churn rate and postpaid churn rate over the period, based on weighted number of average prepaid, connectivity and postpaid subscribers. Prepaid, connectivity and postpaid churn are each calculated by dividing the respective prepaid, connectivity or postpaid total number of subscriber disconnections for the period by the average number of prepaid, connectivity or postpaid subscribers for the period. The average number of subscribers for the period is calculated by taking the average of each month's average number of prepaid, connectivity or postpaid subscribers (calculated as the average of the total number of subscribers at month-end and the total number of subscribers at the end of the previous month) during the period.

² Our SAC figures reported in 2008 included dealer commissions for both new connections and prolongations. SAC figures from 2009 include dealer commissions for new connections only. Figures for 2008 are adjusted retrospectively.

services and we deduct the activation fee which partly covers the SAC. Our Prepaid SAC includes SIM costs and dealer commissions for start kits sold for new customers.

The table below shows Bité Lithuania and Bité Latvia SAC figures for the second quarter of 2009 and 2008:

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009	Q2 ended June 30, 2008	2009
SAC						
Postpaid	138.8	79.8	127.0	77.9	135.3	79.1
Prepaid	0.7	0.8	2.0	1.1	1.0	0.9
Connectivity	77.0	61.6	118.2	52.4	84.6	59.2
Blended SAC	28.0	20.5	33.9	29.2	29.4	22.7

SAC of Bité Lithuania

Postpaid SAC for Bité Lithuania has decreased by 42.5% from € 138.8 to € 79.8 per gross connection. This was mainly driven by lower costs of handsets and offers with airtime discounts instead of handset subsidy.

Connectivity SAC for Bité Lithuania has decreased by 20.0% from € 77.0 to € 61.6 per gross connection mainly due to the lower purchase costs of a mobile internet modem.

SAC of Bité Latvia

Postpaid SAC for Bité Latvia has decreased by 38.7% from € 127.0 to € 77.9 per gross connection. This decrease is related with implementation of new non subsidized rate plan with attractive airtime offers.

Connectivity SAC for Bité Latvia has decreased by 55.7% from € 118.2 to € 52.4 per gross connection due to lower costs of mobile internet modem.

The table below shows Bité Lithuania and Bité Latvia SAC figures for the first two quarters of 2009 and 2008:

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009	YTD ended June 30, 2008	2009
SAC						
Postpaid	146.7	81.6	119.3	77.1	138.1	80.0
Prepaid	0.6	0.8	2.8	1.2	1.0	0.9
Connectivity	83.4	56.1	105.8	56.6	88.6	56.3
Blended SAC	27.1	21.3	40.8	34.5	29.9	24.4

SAC of Bité Lithuania

Postpaid SAC for Bité Lithuania has decreased by 44.4% from € 146.7 to € 81.6 per gross connection. This was mainly driven by lower costs of handsets and offers with airtime discounts instead of handset subsidy.

Connectivity SAC for Bité Lithuania has decreased by 32.7% from € 83.4 to € 56.1 per gross connection. This increase was mainly driven by lower costs of mobile internet modem.

SAC of Bité Latvia

Postpaid SAC for Bité Latvia has decreased by 35.3% from € 119.3 to € 77.1 per gross connection. This decrease is related with implementation of new non subsidized rate plan with attractive airtime offers.

Connectivity SAC for Bité Latvia has decreased by 46.5% from € 105.8 to € 56.6 per gross connection. This increase was mainly driven by lower costs of mobile internet modem.

Results of Operations

The financial data in the following table is derived from our unaudited financial statements and sets forth certain statement of comprehensive income account items for the second quarter of 2009 and 2008.

	Bité Lithuania unconsolidated stand alone		Bité Latvia unconsolidated stand alone		Bité Operating Group consolidated	
	Q2 ended June 30, 2008 Actual	2009 Actual	Q2 ended June 30, 2008 Actual	2009 Actual	Q2 ended June 30, 2008 Actual	2009 Actual
			<i>(€ in thousands)</i>			
Postpaid services revenue	26,705	22,508	2,348	3,956	28,955	26,406
Prepaid services revenue	8,751	7,496	385	864	9,126	8,342
Connectivity services revenue	1,557	2,066	403	526	1,961	2,592
Wholesale revenue	3,268	2,531	135	87	3,399	2,616
Other service revenue	3,033	2,703	535	813	3,511	3,245
Total Service Revenue	43,314	37,304	3,806	6,246	46,952	43,201
Handsets revenue	4,475	2,020	1,129	432	5,604	2,452
Other revenue and income	4,762	3,527	370	852	2,464	2,371
Total Revenue and other income	52,551	42,851	5,305	7,530	55,020	48,024
Interconnect & roaming costs	-16,284	-14,300	-1,785	-3,439	-17,396	-16,432
Sales & Marketing cost	-7,662	-4,715	-3,507	-2,706	-11,170	-7,421
Network Operations cost	-2,854	-2,773	-929	-1,091	-3,782	-3,846
Other expenses	-13,699	-9,485	-3,476	-3,218	-15,106	-11,671
Total expenses	-40,499	-31,273	-9,697	-10,454	-47,454	-39,370
EBITDA	12,052	11,578	-4,392	-2,924	7,566	8,654
<i>EBITDA margin (% of service revenue)</i>	<i>28%</i>	<i>31%</i>	<i>-115%</i>	<i>-47%</i>	<i>16%</i>	<i>20%</i>
Depreciation and amortization costs	-13,038	-10,568	-1,346	-1,796	-14,753	-12,581
Impairment charge	0	0	0	0	0	0
Operating profit/(loss)	-986	1,010	-5,738	-4,720	-7,187	-3,927
Unrealized fair value gains/(losses) on derivative financial instrument	4,658	1,029	0	0	4,658	1,029
Finance costs	-8,311	-7,612	-26	-10	-8,337	-7,623
Finance income	301	7	11	3	311	11
Share of profit/(loss) of associates	0	0	0	0	38	85
Profit/(loss) before tax	-4,338	-5,566	-5,753	-4,727	-10,517	-10,425
Income tax	-723	258	0	0	-723	258
Net profit/(loss)	-5,061	-5,308	-5,753	-4,727	-11,240	-10,167

Quarter Ended June 30, 2009 Compared with Quarter Ended June 30, 2008

Revenues

Service revenues generated by Bité Operating Group decreased by € 3,751 thousand, or 8.0%, to € 43,201 thousand for Q2 of 2009 compared to € 46,952 thousand for Q2 of 2008. Total revenues generated by Bité Operating Group decreased by € 6,996 thousand, or 12.7%, to € 48,024 thousand for Q2 of 2009 compared to € 55,020 thousand for Q2 of 2008.

Service revenues generated by Bité Lithuania decreased by € 6,011 thousand, or 13.9%, to € 37,304 thousand for Q2 of 2009 compared to € 43,314 thousand for Q2 of 2008. Total revenues generated by Bité Lithuania decreased by € 9,700 thousand, or 18.5%, to € 42,851 thousand for the quarter ended June 30, 2009 compared to € 52,551 thousand for the quarter ended June 30, 2008.

Service revenues generated by Bité Latvia increased by € 2,440 thousand, or 64.1%, to € 6,246 thousand for Q2 of 2009 compared to € 3,806 thousand for Q2 of 2008. Total revenues generated by Bité Latvia increased by € 2,225 thousand, or 41.9%, to € 7,530 thousand for the quarter ended June 30, 2009 compared to € 5,305 thousand for the quarter ended June 30, 2008.

Postpaid service revenue

Postpaid service revenue generated by Bité Operating Group decreased by € 2,549 thousand, or 8.8%, to € 26,406 thousand for Q2 of 2009 compared to € 28,955 thousand for Q2 of 2008.

Postpaid service revenue generated by Bité Lithuania decreased by € 4,197 thousand, or 15.7%, to € 22,508 thousand for Q2 of 2009 compared to € 26,705 thousand for Q2 of 2008. Postpaid revenue decrease was driven by decrease in interconnect prices from the beginning of 2009, lower customer base in postpaid business segment and lower revenue from roaming and international calls.

Postpaid service revenue generated by Bité Latvia increased by € 1,608 thousand, or 68.5% to € 3,956 thousand for Q2 of 2009 compared to € 2,348 thousand for Q2 of 2008. This increase was largely due to an increase of more than 18,800 in the postpaid customer base.

Prepaid service revenue

Prepaid service revenue generated by Bité Operating Group decreased by € 783 thousand, or 8.6%, to € 8,342 thousand for Q2 of 2009 compared to € 9,126 thousand for Q2 of 2008.

Prepaid service revenue generated by Bité Lithuania decreased by € 1,255 thousand, or 14.3%, to € 7,496 thousand for Q2 of 2009 compared to € 8,751 thousand for Q2 of 2008. Decrease in prepaid revenue was driven by lower average customer base.

Prepaid service revenue generated by Bité Latvia increased by € 479 thousand, or 124.5%, to € 864 thousand for Q2 of 2009 compared to € 385 thousand for Q2 of 2008. Increase in prepaid revenue is mainly driven by an increase of more than 18,000 in prepaid customer base.

Connectivity service revenue

Connectivity service revenue generated by Bité Operating Group increased by € 631 thousand, or 32.2%, to € 2,592 thousand for Q2 of 2009 compared to € 1,961 thousand for Q2 of 2008.

Connectivity service revenue generated by Bité Lithuania increased by € 509 thousand, or 32.7%, to € 2,066 thousand for Q2 of 2009 compared to € 1,557 thousand for Q2 of 2008. Increase in connectivity revenue was driven by an increase in connectivity customer base by more than 20,600 customers.

Connectivity service revenue generated by Bité Latvia increased by € 122 thousand, or 30.4%, to € 526 thousand for Q2 of 2009 compared to € 403 thousand for Q2 of 2008. Increase in connectivity revenue was mainly due to an increase in connectivity customer base by more than 6,900 customers

Wholesale revenue

Wholesale revenue generated by Bité Operating Group decreased by € 783 thousand, or 23.0%, to € 2,616 thousand for Q2 of 2009 compared to € 3,399 thousand for Q2 of 2008.

Wholesale revenue generated by Bité Lithuania decreased by € 737 thousand, or 22.6%, to € 2,531 thousand for Q2 of 2009 compared to € 3,268 thousand for Q2 of 2008. This decrease was due to lower wholesale postpaid customer base.

Wholesale revenue generated by Bité Latvia decreased by € 48 thousand, or 35.5%, to € 87 thousand for Q2 of 2009 compared to € 135 thousand for Q2 of 2008 due to acquisition of two of the Service Providers in the first and second quarters of 2008.

Other service revenue

Other service revenue generated by Bité Operating Group decreased by € 266 thousand, or 7.6%, to € 3,245 thousand for Q2 of 2009 compared to € 3,511 thousand for Q2 of 2008.

Other service revenue generated by Bité Lithuania decreased by € 331 thousand, or 10.9%, to € 2,703 thousand for Q2 of 2009 compared to € 3,033 thousand for Q2 of 2008. This was largely a result of lower revenue from inbound roaming due to lower number of visitors coming to Lithuania and lower roamers' AMOU.

Other service revenue generated by Bité Latvia increased by € 278 thousand, or 52.0%, to € 813 thousand for Q2 of 2009 from 535 thousand for Q2 of 2008. The increase was mainly driven by higher number of roaming agreements signed.

Handsets revenue

Handsets revenue generated by Bité Operating Group decreased by € 3,151 thousand, or 56.2%, to € 2,452 thousand for Q2 of 2009 compared to € 5,604 thousand for Q2 of 2008.

Handsets revenue generated by Bité Lithuania decreased by € 2,455 thousand, or 54.9%, to € 2,020 thousand for Q2 of 2009 compared to € 4,475 thousand for Q2 of

2008. This decrease was largely due lower number of gross connections with handset subsidy.

Handsets revenue generated by Bité Latvia decreased by € 697 thousand, or 61.7%, to € 432 thousand for Q2 of 2009 compared to € 1,129 thousand for Q2 of 2008. This decrease was due to a smaller share of gross connections with handset subsidies.

Other revenues and income

Other revenues and income generated by Bité Operating Group decreased by € 93 thousand, or 3.8%, to € 2,371 thousand for Q2 of 2009 compared to € 2,464 thousand for Q2 of 2008.

Other revenues generated by Bité Lithuania decreased by € 1,235 thousand, or 25.9%, to € 3,527 thousand for Q2 of 2009 compared to € 4,762 thousand for Q2 of 2008. Other revenues are lower due to lower management fee from Bité Latvia and lower interest income from Group companies.

Other revenues generated by Bité Latvia increased by € 482 thousand, or 130.1% %, to € 852 thousand for Q2 of 2009 compared to € 370 thousand for Q2 of 2008. Other revenues are higher due to higher transit revenues and higher penalties from customers.

Costs and Expenses

Costs and expenses of Bité Operating Group decreased by € 8,084 thousand, or 17.0%, to € 39,370 thousand for Q2 of 2009 compared to € 47,454 thousand for Q2 of 2008.

Costs and expenses of Bité Lithuania decreased by € 9,225 thousand, or 22.8%, to € 31,273 thousand for Q2 of 2009 compared to € 40,499 thousand for Q2 of 2008.

Costs and expenses of Bité Latvia increased by € 757 thousand, or 7.8%, to € 10,454 thousand for Q2 of 2009 compared to € 9,697 thousand for Q2 of 2008.

Interconnect and roaming costs

Interconnect and roaming costs of Bité Operating Group decreased by € 964 thousand, or 5.5%, to € 16,432 thousand for Q2 of 2009 compared to € 17,396 thousand for Q2 of 2008.

Interconnect and roaming costs of Bité Lithuania decreased by € 1,983 thousand, or 12.2%, to € 14,300 thousand for Q2 of 2009 compared to € 16,284 thousand for Q2 of 2008. This decrease was driven by a decrease in interconnect price from January 2009 and lower roaming costs.

Interconnect and roaming costs of Bité Latvia increased by € 1,654 thousand, or 92.7%, to € 3,439 thousand for Q2 of 2009 compared to € 1,785 thousand for Q2 of 2008. This increase was largely due to a higher postpaid customer base.

Sales and Marketing Costs

Sales and marketing costs of Bité Operating Group decreased by € 3,748 thousand, or 33.6%, to € 7,421 thousand for Q2 of 2009 compared to € 11,170 thousand for Q2 of 2008.

Sales and marketing costs of Bité Lithuania decreased by € 2,947 thousand, or 38.5%, to € 4,715 thousand for Q2 of 2009 compared to € 7,662 thousand for Q2 of 2008. This decrease was mainly due lower handset subsidies and fewer advertising activities as compared with the second quarter of 2008.

Sales and marketing costs of Bité Latvia decreased by € 801 thousand, or 22.8%, to € 2,706 thousand for Q2 of 2009 compared to € 3,507 thousand for Q2 of 2008. This decrease was largely due to fewer advertising activities and lower handset subsidies.

Network operations cost

Network operation costs of Bité Operating Group increased by € 64 thousand, or 1.7%, to € 3,846 thousand for Q2 of 2009 compared to € 3,782 thousand for Q2 of 2008.

Network operations costs of Bité Lithuania decreased by € 80 thousand, or 2.8%, to € 2,773 thousand for Q2 of 2009 compared to € 2,854 thousand for Q2 of 2008. This increase was largely due to lower network staff costs.

Network operations costs of Bité Latvia increased by € 162 thousand, or 17.4%, to € 1,091 thousand for Q2 of 2009 compared to € 929 thousand for Q2 of 2008. This increase was mainly due to a re-invoicing of network related costs from Bité Lithuania, which was a part of management fee in 2008.

Other Costs and Expenses

Other costs and expenses of Bité Operating Group decreased by € 3,434 thousand, or 22.7%, to € 11,671 thousand for Q2 of 2009 compared to € 15,106 thousand for Q2 of 2008.

Other costs and expenses of Bité Lithuania decreased by € 4,213 thousand, or 30.8%, to € 9,485 thousand for Q2 of 2009 compared to € 13,699 thousand for Q2 of 2008. This decrease was largely due to lower sales of handsets and lower number of employees.

Other costs and expenses of Bité Latvia decreased by € 258 thousand, or 7.4%, to € 3,218 thousand for Q2 of 2009 compared to € 3,476 thousand for Q2 of 2008. This decrease was largely due to lower sales of handsets.

Depreciation and Amortization Costs

Depreciation and amortization costs of Bité Operating Group decreased by € 2,172 thousand, or 14.7%, to € 12,581 thousand for Q2 of 2009 compared to € 14,753 thousand for Q2 of 2008.

Depreciation and amortization costs of Bité Lithuania decreased by € 2,470 thousand, or 19.0%, to € 10,568 thousand for Q2 of 2009 compared to € 13,038 thousand for Q2 of 2008.

Depreciation and amortization costs of Bité Latvia increased by € 450 thousand, or 33.4%, to € 1,796 thousand for Q2 of 2009 compared to € 1,346 thousand for Q2 of 2008. This increase was largely due to investments in 2G and 3G network rollout.

Operating Profit/ (Loss)

Operating loss of Bité Operating Group decreased by € 3,261 thousand, or 45.4%, to € 3,927 thousand for Q2 of 2009 compared to € 7,187 thousand for Q2 of 2008.

Operating profit of Bité Lithuania increased by € 1,996 thousand to positive € 1,010 thousand for Q2 of 2009 compared to operating loss of € 986 thousand for Q2 of 2008.

Operating loss of Bité Latvia decreased by € 1,018 thousand, or 17.7%, to € 4,720 thousand for Q2 of 2009 compared to € 5,738 thousand for Q2 of 2008.

Finance Activities

Unrealized Fair Value Gains/(Losses) on Derivative Financial Instrument

Unrealized fair value gain on derivative financial instruments of Bité Lithuania decreased by € 3,630 thousand to € 1,029 thousand for Q2 of 2009 compared to € 4,658 thousand for Q2 of 2008 due to a continual decrease in EURIBOR increasing the spread between actual rate and a floor of 3.5 %.

Finance Costs

Finance costs of Bité Operating Group decreased by € 715 thousand to € 7,623 thousand for Q2 of 2009 compared to € 8,337 thousand for Q2 of 2008.

Finance costs of Bité Lithuania decreased by € 699 thousand to € 7,612 thousand for Q2 of 2009 compared to € 8,311 thousand for Q2 of 2008 due to lower EURIBOR.

Finance costs of Bité Latvia decreased by € 16 thousand to € 10 thousand for Q2 of 2009 compared to € 26 thousand for Q2 of 2008.

Finance Income

Finance income of Bité Operating Group decreased by € 300 thousand to € 11 thousand for Q2 of 2009 compared to € 311 thousand for Q2 of 2008.

Finance income of Bité Lithuania decreased by € 294 thousand to € 7 thousand for Q2 of 2009 compared to positive € 301 thousand for Q2 of 2008, as in the second quarter of 2008 Bité Lithuania received a hedging compensation as EURIBOR for the quarter exceeded cap of 4.3 %.

Finance income of Bité Latvia decreased by € 8 thousand to € 3 thousand for Q2 of 2009 compared to € 11 thousand for Q2 of 2008.

Share of profit/(loss) of associates¹

The share of profit of associates increased by € 47 thousand to € 85 thousand for Q2 of 2009 compared to € 38 thousand for Q2 of 2008 due to improved results of Spaineta Latvia, SIA, which was acquired by Spainetos Prekybos Sistema, UAB at the beginning of August 2009.

¹ The associate company is our largest dealer Spainetos Prekybos Sistema UAB (SPS). Bité Lithuania owns 35% of SPS.

Profit/ (Loss) before tax

Loss of Bité Operating Group decreased by € 93 thousand to € 10,425 thousand for Q2 of 2009 compared to € 10,517 thousand for Q2 of 2008.

Loss of Bité Lithuania increased by € 1,228 thousand to € 5,566 thousand for Q2 of 2009 compared to € 4,338 thousand for Q2 of 2008.

Loss of Bité Latvia decreased by € 1,026 thousand, or 17.8%, to € 4,727 thousand for Q2 of 2009 compared to € 5,753 thousand for Q2 of 2008.

Income tax

Income tax of Bité Lithuania decreased to positive € 258 thousand for Q2 of 2009 compared to negative € 723 thousand for Q2 of 2008. Income tax for the quarter relates to the decrease of deferred tax liability due to created differed tax asset on taxable loss.

Net Profit/ (Loss)

Net loss of Bité Operating Group decreased by € 1,074 thousand to € 10,167 thousand for Q2, 2009 compared to € 11,240 thousand for Q2 of 2008.

Net loss of Bité Lithuania increased by € 247 thousand to € 5,308 thousand for Q2 of 2009 compared to € 5,061 thousand for Q2 of 2008.

Net loss of Bité Latvia decreased by € 1,026 thousand, or 17.8%, to € 4,727 thousand for Q2 of 2009 compared to € 5,753 thousand for Q2 of 2008.

Results of Operations

The financial data in the following table sets forth certain profit and loss account items for the first two quarters of 2008 and 2009 and is derived from our unaudited financial statements.

	Bité Lithuania unconsolidated stand alone		Bité Latvia unconsolidated stand alone		Bité Operating Group consolidated	
	YTD ended June 30, 2008 Actual	2009 Actual	YTD ended June 30, 2008 Actual	2009 Actual	YTD ended June 30, 2008 Actual	2009 Actual
			<i>(€ in thousands)</i>			
Postpaid services revenue	51,798	43,729	4,479	7,419	56,071	51,035
Prepaid services revenue	17,816	14,624	765	1,677	18,561	16,263
Connectivity services revenue	3,120	4,039	570	1,037	3,690	5,075
Wholesale revenue	6,436	5,167	339	178	6,766	5,340
Other service revenue	5,739	5,108	859	1,335	6,517	6,081
Total Service Revenue	84,909	72,667	7,012	11,646	91,605	83,794
Handsets revenue	8,564	4,210	2,317	1,308	10,881	5,518
Other revenue and income	9,335	7,725	582	1,493	4,728	4,754
Total Revenue and other income	102,808	84,602	9,911	14,447	107,214	94,066
Interconnect & roaming costs ¹	-31,158	-27,327	-2,942	-6,186	-32,989	-31,307
Sales & Marketing cost	-15,179	-10,457	-6,915	-5,512	-22,094	-15,969
Network Operations cost	-5,505	-5,964	-1,771	-2,412	-7,275	-8,092
Other expenses	-26,760	-18,693	-7,191	-6,505	-29,716	-22,705
Total expenses	-78,602	-62,441	-18,819	-20,615	-92,074	-78,073
EBITDA	24,206	22,161	-8,908	-6,168	15,140	15,993
<i>EBITDA margin (% of service revenue)</i>	<i>29%</i>	<i>30%</i>	<i>-127%</i>	<i>-53%</i>	<i>17%</i>	<i>19%</i>
Depreciation and amortization costs						
	-26,360	-21,859	-2,533	-3,453	-29,760	-25,795
Impairment charge	0	0	0	0	0	0
Operating profit/(loss)	-2,154	302	-11,441	-9,621	-14,620	-9,802
Unrealized fair value gains/(losses) on derivative financial instrument	4,190	-1,155	0	0	4,190	-1,155
Finance costs	-16,426	-15,119	-463	-23	-16,812	-15,142
Finance income	863	17	16	6	863	22
Share of profit/(loss) of associates	0	0	0	0	-42	-165

¹ In the Summary historical, pro forma and unaudited financial information and operational data for the first quarter of 2009, dated April 22, 2009 part of interconnect & roaming costs for Q1 of 2008 and Q1 of 2009 were reported in other expenses line. The impact of amounts reported in these lines for the period is not considered significant and the resulting reclassification is presented below (in EUR thousands):

- for the quarter ended March 31, 2008: interconnect & roaming costs of -1,157; other expenses of -3,715;

- for the quarter ended March 31, 2009: interconnect & roaming costs of -2,747; other expenses of -3,286.

Profit/(loss) before tax	-13,527	-15,955	-11,888	-9,638	-26,421	-26,242
Income tax	-768	657	0	0	-768	658
Net profit/(loss)	-14,295	-15,298	-11,888	-9,638	-27,189	-25,584

Year to Date Ended June 30, 2009 Compared with Year to Date Ended June 30, 2008

Revenues

Service revenues generated by Bité Group decreased by € 7,811 thousand, or 8.5%, to € 83,794 thousand for the first two quarters of 2009 compared to € 91,605 thousand for the first two quarters of 2008. Total revenues generated by Bité Group decreased by € 13,148 thousand, or 12.3%, to € 94,066 thousand for the first two quarters of 2009 compared to € 107,214 thousand for the first two quarters of 2008.

Service revenues generated by Bité Lithuania decreased by € 12,242 thousand, or 14.4%, to € 72,667 thousand for the first two quarters of 2009 compared to € 84,909 thousand for the first two quarters of 2008. Total revenues generated by Bité Lithuania decreased by € 18,206 thousand, or 17.7%, to € 84,602 thousand for the year to date ended June 30, 2009 compared to € 102,808 thousand for the year to date ended June 30, 2008.

Service revenues generated by Bité Latvia increased by € 4,633 thousand, or 66.1%, to € 11,646 thousand for the first two quarters of 2009 compared to € 7,012 thousand for the first two quarters of 2008. Total revenues generated by Bité Latvia increased by € 4,536 thousand, or 45.8%, to € 14,447 thousand for the year to date ended June 30, 2009 compared to € 9,911 thousand for the year to date ended June 30, 2008.

Postpaid service revenue

Postpaid service revenue generated by Bité Group decreased by € 5,036 thousand, or 9.0%, to € 51,035 thousand for the first two quarters of 2009 compared to € 56,071 thousand for the first two quarters of 2008.

Postpaid service revenue generated by Bité Lithuania decreased by € 8,070 thousand, or 15.6%, to € 43,729 thousand for the first two quarters of 2009 compared to € 51,798 thousand for the first two quarters of 2008. Postpaid revenue decrease was driven by decrease in interconnect prices from the beginning of 2009, lower customer base in postpaid business segment and lower revenue from roaming and international calls.

Postpaid service revenue generated by Bité Latvia increased by € 2,941 thousand, or 65.7%, to € 7,419 thousand for the first two quarters of 2009 compared to € 4,479 thousand for the first two quarters of 2008. Increase in prepaid revenue is mainly driven by an increase of more than 18,000 in prepaid customer base.

Prepaid service revenue

Prepaid service revenue generated by Bité Group decreased by € 2,297 thousand, or 12.4%, to € 16,263 thousand for the first two quarters of 2009 compared to € 18,561 thousand for the first two quarters of 2008.

Prepaid service revenue generated by Bité Lithuania decreased by € 3,192 thousand, or 17.9%, to € 14,624 thousand for the first two quarters of 2009 compared to € 17,816 thousand for the first two quarters of 2008. Decrease in prepaid revenue was driven by lower average customer base.

Prepaid service revenue generated by Bité Latvia increased by € 912 thousand, or 119.3%, to € 1,677 thousand for the two quarters of 2009 compared to € 765 thousand for the two quarters of 2008. Increase in prepaid revenue is mainly driven by an increase of more than 18,000 in prepaid customer base.

Connectivity service revenue

Connectivity service revenue generated by Bité Group increased by € 1,386 thousand, or 37.5%, to € 5,075 thousand for the first two quarters of 2009 compared to € 3,690 thousand for the first two quarters of 2008.

Connectivity service revenue generated by Bité Lithuania increased by € 918 thousand, or 29.4%, to € 4,039 thousand for the first two quarters of 2009 compared to € 3,120 thousand for the first two quarters of 2008. Increase in connectivity revenue was driven by an increase in connectivity customer base by more than 20,600 customers.

Connectivity service revenue generated by Bité Latvia increased by € 467 thousand, or 81.9%, to € 1,037 thousand for the two quarters of 2009 compared to € 570 thousand for the two quarters of 2008. Increase in connectivity revenue was mainly due to an increase in connectivity customer base by more than 6,900 customers.

Wholesale revenue

Wholesale revenue generated by Bité Group decreased by € 1,426 thousand, or 21.1%, to € 5,340 thousand for the first two quarters of 2009 compared to € 6,766 thousand for the first two quarters of 2008.

Wholesale revenue generated by Bité Lithuania decreased by € 1,269 thousand, or 19.7%, to € 5,167 thousand for the first two quarters of 2009 compared to € 6,436 thousand for the first two quarters of 2008. This decrease was due to lower wholesale postpaid customer base.

Wholesale revenue generated by Bité Latvia decreased by € 161 thousand, or 47.6%, to € 178 thousand for the first two quarters of 2009 compared to € 339 thousand for the first two quarters of 2008. This decrease was mainly due to acquisition of two of the Service Providers in the first and second quarters of 2008.

Other service revenue

Other service revenue generated by Bité Group decreased by € 436 thousand, or 6.7%, to € 6,081 thousand for the first two quarters of 2009 compared to € 6,517 thousand for the first two quarters of 2008.

Other service revenue generated by Bité Lithuania decreased by € 631 thousand, or 10.9%, to € 5,108 thousand for the first two quarters of 2009 compared to € 5,739 thousand for the first two quarters of 2008. This was largely a result of lower revenue from inbound roaming due to lower number of visitors coming to Lithuania and lower roamers' AMOU.

Other service revenue generated by Bité Latvia increased by € 476 thousand, or 55.3%, to € 1,335 thousand for the first two quarters of 2009 compared to € 859 thousand for the first two quarters of 2008. The increase was mainly driven by higher number of roaming agreements signed.

Handsets revenue

Handsets revenue generated by Bité Group decreased by € 5,363 thousand, or 49.3%, to € 5,518 thousand for the first two quarters of 2009 compared to € 10,881 thousand for the first two quarters of 2008.

Handsets revenue generated by Bité Lithuania decreased by € 4,354 thousand, or 50.8%, to € 4,210 thousand for the first two quarters of 2009 compared to € 8,564 thousand for the first two quarters of 2008. This decrease was largely due lower number of gross connections with handset subsidy.

Handsets revenue generated by Bité Latvia decreased by € 1,009 thousand, or 43.5%, to € 1,308 thousand for the first two quarters of 2009 compared to € 2,317 thousand for the first two quarters of 2008. This decrease was due to a smaller share of gross connections with handset subsidies.

Other revenues and income

Other revenues and income generated by Bité Group increased by € 25 thousand, or 0.5%, to € 4,754 thousand for the first two quarters of 2009 compared to € 4,728 thousand for the first two quarters of 2008.

Other revenues generated by Bité Lithuania decreased by € 1,611 thousand, or 17.3%, to € 7,725 thousand for the first two quarters of 2009 compared to € 9,335 thousand for the first two quarters of 2008. Other revenues are lower due to lower management fee from Bité Latvia and lower interest income from Group companies.

Other revenues generated by Bité Latvia increased by € 912 thousand, or 156.7% to € 1,493 thousand for the first two quarters of 2009 compared to € 582 thousand for the first two quarters of 2008. Other revenues are higher due to higher transit revenues and higher penalties from customers.

Costs and Expenses

Costs and expenses of Bité Group decreased by € 14,001 thousand, or 15.2%, to € 78,073 thousand for the first two quarters of 2009 compared to € 92,074 thousand for the first two quarters of 2008.

Costs and expenses of Bité Lithuania decreased by € 16,161 thousand, or 20.6%, to € 62,441 thousand for the first two quarters of 2009 compared to € 78,602 thousand for the first two quarters of 2008.

Costs and expenses of Bité Latvia increased by € 1,796 thousand, or 9.5%, to € 20,615 thousand for the first two quarters of 2009 compared to € 18,819 thousand for the first two quarters of 2008.

Interconnect and roaming costs

Interconnect and roaming costs of Bité Group decreased by € 1,682 thousand, or 5.1%, to € 31,307 thousand for the first two quarters of 2009 compared to € 32,989 thousand for the first two quarters of 2008.

Interconnect and roaming costs of Bité Lithuania decreased by € 3,831 thousand, or 12.3%, to € 27,327 thousand for the first two quarters of 2009 compared to € 31,158 thousand for the first two quarters of 2008. This decrease was driven by a decrease in interconnect price from January 2009 and lower roaming costs.

Interconnect and roaming costs of Bité Latvia increased by € 3,244 thousand, or 110.2%, to € 6,186 thousand for the first two quarters of 2009 compared to € 2,942 thousand for the first two quarters of 2008. This increase was largely due to a higher postpaid customer base.

Sales and Marketing Costs

Sales and marketing costs of Bité Group decreased by € 6,125 thousand, or 27.7%, to € 15,969 thousand for the first two quarters of 2009 compared to € 22,094 thousand for the first two quarters of 2008.

Sales and marketing costs of Bité Lithuania decreased by € 4,723 thousand, or 31.1%, to € 10,457 thousand for the first two quarters of 2009 compared to € 15,179 thousand for the first two quarters of 2008. This decrease was mainly due lower handset subsidies and fewer advertising activities as compared with the first half of 2008.

Sales and marketing costs of Bité Latvia decreased by € 1,403 thousand, or 20.3%, to € 5,512 thousand for the first two quarters of 2009 compared to € 6,915 thousand for the first two quarters of 2008. This decrease was largely due to fewer advertising activities and lower handset subsidies.

Network operations cost

Network operations costs of Bité Group increased by € 817 thousand, or 11.2%, to € 8,092 thousand for the first two quarters of 2009 compared to € 7,275 thousand for the first two quarters of 2008.

Network operations costs of Bité Lithuania increased by € 459 thousand, or 8.3%, to € 5,964 thousand for the first two quarters of 2009 compared to € 5,505 thousand for the first two quarters of 2008. This increase was largely due to higher frequency charges and 3G related support fees.

Network operations costs of Bité Latvia increased by € 642 thousand, or 36.2%, to € 2,412 thousand for the first two quarters of 2009 compared to € 1,771 thousand for the first two quarters of 2008. This increase was mainly due to higher 2G and 3G network rollout.

Other Costs and Expenses

Other costs and expenses of Bité Group decreased by € 7,011 thousand, or 23.6%, to € 22,705 thousand for the first two quarters of 2009 compared to € 29,716 thousand for the first two quarters of 2008.

Other costs and expenses of Bité Lithuania decreased by € 8,067 thousand, or 30.1%, to € 18,693 thousand for the first two quarters of 2009 compared to € 26,760 thousand for the first two quarters of 2008. This decrease was largely due to lower sales of handsets and lower number of employees.

Other costs and expenses of Bité Latvia decreased by € 686 thousand, or 9.6%, to € 6,505 thousand for the first two quarters of 2009 compared to € 7,191 thousand for the first two quarters of 2008. This decrease was largely due to lower sales of handsets.

Depreciation and Amortization Costs

Depreciation and amortization costs of Bité Group decreased by € 3,965 thousand, or 13.3%, to € 25,795 thousand for the first two quarters of 2009 compared to € 29,760 thousand for the first two quarters of 2008.

Depreciation and amortization costs of Bité Lithuania decreased by € 4,501 thousand, or 17.1%, to € 21,859 thousand for the first two quarters of 2009 compared to € 26,360 thousand for the first two quarters of 2008.

Depreciation and amortization costs of Bité Latvia increased by € 920 thousand, or 36.3%, to € 3,453 thousand for the first two quarters of 2009 compared to € 2,533 thousand for the first two quarters of 2008. This increase was largely due to investments into 2G and 3G network rollout.

Operating Profit/ (Loss)

Operating loss of Bité Group decreased by € 4,817 thousand to € 9,802 thousand for the first two quarters of 2009 compared to loss of € 14,620 thousand for the first two quarters of 2008.

Operating profit of Bité Lithuania increased by € 2,456 thousand to positive € 302 thousand for the first two quarters of 2009 compared to a loss of € 2,154 thousand for the first two quarters, 2008.

Operating loss of Bité Latvia decreased by € 1,820 thousand, or 15.9%, to € 9,621 thousand for the first two quarters, 2009 compared to € 11,441 thousand for the first two quarters, 2008.

Finance Costs and Finance Income

Unrealized Fair Value Gains/(Losses) on Derivative Financial Instrument

Unrealized fair value gain on derivative financial instruments of Bité Lithuania decreased by € 5,345 thousand to a loss of € 1,155 thousand for the first two quarters, 2009 compared to a gain of € 4,190 thousand for the first two quarters, 2008 due to a continual decrease in EURIBOR increasing the spread between actual rate and a floor of 3.5 %.

Finance Costs

Finance costs of Bité Group decreased by € 1,671 thousand, or 9.9%, to € 15,142 thousand for the first two quarters, 2009 compared to € 16,812 thousand for the first

two quarters, 2008 due to lower EURIBOR and change of Bité Latvia capital structure in Q1, 2009.

Finance costs of Bité Lithuania decreased by € 1,306 thousand, or 8.0%, to € 15,119 thousand for the first two quarters, 2009 compared to € 16,426 thousand for the first two quarters, 2008 due to lower EURIBOR.

Finance costs of Bité Latvia decreased by € 440 thousand to € 23 thousand for the first two quarters, 2009, compared to € 463 thousand for the first two quarters, 2008, due to interest paid to Bité Lithuania and EECF Bella FinCo during the first quarter of 2008 for the loans issued to finance Bité Latvia activities.

Finance Income

Finance income of Bité Group decreased by € 841 thousand to € 22 thousand for the first two quarters, 2009 compared to € 863 thousand for the first two quarters, 2008.

Finance income of Bité Lithuania decreased by € 846 thousand, or 98.1%, to € 17 thousand for the first two quarters, 2009 compared to € 863 thousand for the two quarters, 2008 as in the first two quarters of 2008 Bité Lithuania received a hedging compensation as EURIBOR for the quarter exceeded cap of 4.3 %.

Finance income of Bité Latvia decreased by € 10 thousand, or 64.3%, to € 6 thousand for the first two quarters, 2009 compared to € 16 thousand for the first two quarters, 2008.

Share of profit of associate¹

The share of loss of associate increased by € 123 thousand to € 165 thousand for the first two quarters, 2009 compared to of € 42 thousand for the first two quarters, 2008 improved results of Spaineta Latvia, SIA, which was acquired by Spainetos Prekybos Sistema, UAB at the beginning of August 2008.

Profit/ (Loss) before tax

Loss of Bité Group decreased by € 179 thousand to € 26,242 thousand for the first two quarters, 2009 compared to a loss of € 26,421 thousand for the first two quarters, 2008.

Loss of Bité Lithuania increased by € 2,429 thousand, or 18.0%, to € 15,955 thousand for the first two quarters, 2009 compared to loss of € 13,527 thousand for the first two quarters, 2008.

Loss of Bité Latvia decreased by € 2,249 thousand, or 18.9%, to € 9,638 thousand for the first two quarters, 2009 compared to € 11,888 thousand for the first two quarters, 2008.

Income tax

Income tax of Bité Lithuania increased by € 1,425 thousand, to positive € 657 thousand for the first two quarters, 2009 compared to negative € 768 thousand for the first two quarters, 2008. Income tax for the quarter relates to the decrease of deferred tax liability due to created deffered tax asset on taxable loss.

¹ The associate company is our largest dealer Spainetos Prekybos Sistema UAB (SPS). Bité Lithuania owns 35% of SPS.

Net Profit/ (Loss)

Net loss of Bité Group decreased by € 1,604 thousand to € 25,584 thousand for the first two quarters, 2009 compared to € 27,189 thousand for the first two quarters, 2008.

Net loss of Bité Lithuania increased by € 1,003 thousand, or 7.0%, to € 15,298 thousand for the first two quarters, 2009 compared to € 14,295 thousand for the first two quarters, 2008.

Net loss of Bité Latvia decreased by € 2,249 thousand, or 18.9%, to € 9,638 thousand for the first two quarters, 2009 compared to € 11,888 thousand for the first two quarters, 2008.

Historical Cash Flow

The table below sets out certain information related to our cash flows for the second quarter of 2009 and 2008.

	Bité Lithuania		Bité Latvia		Bité Operating Group	
	Q2 ended June 30,		Q2 ended June 30,		Q2 ended June 30,	
	2008 Actual	2009 Actual	2008 Actual	2009 Actual	2008 Actual	2009 Actual
Cash and cash equivalents at beginning of period	4,964	6,856	562	2,224	5,526	9,080
Net cash flow generated from operating activities	3,782	5,730	-5,210	-3,454	953	2,394
Net cash flow to/from investing activities	-12,223	-10,562	-3,221	-1,103	-7,824	-6,282
Net cash flow to/from financing activities	5,983	-22	10,000	5,497	5,982	-26
Cash and cash equivalents at end of period	2,506	2,002	2,131	3,164	4,637	5,166

Bité Cash Flow

Net cash flow from operating activities of Bité Operating Group increased by € 1,440 thousand to € 2,394 thousand for Q2 of 2009, compared with € 953 thousand for Q2 of 2008, primarily due to better EBITDA in Bité Latvia and lower interest expenses for Bité Lithuania.

Net cash flow to investing activities of Bité Operating Group decreased by € 1,542 thousand to negative € 6,282 thousand for Q2 of 2009, compared with negative € 7,824 thousand for Q2 of 2008 mainly due to lower capital expenditures in the first half of 2009.

Net cash flow from financing activities of Bité Operating Group decreased by € 6,008 thousand to negative € 26 thousand for Q2 of 2009, compared with positive € 5,982 thousand for Q2 of 2008. During the second quarter of 2008 Bite Lithuania has borrowed an additional € 6,000 thousand from Revolving Credit Facility.

Bité Lithuania Cash Flow

Net cash flow from operating activities of Bité Lithuania increased by € 1,948 thousand to € 5,730 thousand for Q2 of 2009, compared with € 3,782 thousand for Q2 of 2008, primarily due to lower interest expenses as a result of lower EURIBOR.

Net cash flow to investing activities of Bité Lithuania decreased by € 1,661 thousand to negative € 10,562 thousand for Q2 of 2009, compared with negative € 12,223 thousand for Q2 of 2008 primarily due to lower investments in Bité Latvia and lower payments for capital expenditures.

Net cash flow from financing activities of Bité Lithuania decreased by € 6,006 thousand to negative € 22 thousand for the end of Q2 of 2009, compared with positive € 5,983 thousand for Q2 of 2008. In the second quarter of 2008 Bité Lithuania borrowed € 6,000 thousand from the Revolving Credit Facility.

Bité Latvia Cash Flow

Net cash flow from operating activities of Bité Latvia increased by € 1,756 thousand to negative € 3,454 thousand for Q2 of 2009, compared with negative € 5,210 thousand for Q2 of 2008, primarily due to better EBITDA.

Net cash flow to investing activities of Bité Latvia decreased by € 2,118 thousand to negative € 1,103 thousand for Q2 of 2009, compared with negative € 3,221 thousand for Q2 of 2008, primarily due to lower amounts paid during the second quarter for network equipment.

Net cash flow from financing activities of Bité Latvia decreased by € 4,503 thousand to € 5,497 thousand for Q2 of 2009, compared with € 10,000 thousand for Q2 of 2008 due to smaller increase in share capital.

The table below sets out certain information related to our cash flows for the first two quarters of 2009 and 2008.

	Bité Lithuania		Bité Latvia		Group	
	YTD ended		YTD ended		YTD ended	
	June 30,		June 30,		June 30,	
	2008	2009	2008	2009	2008	2009
			<i>(in thousands of Euro)</i>			
Cash and cash equivalents at beginning of period	2,321	2,783	290	771	2,611	3,554
Net cash flow generated from operating activities	7,527	7,530	-11,482	-9,469	-159	612
Net cash flow to/from investing activities	-33,097	-16,476	-5,177	-4,132	-4,569	-7,159
Net cash flow to/from financing activities	25,755	8,165	18,500	15,994	6,754	8,159
Cash and cash equivalents at end of period	2,506	2,002	2,131	3,164	4,637	5,166

Bité Cash Flow

Net cash flow from operating activities of Bité Group increased by € 771 to € 612 thousand for the first two quarters of 2009, compared with negative € 159 thousand for the first two quarters of 2008, primarily due to lower interest expenses for Bité Lithuania and higher EBITDA in Bité Latvia.

Net cash flow to investing activities of Bité Group increased by € 2,589 thousand to negative € 7,159 thousand for the first two quarters of 2009, compared with negative € 4,569 thousand for the first two quarters of 2008. During the first half of 2008 Bité Group received a hedging compensation of more than € 800 thousand as EURIBOR in the period exceeded the cap of 4.3%, whereas in the first half of 2009 Bité Group paid to a counterparty a difference between a floor of 3.5% and actual EURIBOR rate of more than € 1,300 thousand.

Net cash flow from financing activities of Bité Group increased by € 1,405 to € 8,159 thousand for the first two quarters of 2009, compared with € 6,754 thousand for the first two quarters of 2008 due to higher borrowings from EECF Bella FinCo.

Bité Lithuania Cash Flow

Net cash flow from operating activities of Bité Lithuania increased by € 3 thousand to € 7,530 thousand for the first two quarters of 2009, compared with € 7,527 thousand for the first two quarters of 2008, as lower EBITDA was offset by lower interest expenses.

Net cash flow to investing activities of Bité Lithuania decreased by € 16,620 thousand to negative € 16,476 thousand for the first two quarters of 2009, compared with negative € 33,097 thousand for the first two quarters of 2008. In the first quarter of 2008 Bité Lithuania has changed the capital structure of Bité Latvia resulted in an increase of share capital of Bité Latvia by € 32,500 thousand, which was financed by the repayment of EUR 15,000 thousand loans from EECF Bella FinCo and additional borrowing from FinCo of EUR 18,500 thousand.

Net cash flow from financing activities of Bité Lithuania decreased by € 17,590 thousand to € 8,165 thousand for the first two quarters of 2009, compared with € 25,755 thousand for the first two quarters of 2008. In the first half of 2008 Bité Lithuania borrowed € 24,500 thousand from EECF Bella FinCo and received € 1,280 thousand from the sale of interest rate floor, whereas in the first quarter of 2009 Bité Lithuania borrowed € 13,000 thousand from FinCo and repaid a loans of € 4,790 thousand.

Bité Latvia Cash Flow

Net cash flow to operating activities of Bité Latvia decreased by € 2,013 thousand to negative € 9,469 thousand for the first two quarters of 2009, compared with negative € 11,482 thousand for the first two quarters of 2008, primarily due to better EBITDA.

Net cash flow to investing activities of Bité Latvia decreased by € 1,045 thousand to negative € 4,132 thousand for the first two quarters of 2009, compared with negative € 5,177 thousand for the first two quarters of 2008, primarily due to lower amounts paid during the first half of 2009 for the network equipment.

Net cash flow from financing activities of Bité Latvia decreased by € 2,506 thousand to € 15,994 thousand for the first two quarters of 2009, compared with € 18,500 thousand for the first two quarters of 2008 due to smaller increase in share capital in the first half of 2009.

Capital Expenditure

The capital expenditures of Bité Operating Group over Q2, 2009 and Q2, 2008 are shown in the following table:

	Quarter ended June 30,	
	2008	2009
<i>Capital Expenditures:</i>	<i>(in thousands of Euro)</i>	
Lithuania	4,965	3,322
Latvia	4,536	947
Total	9,501	4,269

	YTD ended June 30,	
	2008	2009
<i>Capital Expenditures:</i>	<i>(in thousands of Euro)</i>	
Lithuania	9,720	6,550
Latvia	8,710	2,250
Total	18,430	8,800

Our total capital expenditures in the second quarter of 2009 decreased by 55.1% comparing to the same period of 2008 as the majority of the network rollout was completed in 2008.

The GSM rollout in Lithuania is finished. GSM investments in Lithuania in 2009 are focused to maintain existing network and provide in-door coverage in newly constructed hot spots: new shopping malls and arenas.

In Latvia planned GSM radio network for the 2009 is focused to solve main coverage issues by improvement of GSM coverage in the country side and in-door coverage in Riga city. In Q2, 2009 nine new GSM base stations were put in service. By the end of the Q2, 2009 we have more than 96% population coverage and 84% geographical coverage of the country.

In Q2, 2009 the advanced GSM technology features were acquired and enabled in both Bité's GSM networks what improved overall GPRS/EDGE data transmission performance and voice quality in all Bité's GSM networks.

In 3G network the main planned activities for 2009 in Lithuania and Latvia are focused on increasing "Vodafone Mobile Connect" users experience by solving any remaining 3G network coverage issues and increasing 3G network capacity in already covered areas, and network expansion into few new high mobile data traffic areas. In Q2, 2009 five new 3G sites were installed in Lithuania and six in Latvia. By the end of the Q2, 2009 Bite is providing 3G (HSPA 7.2/1.4 Mbps) services in 34 cities in Lithuania and 10 cities in Latvia.

LIQUIDITY POSITION OF BITÉ FINANCE INTERNATIONAL GROUP FOR THE QUARTER ENDED JUNE 30, 2009

On March 2, 2007, the Company issued € 190 million of Senior Secured Floating Rate Notes due 2014 (the “Senior Secured Notes”) and € 110 million of Senior Subordinated Floating Rate Notes due 2017 (the “Senior Subordinated Notes”). The Senior Secured Notes bear interest at a rate of EURIBOR plus 3.5 % per annum and the Senior Subordinated Notes bear interest at a rate of EURIBOR plus 6.75 % per annum.

On 19 March, 2009 Bite Finance International (Cayman) Ltd., an indirect subsidiary of the ultimate controlling party of the Company, purchased from noteholders € 103,930 thousand aggregate principal amount of Senior Subordinated Notes. On 25 March, 2009 Bite Finance International (Cayman) Ltd. and Bite Finance International B.V. entered into Release Agreement pursuant to which Bite Finance International (Cayman) Ltd. released € 50,000 thousand of Senior Subordinated Notes and any and all accrued interest on it in favor of Bite Finance International B.V. The value of transaction that equals the fair value of the released Senior Subordinated Notes (€ 17,546 thousand) less direct costs incurred upon buyback and debt release transaction is recognized directly in equity as an informal share capital contribution and the difference between the fair value and amortized cost of released notes in amount of € 30,997 thousand is accounted for as finance income.

On 16 June, 2009 Bite Finance International (Cayman) Ltd. and Bite Finance International B.V. have entered into Release agreement pursuant to which Bite Finance International (Cayman) Ltd. has released remaining Senior Subordinated Notes with a nominal value of € 53,930 thousand on behalf of Bite Finance International B.V. These bonds were carried at amortised cost in the financial statements of the Group and their carrying amount was equal to € 52,467 thousand as at release date. The value of transaction that equaled the fair value of the released Senior Subordinated Notes (€ 18,925 thousand) was recognised directly in equity as an informal share capital contribution and the difference between the fair value and amortised cost of released notes in amount of € 33,542 thousand was accounted for as finance income in the second quarter of 2009.

On April 4, 2007 the Company entered into an interest rate cap from June 15, 2007 to March 15, 2010, effectively capping the EURIBOR interest rate for the two note issuances at 4.3 % per annum. On March 18, 2008, the Company entered into an interest rate floor from June 16, 2008 to March 15, 2010 at 3.5 % per annum. The Company has a secured Revolving Credit Facility of € 30 million. This facility is for a term of 7 years expiring in 2014 and drawing bear interest at EURIBOR + 4.00 % per annum. As of June 30, 2009 the Company has drawn down € 30 million from the Revolving Credit Facility.

For the quarter ended June 30, 2009, cash and cash equivalents of the Bité Finance International Group was € 6.9 million. Total debt was € 221.8 million, leaving a net debt of € 214.9 million.

The interest paid on the notes on June 15 is € 3,789 thousand based on a EURIBOR March 12, 2009 of 1.650 %. Accrued interest for the rest of Q2 of 2009 amounts to € 0,425 thousand based on a EURIBOR June 11, 2009 of 1.277 %.

This announcement is not an offer to sell or a solicitation of any offer to buy the securities in the United States; securities may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons (as such term is defined in Regulation S under the U.S. Securities Act of 1933, as amended) absent registration or an exemption from registration. There will be no public offer of securities in the United States. Any offering of securities will be made only by means of an offering circular, which contains detailed information about our company and its management and financial statements.

For further information:

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