

**AVIA SOLUTIONS GROUP PLC**

Condensed Consolidated Interim Financial Information,  
For the Six-month Period Ended 30 June 2021 (Unaudited)

Beginning of the financial period	1 January 2021
End of reporting period	30 June 2021
Name of the company	<b>Avia Solutions Group PLC</b> (hereinafter “the Company”)
Date of registration	28 February 2018
Code of enterprise	HE 380586
Name of Register of Legal Entities	Department of Registrar of Companies and Official Receiver
Registered office	117 Arch. Makariou Ave. 5th Floor, Office 505 3021 Limassol, Cyprus
Telephone number	+44 20 808 99777 / +370 5 252 5500
E-mail	<a href="mailto:info@aviasg.com">info@aviasg.com</a>
Internet address	<a href="http://www.aviasg.com">www.aviasg.com</a>
Segments of consolidated Group	Aviation Supporting Services, Aviation Logistics and Distribution Services, Aircraft Trading and Portfolio Management, Unallocated (holding, financing and other with aviation not related activities).
Board of Directors:	Gediminas Žiemelis (appointed from 12 July 2019) Jonas Janukėnas (appointed from 28 February 2018) Žilvinas Lapinskas (appointed from 12 July 2019) Linas Dovydėnas (appointed from 12 July 2019) Vygaudas Ušackas (appointed from 16 September 2019)
Company Secretary:	Fidema Services (appointed from 28 February 2018)

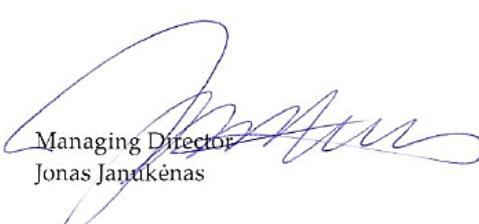
**CONTENTS**

**Pages**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME .....4  
CONDENSED CONSOLIDATED BALANCE SHEET .....5  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY .....7  
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS.....9  
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION .....11

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		January – June	
		2021	2020
	<b>Note</b>		
<b>Revenue</b>	3	<b>368 571</b>	<b>400 847</b>
Other income	3	2 758	12 043
Cost of services and goods	3, 4	(222 982)	(248 971)
Employee related expenses	3	(82 325)	(72 448)
Depreciation and amortisation	3, 10	(35 100)	(53 231)
Other operating expenses	3, 5.1	(24 036)	(22 284)
Impairment losses of financial assets	3, 5.2	(1 799)	(7 588)
Other impairment-related expenses	3, 5.2	(1 256)	(2 519)
Other gain/(loss) – net	3	24 294	7 200
<b>Operating profit (loss)</b>	3	<b>28 125</b>	<b>13 049</b>
Finance income	6	3 170	5 179
Finance cost	6	(16 343)	(20 770)
<b>Finance costs – net</b>	6	<b>(13 173)</b>	<b>(15 591)</b>
Share of profit (losses) of associates	11	18	1 849
<b>Profit (loss) before income tax</b>		<b>14 970</b>	<b>(693)</b>
Income tax	7	(383)	(6 054)
<b>Profit (loss) for the period</b>		<b>14 587</b>	<b>(6 747)</b>
<b>Profit (loss) attributable to:</b>			
Equity holders of the parent		14 251	(12 168)
Non-controlling interests		336	5 421
		<b>14 587</b>	<b>(6 747)</b>
<b>Other comprehensive income</b>			
Gain (loss) on cash flow hedges, net of income tax		(22)	5 070
Exchange differences on translation of foreign operations		7 922	(4 624)
<b>Other comprehensive income (loss) for the period</b>		<b>7 900</b>	<b>446</b>
<b>Total comprehensive income for the period attributable to:</b>			
Equity holders of the parent		22 053	(11 574)
Non-controlling interests		434	5 273
		<b>22 487</b>	<b>(6 301)</b>
<b>Earnings per share attributable to owners of the parent during the period</b>			
Basic and diluted earnings per share	9	0,184	(0,157)
		<b>0,184</b>	<b>(0,157)</b>



Managing Director  
Jonas Janukėnas



Chief Financial Officer  
Robertas Ćipkus

**AVIA SOLUTIONS GROUP PLC**CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021*(All tabular amounts are in EUR '000 unless otherwise stated)***CONDENSED CONSOLIDATED BALANCE SHEET**

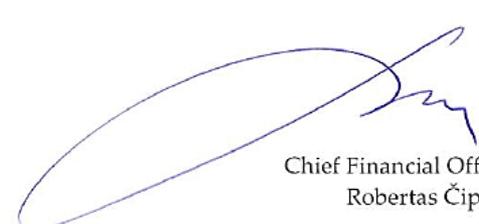
	Notes	30 June 2021	31 December 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	10	380 509	352 931
Investments property	10	10 500	10 132
Intangible assets	10	107 253	102 777
Other investment	18	3 909	1 231
Investments accounted for using the equity method	11	46 338	43 680
Deferred tax assets		16 317	17 161
Non-current trade and other receivables	12	47 009	42 091
Non-current derivative financial instruments	18	3 828	3 563
Long-term bank deposits		2 180	1 226
		<b>617 843</b>	<b>574 792</b>
<b>Current assets</b>			
Inventories	14	62 885	38 976
Trade and other receivables	12	159 232	116 824
Contract assets		20 594	10 128
Current financial assets at fair value through profit & loss	18	701	-
Prepaid income tax		2 066	1 699
Short-term bank deposit		-	25 519
Cash and cash equivalents	13	170 606	178 352
		<b>416 084</b>	<b>371 498</b>
<b>Total assets</b>		<b>1 033 927</b>	<b>946 290</b>

**CONDENSED CONSOLIDATED BALANCE SHEET  
(CONTINUED)**

	Notes	30 June 2021	31 December 2020
<b>EQUITY</b>			
<b>Equity attributable to the Group's equity shareholders</b>			
Share capital	8	22 556	22 556
Share premium		282 158	282 158
Other reserves		463	331
Treasury shares		(324)	(1 165)
Merger reserve		(456)	(456)
Fair value reserve		1 474	1 496
Cumulative translations differences		(14 181)	(22 005)
Retained earnings		2 281	(11 970)
<b>Equity attributable to equity holders of the parent</b>		<b>293 971</b>	<b>270 945</b>
Non-controlling interests		2 565	2 425
<b>Total equity</b>		<b>296 536</b>	<b>273 370</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Borrowings		257 194	235 195
Lease liabilities		126 875	115 846
Government grants		416	535
Security deposits received		1 125	505
Trade and other payables	15	5 838	2 450
Derivative financial instruments	18	9 855	12 453
Deferred income tax liabilities		9 143	18 275
		<b>410 446</b>	<b>385 259</b>
<b>Current liabilities</b>			
Trade and other payables	15	194 725	164 928
Lease liabilities		40 965	49 978
Borrowings		6 393	5 565
Contract liabilities		47 846	33 360
Security deposits received		5 039	3 914
Current income tax liabilities		31 977	29 779
Derivative financial instruments	18	-	137
		<b>326 945</b>	<b>287 661</b>
<b>Total liabilities</b>		<b>737 391</b>	<b>672 920</b>
<b>Total equity and liabilities</b>		<b>1 033 927</b>	<b>946 290</b>



Managing Director  
Jonas Janukėnas



Chief Financial Officer  
Robertas Ćipkus

**AVIA SOLUTIONS GROUP PLC**

 CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION  
 FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(All tabular amounts are in EUR '000 unless otherwise stated)


**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Equity attributable to equity holders of the Group										
	Share capital	Share premium	Treasury shares	Merger reserve	Other reserves	Fair value reserve	Currency translation differences	Retained earnings	Total	Non-controlling interests	Total equity
<b>Balance at 1 January 2020</b>	22 556	282 158	(1 010)	(456)	60	(432)	(2 956)	41 122	341 042	4 980	346 022
<b>Comprehensive income</b>											
Net profit (loss) on cash flow hedge	-	-	-	-	-	5 070	-	-	5 070	-	5 070
Currency translation difference	-	-	-	-	-	-	(4 476)	-	(4 476)	(148)	(4 624)
Profit (loss) for the period	-	-	-	-	-	-	-	(12 168)	(12 168)	5 421	(6 747)
<b>Total comprehensive income</b>	-	-	-	-	-	5 070	(4 476)	(12 168)	(11 574)	5 273	(6 301)
<b>Transactions with owners</b>											
Dividends paid	-	-	-	-	-	-	-	-	-	(137)	(137)
Sale of subsidiary	-	-	-	-	-	-	-	-	-	(69)	(69)
Acquisition of treasury shares	-	-	(155)	-	-	-	-	-	(155)	-	(155)
Share based payments (other reserves)	-	-	-	-	138	-	-	-	138	-	138
<b>Total transactions with owners</b>	-	-	(155)	-	138	-	-	-	(17)	(206)	(223)
<b>Balance at 30 June 2020</b>	22 556	282 158	(1 165)	(456)	198	4 638	(7 432)	28 954	329 451	10 047	339 498

**AVIA SOLUTIONS GROUP PLC**

 CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION  
 FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(All tabular amounts are in EUR '000 unless otherwise stated)


**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (CONTINUED)**

	Equity attributable to equity holders of the Group										
	Share capital	Share premium	Treasury shares	Merger reserve	Other reserves	Fair value reserve	Currency translation differences	Retained earnings	Total	Non-controlling interests	Total equity
<b>Balance at 1 January 2021</b>	22 556	282 158	(1 165)	(456)	331	1 496	(22 005)	(11 970)	270 945	2 425	273 370
<b>Comprehensive income</b>											
Net profit (loss) on cash flow hedge	-	-	-	-	-	(22)	-	-	(22)	-	(22)
Currency translation difference	-	-	-	-	-	-	7 824	-	7 824	98	7 922
Profit (loss) for the period	-	-	-	-	-	-	-	14 251	14 251	336	14 587
<b>Total comprehensive income</b>	-	-	-	-	-	(22)	7 824	14 251	22 053	434	22 487
<b>Transactions with owners</b>											
Dividends paid	-	-	-	-	-	-	-	-	-	(294)	(294)
Sale of treasury shares	-	-	841	-	-	-	-	-	841	-	841
Share based payments (other reserves)	-	-	-	-	132	-	-	-	132	-	132
<b>Total transactions with owners</b>	-	-	841	-	132	-	-	-	973	(294)	679
<b>Balance at 30 June 2021</b>	22 556	282 158	(324)	(456)	463	1 474	(14 181)	2 281	293 971	2 565	296 536

 Managing Director  
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 Chief Financial Officer  
 Robertas Čipkus

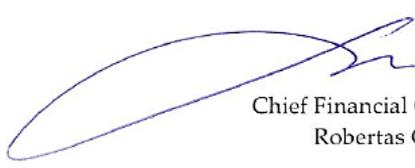
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Notes	January – June	
		2021	2020
<b>Operating activities</b>			
Profit (loss) for the period		14 587	(6 747)
Income tax	7	383	6 054
<i>Adjustments for:</i>			
Depreciation and amortisation	3, 10	35 100	53 231
Impairment-related expenses	3	3 055	10 107
Interest expenses	6	15 584	19 178
Discounting effect on financial assets	6	(86)	(514)
Share of profit/(loss) of associates		(18)	(1 849)
(Profit) / loss of PPE disposals and write-offs		629	106
(Profit) / loss of right-of-use assets write-offs		(10 120)	4 169
(Profit) loss from bonds repurchase		49	(3 772)
Amortisation of government grants		(119)	(119)
Interest income		(824)	(1 404)
Currency translations differences		2 683	(416)
Fair value gains		(2 398)	-
Changes in other reserves		132	138
Net result of subsidiaries disposal		-	(2 680)
<i>Changes in working capital:</i>			
- Accrued expenses for certain contracts		52	(301)
- Inventories		(15 328)	58 015
- Trade and other receivables		(58 556)	(1 074)
- Trade and other payables, advances received		47 609	(437)
- Security deposits placed		(1 677)	-
- Security deposits received		2 670	2 125
<b>Cash generated from (used in) operations</b>		<b>33 407</b>	<b>133 810</b>
Interest paid		(13 415)	(19 465)
Interest received		837	397
Income tax paid		(6 925)	(974)
<b>Net cash generated from (used in) operating activities</b>		<b>13 904</b>	<b>113 768</b>

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)**

	Notes	January – June	
		2021	2020
<b>Investing activities</b>			
Purchase of PPE and intangible assets		(38 347)	(49 481)
Proceeds from PPE and intangible assets		397	698
Payments for financial assets at amortised cost		-	(11 568)
Investment into associate		-	(1 658)
Purchase of other investment		(831)	(468)
Loans granted		(3 627)	(3 534)
Repayments of loans granted		8	157
Bank deposits placed		(913)	(276 103)
Repayments of bank deposits placed		25 978	287 815
Security deposits placed		-	(3 149)
Repayments of security deposits placed		-	2 981
Purchase of subsidiaries (net of cash acquired)		(3 605)	(5 763)
Sales of subsidiaries (net of cash disposed)		-	38
<b>Net cash generated from (used in) investing activities</b>		<b>(20 940)</b>	<b>(60 035)</b>
<b>Financing activities</b>			
Dividends paid		(293)	-
Bank borrowings received		16 557	1 456
Repayments of bank borrowings		(1 380)	(1 245)
Repurchase of bonds		(500)	(5 228)
Other borrowings received		831	-
Repayments of other borrowings		(17)	-
Repayment of lease liabilities		(15 408)	(40 573)
<b>Net cash generated from (used in) financing activities</b>		<b>(210)</b>	<b>(45 590)</b>
<b>Increase (decrease) in cash and cash equivalents</b>		<b>(7 246)</b>	<b>8 143</b>
At beginning of period	13	177 852	212 089
<b>At end of period</b>	<b>13</b>	<b>170 606</b>	<b>220 232</b>

  
 Managing Director  
 Jonas Janukėnas

  
 Chief Financial Officer  
 Robertas Ćipkus

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 1 Accounting policies

The consolidated interim financial information for the Six-month period ended 30 June 2021 (hereinafter *The Consolidated Financial Information*) is prepared in accordance with the International Financial Accounting Standards, adopted by European Union, includes IAS 34 „Interim financial reporting“. In all material respects, the same accounting principles have been followed as in the preparation of consolidated financial statements for the year ended 31 December 2020.

The consolidated financial information is presented in thousands of euro, unless indicated otherwise. The consolidated financial information is prepared under the historical cost convention.

The consolidated interim financial information for the Six-month period ended 30 June 2021 is not audited. Financial statements for the year ended 31 December 2020 were audited by the independent auditor *PricewaterhouseCoopers*.

### 2 Investments in subsidiaries and associates

The consolidated group (hereinafter *the Group*) consists of the Company, its subsidiaries and associates. The subsidiaries and associates are listed below.

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
ASG Finance Designated Activity Company	Ireland	Unallocated	100	100	100	The subsidiary was established on 16 September 2019. The company provides financing activities to subsidiaries of the Group.
AviationCV.com UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was established on 13 April 2011. The company provides aviation personnel solutions.
UAB AeroClass	Republic of Lithuania	Aviation Supporting Services	100	100	-	The subsidiary was established on 15 September 2020. The company is planning to provide aviation training services.
BAA Training UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The Group company was established on 22 November 2006. The company provides aircraft crew training services.
BAA Simulators 2 UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was established on 8 January 2018. The company provides lease of full flight simulators.
BAA Training Vietnam LLC	Socialist Republic of Vietnam	Aviation Supporting Services	100	100	100	The subsidiary was established on 02 February 2018. The company provides lease of full flight simulators.
ASG Asset Management UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was established on 21 May 2019. The company is providing property management services.
DG21 UAB	Republic of Lithuania	Unallocated (previously Aviation Supporting Services)	100	100	100	The subsidiary was acquired on 3 April 2019. Company is engaged in the business of real estate management and operations of Loop hotel.

(All tabular amounts are in EUR '000 unless otherwise stated)

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Tiketa UAB	Republic of Lithuania	Unallocated	100	100	-	The subsidiary of DG21 UAB was acquired on 16 November 2020. The Company is engaged in the business of organizing concerts and shows, distributing tickets and providing rental services for sports and events.
Universali arena UAB	Republic of Lithuania	Unallocated	99.99	99.99	-	The subsidiary of DG21 UAB was acquired on 16 November 2020. The Company is engaged in the business of organizing concerts and shows, distributing tickets and providing rental services for sports and events.
Panevėžio arena UAB	Republic of Lithuania	Unallocated	100	100	-	The subsidiary of DG21 UAB was acquired on 16 November 2020. The Company is engaged in the business of organizing concerts and shows, distributing tickets and providing rental services for sports and events.
SEVEN Live UAB	Republic of Lithuania	Unallocated	100	100	-	The subsidiary of DG21 UAB was acquired on 16 November 2020. The Company is engaged in the business of organizing concerts and distributing tickets and providing rental services for sports and events.
SIA Rezidence Kapteini	Republic of Latvia	Unallocated (previously Aviation Supporting Services)	100	100	100	The subsidiary of DG21 UAB was acquired on 3 April 2019. Company is engaged in the business of real estate management.
Helisota UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 16 December 2013. The company provides maintenance, repair and overhaul services for helicopters.
Kauno aviacijos gamykla UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 16 December 2013. It is a direct subsidiary of BAA Training UAB. The subsidiary provides real estate management services.
Jet Maintenance Solutions UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 December 2010. The company provides maintenance services for business aircraft.
JetMS Regional UAB	Republic of Lithuania	Aviation Supporting Services	100	100	-	The subsidiary was established on 7 July 2020. The company is planning to provide maintenance and related services for regional aviation aircraft.
JetMS Holding Ltd	The United Kingdom	Aviation Supporting Services	100	-	-	The subsidiary was established on 15 February 2021. The company is acting as a holding company which controls 100 % of the share capital in RAS Interiors Limited and 100% of the share capital in RAS Completions Limited.
RAS Interiors Limited	The United Kingdom	Aviation Supporting Services	100	-	-	The subsidiary was acquired on 2 March 2021. The company provides aircraft interior refurbishment and production services.
RAS Completions Limited	The United Kingdom	Aviation Supporting Services	100	-	-	The subsidiary was acquired on 2 March 2021. The company provides aircraft exterior painting services.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
KlasJet UAB	Republic of Lithuania	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was established on 9 October 2013. The subsidiary has started business charter activity in summer 2014.
Tiketa Tour UAB (previously KIDY Tour UAB)	Republic of Lithuania	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was established on 3 December 2015. The company provides tour operator services.
Tiketa Tour OÜ (previously KIDY Tour OÜ)	Republic of Estonia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 16 September 2016. The company provides tour operator services.
KIDY Tour OOO	Russian Federation	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was established on 6 March 2017. The company does not conduct active operations.
KIDY Tour SIA	Republic of Latvia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was established on 9 October 2017. The company does not conduct active operations.
Locatory.com UAB	Republic of Lithuania	Aviation Supporting Services	99	99	99	The subsidiary was established on 7 December 2010. Starting summer 2012, the company is acting as an aircraft parts locator and offers innovative IT solution for MRO business segment.
BGS ADR SIA (previously: Sky Knights SIA)	Republic of Latvia	Aviation Supporting Services	100	100	100	The subsidiary was established on 22 January 2019. Company provides fuel logistic services.
Baltic Ground Services UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 31 October 2008. The company provides aircraft ground handling and fuelling services in Lithuania.
RE INVEST BH Limited	The United Kingdom	Aviation Supporting Services	100	-	-	The subsidiary was established on 12 April 2021. The company will engage in construction of hangar for aircrafts.
BGS Rail Lease LLC	Ukraine	Unallocated	100	100	100	The subsidiary was established on 3 July 2017. From 10 July 2019 it is the subsidiary of BGS Rail Holdings UAB. The company provides semi wagon lease services.
Baltic Ground Services DE GmbH	Federal Republic of Germany	Aviation Supporting Services	100	100	100	The subsidiary was established on 11 January 2018. The company is providing fuel logistic services.
Baltic Ground Services HR d.o.o.	Republic of Croatia	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 16 December 2019. The company is planning to provide aircraft ground handling services.
BGS Rail Holdings UAB	Republic of Lithuania	Unallocated (previously Aviation Supporting Services)	100	100	99.99	The subsidiary was established on 24 October 2017. The company is acting as a holding company for subsidiary BGS Rail LLC. From October 2021 it is direct subsidiary of Avia Solutions Group PLC.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
BGS Rail LLC	Ukraine	Unallocated (previously Aviation Supporting Services)	100	100	100	The subsidiary was acquired on 13 June 2018. The company provides wagon lease services.
BGS Rail Cargo (previously BGS Trading)	Ukraine	Unallocated (previously Aviation Supporting Services)	100	100	100	The subsidiary was acquired on 30 March 2020. The company is planning to provide trading operations.
RE Invest LLC	Ukraine	Aviation Supporting Services	100	100	-	The subsidiary was established on 21 December 2020. It is a direct subsidiary of BGS Rail LLC. The company will engage in construction of hangar for aircrafts.
Baltic Ground Services UA TOV	Ukraine	Unallocated (previously Aviation Supporting Services)	100	100	50	The subsidiary was established in summer of 2011. The subsidiary provides fuelling services in Ukraine.
Baltic Ground Services RU OOO	Russian Federation	Aviation Supporting Services	100	100	100	The subsidiary was established on 23 March 2015. It is a direct subsidiary of Baltic Ground Services UAB. The company provides aircraft ground handling, fuelling and transportation services in Russia.
Baltic Ground Services EE OÜ	Republic of Estonia	Aviation Supporting Services	100	100	100	The subsidiary was established on 31 July 2015. It is a direct subsidiary of Baltic Ground Services UAB. The company provides fuelling services in Estonia.
Baltic Ground Services LV SIA	Republic of Latvia	Aviation Supporting Services	51	51	51	The subsidiary was acquired on 1 October 2015. It is a direct subsidiary of Baltic Ground Services UAB. The company provides fuelling services in Latvia.
Baltic Ground Services CZ s.r.o.	Czech Republic	Aviation Supporting Services	100	100	100	The subsidiary was established on 18 December 2015. It is a direct subsidiary of Baltic Ground Services UAB. The company is providing fuelling services in Czech Republic.
Avia Technics Dirgantara PT.	Republic of Indonesia	Aviation Supporting Services	67	67	67	An investee of FL Technics UAB was established on 5 August 2014. The company provides line and base maintenance services in Jakarta.
FL Technics Asia Co. Ltd.	Kingdom of Thailand	Aviation Supporting Services	99.997	99.997	99.997	The subsidiary was established on 4 January 2016. It is a direct subsidiary of FL Technics UAB. The subsidiary is planning to provide aircraft maintenance services in Thailand.
FL Technics GmbH	Republic of Austria	Aviation Supporting Services	100	100	100	The subsidiary was established on 15 December 2018. The subsidiary provides aircraft maintenance services in Austria.
FL Technics Ukraine MRO LLC	Ukraine	Aviation Supporting Services	100	100	-	The subsidiary was established on 21 December 2020. It is a direct subsidiary of FL Technics UAB. The subsidiary is planning to provide aircraft maintenance services in Ukraine.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
FL Technics S.R.L.	Romania	Aviation Supporting Services	100	100	-	The subsidiary was established on 1 July 2020. It is a direct subsidiary of FL Technics UAB. The company is planning to provide repairs of fabricated metal products, machinery and equipment.
FL Technics Ukraine TOV	Ukraine	Aviation Supporting Services	100	100	100	The subsidiary was established on 17 April 2019. It is a direct subsidiary of FL Technics UAB.
FL Technics Georgia LLC	Georgia	Aviation Supporting Services	100	100	100	The subsidiary was established on 26 November 2019. It is a direct subsidiary of FL Technics UAB. The company provides aircraft line station services.
FL Technics Engine Services UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was established on 23 April 2019. It is a direct subsidiary of FL Technics UAB. The subsidiary is planning to provide engine and other maintenance services.
FL Technics Ireland Ltd.	Republic of Ireland	Aviation Supporting Services	100	100	100	The subsidiary was established on 1 February 2019. The subsidiary is planning to provide engine and other maintenance services.
FL Technics Line Maintenance Canada Inc.	Canada	Aviation Supporting Services	100	100	-	The subsidiary was established on 17 November 2020. It is a direct subsidiary of FL Technics UAB.
FL Technics UAB	Republic of Lithuania	Aviation Supporting Services	100	100	100	The subsidiary was established on 22 December 2005. The company provides aircraft maintenance, repair and overhaul (MRO) services.
FL Technics Hong Kong Limited	Hong Kong	Aviation Supporting Services	100	100	100	The subsidiary was established on 27 September 2018. The subsidiary does not conduct active operations.
FL Technics Line OOO	Russian Federation	Aviation Supporting Services	93	93	93	The subsidiary was established in summer of 2011. It is a direct subsidiary of FL Technics UAB.
"FLM" Flash Line maintenance S.r.l.	Italy	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 19 February 2020. It is a direct subsidiary of FL Technics UAB. The subsidiary provides aircraft line station services.
Wright International Holding Inc.	Canada	Aviation Supporting Services	100	100	-	The subsidiary was acquired on 17 November 2020. It is a direct subsidiary of FL Technics Line Maintenance Canada Inc.
Storm Aviation Ltd.	The United Kingdom	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 31 December 2011. It is a direct subsidiary of FL Technics UAB. The company provides aircraft line station services.
Wright International Aircraft Maintenance Services Inc.	Canada	Aviation Supporting Services	100	100	-	The subsidiary was acquired on 17 November 2020. It is a direct subsidiary of Wright International Holding Inc. The subsidiary provides aircraft maintenance services.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Storm Aviation (Nigeria) Ltd.	Federal Republic of Nigeria	Aviation Supporting Services	100	100	100	The subsidiary was established on 26 August 2016. It is a direct subsidiary of Storm Aviation Ltd. The company provides aircraft line station services in Nigeria.
Storm Aviation (Cyprus) Ltd.	Republic of Cyprus	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 31 December 2011. It is a direct subsidiary of Storm Aviation Ltd. The company provides aircraft line station services in Cyprus.
Storm Aviation (Germany) GmbH	Federal Republic of Germany	Aviation Supporting Services	100	100	100	The subsidiary was established on 29 March 2017. It is a direct subsidiary of Storm Aviation Ltd. The company provides aircraft line station services in Germany.
BSTS & Storm Aviation Limited	Republic of Bangladesh	Joint venture	49	49	49	The company was established as at 30 September 2018 and is providing aircraft maintenance services in Bangladesh.
FL ARI Aircraft Maintenance & Engineering Company CO. LTD	Republic of China	Joint venture	40	40	40	The company was established as at 18 December 2018 and is providing aircraft maintenance services in China.
BAA Training China Co., Ltd	Republic of China	Joint venture	50	50	50	The company was established as at 21 October 2019. The company will provide training services and lease of full flight simulators.
AviaAM Leasing AB	Republic of Lithuania	Aircraft Trading and Portfolio Management	98.84	98.84	98.84	77,26% of the share capital in the subsidiary was acquired on 2 October 2019. The additional 8,44% and 13,14% of the share capital in AviaAM Leasing AB were acquired on 15 October 2019 and 4 December 2019. The company is acting as a holding company. The subsidiaries of AviaAM Leasing AB are engaged in the business of aircraft leasing, trading and management.
AviaAM B01 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM B02 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM B04 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM B05 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM B06 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
BUSNEX UAB	Republic of Lithuania	Unallocated (previously Aircraft Trading and Portfolio Management)	100	100	100	The subsidiary was acquired on 2 October 2019 Until 15 July 2020 it was a direct subsidiary of AviaAM Leasing AB. From 15 July 2020 it is direct subsidiary of Avia Solutions Group PLC.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Aero City 1, UAB (previously Sniego takas UAB)	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
DG AVIA UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
Darius ir Gireno 20 UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of Aero City 1, UAB.
AviaAM B10 Ltd	Republic of Ireland	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM Leasing PLC	Republic of Cyprus	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AAL Capital Aircraft Holdings Ltd	Republic of Cyprus	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing AB.
AviaAM B08 Ltd	Republic of Bermuda	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AAL Capital Aircraft Holdings Ltd.
Boulevard Two Aircraft Ltd	Republic of Ireland	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AAL Capital Aircraft Holdings Ltd.
Dikkys Investments Ltd	Republic of Cyprus	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AAL Capital Aircraft Holdings Ltd.
AviaAM B11 Ltd	Republic of Ireland	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AAL Capital Aircraft Holdings Ltd.
AviaAM Leasing Bermuda Ltd	Republic of Bermuda	Aircraft Trading and Portfolio Management	-	-	100	The subsidiary was acquired on 2 October 2019. Until 23 June 2020 it was a direct subsidiary of AAL Capital Aircraft Holdings Ltd. On 23 June 2020 the company was merged to Avia Ultima Limited.
Regional Charter Capital Ltd	Republic of Bermuda	Aircraft Trading and Portfolio Management	-	-	100	The subsidiary was acquired on 2 October 2019. It was a direct subsidiary of AviaAM Leasing Bermuda Ltd. On 23 June 2020 the company was merged to Avia Ultima Limited.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Golden Jet Aviation Trading Ltd	Republic of Bermuda	Aircraft Trading and Portfolio Management	-	-	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AviaAM Leasing Bermuda Ltd. On 23 June 2020 the company was merged to Avia Ultima Limited.
Skyroad Leasing UAB	Republic of Lithuania	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of AAAL Capital Aircraft Holdings Ltd.
BUSNEX POLAND Sp. z o.o.	Republic of Poland	Unallocated	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of BUSNEX UAB. The principal activity is import and sale of electric transport vehicles.
Avia Ultima Limited	Republic of Bermuda	Aircraft Trading and Portfolio Management	100	100	100	The subsidiary was established on 17 June 2020. It is a direct subsidiary of AAL Capital Aircraft Holdings Ltd.
AviaAM Financial Leasing China Co. Ltd.	Republic of China	Joint venture	51	51	51	The company was acquired on 2 October 2019. The Joint venture company is not consolidated as the Group does not control AviaAM Financial Leasing China Co., Ltd. The principal activity of the joint venture is to provide comprehensive services across the field of aircraft acquisition, lease and sale.
Eyjafjöll SAS	France	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 10 October 2019. The company is acting as a holding company which controls 100 % of the share capital in Avion Express UAB and 100% of the share capital in Avion Malta. The subsidiaries of Eyjafjöll SAS provide logistics services and acts as intermediary in leasing-in and leasing-out the aircraft capacity to non-airline or airline customer.
Avion Express UAB	Republic of Lithuania	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 10 October 2019. It is a direct subsidiary of Eyjafjöll SAS.
Avion Express Malta Ltd	Republic of Malta	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 10 October 2019. It is a direct subsidiary of Eyjafjöll SAS.
Avion Express Germany GmbH	Germany	Aviation Logistics and Distribution Service	100	100	100	The subsidiary was established on 22 June 2020. It is a direct subsidiary of Avion Express UAB.
Chapman Freeborn Holdings Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. The company is acting as a holding company. The subsidiaries of Chapman Freeborn Holdings Limited provide a wide range of aircraft charter and leasing services to cargo, passenger and VIP charter clients across a broad spectrum of industries.
Alltrans Management PTY Ltd	Australia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Chapman Freeborn Airchartering Bv	Belgium	Aviation Logistics and Distribution Services	80	80	80	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering Ltd.	Canada	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering (China) Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering Consulting (Shanghai) Co. Ltd	Republic of China	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airmarketing GmbH	Germany	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering pvt Ltd	India	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn International Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Al tajer Al Hur for Air freight and passenger services LLC - Baghdad	Iraq	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn Aviation Services FZE.
Chapman Freeborn OBC GmbH	Germany	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Handcarry Limited	Hong Kong	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn OBC Inc.	United States	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering S.p z.o.o	Poland	Aviation Logistics and Distribution Services	100	100	85	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Chapman Freeborn Airchartering PTE. LTD.	Singapore	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering (South Africa) Proprietary Limited	South Africa	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering SL	Spain	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Aviation Services FZE	Sharjah - UAE	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Aviation Services FZCO	Dubai - UAE	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering Inc	USA	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Intradco Cargo Services Limited	The United Kingdom	Aviation Logistics and Distribution Services	75	75	75	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Zeusbond Limited.
Skyllence UAB	Republic of Lithuania	Aviation Logistics and Distribution Services	100	-	-	The subsidiary was established on 9 June 2021. The company currently does not conduct any active operations.
Magma Aviation Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	75	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Wings 24 Limited	The United Kingdom	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Zeusbond Limited	The United Kingdom	Aviation Logistics and Distribution Services	75	75	75	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited.
Chapman Freeborn Airchartering Ltd.	Afghanistan	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited. The subsidiary is under liquidation procedures.
SCI France Patrimoine	France	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited. The subsidiary is under liquidation procedures.
Chapman Freeborn Airchartering GmbH	Germany	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited. The subsidiary is under liquidation procedures.
Chapman Freeborn Havacilik Tasimacilik Ticaret Limited Sirketi	Turkey	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 11 October 2019. It is a direct subsidiary of Chapman Freeborn International Limited. The subsidiary is under liquidation procedures.
Chapman Freeborn Airchartering (Uganda) Limited	Uganda	Aviation Logistics and Distribution Services	-	-	100	The subsidiary was acquired on 11 October 2019. It was a direct subsidiary of Chapman Freeborn International Limited. On 2 July 2020 the subsidiary was liquidated.
Arcus-Air-Logistic GmbH	Germany	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 18 June 2020. It is a direct subsidiary of Chapman Freeborn Airmarketing GmbH.
Arcus-Air-Logistic Iberica S.L.U.	Spain	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 18 June 2020. It is a direct subsidiary of Chapman Freeborn Airmarketing GmbH.
Arcus-Air-Logistic s.r.o.	Slovakia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 18 June 2020. It is a direct subsidiary of Chapman Freeborn Airmarketing GmbH.
Arcus OBC GmbH	Germany	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 18 June 2020. It is a direct subsidiary of Chapman Freeborn OBC GmbH.
Avia Repair Co. S.L.U.	Spain	Aviation Supporting Services	100	-	-	The subsidiary was established 7 April 2021. The company currently does not conduct any active operations.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Smart Aviation Holding SIA	Republic of Latvia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. The company is acting as a holding company which controls 100 % of the share capital in Smart Lynx Airlines SIA and 51% of the share capital in Eyjafoll SAS. The subsidiaries of Smart Aviation Holding SIA provide aircraft ACMI and full charter services and acts as intermediary in leasing-in and leasing-out the aircraft capacity to non-airline or airline customers.
SIA SMARTLYNX AIRLINES	Republic of Latvia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of Smart Aviation Holdings SIA.
SmartLynx Airlines Estonia OÜ	Republic of Estonia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of SMARTLYNX AIRLINES SIA.
SmartLynx Airlines Crewing OÜ	Republic of Estonia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of SMARTLYNX AIRLINES SIA.
Smartlynx Airlines Malta Limited	Republic of Malta	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of Air Holding Limited.
Air Holding Limited	Republic of Malta	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of Avia Solutions Group PLC.
Smartlynx Airlines Cabo Verde SA	Cabo Verde	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of SMARTLYNX AIRLINES SIA. The subsidiary is under liquidation procedures.
"SLH Invest LLC (OOO «СЛХ Инвест»)"	Russian Federation	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of SMARTLYNX AIRLINES SIA. The subsidiary is under liquidation procedures.
Smart Aviation Limited	Republic of Malta	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of Avia Solutions Group PLC.
SIA Smartlynx Technik	Republic of Latvia	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 2 October 2019. It is a direct subsidiary of SMARTLYNX AIRLINES SIA.
Blafugl ehf (Bluebird Nordic)	Republic of Iceland	Aviation Logistics and Distribution Services	100	100	100	The subsidiary was acquired on 30 June 2020. The subsidiary provides import and export air freight services worldwide.
Aviator Airport Alliance, AB	Kingdom of Sweden	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. The company is acting as a holding company. Aviator group subsidiaries provides aircraft ground handling services.
Nordic Aero Holding, AB	Kingdom of Sweden	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance, AB.

**2 Investments in subsidiaries and associates (continued)**

The Group's companies	Country of establishment	Operating segment	Share of equity, %			Date of acquiring/establishment and activity
			30-06-2021	31-12-2020	30-06-2020	
Copenhagen Flight services, ApS	Kingdom of Denmark	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Nordic Aero Holding, AB.
OY Nordic Airport Services, AB	Republic of Finland	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Nordic Aero Holding, AB.
Aviator Airport Services Sweden, AB	Kingdom of Sweden	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Nordic Aero Holding, AB.
Aviator Airport Services Finland, OY	Republic of Finland	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Nordic Airport Services, AB.
Aviator Airport Alliance, AS	Kingdom of Norway	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance, AB.
Aviator OSL, AS	Kingdom of Norway	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance, AS.
Aviator Airport Services Danmark, A/S	Kingdom of Denmark	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance Danmark, A/S.
Aviator Airport Partner ApS (previously Aviator Relaxium, ApS)	Kingdom of Denmark	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance Danmark, A/S.
Aviator Airport Alliance Danmark, A/S	Kingdom of Denmark	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 17 February 2020. It is a direct subsidiary of Aviator Airport Alliance AB.
Aviator Airport Services, AB	Kingdom of Sweden	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance Danmark, A/S.
Aviator Robotics, AB	Kingdom of Sweden	Aviation Supporting Services	100	100	100	The subsidiary was acquired on 1 March 2020. It is a direct subsidiary of Aviator Airport Alliance, AB.
Aviator Logistics AB	Kingdom of Sweden	Aviation Supporting Services	100	100	-	The subsidiary was established on 21 September 2020. It is a direct subsidiary of Aviator Airport Alliance, AB.

\* - the percentages represent economic interests

As at 30 June 2021 the Company had one representative Office in the Russian Federation, 2nd Bretskaja Str., 30, Moscow, Russia, one permanent establishment in Republic of Lithuania, Dariaus ir Gireno st. 21a, LT-02189 Vilnius, Lithuania, one representative Office in Cyprus, 117 Makariou III & Sissifou Quarter of Apostoloi Petrou & Pavlou, 3021 Limassol and no branches.

The number of full-time staff employed by the Group on 30 June 2021 amounted to 3 908 (31 December 2020: 3 983; 30 June 2020: 4 309).

### 3 Revenue

For management purposes, the Group is organized into business units based on the services provided, and has four reportable operating segments:

- (1) Aviation Supporting Services;
- (2) Aviation Logistics and Distribution Services;
- (3) Aircraft Trading and Portfolio Management;
- (4) Unallocated (holding, financing and other activities not related to aviation).

The unallocated sales include sales of management services, financing and other activities not related to aviation, which cannot be attributed to the other segments. The management assesses the performance of the Group based on Operating Profit.

Transfer pricing between business segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, cost and operating expenses, other income, other gain/loss and segment operating profit include transfers between business segments. Those transfers are eliminated on consolidation.

The following tables present sales to external customers, cost and operating expenses, other income, other gain/loss and operating profit information according to the Group's business segments for the Six-month period ended 30 June 2021 and for the Six-month period ended 30 June 2020:

	Aviation Support Services	Aviation Logistics and Distribution Services	Aircraft Trading and Portfolio Management	Unallocated	Inter- segment transactions	Total
<b>Six-month period ended 30 June 2021</b>						
Sales to external customers	125 449	231 400	285	11 437	-	368 571
<i>Timing of revenue recognition</i>						
<i>At a point in time</i>	62 055	231 400	30	11 116	-	304 601
<i>Over time</i>	63 394	-	255	321	-	63 970
Inter-segment sales	9 065	744	5 215	2 876	(17 900)	-
<b>Total revenue</b>	<b>134 514</b>	<b>232 144</b>	<b>5 500</b>	<b>14 313</b>	<b>(17 900)</b>	<b>368 571</b>
Other income	1 055	1 017	1 283	4 461	(5 058)	2 758
Cost of services and goods purchased	(61 471)	(166 807)	(1 270)	(8 549)	15 115	(222 982)
Employee related expenses	(56 014)	(22 119)	(511)	(3 688)	7	(82 325)
Depreciation and amortisation	(8 038)	(21 680)	(2 096)	(3 599)	313	(35 100)
Other operating expenses	(12 670)	(9 415)	(957)	(2 832)	1 838	(24 036)
Impairment losses of financial assets	(1 095)	(1 145)	572	(2 485)	2 354	(1 799)
Other impairment-related expenses	(1 280)	24	-	-	-	(1 256)
Other gain/(loss) – net	2 455	22 412	(603)	39	(9)	24 294
<b>Segment operating profit (loss)</b>	<b>(2 544)</b>	<b>34 431</b>	<b>1 918</b>	<b>(2 340)</b>	<b>(3 340)</b>	<b>28 125</b>
<b>As at 30 June 2021</b>						
Segment assets	263 644	330 133	207 611	232 539	-	1 033 927
Segment liabilities	170 450	249 261	38 407	279 273	-	737 391

3 Revenue (continued)

	Aviation Support Services	Aviation Logistics and Distribution Services	Trading and Portfolio Management	Unallocated	Inter- segment transactions	Total
<b>Six-month period ended 30 June 2020</b>						
Sales to external customers	129 365	179 962	87 591	3 929	-	400 847
<i>Timing of revenue recognition</i>						
At a point in time	95 591	167 778	85 849	3 929	-	353 147
Over time	33 774	12 184	1 742	-	-	47 700
Inter-segment sales	5 777	850	1 858	2 079	(10 564)	-
<b>Total revenue</b>	<b>135 142</b>	<b>180 812</b>	<b>89 449</b>	<b>6 008</b>	<b>(10 564)</b>	<b>400 847</b>
Other income	526	10 558	2 238	2 202	(3 481)	12 043
Cost of services and goods purchased	(71 711)	(118 204)	(67 329)	(1 042)	9 315	(248 971)
Employee related expenses	(47 406)	(22 117)	(692)	(2 233)	-	(72 448)
Depreciation and amortisation	(8 350)	(41 316)	(1 365)	(2 236)	36	(53 231)
Other operating expenses	(10 682)	(9 907)	(1 303)	(2 703)	2 311	(22 284)
Impairment losses of financial assets	(4 663)	(99)	(399)	(4 011)	1 587	(7 588)
Other impairment-related expenses	(1 368)	(35)	-	-	(1 119)	(2 519)
Other gain/(loss) – net	1 902	5 893	58	(656)	3	7 200
<b>Segment operating profit (loss)</b>	<b>(6 610)</b>	<b>5 585</b>	<b>20 657</b>	<b>(4 671)</b>	<b>(1 912)</b>	<b>13 049</b>
<b>As at 30 June 2020</b>						
Segment assets	305 550	371 384	176 767	259 480	-	1 113 181
Segment liabilities	232 015	289 573	40 912	211 242	-	773 742

Reportable Group's business segments are influenced by seasonal movements on both summer and winter periods. The highest growth comes in summer-season (June-September) from Aviation Logistics and Distribution Services segment, and in the winter-season (October-April) increase of sales is recorded in Aviation Support Services segment (aircraft maintenance, repair and overhaul (MRO) and crew training activity).

		<b>January – June</b>	
		<b>2021</b>	<b>2020</b>
<b>4</b>	<b>Cost of goods and services</b>		
	Aircraft fuel expenses	62 740	46 504
	Cost of goods purchased	32 922	33 791
	Cost of purchased services	50 584	27 534
	Rent of aircraft, training and other equipment	44 755	31 193
	Rent and maintenance of premises	4 154	5 063
	Aircraft operations costs and flight related charges	8 155	6 884
	Aircraft repair and maintenance costs	12 216	23 551
	Costs of aircraft sold	90	63 273
	Employee rent and other related personnel expenses	7 366	11 178
		<b>222 982</b>	<b>248 971</b>
		<b>January – June</b>	
		<b>2021</b>	<b>2020</b>
<b>5.1</b>	<b>Other operating expenses</b>		
	Business travel expenses	1 253	2 459
	Transportation and related expenses	3 111	2 883
	Marketing and sales expenses	1 168	2 336
	Consultation expenses	7 247	5 238
	Office administrative, communications and IT expenses	4 480	3 616
	Insurance expenses	3 509	3 671
	VAT expenses	413	-
	Other expenses	2 855	2 081
		<b>24 036</b>	<b>22 284</b>
		<b>January – June</b>	
		<b>2021</b>	<b>2020</b>
<b>5.2</b>	<b>Impairment-related expenses</b>		
	Impairment of inventories	1 223	2 261
	Impairment of trade receivables and other contract assets	1 799	7 588
	Impairment of prepayments	14	(13)
	Impairment of other assets	19	271
		<b>3 055</b>	<b>10 107</b>

	January – June	
	2021	2020
<b>6 Finance income and costs</b>		
Interest income on cash and cash equivalents	116	936
Unwinding of discounted financial assets placed	86	514
Foreign exchange gain on financing activities	236	-
Gain from fair value recognized in profit and loss	2 665	-
Other finance income	67	3 729
<b>Finance income</b>	<b>3 170</b>	<b>5 179</b>
Interest expenses on borrowings and lease liabilities	(15 584)	(19 178)
Foreign exchange loss on financing activities	-	(365)
Other finance costs	(492)	(1 227)
Fair value adjustment of financial guarantees issued	(267)	-
<b>Finance costs</b>	<b>(16 343)</b>	<b>(20 770)</b>
<b>Finance costs – net</b>	<b>(13 173)</b>	<b>(15 591)</b>

## 7 Income tax and deferred income tax

The income tax expenses for the period comprise current and deferred tax as follows:

	January – June	
	2021	2020
Current income tax	(9 057)	(11 499)
Deferred income tax	8 674	5 445
<b>Total income tax expenses</b>	<b>(383)</b>	<b>(6 054)</b>

## 8 Share capital and reserves

On 30 June 2021 the share capital of the Company amounts to EUR 22 555 555 and consists of 77 777 777 ordinary registered shares with a nominal value of 0.29 Euro each (on 31 December 2020 – 77 777 777 ordinary registered shares). All shares are fully paid up.

As at 30 June 2021 the Group has 145 014 treasury shares (370 014 as at 31 December 2020) which are deducted from equity attributable to the Group's equity holders.

On 30 June 2021 and on 31 December 2020 the share premium of the Company amounted to EUR 282 158 thousand. During six months period ended 30 June 2021 there was no movement of share premium.

The merger reserve consists of the difference between the purchase consideration for the acquisition of remaining stake of the share capital of the Group companies and nominal value of the share capital acquired.

Fair value reserves comprise changes in fair value of cash flow hedge.

Other reserves are formed for option agreements which give the right for the Group employees to put back acquired shares of the Company during the period from 2019 to 2024.

## 9 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to the parent entity's ordinary equity holders by the weighted average number of ordinary shares in issue during the period. The Group has no dilutive potential ordinary shares and therefore diluted earnings per share are the same as basic earnings per share.

	January – June	
	2021	2020
Profit (loss) attributable to equity holders of the parent	14 251	(12 168)
Weighted average number of ordinary shares (thousand)	77 486	77 408
<b>Basic and diluted earnings per share</b>	<b>0,184</b>	<b>(0,157)</b>

## 10 Property, plant and equipment, intangible assets

	Property, plant and equipment	Intangible assets	Right of use assets	Investment property
<b>Opening net book amount as at 1 January 2020</b>	<b>90 931</b>	<b>74 412</b>	<b>272 355</b>	<b>11 842</b>
Acquisition of subsidiary (Note 16)	8 960	21 970	30 469	-
Additions	43 726	895	35 688	1 531
Disposals	(216)	(14)	(262)	-
Write-offs	(300)	(150)	-	-
Termination of the lease contract	-	-	(36 907)	-
Disposal of subsidiary (Note 16)	(1 416)	-	(43)	-
Reclassification	18 749	217	(18 842)	(2 007)
Cumulative currency differences	(1 958)	(1 046)	(842)	(241)
Depreciation charge (Note 3)	(7 628)	(961)	(44 368)	(274)
<b>Closing net book amount as at 30 June 2020</b>	<b>150 848</b>	<b>95 323</b>	<b>237 248</b>	<b>10 851</b>
<b>Opening net book amount as at 1 January 2021</b>	<b>187 286</b>	<b>102 777</b>	<b>165 645</b>	<b>10 132</b>
Acquisition of subsidiary (Note 16)	154	2 565	-	-
Additions	28 784	934	44 965	6 046
Disposals	(552)	-	-	-
Write-offs	(460)	-	-	-
Termination of the lease contracts	-	-	(14 403)	-
Reclassification	(3 837)	613	(20)	(5 832)
Cumulative currency differences	2 923	1 948	3 256	438
Depreciation (amortisation) charge (Note 3)	(9 759)	(1 584)	(23 473)	(284)
<b>Closing net book amount as at 30 June 2021</b>	<b>204 539</b>	<b>107 253</b>	<b>175 970</b>	<b>10 500</b>

## 11 Investment in joint venture

On 25 October 2018, Avia Solutions Group PLC subsidiary Storm Aviation Ltd. together with partners established a joint venture company *BSTS & Storm Aviation Limited (Bangladesh)*. The share of equity of the Group is 49% and the Group does not have a control over an investee. Registered capital is TK 50 000 000 (equivalent of EUR 525 thousand). The company is providing aircraft maintenance services in Bangladesh. The cost of Group's investment in joint venture company *BSTS & Storm Aviation Limited* as at 30 June 2021 and as at 31 December 2020 amounted to EUR 103 thousand. The share of net assets attributable to the Group and accounted for using the equity method amounted to EUR 76 thousand as at 30 June 2021 (EUR 90 thousand as at 31 December 2020). Share of loss attributable to the Group for the six months period ended 30 June 2020 amounted to EUR 18 thousand (profit of EUR 2 thousand for the six months period ended 30 June 2020).

On 18 December 2018 Avia Solutions Group PLC subsidiary FL Technics Hong Kong Limited together with partners established a joint venture company *FL ARI Aircraft Maintenance & Engineering Company CO. LTD (China)*. The share of equity of the Group is 40% and the Group does not have a control over an investee. The joint venture company is providing aircraft maintenance services in China. The cost of Group's investment in joint venture company *FL ARI Aircraft Maintenance & Engineering Company CO* amounted to USD 3 200 thousand as at 30 June 2021 and as at 31 December 2020. The share of net assets attributable to the Group and accounted for using the equity method were equal to zero as the company's generated losses exceeded investment as at 30 June 2021 and as at 31 December 2020. Share of loss attributable to the Group for the six months period ended 30 June 2021 amounted to EUR 1 207 thousand (loss of EUR 999 thousand for the six months period ended 30 June 2020).

On 2 October 2019 Avia Solutions Group PLC completed the acquisition of the share capital in AviaAM Leasing AB. AviaAM Leasing AB holds a 51% stake in a joint venture *AviaAM Financial Leasing China Co. Ltd.*, established on 4 August 2016. The cost of investment in joint venture amounted to USD 39,015 thousand (EUR 34,869 thousand) as at 30 June 2021 and as at 31 December 2020. Joint venture is engaged in the business of operating leasing and management of brand new narrow and wide body aircraft. The share of net assets attributable to the Group and accounted for using the equity method amounted to EUR 45 990 thousand as at 30 June 2021 (EUR 43 318 thousand as at 31 December 2020). Share of profit attributable to the Group for the six months period ended 30 June 2021 amounted to EUR 1 243 thousand (profit of EUR 2 846 thousand for the six months period ended 30 June 2020).

On 21 October 2019 Avia Solutions Group PLC together with partners established a joint venture company *BAA Training China Co., Ltd.* The share of equity of the Group is 50%, but the Group does not have a control over an investee. The cost of Group's investment in joint venture company *BAA Training China Co., Ltd* as at 30 June 2021 and as at 31 December 2020 amounted to EUR 272 thousand. The joint venture company is planning to provide aircraft crew training services in China. The joint venture company had no activities during the six months period ended 30 June 2021 and during the year 2020.

12 Trade and other receivables

	30 June 2021	31 December 2020
Trade receivables	121 851	100 445
Less: provision for impairment of trade receivables	(31 935)	(30 984)
<b>Trade receivables – net</b>	<b>89 916</b>	<b>69 461</b>
Prepayments	10 702	9 563
Less: provision for impairment of prepayments	(218)	(204)
<b>Prepayments – net</b>	<b>10 484</b>	<b>9 359</b>
Other receivables	12 757	10 245
Discounting of other receivables	(86)	(66)
Less: provision for impairment of other receivables	(3 390)	(2 985)
<b>Other receivables – net</b>	<b>9 745</b>	<b>7 194</b>
Trade receivables from related parties	709	606
Less: provision for impairment of trade receivables from related parties	(227)	(101)
<b>Trade receivables from related parties – net (Note 17)</b>	<b>482</b>	<b>505</b>
Loans granted to related parties	22 030	23 199
Less: provision for impairment of loans granted to related parties	(394)	(330)
<b>Loans granted to related parties – net (Note 17)</b>	<b>21 636</b>	<b>22 869</b>
Loans granted	29 552	25 433
Discounting of loans granted	(140)	(152)
Less: provision for impairment of loans granted	(17 158)	(16 912)
<b>Loans granted – net</b>	<b>12 254</b>	<b>8 369</b>
Receivables from investment in bonds (at 5.20%)	9 863	9 792
Less: provision for impairment of investment in bonds	(9 863)	(9 792)
<b>Receivables from investment in bonds</b>	<b>-</b>	<b>-</b>
Other receivables from related parties	5 118	4 641
Discounting of other receivables from other related parties	(149)	(125)
Less: provision for impairment of other receivables from related parties	(35)	(28)
<b>Other receivables from related parties – net (Note 17)</b>	<b>4 934</b>	<b>4 488</b>
VAT receivables – net	8 167	8 200
Deferred charges	33 617	14 066
Security deposit – net	13 487	14 112
Deferred charges from other related parties (Note 17)	3	37
Security deposits placed to other related parties placed (Note 17)	3	3
Prepayments to other related parties (Note 17)	1 513	252
	<b>206 241</b>	<b>158 915</b>
Less non-current portion:	(47 009)	(42 091)
<b>Current portion:</b>	<b>159 232</b>	<b>116 824</b>

## 12 Trade and other receivables (continued)

Non-current portion of other receivables is disclosed below:

	30 June 2021	31 December 2020
Loans granted to related parties	20 698	22 195
Less: provision for impairment of loans granted to related parties	(389)	(326)
<b>Loans granted to related parties - net</b>	<b>20 309</b>	<b>21 869</b>
Loans granted - gross	23 437	20 612
Less: provision for impairment of loans granted	(12 499)	(12 263)
<b>Loans granted - net</b>	<b>10 938</b>	<b>8 349</b>
Prepayments - gross	25	48
Less: provision for impairment of prepayments	-	-
<b>Prepayments - net</b>	<b>25</b>	<b>48</b>
Security deposits - net	10 393	7 479
Other receivables	5 614	4 659
Less: provision for impairment of other receivables	(2 833)	(2 457)
<b>Other receivables - net</b>	<b>2 781</b>	<b>2 202</b>
Other receivables from related parties	2 577	2 155
Less: provision for impairment of other receivables from related parties	(14)	(11)
<b>Other receivables from related parties - net</b>	<b>2 563</b>	<b>2 144</b>
<b>Total</b>	<b>47 009</b>	<b>42 091</b>

Classification of trade and other receivables to non-financial and financial is disclosed below:

	30 June 2021	31 December 2020
<i>Financial trade and other receivables</i>		
Trade receivables	89 916	69 461
Trade receivables from related parties (Note 17)	482	505
Other receivables	9 281	6 918
Loans granted to related parties (Note 17)	21 636	22 869
Other receivables from related parties (Note 17)	4 934	4 488
Loans granted	12 254	8 369
<i>Non-financial trade and other receivables</i>		
Prepayments	10 484	9 359
Other non-financial receivables	464	276
VAT receivables	8 167	8 200
Deferred charges	33 617	14 066
Security deposits	13 487	14 112
Deferred charges to other related parties (Note 17)	3	37
Security deposit with lessor from related parties (Note 17)	3	3
Prepayments to other related parties (Note 17)	1 513	252
<b>Total:</b>	<b>206 241</b>	<b>158 915</b>

The revenue recognised in the six months ended 30 June 2021 related to the contract liabilities as at the beginning of the period is EUR 13 340 thousand (in the same period 2020: EUR 71 717 thousand). Revenue from performance obligations satisfied as at the beginning of the period was not significant for the Group.

13 Cash and cash equivalents	30 June 2021	31 December 2020	30 June 2020
Cash and cash equivalents	170 606	178 352	220 991
Bank overdraft	-	(500)	(759)
<b>Total</b>	<b>170 606</b>	<b>177 852</b>	<b>220 232</b>

14 Inventories	30 June 2021	31 December 2020
Spare parts and materials – gross amount	38 641	37 178
Less: provision for impairment of inventories	(8 472)	(7 249)
<b>Spare parts and materials</b>	<b>30 169</b>	<b>29 929</b>
Goods for sales – gross amount	2 999	2 092
Less: provision for impairment of inventories	(447)	(447)
<b>Goods for sale</b>	<b>2 552</b>	<b>1 645</b>
Aircraft	25 599	1 750
Aircraft components	127	216
Aircraft fuel	923	1 056
Work in progress	586	480
Goods in transit	652	91
Other inventories	2 277	3 809
	<b>62 885</b>	<b>38 976</b>

15 Trade and other payables	30 June 2021	31 December 2020
Trade payables	63 618	64 786
Accrued expenses	56 418	42 607
Salaries and social security payable	53 190	37 129
Provisions	9 488	8 653
Employee benefit obligations	221	177
Amounts payable to related parties (Note 17)	287	408
VAT payable	5 578	6 168
Pension reserve accrual	269	250
Other payables to related parties (Note 17)	5 207	3 124
Other payables	6 287	4 076
	<b>200 563</b>	<b>167 378</b>
Less: non-current portion	(5 838)	(2 450)
<b>Current portion</b>	<b>194 725</b>	<b>164 928</b>

On 3 December 2019 Avia Solutions Group PLC completed bonds issue process and issued USD 300 000 thousand of senior unsecured notes which included 7,875% USD interest. The notes were issued in the Euronext Dublin.

The Company or its subsidiaries may, at any time and from time to time, seek to retire or purchase outstanding debt (including bonds) through cash purchases, in open-market purchases, privately negotiated transactions or otherwise. Such repurchases, if any, will be upon such terms and at such prices as we may determine, and will depend on prevailing market conditions, our liquidity requirements, contractual restrictions and other factors.

## 16 Business combination and disposals

### *Establishment and acquisitions in 2021*

The primary reason for all business combinations mentioned below is the Group's overall strategy to expand and diversify its operations.

On 15 February 2021, the Group subsidiary Jet Maintenance Solutions UAB established new subsidiary JetMS Holding limited. Registered capital is GBP 10 thousand. The company is acting as a holding company.

On 2 March 2021 JetMS Holding limited acquired 100% of the shareholding of the UK-based RAS Group, comprising of RAS Completions Limited and RAS Interiors Limited. RAS Group is a long-established aircraft interior, exterior, and completions company specialising in interior repairs, manufacturing, and exterior paint refinishing for both VIP and Commercial aircraft. At the time the consolidated interim financial information were authorised for issue, the Group had not yet completed the accounting for the acquisition of RAS Completions Limited and RAS Interiors Limited.

On 9 June 2021, the Group established new subsidiary UAB SKYLLENCE. Registered capital is EUR 100 thousand. The subsidiary is planning to provide jet charter broker services.

On 12 April 2021, the Group established new subsidiary RE INVEST BH Limited. Registered capital is GBP 200 thousand. The subsidiary is planning to provide other with aviation not related services.

On 21 April 2021, the Group established new subsidiary Avia Repair Co. S.L.U. Share capital is not yet paid. The subsidiary is planning to provide MRO services.

The provisionally determined fair values of the assets and liabilities of RAS Completions Limited and RAS Interiors Limited as at the date of acquisition are as follows:

	GBP	EUR
<b>RAS Completions Limited</b>		
Property, plant and equipment	74	85
Deferred income tax	12	14
Inventory	151	174
Trade and other receivables	727	839
Contract assets	26	31
Cash and cash equivalents	146	168
Deferred income tax liabilities	(14)	(17)
Trade and other payables	(458)	(529)
<b>Net assets acquired RAS Completions Limited</b>	<b>664</b>	<b>765</b>
<b>RAS Interiors Limited</b>		
Property, plant and equipment	60	69
Deferred income tax	21	24
Inventory	481	555
Trade and other receivables	295	340
Cash and cash equivalents	334	386
Trade and other payables	(475)	(545)
<b>Net assets acquired RAS Interiors Limited</b>	<b>716</b>	<b>829</b>
<b>Total identifiable net assets acquired</b>	<b>1 380</b>	<b>1 594</b>
<b>Purchase consideration</b>	<b>3 300</b>	<b>3 812</b>
<b>Contingent consideration*</b>	<b>300</b>	<b>347</b>
<b>Goodwill as at 29 February 2021</b>	<b>2 220</b>	<b>2 565</b>
Currency translation differences	-	22
<b>Goodwill as at 30 June 2021</b>	<b>2 220</b>	<b>2 587</b>

## 16 Business combination and disposals (continued)

\* Contingent payment in the amount of EUR 347 thousand out of total shares purchase price was placed in an escrow account, to be released upon signing of the specific contract following mutually agreed provisions. Management of the Company has no doubts in respect of the fulfilment of this condition, therefore 100% of contingent payment was recognized as at 30 June 2021.

The values included in purchase price allocation are provisional and will be updated within 12 months period after the acquisition date.

### Purchase consideration – cash outflow (summary of acquisition during six months period of 2021):

#### Outflow of cash to acquire subsidiary:

Cash consideration RAS Completions Limited and RAS Interiors Limited	(4 159)
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#### Balances acquired:

Cash RAS Completions Limited	168
Cash RAS Interiors Limited	386

<b>Net outflow of cash – investing activities</b>	<b>(3 605)</b>
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#### Establishments, acquisitions and disposals in 2020

On 21 December 2020, FL Technics UAB established new subsidiary FL Technics Ukraine MRO LLC. Registered capital UAH 1 000 which was fully paid. The subsidiary is planning to provide aircraft maintenance services in Ukraine.

On 21 December 2020, BGS Rail LLC established new subsidiary RE Invest LLC. Registered capital UAH 1 000 which was fully paid. The subsidiary is planning to provide other with aviation not related services.

On 21 September 2020, Aviator Airport Alliance, AB established new subsidiary Aviator Logistics AB. Registered capital EUR 2 500 which was fully paid. The subsidiary is planning to provide aviation training services.

On 15 December Avia Solutions Group PLC subsidiary Chapman Freeborn International Limited completed minority acquisition of 25% of the share capital in Magma Aviation Limited. As at 31 December 2020 Chapman Freeborn International Limited owns 100% of the share capital to subsidiary.

On 17 November 2020 FL Technics UAB established new subsidiary FL Technics Line Maintenance Canada Inc. Registered capital CAD 1 which was fully paid. On 2 December 2020 share capital of the subsidiary was increased CAD to 5 547 which was fully paid. The subsidiary is planning to provide aircraft maintenance services.

On 17 November 2020 Avia Solutions Group PLC subsidiary FL Technics Line Maintenance Canada Inc. completed acquisition of 100% of the share capital in Wright International Holdings Inc. which controls 100 % of the share capital in Wright International Aircraft Maintenance Services Inc. The acquired group is providing aircraft maintenance services. Details of purchase consideration and the fair values of assets and liabilities arising from the Wright International Holdings Inc. are given below:

	Wright International Aircraft Maintenance Services Inc. - acquiree's fair value EUR
Property, plant and equipment	235
Intangible assets	4 141
Trade and other receivables	279
Cash and cash equivalents	216
Deferred income tax liabilities	(1 158)
Trade and other payables	(141)
<b>Total identifiable net assets acquired</b>	<b>3 572</b>
<b>Purchase consideration</b>	<b>2 284</b>
<b>Contingent consideration</b>	<b>1 288</b>
<b>Goodwill as at 31 December 2020</b>	<b>-</b>

## 16 Business combination and disposals (continued)

Fair values of net assets acquired that were recognized in relation to the fair value of intangible assets and property, plant and equipment have been determined provisionally. If new information obtained within one year of the date of acquisition about the facts and circumstances that existed at the date of acquisition identifies adjustments to the above amounts, or any additional provision that existed at the date of acquisition, then the accounting of the acquisition will be revised. As of the date of the approval of this interim financial information, the Management of the Group is not aware of any circumstances that could drive the changes in fair values recognized.

On 16 November 2020 Avia Solutions Group PLC subsidiary DG21 UAB completed acquisition of 99,99% of the share capital in Universali arena UAB and 100% of the share capital in Tiketa UAB, Panevėžio arena UAB and SEVEN Live UAB. The subsidiaries are engaged in the business of organizing concerts and shows, distributing tickets and providing rental services for sports and events.

Details of purchase consideration and the fair value of assets and liabilities arising from the acquisition of Universali arena UAB, Tiketa UAB, Panevėžio arena UAB, SEVEN Live UAB are as follows:

	Acquiree's fair value EUR
Property, plant and equipment	11 152
Intangible assets	1 723
Deferred income tax asset	457
Inventory	7
Trade and other receivables	1 198
Cash and cash equivalents	2 321
Borrowings	(2 129)
Deferred income tax liabilities	(1 410)
Trade and other payables	(2 528)
<b>Total identifiable net assets acquired</b>	<b>10 791</b>
<b>Purchase consideration</b>	<b>14 600</b>
<b>Goodwill as at 31 December 2020</b>	<b>3 809</b>

Fair values of net assets acquired that were recognized in relation to the fair value of intangible assets and property, plant and equipment have been determined provisionally. If new information obtained within one year of the date of acquisition about the facts and circumstances that existed at the date of acquisition identifies adjustments to the above amounts, or any additional provision that existed at the date of acquisition, then the accounting of the acquisition will be revised. As of the date of the approval of this interim financial information, the Management of the Group is not aware of any circumstances that could drive the changes in fair values recognized.

Goodwill recorded in connection with acquisitions is primarily attributable to the assembled professionals, synergies expected to arise after the acquisition of those businesses and expected profitability of the acquired business driven by professionalism of work force acquired

On 16 November 2020 Avia Solutions Group PLC subsidiary Chapman Freeborn International Limited completed minority acquisition of 15% of the share capital in Chapman Freeborn Airchartering S.p.z.o.o. As at 31 December 2020 Chapman Freeborn International Limited owns 100% of the share capital to subsidiary.

On 7 July 2020, Avia Solutions Group PLC established new subsidiary JetMS Regional UAB. Registered capital was EUR 10 000 which was fully paid. In September 2020 registered share capital was increased to EUR 300 000.

On 1 July 2020, Avia Solutions Group PLC subsidiary FL Technics UAB established new subsidiary FL Technics S.R.L. Registered capital RON 48 400 (equivalent to EUR 10 000), FL Technics UAB fully paid for share capital. The subsidiary is planning to provide repair and maintenance of aircraft and spacecraft, repair of fabricated metal products, machinery and equipment.

On 22 June 2020, Avia Solutions Group PLC subsidiary Avion Express UAB established new subsidiary Avion Express GmbH. Registered capital EUR 25 thousand, Avion Express UAB fully paid for share capital. In September registered share capital was increased to EUR 4 000 000 and was fully paid by Avion Express UAB (75 % of the share capital) and Blafugl ehf. (25 % of the share capital).

## 16 Business combination and disposals (continued)

On 18 June 2020 Avia Solutions Group PLC subsidiary Chapman Freeborn Airmarketing GmbH and Chapman Freeborn OBC GmbH completed acquisition of 100% of the share capital in Arcus-Air-Logistic GmbH for consideration for amount of EUR 1 952 thousand, Arcus OBC GmbH for consideration for amount of EUR 6 thousand, Arcus-AirLogistic S.L.U. – Iberica for consideration for amount of EUR 1 149 thousand, Arcus-Air-Logistic s.r.o. – Slovakia for consideration for amount of EUR 611 thousand. Details of purchase consideration and the fair values of assets and liabilities arising from the acquisition, including fair value adjustments are given below. The fair values of assets and liabilities below are presented in British Pounds (GBP) which is the functional currency of Chapman Freeborn International Limited and translated to EUR at the rate as at acquisition date 30 June 2020 used 1EUR = 0,9154 GBP. The values included in purchase price allocation are provisional and will be updated within 12 months period after the acquisition date.

	Arcus-Air-Logistic GmbH - acquiree's fair value	
	GBP	EUR
Property, plant and equipment	33	36
Trade and other receivables	426	465
Cash and cash equivalents	1 164	1 272
Trade and other payables	(807)	(882)
<b>Total identifiable net assets acquired</b>	<b>816</b>	<b>891</b>
<b>Purchase consideration</b>	<b>1 787</b>	<b>1 952</b>
<b>Goodwill as at 30 June 2020</b>	<b>971</b>	<b>1 061</b>
Currency translation differences	-	19
<b>Goodwill as at 31 December 2020</b>	<b>971</b>	<b>1 080</b>

	Arcus OBC GmbH - acquiree's fair value	
	GBP	EUR
Property, plant and equipment	36	39
Intangible assets	12	14
Trade and other receivables	16	17
Cash and cash equivalents	77	84
Trade and other payables	(143)	(156)
<b>Total identifiable net assets acquired</b>	<b>(2)</b>	<b>(2)</b>
<b>Purchase consideration</b>	<b>6</b>	<b>6</b>
<b>Goodwill as at 30 June 2020</b>	<b>8</b>	<b>8</b>
Currency translation differences	-	1
<b>Goodwill as at 31 December 2020</b>	<b>8</b>	<b>9</b>

	Arcus-Air-Logistic S.L.U. – Iberica - acquiree's fair value	
	GBP	EUR
Property, plant and equipment	17	19
Trade and other receivables	237	259
Cash and cash equivalents	274	299
Trade and other payables	(2)	(2)
<b>Total identifiable net assets acquired</b>	<b>526</b>	<b>575</b>
<b>Purchase consideration</b>	<b>1 051</b>	<b>1 149</b>
<b>Goodwill as at 30 June 2020</b>	<b>525</b>	<b>574</b>
Currency translation differences	-	10
<b>Goodwill as at 31 December 2020</b>	<b>525</b>	<b>584</b>

16 Business combination and disposals (continued)

	Arcus-Air-Logistic s.r.o. – Slovakia - acquiree's fair value	
	GBP	EUR
Property, plant and equipment	17	19
Trade and other receivables	150	164
Cash and cash equivalents	167	182
Trade and other payables	(47)	(51)
<b>Total identifiable net assets acquired</b>	<b>287</b>	<b>314</b>
<b>Purchase consideration</b>	<b>559</b>	<b>611</b>
<b>Goodwill as at 30 June 2020</b>	<b>272</b>	<b>297</b>
Currency translation differences	-	6
<b>Goodwill as at 31 December 2020</b>	<b>272</b>	<b>303</b>

On 19 February 2020 Avia Solutions Group PLC subsidiary FL Technics UAB completed acquisition of 100% of the share capital in Flash Line maintenance S.r.l. for consideration for amount of EUR 578 thousand. The subsidiary provides aircraft line maintenance services.

Details of purchase consideration and consolidated assets and liabilities arising from the acquisition of Flash Line maintenance S.r.l. are as follows:

	Flash Line maintenance S.r.l. - acquiree's fair value	
	EUR	
Property, plant and equipment		502
Intangible assets		1 481
Inventories		18
Trade and other receivables		551
Cash and cash equivalents		71
Deferred income tax liability		(350)
Borrowings		(27)
Trade and other payables		(1 668)
<b>Total identifiable net assets acquired</b>		<b>578</b>
<b>Purchase consideration</b>		<b>578</b>
<b>Goodwill as at 31 December 2020</b>		<b>-</b>

On the 24th of January 2020, Avia Solutions Group PLC signed an agreement with BB Holding EHF for the full acquisition of Bluebird Nordic (Bláfugl ehf.), which entails a 100% stake ownership of the company's shareholdings, for consideration for amount of EUR 5 152 thousand (USD 5 685 thousand). On the 31st of March 2020, following the completion of all prerequisites and receipt of relevant clearances from competition authorities, the transaction was finalised. Bluebird Nordic provides cargo ACMI and charter services.

Details of purchase consideration and the fair values of assets and liabilities arising from the acquisition, including fair value adjustments are given below. As goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition of that foreign operation shall be treated as assets and liabilities of the foreign operation, the fair values of assets and liabilities below are presented in US Dollars (USD) which is the functional currency of Bláfugl ehf. (Bluebird Nordic) and translated to EUR at the rate as at acquisition date 31 March 2020 used 1EUR = 1,1034 USD.

16 Business combination and disposals (continued)

	Blafugl ehf (Bluebird Nordic) - acquiree's fair value	
	USD	EUR
Property, plant and equipment	26 297	23 833
Intangible assets	573	519
Deferred income tax assets	168	152
Inventories	240	218
Trade and other receivables	5 488	4 974
Cash and cash equivalents	1 628	1 475
Borrowings	(24 760)	(22 440)
Provisions	(1 967)	(1 783)
Trade and other payables	(3 955)	(3 584)
<b>Total identifiable net assets acquired</b>	<b>3 712</b>	<b>3 364</b>
<b>Purchase consideration</b>	<b>5 685</b>	<b>5 152</b>
<b>Goodwill as at 31 March 2020</b>	<b>1 973</b>	<b>1 788</b>
Currency translation differences	-	(180)
<b>Goodwill as at 31 December 2020</b>	<b>1 973</b>	<b>1 608</b>

On 14th of February 2020, Avia Solutions Group PLC signed an agreement to acquire 100% of the shareholding of Aviator Airport Alliance AB (Aviator), a full-range aviation services provider for the Nordic region. Aviator provides aircraft ground handling and fuelling services. Offering flexible and cost-effective solutions that meet the demand for high-quality support services of a wide range of airlines, Aviators a valuable addition to Avia Solution Group's portfolio.

As goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition of that foreign operation shall be treated as assets and liabilities of the foreign operation, the fair values of assets and liabilities below are presented in Sweden Krona (SEK) which is the functional currency of Aviator Group and translated to EUR at the rate as at acquisition date 29 February 2020 used 1EUR = 10,6738 SEK. At the balance sheet date, the goodwill was translated to SEK using the balance sheet closing rate, which was 1EUR = 10,674 SEK.

Details of purchase consideration and the fair values of assets and liabilities arising from the acquisition of Aviator Group, including fair value adjustments are given below:

	Aviator Airport Alliance AB acquiree's fair value	
	SEK	EUR
Property, plant and equipment	157 569	14 762
Intangible assets	36 221	3 393
Deferred income tax assets	21 205	1 987
Inventories	13 724	1 286
Trade and other receivables	218 456	20 467
Cash and cash equivalents	23 739	2 224
Borrowings	(199 614)	(18 701)
Deferred income tax liabilities	(41 509)	(3 889)
Trade and other payables	(366 953)	(34 380)
<b>Total identifiable net liabilities acquired</b>	<b>(137 162)</b>	<b>(12 851)</b>
<b>Purchase consideration</b>	<b>20 040</b>	<b>1 877</b>
<b>Goodwill as at 29 February 2020</b>	<b>157 202</b>	<b>14 728</b>
Currency translation differences	-	938
<b>Goodwill as at 31 December 2020</b>	<b>157 202</b>	<b>15 666</b>

The fair value of acquired trade and other receivables is EUR 20 467 thousand. The gross contractual amount for trade and other receivables due is EUR 22 242 thousand, with the amount of EUR 1 775 thousand being the best estimate at the acquisition date of the contractual cash flows not expected to be collected.

## 16 Business combination and disposals (continued)

On 19 October 2020 Avia Solutions Group PLC subsidiary Aviator Airport Alliance AB lost control of its subsidiary Aviator Airport Services Denmark A/S which is currently being liquidated. Details of assets and liabilities arising from the disposal of Aviator Airport Services Denmark A/S are as follows:

	Aviator Airport Services Denmark A/S	
	SEK	EUR
Property, plant and equipment	27 217	2 712
Financial assets	3 371	336
Deferred income tax assets	26 037	2 595
Trade and other receivables	32 763	3 265
Cash and cash equivalents	60 032	5 983
Borrowings	(21 181)	(2 111)
Trade and other payables	(139 586)	(13 911)
<b>Total identifiable net liabilities</b>	<b>(11 347)</b>	<b>(1 131)</b>
<b>Gain on loss of interest in subsidiary</b>	<b>11 347</b>	<b>1 131</b>

The result on loss of interest in subsidiary is presented in the statement of comprehensive income within "other gain/(loss) – net".

On 30 March 2020, Avia Solutions Group PLC subsidiary Baltic Ground Services UAB completed the acquisition of 100% of the share capital in BGS Trading (previously: Aviatehniks TOV) for consideration of EUR 5 thousand.

On 2 January 2020 the Group, through one of its subsidiaries AviaAM Leasing AB, acquired 100% of the share capital in Darius ir Gireno 20 UAB for consideration for amount of EUR 2 500 thousand which was paid in December 2019. The Company is incorporated in Lithuania and is engaged in real estate business. The Company owns land and a few buildings. The fair value of the assets acquired is equal to consideration paid as the group treats these investments as the acquisition of investment property.

On 12 May 2020, Avia Solutions Group PLC subsidiary Chapman Freeborn International Limited sold its 80% of shares in the subsidiary Logik Logistics International Limited. Sales proceeds from the disposal amounted to EUR 546 thousand. Disposal's carrying amount of assets and liabilities below are presented in British Pounds (GBP) which is the functional currency of Chapman Freeborn International Limited and translated to EUR at the rate as at end of period date 30 June 2020 used 1EUR = 0,9154 GBP.

Details of sale price and assets and liabilities arising from the disposal in Group's financial statements are as follows:

	Logik Logistics International Limited disposal's carrying amount	
	GBP	EUR
Property, plant and equipment	40	43
Trade and other receivables	1 146	1 252
Cash and cash equivalents	192	210
Trade and other payables	(1 063)	(1 161)
<b>Total identifiable net assets</b>	<b>315</b>	<b>344</b>
NCI based on proportionate share of net assets (80%)	63	69
<b>Net assets attributed to equity holders of the parent</b>	<b>252</b>	<b>275</b>
Proceeds from sale of interest in subsidiaries	500	546
Gain (loss) on disposal, directly recognised in disposal's group other gains/(losses)	248	271

## 16 Business combination and disposals (continued)

On 3 March 2020 the Group, through one of its subsidiaries, acquired 100% of the share capital in BUSNEX POLAND SP. Z.O.O – with a purpose to develop business in relation to public transportation solutions. The newly established company with a share capital of PLN 5 thousand is incorporated in Poland. Purchase consideration paid was USD 3 thousand (EUR 2 thousand or PLN 10 thousand).

On 13 March 2020 the Group, through one of its subsidiaries, acquired 100% of the share capital in Skyroad Leasing, UAB for consideration for amount of EUR 3 thousand. The company is incorporated in Lithuania and is engaged in aircraft leasing business.

On 2 June 2020, Avia Solutions Group PLC subsidiary Baltic Ground Services UAB sold its 100% of shares in the subsidiary Baltic Ground Services Sp.z.o.o. Sales proceeds from the disposal amounted to EUR 79 thousand. Disposal's carrying amount of assets and liabilities below are presented in Poland Zloty (PLN) which is the functional currency of Baltic Ground Services Sp.z.o.o. and translated to EUR at the rate as at disposal's date used 1EUR = 4,4664 PLN.

Details of sale price and assets and liabilities arising from the disposal in Group's financial statements are as follows:

	Baltic Ground Services Sp.z.o.o - disposal's carrying amount	
	PLN	EUR
Property, plant and equipment	6 322	1 421
Deferred income tax assets	2 655	597
Trade and other receivables	2 161	493
Inventories	202	44
Cash and cash equivalents	1 686	383
Borrowings	(18 941)	(4 234)
Trade and other payables	(3 616)	(856)
Deferred income tax liabilities	(872)	(196)
<b>Total identifiable net liabilities disposed</b>	<b>(10 403)</b>	<b>(2 348)</b>
Proceeds from sale of interest in subsidiaries	353	79
Gain (loss) on disposal, directly recognised in disposal's group other gains/(losses)	<b>10 756</b>	<b>2 427</b>

## 17 Related party transactions

Related parties of the Group include entities having significant influence over the Group, parent, key management personnel of the Group and other related parties which are controlled by the ultimate beneficial owner or close members of that person's family. Entities having significant influence over the Group are VERTAS AIRCRAFT LEASING LIMITED and Vertas Management AB. Parent entity - PROCYONE FZE. Transactions with these companies are presented separately. Related parties include subsidiaries of the entities having significant influence over the Group. They are presented as other related parties.

The following transactions were carried out with related parties:

	January – June	
	2021	2020
<b>Sales of services to:</b>		
Entities having significant influence	7	5
Other related parties	38	745
	<b>45</b>	<b>750</b>
<b>Sales of assets to:</b>		
Other related parties	-	15
	<b>-</b>	<b>15</b>
Other income	461	402
<b>Total sales of assets, services and other income</b>	<b>506</b>	<b>1 167</b>

	January – June	
	2021	2020
<b>Purchases of services from:</b>		
Entities having significant influence	-	179
Other related parties	1 300	1 290
	<b>1 300</b>	<b>1 469</b>
<b>Purchases of assets from:</b>		
Other related parties	209	105
	<b>209</b>	<b>105</b>
Finance costs	193	204
<b>Total purchases of assets and services</b>	<b>1 702</b>	<b>1 778</b>

17 Related party transactions (continued)

	30 June 2021	31 December 2020
<b>Trade receivables from related parties:</b>		
Trade receivables from entities having significant influence	5	36
Trade receivables from other related parties	704	570
Impairment of trade receivables from other related parties	(227)	(101)
<b>Trade receivables from related parties – net (Note 12)</b>	<b>482</b>	<b>505</b>
Loans granted to other related parties	2 259	3 573
Loans granted to the Parent	9 405	9 290
Loans granted to entities having significant influence	10 366	10 336
Impairment of loans granted to other related parties	(394)	(330)
<b>Loans granted to other related parties – net (Note 12)</b>	<b>21 636</b>	<b>22 869</b>
<b>Security deposit with lessor to related parties (Note 12)</b>	<b>3</b>	<b>3</b>
Other receivables from the Parent	2 368	2 309
Other receivables from entities having significant influence	1 439	1 157
Other receivables from other related parties	1 311	1 175
Discounting of other receivables from other related parties	(149)	(125)
Impairment of other receivables from other related parties	(35)	(28)
<b>Other receivables from related parties – net (Note 12)</b>	<b>4 934</b>	<b>4 488</b>
Prepayments to related parties (Note 12)	1 513	252
Contract asset from other related parties	8	7
Deferred charges (Note 12)	3	37
	<b>28 580</b>	<b>28 161</b>
	<b>30 June 2021</b>	<b>31 December 2020</b>
<b>Payables and advances received from related parties</b>		
Amounts payable to other related parties (Note 15)	266	388
Amounts payable to the Parent (Note 15)	21	20
Finance lease liabilities from other related parties	11 026	11 316
Advances received from other related parties	6 768	1
Other accrued expenses from other related parties	-	20
Other payables to other related parties (Note 15)	5 190	3 107
Other financial payables to the Parent (Note 15)	17	17
	<b>23 288</b>	<b>14 869</b>

## 18 Derivatives

### Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standards. An explanation of each level follows underneath the table.

The following table presents the group's financial assets and financial liabilities measured and recognised at fair value at 30 June 2021 and 31 December 2020:

Recurring fair value measurements at 30 June 2021	Level 1	Level 2
<b>Financial assets</b>		
Financial assets at fair value through profit or loss (FVPL)	4 487	-
Hedging derivatives - foreign currency interest rate swap	-	3 828
<b>Total financial assets</b>	<b>4 487</b>	<b>3 828</b>
<b>Financial liabilities</b>		
Derivatives - commodity swap	-	-
Hedging derivatives - foreign currency interest rate swap	-	9 855
<b>Total financial liabilities</b>	<b>-</b>	<b>9 855</b>
<b>Recurring fair value measurements at 31 December 2020</b>	<b>Level 1</b>	<b>Level 2</b>
<b>Financial assets</b>		
Financial assets at fair value through profit or loss (FVPL)	1 231	-
Hedging derivatives - foreign currency interest rate swap	-	3 563
<b>Total financial assets</b>	<b>1 231</b>	<b>3 563</b>
<b>Financial liabilities</b>		
Derivatives - commodity swap	-	137
Hedging derivatives - foreign currency interest rate swap	-	12 453
<b>Total financial liabilities</b>	<b>-</b>	<b>12 590</b>

There were no transfers between levels 1, 2 and 3 for recurring fair value measurements during the year.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

Specific valuation techniques used to value financial instruments include:

- for foreign currency interest rate swaps – the present value of the estimated future cash flows based on observable yield curves. Additionally, the instruments' value is agreed upon with bank;
- for foreign currency forwards – the present value of future cash flows based on the forward exchange rates at the balance sheet date;
- for foreign currency options – option pricing models (Black-Scholes, Vanna-Volga models).

All of the resulting fair value estimates are included in level 2.

**19 Events after the reporting date**

On 26 August 2021, Avia Solutions Group PLC indirect subsidiary Storm Aviation Ltd. completed the acquisition of 100% of the shareholding of Chevron Technical Services Ltd. The new subsidiary is providing aerospace solutions to the aircraft maintenance industry.

There were no other material post balance sheet events that could have a material effect on the Group's interim financial information for the six month period ended 30 June 2021.

Managing Director  
Jonas Janukėnas



Chief Financial Officer  
Robertas Čipkus

