

PRESS RELEASE

TRADER MEDIA EAST LTD Third Quarter 2014 Financial Results

Amsterdam, The Netherlands – November 7, 2014

Trader Media East Limited (“TME” or the “Group”), operating in Russia and CIS released today its third quarter (3Q) financial results for 2014.

Financial Summary (IFRS)

(US\$ millions)	3Q14	3Q13R ***	Change *	Org ch. **	9M14	9M13R ***	Change *	Org ch. **
Revenue	16.4	24.2	(32.2%)	(24.0%)	51.0	73.6	(30.7%)	(20.5%)
Russia	13.4	20.3	(34.0%)	(26.8%)	42.3	62.9	(32.8%)	(23.0%)
CIS	3.0	3.9	(23.1%)	(9.5%)	8.7	10.7	(18.7%)	(5.8%)
Operating EBITDA	0.2	3.4	(94.1%)	(90.0%)	0.1	7.6	(98.7%)	(96.8%)
- Corporate Cost	(0.5)	(0.6)	(16.7%)		(1.1)	(1.6)	(31.3%)	
Consolidated EBITDA	(0.3)	2.8			(1.0)	6.0		
Net (loss)/profit from continuing operations	(16.9)	3.2			(25.1)	(7.6)		
Operating EBITDA Margin %	1.2%	14.0%			0.2%	10.3%		
Consolidated EBITDA Margin %	(1.8%)	11.6%			(2.0%)	8.2%		

(US\$ millions)	3Q14	3Q13R ***	Change *	Org ch. **	9M14	9M13R ***	Change *	Org ch. **
Online Revenue	6.9	7.6	(9.2%)	0.9%	19.6	21.9	(10.5%)	3.8%
Share of total revenue	42.1%	31.4%			38.4%	29.8%		

*Change: Change is calculated in USD terms.

**Organic change: Change in local currency terms, including only continuing operations.

***2013 comparative figures have been restated to: i) retrospectively designate the Group’s Ukrainian subsidiaries as investments in associates following the Group’s reassessment of control under IFRS 10, and ii) present the Group’s Hungarian, Croatian and Eastern European operations as discontinued operations in accordance with the requirements of IFRS 5.

TRADER MEDIA EAST LTD
Consolidated Balance Sheets
(In millions of US Dollars, unless otherwise stated)
(Unaudited)

	30 September 2014	31 December 2013
ASSETS		
Non-current assets		
Property, plant and equipment	1.7	3.0
Goodwill	61.0	72.9
Intangible assets	44.6	54.0
Investment in associates	1.4	2.1
Deferred tax assets	0.9	0.9
Other non-current assets	-	0.1
Total non-current assets	109.6	133.0
Current assets		
Inventories	0.2	0.4
Trade and other receivables	2.2	2.5
Cash and cash equivalents	4.6	10.0
Other current assets	4.7	5.5
Assets classified as held for sale	-	4.4
Total current assets	11.7	22.8
Total assets	121.3	155.8

TRADER MEDIA EAST LTD
Consolidated Balance Sheets (continued)
(In millions of US Dollars, unless otherwise stated)
(Unaudited)

	30 September 2014	31 December 2013
EQUITY		
Capital and reserves attributable to equity holders of the company		
Share capital	23.1	8.0
Additional paid-in capital	678.1	678.1
Translation reserve	11.6	16.9
Accumulated losses	(690.3)	(664.3)
	22.5	38.7
Equity attributable to non-controlling interests	-	(0.2)
Total shareholders' equity	22.5	38.5
LIABILITIES		
Non-current liabilities		
Financial liabilities - senior credit facility	70.0	70.0
Deferred tax liabilities	1.5	2.7
Total non-current liabilities	71.5	72.7
Current liabilities		
Financial liabilities - senior credit facility	3.2	0.9
Financial liabilities to non-controlling interests	7.1	7.6
Trade and other payables	7.9	7.3
Amounts due to shareholders	4.5	18.9
Current income tax liability	0.4	0.4
Other current liabilities	4.2	5.1
Liabilities classified as held for sale	-	4.4
Total current liabilities	27.3	44.6
Total liabilities	98.8	117.3
Total liabilities and shareholders' equity	121.3	155.8

TRADER MEDIA EAST LTD
Consolidated Profit and Loss Statement
(In millions of US Dollars, unless otherwise stated)
(Unaudited)

	30 September 2014	Restated 30 September 2013
Continuing operations		
Revenue	51.0	73.6
Cost of sales	(25.8)	(35.6)
Gross profit	25.2	38.0
Marketing, selling and distribution expenses	(11.4)	(13.6)
General administrative expenses	(17.7)	(26.2)
Other income, net	(0.4)	1.3
Operating (loss)	(4.3)	(0.5)
Share in profit of associates	0.1	0.3
Finance costs, net	(21.2)	(9.4)
(Loss) before income tax	(25.4)	(9.6)
Income tax benefit	0.3	2.0
Net (loss) for the period from continuing operations	(25.1)	(7.6)
Discontinued operations		
Net (loss) for the period from discontinued operations	-	(1.2)
Net (loss) for the period	(25.1)	(8.8)
Attributable to:		
Equity holders of the parent	(26.0)	(9.8)
Non-controlling interests	0.9	1.0
	(25.1)	(8.8)
Weighted average number of ordinary shares in issue (thousands)	50,000	50,000
Basic and diluted (losses) / earnings per share for the period attributable to the equity holders of the group (expressed in full US Dollar per share)	(0.520)	(0.172)

Forward-Looking Statements

Some of the statements in this document are forward-looking. Forward-looking statements include statements regarding the intent, belief and current expectations of Trader Media East or its officers *with respect to various matters. When used in this document, the words “expects,” “believes,” “anticipates,” “plans,” “may,” “will,” “should” and similar expressions, and the negatives thereof, are intended to identify forward-looking statements. Such statements are not promises or guarantees, and are subject to risks and uncertainties that could cause actual outcome to differ materially from those suggested by any such statements. Those factors include, but are not limited to, risks or uncertainties relating to our highly competitive industry, our dependence on advertising including print and online advertising, our ability to make and integrate acquisitions, our ability to obtain financing for acquisitions and other needs on terms acceptable to us, the uncertain operating environment created by political, economic and social conditions, including corruption, in some of the countries in which we operate, the currencies in which we do business, our ability to remit funds freely from the jurisdictions in which we operate, restraints on our operations resulting from minority holdings in some of our subsidiaries, our ability to manage foreign exchange exposures, our dependence on our management team and key personnel, our ability to attract and retain key sales staff, our content, our brands, our limited operating history of our online operations in the countries in which we do business, our inability to adapt to technological changes, as well as general economic and market conditions relating generally to emerging markets.*

These forward-looking statements speak only as of the date of this document. We expressly disclaim any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in our expectations with regard thereto or any change in events, conditions or circumstances on which any forward-looking statement is based.

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