

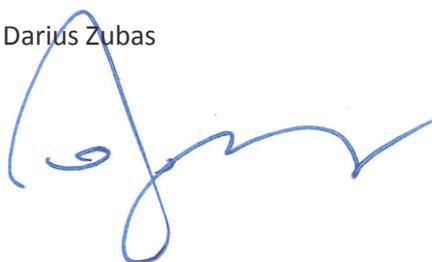
CONFIRMATION OF RESPONSIBLE PERSONS

Following the Law on Securities of the Republic of Lithuania and Rules on Preparation and submission of Periodical and Additional Information of the Lithuanian Securities Commission, we, Darius Zubas, Managing Director of AB Linas Agro Group and Tomas Tumėnas, Finance Director of AB Linas Agro Group, hereby confirm that, to the best of our knowledge, the not audited AB Linas Agro Group Interim Consolidated Financial Statements for the nine months of the financial year 2012/2013, prepared in accordance with International Financial Reporting Standards as adopted by the European Union, give a true and fair view of assets, liabilities, financial position, profit or losses and cash flow of AB Linas Agro Group and the Group as well. We also confirm that Interim Consolidated Report for the nine months of the financial year 2012/2013 includes fair review of the business development and activities, together with the description of the major risks and indeterminations incurred.

AB Linas Agro Group Managing Director

Darius Zubas

29 May 2013



AB Linas Agro Group Finance Director

Tomas Tumėnas

29 May 2013



CONSOLIDATED FINANCIAL STATEMENTS

OF THE FINANCIAL YEAR 2012/2013

OF AB LINAS AGRO GROUP

(UNAUDITED)

FOR THE 9 MONTH PERIOD

ENDED 31 MARCH 2013

**PREPARED ACCORDING TO
ADDITIONAL INFORMATION
PREPARING AND
PRESENTATION
INSTRUCTIONS ISSUED BY
THE SECURITIES
COMMISSION OF THE
REPUBLIC OF LITHUANIA**





CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | Notes | As of 31 March 2013 | As of 30 June 2012 |
|--|-------|------------------------|-----------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Intangible assets | 5 | 1,347 | 612 |
| Property, plant and equipment | 6 | 188,057 | 122,256 |
| Investment property | 7 | 11,985 | 9,513 |
| Animals and livestock | | 18,261 | 11,852 |
| Non-current financial assets | | | |
| Investments into associates | 8 | - | 286 |
| Investments into joint ventures | 8 | - | 29,887 |
| Other investments | 9 | 343 | 311 |
| Non-current receivables | | 4,079 | 5,446 |
| Non-current receivables from related parties | 14 | 8,864 | 3,230 |
| Total non-current financial assets | | 13,286 | 39,160 |
| Deferred income tax asset | | 6,217 | 6,289 |
| Total non-current assets | | 239,153 | 189,682 |
| Current assets | | | |
| Crops | | 8,672 | 36,395 |
| Inventories | | 276,999 | 136,947 |
| Prepayments | | 15,372 | 16,407 |
| Accounts receivable | | | |
| Trade receivables | | 324,923 | 190,888 |
| Receivables from related parties | 14 | 37,313 | 3,605 |
| Income tax receivable | | 3,013 | 1,043 |
| Other accounts receivable | | 33,971 | 17,579 |
| Total accounts receivable | | 399,220 | 213,115 |
| Other current assets | | 1,937 | 43,575 |
| Cash and cash equivalents | | 76,577 | 54,768 |
| Total current assets | | 778,777 | 501,207 |
| Total assets | | 1,017,930 | 690,889 |

(cont'd on the next page)

The accompanying notes are an integral part of these financial statements.





CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

| | Notes | As of 31 March 2013 | As of 30 June 2012 |
|--|--------|------------------------|-----------------------|
| EQUITY AND LIABILITIES | | | |
| Equity attributable to equity holders of the parent | | | |
| Share capital | 1 | 158,940 | 158,940 |
| Share premium | 1 | 79,545 | 79,545 |
| Legal reserve | | 7,851 | 4,401 |
| Reserve for own shares | | 1,600 | 1,600 |
| Own shares | | (1,581) | - |
| Foreign currency translation reserve | | (145) | (44) |
| Retained earnings | | 183,825 | 106,809 |
| Total equity attributable to equity holders of the parent | | 430,035 | 351,251 |
| Non-controlling interest | | 3,116 | 4,805 |
| Total equity | | 433,151 | 356,056 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Grants and subsidies | | 13,560 | 11,855 |
| Non-current borrowings | 10 | 37,141 | 36,749 |
| Finance lease obligations | | 5,470 | 2,568 |
| Trade payables | | 572 | 1,263 |
| Non-current payables to related parties | | - | 54 |
| Deferred income tax liability | | 2,423 | 899 |
| Other non-current liabilities | | 566 | 280 |
| Total non-current liabilities | | 59,732 | 53,668 |
| Current liabilities | | | |
| Current portion of non-current borrowings | 10, 14 | 13,903 | 10,075 |
| Current portion of finance lease obligations | | 1,912 | 1,067 |
| Current borrowings | 10 | 384,615 | 179,465 |
| Trade payables | | 77,720 | 48,994 |
| Payables to related parties | 14 | 2,931 | 3,642 |
| Income tax payable | | 10,732 | 12,812 |
| Derivative financial instruments | | 320 | 7,572 |
| Other current liabilities | | 32,914 | 17,538 |
| Total current liabilities | | 525,047 | 281,165 |
| Total equity and liabilities | | 1,017,930 | 690,889 |

The accompanying notes are an integral part of these financial statements.





CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 July to 31 March)

| | Notes | 2012/2013 9 month | 2011/2012 9 month |
|---|-------|----------------------|----------------------|
| Sales | 4 | 1,657,702 | 1,083,305 |
| Cost of sales | | (1,534,910) | (1,017,533) |
| Gross profit | | 122,792 | 65,772 |
| Operating (expenses) | 11 | (56,304) | (33,443) |
| Other income | 12 | 31,285 | 69,684 |
| Other (expenses) | 12 | (1,116) | (2,198) |
| Operating profit | | 96,657 | 99,815 |
| Income from financing activities | | 1,529 | 983 |
| (Expenses) from financing activities | | (6,998) | (6,949) |
| Share of profit of associates | | 72 | 24 |
| Share of profit of joint ventures | | 4,093 | 1,196 |
| Profit before tax | | 95,353 | 95,069 |
| Income tax | | (12,193) | (18,213) |
| Net profit | | 83,160 | 76,856 |
| Attributable to: | | | |
| Equity holders of the parent | | 83,170 | 75,334 |
| Non-controlling interest | | (10) | 1,522 |
| | | 83,160 | 76,856 |
| Basic and diluted earnings per share (LTL) | | 0.52 | 0.48 |
| Net profit | | 83,160 | 76,856 |
| Other comprehensive income | | | |
| Exchange differences on translation of foreign operations | | (101) | - |
| Net (loss) of own shares disposal | | (4) | - |
| Total comprehensive income | | 83,055 | 76,856 |
| Attributable to: | | | |
| Equity holders of the parent | | 83,065 | 75,334 |
| Non-controlling interest | | (10) | 1,522 |
| | | 83,055 | 76,856 |



CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 January to 31 March)

| | Notes | 2012/2013 3 month | 2011/2012 3 month |
|---|-------|----------------------|----------------------|
| Sales | 4 | 534,780 | 214,637 |
| Cost of sales | | (500,789) | (203,060) |
| Gross profit | | 33,991 | 11,577 |
| Operating (expenses) | 11 | (16,442) | (6,130) |
| Other income | 12 | 2,270 | 64,632 |
| Other (expenses) | 12 | (153) | (1,951) |
| Operating profit | | 19,666 | 68,128 |
| Income from financing activities | | 743 | 235 |
| (Expenses) from financing activities | | (2,685) | (1,678) |
| Share of profit of associates | | 48 | (104) |
| Share of profit of joint ventures | | - | 92 |
| Profit before tax | | 17,772 | 66,673 |
| Income tax | | (3,157) | (11,451) |
| Net profit | | 14,615 | 55,222 |
| Attributable to: | | | |
| Equity holders of the parent | | 14,941 | 55,968 |
| Non-controlling interest | | (326) | (746) |
| | | 14,615 | 55,222 |
| Basic and diluted earnings per share (LTL) | | 0,09 | 2.878 |
| Net profit | | 14,615 | 55,222 |
| Other comprehensive income | | | |
| Exchange differences on translation of foreign operations | | (101) | - |
| Net (loss) of own shares disposal | | (4) | - |
| Total comprehensive income | | 14,510 | 55,222 |
| Attributable to: | | | |
| Equity holders of the parent | | 14,874 | 55,968 |
| Non-controlling interest | | (326) | (746) |
| | | 14,548 | 55,222 |

The accompanying notes are an integral part of these financial statements.





CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Equity attributable to equity holders of the parent | | | | | | | | | |
|------------------------------------|---|----------------|---------------|---------------|------------------------|--------------------------------------|-------------------|----------------|--------------------------|----------------|
| Notes | Share capital | Own shares | Share premium | Legal reserve | Reserve for own shares | Foreign currency translation reserve | Retained earnings | Subtotal | Non-controlling interest | Total |
| Balance as of 1 July 2011 | 158,940 | - | 79,545 | 4,151 | - | (3,208) | 23,930 | 263,358 | 16,591 | 279,949 |
| Net profit for the year | - | - | - | - | - | - | 75,334 | 75,334 | 1,522 | 76,856 |
| Other comprehensive income | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income | - | - | - | - | - | - | 75,334 | 75,334 | 1,522 | 76,856 |
| Disposal of subsidiaries | - | - | - | - | - | 3,126 | 109 | 3,235 | (15,587) | (12,352) |
| Declared dividends by subsidiaries | - | - | - | - | - | - | - | - | (22) | (22) |
| Reserves made | - | - | - | 250 | 1,600 | - | (1,850) | - | - | - |
| Acquisition of minority interest | - | - | - | - | - | - | (5,144) | (5,144) | 1,611 | (3,533) |
| Balance as of 31 March 2012 | 158,940 | - | 79,545 | 4,401 | 1,600 | (82) | 92,379 | 336,783 | 4,116 | 340,899 |
| Balance as of 1 July 2012 | 158,940 | - | 79,545 | 4,401 | 1,600 | (44) | 106,809 | 351,251 | 4,805 | 356,056 |
| Net profit for the year | - | - | - | - | - | - | 83,170 | 83,170 | (10) | 83,160 |
| Other comprehensive income | - | - | - | - | - | (101) | (4) | (105) | - | (105) |
| Total comprehensive income | - | - | - | - | - | (101) | 83,166 | 83,065 | (10) | 83,055 |
| Acquisition of minority interest | - | - | - | - | - | - | - | - | 581 | 581 |
| Declared dividends by Company | - | - | - | - | - | - | (4,500) | (4,500) | - | (4,500) |
| Declared dividends by subsidiaries | - | - | - | - | - | - | - | - | (36) | (36) |
| Reserves made | - | - | - | 3,450 | - | - | (3,450) | - | - | - |
| Acquisition of own shares | - | (1,581) | - | - | - | - | - | (1,581) | - | (1,581) |
| Acquisition of minority interest | - | - | - | - | - | - | 1,800 | 1,800 | (2,224) | (424) |
| Balance as of 31 March 2013 | 158,940 | (1,581) | 79,545 | 7,851 | 1,600 | (145) | 183,825 | 430,035 | 3,116 | 433,151 |

The accompanying notes are an integral part of these financial statements.



CONSOLIDATED STATEMENT OF CASH FLOW

| | Notes | 2012/2013 9 month | 2011/2012 9 month |
|--|-------|----------------------|----------------------|
| Cash flows from (to) operating activities | | | |
| Net profit (loss) | | 83,160 | 76,856 |
| Adjustments for non-cash items: | | | |
| Depreciation and amortization | | 14,543 | 7,828 |
| Subsidies amortization | | (1,357) | (1,058) |
| Share of profit of associates and joint ventures | | (4,084) | (1,202) |
| (Gain) on disposal of property, plant and equipment | | (524) | (131) |
| (Gain) from disposal of subsidiaries | 3 | - | (64,259) |
| (Gain) from acquisition of subsidiaries | | (28,478) | - |
| Loss (gain) from disposal of investments | | - | (1,066) |
| Change in accrued expenses | | (1,566) | (1,766) |
| Change in allowance for receivables and prepayments | | 2,720 | 2,216 |
| Change in fair value of biological assets | | 231 | 1,739 |
| Change in impairment of investments | | (22) | 12 |
| Change in deferred income tax | | 2,747 | 795 |
| Current income tax expenses | | 9,445 | 17,418 |
| Expenses (income) from change in fair value of financial instruments | | (77) | - |
| Change of provision for onerous contracts | | - | (267) |
| Dividend (income) | | (155) | (36) |
| Interest (income) | | (1,529) | (983) |
| Interest expenses | | 6,997 | 6,949 |
| | | 82,051 | 43,045 |
| Changes in working capital: | | | |
| Decrease in biological assets | | 36,840 | 24,464 |
| (Increase) in inventories | | (76,107) | (57,872) |
| Decrease in prepayments | | 2,947 | 26,748 |
| (Increase) in trade and other accounts receivable | | (115,068) | 45,311 |
| (Increase) in restricted cash | | 2,072 | (1,381) |
| Increase in trade and other accounts payable | | (14,100) | (15,473) |
| Income tax (paid) | | (12,202) | (5,046) |
| Net cash flows from (to) operating activities | | (93,567) | 59,796 |

(cont'd on the next page)

The accompanying notes are an integral part of these financial statements.



CONSOLIDATED STATEMENT OF CASH FLOW (CONT'D)

| | Notes | 2012/2013 9 month | 2011/2012 9 month |
|--|-------|----------------------|----------------------|
| Cash flows from (to) investing activities | | | |
| (Acquisition) of intangible assets, property, plant and equipment and investment property | | (20,391) | (17,525) |
| Proceeds from sale of intangible assets, property, plant and equipment and investment property | | 2,990 | 1,735 |
| (Acquisition) of subsidiaries (less received cash balance in the Group) | 3 | (48,679) | - |
| Disposal of subsidiary | | - | 77,491 |
| (Acquisition) of non-controlling interests and other investments | | (424) | (55,421) |
| Proceeds from disposals of held to maturity financial assets | | 37,981 | - |
| Disposal of joint venture | | - | 2,007 |
| Loans (granted) | | (12,316) | (1,085) |
| Repayment of granted loans | | 6,276 | 771 |
| Interest received | | 1,236 | 1,644 |
| Dividend received | | 155 | 36 |
| Net cash flows (to) investing activities | | (33,172) | 9,653 |
| Cash flows from (to) financing activities | | | |
| Proceeds from loans | | 272,951 | 221,539 |
| (Repayment) of loans | | (110,145) | (231,882) |
| (Acquisition) of own shares | | (1,581) | - |
| Finance lease (payments) | | (1,409) | (924) |
| Interest (paid) | | (6,738) | (9,660) |
| Dividend (paid) | | (4,530) | - |
| Net cash flows from (to) financing activities | | 148,548 | (20,927) |
| Net increase (decrease) in cash and cash equivalents | | 21,809 | 48,522 |
| Cash and cash equivalents at the beginning of the year | | 54,768 | 7,624 |
| Cash and cash equivalents at the end of the year | | 76,577 | 56,146 |
| Supplemental information of cash flows: | | | |
| Non-cash investing activity: | | | |
| Property, plant and equipment acquisitions financed by finance lease | | 2,082 | 916 |
| Property, plant and equipment acquisitions financed by grants and subsidies | | 4,681 | 383 |

The accompanying notes are an integral part of these financial statements.





NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

AB Linas Agro Group (hereinafter the Company or the parent) is a public limited liability company registered in the Republic of Lithuania. The Company was registered on 27 November 1995.

The address of its registered office is as follows: Smėlynės Str. 2C, LT-35143 Panevėžys, Lithuania.

The principal activities of the Group are described in Note 4.

The financial year of the Group starts on 1 July of the calendar year and ends on 30 June of the following calendar year.

As of 31 March 2013 and as of 30 June 2012 the shareholders of the Company were:

| | As of 31 March 2013 | | As of 30 June 2012 | |
|--|--------------------------|----------------|--------------------------|----------------|
| | Number of shares held | Percentage | Number of shares held | Percentage |
| Akola ApS (Denmark) | 87,670,551 | 55.16% | 86,081,551 | 54.16% |
| Skandinaviska Enskilda Banken AB (Sweden) | 14,786,061 | 9.30% | 23,094,969 | 14.53% |
| Darius Zubas | 17,049,995 | 10.73% | 17,049,995 | 10.73% |
| Swedbank (Estonia) Clients | 9,281,155 | 5.84% | 9,184,040 | 5.78% |
| Other shareholders (private and institutional investors) | 30,152,636 | 18.97% | 23,529,843 | 14.80% |
| Total | 158,940,398 | 100.00% | 158,940,398 | 100.00% |

All the shares of the Company are ordinary shares with the par value of LTL 1 each as of 31 March 2013 (LTL 1 each as of 30 June 2012) and were fully paid as of 31 March 2013 and as of 30 June 2012.

The Company hold 798,000 shares of the Company, percentage 0.50%. Subsidiaries and other related companies did not hold any shares of the Company as of 31 March 2013.

The Company, its subsidiaries and other related companies did not hold any shares of the Company as of 30 June 2012.

All of the Company's 158,940,398 ordinary shares are included in the Official list of NASDAQ OMX Vilnius stock exchange (ISIN code LT0000128092). The Company's trading ticker in NASDAQ OMX Vilnius stock exchange is LNA1L.

As of 31 March 2013 the number of employees of the Group was 977 (595 as of 30 June 2012).

Changes in share capital during the year ended 30 June 2012

No changes in share capital occurred during the year ending 30 June 2012.

Changes in share capital during the year ended 31 March 2013

No changes in share capital occurred during the year ending 31 March 2013.

2. ACCOUNTING PRINCIPLES

These financial statements were prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (hereinafter the EU), which include IAS 34. In all material respects, the same accounting principles have been followed as in the preparation of financial statements for 2011/2012 financial year.





3. GROUP STRUCTURE AND CHANGES IN THE GROUP

As of 31 March 2013 and as of 30 June 2012 the Company held these directly and indirectly controlled subsidiaries (hereinafter the Group):

| | Place of registration | Effective share of the stock held by the Group | | Main activities |
|---|-----------------------|--|--------------|--|
| | | 31 March 2013 | 30 June 2012 | |
| Investments into directly controlled subsidiaries | | | | |
| AB Linas Agro | Lithuania | 100% | 100% | Wholesale trade of grains and oilseeds, feedstuffs and agricultural inputs |
| UAB Linas Agro Konsultacijos | Lithuania | 100% | 100% | Management of the subsidiaries engaged in agriculture |
| UAB Dotnuvos projektai | Lithuania | 100% | - | Trade of machinery and equipment, certified seeds |
| UAB Jungtinė ekspedicija | Lithuania | 100% | - | Expedition and ship's agency services |
| ŽŪB Landvesta 1 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| ŽŪB Landvesta 2 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| ŽŪB Landvesta 3 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| ŽŪB Landvesta 4 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| ŽŪB Landvesta 5 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| ŽŪB Landvesta 6 | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| Noreikiškių ŽŪB | Lithuania | 90% | - | Rent and management of agricultural purposes land |
| UAB Lineliai (former –UAB Labūnava 2) | Lithuania | 100% | - | Rent and management of agricultural purposes land |
| Investments into indirectly controlled subsidiaries (through AB Linas Agro) | | | | |
| SIA Linas Agro | Latvia | 100% | 100% | Wholesale trade of grains and oilseeds, agricultural programs |
| UAB Gerera | Lithuania | 100% | 100% | Not operating company |
| UAB Linas Agro Grūdų Centras | Lithuania | 100% | 100% | Management services |
| UAB Linas Agro Grūdų Centras KŪB | Lithuania | 100% | 100% | Preparation and warehousing of grains for trade |
| Linus Agro A/S | Denmark | 100% | 60% | Wholesale trade of grains and oilseeds, feedstuffs |
| UAB Lignineko | Lithuania | 100% | 100% | Manufacturing of lignin |
| Investments into indirectly controlled subsidiaries (through UAB Linas Agro Konsultacijos) | | | | |
| ŽŪK KUPIŠKIO GRŪDAI | Lithuania | 97.70% | 96.16% | Preparation and warehousing of grains for trade |
| Biržai district Medeikių ŽŪB | Lithuania | 98.39% | 98.39% | Growing and sale of crops |
| Šakiai district Lukšių ŽŪB | Lithuania | 98.82% | 98.80% | Mixed agricultural activities |
| Panevėžys district Aukštadvario ŽŪB | Lithuania | 96.76% | 96.76% | Mixed agricultural activities |
| Sidabravo ŽŪB | Lithuania | 87.23% | 70.28% | Mixed agricultural activities |
| Užupės ŽŪB | Lithuania | 100% | 100% | Growing and sale of crops |
| UAB Paberžėlė (former –UAB Edfermus 2) | Lithuania | 100% | 100% | Rent and management of agricultural purposes land |
| Kėdianiai district Labūnavos ŽŪB | Lithuania | 98.64% | - | Mixed agricultural activities |
| Noreikiškių ŽŪB | Lithuania | 10% | - | Rent and management of agricultural purposes land |





3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

Investments into indirectly controlled subsidiaries (through UAB Dotnuvos projektai)

| | | | | |
|------------------------|-----------|------|---|---|
| SIA DOTNUVOS PROJEKTAI | Latvia | 100% | - | Trade of machinery and equipment, certified seeds |
| AS Dotnuvos Projektai | Estonia | 100% | - | Trade of machinery and equipment, certified seeds |
| UAB Dotnuvos technika | Lithuania | 100% | - | Not operating company |

Investments into indirectly controlled subsidiaries (through UAB Linas Agro grūdų centras KŪB)

| | | | | |
|-------------|-----------|------|---|---|
| Karčemos KB | Lithuania | 20%* | - | Preparation and warehousing of grains for trade |
|-------------|-----------|------|---|---|

*The Group indirectly controls 20% of shares of Karčemos KB, however, the Group has control over this entity and, therefore, it has been consolidated when preparing these financial statements.

Changes in the Group during the 9 month period ended 31 March 2013

On 13 July 2012 the Group acquired 98.55% shares of Kėdainiai district Labūnavos ŽŪB for LTL 22,545 thousand from previous owners. After the share acquisition the Group directly controls 98.64% of the investee. The only unaudited financial information on the acquired subsidiary as at 30 June 2012 is available as at the date of the release of these financial statements and is presented below. Kėdainiai district Labūnavos ŽŪB is consolidated to the Group from 1 July 2012. Differences between the purchase consideration and fair values of the acquired assets, liabilities and contingent liabilities at the acquisition date were the following:

| Acquisition date | 1 July 2012 |
|--|----------------|
| Property, plant and equipment | 24,288 |
| Animals and livestock | 5,718 |
| Crops | 9,456 |
| Inventories | 2,770 |
| Prepayments and other current assets | 2,058 |
| Cash and cash equivalents | 3,067 |
| Total assets | 47,357 |
| Deferred tax liability | (691) |
| Grants and subsidies | (1,306) |
| Trade payables | (1,326) |
| Other liabilities | (1,297) |
| Total liabilities | (4,620) |
| Total identifiable net assets at fair value | 42,737 |
| Attributable to non-controlling interests | 582 |
| Attributable to the equity holders of the parent | 42,155 |
| Gain recognized on acquisition of subsidiary, recognised under Other income (Note 12) | 19,608 |
| Purchase consideration | 22,547 |
| Less: cash acquired | 3,067 |
| Total purchase consideration, net of cash acquired | 19,480 |

On 11 October 2012 the Company acquired 50% shares of UAB Dotnuvos projektai for 32,000 thousand, and increased its ownership interest to 100%. The mentioned company and subsidiaries are consolidated to the Group from 1 October 2012. The only unaudited financial information on the acquired subsidiary as at 30 September 2012 is available as at the date of the release of these financial statements and is presented below. The fair values of the net assets acquired have not yet been assessed by the Group.





3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

| Acquisition date | 1 October 2012 |
|--|------------------|
| Carrying values | |
| Property, plant and equipment | 47,038 |
| Inventories | 62,709 |
| Prepayments and other current assets | 69,828 |
| Cash and cash equivalents | 2,976 |
| Total assets | 182,551 |
| Deferred tax liability | (41) |
| Grants and subsidies | (889) |
| Trade payables | (39,253) |
| Other liabilities | (68,374) |
| Total liabilities | (108,557) |
| Total identifiable net assets | 73,994 |
| Attributable to share acquired before | 33,890 |
| Attributable to new acquired share | 40,104 |
| Gain recognized on acquisition of subsidiary, recognised under Other income (Note 12) | 8,104 |
| Purchase consideration | 32,000 |
| Less: cash acquired | 2,976 |
| Total purchase consideration, net of cash acquired | 29,024 |

On 28 February 2013 the Company acquired 54.95% shares of UAB Jungtinė ekspedicija for LTL 1,045 thousand, and increased its ownership interest to 100%. The mentioned company are consolidated to the Group from 1 March 2013. The only unaudited financial information on the acquired subsidiary as at 28 February 2013 is available as at the date of the release of these financial statements and is presented below. Differences between the purchase consideration and fair values of the acquired assets, liabilities and contingent liabilities at the acquisition date were the following:

| Acquisition date | 1 March 2013 |
|---|----------------|
| Carrying values | |
| Property, plant and equipment | 201 |
| Trade receivables and other current assets | 917 |
| Cash and cash equivalents | 867 |
| Total assets | 1,985 |
| Trade payables | (905) |
| Other liabilities | (285) |
| Total liabilities | (1,190) |
| Total identifiable net assets | 795 |
| Attributable to share acquired before | 358 |
| Attributable to new acquired share | 437 |
| Goodwill recognized on acquisition of subsidiary, recognised as Intangible asset | 608 |
| Purchase consideration | 1,045 |
| Less: cash acquired | 867 |
| Total purchase consideration, net of cash acquired | 178 |

On 16 August 2012 the Group established Noreikiškių ŽŪB with LTL 10 thousand share capital.

During the 9 month period, ended 31 March 2013 the Group acquired 0.02% Šakių district Lukšių ŽŪB share capital for 1 LTL thousand, 16.95% Sidabravo ŽŪB share capital for LTL 423 thousand. All the shares were acquired from the non-controlling shareholders. The difference of LTL 1 800 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognised within equity.





3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

Changes in the Group during the year ended 30 June 2012

On 1 July 2011 the Group company Rosenkrantz A/S (registered and operating in Denmark) changed its name to Linas Agro A/S.

On 1 July 2011 the Group acquired additional 40% interest of the voting shares of Linas Agro, A/S increasing its ownership interest to 100%. Purchase price EUR 800 thousand (LTL 2,762 thousand equivalent) will be paid by schedule till 15 July 2014. The difference of LTL 7,129 thousand between the consideration transferred and the carrying value of the interest acquired has been recognised within equity.

As part of the purchase agreement a contingent consideration has been agreed with the previous owner of Linas Agro A/S. There will be additional cash payment to the previous owner amounting to maximum EUR 400 thousand (undiscounted). Contingent consideration is related to collection of doubtful Linas Agro A/S trade receivables. The due date of contingent consideration arrangement is 1 October 2014.

The potential undiscounted amount of all future payments that the Group could be required to make under the contingent consideration arrangement is between EUR 0 and EUR 400 thousand. The fair value of the contingent consideration arrangement is EUR 173 thousand as at acquisition date. It was estimated using probability-weighted payout approach.

On 6 February 2012 the Company sold all shares of PC-JS UKRAGRO NPK. Differences between the sales consideration and the net assets disposed at the disposal date is the following:

| | 31 January 2012 |
|---|------------------------|
| Non-current assets | 22,265 |
| Current assets | 92,175 |
| Liabilities | (64,916) |
| Net asset of subsidiary sold | 49,524 |
| Non-controlling interest | 20,780 |
| Net assets sold by the Group | 28,744 |
| Sales price (received in cash) | 90,754 |
| Gain on disposal of subsidiary in the Group* | 62,010 |
| Cash disposed in the subsidiary | 20,995 |
| Sales price less cash disposed | 69,759 |

**Recorded under other income caption in Group's statement of comprehensive income.*

The Shareholders' agreement between AB Linas Agro Group and PC-JS UKRAGRO NPK non-controlling shareholders expired on 6 February 2012, according to which the Company had an obligation to acquire the shares of PC-JS UKRAGRO NPK from the non-controlling shareholders, if put option is exercised. The non-controlling interest was recognised as though the put option had never been granted and the financial liability was derecognised, with a corresponding credit to the same component of equity.

During the year ended 30 June 2012 the Group acquired 0.43% of Šakiai district Lukšiu ŽŪB share capital for LTL 14 thousand, 0.03% Biržai district Medeikių ŽŪB share capital for LTL 1 thousand, 31.41% Panevėžys district Aukštadvario ŽŪB share capital for LTL 143 thousand, 30% Užupės ŽŪB share capital for LTL 3 thousand, 4.06% Sidabravo ŽŪB share capital for LTL 21 thousand. All the shares were acquired from the non-controlling shareholders. The difference of LTL 3,375 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognised within equity.

Acquisition of non-controlling interest in Šakiai district Lukšiu ŽŪB, Biržai district Medeikių ŽŪB, Panevėžys district Aukštadvario ŽŪB and Sidabravo ŽŪB have resulted in increase of effective Group ownership of ŽŪK KUPIŠKIO GRŪDAI by 3.28% up to 96.16% as at 30 June 2012 with a result of LTL 61 thousand of gain accounted directly in equity.

During the year ended 30 June 2012 the Group acquired 100% UAB Edfermus 2 share capital for LTL 10 thousand and 20% of Karčemos KB for LTL 977 thousand. Difference between the fair value of net assets acquired of both entities and consideration paid in amount of LTL 1,020 thousand was recorded directly in the income statement, as amount is considered by the management as immaterial.





4. SEGMENT INFORMATION

For management purpose the Group is organized into six operating segments based on their products and services as follows:

- the grains and oilseeds segment includes trade in wheat, rapeseed, barley and other grains and oilseeds;
- the feedstuffs segment includes trade in suncake and sunmeal, sugar beat pulp, soymeal, vegetable oil, rapeseed and other feedstuffs;
- the agricultural inputs segment includes sales of fertilizers, seeds, plant protection products and other related products to agricultural produce growers;
- the farming segment includes growing of grains, rapeseed and others as well as sales of harvest, breeding of livestock and sales of milk and livestock. Milk is sold to local dairy companies, other production is partly used internally, partly sold;
- the machinery and equipment is a new segment of the company which includes wholesale and retail of new and used agricultural and forest machinery and spare parts, also projection and installation of grain cleaning, drying and storage facilities;
- the other products and services segment includes sales of biofuel, provision of elevator services and other products and services.

Transfer prices between the Group companies are based on normal selling prices in a manner similar to transactions with third parties.

| 9 month period ended 31 March 2013 | Grains and oilseeds | Feedstuffs | Agricul- tural inputs | Farming | Machinery and equipment | Other products and services | Not attributed to any specified segment | Adjustments and elimina- tions | Total |
|---|------------------------|----------------|--------------------------|---------------|-------------------------------|--------------------------------------|---|--------------------------------------|------------------|
| Revenue | | | | | | | | | |
| From one client UAB MESTILLA | 82,386 | 219 | - | - | 12 | 16 | - | - | 82,633 |
| Other third parties | 831,933 | 460,265 | 154,196 | 28,244 | 79,182 | 21,249 | - | - | 1,575,069 |
| Intersegment | - | 2,034 | 9,677 | 34,431 | 6,966 | 38,564 | - | (91,672) ¹⁾ | - |
| Total revenue | 914,319 | 462,518 | 163,873 | 62,675 | 86,160 | 59,829 | - | (91,672)¹⁾ | 1,657,702 |
| Results | | | | | | | | | |
| Operating expenses | 3,231 | 5,855 | 9,878 | 4,117 | 6,615 | 4,774 | 21,834 | - | 56,304 |
| Segment operating profit (loss) | 37,925 | 25,492 | 7,188 | 15,706 | 13,491 | 18,272 | (21,417) | - | 96,657 |
| 9 month period ended 31 March 2012 | | | | | | | | | |
| Revenue | | | | | | | | | |
| From one client UAB MESTILLA | 91,809 | 149 | - | - | - | 176 | - | - | 92,134 |
| Other third parties | 362,974 | 236,961 | 359,990 | 18,544 | - | 12,702 | - | - | 991,171 |
| Intersegment | - | 2,079 | 7,063 | 18,353 | - | 22,705 | - | (50,200) ¹⁾ | - |
| Total revenue | 454,783 | 239,189 | 367,053 | 36,897 | - | 35,583 | - | (50,200)¹⁾ | 1,083,305 |
| Results | | | | | | | | | |
| Operating expenses | 6,097 | 2,027 | 8,758 | 3,118 | - | 2,746 | 10,697 | - | 33,443 |
| Segment operating profit (loss) | 4,456 | 11,984 | 87,740 | (2,436) | - | 10,406 | (12,335) | - | 99,815 |

1) Intersegment revenue is eliminated on consolidation.



4. SEGMENT INFORMATION (CONT'D)

Below is the information relating to the geographical segments of the Group:

| Revenue from external customers | 9 month period ended | |
|---|----------------------|------------------|
| | 31 March 2013 | 31 March 2012 |
| Lithuania | 354,206 | 250,639 |
| Europe (except for Scandinavian countries, CIS and Lithuania) | 334,500 | 208,522 |
| Scandinavian countries | 319,438 | 157,674 |
| Africa | 16,778 | 42,326 |
| Asia | 607,026 | 136,099 |
| CIS | 25,754 | 288,045 |
| | 1,657,702 | 1,083,305 |

The revenue information above is based on the location of the customer.

| Non-current assets | As of 31 March 2013 | As of 30 June 2012 |
|--------------------|---------------------|--------------------|
| Lithuania | 189,223 | 132,084 |
| Latvia | 7,745 | 118 |
| Estonia | 4,349 | - |
| Denmark | 72 | 179 |
| | 201,389 | 132,381 |

Non-current assets for this purpose consist of property, plant and equipment, investment property and intangible assets.





5. INTANGIBLE ASSETS

| Group | Goodwill | Software | Other intangible assets | Total |
|---|------------|------------|-------------------------|--------------|
| Cost: | | | | |
| Balance as of 30 June 2011 | - | 1,512 | 157 | 1,669 |
| Additions | - | 366 | 13 | 379 |
| Exchange differences | - | 2 | - | 2 |
| Disposal of subsidiary | - | (73) | - | (73) |
| Balance as of 30 June 2012 | - | 1,807 | 170 | 1,977 |
| Additions | - | 127 | 17 | 144 |
| Acquisition of subsidiaries | 608 | 40 | 32 | 680 |
| Write-offs | - | (2) | (86) | (88) |
| Balance as of 31 March 2013 | 608 | 1,972 | 133 | 2,713 |
| Accumulated amortization: | | | | |
| Balance as of 30 June 2011 | - | 1,179 | 124 | 1,303 |
| Charge for the year | - | 87 | 11 | 98 |
| Disposal of subsidiary | - | (36) | - | (36) |
| Balance as of 30 June 2012 | - | 1,230 | 135 | 1,365 |
| Charge for the year | - | 74 | 15 | 89 |
| Write-offs | - | (2) | (86) | (88) |
| Balance as of 31 March 2013 | - | 1,302 | 64 | 1,366 |
| Net book value as of 31 March 2013 | 608 | 670 | 69 | 1,347 |
| Net book value as of 30 June 2012 | - | 577 | 35 | 612 |
| Net book value as of 30 June 2011 | - | 333 | 33 | 366 |

The Group has no internally generated intangible assets. Amortization expenses of intangible assets are included within operating expenses in the income statement.





6. PROPERTY, PLANT AND EQUIPMENT

| | Land | Buildings and structures | Machinery and equipment | Vehicles | Other property, plant and equipment | Construction in progress and prepayments | Total |
|---|---------------|--------------------------|-------------------------|--------------|-------------------------------------|--|----------------|
| Cost: | | | | | | | |
| Balance as of 30 June 2011 | 6,923 | 95,986 | 52,601 | 7,049 | 10,155 | 15,247 | 187,961 |
| Additions | 3,236 | 1,940 | 6,749 | 1,488 | 782 | 16,951 | 31,146 |
| Acquisition of subsidiaries | 200 | - | - | - | - | - | 200 |
| Disposals and write-offs | (177) | (210) | (341) | (234) | (28) | (10) | (1,000) |
| Transfers to/from investment property | 610 | - | - | - | - | - | 610 |
| Reclassifications | 176 | 15,585 | 4,092 | 18 | 411 | (20,282) | - |
| Exchange differences | 21 | 1,298 | 300 | 97 | 118 | 67 | 1,901 |
| Disposal of subsidiary | (228) | (17,049) | (4,246) | (1,454) | (1,687) | (298) | (24,962) |
| Balance as of 30 June 2012 | 10,761 | 97,550 | 59,155 | 6,964 | 9,751 | 11,675 | 195,856 |
| Additions | 68 | 6,037 | 3,201 | 3,146 | 1,732 | 6,579 | 20,763 |
| Acquisition of subsidiaries | 5,012 | 30,681 | 18,745 | 4,694 | 2,304 | 2,246 | 63,682 |
| Disposals and write-offs | - | (151) | (2,444) | (566) | (702) | - | (3,863) |
| Transfers to investment property | (270) | - | - | - | - | - | (270) |
| Reclassifications | - | 13,173 | 4,382 | 19 | 1,491 | (19,065) | - |
| Exchange differences | (4) | - | (13) | (7) | (2) | - | (26) |
| Balance as of 31 March 2013 | 15,567 | 147,290 | 83,026 | 14,250 | 14,574 | 1,435 | 276,142 |
| Accumulated depreciation: | | | | | | | |
| Balance as of 30 June 2011 | - | 24,202 | 29,883 | 3,730 | 6,416 | - | 64,231 |
| Charge for the year | - | 5,588 | 4,470 | 871 | 1,068 | - | 11,997 |
| Disposals and write-offs | - | (16) | (303) | (185) | (28) | - | (532) |
| Reclassifications | - | - | (459) | - | 459 | - | - |
| Exchange differences | - | 66 | 40 | 13 | 36 | - | 150 |
| Disposal of subsidiary | - | (1,118) | (735) | (316) | (567) | - | (2,736) |
| Balance as of 30 June 2012 | - | 28,717 | 32,896 | 4,113 | 7,384 | - | 73,110 |
| Charge for the year | - | 6,709 | 7,513 | 1,450 | 858 | - | 16,530 |
| Disposals and write-offs | - | (68) | (1,235) | (394) | (497) | - | (2,194) |
| Balance as of 31 March 2013 | - | 35,358 | 39,174 | 5,169 | 7,745 | - | 87,446 |
| Impairment losses: | | | | | | | |
| Balance as of 30 June 2011 | 50 | 449 | 19 | 3 | 1 | - | 522 |
| (Reversal) charge for the year | (32) | - | - | - | - | - | (32) |
| Balance as of 30 June 2012 | 18 | 449 | 19 | 3 | 1 | - | 490 |
| (Reversal) charge for the year | - | - | 1 | - | 2 | - | 3 |
| Transfer from investment property | 8 | - | 124 | - | 17 | - | 149 |
| Balance as of 31 March 2013 | 26 | 449 | 143 | 3 | 18 | - | 639 |
| Net book value as of 31 March 2013 | 15,541 | 111,483 | 43,709 | 9,079 | 6,810 | 1,435 | 188,057 |
| Net book value as of 30 June 2012 | 10,743 | 68,384 | 26,240 | 2,848 | 2,366 | 11,675 | 122,256 |
| Net book value as of 30 June 2011 | 6,873 | 71,335 | 22,699 | 3,316 | 3,738 | 15,247 | 123,208 |





7. INVESTMENT PROPERTY

Investment property of the Group consists of land and buildings leased out under the operating lease which generates lease income.

| | Land | Buildings | Total |
|---|---------------|--------------|---------------|
| Cost: | | | |
| Balance as of 30 June 2011 | 7,781 | 3,297 | 11,078 |
| Additions | 1,122 | - | 1,122 |
| Disposals and write-offs | (65) | - | (65) |
| Transfers to/from property, plant and equipment | (610) | - | (610) |
| Balance as of 30 June 2012 | 8,228 | 3,297 | 11,525 |
| Additions | 2,589 | 389 | 2,978 |
| Acquisition of subsidiaries | - | - | - |
| Disposals and write-offs | (709) | - | (709) |
| Transfers from property, plant and equipment | 270 | - | 270 |
| Balance as of 31 March 2013 | 10,378 | 3,686 | 14,064 |
| Accumulated depreciation: | | | |
| Balance as of 30 June 2011 | - | 696 | 696 |
| Charge for the year | - | 94 | 94 |
| Balance as of 30 June 2012 | - | 790 | 790 |
| Charge for the year | - | 79 | 79 |
| Balance as of 31 March 2013 | - | 869 | 869 |
| Impairment losses: | | | |
| Balance as of 30 June 2011 | 242 | 1,128 | 1,370 |
| (Reversal) charge for the year | (148) | - | (148) |
| Balance as of 30 June 2012 | 94 | 1,128 | 1,222 |
| (Reversal) charge for the year | (3) | - | (3) |
| Transfer to property, plant and equipment | (8) | - | (8) |
| Balance as of 31 March 2013 | 83 | 1,128 | 1,211 |
| Net book value as of 31 March 2013 | 10,295 | 1,689 | 11,984 |
| Net book value as of 30 June 2012 | 8,134 | 1,379 | 9,513 |
| Net book value as of 30 June 2011 | 7,539 | 1,473 | 9,012 |

The Group's management considers that the difference between the carrying value and fair value of investment property is not significant. Fair value has been determined based on valuations performed by independent valuers at near reporting date using the comparable prices method.





8. INVESTMENTS INTO ASSOCIATES AND JOINT VENTURES

As of 31 March 2013 and as of 30 June 2012 the Group had investments into the following associates and joint ventures:

| | Place of registration | Effective share held by the Group | | Main activities |
|---|-----------------------|-----------------------------------|--------------------|---------------------------------------|
| | | As of 31 March 2013 | As of 30 June 2012 | |
| Associates | | | | |
| UAB Jungtinė Ekspedicija | Lithuania | - | 45.05% | Expedition and ship's agency services |
| Joint ventures | | | | |
| UAB Dotnuvos Projektai | Lithuania | - | 50% | Sale of seeds, agricultural machinery |
| Companies controlled by UAB Dotnuvos Projektai | | | | |
| UAB Dotnuvos technika | Lithuania | - | 50% | Dormant |
| SIA DOTNUVOS PROJEKTAI | Latvia | - | 50% | Sale of seeds, agricultural machinery |
| AS Dotnuvos Projektai | Estonia | - | 50% | Sale of seeds, agricultural machinery |

Information on associates and joint ventures of the Group as of 30 June 2012 was as follows (full amounts of revenue and profit and full amounts of statement of financial position):

| | Investment at equity method | Profit (loss) for the reporting period | Sales revenue | Non-current assets | Current assets | Non-current liabilities | Current liabilities |
|--|-----------------------------|--|---------------|--------------------|----------------|-------------------------|---------------------|
| Investments into associates | | | | | | | |
| UAB Jungtinė Ekspedicija | 286 | 1 | 4,416 | 235 | 1,269 | 100 | 769 |
| Investments into joint ventures | | | | | | | |
| UAB Dotnuvos Projektai (consolidated) | 29,887 | 8,131 | 174,067 | 33,790 | 124,834 | 4,398 | 94,447 |

9. OTHER INVESTMENTS

Other investments of the Group consist of:

| | Share held by the Group | As of 31 March 2013 | As of 30 June 2012 |
|--------------------------------|-------------------------|---------------------|--------------------|
| Panevėžys district Ėriškių ŽŪB | 24.97% | 173 | 173 |
| Other investments | | 170 | 138 |
| | | 343 | 311 |

The investment into Panevėžys district Ėriškių ŽŪB is not classified as an associate and therefore not accounted for using the equity method because the Group does not have voting rights in the company and does not have the ability to exercise significant influence.





10. BORROWINGS

| | As of 31 March 2013 | As of 30 June 2012 |
|---|------------------------|-----------------------|
| Non-current borrowings | | |
| Bank borrowings secured by the Group assets | 35,750 | 35,393 |
| Other non-current borrowings | 1,391 | 1,356 |
| | 37,141 | 36,749 |
| Current borrowings | | |
| Current portion of non-current bank borrowings | 12,573 | 8,765 |
| Current portion of other non-current borrowings | 1,330 | 1,310 |
| Current bank borrowings secured by the Group assets | 343,284 | 156,235 |
| Factoring with recourse liability | 25,613 | 21,511 |
| Other current borrowings | 15,718 | 1,719 |
| | 398,518 | 189,540 |
| | 435,659 | 226,289 |

Interest payable is normally settled monthly throughout the financial year. Accrued interest on bonds issued is settled annually.

11. OPERATING EXPENSES

| | 2012/2013 9 month | 2011/2012 9 month |
|--|----------------------|----------------------|
| Wages and salaries and social security | 30,982 | 21,604 |
| Consulting expenses | 1,187 | 1,451 |
| Depreciation and amortization | 6,146 | 1,142 |
| Other | 17,989 | 9,246 |
| | 56,304 | 33,443 |

12. OTHER INCOME (EXPENSES)

| | 2012/2013 9 month | 2011/2012 9 month |
|--|----------------------|----------------------|
| Other income | | |
| Currency exchange gain | - | 3,271 |
| Rental income from investment property and property, plant and equipment | 789 | 660 |
| Gain from disposal of investment property and property, plant and equipment | 734 | 139 |
| Gain from disposal of subsidiaries | - | 64,259 |
| Gain from disposal of joint venture | - | 1,060 |
| Gain from acquisition of subsidiaries (Note 3) | 28,478 | - |
| Other income | 1,284 | 295 |
| | 31,285 | 69,684 |
| Other (expenses) | | |
| Direct operating expenses arising on rental and non-rental earning investment properties | (362) | (177) |
| Loss from disposal of property, plant and equipment | (210) | (9) |
| Currency exchange loss | (541) | (1,884) |
| Other expenses | (3) | (128) |
| | (1,116) | (2,198) |





13. COMMITMENTS AND CONTINGENCIES

As of 31 March 2013 the Group is committed to purchase property, plant and equipment for the total amount of LTL 13,734 thousand (LTL 2,754 thousand as of 30 June 2012).

Additional investments are required for cattle farms located in Panevėžys district Aukštadvario ŽŪB and Sidabravo ŽŪB due to stiffening environmental regulation in Lithuania. Incompliance with such regulations may result in significant fines. Total estimated investment value for modernization till compliance level with the environmental regulations set by the Republic of Lithuania amounts to LTL 1,300 thousand as of as of 30 June 2012.

A few Group companies (Biržų district Medeikių ŽŪB, Šakiai district Lukšių ŽŪB and Sidabravo ŽŪB) received grants from the European Union and National Paying Agency mostly for acquisition of agricultural heavy duty equipment. Biržų district Medeikių ŽŪB is committed not to discontinue operations related to agricultural up to 2014, Šakiai district Lukšių ŽŪB - up to 2015, Sidabravo ŽŪB – up to 2014. UAB Linas Agro Grūdų Centras KŪB received grant from the European Union and National Paying Agency for grain handling and storage facility upgrade. UAB Linas Agro Grūdų Centras KŪB, KB Karčena are committed not to discontinue operations related to preparation and warehousing of grains for trade agriculture up to 2015. In case of non-compliance with the requirements the Group companies will have to return funds received to the state of Lithuania amounting to LTL 11,395 thousand as of 31 March 2013 (LTL 10,145 thousand as of 30 June 2012).

14. RELATED PARTIES TRANSACTIONS

The parties are considered related when one party has the possibility to control the other or have significant influence over the other party in making financial and operating decisions.

The related parties of the Company and Group for the years ended 31 March 2013 and 30 June 2012 were as follows:

Members of the board of the Company:

Darius Zubas (chairman of the board, ultimate controlling shareholder);
Vytautas Šidlauskas;
Dainius Pilkauskas;
Arūnas Zubas;
Andrius Pranckevičius;
Arūnas Jarmolavičius;
Tomas Tumėnas.

Subsidiaries:

List provided in Note 3.

Joint ventures (Note 8):

UAB Dotnuvos Projektai (till 30 September 2012, from 1 October 2012 is consolidated subsidiary);
ŽŪB Dotnuvos Agroservisas (till 28 December 2011, reorganized);
UAB DOTNUVOS TECHNIKA (till 30 September 2012, from 1 October 2012 is consolidated subsidiary);
SIA DOTNUVOS PROJEKTAI (till 30 September 2012, from 1 October 2012 is consolidated subsidiary);
AS DOTNUVOS PROJEKTAI (till 30 September 2012, from 1 October 2012 is consolidated subsidiary);
UAB Kustodija (till 19 October 2011).

Associates (Note 8):

UAB Jungtinė Ekspedicija (till 28 February 2013, from 1 March 2013 is consolidated subsidiary).

Akola ApS group companies:

Akola ApS (Denmark) (controlling shareholder);
UAB MESTILLA (same ultimate controlling shareholders);
PAT UKRAGRO NPK (Ukraine) (same ultimate controlling shareholders, subsidiary starting from 1 July 2010 till 6 February 2012).

UAB Baltic Fund Investments (Tomas Tumėnas is a director of this company);
UAB CEY (Arūnas Jarmolavičius is a director of this company).



14. RELATED PARTIES TRANSACTIONS (CONT'D)

The Group's transactions with related parties in 9 month period ended 31 March 2013 were as follows:

| 2013 9 month | Purchases | Sales | Receivables | | | Payables | Current loans received |
|---------------------------|-----------|--------|-------------------|--------------------------|------------------------------|----------|------------------------|
| | | | Trade receivables | Current loans receivable | Non-current loans receivable | | |
| Members of the board | 20 | - | - | - | - | - | 663 |
| Joint ventures | 6,886 | 392 | - | - | - | - | - |
| Associates | 7,145 | 77 | - | - | - | - | - |
| Akola ApS group companies | 11,350 | 82,814 | 34,313 | 3,000 | 8,864 | 2,931 | 10,143 |

* Loans borrowed from related parties are accounted for under current portion of non-current borrowings in the statements of financial position (Note 10).

As of 31 March 2013 and as of 30 June 2012 annual interest rate of the Group's loans borrowed is fixed 7%. Non-current loans receivable from related parties are equal 3.7% and 3 month EURIBOR + 2.45% margin annual interest rate.

Transactions with related parties include sales and purchases of goods and services, sales and purchases of property, plant and equipment as well as financing transactions in the ordinary course of business.

There were no guarantees or pledges related to the Group's payables to or receivables from related parties. Receivables and payables from / to related parties will be settled in cash or offset with the payables / receivables from / to respective related parties.

Terms and conditions of the financial assets and liabilities:

- Receivables from related parties are non-interest bearing and are normally settled on 30-day terms.
- Payables to related parties are non-interest bearing and are normally settled on 30-90-day terms.
- Interest payable is normally settled at the end of the loan term.

The Group's receivables from related parties were not past due as of 31 March 2013 and 30 June 2012.

15. SUBSEQUENT EVENTS

On 2 May UAB "Linas Agro" Grūdy centras KŪB established subsidiary in Latvia SIA "Linas Agro" Graudu centrs.



AB LINAS AGRO GROUP

CONSOLIDATED INTERIM REPORT

FOR THE NINE MONTHS PERIOD

OF THE FINANCIAL YEAR 2012/2013

ENDED 31 MARCH 2013





1. COMPANY DETAILS

| | |
|--------------------------------|---|
| Company name | AB Linas Agro Group |
| Legal form | Public company |
| Date and place of registration | 27-11-1995 in Panevezys |
| Code of legal entity | 148030011 |
| VAT identification number | LT480300113 |
| Company register | Register of Enterprises of Republic of Lithuania, VĮ Registrų centras |
| Address | Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania |
| Phone | +370 45 50 73 03 |
| Fax | +370 45 50 73 04 |
| E-mail | <i>group@linasagro.lt</i> |
| Website | <i>www.linasagro.lt</i> |
| ISIN code | LT0000128092 |
| Ticker in NASDAQ OMX Vilnius | LNA1L |

2. ABOUT AB LINAS AGRO GROUP

AB Linas Agro Group together with its subsidiaries and associates is an agribusiness developing Group of companies engaged in the production of and trade in agricultural produce, feed raw materials and agricultural inputs.

AB Linas Agro Group owns companies in Lithuania, Latvia, Estonia and Denmark. The Group consists of international agricultural production trading company in Lithuania AB Linas Agro, grain storage company UAB Linas Agro Grūdų centras KŪB (controlling grain storages in Joniškis, Kėdainiai, Kupiškis, Pasvalys, Šakiai district, Šiauliai and Vilkaviškis), Latvian trading company SIA Linas Agro, international trading company Linas Agro A/S in Denmark, agricultural machinery, grain elevators equipment and seeds trading company UAB Dotnuvos Projektai, group of companies ŽŪB Landvesta, managing agricultural land, group of agricultural companies UAB Linas Agro Konsultacijos, logistic company UAB Jungtinė Ekspedicija, operator of lignin biofuel accumulation UAB Lignineko, and other companies.

Together with partners the controlling company owns grain storage company Karčemos kooperatinė bendrovė.

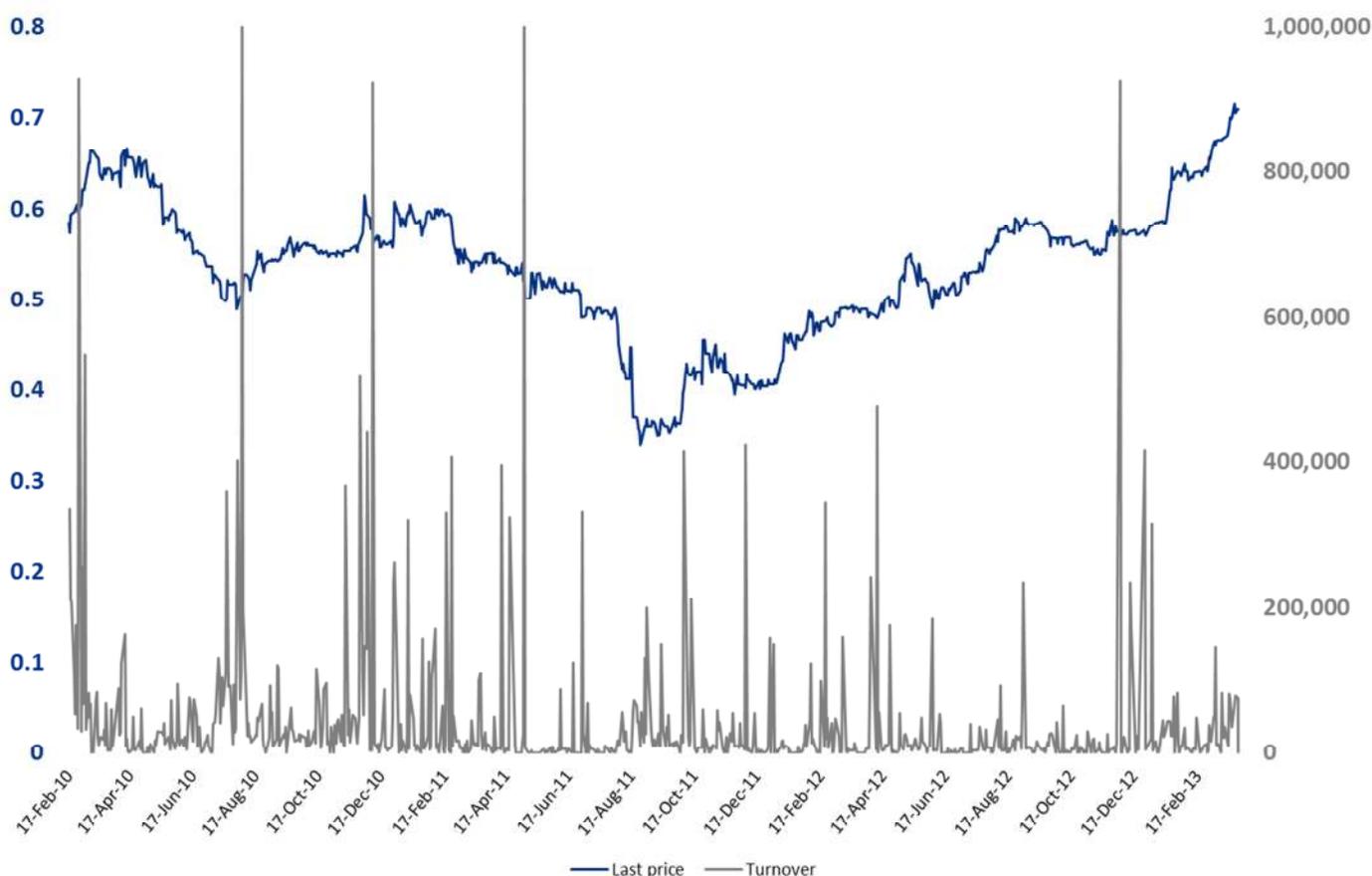
The Group's activities are subdivided into six basic operating segments: Grains and Oilseeds, Feedstuffs, Farming, Agricultural Inputs, Machinery and Equipment and Other Activities. Division into separate segments is dictated by different types of products and character of related activities; however, activities of the segments are often interconnected. The holding company performs only the management function and is not involved in any trading or production activities.

The total headcount of the Group amounts to 977 employees. The financial year of most of the companies of the Group begin on 1 July.

3. PRICES OF SHARES AND TURNOVER OF AB LINAS AGRO GROUP

Starting from 17 February 2010, the Company has been listed on NASDAQ OMX Vilnius Stock Exchange. Information on changes in the prices of Company's shares and turnover from starting trade until the end of the reporting period, i. e. 31 March 2013, is presented in the following diagram:

EUR





4. ACTIVITY RESULTS OF THE GROUP



Consolidated revenues of AB Linas Agro Group during nine months of financial year 2012/2013 totaled LTL 1,658 million and were 53% more as compared to the corresponding period of the previous year (LTL 1,083 million).



The Group's sales tonnage reached 1.57 million tons of various grains and agricultural inputs and was 48% more as compared to previous year (1.06 million tons).



The Group exports increased from 77 to 79% of total sales. The main export destinations were Asia (37%), European (20%) and Scandinavian countries (29%).



The Group's operating profit reached LTL 97 million or was by 3% less as compared to the respective period of the previous financial year (LTL 100 million). In fact operating profit increased 2.7 times as 2011/2012 financial year's profit has been boosted by the sale of shares of Ukrainian subsidiary PJ-SC UKRAGRO NPK for 64 million litas.



Earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to LTL 116 million (compared to LTL 109 million previous year).



The net profit attributable to the Group grew by 10 % from LTL 75 million previous year to LTL 83 million.



Grain storage facilities owned by AB Linas Agro Group processed 551 thousand tons of various grains or 56% more than over the respective period of the previous year (355 thousand tons).



In March 2013 The Group acquired logistics company UAB Jungtine Ekspedicija, the principal activity of which is freight forwarding and ship agency in the Baltic Sea ports.

FINANCIAL RATIOS

| | 2012/2013 | 2011/2012 | 2010/2011 |
|--------------------------|-----------|-----------|-----------|
| | 9 months | 9 months | 9 months |
| Sales revenues (000 LTL) | 1,657,702 | 1,083,305 | 1,140,194 |
| Turnover (in tons) | 1,571,060 | 1,062,503 | 1,230,000 |

| | | | |
|---|--------|---------|----------|
| Net profit, attributable to the Group (000 LTL) | 83,170 | 75,334 | 11,229 |
| Operating profit (000 LTL) | 96,657 | 99,815 | 17,491 |
| Operating profit (000 LTL) by segments : | | | |
| Grains and oilseeds | 37,925 | 4,456 | (12,567) |
| Feedstuffs | 25,492 | 11,984 | 7,578 |
| Agricultural inputs | 7,188 | 87,740 | 21,421 |
| Farming | 15,706 | (2,436) | 2,460 |
| Machinery and equipment | 13,491 | n. d. | n. d. |
| Other products and services | 18,272 | 10,406 | 5,414 |

OVERVIEW

The sales revenues of AB Linas Group amounted to LTL 1,658 million and were 53% more as compared to LTL 1,083 million earned over the respective period last year. The Group's trading volume in tons reached 1.57 million and was 48% more as compared to previous year. Trade growth was favorably affected by growth of sales in all business segments, what in turn was supported by high grain harvest in the Baltic States. Moreover, consolidation of UAB Dotnuvos Projektai increased Group's revenues by more than LTL 100 million. Only during the third quarter of the fiscal year consolidated revenues increased almost 2.5 times from LTL 215 million to LTL 535 million, and the gross profit increased 2.8 times from LTL 12 million to LTL 34 million.

All Groups' business segments were profitable. The Group's gross profit reached LTL 123 million and was up by almost 87% as compared to the respective period of 2011/2012 financial year (LTL 66 million). Gross profit growth was obtained by increase in trading volume and increased profitability in agricultural commodity trade, successful risk management and rise of a new business segment in the Group's activities – Machinery and Equipment. Group managed to increase gross profitability from 6.1% last year to 7.4% this year. The net profit amounted to LTL 83 million and was 8% more as compared to LTL 77 million earned during the respective period of financial year 2011/2012.

Group's consolidated operating costs amounted to LTL 56 million and were 68% higher than during the respective period of the last year (LTL 33 million). Operating cost growth is mainly explained by acquisition and consolidation of the new companies within the Group.





ACTIVITY RESULTS BY SEGMENTS

GRAINS AND OILSEEDS

The largest business segment of the Group generated the record high sales revenues of LTL 914 million during nine months of the financial year (LTL 455 million in 2011/2012 financial year) and the operating profit amounted to LTL 37.9 million (LTL 4.4 million in FY 2011/2012). The operating profit growth was obtained by significant increase in trade volume: 945 thousand tons of various agricultural commodities were sold (compared to 493 thousand tons in FY 2011/2012). Only during the third quarter the Group sold around 357 thousand tons of various grains. The gross margin was 4.4% as compared to 2.3% in financial year 2011/2012.

FEEDSTUFFS

The revenues from feedstuffs sales reached LTL 463 million compared to LTL 239 million in 2011/2012 financial year. The operating profit totaled LTL 25 million (LTL 12 million in FY 2011/2012). Approximately 409 thousand tons of feedstuffs were sold, i.e. 70% more than during the respective period last year (243 thousand tons). Growing demand for feedstuffs on European market was the key driving factor for such growth. The gross margin was 6.9% as compared to 4.5% in financial year 2011/2012.

AGRICULTURAL INPUTS

Revenues from agricultural inputs and services declined from LTL 367 million to LTL 164 million and operating profit from LTL 88 million to LTL 7 million. Please note that the decline was due to sale of shares of Ukrainian subsidiary PJ-SC UKRAGRO NPK, because, excluding profit gained from the company, operating profit of previous year was LTL 4 million. Only during the third quarter of the financial year goods worth LTL 28 million have been sold – 27% more than the previous year (LTL 22 million). Fertilizer trade volume in litas in the Baltic region increased more than 2 times. Seed trading volume also increased 2.8 times, to a large extent due to consolidation of UAB Dotnuvos Projektai. The gross margin was 8% as compared to 9% in financial year 2011/2012.

FARMING

Due to good crop harvest and consolidation of Kėdainiai district Labūnavos ŽŪB into the Group the consolidated revenues of the farming segment grew from LTL 37 million to LTL 63 million. The operating profit amounted to LTL 16 million (LTL 2 million loss was recorded in FY 2011/2012). The profit increase is mainly explained by a positive impact of asset market value of Kėdainiai district Labūnavos ŽŪB compared to its acquisition cost. During the third quarter of the financial year the segment booked loss of LTL 1 million, caused by seasonality of the business, because EU subsidies received by the farming companies of the Group are accounted into the last quarter of the financial year.

MACHINERY AND EQUIPMENT

This is a new Segment of the Group activity, which appeared this financial year, after the Group acquired 100% shares of UAB Dotnuvos Projektai. This segment includes wholesale and retail of new and used agricultural and forest machinery and spare parts, also designing and installation of grain cleaning, drying and storage facilities. Business is being run in three countries – Lithuania, Latvia and Estonia. The results of UAB Dotnuvos Projektai for the first quarter are not consolidated because UAB Dotnuvos Projektai became a part of the Group on 1 October 2012 only.

Sales revenues from this Segment for 6 months period from 1/10/2012 to 31/03/2013 reached LTL 86 million, operating profit exceeded LTL 13 million. The gross margin of the segment was 13%.

OTHER PRODUCTS AND SERVICES

This segment includes grain warehousing services, logistics services, trade in lignin biofuel and other categories of goods and services. The sales of this business segment are predominated essentially by activities of grain storage facilities controlled by the Group. Due to the high harvest in Lithuania and Latvia and increased own grain storage capacity sales revenue of this segment was up 68% and reached almost LTL 60 million as compared to LTL 36 million in FY 2011/2012. The gross profit of the segment was LTL 23 million (LTL 13 million in previous year), while operating profit – LTL 18 million and was 75% higher compared to respective period of the previous year (LTL 10 million). The gross margin was 38% as compared to 36% in financial year 2011/2012.

FINANCIAL COSTS

Financial expenses over referenced period amounted to LTL 7 million and were unchanged as compared to the previous year. Due to high harvest in Baltic countries Group's demand for working capital increased 2 times, although sufficient own capital and comparatively low interest rates on financial loans allowed the Group to control all over its financial expenses.

CASH FLOWS

Group's cash flow from operating activities before the changes in working capital increased to LTL 82 million as compared to LTL 43 million over the respective period of the previous year. Cash flow from operating activities after changes in working capital was negative amounting to LTL 94 million (positive LTL 60 million over the respective period of 2011/2012 financial year). This is mainly explained due to the growing sales of the Group and substantially increased stocks and accounts receivable (due to active purchase of grains stocks increased by LTL 76 million and accounts receivable by LTL 115 million). Group's cash and cash equivalents at the end of the reporting period amounted to LTL 77 million (LTL 56 million over the respective period of 2011/2012 financial year).





5. THE PUBLICLY DISCLOSED INFORMATION AND OTHER EVENTS OF THE REPORTING PERIOD

THE PUBLICLY DISCLOSED INFORMATION

During the reporting period ended 31 March 2013, the Company publicly disclosed and distributed via NASDAQ OMX GlobeNewswire system and in Company's website the following information:

| | | |
|---|--------------------------------|--------------------------|
| AB Linas Agro Group took over management of UAB Jungtine Ekspedicija | Notification on material event | 2013-03-15 09:00:32 EET |
| AB Linas Agro Group notification about interim six months financial results of the financial year 2012/2013 | Interim information | 2013-02-28 09:00:32 EET |
| Notice on sales of own shares | Notification on material event | 2013-01-14 09:00:30 EET |
| AB Linas Agro Group is planning to acquire 54.95% shares of UAB Jungtine Ekspedicija | Notification on material event | 2012-12-28 09:00:31 EET |
| Notice on acquisition of own shares | Notification on material event | 2012-12-28 08:09:31 EET |
| Notice on acquisition of own shares | Notification on material event | 2012-12-06 08:13:32 EET |
| AB Linas Agro Group notification about interim three months financial results of the financial year 2012/2013 | Interim information | 2012-11-30 09:00:32 EET |
| AB Linas Agro Group investor's calendar for the end of 2012 and 2013 | Other information | 2012-11-21 09:09:32 EET |
| Procedure for the payout of dividends for the financial year ended 30 June 2012 | Notification on material event | 2012-10-26 08:39:35 EEST |

| | | |
|--|--------------------------------|--------------------------|
| AB Linas Agro Group notification about the Annual information of the financial year 2011/2012 | Annual information | 2012-10-26 08:30:37 EEST |
| Results of voting of Annual General Meeting of AB Linas Agro Group, held on 25 of October, 2012 | Notification on material event | 2012-10-26 08:26:35 EEST |
| AB Linas Agro Group took over management of UAB Dotnuvos Projektai | Notification on material event | 2012-10-12 09:00:32 EEST |
| Notice on Annual General Meeting of Shareholders of AB Linas Agro Group | Notification on material event | 2012-10-03 09:00:32 EEST |
| AB Linas Agro Group notification about interim twelve months financial results of the financial year 2011/2012 | Interim information | 2012-08-30 10:05:32 EEST |
| AB Linas Agro Group is planning the purchase of 50% of shares of UAB Dotnuvos Projektai | Notification on material event | 2012-08-06 11:48:30 EEST |
| Linas Agro Group acquired Labūnavos agricultural company | Notification on material event | 2012-07-16 09:00:30 EEST |

OTHER EVENTS DURING THE REPORTING PERIOD

On 5 March 2013 the share capital of Noreikiškių ŽŪB was increased from LTL 425,000 to LTL 525,000.

On 17 January 2013 AB Linas Agro Group sold part (7,028 units) of acquired own common shares.

On 15 January 2013 SIA BUVNIECIBAS DIZAINA GRUPA was affiliated to SIA DOTNUVOS PROJEKTAI by the way of reorganization.

On 2 January 2013 UAB Labūnava 2 was renamed into UAB Lineliai, also registration address of the company and the start of the financial year was changed. On 13 March 2013 share capital increased from LTL 10,000 to LTL 60,000.

On 18 December 2012 UAB EDFERMUS 2 renamed into UAB Paberžėlė and authorized capital of the company increased from LTL 10,000 to LTL 271,000.

On 28 November 2012 the authorized capital of UAB Linas Agro Konsultacijos increased from LTL 9,720,200 to LTL 10,144,600.





On 1 November 2012 UAB Linas Agro Konsultacijos additionally purchased LTL 1,041 worth of shares of Šakiai district Lukšių ŽŪB.

On October and November months of 2012 share capital of ŽŪB Landvesta 4 increased from LTL 426,000 to LTL 437,000.

On October and November months of 2012 UAB Linas Agro Konsultacijos additionally purchased LTL 219,365.6 worth of shares of Sidabravo ŽŪB.

On 23 October 2012 share capital of ŽŪB Landvesta 6 increased from LTL 310,000 to LTL 320,000.

On 16 August 2012 Noreikiškių ŽŪB was established and on 28 November 2012 share capital increased from LTL 10,000 to LTL 155,000.

On 31 July 2012 share capital of Užupės ŽŪB increased from LTL 10,000 to LTL 6,314,000.

On 13 July 2012 UAB Linas Agro Konsultacijos purchased LTL 2,304,984 worth of shares of Kėdainiai district Labūnavos ŽŪB.

6. SUBSEQUENT EVENTS

On 2 May 2013 UAB „Linus Agro“ Grūdų centras KŪB established subsidiary in Latvia SIA “Linus Agro” Graudu centrs.

On April and May months of 2013 share capital of Noreikiškių ŽŪB increased from LTL 525,000 to LTL 1,010,000.

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