



„LINAS“ AB
INTERIM CONSOLIDATED REPORT FOR SIX
MONTHS OF YEAR 2011



Linas AB

Company code 147689083
S. Kerbedzio 23, Panevezys

August 31, 2011

CONFIRMATION BY THE RESPONSIBLE PERSONS

Following Art.22 of the Law on Securities of the Republic of Lithuania and the Regulations for Drawing-up and Submission of the Periodic and the Additional Information issued by the Securities Commission of the Republic of Lithuania, we, Martynas Jasinskas, Director of Linas AB, and Daiva Minkeviciene, chief accountant – chief of section of accounting and analysis of Linas AB, hereby confirm that to our best knowledge interim consolidated six months financial statements of year 2011 of Linas AB Group of companies were drawn following the International Financial Reporting Standards adopted for use in the European Union, and present the fair and accurate status of the consolidated assets, liabilities, financial condition and profit (loss) of the Linas AB Group of companies, and that the review of activities and business development and the condition of Linas AB Group of companies together with the description of the principle risks and uncertainties it faces has been described correctly in the interim consolidated six months report of year 2011 of Linas AB. Interim consolidated financial statements were not audited, consolidated interim report was not evaluated by the auditors.

Director of Linas AB



Chief accountant – chief of section
of accounting and analysis of Linas AB



Two handwritten signatures in blue ink. The top signature is for Martynas Jasinskas and the bottom signature is for Daiva Minkeviciene.

Martynas Jasinskas

Daiva Minkeviciene

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1. Accounting period for which the report is prepared

„Linus“ AB interim consolidated six months report is prepared for January-June months of year 2011.

2. Companies comprising the Company Group and their contact data

Principal Company data

Name	AB „Linus“ (hereinafter the Company)
Authorised (share) capital	24 038 990 Lt
Domicile address	S. Kerbedzio g. 23, LT-35114 Panevezys
Telephone	(8-45) 506100
Fax	(8-45) 506345
E-mail address	office@linas.lt
Webpage	www.linas.lt
Legal-organisational form	Public Limited Liability Company
Date and place of registration	08-03-1993, Company Register/ City of Panevezys
Company registration number	AB 9329
Date and place of re-registration	September 9, 2004, Register of Legal Persons, Registration Certificate No. 003429.
Company code	1476 89083
VAT code	LT476890811

Principal subsidiary data

Name	UAB „Lino apdaila“
Authorised (share) capital	10 000 Lt
Domicile address	S. Kerbedzio g. 23, LT-35114 Panevezys
Telephone	(8-45) 506111
Fax	(8-45) 506346
E-mail address	office@linas.lt
Legal –organisational form	Private Limited Liability Company
Date and place of registration	May 23, 2008 Register of Legal Persons, Registration Certificate No. 114552
Company code	3017 33421
VAT code	LT100004113316

3. Principal nature of activity

Principal nature of activity is production of textile products and sales.

On June 30, 2011 the Group of companies was comprised of AB “Linus” and its subsidiary company UAB “Lino apdaila”. AB “Linus” holds 100% shares of the subsidiary company. The activity of AB “Linus” is sales of linen textile items; other activity of AB “Linus” - management of financial asset (shares and granted loans). The activity of the textile products production is carried out at the subsidiary company UAB „Lino apdaila. According to the decision of the Board of AB “Linus” dated April 28, 2011 the shares of subsidiary company UAB “Lino aptarnavimas” were sold. UAB “Lino aptarnavimas” hasn’t had a property and hasn’t executed any activity.

4. Contracts with intermediaries of public trading securities

On December 4, 2003 AB “Linus” has signed the service contract with AB SEB Bank (company code 112021238, Gedimino avenue.12, Vilnius) regarding the management of company’s stock accounting.

5. Data on trading in securities of the Company in regulated markets

The total of 24 038 990 ordinary registered shares (ISIN code LT0000100661) the total nominal value of which is 24 038 990 Litass are included into the current sales list of NASDAQ OMX Vilnius.

6. Fair review of entity's position, performance and development of the entity's business, description of the principal risks and uncertainties that it faces

Risk factors related to the activities of the issuer:

Credit:

- Customers' solvency.

The Group is trying to manage credit risk influence with the insurance of her customers, applying safe payments forms, asking for property guarantees or sponson of third parties.

Economic and political:

- Increase in supply of Asian and Russian textile products and dumping.
- Cyclicity of demand for linen products.
- Seasonality: les demand in winter.
- Rise of prices for energy resources.
- Increasing price for work power.
- Increasing tax pressure.
- Passive policy of the Lithuanian state in regard of foreign investment and local exporters.
- World crisis.

The Group is developing and improving marketing and production spheres, reacting to customers needs, searching for new markets, assortment possibilities, taking place in the projects witch are supplied by Lithuanian Republic or European Union.

Technical-technological:

- Quite significant part of the technological equipment are old and wear-tear, requiring huge investment in to their repair and maintenance;
- Lack of modern technological equipment for performance of modern and progressive processing/finishing of fabrics.

The Group is investing into the obtaining of progressive equipment, renewing of old equipment and proper maintenance in order to increase production efficiency and productivity.

7. Information about the activity results of the Group

During the Ist half of year 2011 AB "Linās" Company Group sold products and services for 16,6 million Litās. Compared to the results of the Ist half of year 2010 the incomes of sales decreased 0,5 million Litās or 7,5 %.

Item	Unit	I st half of year 2011	I st half of year 2010
Sales	Thousand Lt	16 563	17 093
Profit before taxes	Thousand Lt	1 150	8 044

Sales volumes of first half of year 2011 remain stable and decreased a little because of economic stagnation in foreign countries and fashion tendencies of linen items. Despite this the Group achieved better profitability indicators of typical activity decreasing expenditures of general and administrative activities.

EBITDA of Ist half of year 2011 was 1,28 mln. Lt when EBITDA of January-June of year 2010 EBITDA was 8,15 mln. Lt.

More information about the activity and financial results of Ist half of year 2011 of the Group is presented in the interim consolidated financial accountability of six months of year 2011 of AB "Linās".

8. Main events of the accounting period

It was decided according to the decision of the Board of AB “Linās” dated May 17, 2011 the appeared losses of the Company at the end of year 2010 of 8 999 732 Lt to cover with net profit of accounting year – 7 997 694 Lt, with profit of accounting year not adjudged in the report of general incomes – 12 673 Lt, also from the profit part of the Company adjudged for the dividends – 11 706 Lt, and the rest of part of not adjudged losses – 977 659 Lt – to transfer to the next financial year.

Also according to the decision of this meeting Ramūnas Lenciauskas, Martynas Jasinskis, Daiva Minkevičienė and Gintarė Dambrauskaitė-Lenciauskė are elected into the board of the company.

UAB “Revizorius” is elected as audit company for year 2011-2013.

According to the decision of the Board of AB “Linās” dated April 28, 2011 the shares of subsidiary company UAB “Lino aptarnavimas” were sold. UAB “Lino aptarnavimas” hasn’t had a property and hasn’t executed any activity.

9. References and additional explanatory notes regarding the data provided in the consolidated financial statements

The financial statements have been prepared following the International Financial Accounting Standards. The data provided in the six months financial reporting statements and in the explanatory note are sufficient and comprehensive.

10. Operating plans and forecasts of the Company Group

In 2011 the Group of Linās, AB plans to produce linen products to customers which put value upon combination of naturalness and modernity. Companies of the Group will vouch for reliable partnership with customers and suppliers; also will vouch for safe environment to employees as before. The main objectives of the Group are: to increase volume of sales, expanding market in foreign countries and Lithuania, and to decrease cost price of production, optimizing expenses of production, buying cheaper raw materials.

On 08-01-2010 the contract of project “International competitive ability strengthening, increasing production knowing in the foreign markets” was signed. Acc. to this contract Lithuanian Republic Economy ministry and VSI Lithuania Business Support agency will finance partially the participation of AB “Linās” in the international exhibitions with the resources of EU and Lithuanian government budget. The project will be implemented up to September 30, 2011.

AB “Linās” is planning to build and to maintain new boiler-house on 2011. It is planned to invest around 2 mln. Lt into the construction of this boiler-house. Modern and effective boiler-house will allow decreasing the costs for technological energy and building heating. The expenses for this boiler-house will be paid off during 2 years.

11. Information about research and development activities of the Company Group

The Company Group was not carrying out activities related to research and development.

12. Information about financial risk management objectives, its measures for hedging major types of forecasted transactions for which hedge accounting is used, and the Company Group’s exposure to the risk of price risk, credit risk, liquidity risk and cash flow risk where the Company Group uses financial instruments and where this is of importance for the evaluation of the Group’s assets, equity capital, liabilities, financial position and performance results.

The Company Group was not using the financial instruments which are of importance for the evaluation of the Group’s assets, equity capital, financial position and performance results.

13. Information about branches and representative offices of the Company

The AB „Linās“ does not have any branches or representative offices.

14. Company's structure of authorised capital and encumbrances for transfer/disposal of said securities

The authorised capital registered in the company register of the Republic of Lithuania is equal to 24 038 990 Lt.

The structure of the authorised capital of the AB „Linus“ according to types of shares is as below:

Type of shares	Number of shares	Nominal value (Lt)	Total nominal value	Percentage in the authorised capital
Ordinary registered shares	24 038 990	1	24 038 990	100,00
Total:	24 038 990	-	24 038 990	100,00

All shares of the AB „Linus“ have been paid in full and they are not subject to any encumbrances for transfer/disposal of said securities.

The shares of the Company present the same property and non-property rights and liabilities according to the indications of Joint Stock Company's law.

15. Information about the own shares acquired and held by the Company and the Group and the same acquired and transferred during the reporting period

The Company has not acquired any of its own shares. The subsidiary has also not acquired any of the Company's shares. Neither the Company nor its subsidiary has bought or sold its own shares.

16. Shareholders

The total number of shareholders of AB „Linus“ were 1319 acc. to the data of June 30, 2011.

The shareholders who hold or control more than 5 per cent of authorised capital of the Company acc. to the data of June 30, 2011 were:

Shareholder's name, surname, company's name, type, domicile address, code in the Register of Enterprises	Number of ordinary registered shares held on property ownership right (pcs.)	Percentage of authorised capital held	Percentage of votes granted by the shares held on property ownership right	Percentage of votes held together with the persons acting together
UAB „Rentija“, domicile address Savanoriu av., Kaunas, code in the Register of Enterprises 300614019	3 392 882	14,11%	14,11%	14,11%
Ramunas Lenciauskas	2 399 442	9,98%	9,98%	19,80%
Emilis Lenciauskas	2 360 000	9,82%	9,82%	19,80%
Nojus Lenciauskas	2 360 000	9,82%	9,82%	9,82%
Virginijus Arsauskas	2 156 585	8,97%	8,97%	17,29%
Regina Arsauskiene	2 000 000	8,32%	8,32%	17,29%
Zigmas Ezerskis	1 224 291	5,09%	5,09%	5,09%

None of the shareholders of the Company have any special control rights. All shareholders have equal rights, so the number of shares of AB „Linus“ carrying votes at the general meeting of shareholders is 24 038 990.

The Company has not been notified any agreements between the shareholders due to which the transfer of securities and/or voting rights could be encumbered.

17. Employees

The average number of employees in AB „Linus“ Company Group on the 1st half of year 2011 was 342. On the 1st half of year 2010 the average was 359. During the year the average number of employees decreased by 17 or 4,7 %. The number of employees during the preceding financial year changed due to changes in labour organisation and optimization of activity of The Group.

Employees	1 st half of year 2011		1 st half of year 2010	
	Average number of employees	Average salary/wage, Lt	Average number of employees	Average salary/wage, Lt
Management personnel	15	4478	15	5348
Specialists and clerks	46	2061	47	2114
Workers	281	1437	297	1415
Total	342	1650	359	1670

The wages to the employees of the Group were paid observing the confirmed labour payment regulations, the Law on labour safety and health and other laws of the Republic of Lithuania and decisions by the Government. Average calculated wage in the 1st half of year 2011 was 1650 Lt and compared to the 1st half of year 2010 decreased by 1,2 % (in the 1st half of year 2010 - 1670 Lt).

The Collective Agreement in AB „Linus“ Group of companies indicates:

1. One-off ir retrievable pay is paid:
 - when employee of the company dies and the family of employee grows children (adoptee) till 18 years old, also the oldest if they are studying at secondary schools at day shift, at professional or higher schools at day shift (including the period of academic holidays), but no longer till 24 – 6 base social pays;
 - when spouse of company's employee dies and the family of employee grows children (adoptee) till 18 years old, also the oldest if they are studying at secondary schools at day shift, at professional or higher schools at day shift (including the period of academic holidays), but no longer till 24 – 6 base social pays.
2. Additional paid holidays:
 - up to 3 calendar days in case of death of a family member (parents, husband, wife, child, brother, sister);
 - 1 calendar day for the marriage.
3. The employees who must undergo compulsory medical examination shall be paid average wage for the time spent for such medical check-up. The employer shall also cover all the costs related to such medical checkups.

18. Procedure for amendment of the Articles of association of the Company

The Law on Companies of the Republic of Lithuania provides that the right to amend the Articles of Association shall be vested exclusively in the general meeting of shareholders. Adoption of amendment of the Articles of Association requires 2/3 majority vote of the shareholders attending the meeting.

19. Management bodies of the Company

As determined by the Articles of Association of AB „Linus“ the management bodies of the Company are:

- General meeting of shareholders;

- The Board of AB “Linas”;
- Head (Director) of AB “Linas”.

The Supervisory Council shall not be formed.

General meeting of the shareholders is the highest body of the company.

Only General meeting of the shareholders has the right to:

- change the regulations of the company, except the exceptions indicated by Joint Stock Company’s law of Lithuanian Republic;
- to elect and to cancel members of the Board, audit company;
- to indicate payment conditions for audit services;
- to confirm annual financial accountability;
- to take the decision to increase the authorized capital;
- to indicate the shares class, number and nominal value of issued company’s shares and the minimal price of the emission;
- to take the decision to cancel the priority right to all shareholders to obtain company’s shares of concrete emission or convertible bonds;
- to take the decision to decrease authorized capital, except the exceptions indicated in Joint Stock Company’s law of Lithuanian Republic;
- to take the decision to issue convertible bonds;
- to take the decision to convert company’s one class shares into the other class, to confirm the order of shares convert;
- to take the decision to obtain own shares for the Company;
- to take the decision to liquidate the company, to cancel the liquidation of the company, except the cases indicated in Joint Stock Company’s law of Lithuanian Republic;
- to elect and to cancel company’s liquidator, except the cases indicated in Joint Stock Company’s law of Lithuanian Republic;
- to take the decision regarding company’s reorganization or separation and to confirm the conditions of reorganization or separation;
- to take the decision to reorganize the company;
- to take the decision to shake-up the company;
- to take the decision regarding the allotment of profit (loss);
- to take the decision regarding the reserves making, using, decreasing or cancelling.

General Meeting of shareholders can also solve other questions, which are not attributed to the competence of other company’s bodies according to Joint Stock Company’s law of Lithuanian Republic, and if they are not the function of other managing bodies.

The call order of General meeting of shareholders of the company doesn’t differ from the order indicated in Joint Stock Company’s law of Lithuanian Republic.

The Board is the collegial management body of the company. The Board is elected by General Meeting of shareholders according to the order indicated in Joint Stock Company’s law of Lithuanian Republic. If single members of the Board are elected, so they are elected only up to the end of existing Board cadence. The Board consists of 4 members for 4 years. The chief of the Board is elected by the Board from its members. The working order of the Board is indicated in the accepted work regulation of the Board.

The Board executes its functions during the period indicated in the regulations or up to time when the new Board will be elected and will start the job, but not longer General Meeting of shareholders which is held at the end of the Board’s cadence.

General Meeting of shareholders can cancel all the Board or its single members if there cadence is still not over. The member of Board can resign from his post even if the cadence is still not over and to inform the company in written not later 14 days.

The competence of the Company's Board the procedure of its election and dismissal are not different from the same provided for in the Law on Companies of the Republic of Lithuania.

The Board shall consider and confirm:

- Activity strategy of the Company;
- Activity report of the Company;
- Organisation/management structure of the Company and list of positions;
- List of positions to which the employees are admitted following selection procedure;
- Regulations of branches and representative offices of the Company.

The Board shall elect the head of the Company and fix his salary, other terms and conditions of the employment contract with him, confirm his job description, apply motivation and disciplinary measures.

The Board shall decide on the information to be treated as commercial (production) secret of the Company.

The Board shall adopt:

- Decisions on becoming the founder or member of other legal persons;
- Decisions on establishing branches and representative offices of the Company;
- Decisions regarding the buying of long-term asset, investment, transfer, lease, mortgage and hypothec;
- Decisions regarding the sponsorship or guarantee of liabilities execution of other ;
- Decision to reorganise the Company in cases provided for in Law on Reorganisation of Companies;
- Other decisions attributed to the competence of the Board by the Articles of Association or by resolutions of the General meeting of shareholders;

Before investing the funds or other assets into other legal persons the Board must notify the creditors with whom the Company has not settled accounts in the event the total outstanding amount to such creditors is exceeding 1/20 of the authorised capital of the Company.

The Board shall analyse and assess the materials presented by the head of the Company concerning:

- Implementation of the strategy of Company's activities;
- Organisation of company's activities;
- Financial condition of the Company;
- Results of business activities, budgets for income and expenses, data of stocktaking and other changes related to assets of the Company;
- The draft annual financial statements of the Company and the draft profit (loss) appropriation statement and present them to the General meeting of shareholders.

The competence of company's director, the order of his election or cancellation is not differ from the order indicated in Joint Stock Company's law of Lithuanian Republic.

Director of the company:

- organizes daily activity of the company, hires or fires employees, makes and terminates job contracts with them, motivates employees or signs penalties for them;
- indicates calculation normative of property deterioration of the company;
- acts in the name of the company and has the right to sign contracts autocratically;
- has to secure company's commercial (production) secrets which he knew being at this post;
- presents the questions to discuss to the Board of the company and to General Meeting of shareholders;
- represents the company at the court, in relationships with other juridical and physical persons;
- presents the authorization to other persons to execute ions which are at his competence;

- executes others functions indicated by the laws of Lithuanian Republic and law regulations.

Director of the company is responsible for:

- organization of company's activity and execution of its goals;
- preparation of annual financial accountability;
- signing the contract with audit company;
- presentation of information and documents for General Meeting of shareholders, for the Board, in the cases indicated in Joint Stock Company's law of Lithuanian Republic or according their request;
- presentation of company's documents and data to the manager of juridical persons register;
- presentation of company's documents to the Securities Commission and to Central Security Depository of Lithuania;
- public announcement of information, indicated in Joint Stock Company's law of Lithuanian Republic, in newspaper "Lietuvos rytas";
- presentation of information to shareholders;
- presentation of all necessary documents which are indicated in the contract with audit company for concrete inspection;
- other post execution indicated in Joint Stock Company's law of Lithuanian Republic and other laws and regulations, also in regulations of the company and in job description of company's manager.

According to the decision of General meeting of Shareholders dated may 12, 2009 the Audit committee is formed at AB „Linās“. Company's Audit committee consists of two members, one of which should be independent. General Meeting of shareholders elect or cancel members of Audit committee according to the offer of company's Board. The cadence period of audit committee – four years. Continuous cadence period of the member of Audit committee could not be longer than twelve years.

Main functions of Audit committee:

- to present recommendations to company's Board in relation with selection, nomination, repeated nomination and cancellation of external audit company and to present the contract conditions with audit company;
- to watch the execution process of external audit;
- to watch how external auditor keeps to the principles of objectivity and independence;
- to watch the preparation process of company's financial reports;
- to watch the system effectiveness of Company's internal control, risk management and internal audit, if it is working in the company;
- to execute other functions indicated in Lithuanian Republic laws and to keep providing recommendations of management codex of companies listed at Vilnius NASDAQ OMX.

20. Data about the Board and Audit committee members and administration of the Company

RAMUNAS LENCIAUSKAS – Chairman of the Board. University education, graduated from the Kaunas Technology University where studied machine engineering, economics and management. Qualifications – engineer-economist. 1995-2005 AB „Linās“ manager (president), general director, president, temporary expert of business and finance strategic management, adviser on business and finance strategic management; 2007-2008 AB „Linās“ adviser on business and finance strategic management, director. Holds 2 399 442 ordinary registered shares of the AB „Linās“. The total percentage of shares capital and votes in the total of the issuer is 9,98. 2005-2010 UAB „Nordic Investicija“ executive, shareholder. Owned part of equity and votes in the authorized

capital – 100 %. The owner of R. Lenciauskas individual company. Elected as Honour president of association “EEEE”.

MARTYNAS JASINSKAS – member of the Board and head of administration of the Company – the Director. University education, graduated from engineering industry and management studies in baccalaureate and engineering of technical textile studies in master’s degree in the Kaunas Technology University. Since 11-08-2008 - Director of the AB “Linus”. Does not hold shares of the Company.

DAIVA MINKEVICIENE – Since 13-10-2008 chief accountant – chief of section of accounting and analysis of the Company. University education, graduated from economics studies in the Vilnius University. Does not hold shares of the Company.

GINTARE DAMBRAUSKAITE-LENCIAUSKE – member of the Board. Higher education, finished management and business administration bachelor studies at Management and economic university (ISM) and master studies of human resources management at Mykolo Romerio University. The director of VSI “Verslo dizainas”. Does not hold shares of the Company.

Members of the Board were elected on May 17, 2011 by the General meeting of shareholders for four periods in office.

The members of the management bodies of AB „Linus“ have never been convicted for property, business or financial offences.

Information about total amounts and averages per person of the salaries and annual payments from profit paid during the reporting period to the members of the Board and head of administration:

Indicator	Salary for I st half of year 2011 (Lt)	Payment from profit for I st half of year 2011 (Lt)	Other payments from profit (Lt)	Total (Lt)
Average per member of the Board	-	-	-	-
Total for all members of the Board	-	-	-	-
Average per member of administration	43 309	-	-	43 309
Total for all members of administration	86 618	-	-	86 618

Members of Audit committee were elected for four years cadence during General meeting of shareholders on May 12, 2009. Authorizations are granted to the members of Audit committee and their executing functions are according to regulations of Audit committee.

VILMA POLIKEVICIENE – member of Audit committee. Deputy of AB “Linus” chief accountant – manager of accounting department for taxing accounting. Does not hold shares of the Company.

EUGIDIJUS RICARDAS MORDAS – independent member of Audit committee. Manager, auditor of UAB “E. Mordas ir partneriai”. Does not hold shares of the Company.

21. All material agreements to which the Company is a party and which would come into effect, be amended or terminated in case of change in the Company’s control, also their impact except the cases where the disclosure of the nature of the agreements would cause significant damage to the Company

None.

22. All agreements of the Company and the members of its management bodies or the employee agreements providing for a compensation in case of the resignation or in case they are

dismissed without due reason or their employment is terminated in view of the change of control of the Company

None.

23. Information on the significant transactions between related parties

During six months of year 2011 there were no related parties' contracts which could make large influence on financial situation or activity of the Group. All information regarding related parties contracts will be presented in the notes of explanatory memorandum of annual financial accountability.

24. Information about companies' compliance to management codex

Company report about compliance to management codex of companies which are listed at Vilnius NASDAQ OMX was publicly announced via NASDAQ OMX system and presented to the commission of Stock Exchanges together with the consolidated annual report of year 2010. There were no changes in the information about companies' compliance to management codex during 1st half of year 2011.

25. Data about publicly disclosed information

During January – June of year 2011 the Company announced following essential events:

2011-02-25 preliminary not audited activity results of twelve months of year 2010 of company AB „Linus“ and Group of companies;

2011-03-25 AB „Linus“ the Ordinary General Meeting of Shareholders convocation;

2011-04-07 draft Resolutions of the Annual General Meeting of Shareholders;

2011-04-29 AB „Linus“ General Meeting of Shareholders didn't take place. Repeated General Meeting of Shareholders will be held on May 17, 2011;

2011-04-29 draft Resolutions of the Repeated Annual General Meeting of Shareholders of AB „Linus“;

2011-04-29 notice about the sale of AB „Linus“ subsidiary company;

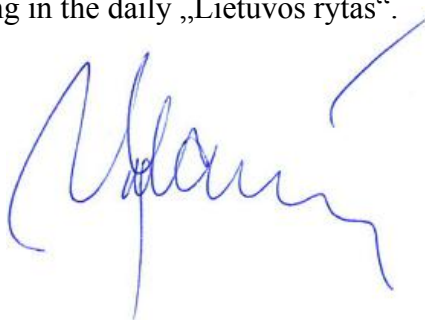
2011-05-11 resolutions of Repeated Annual General Meeting of Shareholders;

2011-05-24 activity results of three months of year 2011 of company AB „Linus“ company and Group of companies.

All information on material events made public during 2011 is available on AB „Linus“ webpage www.linus.lt.

All material events, related to the activities of AB „Linus“ and information about general meeting of shareholders are publishing in the daily „Lietuvos rytas“.

Director



Martynas Jasinskas



LINAS AB
INTERIM CONSOLIDATED
FINANCIAL STATEMENTS
OF THE SIX MONTHS OF 2011

2011 06 30

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Formulated according to TFAS, not audited

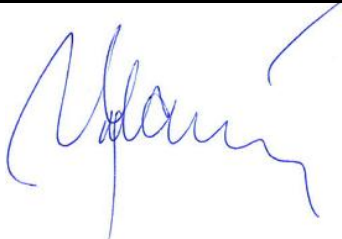
Current period 01 01 2011 - 30 06 2011

LTL

No.	ASSETS	2011-06-30	2010-12-31
A.	Long-term assets	19.528.324	19.228.734
I.	Intangible assets	86.226	127.194
I.1.	Developmental works	0	0
I.2.	Prestige	0	0
I.3.	Patents, licenses	0	0
I.4.	Software	85.386	125.795
I.5.	Other intangible assets	840	1.399
II.	Tangible assets	1.038.314	692.182
II.1.	Land	0	0
II.2.	Buildings	0	0
II.3.	Structures	0	0
II.4.	Machinery and equipment	442.436	420.655
II.5.	Means of transport	255.934	235.577
II.6.	Other equipment, appliances, instruments and gear	39.944	35.950
II.7.	Constructions in progress	0	0
II.8.	Other tangible assets	300.000	0
III.	Investment property	164.854	169.979
IV.	Financial assets	18.238.930	18.239.379
IV.1.	Investments to affiliates and associated companies	0	0
IV.2.	Loans to affiliates and associated companies	0	0
IV.3.	Amounts received after one year	18.237.930	18.238.379
IV.4.	Other financial assets	1.000	1.000
V.	Other long-term assets	0	0
V.1.	Deferred corporation tax assets	0	0
V.2.	Other long-term assets	0	0
B.	Short-term assets	12.566.376	10.232.335
I.	Stocks, prepayments and contracts in progress	7.232.691	5.295.700
I.1.	Stocks	7.058.525	4.956.581
I.1.1.	Raw materials and consumables	2.856.824	2.103.839
I.1.2.	Work in progress	139.785	675
I.1.3.	Finished products	4.057.084	2.851.935
I.1.4.	Goods purchased for resale	4.832	132
I.1.5.	Other stocks	0	0
I.2.	Prepayments	174.166	339.119
I.3.	Contracts in progress	0	0
II.	Amounts receivable within one year	4.720.515	4.056.229
II.1.	Trade debtors	4.080.410	3.705.013
II.2.	Debts of affiliates and associated companies	0	0
II.3.	Other amounts receivable	640.105	351.216
III.	Other short-term assets	50.000	0
III.1.	Short-term investments	0	0
III.2.	Term deposits	0	0
III.3.	Other short-term assets	50.000	0
IV.	Currency and its equivalents	563.170	880.406
	Total assets	32.094.700	29.461.069

No.	PRIVATE ASSETS AND LIABILITIES	2011-06-30	2010-12-31
C.	Private assets	24.169.637	23.008.020
I.	Capital	24.038.990	24.038.990
I.1.	Subscribed capital	24.038.990	24.038.990
I.2.	Signed unpaid capital (-)	0	0
I.3.	Shares premiums	0	0
I.4.	Private shares(-)	0	0
II.	Revaluation reserve (results)	0	0
III.	Reserves	1.000	1.000
III.1.	Obligatory	1.000	1.000
III.2.	For purchase of proprietary shares	0	0
III.3.	Other reserves	0	0
IV.	Profit (loss) brought forward	129.647	(1.031.970)
IV.1.	Profit (loss) of the current year	1.161.238	7.808.584
IV.1.1.	Profit (loss) acknowledged in statement of comprehensive income	1.149.532	7.795.911
IV.1.2.	Profit (loss) not acknowledged in statement of comprehensive income	11.706	12.673
IV.2.	Profit (loss) of the previous year	(1.031.591)	(8.840.554)
V.	Minority part	0	0
D.	Amounts payable and liabilities	7.925.063	6.453.049
I.	Amounts payable after one year and long-term liabilities	2.022.153	2.022.153
I.1.	Financial debts	124.845	124.845
I.1.1.	Leasing (financial rents) or similar liabilities	124.845	124.845
I.1.2.	To credit organizations	0	0
I.1.3.	Other financial debts	0	0
I.2.	Grants, subsidies	0	0
I.3.	Debts to suppliers	0	0
I.4.	Received prepayments	73.739	73.739
I.5.	Suspensions	1.461.699	1.461.699
I.5.1.	Reimbursement of liabilities and demands	1.461.699	1.461.699
I.5.2.	Pensions and similar liabilities	0	0
I.5.3.	Other suspensions	0	0
I.6.	Suspended taxes	0	0
I.7.	Other amounts payable and long-term liabilities	361.870	361.870
II.	Amounts payable within one year and short-term liabilities	5.902.910	4.430.896
II.1.	Short term portion of long-term debts	39.378	78.121
II.2.	Financial debts	0	0
II.2.1.	To credit organizations	0	0
II.2.2.	Other financial debts	0	0
II.3.	Debts to suppliers	3.244.192	2.815.994
II.4.	Received prepayments	797.205	76.358
II.5.	Liabilities of income taxes	29.992	29.992
II.6.	Liabilities related to work relations	1.346.955	1.033.396
II.7.	Suspensions	0	0
II.8.	Other amounts payable and short-term liabilities	445.188	397.035
	Total proprietary capital and liabilities	32.094.700	29.461.069

Director



Martynas Jasinskas

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Formulated according to TFAS, not audited

Current period 01 01 2011 - 30 06 2011

LTL

No.	ARTICLES	I st half of 2011	I st half of 2010	II nd quarter f 2011	II nd quarter of 2010
I.	SALE INCOME	16.563.126	17.092.569	8.708.930	9.392.930
I.1.	Income for sold goods	15.442.612	16.153.858	8.207.788	9.001.753
I.2.	Income for sold services	1.120.514	938.711	501.142	391.177
II.	SALE COST PRICE	10.201.964	10.782.577	5.278.941	6.089.449
II.1.	Cost price of sold production	9.642.947	10.225.101	5.038.335	5.822.110
II.2.	Cost price of sold services	559.017	557.476	240.606	267.339
III.	GROSS PROFIT (LOSS)	6.361.162	6.309.992	3.429.989	3.303.481
IV.	OPERATING EXPENSES	5.692.450	6.284.466	2.455.545	2.812.531
IV.1	Sale	1.350.674	1.313.480	538.370	590.341
IV.2	General and administrative	4.341.776	4.970.986	1.917.175	2.222.190
V.	PROFIT (LOSS) OF STANDARD ACTIVITY	668.712	25.526	974.444	490.950
VI.	OTHER OPERATIONS	504.842	2.365.586	413.983	1.795.113
VI.1.	Income	606.197	2.417.971	468.848	1.833.103
VI.2.	Expenses	101.355	52.385	54.865	37.990
VII.	FINANCIAL AND INVESTMENT ACTIVITIES	(24.022)	5.652.823	(9.772)	5.630.324
VII.1.	Income	4.163	182.896	2.356	146.323
VII.2.	Expenses	28.185	(5.469.927)	12.128	(5.484.001)
VIII.	PROFIT (LOSS) FROM ORDINARY ACTIVITIES	1.149.532	8.043.935	1.378.655	7.916.387
IX.	PROFIT (LOSS) BEFORE TAXES	1.149.532	8.043.935	1.378.655	7.916.387
X.	PROFIT TAX	0	873	0	873
XI.	PROFIT (LOSS) BEFORE MINORITY PART	1.149.532	8.043.062	1.378.655	7.915.514
XII.	MINORITY PART	0	0	0	0
XIII.	NET PROFIT (LOSS)	1.149.532	8.043.062	1.378.655	7.915.514
XIV.	OTHER COMPREHENSIVE INCOME	0	0	0	0
XV.	Earnings (loss) per share	0,05	0,33	0,06	0,33

Director

Martynas Jasinskas

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Current period 01 01 2011 - 30 06 2011

LTL

	Paid-up authorized capital	Additions to shares	Pro- prietary shares (-)	Revaluation reserve (results)		Law covered reserves		Other reserves		Profit (loss) brought forward	Total
				Long- term tangible assets	Financial assets	Obligatory	Proprietary shares procure- ment	Support reserves and other payouts according to collective agreement	Other reserves		
	1	2	3	4	5	6	7	8	9	10	11
Remainder on 31 December, 2009	24.038.990	0	0	0	0	1.000	0	0	0	(8.840.554)	15.199.436
Profit/loss not acknowledged in statement of comprehensive income										12.673	12.673
Net profit / loss of the current period										8.043.062	8.043.062
Formed reserves											0
Liquidates reserves											0
Remainder on 30 June, 2010	24.038.990	0	0	0	0	1.000	0	0	0	(784.819)	23.255.171
Profit/loss not acknowledged in statement of comprehensive income											0
Net profit / loss of the current period										(247.151)	(247.151)
Remainder on 31 December, 2010	24.038.990	0	0	0	0	1.000	0	0	0	(1.031.970)	23.008.020
Profit/loss not acknowledged in statement of comprehensive income										12.085	12.085
Net profit / loss of the current period										1.149.532	1.149.532
Remainder on 30 June, 2011	24.038.990	0	0	0	0	1.000	0	0	0	129.647	24.169.637

Director

Martynas Jasinskas

CONSOLIDATED STATEMENT OF CASH FLOWS

Current period 01 01 2011 - 30 06 2011

Formed in direct pattern, not audited

LTL

No.	Articles	I st half of 2011	I st half of 2010
I.	Primary activity currency circulation		
I.1.	Earnings of report period (including VAT)	18.567.958	17.788.665
I.1.1.	Earnings from clients	17.556.777	16.743.549
I.1.2.	Other earnings	1.011.181	1.045.116
I.2.	Report period payouts	(18.425.582)	(17.821.614)
I.2.1.	Payouts to suppliers of products, raw materials and services(including VAT)	(14.271.019)	(13.619.590)
I.2.2.	Monetary payouts related to work relations	(3.924.962)	(3.902.741)
I.2.3.	Taxes paid to budget	(11.880)	(97.653)
I.2.4.	Other payouts	(217.721)	(201.630)
	Cash circulation of primary activity	142.376	(32.949)
II.	Currency circulation of investment activity		
II.1.	Procurement of long-term assets (excluding investments)	(386.798)	(14.525)
II.2.	Transfer of long-term assets (excluding investments)	0	200
II.3.	Procurement of long-term investments	0	(1.000)
II.4.	Procurement of short-term investments	0	0
II.5.	Transfer of short-term investments	0	0
II.6.	Transfer of long-term investments	10.000	89.050
II.7.	Provision of loans	0	0
II.8.	Return of loans	0	23.895
II.9.	Received dividends	0	0
II.10.	Interests received for loans granted	0	0
II.11.	Other currency circulation increases of investment activities	0	0
II.12.	Other currency circulation decreases of investment activities	0	0
	Cash circulation of investment activity	(376.798)	97.620
III.	Currency circulation of financial activity		
III.1.	Currency circulation related to company owners	0	0
III.1.1.	Emission of shares	0	0
III.1.2.	Owners' contributions to loss reimbursements	0	0
III.1.3.	Procurement of own shares	0	0
III.1.4.	Payout of dividends	0	0
III.2.	Currency circulation related to other financial sources	(64.909)	(40.744)
III.2.1.	Increase of financial debts	0	0
III.2.1.1.	Receipt of loans from credit institutions	0	0
III.2.1.2.	Receipt of loans from associated and third parties	0	0
III.2.1.3.	Emission of bonds	0	0
III.2.2.	Reduction of financial debts	(64.958)	(41.207)
III.2.2.1.	Return of loans to credit institutions	0	0
III.2.2.2.	Return of loans to associated and third parties	0	0
III.2.2.3.	Procurement of own bonds	0	0
III.2.2.4.	Returned interests	(2.620)	(3.304)
III.2.2.5.	Leasing (financial rent) payments	(62.338)	(37.903)
III.2.3.	Interests received for bank accounts	49	463
III.2.4.	Increase of company's other liabilities	0	0
III.2.5.	Reduction of company's other liabilities	0	0
III.3.	Other increases of currency circulation of financial activity	4.097	1.406
III.4.	Other reductions of currency circulation of financial activity	(5.185)	(3.112)
	Cash circulation of financial activity	(65.997)	(42.450)
IV.	Currency circulation of special articles	0	0
IV.1.	Increase of currency circulations of special articles	0	0
IV.2.	Reduction of currency circulations of special articles	0	0
V.	Impact of currency exchange rates to cash and equivalent currency remainder	(7.196)	1.265
VI.	Net currency circulation increase (reduction)	(307.615)	23.486
VII.	Currency and currency equivalents at the beginning of the period	870.785	597.497
VIII.	Currency and currency equivalents at the end of the period	563.170	620.983

Director



Martynas Jasinskas

EXPLANATORY MEMORANDUM OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

30 June, 2011

1. General

The Linas company was launched in 1957. A public limited company Linas (further called the Company) was registered in 1993. The Company is the company of limited property liability. Company registration code is 1476 89083. Company is registered in Juridical body register, in the department of legal body registration in Public company Register center, Panevezys branch, the number of registration is 003429. Address: S. Kerbedzio Street 23, Panevezys; LT-35114. Telephone (370-45) 506100, fax (370-45) 506345. E-mail address: office@linas.lt; web page: www.linas.lt.

As of 30th of June, 2011, the Linas AB group of companies (further called as the Group) consisted of holding company Linas AB and its affiliated company UAB Lino apdaila. UAB Lino apdaila was registered on May 23, 2008 at Legal entity register, registration No.114552, company code 301733421. Affiliated company is registered at address S. Kerbedzio Street 23, Panevezys. AB Linas own 100 % of affiliated company shares.

According to the decision of the Board dated April 28, 2011 it was decided to sell the shares of AB Linas subsidiary company UAB Lino aptarnavimas, registered in Juridical person register on May 23, 2008, registration No.114551, company code 301733535, address S. Kerbedzio str.23, Panevezys.

The shares of Linas AB are included into the current sales list of AB NASDAQ OMX Vilnius.

Authorized capital of Linas AB is 24.038.990 Lt, it is divided into 24.038.990 ordinary registered shares the nominal value of which is 1 Lt, there are no issued and not paid shares. There were no changes in authorized capital during accounting period.

The Company and its affiliated companies do not have subsidiaries and representatives.

Number of employees in the Group was 337 employees on June 30, 2011; on June 30, 2010 – 355 employees.

The main Group activity is production of textile products and selling of it. AB Linas activity is sales of linen textile items; other activity of the company – management of financial asset (shares and lends loans). Activity of UAB Lino apdaila is production of linen textile products.

Linas AB group of companies presents to the customer all yarn dyeing, weaving, finishing and sewing services from the linen yarn preparation for weaving to final product presentation. The main incomes of group of companies were received from the activity of textile goods production and sales during the 6 months of 2011. Linas AB group of companies sold linen textile goods and services for 16.563 thousand Lt during the 6 months of 2011. Comparing to the 6 months of 2010 the volume of sales decreased by 529 thousand Lt or 3,1 %.

During the Ist half of 2011 the Group's typical activity result was 669 thousand Lt profit and the result of the Ist half of 2010 was 26 thousand Lt profit.

During the 6 months of year 2011 the Group was produced and technologically processed: linen and tow yarns – 34 tons (6 months of year 2010 – 45 tons); raw fabrics – 381 thousand mtrs (6 months of year 2010 – 373 thousand mtrs); ready made fabrics – 1.055 thousand mtrs (6 months of year 2010 – 1.166 thousand mtrs). 31,8 % of all produced fabrics were used for sewn items during 6 months of year 2011 (6 months of year 2010 – 30,7 %). The volume of exports during 6 months of 2011 was 86,3 % of the total product sales.

During the six months of 2011 Group earned 1.150 thousand Lt profit before taxation, the result of the same period of 2010 was 8.044 thousand Lt profit.

The influence on the production and sales results of linen textile for six months of year 2011 had constantly increasing price for raw material that is caused the increase of prices for linen items and decreasing demand in the market.

Group of companies is developing and improving marketing and production spheres in the surrounding of changeable technologies and market requirements. Constantly the new projects are implemented for creation of new assortment, quality improvement and costs decreasing.

Regarding implemented investment project the Group has possibilities to create new designs, to expand assortment of produced fabrics, to strengthen its position in the market competing with other textile producers. Modern technologies used by the Group preserve the best quality of linen fiber, create exceptional combinations of elegance and functionality. Textiles production of Group of companies is accredited as individual, attractive with creativity and quality. The Group offers to the customers orders execution speed, flexibility, high and stable quality of products and production according to individual orders.

During the Ist quarter of 2011 the investment to the purchase of a new boiler- house with a value of about 2,0 million Lt was started. Modern and effective boiler-house will allow decreasing the costs for technological energy and building heating.

The Group has possibility to participate frequently is the shows and to popularize own products with the help of EU support for years 2007 – 2013. This half million Lt sum for three years period will allow the Group to increase international competition and promote export.

Only significant information is presented in this explanatory memorandum which reflects accounting period economic operations and economic events which have the impact on financial state and results of the Group's accounting period. Data presented in interim financial statements and explanatory memorandum is corresponding International Accounting Standards and International Financial Accountability Standards (there are no deviations from international standards).

2. Accounting policy

The Group executes accounting and prepares financial statements in accordance with the legal provisions of bookkeeping and accounting, and financial reporting of the Republic of Lithuania, as well as other relevant provisions, including International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

The patronizing company has lost the control of UAB Lino aptarnavimas from the sales date that is why in the interim consolidated statement of financial position of six months of year 2011 of Linās AB group of companies there aren't included long-term property, current asset, equity capital and liabilities of UAB Lino aptarnavimas. UAB Lino aptarnavimas hasn't executed any activity up to April 28, 2011. UAB Lino aptarnavimas hasn't earned incomes and hasn't incurred costs in the interim financial reports of six months of year 2011. Up to April 28, 2011 accumulated previous year loss of 379 Lt of subsidiary company Lino aptarnavimas in the consolidated statement of Group's changes in equity is shown as renounced profit in the interim consolidated statement of comprehensive income of six months of year 2011 of AB Linās Group of companies. UAB Lino aptarnavimas money and money equivalents remainder changes up to sales date are presented in the consolidated statement of cash flows of the Group. Financial accounts data of subsidiary company UAB Lino aptarnavimas are included into the consolidated financial statements of last year.

Accounting policy was not changed during the interim accounting period. Interim financial statements are prepared in accordance the same accounting policy as annual financial statements. Accounting policy applicable of the group of companies is more described in explanatory memorandum to the year of 2010 financial statements.

3. Notes of the memorandum

3.1. The information about the changes Group's long-term intangible assets and long-term tangible assets is presented in tables 1 and 2.

3.2. The purpose of investment asset – to receive incomes only from rent and (or) increase of asset value (Table 3 “Changes of investment property”).

3.3. Usual business income of the Group comprises the revenues generated by the sale of the products, i.e. fabrics, sewn items, yarn; by provision of production manufacturing services. The information about textiles items production business branches and geographical areas segments disclosed in tables 4 and 5. It is impossible to attribute property and liabilities of the Group to abstracted segments.

3.4. The information on Group’s operating expenses (Table 6 “Operating expenses”).

3.5. The information on the cost and revenues of miscellaneous (‘atypical’) activities of the Group (Table 7 “Other (non typical) activity”).

3.6. Financial and investment undertakings of the Group, revenues and costs shown by material items in table 8 “Financial and investment activity”.

3.7. Basic the profit for one share is calculated dividing net profit (loss) of period in weighted average of ordinary shares issued during the period. The Group hasn’t potentially converting ordinary shares, so the diluted profit attributed to one share correspond the basic profit which is given for one share. The information about the profit which is given for one share is presented in table (Table 9 “Earnings (loss) per share”).

3.8. The monetary assets and liabilities items were converted into Lt at the currency rate of the balance making date.

3.9. There are no significant events after last interim accounting period day.

Table 1

CHANGES OF LONG-TERM INTANGIBLE ASSETS

LTL

Indicators	Developmental works	Prestige	Patents, licenses	Software	Other intangible assets	Total
Residual value at the end of previous financial year			0	125.795	1.399	127.194
a) Procurement cost price of long-term intangible assets						
At the end of previous financial year			0	278.987	4.474	283.461
Changes of financial year			0	0	0	0
· Procurement of assets			0	0	0	0
· Assets, transferred to other individuals and discarded (-)			0	0	0	0
· Transcription from one article to another +/-(-)			0	0	0	0
At the end of interim accounting period			0	278.987	4.474	283.461
b) Amortization						
At the end of previous financial year			0	153.192	3.075	156.267
Changes of financial year			0	40.409	559	40.968
· Financial year amortization			0	40.409	559	40.968
· Restorational records (-)			0	0	0	0
· Assets, transferred to other individuals and discarded (-)			0	0	0	0
· Transcription from one article to another +/-(-)			0	0	0	0
At the end of interim accounting period			0	193.601	3.634	197.235
c) Residual value at the end of interim accounting period (a) - (b)			0	85.386	840	86.226

Table 2

CHANGES OF LONG-TERM TANGIBLE ASSETS

LTL

Indicators	Land	Buildings and structures	Machinery and equipment	Means of transport	Other equipment, appliances, instruments	Other tangible assets	Current construction	Total
Residual value at the end of previous financial year	0	0	420.655	235.577	35.950	0	0	692.182
a) Procurement of cost price long-term tangible assets								
At the end of previous financial year	0	0	482.027	399.213	61.502	0	0	942.742
Changes of financial year	0	0	41.601	55.690	12.444	300.000	0	409.735
· Procurement of assets	0	0	41.601	55.690	12.444	300.000	0	409.735
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0
· Transcription to short-time assets +/-	0	0	0	0	0	0	0	0
· Transcription from one article to another +/-	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	523.628	454.903	73.946	300.000	0	1.352.477
b) Revaluation								
At the end of previous financial year	0	0	0	0	0	0	0	0
Changes of financial year	0	0	0	0	0	0	0	0
· Increase (decrease) of value +/-	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0
· Transcription from one article to another +/-	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	0	0	0	0	0	0
c) Depreciation (-)								
At the end of previous financial year	0	0	61.372	163.636	25.552	0	0	250.560
Changes of financial year	0	0	19.820	35.333	8.450	0	0	63.603
· Depreciation of financial year	0	0	19.820	35.333	8.450	0	0	63.603
· Restoration records (-)	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0
· Transcription from one article to another +/-	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	81.192	198.969	34.002	0	0	314.163
d) Decrease of value								
At the end of previous financial year	0	0	0	0	0	0	0	0
Changes of financial year	0	0	0	0	0	0	0	0
· Decrease of value of financial year	0	0	0	0	0	0	0	0
· Restoration records (-)	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0
· Transcription from one article to another +/-	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	0	0	0	0	0	0
e) Residual value at the end of interim accounting period (a) + (b) - (c) - (d)	0	0	442.436	255.934	39.944	300.000	0	1.038.314

Table 3

CHANGES OF INVESTMENT PROPERTY

LTL

Indicators	Land	Buildings
Residual value at the end of previous financial year	0	169.979
a) Procurement of cost price investment property		
At the end of previous financial year	0	205.000
Changes of financial year	0	0
· Procurement of assets	0	0
· Assets, transferred to other individuals and discarded (-)	0	0
· Transcription to short-time assets +/(-)	0	0
At the end of interim accounting period	0	205.000
b) Depreciation (-)		
At the end of previous financial year	0	35.021
Changes of financial year	0	5.125
· Depreciation of financial year	0	5.125
· Restorational records (-)	0	0
· Assets, transferred to other individuals and discarded (-)	0	0
At the end of interim accounting period	0	40.146
c) Residual value at the end of interim accounting period	0	164.854

Table 4

INFORMATION ABOUT SEGMENTS OF TEXTILE PRODUCTS PRODUCTION BUSINESS

Indicators	Segments (production, goods, types of activity)								Total	
	Fabrics		Sewn products		Yarns		Production services			
	I st half of 2011	I st half of 2010	I st half of 2011	I st half of 2010	I st half of 2011	I st half of 2010	I st half of 2011	I st half of 2010	I st half of 2011	I st half of 2010
	Income	9,402.864	9,718.038	5,886.828	6,140.350	152.920	295.470	1,120.514	938.711	16,563.126
Expenses	5,410.570	5,738.800	4,137.673	4,247.613	94.704	238.688	559.017	557.476	10,201.964	10,782.577
Gross profit (losses)	3,992.294	3,979.238	1,749.155	1,892.737	58.216	56.782	561.497	381.235	6,361.162	6,309.992
Operating expenses									5,692.450	6,284.466
Profit (looses) on typical activity	3,992.294	3,979.238	1,749.155	1,892.737	58.216	56.782	561.497	381.235	668.712	25.526

LTL

Table 5

INFORMATION ABOUT GEOGRAPHICAL SEGMENTS OF TEXTILE ITEMS PRODUCTION

Indicators	Segments (regions)										Total	
	Scandinavian countries		European countries		USA		Lithuania		Other countries			
	1 st half of 2011	1 st half of 2010	1 st half of 2011	1 st half of 2010	1 st half of 2011	1 st half of 2010	1 st half of 2011	1 st half of 2010	1 st half of 2011	1 st half of 2010	1 st half of 2011	1 st half of 2010
Income	4,673.123	6,011.319	7,185.029	7,124.685	1,360.325	696.549	2,272.261	2,439.379	1,072.388	820.637	16,563.126	17,092.569
Expenses	2,897.253	3,396.885	4,636.500	5,113.427	651.613	299.292	1,304.726	1,385.495	711.872	587.478	10,201.964	10,782.577
Gross profit (losses)	1,775.870	2,614.434	2,548.529	2,011.258	708.712	397.257	967.535	1,053.884	360.516	233.159	6,361.162	6,309.992
Operating expenses											5,692.450	6,284.466
Profit (losses) on typical activity	1,775.870	2,614.434	2,548.529	2,011.258	708.712	397.257	967.535	1,053.884	360.516	233.159	668.712	25.526

LTL

Table 6

OPERATING EXPENSES

LTL

Run No.	Indicators	I st half of 2011	I st half of 2010
1	Expenses on sales	1.350.674	1.313.480
1.1	Expenses on commissions	551.953	547.890
1.2	Expenses on transporting of sold production	185.232	184.530
1.3	Expenses on production advertising and fair	219.373	143.328
1.4	Expenses on sales number employees wage and other with employees related relations	216.121	253.290
1.5	Expenses for the rent of production storage premises, exploitation and repair	24.101	38.131
1.6	Evaluate of customers creditworthiness and insurance costs of marketable credits	127.962	131.826
1.7.	Other sales expenses	25.932	14.485
2	General and administration expenses	4.341.776	4.970.986
2.1	Expenses related with employees wage and other with employees related relations	1.837.050	1.816.260
2.2	Training costs of administration employees	57.220	95.425
2.3	Rent, exploitation and repairing expenses	1.877.351	2.099.795
2.4	Expenses of security services	100.000	104.000
2.5	Expenses of deterioration and amortization of non-current asset	99.539	93.892
2.6	Expenses of info technologies	92.241	159.851
2.7	Connection expenses	30.218	26.770
2.8	Expenses of bank services	21.530	39.110
2.9	Legal services expenses	59.855	37.301
2.10	Expenses of business administration services	8.850	96.000
2.11	Expenses of support provided	2.020	30.000
2.12	Expenses of social guarantees, stated in collective agreement	9.180	15.600
2.13	Representation expenses	25.469	11.838
2.14	Expenses of activity tax	20.143	10.617
2.15	Uncertain debts expenses	(21.547)	0
2.16	Unit cost of pollution	0	168.533
2.17	Expenditures from transfer of requirement rights	20.547	0
2.18	Various other general and administrative expenses	102.110	165.994
3	TOTAL EXPENSES OF ACTIVITY	5.692.450	6.284.466

Table 7

OTHER (NON TYPICAL) ACTIVITY

LTL

Run. No.	Indicators	I st half of 2011	I st half of 2010
1.	INCOME OF OTHER ACTIVITY - TOTAL Specification of significant amount:	606.197	2.417.971
1.1.	Profit of non-current asset transferring	0	163
1.2.	Income of various storages selling	156.883	168.986
1.3.	Sales incomes of circulating pollution permits	324.287	479.638
1.4.	Income of rent	121.505	106.398
1.5.	Income of accounting and personnel hire services	0	5.703
1.6.	Repayable damage incomes because of noncompliance of contract liabilities	0	1.655.056
1.7.	Various other non-typical activity income	3.522	2.027
2.	EXPENSES OF OTHER ACTIVITY – TOTAL Specification of significant amount:	101.355	52.385
2.1.	Loss of non-current asset transferring	0	0
2.2.	Net cost of sold various storages	76.854	52.027
2.3.	Net cost of rent	24.501	0
2.4.	Various other non-typical activity expenses	0	358
3.	RESULTS OF OTHER ACTIVITY (1-2)	504.842	2.365.586

Table 8

FINANCIAL AND INVESTMENT ACTIVITY

LTL

Run. No.	Indicators	I st half of 2011	I st half of 2010
1.	FINANCIAL AND INVESTMENT ACTIVITY INCOME - TOTAL Specification of significant amount:	4.163	182.896
1.1.	Positive result of changes of currency exchange	0	16.277
1.2.	Income of bank interests	49	463
1.3.	Income of other interests	0	46.260
1.4.	Profit of investment transferring	0	118.482
1.5.	Income of currency buying-selling	4.090	1.406
1.6.	Income of other financial-investment activity	24	8
2.	FINANCIAL AND INVESTMENT ACTIVITY EXPENSES - TOTAL Specification of significant amount:	28.185	(5.469.927)
2.1.	Expenses of interests	2.908	3.304
2.2.	Fines and delay fees	503	11.392
2.3.	Negative result of changes of currency exchange	19.564	0
2.4.	Expenses of currency buying-selling	5.184	3.112
2.5.	Losses compensation appeared because of the bankruptcy of the previous subsidiary company BUAB "Lino audiniai"	0	(5.487.784)
2.6.	Expenses of other financial-investment activity	26	49
3.	FINANCIAL AND INVESTMENT ACTIVITY RESULT (1-2)	(24.022)	5.652.823

Table 9

EARNINGS (LOSS) PER SHARE

Run. No.	Indicators	GROUP	
		I st half of 2011	I st half of 2010
1.	Weighted average number of ordinary shares	24.038.990	24.038.990
2.	Net profit (loss), in LTL	1.149.532	8.043.062
3.	Basic and diluted earnings (loss) per share, in LTL	0,05	0,33