



AS PREMIA FOODS

**2nd Quarter and 6 months 2010
Unaudited Consolidated Interim Report**

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Main areas of activities:	Production of ice cream Wholesale of food products Production and sale of fish products Fish farming
Reporting period:	1 January 2010 – 30 June 2010
Auditor:	Alliot Kangust OÜ

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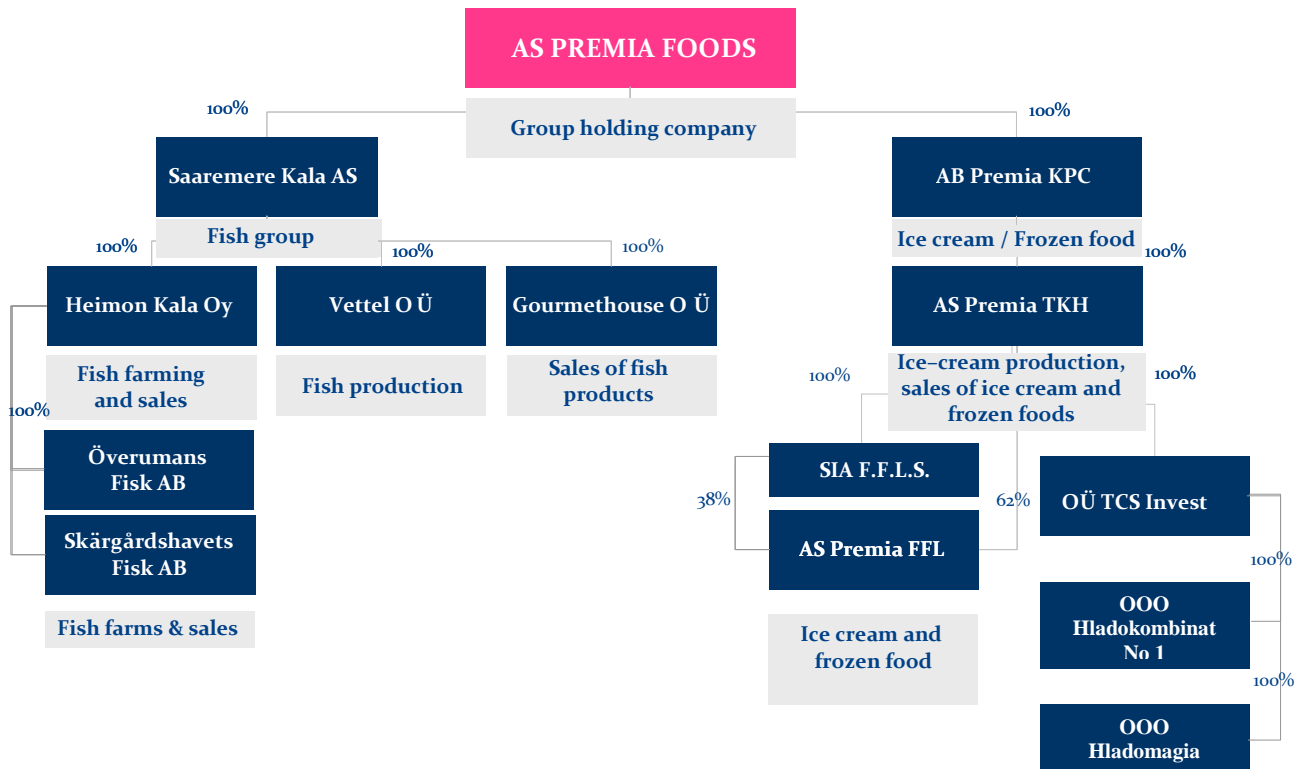
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Company overview

AS Premia Foods was established in Estonia in December 2008 by Premia Tallinna Külmuhoone AS with the purpose of creating a holding company for the group consolidating various food companies, including the ice cream, frozen food and fish business lines, while having production and sales operations in 6 countries. The group operates today in the Baltic States as well as Finland, Sweden and Russia and has become an influential company known for its highly valued and appreciated consumer brands.

The flagships of AS Premia Foods are Premia. Väike Tom, Vau, Heimon Gourmet, Saaristomeren Kala, Maahärä, Põhjatäht, Regatt, Natali. Bueno!, Polar Fish etc.

Structure of the Premia Foods Group



AS Premia Foods unaudited financial report. II quarter and 1st half of 2010

The consolidated turnover of the Premia Foods Group in the 2nd quarter of 2010 was EEK 333 million (EUR 21.3 million). EBITDA was EEK 69.1 million (EUR 4.4 million) and net profit EEK 46.5 million (EUR 3 million), increasing accordingly 11.1%, 84.3% and 247.0% in a year. The consolidated turnover in the first half of 2010 amounted to EEK 567.4 million (EUR 36.3 million), EBITDA reached EEK 69.1 million (EUR 4.4 million) and net profit rose to EEK 28.6 million (1.8 million EUR) increasing accordingly 8.6%, 100.9% and 325.2% in a year.

Short summary of the financial results of the 2nd quarter and first half of 2010 (in EEK millions)

	2 nd quarter 2010	1 half 2010	2 nd quarter 2009	1 half 2009	Change 2 nd quarter 2010 / 2009	Change 1 st half 2010 / 2009
Sales	333.0	567.4	299.6	522.7	+11.1%	+8.6%
EBITDA	69.1	69.1	37.5	34.4	+84.3%	+100.9%
EBIT	54.2	39.9	21.7	2.8	+149.4%	+1325.0%
Net profit	46.5	28.6	13.4	-12.7	+247.0%	+325.2%

1 EUR = 15.6466 EEK

* Net profit before non-controlling interest

The 2nd quarter of 2010 was a successful and eventful period for AS Premia Foods. The most important events during the 2nd quarter were the following:

- Successful public auction of the shares of AS Premia Foods (IPO) and listing the shares of AS Premia Foods at NASDAQ OMX Tallinn. During the IPO 14,500,000 shares of AS Premia Foods were sold. As a result of the public issue EEK 202,999,964 (EUR 12.97 million) was accrued (before deducting the expenses related to the issue). After deducting the expenses related to the issue EEK 191,042,691 was accrued to AS Premia Foods. Trading with the shares of AS Premia Foods on NASDAQ OMX Tallinn Stock Exchange began on 5 May 2010.
- Completing the purchase of OOO Hladokombinat No 1 . OOO Hladokombinat No 1 has a market share of approximately 20% of St. Petersburg's ice cream market, while being the second largest ice cream producer on the market. OOO Hladokombinat No 1 is the process of being consolidated into the AS Premia Foods Group since May 2010. The company's turnover from May to June 2010 was EEK 54.3 million (EUR 3.48 million). EBITDA was EEK 9.3 million (EUR 0.6 million) and net profit EEK 4.9 million (EUR 0.3 million).
- A 20% holding in the Competence Centre of Food and Fermentation Technology (CCFFT) AS, founded on 7 April 2010, was acquired for EEK 206,250 (EUR 13,200). The CCFFT AS (previously the CCFFT MTÜ) is a partner of AS Premia Foods in working out new technologies and products.
- Purchase of the Latvian subsidiary undertaking Premia FFL AS was completed. Premia Tallinna Külmoone AS paid EEK 6.4 million (EUR 0.4 million) for a non-controlling interest of 5%. Premia FFL AS has been consolidated to the extent of 100%, since the purchase. The unpaid part of the non-controlling interest was so far reported in the balance sheet as an obligation under „Receivables and pre-payments“.
- The company's loan portfolio was restructured, resulting in a substantial decrease of the amount of loans and interest costs. The restructuring process is scheduled to continue in the second half of 2010.
- Acquiring non-controlling interest in the Estonian subsidiary undertaking GourmetHouse OÜ was completed. As a result of that 100% of the shares of GourmetHouse OÜ now belong to Saaremere Kala AS, a subsidiary undertaking of AS Premia Food.
- A fire at Heimon Kala Oy, a fish production unit of AS Premia Foods in Uusikaupunki, Finland. The impact of the fire on the company's financial results was not substantial. 75% of the pre-accident production capacity has been recovered by now and sales are expected to continue in full capacity in the 4th quarter of 2010. Damage caused by the fire has been compensated by insurance company Fennia in the amount of EUR 2.9 million.

AS Premia Foods has substantially improved its financial results in the 2nd quarter of 2010 in comparison to the same period of last year.

In the fish and fish products segment, turnout increased by 8.1% in the first half of the year. This is a substantial achievement taking into account the high price of raw fish and the fire in the Uusikaupunki fish production unit. According to the management the company is still holding a market share of 25% in the Finnish packed chilled fish products market. At the same time price pressure is decreasing and due to the recovery of production capacities and renewal of sales contracts the situation in the field of fish products is improving as a whole.

As a result of bringing new successful products to the market and having advantageous weather conditions the sale of ice cream has increased significantly since the second half of June compared to the same time of last year. The increase continued breaking sale records thorough July. Good sales figures and new products have helped to increase the gross margin of ice cream from 33% in the 1st quarter to 41% in the 2nd quarter. AS Premia Foods continues as a market leader on the Estonian ice cream market (estimated monetary market share is 40%) and is in the second position both in Latvia (estimated market share is 14%) and also in Lithuania (estimated market share is 20%).

In the segment of frozen products, AS Premia Foods continues in the leading positions in all the three Baltic States. Because of changed consumption habits, the structure of the frozen products' portfolio has changed: cheaper products (meatballs, dumplings) are being preferred and the proportion of more expensive frozen products (pizzas, wok-mixes etc) has decreased. At the same time the lag of the sales revenue of this segment is decreasing in comparison to the indicators of last year and during the first half of 2010 the company managed to preserve the gross margin at the same level as it was in the first half of last year.

SALES TURNOVER

Sales turnover of AS Premia Foods by operating segments in the first half of 2010 (in EEK millions)

	2nd quarter 2010	1st half 2010	2nd quarter 2009	1st half 2009	Change 2nd quarter 2010 / 2009	Change 1st half 2010 / 2009
Ice cream	143.8	173.6	91.8	124.6	+56.6%	+39.4%
Frozen products	80.3	158.8	92.0	185.8	-12.7%	-14.5%
Fish and fish products	105.1	226.4	113.6	209.5	-7.5%	+8.1%
Other	3.8	8.6	2.2	2.8	+72.7%	+207.1%
Total	333.0	567.4	299.6	522.7	+11.1%	+8.6%

The sales turnover of AS Premia Foods in the 2nd quarter of 2010 was EEK 333 million (EUR 21.3 million) growing over the year by EEK 33.4 million (EUR 2.1 million) i.e. by 11.1%. In comparison to the year before, the sales turnover of AS Premia Foods in the 2nd quarter has produced better results in the ice cream segment. The share of logistic services has also grown. There is still a small decline in the fish and fish products segment as well as in the deep-frozen goods segment, if compared to the results of 2009. In the deep-frozen goods segment the main reason for the decline has been the weakened purchasing power of the consumers. However, the decline is continuously decreasing if compared to the results of respective periods of the previous year. This is primarily attributable to changes related to bringing the portfolio of frozen products, including trade mark policy, into conformity with changed market situation and purchasing power in all the Baltic markets. Signs of increase in the sales activity in the HoReCa-market have also been visible, but mainly in Estonia.

In the fish products segment there are three main reasons for decrease in the sales: the substantial increase of world market price of raw fish, which has significantly reduced demand, the fire in the Finnish Uusikaupunki fish processing unit and the Easter holidays, which as a rule have a noticeable impact on the sale of fish products in Finland, and which in 2010 were in the 1st quarter of the year, not in the 2nd quarter as in 2009.

The effect of the fire on the annual consolidated results of AS Premia Foods is not significant as the product portfolio and production have been reorganized and today about 75% of the pre-accident sales capacities have been restored. It is presumed that by the 4th quarter the sales can continue in full capacity and according to the plan.

Turnover of AS Premia Foods during the first half of 2010 was EEK 567.4 million (EUR 36.3 million), growing by the year EEK 44.7 million (EUR 2.9 million) that is by 8.6%. The increase in the ice cream segment was certainly also influenced by the warm weather which started just on Midsummer Day, but an even bigger input was given by the successfully launched novelties in all the Baltic States as well as in St. Petersburg.

The new vanilla ice cream cone with the brand name „Eriti Rammus, that is widely sold in Estonia and Lithuania and in smaller amounts also in Latvia, has defeated the years' long leader vanilla ice cream in chocolate glaze with the brand name “Väike Tom”, which has been a leading summer ice cream in Estonia throughout the years, from its leading position. In Lithuania the same product is sold under brand name “Klasika” and has achieved 4th position in the sales top. At the same time in Latvia the new brand and product family “Premia” has shown very good performance since May.

In the St. Petersburg ice cream market AS Premia Foods is continuing the development of three successful brands of product families: Sahharnaja trubochka, Etalon and Baltiiskoje, with Sahharnaja trubochka being the most popular ice cream in St. Petersburg.

Share of business segments in the portfolio of AS Premia Foods in the first half of year 2010:

	1 st quarter 2010	2 nd quarter 2010	1 st half 2010	1 st quarter 2009	2 nd quarter 2009	1 st half 2009
Ice cream	12.7%	43.2%	30.6%	14.7%	30.6%	23.8%
Frozen products	33.5%	24.1%	28.0%	42.0%	30.7%	35.5%
Fish and fish products	51.7%	31.6%	39.9%	43.0%	37.9%	40.1%
Other	2.0%	1.1%	1.5%	0.3%	0.7%	0.5%

Late and cold spring resulted in the ice cream season beginning only in the second half of May both in the Baltic States and in St. Petersburg. This aspect is also visible in the share of business segments in the portfolio, where ice cream has taken a stronger position and amounts to 1/3 of total product portfolio. As a result of the acquisition of OOO Hladokombinat No 1 in May 2010 and positive results with other fields in other markets, the product portfolio of AS Premia Foods is well balanced both in terms of business segments and geographical markets.

Sales turnover of AS Premia Foods by geographical markets in the 1st half of 2010 (in EEK millions)

	1 st half of 2010	Share	1 st half of 2009	Share	Change
Finland	211.9	37.3%	175.5	33.6%	+20.7%
Estonia	149.4	26.3%	180.4	34.5%	-17.2%
Latvia	81.2	14.3%	97.4	18.6%	-16.6%
Lithuania	69.6	12.3%	65.0	12.4%	+6.9%
Russia	54.3	9.6%	0	0	N/A
Other	1.0	0.2%	4.4	0.9%	-77.3%

The two leading geographical markets of AS Premia Foods are Estonia and Finland. Finland, while being the target market least influenced by the economic crisis, has increased turnover both in the retail and the HoReCa sectors. However, a substantial part of the increase in the turnover has resulted from the escalated price of raw fish. The Baltic markets were most influenced by the economic crisis and frozen products were under the biggest pressure. Most notably in the HoReCa-sector, that has been the strength of AS Premia Foods for years. Turnover in Russia covers OOO Hladokombinat No 1 results since May, when the acquisition of the company was completed.

Gross profit and gross margin of AS Premia Foods in the 2nd quarter of 2010 by segments:

	Gross profit 1 st quarter 2010 (million EEK)	Gross margin 1 st quarter 2010	Gross profit 2 nd quarter 2010 (million EEK)	Gross margin 2 nd quarter 2010)
Ice cream	11.8	33%	58.8	41%
Frozen products	17.5	22%	17.7	22%
Fish and fish products	21.6	15%	-2.0	-2%

Gross profit and gross margin of AS Premia Foods in the first half of 2010 by segments:

	Gross profit 1 st half 2010 I (EEK million)	Gross margin 1 st half 2010	Gross profit 1 st half 2009 I (EEK million)	Gross margin 1 st half 2009
Ice cream	70.6	41%	57.1	46%
Frozen products	35.2	22%	40.2	22%
Fish and fish products	19.6	9%	44.0	21%

Weighted average gross profit margin increased in the 2nd quarter of 2010 in comparison to the 1st quarter by almost 1/4 reaching 24.5%. Average gross profit margin of the first half was 22.6%. Compared to the 1st half of 2009, gross profit

margin has decreased in the ice cream and fish and fish products segments mainly due to the increased prices of production-inputs in the product portfolio. The increase was especially rapid in the fish segment due to substantial increase of the price of raw fish on the world market. As a result of long-term sale contracts on the Finnish market, the company was incapable of raising sales prices of fish products accordingly. By now the price pressure has somewhat lessened and the sales prices are being corrected.

There has been an improvement of gross margins in the ice cream segment in the 2nd quarter of 2010 if compared to the 1st quarter. The primary reasons for this are successful-, timely and higher gross margined novelties brought to the Baltic and St. Petersburg markets. An additional positive factor has been the stability of the gross margins of frozen products in comparison to the results of 2009.

FINANCIAL RESULTS

The consolidated financial results also contain the results of Hladokombinat No 1 since May 2010. During the last financial year the restructuring of ZAO Hladokombinat No 1 with a purpose of sale was carried out. Before the restructuring ZAO Hladokombinat No 1 was an ice cream factory but, by now is a company owning real estate and has no relation to AS Premia Foods.

Since April 2009 ice cream business was gradually transferred to the new legal entity OOO Hladokombinat No 1 (an ice cream producer obtained by AS Premia Foods) and its business activities are limited to the production and sale of ice cream. Therefore the financial results for 2009 of OOO Hladokombinat No 1 contain only the partial volume of the ice cream business whereas the results from May to June 2010 contain the total volume of the ice cream business. Hence the results from the 1st half of 2009 and the 1st half of 2010 are not fully comparable.

The consolidated unaudited turnover of AS Premia Foods increased by 8.6% i.e. by EEK 44.7 million (EUR 2.9 million) in the 1st half of 2010 reaching EEK 567.4 million (EUR 36.3 million). The turnover in the 1st half of 2010 was EEK 522.7 million (EUR 33.4 million). The increase in the turnover is mainly attributable to the increase in the sales of frozen and chilled fish in Finland and the substantial increase of ice cream sales in the 2nd quarter due to seasonal influences and consolidating Hladokombinat No 1 since May 2010.

As a result of price increase of production inputs, the cost of goods that were sold increased by 12.7% i.e. by EEK 49.5 million (EUR 3.2 million) in the 1st half of 2010. This caused gross profit to decrease by 3.6% i.e. by EEK 4.8 million (EUR 0.31 million). Labour costs increased by 2.7% i.e. by EEK 2.2 million (EUR 0.14 million) and operating expenses were reduced by approximately 2.3% i.e. by EEK 3.2 million (EUR 0.2 million). Earnings before financial items and tax increased more than 13 times reaching EEK 39.9 million (EUR 2.55 million). Financial expenses were reduced by 31.9% i.e. EEK 5.5 million (EUR 0.35 million) and the company predicts the continuation of their decline in the near future due to continuous arrangements in the group's loan portfolio and diminishing interest rates.

The sales and marketing expenses of AS Premia Foods in the 1st half of 2010 increased by 4.2% i.e. EEK by 4.4 million (EUR 0.28 million) in comparison to the same period last year. The increased expenses partly result from risen retail chain fees on the Baltic, St. Petersburg and Finnish markets. Administrative costs decreased by 20.9% i.e. EEK 7.6 million (EUR 0.48 million).

Expenses resulting from the revaluation of the fish stocks was EEK 1million (EUR 0.06 million) in the first half of 2010. It is expectable that during evaluation of the fish stocks in the first and last quarters of the year an expense resulting from the revaluation of the stocks is incurred. The revaluation is necessary because at water temperatures below 5°C additional growth of fish stocks does not occur while the production cost of fish stocks still increases.

The net profit of AS Premia Foods group was in the 1st half of 2010 EEK 28.6 million (EUR 1.83 million), increasing by EEK 41.4 million (EUR 2.65 million) in comparison to the same period of the previous year. The net loss of the 1st half of 2009 was EEK 12.7 million (EUR 0.81 million). Hence overall net profit increased 3.25 times.

ICE CREAM

The sales revenue of ice cream reached EEK 173.7 million (EUR 11.1 million) in the 1st half of 2010, increasing by 39.4%, i.e. EEK 49.1 million (EUR 3.14 million) within a year. The EBITA of the ice cream segment increased by 65.7% reaching EEK 17.4 million (EUR 1.11 million) in comparison to the EEK 10.5 million (EUR 0.67 million) of the 1st half of 2009.

FROZEN PRODUCTS

The sales revenue of frozen products reached EEK 158.8 million (EUR 10.2 million) in the 1st half of 2010, declining by 14.5% i.e. EEK 27 million (EUR 1.73 million) in comparison to the previous year. The EBITDA of the frozen products segment increased by 30.4% reaching EEK -9.4 million (EUR -0.6 million) in comparison to EEK -13.5 million (EUR -0.86 million) that was achieved in the 1st half of 2009.

FISH AND FISH PRODUCTS

The sales revenue of fish and fish products reached EEK 226.4 million (EUR 14.5 million) in the 1st half of 2010 increasing by 8.1% i.e. by EEK 16.9 million (EUR 1.1 million) in comparison to the previous year. The EBITDA of the fish and fish products segment increased to EEK 34.9 million (EUR 2.23 million) compared to EEK 9.2 million (EUR 0.59 million) that was achieved in the 1st half of 2009. The primary reasons for this are the one-time expenses related to the fire at the Uusikaupunki fish producing unit and the reorganisation of the logistics finished in Finland in February 2010, the expenses of which amounted to EEK 0.7 million (EUR 44,738). The reorganisation of the logistics is estimated to help save approximately EEK 4.7 million (EUR 300,385) annually. Net gain from the one-time expenses and incomes were about EUR 2.7 million in the 1st half of 2010.

FINANCIAL POSITION

The consolidated balance sheet total of AS Premia Foods as of 30 June 2010 was EEK 1.17 billion (EUR 74.5 million).

At the end of 2009 the balance sheet total of AS Premia Foods was EEK 983.1 million (EUR 62.8 million). During the 1st half of 2010 the balance sheet total increased by 18.7%. Receivables and prepayments increased by 43.3% i.e. EEK 58.4 million (EUR 3.7 million) in comparison to the results of the end of 2009 reaching EEK 192.4 million (EUR 12.3 million).

Inventories increased by 11.5% i.e. by EEK 23.5 million (EUR 1.5 million) reaching to EEK 228.6 million (EUR 14.6 million) in comparison to the end of 2009.

The company's current assets increased by 30.8% reaching EEK 504.4 million (EUR 32.2 million).

Supplier payables increased by 35.9% i.e. by EEK 47.3 million (EUR 3 million) in comparison to the end of 2009 reaching EEK 179 million (EUR 11.4 million).

Payables decreased in total by 6.8% i.e. by EEK 37.5 million (EUR 2.4 million) down to EEK 511.4 million (EUR 32.7 million). Loans, and factoring payables that constitute EEK 288.7 million (18.5 million EUR) of it decreased by 21.8% i.e. EEK 80,5 million (EUR 5,14 million) during the half year. The company's net debt as of 30 June 2010 was EEK 207.3 million (EUR 13.2 million) and the ratio of the net debt to the total equity was 31.6%.

The total equity of AS Premia Foods as of 30 June 2010 was EEK 655 million (EUR 41.9 million) increasing by 52,2% i.e. by EEK 224.7 million (EUR 14.4 million) in the half year.

INVESTMENTS

The investments made by AS Premia Foods in the 1st half of 2010 totalled EEK 68.9 million (EUR 4.4 million), out of which about EEK 59 million (EUR 3.8 million) was used for acquiring companies. The largest investment was acquiring 100% of the shares of OOO Hladokombinat No 1.

PERSONNEL

AS Premia Foods group companies employed 993 people at the end of the 1st half of 2010. As of 30 June 2009 the group's employees numbered 658.

The total sum of salaries in the 1st half of 2010 was EEK 84.9 million (EUR 5.43 million). In the first half of 2009 the overall figure of salaries was EEK 82.7 million (EUR 5.29 million).

SHARES OF AS PREMIA FOODS

Premia Foods AS is listed on the main list of the NASDAQ OMX Tallinn Stock Exchange since 5 May 2010. The company has issued 38.7 million ordinary shares with a nominal value of EEK 10.

ISIN EE3100101031

Short name of the security PRF1T

Market BALTIC MAIN LIST

Nominal value 10.00 EEK

Securities issued 38,682,860

Securities listed 38,682,860

Listing date 05 May 2010

Dynamics of price (EEK) and volume of transactions of Premia Foods AS shares in the first half of 2010 since May 5.



1 EUR = 15.6466 EEK

Structure of shareholders

Biggest shareholders of Premia Foods AS as of 30 June 2010.

ING LUXEMBOURG S.A. 60.15%

OÜ RODODENDRON 3.36%

AMBIENT SOUND INVESTMENTS OÜ 2.59%

FIREBIRD AVRORA FUND. LTD. 2.52%

AS LHV Pank 2.27%

FIREBIRD REPUBLICS FUND LTD 2.25%

Skandinaviska Enskilda Banken Ab 2.16%

BRYUM LIMITED 1.52%

LHV PENSIONIFOND 1.51%

OÜ FOOTSTEPS MANAGEMENT 1.26%

OÜ FREESPIRIT 1.0 %

Skandinaviska Enskilda Banken Finnish Clients 0.97%

SEB KASVUFOND 0.71%

Key numerical indicators of the group:

	1st Q 2010	2nd Q 2010	1st half 2010	1st Q 2009	2nd Q 2009	1st half 2009	Change 1st Q 2010 / 2009	Change 2nd Q 2010 / 2009	Change 1st half 2010 / 2009
Sales revenue (EEK million)	234.4	333.0	567.4	223.1	299.6	522.7	5.1%	+11.2%	+8.6%
Gross profit (EEK million)	46.8	81.5	128.3	49.1	84.1	133.2	-4.7%	-3.0%	-3.6%
EBITDA (EEK million)		69.1	69.1	-3.1	37.5	34.4	+98.4%	+84.3%	+100.9%
EBIT (EEK million)	-14.3	54.2	40.1	-18.9	21.7	2.80	+24.1%	+149.6 %	+1325.0 %
Net profit (-loss) (EEK million)	-17.9	46.5	28.6	-26.2	13.5	-12.7	+31.7%	+244.7 %	+325.2%
Gross margin	20.0%	24.5%	22.6%	22.0%	28.1%	25.5%	-2.0%	-3.6%	-2.9%
EBITDA margin	0.0%	20.8%	12.2%	-1.4%	12.5%	6.6%	+1.4%	+8.2%	+5.6%
EBIT margin	-6.1%	16.3%	7.0%	-8.5%	7.2%	0.5%	+2.4%	+9.1%	+6.5%
Net profit margin	-7.6%	14.0%	5.0%	-11.7%	4.5%	-2.4%	+4.1%	+9.5%	+7.5%

Operating expense ratio	25%	24%	24%	30%	25%	27%	-4.9%	-1.1%	-2.7%
Equity ratio	43%	56%	56%	44%	40%	40%	-1.6%	-15.8%	-15.8%
Liquidity ratio	1.12	1.51	1.51	1.15	1.16	1.16	-0.03	+0.33	+0.33
Debt-to-equity ratio	82.7%	39.6%	44.1%	81.1%	77.4%	77.4%	+1.6%	-38%	-33.4%

Formulas for ratios and margins:

Gross profit = Sales revenue - cost of goods sold

EBITDA = earnings before financial items, tax, depreciation, and amortisation

EBIT = earnings before financial items and tax

Net profit/loss = profit/loss before minority share

EBITDA margin = EBITDA / Sales revenue

Gross margin = Gross profit / Sales revenue

EBIT margin = EBIT / Sales revenue

Net profit margin = Net profit / Revenue from business activities

Operating expense ratio = Operating expenses / Sales revenue

Equity ratio = Equity / Total assets

Liquidity factor = Current assets / Short term liabilities

Debt-to-equity ratio = Interest-bearing liabilities / Equity

Accountancy Interim Report

Consolidated Statement of Financial Position

	EEK '000			EUR '000			Note
	30.06.2010	31.12.2009	30.06.2009	30.06.2010	31.12.2009	30.06.2009	
ASSETS							
Cash and cash equivalents	81,457	19,618	20,757	5206	1,254	1,327	
Receivables and payments	192,422	134,070	158,139	12298	8,569	10,107	11
Receivables against shareholders	1,721	0	0	110	0	0	11
Inventories	228,620	205,164	223,160	14611	13,112	14,263	
Fixed assets held for sale	159	26,721	26,069	10	1,708	1,666	
Total current assets	504,379	385,573	428,125	32,235	24,643	27,363	
Deferred income tax	5,699	5,541	5541	364	354	354	
Long-term financial investments	1,648	1,507	1424	105	96	91	2
Investments property	32,600	32,600	2,660	2084	2,084	170	3
Tangible fixed assets	248,251	241,980	257,771	15866	15,465	16,475	3, 5
Intangible assets	373,878	315,850	320,186	23895	20,186	20,464	4
Total fixed assets	662,076	597,478	587,582	42,314	38,185	37,554	
Total assets	1,166,455	983,051	1,015,707	74,549	62,828	64,917	
Equity and liabilities							
Loans and borrowings	110,136	159,556	166,277	7039	10198	10628	5, 6
Factoring payable	47,258	42,754	24,556	3020	2,732	1,569	
Payables	178,978	131,686	176,659	11439	8,416	11,291	11
Total current liabilities	336,372	333,996	367,492	21,498	21,346	23,488	
Loans and borrowings	131,345	149,731	169,802	8394	9,569	10,852	5, 6
Long-term payable to shareholders	0	17,226	16,507	0	1,101	1,055	10
Deferred tax liabilities	17,109	21,900	23,937	1093	1,400	1,530	
Target financing	26,590	26,085	27,643	1699	1,667	1,767	7
Total noncurrent liabilities	175,044	214,942	237,889	11,186	13,737	15,204	
TOTAL LIABILITIES	511,416	548,938	605,381	32,684	35,083	38,692	
Share capital	386,829	24,183	24,183	24723	1,546	1,546	8
Share premium	227,085	398,688	398,688	14513	25,481	25,481	
Treasury shares	-472	-3,986	-3,986	-29	-255	-255	
Currency translation reserve	4,695	1415	1192	300	90	76	
Retained earnings	36,902	10,003	-13061	2358	639	-835	
Equity attributable to the equity holders of the Company	655,039	430,303	407,016	41,865	27,501	26,013	
Non-controlling interest	0	3810	3310	0	244	212	
Total equity	655,039	434,113	410,326	41,865	27,745	26,225	
TOTAL EQUITY AND LIABILITIES	1,166,455	983,051	1,015,707	74,549	62,828	64,917	

Consolidated Statement of Comprehensive Income

	EEK '000				EUR '000				Note
	2nd Q 2010	2nd Q 2009	1st half 2010	1st half 2009	2nd Q 2010	2nd Q 2009	1st half 2010	1st half 2009	
Sales	333,041	299,550	567,392	522,675	21,285	19,145	36,263	33,405	9
Cost of goods sold	-251,534	-215,501	-439,062	-389,518	-16,076	-13,773	-28,061	-24,895	9
Gross profit	81,507	84,049	128,330	133,157	5,209	5,372	8,202	8,510	
Total operating expenses	-79,964	-75,205	-138,735	-141,964	-5,111	-4,806	-8,866	-9,073	
Selling and distribution expenses	-63,569	-55,253	-109,923	-105,519	-4,063	-3,531	-7,025	-6,744	
Administrative expenses	-16,395	-19,952	-28,812	-36,445	-1,048	-1,275	-1,841	-2,329	
Other income/expenses	46,308	2,147	49,509	1,868	2,960	137	3,164	119	
Fair value adjustment on biological assets	6,606	10,723	1,019	9,778	422	685	65	625	
Operating profit	54,457	21,714	40,123	2,839	3,480	1,388	2,565	181	
Financial income	24	520	1,892	3,498	2	33	121	224	
Financial expense	-4,429	-6,440	-11,831	-17,393	-283	-412	-756	-1,112	
Profit(loss) before tax	50,052	15,794	30,184	-11,056	3,199	1,009	1,930	-707	
Deferred income tax	-3,514	-2,370	-1,549	-1,699	-225	-151	-99	-109	
Net profit (loss)	46,538	13,424	28,635	-12,755	2,974	858	1,831	-816	
Other comprehensive income (loss)									
Foreign currency translation services	1,267	3,503	3,280	1,192	81	224	210	76	
Other comprehensive income (loss)	1,267	3,503	3,280	1,192	81	224	210	76	
Total comprehensive income (loss)	47,805	16,927	31,915	-11,563	3,054	1,082	2,041	-740	
Net profit(loss) for the period attributable to:									
- Shareholders of the parent company	46,467	13,355	28,413	-13,061	2,968	854	1,817	-836	
- Non-controlling interest	71	69	222	306	5	4	14	20	
Total comprehensive profit (loss) for the period	46,538	13,424	28,635	-12,755	2,973	858	1,831	-816	
Total comprehensive income (loss) attributable to:									
- Shareholders of the parent company	47,734	16,858	28,635	-11,869	3,049	1,078	1,831	-760	
- Non-controlling interest	71	69	3,280	306	5	4	210	20	
Total comprehensive profit (loss) for the period:	47,805	16,927	31,915	-11,563	3,054	1,082	2,041	-740	
Basic earnings per share	1.38	11.08	1.58	-10.54	0.09	0.71	0.09	-0.67	8
Diluted earnings per share	1.38	11.08	1.58	-10.54	0.09	0.71	0.09	-0.67	8

Consolidated Cash Flow Statement

	1st half 2010	1st half 2009	1st half 2010	1st half 2009	Note
CASH FLOW FROM OPERATIONS					
Operating profit (loss) for the period	28,635	-12,755	1830	-816	
Adjustments:					
Depreciation on fixed assets	28,937	15,794	1849	1009	3, 4
Profit/loss from sale and writing off of fixed assets	1,477	355	94	23	
Negative goodwill of acquiring subsidiary undertaking	-332	0	-21	0	10
Loss of transfer of shares	1,514	0	97	0	8
Change in receivables related to operating activities	-28,339	2,753	-1811	176	
Change in inventories and fixed assets held for sale	17,527	-15,155	1120	-969	3
Change in liabilities and prepayments relating to operating activities	-57,567	25,300	-3680	1617	
Paid corporate income tax	-2,805	0	-179	0	
Change in currency exchange rate	-266	-2,748	-16	-174	
Total cash flow from operations	-11,219	13,544	-717	866	
CASH FLOW FROM INVESTMENTS					
Sale of tangible and intangible fixed assets	116	327	7	21	3, 4
Purchase of tangible and intangible fixed assets	-9,353	-13,455	-598	-860	3, 4, 10
Sale and purchase of other financial investments	65	0	4	0	2
Net cash flow from acquisition of subsidiaries	-46,754	-35	-2988	-2	10
Acquisition of non-controlling interest in a subsidiary	-7,076	0	-452	0	8, 10
Acquisition of related company	-206	0	-13	0	2
Loans granted	0	-3,175	0	-203	
Repayments of loans granted	0	541	0	35	
Interests received	1,282	570	82	36	
Profit from long-term investments	21	5	1	0	2
Total cash flow from investments	-61,905	-15,222	-3,957	-973	
CASH FLOW FROM FINANCING					
Change in overdraft	3,788	9,106	242	582	
Repayments of loans	-107,871	-65,386	-6894	-4179	
Loans raised	57,110	82,144	3650	5250	
Change in factored receivables	4,504	-6,373	288	-407	
Target financing received	2,642	393	169	25	7
Capital lease repayments	-6,582	-7,364	-421	-471	5
Issue of shares	191,043	0	12210	0	8
Interests paid	-8,592	-9,037	-549	-578	
Other financial expenses	-963	-649	-62	-41	
Total cash flow from financing	135,079	2,834	8,633	181	
Total cash flow	61,955	1,156	3,959	74	
Cash and cash equivalents at beginning of year	19,618	19,693	1254	1259	
Gains/losses on conversion of foreign currencies	-116	-92	-7	-6	
Cash and cash equivalents at the end of the year	81,457	20,757	5206	1,327	

Consolidated Statement of Changes in Equity Capital

EEK '000	Attributable to the equity holders of the Company							Non-controlling interest	Total equity
	Share capital	Share premium	Unregistered share capital	Own shares	Translation reserve	Retained earnings	Total		
Balance as of 31.12.2008	400	398,723	23,783	0	0	0	422,906	3,004	425,910
Increase of share capital	23,783	0	-23,783	0	0	0	0	0	0
Increase of non-monetary share capital	0	-35	0	0	0	0	-35	0	-35
Treasury shares	0	0	0	-3,986	0	0	-3,986	0	-3,986
Profit (loss) for the period	0	0	0	0	1,192	-13,061	-11,869	306	-11,563
Balance as of 30.06.2009	24,183	398,688	0	-3,986	1,192	-13,061	407,016	3,310	410,326
Balance as of 31.12.2009	24,183	398,688	0	-3,986	1,415	10,003	430,303	3,810	434,113
Bonus issue	217,646	-217,646	0	0	0	0	0	0	0
Issue of shares	145,000	46,043	0	0			191,043		191,043
Change in non-controlling interest	0	0	0	0	0	0	0	-3,810	-3,810
Sale of own shares	0	0	0	2,000	0	0	2,000	0	2,000
Loss for sale of own shares	0	0	0	1,514	0	-1,514	0	0	0
Profit (loss) for the period	0	0	0	0	3,280	28,413	31,693	0	31,693
Balance at 30.06.2010	386,829	227,085	0	-472	4,695	36,902	655,039	0	655,039

EUR '000	Attributable to the equity holders of the Company							Non-controlling interest	Total equity
	Share capital	Share premium	Unregistered share capital	Own shares	Translation reserve	Retained earnings (loss)	Total		
Balance at 31.12.2008	26	25,483	1,520	0	0	0	27,029	192	27,221
Increase of share capital	1,520	0	-1,520	0	0	0	0	0	0
Increase of non-monetary share capital	0	-2	0	0	0	0	-2	0	-2
Own shares	0	0	0	-255	0	0	-255	0	-255
Profit(loss) for the period	0	0	0	0	76	-836	-760	20	-740
Balance at 31.12.2008	1,546	25,481	0	-255	76	-836	26,012	212	26,224
Balance at 31.12.2009	1,546	25,481	0	-255	90	639	27,501	244	27,745
Bonus issue	13,910	-13,910	0	0	0	0	0	0	0
Issue of shares	9,267	2,942	0	0	0	0	12,210	0	12,210
Change in non-controlling interest	0	0	0	0	0	0	0	-244	-244
Profit for the period (-loss)	0	0	0	128	0	0	128	0	128
Loss from sale of own shares	0	0	0	98	0	-97	0	0	0
Profit for the period (-loss)	0	0	0	0	210	1,816	2,026	0	2,026
Balance at 30.06.2010	24,723	14,513	0	-29	300	2,358	41,865	0	41,865

Interim Report Notes

Note 1 Summary of Accounting Principles

AS Premia Foods is a company registered in Estonia. Interim report as of 30 June 2010 contains AS Premia Foods (hereinafter the Parent Company) and its subsidiaries Saaremere Kala AS in Estonia and AB Premia KPC in Lithuania and companies belonging into the group – OÜ Vettel, OÜ GourmetHouse, AS Premia Tallinna Külkhoone, OÜ TCS Invest in Esotnia and Heimon Kala OY in Finland and Överumans Fisk Ab, Skärgårdshavets Fisk Ab in Sweden and SIA F.F.L.S., AS Premia FFL in Latvia and OOO Hladokombinat No 1 and OOO Hladomagia in Russia (hereinafter also the Group). The Group has a holding in a related company Competence Center of Food and Fermentation Technology (CCFFT). AS Premia Foods is listed on the NASDAQ OMX Tallinn Stock Exchange since 5 May 2010.

The Group's consolidated audited annual report for the financial year that ended on 31 December 2009 is available at the Company's headquarters at Betooni 4, Tallinn and on the Company's website www.premiafoods.eu.

Confirmation of compliance

The current unaudited consolidated interim report complies with the requirements of international accounting standards IAS 34 "Interim Financial Reporting" on condensed interim financial statements. Same accountancy methods have been used in the report as in the annual report for the financial year that ended on 31 December 2009.

The report does not hold all the information that must be presented in a complete annual report so it should be read with the Company's audited consolidated annual report for the financial year that ended on 31 December 2009, which is in compliance with international finance reporting standards (IFRS).

The Management Board approved the publication of this short unaudited consolidated interim report on 31 August 2010.

In the opinion of the management Interim Report of 1st quarter and first half of 2010 of AS Premia Foods adequately depict and correctly the financial results of the Group according to the principle of continuity. Current interim report is not audited nor in any other way controlled by auditors and contains only the consolidated reports of the Group.

Basis of preparation

The functional currency is the Estonian kroon (EEK). The consolidated interim report is presented in EEK thousands and all numerical indicators are rounded to thousand, if not indicated otherwise. According to the requirements of the rules and regulations of the NASDAQ OMX Tallinn Stock Exchange the accountancy interim report is also presented in euros in addition to Estonian kroons. As Estonian kroon is pegged to the euro at a rate of EUR 1 = EEK 15.6466 such a way of presentation does not cause differences in the exchange rate. In the report the designator of thousand Estonian kroons is an abbreviation EEK '000 and the designator of thousand euros is EUR '000.

Use of assessments

In preparing the interim report, the Management Board must form opinions, give assessments and make decisions that affect the application of accounting principles and the values of assets liabilities and incomes and expenses. Actual results may differ from the assessments. The same assessments of the management that were used to prepare the consolidated annual report for the financial year that ended on 31 December 2009 were used to prepare this short consolidated interim report, except the assessments concerning clearing the loans in the Group.

Changes in the presentation

Financial reports are being conducted according to the principles of continuity and comparability. Changes in methodology and their influence is explained in corresponding notes. If the presentation of entries or the methodology of classification has been changed, then also corresponding indicators from previous period have been re-classified.

On 1 January 2010 IAS 27 Consolidated and Separate Financial Statements became compulsory for the Group. In the changed standard the term of "minority holding" has been replaced with a term "non-controlling interest".

Note 2 Long-term investments

Other long-term investments include the investments by Saaremere Kala AS into shares and holdings, which are not listed on the stock exchange. During the accounting period EEK 21 thousand (EUR 1.3 thousand) was earned from share dividends and in the last accounting period accordingly EEK 5 thousand (EUR 0.3 thousand), which is presented in the profit statement in the section "other financial incomes".

AS Premia Foods acquired a 20% holding in the Competence Center of Food and Fermentation Technology (CCFFT) on 8 April 2010. CCFFT AS (previously CCFFT MTÜ) is the partner of AS Premia Foods partner in working out new technologies and products.

Note 3 Property Investments and Tangible Fixed Assets

	EEK '000			EUR '000		
	Property investments	Tangible fixed assets	Total	Property investments	Tangible fixed assets	Total
Balance at 31.12.2009	32,600	241,980	274,580	2,084	15,465	17,549
Unrealised change in value arising from exchange rates	0	-1,989	-1,989	0	-127	-127
Accrued from companies	0	26,510	26,510	0	1,694	1,694
Acquired during the period	0	10,547	10,547	0	674	674
Depreciaton	0	-23,601	-23,601	0	-1,508	-1,508
Assets sold and written off	0	-5,196	-5,196	0	-332	-332
Balance at 30.06.2010	32,600	248,251	280,851	2,084	15,866	17,950

Additional information about assets acquired under finance lease can be found in note 5.

Note 4 Intangible Assets

	EEK '000			EUR '000		
	Goodwill	Other intangible fixed assets	Total	Goodwill	Other intangible fixed assets	Total
Balance as of 31.12.2009	265,530	50,320	315,850	16,970	3,216	20,186
Unrealised changes in value arising from exchange rates	0	44	44	0	4	4
Accrued from companies	0	17	17	0	1	1
Acquired during the period	46,828	985	47,813	2,993	62	3,055
Re-classified from fixed assets to be sold	0	15,851	15,851	0	1,013	1,013
Depreciation	0	-5,336	-5,336	0	-341	-341
Assets sold and written off	0	-361	-361	0	-23	-23
Balance as of 30.06.2010	312,358	61,520	373,878	19,963	3,932	23,895

Additional information about accrued goodwill can be found in note 10.

Note 5 Financial Lease

1 January - 30 June	EEK '000				EUR '000			
	Machinery, equipment	Means of transporting	Other fixed assets	Total	Machinery, equipment	Means of transporting	Other fixed assets	Total
Fixed assets acquired under finance lease								
Acquisition cost as of 30.06.2010	14,445	51,240	155	65,840	923	3,275	10	4,208
Accumulated depreciation as of 30.06.2010	-6,098	-25,384	-45	-31,527	-390	-1,622	-3	-2,015
Residual value as of 30.06.2010	8,347	25,856	110	34,313	533	1,653	7	2,193
Payable under finance lease as of 30.06.2010	5,806	17,873	24	23,703	371	1,142	2	1,515
incl. payable within 1 year	2,875	8,638	24	11,537	184	552	2	738
incl. payable within 1-5 years	2,931	9,235	0	12,166	187	590	0	777
Principal payments of the period	1,865	4,688	29	6,582	119	300	2	421
Interest expenses of the period	121	218	1	340	8	14	0	22
Average interest rate	4.22%	5.67%	5.60%		4.22%	5.67%	5.60%	

1 January - 30 June	EEK '000				EUR '000			
	Machinery, equipment	Means of transport	Other fixed assets	Total	Machinery, equipment	Means of transport	Other fixed assets	Total
Fixed assets acquired under finance lease								
Acquisition costs as of 30.03.2009	16,614	50,693	681	67,988	1,062	3,240	44	4,346
Accumulated depreciation as of 30.06.2009	-5,114	-22,478	-161	-27,753	-327	-1,437	-10	-1,774
Residual value as of 30.06.2009	11,500	28,215	520	40,235	735	1,803	34	2,572
Payable under financial lease as of 30.06.2009	9,191	24,407	273	33,871	587	1,560	17	2,164
incl. payable within 1 year	2,219	4,200	219	6,638	142	268	14	424
incl. payable within 1-5 years	6,972	20,207	54	27,233	446	1,291	3	1,740
Principal payments of the period	2,501	4,729	134	7,364	160	302	9	471
Interest expenses of the period	177	534	2	713	11	34	0	45
Average interest rate	3.47%	3.80%	3.80%		3.47%	3.80%	3.80%	

Note 6 Debt obligations

	EEK '000		EUR '000	
	30.06.2010	31.12.2009	30.06.2010	31.12.2009
Short Term Debt Obligations				
Finance lease liabilities	11,537	11,967	738	765
Overdraft	39,588	35,800	2,530	2,288
Pension insurance loans	4,694	4,694	300	299
Investment loans	23,806	53,942	1,521	3,448
Working capital loan	0	2,184	0	140
Related party loans	30,511	50,969	1,950	3,258
Total	110,136	159,556	7,039	10,198
	EEK '000		EUR '000	
	30.06.2010	31.12.2009	30.06.2010	31.12.2009
Long Term Debt Obligations				
Finance lease liabilities	12,166	15,128	777	967
Pension insurance loans	12,908	15,256	825	975
Investment loans	106,271	119,347	6,792	7,628
Related party loans	0	17,226	0	1,100
Total	131,345	166,957	8,394	10,670
incl.payable within 1-5 years	131,077	164,095	8,377	10,488
incl. payable after 5 years	268	2,862	17	183

The Group has commenced a restructuring process of the loan portfolio, which will continue in the next second half of the year. Pursuant to the near plans of the management the process of financing all subsidiaries will be executed through Parent Company AS Premia Foods. Investment loans taken by subsidiaries and sister companies are mostly planned to be repaid prematurely.

Restructuring the loans resulted in substantial decrease of company's burden of loans and interest costs

Loan residuals as of 30 June 2010 are presented on the next 2 pages with additional information about the interest rates, payment terms and the guarantees pledged for loans. Loan residuals as of 31 December 2009 are presented in the audited consolidated annual accountancy report of 2009.

Effective interest rates are very close to nominal interest rates.

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Borrower	Creditor	Amount	Interest-rate	Payment term	Loan residual 30.06.2010	less than 1 year	2-5 years	more than 5 years	Guarantee
					EEK '000				
Overdraft									
AS Premia FFL	Swedbank	limit 672 EUR '000	3-months EURIBOR + 4.5%	21.08.2010	10,475	10,475	0	0	Shares of AS Premia FFL, commercial
AS Premia Tallinna Külmhoone	SEB Pank	limit 1.917 EUR '000	SEB base interest 1.0% + 2.2%	15.10.2010	29,113	29,113	0	0	pledge, Valmiera storage Mortgage at Peterburi tee 42, Tallinn
Total					39,588	39,588	0	0	
Investment loans									
AS Premia Tallinna	SEB Pank	2.301 EUR '000	6-months EURIBOR + 3.7%	15.05.2012	8,747	4,456	4,291	0	Mortgage at Peterburi tee 42, Tallinn
	SEB Pank	895 EUR '000	6-months EURIBOR + 1.5%	20.05.2011	4,091	4,091	0	0	Shares of Premia FFL, mortgage at
Külmhoone	Danske Bank	4.500 EUR '000	6-months EURIBOR + 0.75%	25.10.2014	54,912	6,493	48,419	0	Peterburi tee 42
AS Premia FFL	UniCredit	1.124 EUR '000	6-months EURIBOR + 1,9%	31.08.2016	10,658	1,732	8,658	268	Mortgage (cold-storage in Tukuma)
Saaremere Kala AS	UniCredit	525 EUR '000	3-months EURIBOR + 7,3%	20.03.2012	7,162	992	6,170	0	Mortgage (OÜ Vettel Kärsa) commercial
OÜ Vettel	UniCredit	3.225 EUR '000	3-months EURIBOR + 7,3%	20.03.2012	44,507	6,042	38,465	0	pledge (Vettel), guarantee by CredEX, guarantee by Amber Trust II S.C.A
Total					130,077	23,806	106,003	268	
Loans of pension insurance									
Heimon Kala OY	TyEL*	650 EUR '000	5.35%	25.01.2014	9,388	4,694	4,694	0	Sampo Bank guarantee
	TyEL	850 EUR '000	5.35%	25.01.2014	8,214	0	8,214	0	Sampo Bank guarantee
Total					17,602	4,694	12,908	0	
Seotud osapoolte laenud									
AS Premia Foods	Amber Trust II	1.950 EUR '000	8.75%	31.08.2010	30,511	30,511	0	0	N/A
Total					30,511	30,511	0	0	

* Loan from VARMA pension insurance company

Additional information concerning the transactions with related parties is presented in note 11.

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2nd Quarter and 6 months 2010 Unaudited Consolidated Interim Report

Borrower	Creditor	Amount	Interest rate	Payment term	Loan residual	less than	2-5 years	more	Guarantee
					30.06.2010	1 year		than 5 years	
EUR '000									
Overdraft									
AS Premia FFL	Swedbank	limit 672 EUR '000	3-month EURIBOR + 4.5%	21.08.2010	669	669	0	0	FFL shares, commercial pledge, Valmiera storage Mortgage Peterburi tee 42, Tallinn
AS Premia Tallinna	SEB Pank	limit 1.917 EUR '000	SEB base interest 1.0% + 2.2%	15.10.2010	1,861	1,861	0	0	
Külmhoone				Total	2,530	2,530	0	0	
Investment loans									
AS Premia Tallinna	SEB Pank	2.301 EUR '000	6-month EURIBOR + 3.7%	15.05.2012	559	285	274	0	Mortgage Peterburi tee 42, Tallinn
	SEB Pank	895 EUR '000	6-month EURIBOR + 1.5%	20.05.2011	261	261	0	0	
Külmhoone	Danske Bank	4.500 EUR '000	6-month EURIBOR + 0.75%	25.10.2014	3,510	415	3,095	0	Shares of FFL, second mortgage Peterburi tee 42, Tallinn
						0	0	0	
AS Premia FFL	UniCredit	1.124 EUR '000	6-month EURIBOR + 1.9%	31.08.2016	681	111	553	17	Mortgage (cold storage in Tukuma)
Saaremere Kala AS	UniCredit	525 EUR '000	3-month EURIBOR + 7.3%	20.03.2012	457	63	394	0	Mortgage (Vettel), commercial pledge (Vettel), CredEX, shareholder guarantees
OÜ Vettel	UniCredit	3.225 EUR '000	3-month EURIBOR + 7.3%	20.03.2012	2,844	386	2,458	0	
				Total	8,312	1,521	6,774	17	
Loans of pension insurance									
Heimon Kala OY	TyEL*	650 EUR '000	5.35%	25.01.2014	600	300	300	0	Sampo Bank guarantee
	TyEL	850 EUR '000	5.35%	25.01.2014	525	0	525	0	
				Total	1,125	300	825	0	
Loans of related parties									
AS Premia Foods	Amber Trust II	1.950 EUR '000	8.75%	31.08.2010	1,950	1,950	0	0	N/A
				Total	1,950	1,950	0	0	

* Loans from VARMA pension insurance company

Additional information concerning the transactions with related parties is presented in note 11.

Note 7 Targeted financing

Targeted financing gained during the period	2,642	393	169	25
Change in the exchange rates	429	171	27	11
Written under income during the period	-2,567	-2,402	-164	-154
Income of future periods from targeted financing at the end of the period	26,590	27,643	1,699	1,767
incl the amount written under income within 1 year	5,133	4,805	328	307
incl.the amounts written under income within 2-17 years	21,457	22,838	1,371	1,460

Swedish subsidiaries Överumans Fisk Ab and Skärgårdshavets Fisk Ab have received aid from European Union (hereinafter EU aid), which has to be secured by mortgage or commercial pledge according to Swedish rules on covering EU aid. Subsidiaries have secured EU aid with real estate mortgage in the amount of EEK 7,540 thousand (EUR 482 thousand) and with commercial pledge in the amount of EEK 2,539 (EUR 162 thousand). As of 30 June 2010 the residual value of EU subsidies is EEK 6,039 thousand (EUR 386 thousand) and accordingly as of 30 June 2009 EEK 4007 thousand (EUR 256 thousand)

Note 8 Equity Capital

The shareholders of the Company decided at the annual general meeting on 26 March 2010 to carry out a bonus issue and increase the share capital of AS Premia Foods in the amount of EEK 217,646 thousand (EUR 13,910) using issue premium and not making any contributions into the own capital. As a result of increasing the share capital, the amount of share capital amounted to EEK 241,829 thousand (EUR 15,456 thousand).

At the end of April the first public auction (IPO) and listing of the shares of AS Premia Foods at NASDAQ OMX Tallinn Stock Exchange were successfully carried out. During the IPO 14,500,000 shares of AS Premia Foods were sold. As a result of the public issue and before subtracting the expenses of the public issue EEK 202,999,964 (EUR 12,974 thousand) accrued to AS Premia Foods. The new size of share capital is registered to be EEK 386,829 thousand (EUR 24,723 thousand).

With a public offer prospectus, members of the supervisory board and of the management board and all the workers were given a preferential right to buy the Offered Shares in the amount of up to 1,000 Euros per person. At distribution a 10% discount was made from the price of the public offer. The amount of discount for subscribing worker's shares was in total EEK 75 thousand (EUR 5 thousand).

In May 2010 142,857 own shares were sold in the amount of EEK 2,000 thousand (EUR 128 thousand). Retained earnings/accumulated loss of last periods has been reduced in the amount of the disposal loss, total EEK 1,514 thousand (EUR 98 thousand), which resulted from the sale of own shares. Additional information concerning the transaction of sale of own shares has been presented in note 10.

As of 30 June 2010 the Company had 38,682,860 shares (2009: 2,418,286) and 19,163 own shares (2009: 162,020). The basis for calculating the ordinary net profit per share is net profit of the period belonging to the parent company's shareholders and the weighted average amount of ordinary shares.

	EEK '000			
	II Q 2010	II Q 2009	1st half 2010	1st half 2009
Net profit (-loss) for the period	46,467	13,355	28,413	-13,061
Average amount of shares (thousand)	33,783	1,204	18,020	1,239
Ordinary net profit (-loss) for a share	1.38	11.08	1.58	-10.54
Diluted net profit (-loss) for a share	1.38	11.08	1.58	-10.54

	EUR '000			
	II kv 2010	II kv 2009	2010 I p.a	2009 I p.a
Net profit (-loss) for the period	2,970	854	1,816	-835
Average amount of shares (thousand)	33,783	1,204	18,020	1,239
Ordinary net profit (-loss) for a share	0.09	0.71	0.10	-0.67
Diluted net profit (-loss) for a share	0.09	0.71	0.10	-0.67

Note 9 Segment Reporting

The Group's segments are specified pursuant to reports monitored and analyzed by parent company's management. Financial results are being monitored in the sections of geographical areas. The results of business segment are being evaluated on the basis of external sales-revenues and operating profit indicators.

The following primary segments are distinguished in the consolidated financial statements:

“Fish” – fish farming, production and wholesale of fish and fish products;

“Ice cream” – production and wholesale of ice cream;

“Frozen food” – wholesale of frozen food products;

Other operation segments include providing logistic services, the sale of other services and materials. Other fields of operation are of little importance for the Group and none of these constitute a separate segment for the report.

There is a relatively high level of integration between the Ice Cream and Frozen Food reportable segments. This integration includes shared marketing, selling and marketing services.

The Group's secondary segment is the geographical segment distinguished by the locations of different geographical markets.

According to assessments of the management the transactions between the Group's segments have been carried out at market prices and conditions.

Secondary segment

Revenue of AS Premia Foods in geographical segments

	EEK '000		EEK '000		EUR '000		EUR '000	
	II Q 2010	II Q 2009	1st half 2010	1st half 2009	II Q 2010	II Q 2009	1st half 2010	1st half 2009
Finland	102,577	97,354	211,637	175,619	6,556	6,222	13,526	11,224
Estonia	81,928	101,248	149,224	180,323	5,237	6,472	9,537	11,525
Latvia	44,961	53,919	81,137	97,218	2,874	3,446	5,186	6,213
Lithuania	48,957	46,131	69,789	64,812	3,129	2,948	4,460	4,142
Russia	54,286	0	54,470	0	3,469	0	3,481	0
Other	333	899	1,135	4,704	21	57	73	301
Total	333,041	299,550	567,392	522,675	21,286	19,145	36,263	33,405

Primary segment

EEK '000	Fish		Ice cream		Frozen products		Other segments		Eliminations		Total	
	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009
External revenue	105,096	113,567	143,903	91,718	80,214	91,986	3,828	2,279	0		333,041	299,550
Inter-segment revenue	1,213	212	41,703	0	5,110	0	1,823	923	-49,848	-1,135	0	0
Total gross segment profit	106,309	113,779	185,606	91,718	85,324	91,986	5,651	3,203	-49,848		333,041	299,550
Segment operating profit	39,888	12,379	18,717	12,840	-3,561	-2,889	3,088	961	0		58,133	23,291
Unallocated operating profit											-3,676	-1,577
Total operating profit											54,457	21,714
Net financial expenses and income											-4,405	-5,920
Income tax expenses											-3,514	-2,370
Gross revenue (-loss) for the period											46,538	13,424

EEK '000	Fish		Ice cream		Frozen products		Other segments		Eliminations		Total	
	2010 1st half	2009 1st half	2010 1st half	2009 1st half	2010 1st half	2009 1st half	2010 1st half	2009 1st half	2010 1st half	2009 1st half	2010 1st half	2009 1st half
External revenue	226,405	209,512	173,647	124,513	158,760	185,772	8,580	2,878			567,392	522,675
Inter-segment revenue	2,598	359	41,703	0	5,110	0	1,895	923	-51,305	-1,282	0	0
Total segment revenue	229,003	209,871	215,350	124,513	163,870	185,772	10,475	3,802	-51,305	-1,282	567,392	522,675
Segment operating profit	35,199	9,219	16,441	10,482	-12,051	-13,515	3,392	1,181			42,981	7,367
Unallocated operating profit											-2,858	-4,528
Total operating profit											40,123	2,839
Net financial expenses and income											-9,939	-13,895
Income tax expenses											-1,549	-1,699
Gross revenue (-loss) for the period											28,635	-12,755

Primary segment

EUR '000	Fish		Ice cream		Frozen products		Other segments		Eliminations		Total	
	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009	II Q 2010	II Q 2009
External revenue	6,717	7,258	9,197	5,862	5,127	5,879	245	146			21,286	19,145
Inter-segment revenue	78	14	2,665	0	327	0	116	59	-3,186	-73	0	0
Total segment revenue	6,795	7,272	11,862	5,862	5,454	5,879	361	205	-3,186		21,286	19,145
Segment operating profit	2,549	791	1,196	821	-228	-185	197	61			3,715	1,489
Unallocated operating profit											-235	-101
Total operating profit											3,480	1,388
Net financial incomes and expenses											-281	-379
Income tax expenses											-225	-151
Gross profit for the period											2,974	858

EUR '000	Fish		Ice cream		Frozen products		Other segments		Eliminations		Total	
	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009	1st half 2010	1st half 2009
External revenue	14,470	13,390	11,098	7,958	10,147	11,873	548	184			36,263	33,405
Inter-segment revenue	166	23	2,665	0	327	0	121	59	-3,279	-82	0	0
Total segment revenue	14,636	13,413	13,763	7,958	10,474	11,873	669	243	-3,279	-82	36,263	33,405
Segment operating profit	2,250	589	1,051	670	-770	-864	217	75			2,747	471
Unallocated operating profit											-182	-290
Total operating profit											2,565	181
Net financial expenses and incomes											-635	-888
Income tax expenses											-99	-109
Gross profit for the period											1,831	-816

Note 10 Subsidiaries

	Country	Share		Field of operation	Owner
		30.06.2010	31.12.2009		
Saaremere Kala AS	Estonia	100%	100%	possession company of Kalaettevõtete Grupp	Premia Foods AS
Vettel OÜ	Estonia	100%	100%	Producing fish products	Saaremere Kala AS
GourmetHouse OÜ	Estonia	100%	51, 428%	Selling fish products Production of ice cream, sale of frozen	Saaremere Kala AS
AS Premia Tallinna Külkhoone	Estonia	100%	100%	products and ice cream	AB Premia KPC
OÜ TCS Invest	Estonia	100%	100%	Possession company	AS Premia Tallinna Külkhoone
AB Premia KPC	Lithania	100%	100%	Sale of ice cream and frozen products	Premia Foods AS
Heimon Kala OY	Finland	100%	100%	Fish breeding and sale	Saaremere Kala AS
Överumans Fisk Ab	Sweden	100%	100%	Fish breeding and sale	Saaremere Kala AS
Skärgårdshavets Fisk Ab	Sweden	100%	100%	Fish breeding and sale	Saaremere Kala AS
SIA F.F.L.S.	Latvia	100%	100%	Sale of ice cream and frozen products	AS Premia Tallinna Külkhoone
AS Premia FFL	Latvia	100%	95%	Possession company	SIA F.F.L.S.
OOO Hladokombinat No 1	Russia	100%	0%	Procuction of ice cream, sale of frozen products and ice cream	AS Premia Tallinna Külkhoone
OOO Hladomagia	Venemaa	100%	0%	Possession company	AS Premia Tallinna Külkhoone

On 26 February 2010 Saaremere Kala AS acquired 24.286% of non-controlling interest of its subsidiary company OÜ GourmetHouse. Concerning the remaining last 24.286% the sale transaction was concluded on 14 May 2010. Consequently 100% of the shares of OÜ GourmetHouse belong to a subsidiary company of AS Premia Foods –Saaremere Kala AS.

The transactions resulted in negative goodwill to AS Premia Foods in the amount of EEK 332 thousand. The final acquisition cost for a shares constituting 48.572% was EEK 3,700 thousand (EUR 236 thousand), out of which EEK 1,700 thousand (EUR 109 thousand) will be paid in cash and EEK 2,000 thousand (EUR 128 thousand) will be paid as a non-monetary contribution. The object of the non-monetary transaction was the transfer of the own shares, where the value of one share was the closing price of the share at the NASDAQ OMX Tallinn Stock Exchange in the end of the last working day before signing the contract. The ownership of the own shares of AS Premia Foods was transferred on 17 May 2010. Additional information concerning the transaction of transfer of own shares is presented in note 8.

During the reporting period a total of EEK 700 thousand (EUR 45 thousand) was paid for non-controlling interest in different companies in cash. The unpaid part of EEK 1,000 thousand (EUR 64 thousand) is recorded on the balance sheet under “Receivables and Prepayments”.

On 7 May 2010 the purchasing process of OOO Hladokombinat No 1 and OOO Hladomagia was finalised. Both companies have been consolidated into the AS Premia Foods Group since May 2010.

Influence of purchasing OOO Hladokombinat No 1 and OOO Hladomagia in the Group

EEK '000	OOO Hladokombinat no 1		OOO Hladomagia		Total
	Residual value in the balance sheet	Fair value	Residual value in the balance sheet	Fair value	
Cash	844	844	0	0	844
Receivables	33,116	33,116	37	37	33,153
Inventories	14,421	14,421	0	0	14,421
Deferred income tax assets	1,913	1,913	0	0	1,913
Tangible fixed assets	26,337	26,337	174	174	26,510
Intangible fixed assets	17	17	0	0	17
Short-term payables	32,169	32,169	207	207	32,376
Long-term payables	32,209	32,209	0	0	32,209
Net assets	12,270	12,270	4	4	12,274
Share acquired		100%		100%	
Net assets acquired		12,270		4	12,274
Goodwill at acquiring shares		46,828		0	46,828
Purchase price		59,098		4	59,102
Acquired cash and bank accounts		844		0	844
Paid in money at acquiring		-47,598		0	-47,598
Net cash flow at acquiring		-46,754		0	-46,754
EUR '000	OOO Hladokombinat no 1		OOO Hladomagia		Total
	Residual value in balance sheet	Fair value	Residual value in balance sheet	Fair value	
Cash	54	54	0	0	54
Payables	2,116	2,116	2	2	2,118
Inventories	922	922	0	0	922
Deferred income tax assets	122	122	0	0	122
Tangible fixed assets	1,683	1,683	11	11	1,694
Intangible fixed assets	1	1	0	0	1
	0	0	0	0	
Short-term payables	2,056	2,056	13	13	2,069
Long-term payables	2,059	2,059	0	0	2,059
Net assets	783	783	0	0	783
Acquired share		100%		100%	
Acquired net assets		783		0	783
Goodwill at acquiring shares		2,993		0	2,993
Purchase price		3,776		0	3,776
Acquired cash and bank accounts		54		0	54
Paid in money at acquiring		-3,042		0	-3,042
Net cash flow at acquiring		-2,988		0	-2,988

Purchase price of subsidiary company OOO Haldokombinat No 1 also contains transaction costs, directly connected with the acquisition, in the amount of EEK 11,500 thousand (EUR 735 thousand).

Note 11 Transactions with related parties

A company considers certain parties related, if one party has control over another party or has an important influence on the other party's financial decisions.

Transactions with related parties are transactions with the Group's highest management bodies, subsidiaries, shareholders, executive- and higher management and their close relatives and companies, where they have a major holding.

Related parties are:

- Shareholders with a major holding (international investment fund Amber Trust II S.C.A has a controlling interest in AS Premia Foods)
- Executive- and higher management
- Relatives of the previously mentioned persons and companies related to them

At the end of the reporting period Group's balances with related parties were the following:

Debtor	EEK '000		EUR '000		Commentaries
	Receivable as at 30.06.2010	Receivable as at 30.06.2009	Receivable as at 30.06.2010	Receivable as at 30.06.2009	
Amber Trust II S.C.A.	1,721	0	110	0	Other receivables
Companies related to members of management and advisory board	6	5	0	0	Other receivables
	1	0	0	0	Other receivables
	0	130	0	8	Other receivables
Total	1,728	135	110	8	

Creditor	EEK '000		EUR '000		Commentaries
	Payable as at 30.06.2010	Payable as at 30.06.2009	Payable as at 30.06.2010	Payable as at 30.06.2009	
	30,511	19,676	1,950	1,258	Loan
	385	575	25	37	Interest of a loan
Amber Trust II S.C.A.	578	578	37	37	Interest of a loan
	0	31,293	0	2,000	Loan
	0	1,489	0	95	Interest of a loan
Companies related to members of management and advisory board	165	235	11	15	Depts for suppliers
	14	31	1	2	Depts for suppliers
Total	31,653	53,877	2,024	3,444	

Additional information concerning the loan from Amber Trust II S.C.A is presented in note 6.

During the reporting period sale-and purchase transactions with related parties have been conducted in following volumes:

Type of transaction	EEK '000				EUR '000			
	1st half of 2010		1st half of 2009		1st half of 2010		1st half of 2009	
	Purchase	Sale	Purchase	Sale	Purchase	Sale	Purchase	Sale
interest	3,403	0	1,944	0	217	0	124	0
					0	0	0	0
services	1,095	21	1,707	47	70	1	109	3
Total	4,498	21	3,651	47	287	1	233	3

For the first half of 2010 EEK 6,601 thousand (EUR 422 thousand) was reimbursed for members of the supervisory board and of the management board. For the first half of 2009 the sums were EEK 9,536 thousand (EUR 609 thousand).

Management Board's Confirmation to the Consolidated Interim Report for 2nd quarter and 6 months of 2010.

The Management Board hereby confirms the correctness and completeness of the Consolidated Interim Report for 2nd quarter and 6 months of 2010 of AS Premia Foods and its subsidiaries (together "Group") and declares in its best knowledge that:

1. The consolidated financial statements presents a fair and true view of the Group's development of commercial activities and financial results and financial status and contains the description of main risks and doubts;
2. the principles used to prepare the consolidated financial statements comply with the requirements of International Financial Reporting Standards (IFRS) IAS 34 "Interim Reports" as adopted by the European Union;
3. the consolidated financial statement presents a fair and true view of Group's assets, obligations, financial situation, financial results and cash flows;
4. AS Premia Foods and all Group companies are active companies.

Chairman of the Management Board	Kuldar Leis	Signed digitally	August 31, 2010
Member of the Management Board	Silver Kaur	Signed digitally	August 31, 2010
Member of the Management Board	Katre Kõvask	Signed digitally	August 31, 2010
Member of the Management Board	Andri Avila	Signed digitally	August 31, 2010