



TO: The Lithuanian Securities Commission
Konstitucijos pr.23
Vilnius

28th August 2008

ENDORSEMENT BY THE RESPONSIBLE PERSONS

Pursuing Article 22 of the Law on Securities of the Republic of Lithuania and in accordance with the rules of preparation and submission of periodical and supplementary information approved by the Securities Commission of the Republic of Lithuania, we, the undersigned – the Chief Executive Officer Antanas Trumpa and the Chief Financial Officer Antanas Kavaliauskas – approve that the six month interim consolidated report of AB “Rokiskio sūris” for the year 2008 reflects true situation of the business development as well as review of company performance.

Attached: Six month consolidated interim report of „Rokiškio sūris“ for the year 2008.

Chief Executive Officer

Antanas Trumpa

Chief Financial Officer

Antanas Kavaliauskas





**CONSOLIDATED FINANCIAL INTERIM
REPORT OF AB “ROKIŠKIO SŪRIS”
FOR THE SIX MONTH PERIOD
FOR THE YEAR 2008**

(Prepared in accordance with the rules of preparation and submission of periodical and supplementary information approved by the Securities Commission of the Republic of Lithuania)

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1. Reporting term of the prepared report

The consolidated annual report is prepared for the first half year 2008.

2. Key information of the issuer

Name of the issuer: Joint stock company "Rokiskio suris".

Legal base: joint stock company.

Address – Pramones str. 3, LT 42150 Rokiskis, Republic of Lithuania.

Telephone: +370 458 55 200, fax +370 458 55 300.

E-mail address: rokiskio.suris@rokiskio.com

Website: www.rokiskio.com

Registered in on 28th February 2007 by the Authorities of Rokiskis region.

Re-registered in on 28th November 1995 by the Ministry of Economy of the Republic of Lithuania.

Company code 173057512.

Manager of legal persons registry – State company “Registru centras”.

The authorized capital of AB “Rokiskio suris” equals to LTL 42 716 530.

There are 42 716 530 shares. Nominal value per share equals to LTL 1 (one litas).

3. Information on the issuer's daughter enterprises and subsidiaries

As at 30st June 2008, the group of AB „Rokiskio suris“ consisted of the parent company AB “Rokiskio suris“, two branches, six subsidiaries and two joint ventures. Following tables introduce the subsidiaries and branches which are included in the consolidated report:

	Actively performing as at 30 th June 2008
Branches	
Utenos pienas	Yes
Ukmerges pienine	Yes

	Share of the group (%) as at 30 th June 2008
Subsidiaries	
UAB „Rokiškio pienas“	100,00
PK „Žalmargė“	100,00
UAB „Skeberdis ir partneriai“	100,00
UAB „Skirpstas“	100,00
UAB „Batėnai“	100,00
UAB „Pečupė“	100,00
Co-controlled company	
UAB “Pieno upės”	50,00
SIA Jekabpils piena kombinats	50,05

UAB „Rokiskio pienas“ legal address: Pramonės g. 8, LT - 28216 Utena. Company code: 300561844. AB „Rokiškio sūris“ happens to be its founder and the only shareholder having 100 per cent of shares.

UAB „Pieno upės“ legal address: Sandėlių g. 9, Kaunas. Company code: 135027862.

UAB „Skeberdis ir partneriai“ legal address: Maironio g.32, Ariogala LT-60001 Raseinių raj. Company code: 172396552.

UAB „Skirpstas“ legal address: Mindaugo g.38, LT-82001 Radviliškis. Company code: 171344353.

UAB „Batėnai“ legal address: Videniškių km. LT-33295 Molėtų raj. Company code: 167543723.

UAB „Pečupė“ legal address: Dubysos g.8, Ariogala LT-60001 Raseinių raj. Company code: 172258722.

Dairy cooperative „Žalmargė“ legal address: Kalnalaukio g.1, Širvintos. Company code: 178301073.

The main performance of AB „Rokiškio sūris“ subsidiary Utenos pienas (Company code: 110856741, Pramonės g. 8, LT-28216 Utena) and AB „Rokiškio sūris“ subsidiary Ukmergės pieninė (Company code: 182848454, Kauno g. 51, LT-20119, Ukmergė) – purchase of raw milk. Latvian company SIA Jekabpils piena kombinats (company code 45402008851), legal address: Akmenu iela 1, Jekabpils, Latvija LV-5201.

4. Characterization of the issuer's basic business

Basic business of the group of “Rokiškio sūris”:

◆ Dairying and cheese production (EVRK 10.51);

Basic business of AB „Rokiškio sūris“ is production and sales of fermented cheese, whey products, and skim milk powder.

Daughter enterprises:

Basic business of UAB „Rokiškio pienas“ production and sales of fresh dairy products (fluid milk, kefir, sour milk, butter, curds, fresh cheese, sour cream, chocolate coated curds dessert, desserts).

Basic business of UAB „Pieno upės“ is purchase of raw milk.

Basic business of UAB „Skeberdis ir partneriai“ is purchase of raw milk.

Basic business of UAB „Skirpstas“ is purchase of raw milk.

Basic business of UAB „Batėnai“ is purchase of raw milk.

Basic business of UAB „Pečupė“ is purchase of raw milk.

Basic business of KB „Žalmargė“ is purchase of raw milk.

Basic business of SIA Jekabpils piena kombinats – production of fermented cheese and sales of raw milk.

5. Contracts with financial brokers

On 24th December 2003, AB „Rokiškio sūris“ made a contract with UAB FMĮ „Baltijos vertybiniai popieriai“ (Gedimino pr.60, Vilnius) regarding administration of shareholders of AB „Rokiškio sūris“. On 15th January 2007, the financial company changed its name into UAB FMĮ „Orion securities“ (A.Tumėno str. 4, LT-01109 Vilnius).

6. Trade on issuer's securities by stock exchange and other organised markets

42 716 530 ordinary registered shares of AB “Rokiškio sūris”. Nominal value per share is LTL 1 (one litas). (VVPB symbol is RSU1L; ISIN code – LT0000100372). Total nominal value equals to LTL 42 716 530. The shares are admitted to the Main List of Vilnius Stock Exchange.

7. Authorized capital of the issuer

As at 30th June 2008, the Authorized capital of AB “Rokiškio sūris“:

Type of shares	Number of shares	Nominal value, LTL	Total nominal value, LTL	Share of authorized capital (%)
1	2	3	4	5
Ordinary registered shares	42 716 530	1	42 716 530	100,00

All shares of AB „Rokiškio sūris“ are paid-up , and they are not subject to any limitations of transference.

8. Shareholders

Total number of shareholders (as at 30.06.2008) – 5.589 shareholders.

The shareholders having or owning over 5 percent of the issuer’s authorized capital (as at 30.06.2008):

Name, surname Name of company	Address	Proprietary rights			With associated persons	
		Number of shares	Capital share %	Votes %	Capital share %	Votes %
UAB ”Pieno pramonės investicijų valdymas”	Pramonės g. 3, Rokiškis Lithuania	15 938 900	37,31	39,88	53,81	57,51
Antanas Trumpa	Sodų 41a, Rokiškis Lithuania	4 928 370	11,54	12,33	53,81	57,51
Skandinaviska Enskilda Banken AB clients	Sergels Torg 2, 10640 Stockholm, Sweden	5 082 293	11,90	12,72	-	-
AB „Rokiškio sūris“	Pramones 3, Rokiskis	2 755 036	6,45	-	-	-

9. Information on purchase of issuer’s own shares

As at 31st December 2007, AB „Rokiškio sūris“ owned 783 650 ordinary registered shares.

As from 20th February 2008 until 4th March 2008, in the course of implementation of the official tender offer, AB „Rokiškio sūris“ acquired 674 000 ordinary registered shares. It made 1,58% of the company’s Authorized Capital. The price set for purchase of own shares was LTL 6 per ordinary registered share.

As from 10th June 2008 until 25th June 2008, in the course of implementation of the official tender offer, AB „Rokiškio sūris“ acquired 1 297 386 ordinary registered shares. It made 3,04% of the company's Authorized Capital. The price set for purchase of own shares was LTL 5,20 per ordinary registered share.

As at 30 June 2008 and at the date of signing this report (28.08.2008), AB „Rokiškio sūris“ owned 2 755 036 treasury shares which makes 6,45% of the company's authorized capital. The treasury shares are without voting right.

10. Brief description of the issuer's history

AB „Rokiškio sūris“ is one of the largest and most modern dairy production companies in Lithuania. The sales are widely spread including the export to East and West markets as well as a range of fresh dairy products sold on the local market and neighbourhood countries.

In 2007, the group's sales reached LTL 665 million or 30,3 % more than in 2006 (LTL 510 million). The company increases its sales every year, and in the first half year 2008 it makes LTL 316,8 million.

In 2007, the prices for export products were extremely high and it significantly increased the level of turnover. On the other hand, the company increases its production capacities also. In 2008, the export prices decreased compared to 2007 due to the situation in overall world market and it corrected the company's export share.

More than 2/3 of the production of AB „Rokiškio sūris“ is exported. The mayor part of exports is fermented cheese. The group historically orientates itself into the mass production of fermented cheese, and it is one of the biggest and most famous fermented cheese producers in the Cetral and Eastern Europe regions. There are two main export directions with equal weight: European Union (mainly Italy, the Netherlands) and Russia. In the EU, the main products are hard fermented cheese and non-matured cheese, meanwhile the main production going to Russia is semi-hard fermented cheese.

Although the company does not enjoy EU subsidies for the sales in Russia, it shows high ability to compete with cheaper local production. The potential of this market is increasing, and the company sells its products with own brands which are going to be strengthened. And of course Rokiškio cheeses are well known in the local market, and the brand is considered as irreproachable high quality production.

The group now does not have any sales to the USA where the prices are not acceptable due to the dollar rate change.

Also, the group includes other products into its export product portfolio such as butter, cream, milk powders and whey products – WPC and lactose.

The group is the biggest exporter in Lithuania – in 2007 it exported over 22,3 thousand tons of fermented cheese, 11,1 thousand tons of cream, 6,0 thousand tons of lactose, 3,8 thousand tons of whey protein concentrate, 2,1 thousand tons of butter and 4 thousand tons of milk powders.

During the six month period of 2008, the group sold 13,2 thousand tons of fermented cheese, 4,2 thousand tons of lactose, 1,2 thousand tons of milk powders, 2,8 thousand tons of whey protein concentrate, 2,8 thousand tons of butter, and 2,4 thousand tons of cream.

Production of milk powders increased by 4 times as much compared to the year 2006. It was determined by the extremely increased price in summer time.

Another important direction of the group's production is fresh dairy production and sales in Lithuania. As from 1st January 2007, this activity is carried out by UAB „Rokiškio Pienas“. During the last year the group became a market leader and now it shares the leader position together with AB „Pieno žvaigždės“. The group's activities in the local market has changed tremendously – now

the group's politics is to create added value products, the sales are promoted via strong brands and new product development, innovative market actions.

The local sales in 2007 made LTL 179 million which was around 20% more than in 2006. in the first half year 2008, the local sales made up to LTL 132 million which reflects significant increase of the group's sales on the local market.

The groups targets in the local market are to concentrate beside the portfolio of strongest products and maintain 20 - 25% market share. Up to now the tasks are being implemented successfully.

The company's sales on the local market are directed to the sales through supermarket nets whose share in the company's sales is increasing and now it is over 80 % from the total sales in the local market.

Sales in 2007 and six months 2008, in tons and thousand litas

Name of product		2007	6 months 2008
Fermented cheese	t	25334	13206
	thou LTL	289435	159229
Fresh dairt products	t	48313	28780
	thou LTL	126511	83412
Butter	t	4291	2805
	thou LTL	45573	26386
Milk sugar	t	5965	4245
	thou LTL	32417	8053
Milk powders	t	3874	1199
	thou LTL	43325	9819
WPC	t	3781	2810
	thou LTL	30838	14878

Sales markets in 2007 and six months 2008

Countries	Sold			
	2007		6 months 2008	
	thousand Lt	%	thousand Lt	%
Lithuania	185 263	27,8	132009	41,7
Export	480 285	72,2	184833	58,3
TOTAL	665 548	100	316842	100

During the first half year 2008, „Rokiškio sūris“ produced 14.640 tons of fermented cheese, 400 tons of processed cheese, (incl. 68 tons of smoked cheese), 4.736 tons of lactose, 3.079 tons of whey protein concentrate, 1471 t of whole milk powder, 107 t of skim milk powder, 2540 t of butter and fat blends, exported 2390 t of cream of 40%.

In 2008, it is planned to produce 31.385 t of fermented cheese, 773 t of processed cheese (incl. 173 t of smoked cheese), 9.229 t of lactose, 6.744 t of dry whey protein concentrate, 1.470 t of whole

milk powder, 996 t of skim milk powder, 4.736 t of butter and fat blends, and it is planned to export 8.797 t cream of 40%.

During the same period, the daughter enterprise UAB „Rokiškio pienas“ and its affiliate „Ukmergės pieninė“ produced 29.110 t of fresh dairy products, and it is planned to reach 53.409 tons by the end of the year.

Announcing the prognosis for the year 2008, AB „Rokiškio sūris“ believed to reach the sales of LTL 700 million (EUR 202,7 million), as well as to achieve profitability of 3 per cent. Yet due to the changed market situation, namely to the fact that raw milk prices increased significantly whilst the export product prices decreased compared to 2007, the Board of Directors of AB „Rokiškio sūris“ will consider estimated results of the company in 2008 and it will announce the updated prognoses.

In 2008, the Group plans to allocate LTL 35,4 million (EUR 10,25 million) for investments which cover modernization of production.

Key directions for investment:

- Raw milk processing (equipment for cheese production, cheese packaging, weighing and labeling, production of butter, fresh dairy products and dry dairy products);
- Departments servicing production plants (ventilation systems, compressor rooms, preparation of soft water, automatization equipment);
- Whey processing into WPC IBK 35% and edible lactose;
- Treatment and handling of dairy waste;
- Laboratory equipment for control of raw material, technological process and production quality.
- Software and hardware;
- Special transportation equipment and vehicles for raw milk and dairy products;
- Directly related with the company's activities and whole production procedure.

The company also endeavours to implement other important projects related with quality improvement and standard compliance with EU requirements for which the EU structural funds and support will be used.

Purchase of raw material

According to the data prepared by the Ministry of Agriculture, in the first half year 2008 it was purchased 633,52 thousand tons of natural milk, i.e. by 4,6 per cent more than in the same period of last year (605,63 thousand tons). The average price of natural raw milk is LTL/ t 944,80, i.e. by 27,6 per cent more than the average price of the same period in 2007 (LTL 740,50).

The group purchased directly 142,4 thousand tons of raw milk of basic parameters (3,4% fat and 3,0% proteins), i.e. more by 2,7 per cent compared to the same period of last year (138,7 thousand tons). In total it was purchased 271,6 thousand tons of milk of basic parameters or 16,3 per cent more than in 2007. In the six month period 2008, it was purchased more milk than it was budgeted (by 16,6 per cent).

In this period, the zone of purchase of raw milk was expanded in Latvia where in the first half year 2008 the company purchased 63,6 thousand tons of natural raw milk. In the same period of 2007, it made 29,6 thousand tons.

11. Environment protection

The food safety and quality and environment protection politics of AB „Rokiškio sūris“ covers continuous decrease of negative impact on environment, ensuring minimal consumption of resources, and strengthening waste treatment in order to minimize negative impact on air, water and earth.

Within the reporting period, AB „Rokiškio sūris“ implemented successfully the targets and tasks provided by the Environment Protection Program 2008. The company employs five such programs. It was not identified any unwelcome facts.

Consumption of energy resources in the first half year 2008 compared to 2007, per 1 ton of raw material:

Thermal power	Electricity	Water	Waste effluent
-12%	-7%	-8%	-18%

In the course of mixed waste water treatment technology, it was produced 595.130 m³ of bio-gas and 2,5 times as much of “green” power compared to the same period of 2007.

In the first half year 2008, it was used 353.962 m³ of water of which 54% is extracted from the company’s two fresh water bores.

The discharged amount of pollutants in terms of BDS₇ amounts to 0,53 kg/ ton of raw material, i.e. by 21% less than in the same period of 2007. A part of waste effluent (20%) is treated by the municipality waste water treatment plant UAB „Rokiškio vandenys“.

AB „Rokiškio sūris“ exploited 340 vehicles. 12% of which comply with Euro 4 or 5 requirements, 16% - with Euro 3 requirements. Average age of vehicles – 9,5 years. Mostly the vehicles use diesel.

The comprised waste (both dangerous and non-dangerous) is handled by UAB „Rokiškio komunalininkas“. In the first half year 2008 it was 229 t of communal waste, 4,6 t of dangerous waste, and 4666 t of sludge from waste water treatment plant was used for soil fertilization. It was collected the secondary waste as follows: paper 0,5 t, glass 1,8 t, plastics 0,25 t.

On 31st December 2005, AB „Rokiškio sūris“ received a Licence for integrated prevention and control of pollution (TIPK).

12. Procedure for amendments of the Articles of association

Pursuing the Articles of Association of AB „Rokiškio sūris“, the Articles may be exclusively changed by the general meeting of shareholders, except the cases provided by the Law on joint stock companies of the Republic of Lithuania. To accept the decision changing the Articles of Association, it is needed 2/3 of votes of total participants in general meeting of shareholders.

13. Management bodies of the issuer

In accordance with the Articles of Association of AB „Rokiškio sūris“, the managing bodies of the company are as follows: General shareholders' meeting, the Board of Directors and the Chief Executive Officer.

The competence and procedure of announcement applied to the general shareholders' meeting complies with the competence and procedure of announcement applied to the general shareholders' meeting established by the Law on Joint Stock Companies.

The Board of Directors is a collegial management body comprised of 5 (five) members. The Board members are elected and recalled by the general shareholders' meeting pursuing the procedure set by the Law on Joint Stock Companies.

The Chief Executive Officer is a one-man management body who organizes everyday activities of the company, discusses and solves the company's long term strategic objectives as well as issues of business plans. Within relationship between the company and other persons, the Chief Executive Officer acts determinatively on behalf of the company.

Members of the Board of Directors :

Dalius Trumpa - Board Chairman, elected by the 25th April 2008 General meeting of shareholders. Owns 1,78% of the Authorized capital and 1,90% votes of AB „Rokiškio sūris“.

Participation in other companies' performance:

A shareholder of UAB „Pieno pramonės investicijų valdymas“ owning 3,91% of shares and votes of UAB „Pieno pramonės investicijų valdymas“;

The chief executive officer of UAB „Rokiškio pienas“. Have no shares.

Director of UAB „Rokvalda“. Have no shares.

A shareholder of UAB „Minedi“. Have 100% of shares and votes.

Antanas Kavaliauskas - Deputy Chairman (elected by the 25th April 2008 General meeting of shareholders), the Chief Financial Officer of AB „Rokiškio sūris“, having no ownership of AB „Rokiškio sūris“.

Participation in other companies' performance:

A shareholder of UAB „Pieno pramonės investicijų valdymas“ owning 3,91% of shares and votes.

Antanas Trumpa – Board member (elected by the 25th April 2008 General meeting of shareholders).

The Chief Executive Officer of AB „Rokiškio sūris“, owns 4 928 370 ordinary registered shares of AB „Rokiškio sūris“, i.e. 11,54% of the company's authorized capital and 12,33% votes.

Participation in other companies' performance:

A shareholder of UAB „Pieno pramonės investicijų valdymas“ with 7 546 shares which is 74,86% of the shares and votes of UAB „Pieno pramonės investicijų valdymas“.

Andrius Trumpa Board member (elected by the 25th April 2008 General meeting of shareholders). A lecturer in Vilnius Gedimino Technikos University. Owns 298 820 shares which is 0,70% of the Authorized capital and 0,75% votes of AB „Rokiškio sūris“.

Participation in other companies' performance:

He does not participate in the performance and capital of any other companies.

Ramūnas Vanagas - Board member (elected by the 25th April 2008 General meeting of shareholders), Development and Internal Audit Director of AB „Rokiškio sūris“, having no ownership of shares of AB „Rokiškio sūris“.

Participation in other companies' performance:

Board member of UAB “Skirpstas”. Have no shares.

Board member of Latvian company SIA Jekabpils piena kombinats. Have no shares.

Jonas Kvedaravicius – Board member (elected by the 25th April 2008 General meeting of shareholders), the Central Services Director of AB „Rokiškio sūris“, having 24 630 shares of AB “Rokiškio sūris” which makes 0,06% of the company's authorized capital and 0,06% votes.

Participation in other companies' performance:

A shareholder of UAB “Pieno pramonės investicijų valdymas” owning 3,91% of shares and votes.

The Chief Executive Officer of UAB “Pieno pramonės investicijų valdymas”.

Jonas Kubilius – Board member (elected by the 25th April 2008 General meeting of shareholders), the Logistics Director of AB „Rokiškio sūris“, having 19 930 shares of AB “Rokiškio sūris” which makes 0,05% of the company's authorized capital and 0,05% votes.

Participation in other companies' performance:

A shareholder of UAB “Pieno pramonės investicijų valdymas” owning 3,91% of shares and votes.

Evaldas Dikmonas - Board member (elected by the 25th April 2008 General meeting of shareholders), Procurement Director of AB „Rokiškio sūris“, having 90 shares of AB “Rokiškio sūris” which makes 0,0002% of the company's authorized capital and 0,0002% votes.

Participation in other companies' performance:

Board Chairman of UAB “Skirpstas”. Have no shares.

Board Chairman of Latvian company SIA Jekabpils piena kombinats. Have no shares.

A shareholder of UAB “Pieno pramonės investicijų valdymas” owning 3,91% of shares and votes.

Darius Norkus – Board member (elected by the 25th April 2008 General meeting of shareholders), the Sales and Marketing Director of AB „Rokiškio sūris“, having no shares.

Participation in other companies' performance:

A shareholder of UAB “Pieno pramonės investicijų valdymas” owning 3,91% of shares and votes.

Cadence period of the Board of Directors is 4 years. The cadence ends on 25th April 2012.

Executive manager:

Antanas Trumpa - owns 4 928 370 ordinary registered shares of AB “Rokiškio sūris”, i.e. 11,54% of the company's authorized capital and 12,33% votes.

Participation in other companies' performance:

A shareholder of UAB “Pieno pramonės investicijų valdymas” with 7 546 shares which is 74,86% of the shares and votes of UAB “Pieno pramonės investicijų valdymas”.

Chief Financial Officer:

Antanas Kavaliauskas - has no shares of AB „Rokiškio sūris“.

Participation in other companies' performance:

A shareholder of UAB “Pieno pramonės investicijų valdymas” owning 3,91% of shares and votes.

14. Employees

Group's structure of AB „Rokiškio sūris“

As at 30th June 2008, the number of employees working for the group of AB „Rokiškio sūris“ amounted to 1772 (average number of employees).

The table shows average number of employees of Rokiškio sūris group and variation of salaries in six months 2008:

Average number of employees	2008.01.01.	2008.06.30.
Total:	1574	1568
incl. Managers	10	10
Specialists	168	166
Workers	1396	1392
Average monthly salary, Lt	1994	2275
managers	9730	9561
specialists	2633	2788
workers	1880	2167

Education level of the employees working for Rokiskio suris

Education	2008.01.01	2008.06.30
University degree	128	128
Special education	656	656
High school	715	702
Unfinished high school	75	82

15. Up-to-date information on the publicly announced data

1. The 11th February 2008 Board of Directors of AB „Rokiskio suris“ resolved:

- 1) Pursuing resolutions of the 22nd December 2006 General Shareholders' Meeting to support and increase the price of AB „Rokiskio suris“ shares, it will be acquired up to 1 355 000 (one million three hundred fifty five thousand) units of AB „Rokiskio suris“ ordinary registered shares of LTL 1 (one) par value. It would make 3.17% of the Company's Authorised capital.
- 2) Minimal quantity of intended purchase - 10 000 (ten thousand) ordinary registered share of AB „Rokiskio suris“.
- 3) The price set for the acquisition of treasury shares is equal to LTL 6.00 (six litas) per ordinary registered share.
- 4) Period for the purchase of treasury shares - 14 days.
- 5) Purchase of treasury shares will be commenced as from submission of official tender.

2. Acquisition of treasury shares.

In the course of voluntary tender offer as from 20th February till 4th March 2008, AB „Rokiskio suris“ purchased 674 000 ordinary registered shares which makes 1,58 % of the Company's authorized capital. Having completed the tender offer, the company owns 1 457 650 shares with one litas par value. It makes 3,41 per cent of the authorized capital. The treasury shares do not have voting right.

3. Regarding resolution of the Competition Counsel

On 28th February 2008, the Competition Counsel of the Republic of Lithuania announced its resolution that there was no cartel agreement between dairy processing companies. The Company was fined for exchanging the statistical information via Lithuanian dairy association „Pieno centras“. The fine is equal to LTL 824 800, i.e. 0,12 per cent of the group's sales in 2007.

4. AB „Rokiskio suris“ appealed the resolution of the Competition Council

AB „Rokiskio suris“ appealed the resolution of the Competition Council regarding penalty imposed to the company for exchanging the information.

5. Resolutions of the 25th April 2008 General Shareholders meeting:

- 5.1. The Auditor report approved.
- 5.2. The Annual report of the Company for the year 2007 approved.
- 5.3. The financial accounting for the year 2007 approved.
- 5.4. The Profit distribution for the year 2007 approved:

1) Non-distributable profit (loss) at beginning of year	LTL 24.645 thous (EUR 7.138 thous)
2) Approved by shareholders dividends for the year 2006	LTL (10.081) thous (EUR (2.920) thous)
3) Transfers to reserves provided by law	LTL (651) thous (EUR (189) thous)
4) Transfers from other reserves	LTL 65.094 thous (EUR 18.853 thous)
5) Non-distributable profit (loss) at beginning of year after dividend payout and transfer to reserves	LTL 79.007 thous (EUR 22.882 thous)
6) Net profit (loss) of fiscal year	LTL 34.238 thous (EUR 9.916 thous)
7) Distributable profit (loss)	LTL 113.245 thous (EUR 32.798 thous)
8) Profit share for mandatory reserve	LTL 1.712 thous (EUR 496 thous)
9) Profit share for acquisition of treasury shares	LTL 14.352 thous (EUR 4.157 thous)
10) Profit share for other reserves	
11) Profit share for dividend payout	LTL 9.902 thous (EUR 2.868 thous)
12) Profit share for annual payments (tantiemes) to the Board of Directors, employee bonuses and other	LTL 6.847 thous (EUR 1.983 thous)
13) Non-distributable profit (loss) at end of year	LTL 87.279 thous (EUR 25.278 thous)

As for dividends it is distributed LTL 0.24 (0.070 EUR) per ordinary registered share LTL 1 per value of JSC Rokiskio suris. In total it is allocated LTL 9.902.131,20 (2.867.855,42 EUR) to dividend payment.

5.5. UAB “PriceWaterhouseCoopers“ appointed as an Auditor of JSC Rokiskio suris. The Board of Directors shall establish the fee for the auditor's work. The Company's Chief Executive Officer shall sign a contract with the auditor.

5.6. Regarding purchase of own shares:

5.6.1. To purchase up to 10 per cent of own shares.

5.6.2. Purpose of acquisition of own shares - maintain and increase the price of the company's shares.

5.6.3. Period during which the company may purchase own shares - 18 months from approval of resolution.

5.6.4. Maximal purchase price per share set as - LTL 12, minimal purchase price per share is set equally to nominal value of share - LTL 1.

5.6.5. Minimal sales price per share of the treasury shares is equal to the price at which the shares were purchased. When selling treasury shares it should be established equal opportunities for all shareholders to acquire the company's shares. The shares acquired by the company shall be sold through Vilnius Stock Exchange.

5.6.6. To authorize the Board of Directors to organize purchase and sales of the own shares, establish an order for purchase and sales of the own shares, as well as their price and number, and also complete all other related actions pursuing the resolutions and requirements of the Law on Joint Stock Companies.

5.7. Regarding formation of reserve for purchase of own shares:

A reserve of LTL 28.746 thousand (twenty eight million seven hundred forty six thousand) is formed for purchasing of own shares.

5.8. Point 6.1 of the Articles of Association of AB “Rokiskio suris” ammended as follows:

„6.1. The Board of Directors is a collegial management body of the company which is formed of 9 (nine) members. Members of the Board are elected and recalled by the general meeting of shareholders as required by the Law on Joint Stock Companies”.

Point 10.2 of the Articles of Association of AB “Rokiskio suris” is considered to be invalid.

To authorize the CEO Antanas Trumpa to sign the amendments to the Articles of Association and to present them for registration by Register of Juridical persons.

5.9. All the Board members were recalled.

5.10. The following members of the Board of Directors were elected: Evaldas Dikmonas, Antanas Kavaliauskas, Jonas Kubilius, Jonas Kvedaravičius, Darius Norkus, Andrius Trumpa, Antanas Trumpa, Dalius Trumpa, Ramūnas Vanagas.

Dalius Trumpa elected the Board Chairman, Antanas Kavaliauskas - the Deputy Board Chairman.

6. The 27th May 2008 Board of Directors of AB „Rokiskio suris“ resolved:

1. Pursuing resolutions of the 25th April 2008 General Shareholders' Meeting to support and increase the price of AB “Rokiskio suris” shares, it will be acquired up to 2 810 000 (two million eight hundred ten thousand) units of AB “Rokiskio suris” ordinary registered shares of LTL 1 (one) par value. It would make 6,58 % of the Company's Authorised capital.

2. The price set for the acquisition of treasury shares is equal to LTL 5,20 (five litas 20 cents) per ordinary registered share.

3. Minimal quantity of intended purchase - 10 000 (ten thousand) ordinary registered share of AB “Rokiskio suris”.

4. Period for the purchase of treasury shares - 14 days.

5. Purchase of treasury shares will be commenced as from submission of official tender.

7. AB „Rokiskio suris“ purchased block of own shares

In the course of voluntary tender offer as from 10th June till 25th June 2008, (28th June - pay date) AB „Rokiskio suris“ purchased 1 297 386 ordinary registered shares which makes 3,04 % of the Company's authorized capital. Having completed the tender offer, with previously purchased own shares, the company owns 2 755 036 shares with one litas par value. It makes 6,45 per cent of the authorized capital. The treasury shares do not have voting right.

8. Regarding temporary limitation to export the company's production to Russia

According to the information we have, State Food and Veterinary Service received a letter from Russian Federal Authority of Veterinary and Sanitary which states that Russian Veterinary Service determined unacceptable substances in the samples of production imported by AB Rokiskio suris. Therefore, from June 16th 2008 it is imposed a temporary limitation to deliver the company's production to Russia. The trade in Russian territory by the company's production was not ceased and the limitation was canceled immediately.

9. Corrected results of AB „Rokiskio suris“ group for the first half year 2008

The six month 2008 consolidated non-audited sales of AB „Rokiskio suris“ group made LTL 316.842 million (EUR 91.764 million), i.e. 1,2 per cent more than in the same period last year. The six month 2007 consolidated sales made LTL 313.113 million (EUR 90.684 million).

The consolidated non-audited net loss of AB „Rokiskio suris“ group for the first half year 2008 made LTL 15.550 million (EUR 4.504 million). The consolidated non-audited net profit for the first half year 2007 made LTL 13.201 million Lt (EUR 3.823 million).

The first half year was loss-making due to several reasons: firstly, significantly increased prices for raw milk and, secondly, due to decreased prices of the exported products.

In September, the Board of Directors of AB „Rokiskio suris“ will consider again the evaluated results for the full year 2008 and announce corrected prognosis.

All information on the company's material events is presented following Article 28 of the Law on Securities of the Republic of Lithuania.

The company publishes its information through the base of Central Public Information, on the website of Vilnius Securities Exchange <http://www.baltic.omxnordicexchange.com> and the company's website www.rokiskio.com

16. Information on observance of the Company management codex

In general, Rokiskio suris AB proceeds with the recommendations provided by the 21st August 2006 Governance Code approved by Vilnius Stock Exchange.

TO: The Lithuanian Securities Commission
Konstitucijos pr.23
Vilnius

28th August 2008

ENDORSEMENT BY THE RESPONSIBLE PERSONS

Pursuing Article 22 of the Law on Securities of the Republic of Lithuania and in accordance with the rules of preparation and submission of periodical and supplementary information approved by the Securities Commission of the Republic of Lithuania, we, the undersigned – the Chief Executive Officer Antanas Trumpa and the Chief Financial Officer Antanas Kavaliauskas – approve that the six month consolidated financial interim report of „Rokiškio sūris“ for the year 2008, is formed in accordance with applicable accounting standards, is true and shows fair assets, obligations, financial state and profits (loss) of the Company and total consolidated group.

Attached: Six month consolidated financial interim report of „Rokiškio sūris“ for the year 2008.

Chief Executive Officer



Antanas Trumpa



Chief Financial Officer



Antanas Kavaliauskas



**CONSOLIDATED FINANCIAL INTERIM
REPORT OF AB “ROKIŠKIO SŪRIS”
FOR SIX MONTH PERIOD
FOR THE YEAR 2008**

(Prepared in accordance with the rules of preparation and submission of periodical and supplementary information approved by the Securities Commission of the Republic of Lithuania)

AB „ROKIŠKIO SŪRIS“ CONSOLIDATED FINANCIAL ACCOUNT as at 30th June 2008

Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lithuania
(prepared according to International Accounting Standards)

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

Consolidated Balance sheet

	June 30 2008	December 31 2007	June 30 2007
PROPERTY			
Non-current assets			
Long-term tangible assets	119 308	113 451	114 880
Intangible assets (with prestige)	3 756	3 815	395
Other receivables in a year	14 911	21 952	13 774
	137 975	139 218	129 049
Current assets			
Inventories	112 422	104 195	63 903
Receivables and advance payments	108 600	59 923	87 037
Short-term investments	22 541	25 985	19 721
Cash and cash equivalents	1 560	4 623	3 127
	245 123	194 726	173 788
Total assests	383 098	333 944	302 837
EQUITY AND LIABILITIES			
Capital and reserves			
Ordinary shares	42 716	42 716	42 716
Share premium	41 473	41 473	41 473
Reserve for acquisition of treasury shares	28 746	14 394	14 394
Treasury shares	(15 492)	(4 702)	-
Other reserves	7 074	5 362	69 805
Retained earnings	71 729	113 245	27 765
	176 246	212 488	196 153
Non-current liabilities			
Non-current liabilities	504	504	
Deferred income	6 978	5 946	10 269
	7 482	6 450	10 269
Current liabilities			
Trade and other payables	60 228	67 455	38 196
Income tax liabilities	7 061	8 413	-
Deferred income	1 461	2 160	6 132
Povisions	-	824	-
Financial debts	130 620	36 154	52 087
	199 370	115 006	96 415
Total equity and liabilities	383 098	333 944	302 837

AB „ROKIŠKIO SŪRIS“
CONSOLIDATED FINANCIAL ACCOUNT as at 30th June 2008

Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lithuania

(prepared according to International Accounting Standards)

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

Consolidated profit (loss) report

	6 month ended		3 month ended	
	June 30 th		June 30 th	
	2008	2007	2008	2007
Sales	316 842	313 113	177 977	169 069
Cost of sales	(303 986)	(265 551)	(169 158)	(138 361)
Gross profit	12 856	47 562	8 819	30 708
Selling and marketing expenses	(25 530)	(28 525)	(12 716)	(17 486)
Operating profit	(12 674)	19 037	(3 897)	13 222
Finance costs	(1 639)	(1 335)	(1 286)	(701)
Profit before tax	(14 313)	17 702	(5 183)	12 521
Income tax	(1 237)	(4 501)	(875)	(2 834)
Operating activity income	(15 550)	13 201	(6 058)	9 687
Minority interests				
Net profit	(15 550)	13 201	(6 058)	9 687

AB „ROKIŠKIO SŪRIS“

CONSOLIDATED FINANCIAL ACCOUNT as at 30th June 2008

Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lithuania

(prepared according to International Accounting Standards)

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

Consolidated cash flow statement

	6 months ended at June 30 th	
	2008	2007
Operating activities		
Profit before tax and minority interest	(14 313)	17 702
<i>Corrections:</i>		
– depreciation	12 519	12 598
– depreciation (negative prestige not included)	233	241
– written off long-term tangible assets	34	29
– loss in long-term tangible asset sales	13	9
– interest expenses	2 276	1 615
– interest income	(276)	(148)
– net unrealized currency exchange profit	(27)	321
– export subsidies received	-	(12 966)
– depreciation of long-term tangible asset support	(1 128)	(1 046)
<i>Circulating capital changes:</i>		
- inventories	(8 227)	38 801
- payables	(7 227)	25
- receivables and advance payments	(42 608)	(17 284)
Cash flows generated from operating activities	(58 731)	39 897
Interest paid	(2 276)	(1 615)
Income tax paid	(2 589)	(2 907)
Cash flows from operating activities	(63 596)	35 375
Investing activities		
Purchase of long-term tangible assets	(16 997)	(7 652)
Purchase of intangible assets	(112)	(26)
Purchase of investments	-	-
Loans granted to farmers and employees	(765)	(2 158)
Proceeds from long-term tangible asset sales	232	601
Repayments of loans granted to farmers and employees	3 370	1 501
Interest received	276	148
Subsidies for long-term tangible assets	-	2 232
Net cash flows from investing activities	(13 996)	(5 354)
Financing activities		
Acquisition of treasury shares	(10 790)	
Finance lease principal payments	(82)	
Loans granted	286 924	86 032
Loan repayments received	(191 621)	(103 514)
Dividends paid	(9 902)	(10 081)
Net cash flows from financing activities	74 529	(27 563)
Net increase in cash and cash equivalents	(3 063)	2 458
Cash and cash equivalents at the beginning of the period	4 623	669
Cash and cash equivalents at the end of the period	1 560	3 127

AB „ROKIŠKIO SŪRIS“
CONSOLIDATED FINANCIAL ACCOUNT as at 30th June 2008

Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lithuania

(prepared according to International Accounting Standards)

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

Consolidated Own Capital Change Statement (thousand LTL)

	Share capital	Share premium	Reserve for acquisition of treasury shares	Treasury shares	Other reserves	Retained earnings	Total
Balance at 31 st December 2006	47 462	41 473	30 000	(20 352)	69 805	24 645	193 033
Decrease in share capital	(4 746)	-	(15 606)	20 352			
Acquisition of own shares							
Dividends relating to 2006	-	-	-			(10 081)	(10 081)
Net profit	-	-	-	-	-	13 201	13 201
Balance at 30th June 2007	42 716	41 473	14 394	-	69 805	27 765	196 153
Balance at 31st December 2007	42 716	41 473	14 394	(4 702)	5 362	113 245	212 488
Profit distribution			14 352		1 712	(16 064)	
Acquisition of own shares		-		(10 790)			(10 790)
Dividends relating to 2007	-	-	-			(9 902)	(9 902)
Net profit	-	-	-	-	-	(15 550)	(15 550)
Balance at 30th June 2008	42 716	41 473	28 746	(15 492)	7 074	71 729	176 246

AB „ROKIŠKIO SŪRIS“

CONSOLIDATED FINANCIAL ACCOUNT as at 30th June 2008

Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lithuania

(prepared according to International Accounting Standards)

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

Commentary on the Report

1. General information

The joint stock company “Rokiškio sūris” (hereinafter – the company) is a public listed company incorporated in Rokiskis.

The shares of AB “Rokiškio sūris” are traded on Vilnius Stock Exchange and they are included on the Baltic Official trade list (VVPB symbol – RSU1L).

The Consolidated Group (hereinafter – the Group) consists of the Company, its two branches, six subsidiaries and two joint ventures. (As at 30th June 2007: two branches and one subsidiary). The branches and subsidiaries that comprise consolidated Group are indicated below:

	Operating as at 30 th June	
Branches	2008	2007
Utenos pienas	Yes	Yes
Ukmergės pieninė	Yes	Yes

	Group's share (%) as at 30 th June	
Subsidiaries	2008	2007
UAB „Rokiškio pienas“	100,00	100,00
UAB „Skeberdis ir partneriai“	100,00	-
UAB „Skirpstas“	100,00	-
KB „Zalmarge“	100,00	-
UAB „Batenai“ *	100,00	-
UAB „Pecupe“ *	100,00	-

Joint venture		
UAB “Pieno upės”	50,00	-
SIA Jekabpils piena kombinats	50,05	-

* These subsidiaries were not consolidated due to their insignificance.

The above-mentioned branches and subsidiaries are incorporated in Lithuania, and one joint venture – in Latvia.

The Group's main line of business is the production of fermented cheese and a wide range of other dairy products. On 30th June 2008, 1 643 employees worked in the Group (compared to 1 672 employees as at 30th June 2007).

2. Accounting Principles

These consolidated financial statements have been prepared according to International Financial Reporting Standards as adopted by the European Union.

The consolidated financial statements have been prepared under the historical cost convention.

Subsidiaries are the entities over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Transactions among the Group's enterprises, residual values and retained transaction earnings between the Group's enterprises are eliminated. Unrealised loss is eliminated too; however, it is considered to be the sign of transfer asset value decrease. The accounting principles of daughter enterprises were changed where necessary in order to ensure their consistency with the accounting principles applied by the Group.

The Group applies a policy of treating transactions with minority interests as transactions with parties external to the Group. Disposals to minority interests result in gains and losses for the Group that are recorded in the income statement.

The Group's interests in jointly controlled entities are accounted for by proportionate consolidation. The Group combines its share of the joint ventures' individual income and expenses, assets and liabilities and cash flows on a line-by-line basis with similar items in the Group's financial statements. The Group recognises the portion of gains or losses on the sale of assets by the group to the joint venture until it resells the assets to an independent party. However, a loss on the transaction is recognised immediately if the loss provides evidence of a reduction in the net realisable value of current assets, or an impairment loss.

The consolidated financial report is presented in Lithuanian litas (LTL), which is the functional and presentation currency of both the company and any of the Group enterprises.

The value of long-term tangible assets is valued at historical cost less accumulated depreciation. Subsequent costs are included into the asset's carrying amount or recognized as separate assets, as appropriate, only when it is likely that in future the Group will receive economic benefits associated with the item and the cost of the item will be measured accordingly. All other repairs and maintenance expenses are charged to the income statement during the financial period in which they have been incurred.

Depreciation on property, plant and equipment is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

Buildings	25 – 55 years
Plant & machinery	5 - 15 years
Motor vehicles	3 - 5 years
Equipment and other property, plant and equipment	3 - 8 years

The asset residual values and useful lives are reviewed, and adjusted, if appropriate, at each balance sheet date.

The Group's software which is expected to bring the Group material benefit in future, is valued at cost price less accumulated depreciation. Depreciation is calculated using the straight-line method for the estimated useful life from 1 to 5 years.

Borrowings and receivables are non-derivative financial assets which have fixed or determined payments and which are not quoted in the active market. They are reported as current assets when their term is no longer than 12 months from the balance sheet preparation date; otherwise, they are

reported as non-current assets. In the balance sheet borrowings and receivables are reported under trade and other receivables.

Inventories are reported at their cost price or at their net sale value, depending on which of the values is smaller. The cost price is calculated using the method of FIFO. The cost of ready production or production in progress consists of raw material, direct labour and other direct or indirect production expenses less borrowing costs. Net sale value is a valuated sale price under usual business conditions less production completion and sale expenses.

In the beginning receivable sums are reported at their fair value and subsequently at their depreciated cost less value decrease sum, using the method of effective interest rate. The value decrease of receivables is determined when there is objective evidence that the Group will fail in getting back all the sums during the terms determined in advance. Value decrease sum is the difference between the carrying amount and the actual value of evaluated future cash flows, discounted using the effective interest rate method. In the income statement the value decrease sum is reported under general and administrative expenses. Bad debts are written off in the year when they are determined as impossible to settle.

Cash and cash equivalents are reported at their nominal value. In the cash flow statement cash and cash equivalents mean bank and cash-register money, as well as bank overdrafts. In the balance sheet bank overdrafts are reported under financial debts as current liabilities.

Ordinary registered shares are reported at their nominal value. The sum received from sold shares exceeding their nominal value is reported as share premium. Additional expenses directly attributed to new share emission are reported by subtracting them from share premium.

When the company or its daughter enterprises acquire the company shares, the sum paid for them, including all additional expenses, is subtracted from shareholder property as treasury shares until they are not sold, newly launched for sales or cancelled. When treasury shares are sold, launched for sales or cancelled no profit or loss are reported in the income statement. When such shares are subsequently sold or launched for sales again, the means received are reported as shareholders' own capital change in the consolidated balance sheet.

Other reserves are formed following the general annual shareholder meeting decision concerning division of retained earnings.

In the beginning liabilities are reported at their fair value without transaction costs. Subsequently the loans granted are reported at their depreciated cost, whereas the difference amount between the proceeds received (less transaction costs) and the loan repayments is reported in the income statement during the entire loan period using the method of effective interest rate.

Income is taxed 15 per cent (in 2007 - 15 per cent) of income tax rate according to the laws on taxes of the Republic of Lithuania.

Following the adopted Lithuanian Provisional Law on Social Tax, social tax at the rate of 3 per cent for 2007 should be paid on taxable income earned during 2007.

For its employees the Group pays social income payments to the State Social Insurance Fund (henceforth – the fund), following a determined payment plan and in accordance to local legal act

requirements. Social insurance payments are considered to be expenses, following accumulation principle. They are reported under salary expenses.

Income from sale consists of the fair value of proceeds received or receivable for the goods sold and services provided during the Group's operating activities. It is received by subtracting the added value tax, returned goods and price allowances, and by removing the sales inside the Group. The income from production sale is counted only after the purchaser overtakes all the significant risks and benefits related to proprietary rights.

Interest income is acknowledged in proportion using the method of effective interest rate.

In the Group's financial report payment of dividends to the company's shareholders becomes obligatory only after it is confirmed by the company's shareholders.

The general income per share is counted by dividing the shareholders' net profit by the weighted average of ordinary registered shares launched. The ordinary registered shares bought by the Group are not included since they are valued as treasury shares.

The Company's single business segment is production of cheese and other dairy products, therefore, information on key business segment is not presented. The Group is organized on a basis of two main business segments: Fresh milk products and Cheese and other dairy products. Secondary reporting format – geographical. A geographical segment is engaged in providing products or services within a particular economic environment that are subject to risks and return that are different from those of segments operating in other economic environments.

Governmental subsidies are counted at their fair value when there is enough evidence confirming that subsidies are to be received and the Group is in conformity with the conditions raised.

Export subsidies, paid by the Government for every ton of goods in conformity with requirements, are registered under income from sales.

In the balance sheet the government subsidies granted to finance the purchase of long-term tangible assets are reported under long-term future income. They are acknowledged as income using the straight-line method during the relative long-term tangible asset functional working period.

Putting offs are evaluated as the actual value of expected obligatory expenses, applying the pre-tax tariff which reflects actual market considerations concerning cash time value and appropriate obligation risks. Putting off increase due to period changes is acknowledged as interest costs.

Trade payables are recognized initially at fair value and subsequently measured at amortised cost using effective interest method.

3. Information on segments

Primary segment – business segments

The Group's two main business segments:

- Fresh dairy products;
- Cheese and other dairy products.

Other operations of the Group mainly comprise of milk collecting activity. Transactions between the business segments are on normal commercial terms and conditions.

Secondary segment – geographic segments

All the Group's assets are in Lithuania. Analysis of the Group's income from sales according to markets is as follows:

Sales

	2008 06 30	2007 06 30	Change (%)
Lithuania	125 056	105 951	18,03
European Union countries	130 243	145 543	-10,51
Commonwealth of Independent States	57 333	53 645	6,87
Other (including the United States and Japan)	4 210	7 974	-47,20
Total	316 842	313 113	1,19

Income from sales attributed to geographic segments according to the customer's location.

Income analysis according to groups:

	2008 06 30	2007 06 30	Change (%)
Product Sales	316 061	305 559	3,44
Export subsidies	-	6 750	-100,00
Provided services	781	804	-2,86
	316 842	313 113	1,19

Following the European Commission's Regulation "Concerning covering export costs of milk and dairy products", starting from 1st May 2004 the company has the right to receive subsidies for the cheese exported to the countries determined by the latter Regulation. Export subsidies are paid for every ton of exported production which is in conformity with the Regulation requirements. Payable export subsidies are reported under trade and other payables.

4. Long-term tangible assets

In the income statement the depreciation charge of long-term tangible assets is reported in the following entries: selling and marketing expenses, general and administrative expenses and cost of sales, as well as in production in progress and ready production entries.

Software and intangible asset depreciation charge are accounted in the entry of general and administrative expenses.

5. Other receivables

	2008 06 30	2007 06 30	Change (%)
Long-term loans granted to farmers	10 286	11 814	-12,93
Long-term loans granted to employees	340	445	-24,44
Investments	1 590	-	100,00
Other	2 695	1 515	77,89
Total	14 911	13 774	8,25

The repayment terms of loans granted to farmers vary from 1 to 15 years, whereas the annual interest rate varies from 1 to 10 per cent.

The repayment terms of loans granted to employees vary from 5 to 25 years, whereas the interest rate for them is not calculated.

The company's managing bodies believe that the balance sheet values of long-term receivables are their fair values.

6. Inventories

	2008 06 30	2007 06 30	Change (%)
Raw material	11 916	9 718	22,62
Production in progress	15 180	12 073	25,74
Ready production	85 326	42 112	102,62
Total	112 422	63 903	75,93

7. Selling and Other Receivables

	2008 06 30	2007 06 30	Change (%)
Selling receivables	86 282	69 152	24,77
Receivable export subsidies	-	5 928	-100,00
VAT receivable	4 414	3 091	42,80
Other receivables	7 310	3 882	88,30
Advance payments and future period expenses	10 594	4 984	112,56
Total	108 600	106 758	1,73

8. Cash and cash equivalents

	2008 06 30	2007 06 30	Change (%)
Bank and cash-register money	1 560	1 677	-6,98
Current deposits	-	1 450	-100,00
Total	1 560	3 127	-50,11

9. Share capital

As at 31st December 2007, the share capital was comprised of 42 716 530 (forty two million seven hundred sixteen thousand five hundred thirty) ordinary registered shares with par value of LTL 1 each.

As at 31st December 2007, AB „Rokiškio sūris“ owned 783 650 (seven hundred eighty three thousand six hundred fifty) treasury shares with par value LTL 1 each which makes 1, 83 % of the Authorised Capital of AB „Rokiškio sūris“.

During the period from 1st January 2008 to 30th June 2008, AB „Rokiškio sūris“ implemented official voluntary non-competitive acquisition of own shares and acquired 1 971 386 (one million nine hundred seventy one thousand three hundred eighty six) own ordinary registered shares with par value LTL 1 each.

As at 30th June 2008, AB „Rokiškio sūris“ owned 2 755 036 (two million seven hundred fifty five thousand thirty six) with par value of LTL 1 each which makes 6,45 % of the Authorized capital of AB „Rokiškio sūris“. The company does not have the right to employ property and non-property rights using the own shares as stated by the Law on Joint Stock Companies.

As at 30th June 2008, the Group had 5 589 shareholders.

10. Financial ratios

	2008 06 30	2007 06 30	Change (%)
Revenue (LTL thousand)	316 842	313 113	1,19
EBITDA (LTL thousand)	715	32 156	-97,78
EBITDA margin (%)	0,23	10,27	-97,76
Operations profit (LTL thousand)	(12 674)	19 037	-166,58
Margin of operations profit (%)	(4,00)	6,08	-165,90
Profit per share (LTL)	-	3,09	
Number of shares (units)	42 716 530*	4 271 653**	-

* - LTL 1 par value per share

** - LTL 10 par value per share

11. Information on the audit

The audit according to the International Accounting Standards will be made for the full year 2008 by audit company UAB “PricewaterhouseCoopers”.