CONSOLIDATED INTERIM REPORT

OF THE FINANCIAL YEAR 2011/2012

OF AB LINAS AGRO GROUP

FOR 3 MONTHS PERIOD

ENDED 30 SEPTEMBER 2012

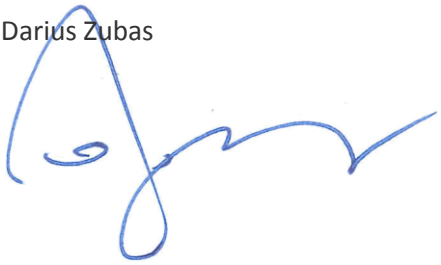


CONFIRMATION OF RESPONSIBLE PERSONS

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

AB Linas Agro Group Managing Director Darius Zubas

30 November 2012



AB Linas Agro Group Finance Director Tomas Tumėnas

30 November 2012



1. COMPANY DETAILS

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

2. ABOUT AB LINAS AGRO GROUP

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

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

Together with partners, the controlling company owns logistic company UAB Jungtinė Ekspedicija, agricultural machinery, grain elevators equipment and seeds trading company UAB Dotnuvos projektai and grain storage company Karčemos kooperatinė bendrovė.

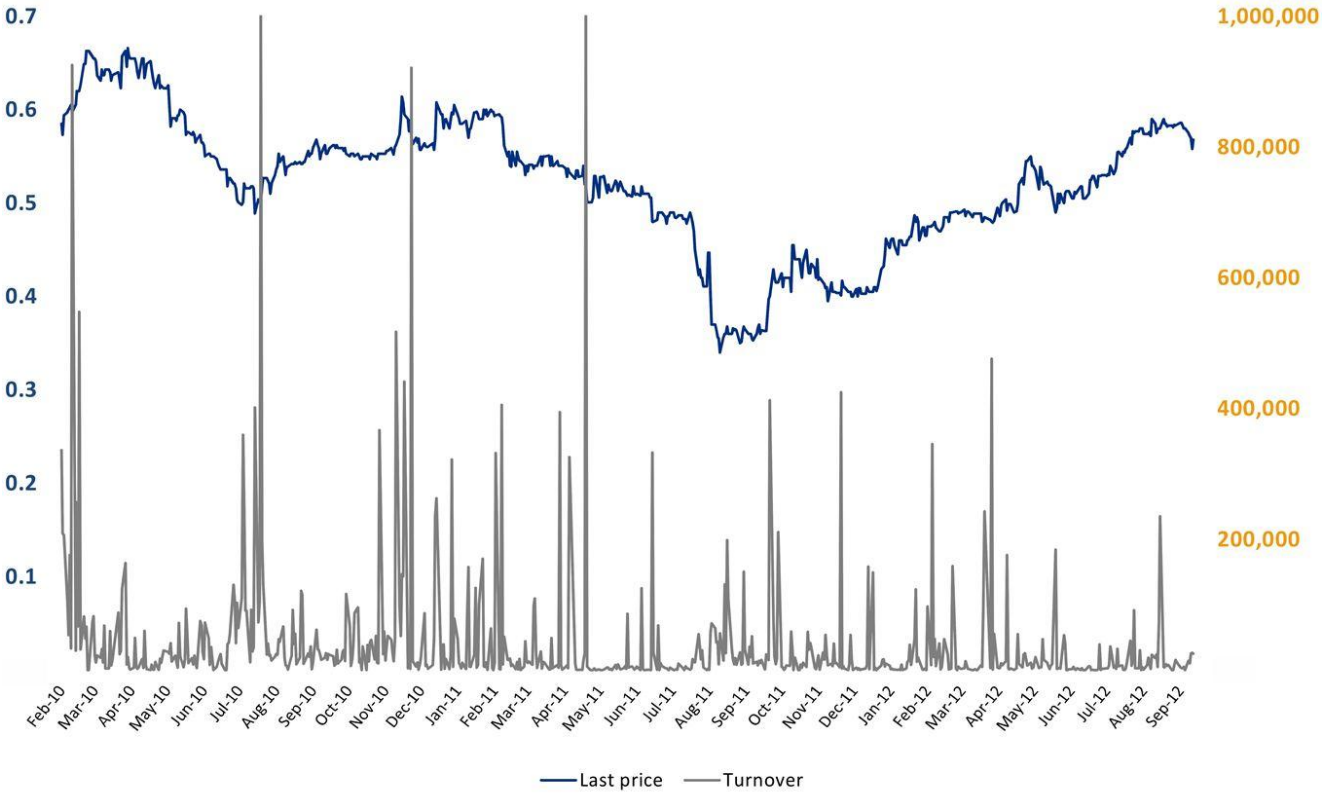
The Group's activities are subdivided into five basic operating segments: Grains and Oilseeds, Feedstuffs, Farming, Agricultural Inputs, and Other Activities. Division into separate segments is dictated by

different types of products and character of related activities; however, activities of the segments are often interconnected. The holding company performs only the management function and is not involved in any trading or production activities.

The total headcount of the Group amounts to 778 employees. The financial year of most of the companies of the Group begin on 1 July.

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

Starting from 17 February 2010, the Company has been listed on NASDAQ OMX Vilnius Stock Exchange. Information on changes in the prices of Company's shares and turnover from starting trade until the end of the reporting period, i. e. 30 September 2012, is presented in the following diagram:



4. ACTIVITY RESULTS OF THE GROUP

Consolidated turnover of AB Linas Agro Group in the first quarter of 2012/2013 financial year totaled LTL 337 million and was 24% less as compared to the corresponding period of the previous year (LTL 444 million) that included turnover of Ukrainian company PJ-SC UKRAGRO NPK. Not taking into consideration the turnover of the latter company, the Group's turnover actually increased by 34%.

The Group's sales tonnage reached 333 thousand tons of various grains and agricultural inputs and was 15% less as compared to previous year (392 thousand tons). Excluding PJ-SC UKRAGRO NPK sales volumes, Group's sales tonnage grew by 93 thousand tons.

The Group's operating profit reached LTL 32.5 million or was up by 55% as compared to the respective period of the previous financial year (LTL 20.9 million) and the net profit before tax amounted to LTL 35 million (compared to LTL 19.3 million previous year). The net profit attributable to the Group reached LTL 32.4 million (LTL 13.4 million previous year).

Grain storage facilities owned by AB Linas Agro Group processed 382 thousand tons of various grains or 35% more than over the respective period of the previous year.

In July 2012 The Group acquired agricultural company Kėdainiai district Labūnavos ŽŪB, which sales has been already consolidated and amounted to LTL 5.4 million.

FINANCIAL RATIOS

	2012/2013 3 months	2011/2012 3 months	2010/2011 3 months
Sales (LTL)	**338,668,000**	**443,933,000**	**378,893,000**
Turnover (in tons)	**332,943**	**393,279**	**405,765**
Net profit (loss) attributable to the Group (LTL)	**32,392,000**	**13,412,000**	**15,052,000**
Operating profit (LTL)	**32,523,000**	**20,936,000**	**17,174,0000**
Operating profit (LTL) by segments :			
Grains and oilseeds	**(7,872,000)**	**175,000**	**7,170,000**

Feedstuffs	**7,205,000**	**1,824,000**	**1,570,000**
Agricultural inputs	**3,955,000**	**16,345,000**	**8,053,000**
Farming	**19,336,000**	**(2,918,000)**	**(1,976,000)**
Other products and services	**13,446,000**	**7,918,000**	**3,155,000**

OVERVIEW

Total grain yield in markets where the Group operates was different. It is expected that harvest in Baltic countries - Lithuania and Latvia – will reach a record high figures over the last five years. It is expected that harvest in Lithuania will reach 4.1 million tons (37% more as compared to 2011) and in Latvia – 2.1 million tons (27% more). In Russia and Ukraine, on the contrary, the expected yield is to be by one-third less than last year. World grain prices have fluctuated as in previous years, but the price volatility was higher as compared to the same period last year. Grain prices due to lower than 2011 worldwide harvest increased in the first financial quarter of the year (especially in July and August) and reached record highs (f. i., wheat price in MATIF Exchange fluctuated around 260-265 euros per ton, the price of oilseed rape was 500-520 euros per ton).

The turnover of the Group amounted to LTL 339 million and was 24% less as compared to LTL 444 million earned during the same period of the last year. One of the main reasons of decline was the divestment of Ukrainian company (sold in February, 2012).

Group managed to maintain its gross profitability level almost unchanged – 7.2% compared to 7.1% of the previous financial year. The Group's operating profit reached LTL 32.5 million and was up by almost 55% as compared to the respective period of 2011/2012 financial year (LTL 20.9 million). The Group does not expect to incur unexpected losses due to non-delivery of goods after it has implemented more strict risk management policy.

Group's operating costs amounted to LTL 13.1 million and were 12% higher than during the respective period of the last year (LTL 11.7 million). Operating cost growth is mainly explained by negative impact of exchange rate fluctuation, which is accounted into Group's operating expenses (LTL 1.6 million loss was incurred).

The performance of the companies owned by the Group together with partners (UAB Dotnuvos Projektai and UAB Jungtinė Ekspedicija) was profitable. The aggregated net profit of the companies was approx. LTL 8 million (LTL 2.4 million in 2011/2012 financial year).

ACTIVITY RESULTS BY SEGMENTS

GRAINS AND OILSEEDS

Traditionally the largest business segment of the Group generated the turnover of LTL 120 million during three months of the financial year (LTL 142 million in 2011/2012 financial year) and the operating loss amounted to LTL 7.8 million (LTL 0.2 million operating profit in FY 2011/2012). The operating loss was mainly due to accounting principles, as the vast majority of grain storage costs are accounted for the whole value while the trading volume during the first three months has been quite low. In addition, the Group accounted for the whole amount losses from hedging activities (loss of LTL 8.2 million). More than 127 thousand tons of various grains (mostly oilseed rape and wheat) were sold. Trade volume of the segment decreased by almost 15% as compared with previous year as loading into vessels rescheduled into next quarters.

FEEDSTUFFS

The turnover of feedstuffs segment reached LTL 130 million and the operating profit totaled LTL 7.2 million. Approximately 130 thousand tons of feedstuffs were sold, i.e. 2.3 times more than during the respective period last year (56 thousand tons). Growing demand for feedstuffs on European market was the key driving factor for such revenue growth. The Groups expects quite successful and profitable operations for this business segment over the other reporting periods of the financial year.

AGRICULTURAL INPUTS

After the Group sold Ukrainian company PJ-SC UKRAGRO NPK, trade volume of the segment declined both in litas and tonnage, although profitability remained almost unchanged. The gross margin remained at 8.5% as compared to 9.0% in FY 2011/2012. The turnover of the segment reached LTL 65 million and was 3.6 times less as compared to the respective period of the last year (LTL 232 million). Excluding sales volumes of Ukrainian fertilizers, the turnover of the segment grew up almost twice from LTL 38 million to LTL 65 million. Sales volumes of fertilizers sold in Lithuania grew up by 80%, seeds sales tripled, plant protection products sales increased by 10%.

FARMING

This segment covers agricultural production. In July 2012 the Group acquired agricultural company Kėdainiai district Labūnavos ŽŪB which turnover in the first quarter of this year was LTL 5.4 million. Due to the record harvest and consolidation of Kėdainiai district Labūnavos ŽŪB into the Group the aggregated revenues of the segment grew from LTL 16 million to LTL 27 million. The operating profit amounted to LTL 19 million (LTL 3 million loss was recorded in FY 2011/2012). The profit increase is mainly explained by a positive impact of market asset value of Kėdainiai district Labūnavos ŽŪB as compared to its acquisition value.

OTHER PRODUCTS AND SERVICES

The sales of this business segment are predominated essentially by activities of grain storage facilities controlled by the Group. Due to the high harvest in Lithuania and Latvia and increased own grain storage capacity turnover of this segment reached LTL 41 million and was 64% up as compared to previous year (LTL 25 million in FY 2011/2012). The gross profit of the segment was LTL 14.8 million (LTL 8.9 million in previous year) while operating profit – LTL 13.4 million that was 70% higher compared to respective period of the previous year.

FINANCIAL COSTS

Financial expenses over referenced period amounted to LTL 1.8 million and were 44% less as compared to the previous year. After elimination of financial expenses of the Ukrainian company that were accounted in FY 2011/2012, the total financial costs remained almost unchanged (LTL 1.7 million). Taking into account expectations of the record high harvest, the Group forecast that demand for working capital as well as financials costs are to increase. The main aim of the Group's treasury remains unchanged – to supply sufficient financial resources in order to maintain Group's demand for its working capital.

CASH FLOWS

Group's cash flow from operating activities before the changes in working capital declined to LTL 19.1 million as compared to LTL 21.9 million of the corresponding period of the previous year. Cash flow from operating activities after changes in working capital was negative amounting to LTL 126 million (positive LTL 23.7 million over the respective period of 2011/2012 financial year). This is mainly explained due to the

beginning of trade season and substantially increased stocks before the balance sheet date. Group's cash balance at the end of the reporting period amounted to LTL 61 million (LTL 11 million over the respective period of 2011/2012 financial year).

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

THE PUBLICLY DISCLOSED INFORMATION

During the reporting period ended September 30, 2012, the Company publicly disclosed and distributed via NASDAQ OMX GlobeNewswire system and in Company's website the following information:

AB Linas Agro Group notification about interim twelve months financial results of the financial year 2011/2012	Interim information	En, Lt	2012-08-30 10:05:32 EEST
AB Linas Agro Group is planning the purchase of 50% of shares of UAB Dotnuvos projektai	Notification on material event	En, Lt	2012-08-06 11:48:30 EEST
Linas Agro Group acquired Labūnavos agricultural company	Notification on material event	En, Lt	2012-07-16 09:00:30 EEST

KEY EVENTS



16 August, 2012 the farming company Noreikiškių ŽŪB was established.

6. SUBSEQUENT EVENTS

On 12 October 2012 AB Linas Agro Group spent LTL 32 million to acquire 50% shares of UAB Dotnuvos Projektai from other shareholders - natural persons, and took over the management of the company.

CONTACT PERSONS:

Finance Director

Tomas Tumėnas

Ph. + 370 45 507 393

Email t.tumenas@linasagro.lt

Investor Relations Specialist

Agnė Barauskaitė

Ph. + 370 45 507 346

Email a.barauskaite@linasagro.lt