



Consolidated Quarterly report for the period  
1st October 2010 – 31st December 2010

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## 1. General information about Company

### 1.1 Company details

<b>Company name:</b>	Agroliga Group PLC
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### 1.2 Company profile

Agroliga Group ("Group") is Ukraine based company conducting food and agricultural business. The Group produces sunflower oil, grain and breeds milk cows. The Group consists of six companies:

- Agroliga Group PLC – the holding company based in Cyprus
- Agroliga operating in Ukraine. It conducts plant production;
- Mechnikovo operating in Ukraine. It specializes in milk cows breeding and plant production;
- Agrokom Novaj Vodolaga operating in Ukraine. It conducts sunflower oil production;
- PLC Liga A operating in Ukraine. It focuses on sales and trading services for other companies in the Group.
- Group of Companies Agroliga LLC– the holding company based in Ukraine.

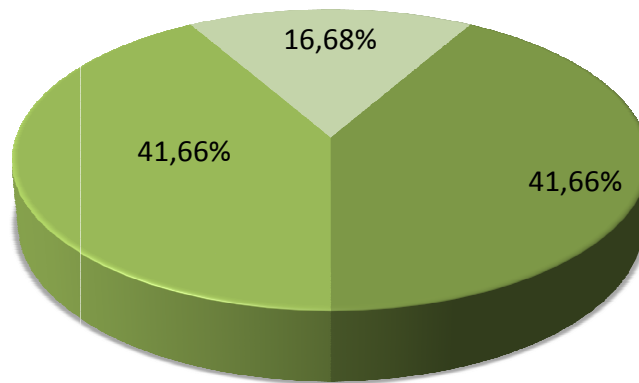
## 1.3 Management Board

Aleksander Berdnyk - Chairman of the Board of Directors

Bizserve Investments Limited – Member of the Board of Directors

Bizserve Management Limited – Member of the Board of Directors

## 1.4 Shareholder structure



■ Irina Poplavskaya ■ Alexandr Berdnyk ■ Others

## 2. Selected Financial Results

Table 1. Selected financial dates from the profit and loss account

Selected Financial Results	4Q2010*	Cumulative	Cumulative
		1-4Q2010	1-4Q2009
Revenues from the sale	1 058	3 796	1 895

Profit / loss on sale	988	1 543	804
Profit / loss from operating activities	169	1 213	536
Profit / loss Gross	170	1 171	481
Profit / loss net	163	1 218	528
Depreciation	36	106	72

*\*Accounting in 2009 was held according to national standards. In order to provide pro - forma consolidated financial statement for 2009 all data were transform to IFRS at annual basis, without quarterly division. So there are no comparative data for 4Q2009.*

Table 2. Selected financial dates from balance sheet

Selected financial dates from balance sheet	31.12.2010	31.12.2009
	€000	€000
Tangible fixed assets	670	654
Long-term receivables	00	00
Current assets	4 883	1 723
Short-term receivables	1 621	214
Cash and cash equivalentents	193	2
Equity	4110	1779

Long-term liabilities	12	17
Short-term liabilities	1 923	951

### 3. Management's comment on the factors and events that affect the achieved financial results

It was quite successful period for the Group. Market prices for agricultural production were rising all the time, and demand for sunflower oil was high. As a result, Group improved its financial results.

In the fourth quarter of 2010, Group achieved EUR 1,058m revenues. In the same time net profit reached EUR 0,163m.

This was possible mostly due to increased production of sunflower oil thanks to achievement the maximum capacity of the first production line in oil production and increase in prices of agricultural products produced by Group.

For the entire year, the Group generated EUR 3,796m revenues, 100,32% higher compared to EUR 1,895m in 2009. Net profit was EUR 1,218m, a 130,68% higher compared to EUR 0,528m in 2009.

The assets triple from EUR 1,723m to EUR 4,883m. The Group's equity increased about three times from EUR 1,779m to EUR 4,110 m.

### 4. Report on the Company's activities in 2010Q4

At the fourth quarter of 2010 Group was finishing harvest of this year and production on the oil refinery.

On the corporate level the Company focused on preparations to private placement, that was conducted in the end of 2010 and introducing shares to Alternative Trading System

on NewConnect market. This allowed the Company to gain approx. EUR 1 m from the private placement. Funds raised from the private placement will be assigned to implement issue objectives specified in the Information Document.

The Group's management was also conducting work over the Group's strategy that was described in documentation published in connection to the NewConnect debut. Main targets for years 2011-2015:

YEAR	PLANNED INVESTMENT
By 2012	<ul style="list-style-type: none"> <li>• Increase of productivity from 1 ha by 20-50%</li> <li>• Increase of herd by 200 pedigree, high-milk cows</li> <li>• Launch of second instalation for sunflower production able to produce 10 thousand tonnes a year, which will allow to increase total production by 17 thousand tonnes/year</li> <li>• Reach of 5% share in Charkow's sunflower oil production market</li> </ul>
By 2014	<ul style="list-style-type: none"> <li>• Investments to increase warehouse capacity, elevators and sunflower oil tanks</li> <li>• Increase of cows herd to 1,2 thousand</li> <li>• Introduction of employees' long-term motivational program, individual paths of development, rotation of human resources and share in Agroliga Group's profits</li> <li>• Reach of 5% share in Charkow's milk production market</li> </ul>
After 2015	<ul style="list-style-type: none"> <li>• Leasing of additional seeding grounds</li> <li>• Introduction of sunflower oil rafination, deodorization and confection technologies</li> <li>• Organization of production of milk preserves adressed to end client</li> <li>• Introduction of social programs</li> </ul>

## 5. The Management Board's opinion about the possibility of achieved the forecasts for 2010 in light of the presented financial data for the period from 01.10.2010 to 31.12.2010

According to preliminary results of 2010 year, we about to receive planned economic results. Consolidated revenue for period I – IV Q 2010 is 3.796 ths Euro (forecast – 4.478 ths Euro) and Consolidated profit is 1.218 ths Euro (forecast – 1.326 ths Euro).

There are two main reasons, why results of 4Q2010 differ from forecasts. At first, the summer heat of this year reduced crop harvest of agricultural division of the Group. Lower harvests resulted in increase in prices for agricultural products, which limited possible loss but didn't compensate lower income.

At second, planned investments in the second line of oil refinery was delayed from second part of 2010 to first part of 2011, slightly reducing our oil output and revenue of oil division of the Group.

## 6. Statement of the Board of Directors

On behalf of The Board of Directors I declare that according to my best knowledge, selected financial data and comparative data contained in this quarterly financial statements have been prepared in accordance with the rules of the Issuer and it gives a true and fair financial position of the Issuer and its income, and that the report on the activities of the Issuer provides a true picture of the situation of the Issuer, including a description of the main threats and risks.



Aleksandr Berdnyk  
Chairman of the Board of Directors