



**AB LIMARKO LAIVININKYSTĖS KOMPA NIJA**  
**LIMARKO SHIPPING COMPANY AB**

TO: Lithuanian Securities Commission  
Konstitucijos ave. 23  
LT-08105 Vilnius, Lithuania

2011-08-20 Nr. FIN-1-81-11

**Confirmation of responsible persons**

Following the Article No. 22 of Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission, we, Vytautas Lygnugaris, President & CEO of Limarko laivininkystės kompanija AB, and Renaldas Vyšniauskas, Finance Director of Limarko laivininkystės kompanija AB, hereby confirm, that to the best of our knowledge, the attached not audited Limarko laivininkystės kompanija AB Interim Financial Statements for the six months of 2011, prepared in accordance with International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position and profit or loss of Limarko laivininkystės kompanija AB. We hereby also confirm, that to the best of our knowledge, the report on business development and activities in the attached Interim Report for the first six months of 2011 is correct.

Enclosure:

1. Limarko laivininkystės kompanija AB Interim Financial Statements for the six months of 2011;
2. Limarko laivininkystės kompanija AB Interim Report for the first six months of 2011.

President & CEO

Vytautas Lygnugaris

Chief Financial Officer

Renaldas Vyšniauskas



# LIMARKO LAIVININKYSTĖS KOMPANIJA

Interim Financial Statements for the first six months of 2011



August 2011, Klaipėda

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The financial statements of Limarko laivininkystės kompanija AB (LLK) have been prepared in accordance with International Financial Reporting Standards (IFRSs), as adopted by the European Union.

Interim financial statements for the first six months of 2011 are not audited.

### Statement of financial position

In thousand of Lit	Note	2011 06 30	2010 12 31	2010 06 30
<b>Assets</b>				
Property, plant and equipment	6	244 173	258 523	281 992
Intangible assets	7	13	20	25
Other investments				83
Long term receivable				
<b>Total non-current assets</b>		<b>244 186</b>	<b>258 543</b>	<b>282 099</b>
Inventories	8	5 450	4 614	7 504
Trade and other receivable	9	10 864	12 084	13 356
Assets classified as held for sale			6 422	
Cash and cash equivalents	10	415	523	135
<b>Total current assets</b>		<b>16 729</b>	<b>23 643</b>	<b>20 995</b>
<b>Total assets</b>		<b>260 915</b>	<b>282 186</b>	<b>303 094</b>
<b>Equity</b>				
Issued capital		120 212	120 212	120 212
Reserves		7 645	7 645	7 645
Retained earnings		(33 671)	(41 980)	(45 390)
<b>Total equity</b>	11	<b>94 187</b>	<b>85 877</b>	<b>82 467</b>
<b>Liabilities</b>				
Interest-bearing loans and borrowings	12	105 072	138 827	99 125
Other long-term liabilities		110	110	
<b>Total non-current liabilities</b>		<b>105 182</b>	<b>138 937</b>	<b>99 125</b>
Interest-bearing loans and borrowings	12	38 738	24 627	90 232
Trade and other payables	14	22 808	32 745	31 270
<b>Total current liabilities</b>		<b>61 546</b>	<b>57 372</b>	<b>121 502</b>
<b>Total liabilities</b>		<b>166 728</b>	<b>196 309</b>	<b>220 627</b>
<b>Total equity and liabilities</b>		<b>260 915</b>	<b>282 186</b>	<b>303 094</b>

The notes set out on pages 6 to 15 form an integral part of these financial statements.



**Statement of comprehensive income**

In thousand of Litas	Note	April-June 2011	April-June 2010	January- June 2011	January- June 2010
Revenue	1	24 279	33 556	52 843	66 896
Cost of sales	2	(26 482)	(34 218)	(52 877)	(66 956)
<b>Gross profit</b>		<b>(2 204)</b>	<b>(661)</b>	<b>(35)</b>	<b>(59)</b>
Other operating	3	4	40	6	55
Distribution expenses		3	9	3	16
Administrative expenses	4	(1 432)	(1 663)	(2 816)	(3 080)
<b>Operating profit before financing costs</b>		<b>(3 628)</b>	<b>(2 275)</b>	<b>(2 842)</b>	<b>(3 069)</b>
Financial income		3 474	0	13 528	0
Financial expenses		(1 161)	(19 874)	(2 381)	(31 187)
<b>Net financial costs/income</b>	5	<b>2 313</b>	<b>(19 874)</b>	<b>11 146</b>	<b>(31 187)</b>
<b>Profit (loss) before tax</b>		<b>(1 315)</b>	<b>(22 149)</b>	<b>8 305</b>	<b>(34 255)</b>
Income tax expense	5	5		5	
<b>Profit (loss) for the year</b>		<b>(1 310)</b>	<b>(22 149)</b>	<b>8 309</b>	<b>(34 255)</b>
Other comprehensive income					
<b>Total comprehensive income, net of income tax</b>		<b>(1 310)</b>	<b>(22 149)</b>	<b>8 309</b>	<b>(34 255)</b>

The notes set out on pages 6 to 15 form an integral part of these financial statements.





### Statement of cash flows

In thousand of Lit	Note	H1 2011	H1 2010
<b>Cash flows from operating activities</b>			
Profit (loss) before tax		8 309	(34 255)
Adjustments for:			
Depreciation	6	12 540	13 959
Amortization	7	8	11
Income tax expense		(5)	
Gain (loss) on disposal of property, plant and equipment		1 394	(8)
Effects of exchange rate changes on borrowings		(13 029)	27 899
Interest expenses, net	5	2 376	1 356
<b>Net cash from ordinary activities before any changes in working capital</b>		<b>11 593</b>	<b>8 960</b>
Change in inventories		(836)	(426)
Change in assets classified as held for sale		6 422	
Change in receivable		1 274	(4 841)
Change in trade and other payables		(9 932)	(3 522)
<b>Net cash generated from ordinary activities</b>		<b>8 522</b>	<b>172</b>
Net interests paid / received		(2 376)	(1 356)
<b>Net cash used in operating activities</b>		<b>6 146</b>	<b>(1 184)</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	6	(2 454)	(3 999)
Acquisitions of intangible assets	7	(1)	(5)
Proceeds from sale of property, plant and equipment		2 816	10
<b>Net cash from investing activities</b>		<b>361</b>	<b>(3 994)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings			
Repayment of borrowings		(6 615)	
<b>Net cash used in financing activities</b>		<b>(6 615)</b>	
<b>Change in cash and cash equivalents</b>		<b>(108)</b>	<b>(5 178)</b>
<b>Cash and cash equivalents at 1 January</b>		<b>523</b>	<b>5 312</b>
<b>Cash and cash equivalents at 30 June</b>		<b>415</b>	<b>135</b>

The notes set out on pages 6 to 15 form an integral part of these financial statements.



### Statement of changes in equity

Thousand Litas	Note	Share capital	Legal reserve	Retained earnings	Total equity
As at 1 January 2010		120 212	7 645	(11 135)	116 723
<b>Comprehensive income for the period</b>					
Net profit (loss) for H1 2010				(34 255)	(34 255)
<b>Total comprehensive income for the period</b>				<b>(34 255)</b>	<b>(34 255)</b>
At 30 June 2010	11	<b>120 212</b>	<b>7 645</b>	<b>(45 390)</b>	<b>82 467</b>
As at 1 January 2011		120 212	7 645	(41 980)	85 877
<b>Comprehensive income for the period</b>					
Net profit (loss) for H1 2011				8 309	8 309
<b>Total comprehensive income for the period</b>				<b>8 309</b>	<b>8 309</b>
At 30 June 2011	11	<b>120 212</b>	<b>7 645</b>	<b>(33 671)</b>	<b>94 187</b>

The notes set out on pages 6 to 15 form an integral part of these financial statements.

### Explanatory letter

Limarko laivininkystės kompanija AB (the "Company") is a company registered in Lithuania. The Company provides the services of transportation of cargo by sea transport (vessels).

The major shareholder of the Company is Limarko UAB, a company incorporated in Lithuania, which owns 86.1% of the share capital (30 June 2011). The ordinary shares of the Company are listed on the NASDAQ OMX Vilnius.

The interim financial statements for the first six months of 2011 have been prepared in accordance with International Financial Reporting Standards (IFRSs), as adopted by the European Union.

The financial statements are presented in Litai, the legal currency of Lithuania, which is considered to be the functional currency of the Company, and are prepared on the historical cost basis except for available-for-sale financial assets which are measured at fair value, accounting records are maintained in accordance with Lithuanian laws and regulations.

#### 1. Revenue

In thousand of Litai	H1 2011	H1 2010
Voyage charter operations	28 872	46 437
Pool operations	15 540	12 683
Time charter operations	7 683	5 255
Demurrage	495	1 196
Other revenue	252	1 326
<b>Total revenue</b>	<b>52 843</b>	<b>66 896</b>



As of 30 June 2011, the Company owned 13 vessels: 10 reefer ships and 3 container ships (as of 30 June 2010 – 13 reefer ships and 3 container ships).

As of 30 June 2011, 6 ships were operated under a Pool agreement, 4 ships were chartered for separate voyages, and 3 ships under long-term charter agreements (as of 30 June 2010 – 7, 6 and 3 respectively).

The Company sold m/v Ignalina (built 1983) in January 2011 and m/v Argo (built 1985) in April 2011.

## 2. Cost of sales

In thousand of Litas	H1 2011	H1 2010
Crew costs	(12 186)	(13 604)
Depreciation	(12 386)	(13 800)
Fuel	(12 778)	(19 920)
Repair and maintenance of vessels	(6 328)	(7 697)
Insurance	(2 717)	(1 560)
Lubricating oil	(2 298)	(2 719)
Port dues	(1 731)	(4 548)
Commissions	(1 496)	(1 657)
Other costs	(956)	(1 452)
	<b>(52 877)</b>	<b>(66 956)</b>

## 3. Other operating items

In thousand of Litas	H1 2011	H1 2010
Insurance compensation	1 370	10
Other income	30	46
	<b>1 401</b>	<b>56</b>

In thousand of Litas	H1 2011	H1 2010
Net loss on sale of property, plant and equipment	(1 394)	(2)
Other expenses	(0)	
	<b>(1 394)</b>	<b>(2)</b>
	<b>6</b>	<b>55</b>





#### 4. Administrative expenses

In thousand of Litas	H1 2011	H1 2010
Staff costs	(1 325)	(1 504)
Rental costs	(390)	(415)
Depreciation and amortization	(161)	(170)
Business trips	(173)	(125)
Operation and maintenance expenses of real estate	(125)	(121)
Communication	(43)	(77)
Other costs	(600)	(669)
	<b>(2 816)</b>	<b>(3 080)</b>

#### 5. Net financial income / costs

In thousand of Litas	H1 2011	H1 2010
Financial income:		
Currency exchange rate gain	13 527	
Total financial income	13 527	
Financial expenses:		
Currency exchange rate loss		(29 790)
Interest on borrowings	(2 377)	(1 356)
Penalties	(1)	(4)
Other financial costs	(4)	(36)
Total financial costs	(2 381)	(31 187)
	<b>11 145</b>	<b>(31 187)</b>



## 6. Property, plant and equipment

In thousand of Litas	Land and buildings	Vessels and cars	Other assets	Total
<b>Cost</b>				
Balance at 1 January 2010	411	392 061	1 598	394 070
Acquisitions		3 995	4	3 999
Disposals		(4 643)	(45)	(4 688)
Balance at 30 June 2010	411	391 413	1 557	393 381
Balance at 1 January 2011	411	366 435	1 412	368 257
Acquisitions		2 450	4	2 454
Disposals		(20 308)	(38)	(20 345)
Balance at 30 June 2011	411	348 577	1 378	350 366
<b>Depreciation and impairment losses</b>				
Balance at 1 January 2010	106	100 880	1 130	102 116
Depreciation charge for the period	16	13 840	103	13 959
Disposals		(4 643)	(43)	(4 686)
Balance at 30 June 2010	123	110 077	1 190	111 389
Balance at 1 January 2011	139	108 458	1 138	109 735
Depreciation charge for the period	16	12 437	86	12 540
Disposals		(16 044)	(37)	(16 081)
Balance at 30 June 2011	155	104 852	1 187	106 193
<b>Carrying amounts</b>				
At 1 January 2010	304	291 181	468	291 953
At 30 June 2010	288	281 336	367	281 992
At 1 January 2011	272	257 977	274	258 523
At 30 June 2011	256	243 726	191	244 173

### **Security**

As of 30 June 2011, ships with the carrying amount of 235 896 thousand Litas (as at 30 June 2010 – 250 445 thousand Litas) were pledged to secure bank loans (see note 12).

### **Depreciation**

Depreciation is recognised in the following items of the statement of comprehensive income:



In thousand of Litas	H1 2011	H1 2010
Cost of sales	(12 386)	(13 798)
General and administrative operating expenses	(154)	(161)
	<b>(12 540)</b>	<b>(13 959)</b>

## 7. Intangible assets

In thousand of Litas	Software	Total
Balance at 1 January 2010	315	315
Acquisitions	5	5
Disposals		
Balance at 30 June 2010	320	320
Balance at 1 January 2011	320	320
Acquisitions	1	1
Disposals	(2)	(2)
Balance at 30 June 2011	319	319
<b>Amortisation and impairment losses</b>		
Balance at 1 January 2010	284	284
Amortisation for the period	11	11
Disposals		
Balance at 30 June 2010	295	295
Balance at 1 January 2011	300	300
Amortisation for the period	8	8
Disposals	(2)	(2)
Balance at 30 June 2011	306	306
<b>Carrying amounts</b>		
At 1 January 2010	31	31
At 30 June 2010	25	25
At 1 January 2011	20	20
At 30 June 2011	13	13

Amortisation charge is provided in cost of sale and administrative costs.

## 8. Inventories

In thousand of Litas	2011-06-30	2010-06-30
Fuel	4 228	5 951
Lubricating oil	1 222	1 553
	<b>5 450</b>	<b>7 504</b>



During the six months of 2011 fuel and lubricants, amounting to 15 075 tLTL (during the six months of 2010 – 22 639 tLTL) were recognized under cost of sales.

## 9. Receivables

In thousand of Lit	2011-06-30	2010-06-30
Trade receivable	7 636	8 441
Prepaid expenses	2 701	3 686
Prepayments	67	620
Other receivable	460	610
	<b>10 864</b>	<b>13 356</b>

The majority of prepaid expenses comprise of prepaid insurance expenses.

The ageing of trade and other receivables as at 30 June 2011 and 2010 can be specified as follows:

In thousand of Lit	Trade and other receivables not past due an impairment allowance on which is not recognised	Trade receivables past due an impairment allowance on which is not recognised					Total
		Less than 30 days	30–59 days	60–89 days	90–359 days	More than 360 days	
2010-06-30	9 050						9 050
2011-06-30	8 096						8 096

*Quality of financial assets not past due on which no impairment allowance has been formed*

No indication exists that receivables which are not past due and not impaired as at reporting date will not be settled as the Company provides services only to well known and solvent third parties.

## 10. Cash and cash equivalents

In thousand of Lit	2011-06-30	2010-06-30
Bank balances	386	106
Cash in hand	29	29
	<b>415</b>	<b>135</b>

In accordance with loan agreements with Swedbank AB, AB SEB Bankas and AS UniCredit Bank Lithuanian branch, the Company has pledged existing and future cash balances in certain bank accounts to these banks.

## 11. Share capital

As of 30 June 2011, the authorised share capital, issued and fully paid, comprised 120 212 429 ordinary shares at a par value of LTL 1 each.

Holders of ordinary shares are entitled to one vote per share in the General Meeting of the Company and are entitled to receive dividends.



The shares are listed in NASDAQ OMX Vilnius.

The total number of shareholders of Limarko laivininkystės kompanija AB on 30 June 2011 was 770.

Shareholders who on 30 June 2011 owned more than 5% of the Company's authorized capital:

Shareholder's name, surname (enterprise name, form, office address, enterprise register code)	Number (units) of shares belonging to shareholders by the right of ownership	Owned portion of the authorized capital	Portion of votes granted by shares belonging by the right of ownership	Portion of votes belonging to a shareholder jointly with associated persons
Limarko UAB (Naujoji uosto str. 8, Klaipėda, enterprise code 140765379)	103 445 997	86,1%	86,1%	86,1%

### Legal reserves

Under Lithuanian legislation, an annual allocation to the legal reserve should amount to at least 5% of the net profit, calculated as to International Financial Reporting Standards, until the reserve makes up 10% of the share capital. The reserve cannot be distributed.

## 12. Interest-bearing loans and borrowings

The company's interest-bearing loans and borrowings are as follows:

Lending institution	Ref	Principal amount	Balance tLTL 2011-06-30	Balance tLTL 2010-06-30
AB SEB Bankas, (mv "Andromeda")	a)	7 366 tUSD	17 688	4 513
AB SEB Bankas, (mv "Libra")				7 334
AB SEB Bankas, (mv "Serenada")				13 341
„Swedbank“, AB, (mv "Pluto" and mv "Uranus")	b)	6 219 tUSD	14 934	19 748
„Swedbank“, AB, (mv "Capella")	c)	7 620 tUSD	18 299	23 931
„Swedbank“, AB (mv "Cassiopea")	d)	12 577 tUSD	30 200	39 652
UniCredit Bank, (mv "America Feeder")	e)	6 908 tUSD	16 588	23 237
UniCredit Bank, (mv "Tokata")	f)	19 198 tUSD	46 101	57 601
<b>Total liabilities</b>		<b>59 888 tUSD</b>	<b>143 810</b>	<b>189 357</b>
Less: current portion		-16 132 tUSD	-38 738	-90 232
<b>Total long term portion of net liabilities</b>		<b>43 756 tUSD</b>	<b>105 072</b>	<b>99 125</b>

a) The loan was received to finance acquisition of the vessels "Andromeda", "Libra" and "Serenada". The loan is to be repaid by 20 October 2012. The loan is secured by pledging the vessels "Andromeda", "Libra", "Serenada" and "Marsas".

b) The loan was received to finance the acquisition of the vessels "Pluto" and "Uranus". The loan is to be repaid by 3 January 2013.

c) The loan was received to finance the acquisition of the vessel "Capella". The loan is to be repaid by 31 December 2013.

d) The loan was received to finance the acquisition of the vessel "Cassiopea". The loan is to be repaid by 18 September 2015.

Loans b), c) and d) are secured by pledging the vessels "Pluto", "Uranus", "Capella", "Cassiopea", "Astra", "Lyra" and "Marsas".



e) The loan was received to finance the acquisition of the vessel "America Feeder". The loan is to be repaid by 30 September 2017.

f) The loan was received to finance the acquisition of the vessel "Tokata". The loan is to be repaid by 15 March 2013.

Loans e) and f) are secured by pledging the vessels "Tokata", "America Feeder" and "Marsas".

### **13. Deferred tax assets and liabilities**

Due to the fact that in 2007 the Company chose a fixed tonnage tax, the base of which is independent of the Company's results, no temporary differences between tax and financial reporting exist. Due to this no deferred taxes arise in the Company.

### **14. Trade and other payables**

In thousand of Litas	2011-06-30	2010-06-30
Trade payable	15 771	20 553
Remuneration payable and related taxes	6 204	7 813
Amounts received in advance for voyages	736	2 705
Other payable	97	199
	<b>22 808</b>	<b>31 270</b>

### **15. Contingencies**

At the issuance date of the financial statements the Company did not have any contingent liabilities.

### **16. Contingent assets and liabilities**

The tax authorities have not performed a full scope tax review of Limarko Shipping Company AB for the period from 2006 to 30 June 2011. According to prevailing tax legislation the tax authorities have the right to check accounting registers and records of the company for 5 years prior to the current accounting period and may charge additional taxes and penalties. The Company's management is not aware of any circumstances that may give rise to a potential material liability in this respect.

### **17. Segment reporting**

Segment reports to the management of the company are prepared on a type of vessels basis – vessels of each segment operate in different markets. There are two segments based on the vessels' types – reefers and container vessels. The Company operates exclusively in the international shipping market and geographical segment reporting is not possible.





During the six months of 2011:

In thousand of Lit	Reefers	Containers	Unallocated	Total
Voyage income	44 679	8 163	-	52 843
Voyage costs	(15 451)	(616)	-	(16 067)
<b>Net voyage result</b>	<b>29 228</b>	<b>7 547</b>		<b>36 775</b>
Vessel operating costs	(20 042)	(4 382)	-	(24 424)
Administration expenses	-	-	(2 652)	(2 652)
<b>Operating result before depreciation, EBITDA</b>	<b>9 186</b>	<b>3 165</b>	<b>(2 652)</b>	<b>9 699</b>
Depreciation	(9 148)	(3 238)	(161)	(12 547)
<b>Operating result, EBIT</b>	<b>38</b>	<b>(73)</b>	<b>(2 813)</b>	<b>(2 848)</b>
Result from sale of property, plant and equipment	(1 394)	-	-	(1 394)
Net other operating items	1 370	2	28	1 401
Interest expenses	(1 170)	(1 206)	-	(2 377)
Result on currency exchange rate	6 353	6 675	498	13 527
Net other financial items	-	-	(4)	(4)
Taxes	-	-	5	5
<b>Net result</b>	<b>5 197</b>	<b>5 399</b>	<b>(2 286)</b>	<b>8 309</b>
Segment property, plant and equipment	147 268	95 661	1 257	244 186
Assets classified as held for sale	-	-	-	-
Segment borrowings	69 765	74 045	-	143 810
Aquisition of property, plant and equipment	2 452	-	3	2 455

During the six months of 2010:

In thousand of Lit	Reefers	Containers	Unallocated	Total
Voyage income	58 453	8 444	-	66 896
Voyage costs	(24 717)	(1 535)	-	(26 252)
<b>Net voyage result</b>	<b>33 736</b>	<b>6 909</b>		<b>40 644</b>
Vessel operating costs	(22 703)	(4 201)	-	(26 904)
Administration expenses	-	-	(2 894)	(2 894)
<b>Operating result before depreciation, EBITDA</b>	<b>11 033</b>	<b>2 708</b>	<b>(2 894)</b>	<b>10 846</b>
Depreciation	(10 714)	(3 086)	(170)	(13 970)
<b>Operating result, EBIT</b>	<b>318</b>	<b>(378)</b>	<b>(3 064)</b>	<b>(3 123)</b>
Result from sale of property, plant and equipment	(2)	(0)	10	8
Net other operating items	32	14	-	46
Interest expenses	(598)	(751)	(7)	(1 356)
Result on currency exchange rate	(14 023)	(13 876)	(1 892)	(29 790)
Net other financial items	-	-	(40)	(40)
Taxes	-	-	-	-
<b>Net result</b>	<b>(14 272)</b>	<b>(14 990)</b>	<b>(4 993)</b>	<b>(34 255)</b>
Segment property, plant and equipment	178 307	102 138	1 571	282 017
Segment borrowings	95 178	94 179	-	189 357
Aquisition of property, plant and equipment	2 808	1 190	5	4 004



## 18. Fair value of financial instruments

The Company's principal financial instruments not carried at fair value are trade and other receivables, trade and other payables, non-current and current borrowings.

Fair value is defined as the amount at which the instrument could be exchanged between knowledgeable willing parties in an arm's length transaction, other than in forced or liquidation sale. Fair values are obtained from quoted market prices and discounted cash flow models as appropriate.

The management of the Company is of the opinion that the carrying amounts of trade and other receivables, trade and other payables approximate their fair value due to their short-term nature, as well as borrowings approximate their fair value due to re-pricing based on the Libor interest rate in regular intervals.

## 19. Related parties

Limarko Shipping Company AB is a subsidiary of UAB Limarko, which owns 86,1% of the Company's share capital as at 30 June 2011.

UAB Limarko Jūrų Agentūra and UAB Baltkonta are subsidiaries of UAB Limarko.

Related party balances are as follows:

In thousand of Litas	30 June 2011		30 June 2010	
	Receivable	Payable	Receivable	Payable
UAB "Limarko"	-	2 455	-	1 326
UAB "Limarko jūrų agentūra"	-	74	-	69
UAB "Baltkonta"	-	-	-	7
	-	<b>2 529</b>	-	<b>1 402</b>

Related party transactions are as follows:

In thousand of Litas	January-June 2011		January-June 2010	
	Sales	Purchases	Sales	Purchases
UAB "Limarko"	1	823	-	589
UAB "Limarko jūrų agentūra"	-	74	-	-
UAB "Baltkonta"	-	9	-	-
	<b>1</b>	<b>906</b>	-	<b>589</b>

During the six months of 2011 Limarko UAB rendered vessel chartering (brokerage) services to the Company. Also the Company leases office premises from Limarko UAB.





# **LIMARKO LAIVININKYSTĖS KOMPANIJA**

Interim Report for the first six months of 2011

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## **1. The reporting cycle for which the report was drawn up**

The interim report was drawn up for the first six months of 2011; all numbers presented are as of 30 June 2011, unless otherwise indicated. In the report Limarko laivininkystes kompanija AB may be referred to as Enterprise, Company or Issuer.

## **2. Issuer and its contact information**

Issuer name:	Limarko laivininkystes kompanija AB
Legal and organizational form:	Public Limited Liability Company
Authorized capital:	120,212,429 LTL
Date and place of registration:	9 September 1991, Board of Klaipėda City
Registration certificate:	No. AB 95 – 114
Company code:	140346648
VAT payer's code:	LT403466412
Enterprise register:	Register of Legal Persons of the Republic of Lithuania
Office address:	Naujoji Uosto str. 8, LT-92125 Klaipėda, Lithuania
Telephone number:	+370 46 340001
Fax number:	+370 46 341195
E-mail address:	<a href="mailto:info@limarko.com">info@limarko.com</a>
Website address:	<a href="http://www.limarko.com">www.limarko.com</a>

## **3. The Nature of the Issuer's Main Activity**

The main activity of Limarko laivininkystes kompanija AB is transportation of cargo by water (sea) transport. In previous years the Company was mainly operating in the market of frozen, chilled and perishable food products transportation. On 17 November 2004 the General Shareholders Meeting resolved to expand the fleet by acquiring dry-cargo vessels. The main activity of Limarko laivininkystes kompanija AB became split into two fields: transportation frozen, chilled and perishable food products and dry cargo.

The Company may engage in other activities provided for in the Articles of Association.

## **4. Agreements with Intermediaries of Public Trading in Securities**

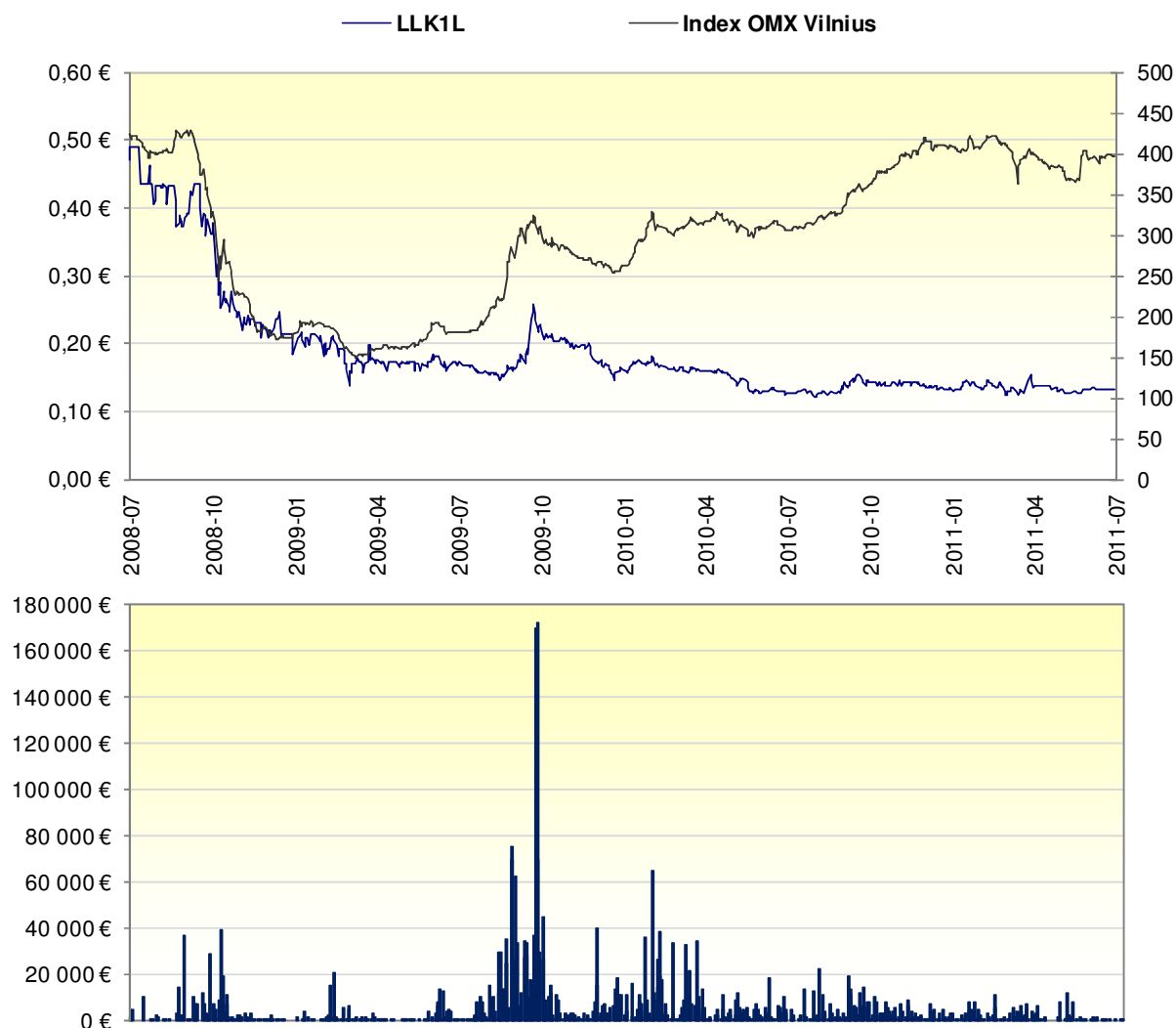
On 29 April 2003 the Company signed the Issuer's Service Agreement with the SEB Bank, represented by the Department of Finance Markets, located at the address Gedimino pr. 12, Vilnius, tel. (8 5) 268 2687, fax (8 5) 262 6043.

## **5. Information about trading in the Issuer's securities on regulated markets**

On 22 May 2000 the Issuer's shares were admitted to the lists of the NASDAQ OMX Vilnius. On 30 June 2011 the NASDAQ OMX Vilnius Baltic Secondary list of trading contained 120,212,429 ordinary registered shares of Limarko laivininkystes kompanija AB at par value of 1 (one) LTL each. The ISIN code of these securities is LT0000119646.



Dynamics of Limarko Shipping Company AB share price and turnover during the last three years:



Information about trading in Limarko laivininkystės kompanija AB shares on NASDAQ OMX Vilnius stock exchange during the first six months of 2011:

Opening price	Lowest price	Highest price	Last price	Average price	Turnover (unites)	Turnover
0,130 €	0,123 €	0,153 €	0,133 €	0,135 €	1 385 270	186 559 €

LLK market capitalisation as of 30 June 2011 was LTL 55.2 million (as at 30 June 2010 - LTL 51.7 million).





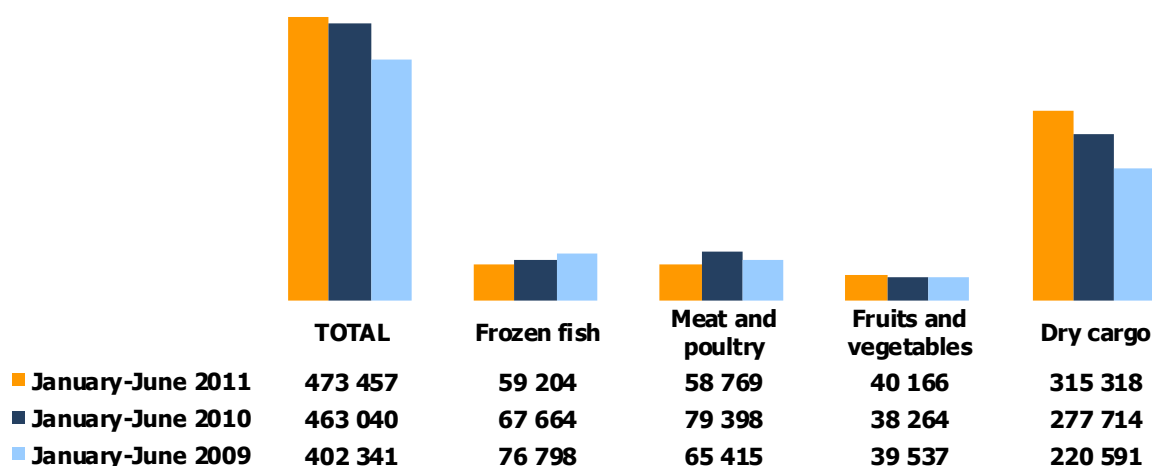
## 6. The objective review of the Company's state, activity performance and development; the description of the main risk types and uncertainties encountered by the enterprise

On 30 June 2011 the fleet of the Company consisted of 13 vessels: 10 reefers and 3 container vessels. (as of 30 June 2010 – 13 reefer ships and 3 container ships).

The Company sold m/v Ignalina (built 1983) in January 2011 and m/v Argo (built 1985) in April 2011.

As at 30 June 2011, 6 ships were operated under a Pool agreement, 4 ships were chartered for separate voyages, and 3 ships under long-term charter agreements (as at 30 June 2010 – 7, 6 and 3 respectively).

During the first six months of 2011 Limarko laivininkystės kompanija AB transported a total of 473 thousand tons of cargo, whereof 33% accounted for frozen, chilled and perishable food products, and the remaining 67% accounted for dry cargo:

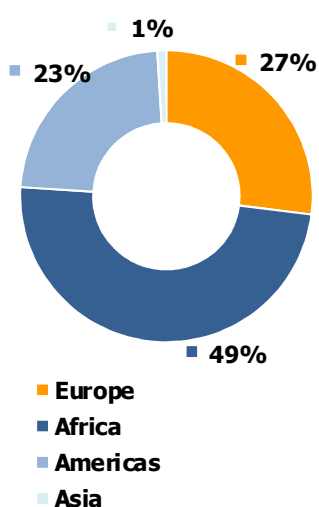


The total amount of cargo transported during the six months of 2011 increased by 2%, when compared to the first six months of 2010. Due to varying length of transportation routes and cargo structure, revenue of the Company is not directly related to the quantity of cargo transported.

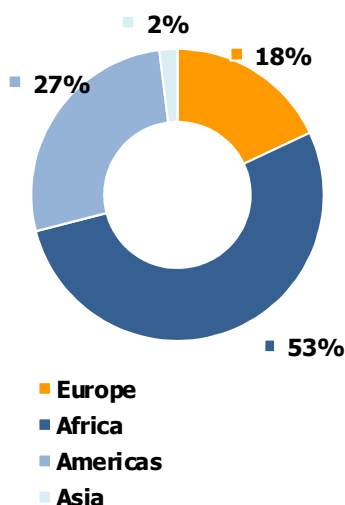
During the first six months of 2011, the main discharge regions of company's vessels were West Africa and Europe, which respectively accounted for 49 and 27 percent of all transported cargo. Transportations in Americas constituted 23 percent and 1 percent in Asia.



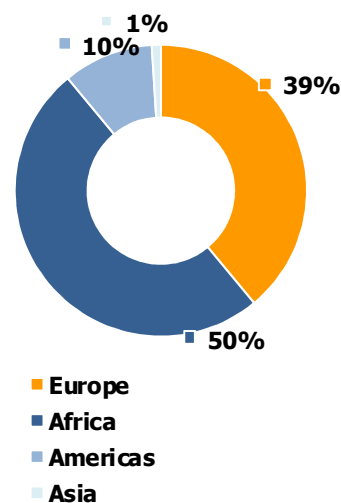
January-June 2011



January-June 2010



January-June 2009



#### Risk factors related to the Issuer's activity:

**Economic risk factors.** The vessels of Limarko laivininkystės kompanija AB are operating in the international market of sea cargo transportation, and the quality of its rendered services conforms to the international requirements.

The Company's sales depend on the situation in the international market. It is not dependant on monopoly consumers.

Procurement opportunities – of raw materials, consumables, manufacturing areas, workforce and financial resources – are unlimited. Raw materials and services are bought from diverse suppliers; consequently, the Company is not dependant on particular suppliers.

In the market of frozen, chilled and perishable food products transportation there exists the influence of seasonality, which manifests itself in the decrease of freight rates in the summer season.

**Currency exchange risk.** The Company encounters with the currency exchange risk, related to sales, purchases and borrowing costs denominated in currencies other than Litas and Euro. During the first six months of 2011 97% of all income from ordinary activity was received in US Dollars.

**Fair value interest rate risk.** In general, the Company's income and cash flows from ordinary activity are not dependent on changes in the market interest rate. The Company has not been granted nor issued itself any loans with a fixed interest rate, therefore was not exposed to the fair value interest rate risk.

**Price risk.** The rates of cargo transportation by sea as well as vessel hire rates vary depending on the situation in the market. The Company seeks to minimize the impact of the mentioned fluctuations by diversifying the fleet, i.e. maintaining the number of vessels for transportation of frozen, chilled and perishable food products or containers as well as proposing different ways of vessel charters (short-term, long-term, voyage).

**Credit risk.** The Company uses procedures which ensure that sales are performed to clients having a proper crediting history without exceeding the limit of credit risk set by the management. The Company did not have any concentration of significant credit risk at the balance sheet date.



**Liquidity risk.** A conservative management of liquidity risk enables to maintain sufficient cash and cash equivalents and to ensure alternative financing opportunities. During the six months of 2011 external financing for cash-flow was not used.

**Interest rate risk.** The Company's borrowings are subject to variable interest rates, related to LIBOR.

**Bank Loans.** As at 30 June 2011, ships with the carrying amount of 235,896 thousand Litass (as of 30 June 2010 – 250,445 thousand Litass) are pledged to secure bank loans. Note 12 of the Interim Financial Statements for the first six months of 2011 provides more details regarding bank loans.

**Capital management.** The aim of the Company is to keep the sufficient owner's equity share over borrowings at the level to sustain the confidence of investors, creditors and market, and to have the possibilities of business development in the future. The Company regularly monitors rates of capital return.

**Political risk factors.** Having regard to the particularities of the shipping business, the European Commission in 2004 adopted the Guidelines on State aid to maritime transport (2004/C 13/03). It is established in the Guidelines that one of the main measures to strengthen the maritime transport is the reduction of fiscal and other expenses of the ship owners. The aim of such state aid measures is to ensure the competitiveness of the European Union shipping sector in relation to the third countries. The Guidelines contain state aid measures, which are exclusively designed to promote maritime transport; however, this does not influence competition between different trades of the company, because shipping is developed in international markets.

**Social risk factors.** The average salary in the Enterprise exceeds the average salary in Lithuania. Part of the Enterprise's employees belongs to the trade-union of Limarko laivininkystes kompanija AB.

**Technical-technological risk factors.** The technical condition of the Enterprise's vessels is supervised by classification societies authorized by the national supervisory authority in charge of the technical condition of the vessels. These companies certify that the vessels conform to the international standards for the technical condition of vessels, that they may be operated and that no obstacles are applied to them in ports. The Enterprise's vessels undergo scheduled maintenance works, as well as dock repair works every 2-3 years in ship-repair enterprises both in Lithuania and abroad.

**Ecological risk factors.** The main ecological risk factor is related to the operation of the Company's vessels. The vessels are operated in most safe manner and in accordance with the strictest environmental standards. However, there still exists some probability that during an accident the environment may be negatively affected. However, the Company's vessels are insured in respect of incidents and consequences thereof, so in these cases the damage to the environment would be indemnified and fines would be paid by the insurance company, and such incidents and consequences thereof would have no impact on the Company's financial status.

## **7. Analysis of financial and non-financial activity results**

The revenue of Limarko laivininkystes kompanija AB for the first six months of 2011 amounted to LTL 52.8 million and decreased by 21% when compared to the revenue of LTL 66.9 million during the first six months of 2010.

During the first half of 2011 the Company achieved the EBITDA of LTL 9.7 million and the EBITDA margin was 18%. The EBITDA for the first six months of 2010 was LTL 10.8 million and the EBITDA margin was 16%. Increase of 2% in EBITDA margin was achieved during the first half of the year.

The profit of the Company for the first six months of 2011 was LTL 8.3 million. The loss of Limarko laivininkystės kompanija AB for the first six months of 2010 was LTL 34.3 million.

The main reasons affecting the results of the first half of 2011 were:

- the fall of the exchange rate of the US Dollar, which resulted in the currency exchange rate change gain of LTL 13.5 million.



- scheduled repairs to five vessels were performed during the first half of the year (during the second half of the year scheduled repairs shall be performed on one vessel).

The main financial results of Limarko laivininkystes kompanija AB:

In thousand of Litās	H1 2011	H1 2010	H1 2009	H1 2008	H1 2007
Income	52 843	66 896	71 590	77 165	73 992
EBITDA	9 699	10 846	16 093	19 385	23 592
<i>EBITDA margin</i>	<i>18,4%</i>	<i>16,2%</i>	<i>22,5%</i>	<i>25,1%</i>	<i>31,9%</i>
Gross profit	(35)	(59)	5 347	11 303	17 529
<i>Gross profit margin</i>	<i>-0,1%</i>	<i>-0,1%</i>	<i>7,5%</i>	<i>14,6%</i>	<i>23,7%</i>
EBIT	(2 848)	(3 123)	1 274	7 632	13 783
<i>EBIT margin</i>	<i>-5,4%</i>	<i>-4,7%</i>	<i>1,8%</i>	<i>9,9%</i>	<i>18,6%</i>
Profit (loss) before tax	8 305	(34 255)	(2 181)	11 800	13 474
<i>Profit (loss) before tax margin</i>	<i>15,7%</i>	<i>-51,2%</i>	<i>-3,0%</i>	<i>15,3%</i>	<i>18,2%</i>
Net profit (loss)	8 309	(34 255)	(2 181)	11 800	13 474
<i>Net profit (loss) margin</i>	<i>15,7%</i>	<i>-51,2%</i>	<i>-3,0%</i>	<i>15,3%</i>	<i>18,2%</i>
Equity	94 187	82 467	126 967	142 997	123 859
Financial debts	143 810	189 357	178 221	94 136	98 102
Total assets	260 915	303 094	332 725	264 717	243 978
Efficiency indicators:					
Return of assets, ROA	4,5%	-14,7%	-8,1%	7,3%	5,3%
Return on equity, ROE	12,4%	-54,0%	-21,2%	13,5%	10,4%
Return of capital employed, ROCE	4,9%	-16,4%	-8,8%	8,1%	5,8%
Liquidity indicators:					
Current ratio	0,27	0,17	0,39	0,90	0,84
Quick ratio	0,14	0,08	0,22	0,51	0,53
Cash ratio	0,01	0,00	0,06	0,26	0,26
Market indicators:					
P/E	4,7	(1,2)	(2,6)	8,1	13,0
Profit (loss) per share	0,07 Lt	(0,28 Lt)	(0,02 Lt)	0,11 Lt	0,12 Lt

### Explanation:

EBITDA = Earnings excluding other income + interest + taxes + depreciation and amortization

EBIT = Earnings excluding other income + interest + taxes

ROA = Net profit / Total assets at the end of the reporting period

ROE = Net profit / Total equity at the end of the reporting period

ROCE = Net profit / (Total equity at the end of the reporting period + financial liabilities)

P/E = share's market price / Profit (loss) per share

On 30 June 2011 the Company employed 434 employees, whereof 404 worked in the fleet and 30 in the administration (section 23) of the present report provides additional information on Company's employees).

Company's vessels are managed in accordance with strict environmental standards. There were no cases of pollution from Company's vessels during the first six months of 2011. In addition, Company vessels are insured against accident risks, and any damage caused or fines would be covered by the insurers.



## **8. References and additional explanatory notes regarding the data presented in the financial accountability**

All financial data provided in this annual report are calculated according to the International Financial Accountability Standards as adopted by the EU.

## **9. Information about own shares acquired and owned by the enterprise**

The Company does not possess any own shares. During the reporting period the Company neither acquired nor transferred any own shares.

## **10. Information regarding Company's branches and representative offices**

The Company has no branches or representative offices.

## **11. Company's operational plans and forecasts**

With an eye on the effectiveness of vessels' employments, during the second half of 2011 the Company intends to follow diversification path – the vessels will work in the Hamburg Reefer Pool, under spot contracts, as well as under long-term time charter-parties. During the second half of the year scheduled repairs shall be performed on one vessel

## **12. Research and development activities**

Company's employees are continuously interested in the novelties of vessel maintenance and care, which help to reduce maintenance costs, increase safety and effectiveness. The Company did not undertake any major research and development projects undertaken during the first six months of 2011.

## **13. Financial instruments**

**N/A.**

## **14. Information on material direct and indirect share holdings**

The Company does not directly or indirectly own material share holdings.

## **15. Shareholders having special control rights & description of such rights**

**N/A.**

## **16. The Issuer's Authorized Capital Structure**

On 30 June 2011 the Enterprise's authorized capital consisted of 120,212,429 ordinary registered shares at the par value of 1 LTL each.

The company shareholders have the following property rights:

- 1) To receive a share of the Company's profit (dividend);
- 2) To receive a portion of the funds of the Company when Company's authorized capital is reduced in order to pay out a certain amount of the funds of the Company to the shareholders;
- 3) To receive a share of assets of the Company under liquidation;
- 4) To obtain shares gratuitously if the authorized capital is being increased from the Company's funds, excluding exceptions established by the Law on Companies;
- 5) To acquire, with the right of priority, any shares issued by the Company or convertible bonds,



- unless the General Meeting resolves to revoke this right for all shareholders;
- 6) To devise all or part of shares to one or more persons;
  - 7) To assign all or part of shares to other persons by the right of ownership;
  - 8) To lend money in favour of the Company;
  - 9) Other property rights established by the Company's Articles of Association.

The company shareholders have the following non-property rights:

- 1) To participate in General Shareholders Meetings;
- 2) To obtain all information regarding the Company's economic activity;
- 3) To appeal to a court against the decisions or actions taken by the General Meeting, the Board or the head of the administration. One or more shareholders are entitled, without a separate authority, to claim the indemnification of damage caused to the shareholders;
- 4) To conclude an agreement with an auditing firm for the inspection of the Company's activity and documentation;
- 5) Other non-property rights established by the laws and the Company's Articles of Association.

The structure of the authorized capital of Limarko laivininkystes kompanija AB according to the types of shares:

Type of shares	Number of shares	Par value	General nominal value	Portion in authorized capital
Ordinary registered shares	120,212,429	1 LTL	120,212,429	100%

All shares of Limarko laivininkystės kompanija AB are paid-up.

Changes in the authorized capital during the last 3 years:

	2011-06-30	2010-06-30	2009-06-30
The authorized capital (Ordinary registered shares, units)	120 212 429	120 212 429	120 212 429
The authorized capital (Nominal value, in Litass)	120 212 429	120 212 429	120 212 429

## 17. Information on paid dividends

The Company has not paid dividends for the last five financial years.

## 18. Restrictions on assignment of securities

N/A.

## 19. Shareholders

The total number of shareholders of Limarko laivininkystes kompanija AB on 30 June 2011 was 770.

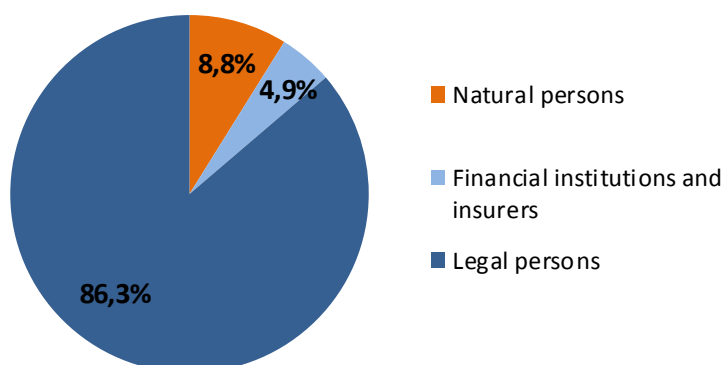
Shareholders who on 30 June 2011 owned more than 5% of the Company's authorized capital:

Shareholder's name, surname (enterprise name, form, office address, enterprise register code)	Number (units) of shares belonging to shareholders by the right of ownership	Owned portion of the authorized capital	Portion of votes granted by shares belonging by the right of ownership	Portion of votes belonging to a shareholder jointly with associated persons
Limarko UAB (Naujoji uosto str. 8, Klaipėda, enterprise code 140765379)	103 445 997	86,1%	86,1%	86,1%





Kinds of shareholders:



95% of the shareholders are residents of the Republic of Lithuania and 5% - residents of other countries.

## 20. All restrictions on voting rights

N/A.

## 21. Description of major investments during 2011

During the first six months of 2011, investment into capitalised docking repairs amounted to LTL 2,5 mln.

## 22. All mutual agreements by shareholders, of which the Issuer is aware and due to which the assignment of securities and (or) voting rights may be restricted

N/A.

## 23. Employees

	2011-06-30	2010-06-30	2009-06-30
<b>Average number of employees:</b>	<b>434</b>	<b>483</b>	<b>495</b>
Managing personnel	5	6	6
On-shore employees	25	28	31
Seafarers	404	449	458
<b>Average gross salary:</b>			
Managing personnel	11 060 Lt	11 067 Lt	11 868 Lt
On-shore employees	4 710 Lt	5 243 Lt	4 703 Lt
Seafarers (with daily allowance)	3 961 Lt	4 178 Lt	4 789 Lt

On 30 June 2011 the Company employed 434 employees, whereof 404 worked in the fleet and 30 in the administration.

Company's Collective Bargaining Agreement does not contain very special rights or obligations of the employees.



## **24. Powers of the Issuer to issue or acquire own shares**

In accordance with the Company Law of the Republic of Lithuania, General Annual Meeting of the can take decisions regarding the issuance or acquirement of own shares of the Issuer.

## **25. Procedure for the amendment of the Issuer's Articles of Association**

The Law on Companies of the Republic of Lithuania establishes that the amendment of the Articles of Association is an exclusive right of the General Shareholders Meeting.

The Company's Articles of Association stipulate that a decision concerning the amendment of the Articles of Association shall be taken by the majority, i.e. 2/3 of all votes cast by the shareholders entitled to vote and participating in the meeting.

## **26. Issuer's bodies**

The Company's Articles of Association determine that the Company's bodies are the General Meeting, the Board and the Head of the Administration.

The Articles of Association state that the competence of the General Meeting is established by the Law on Companies.

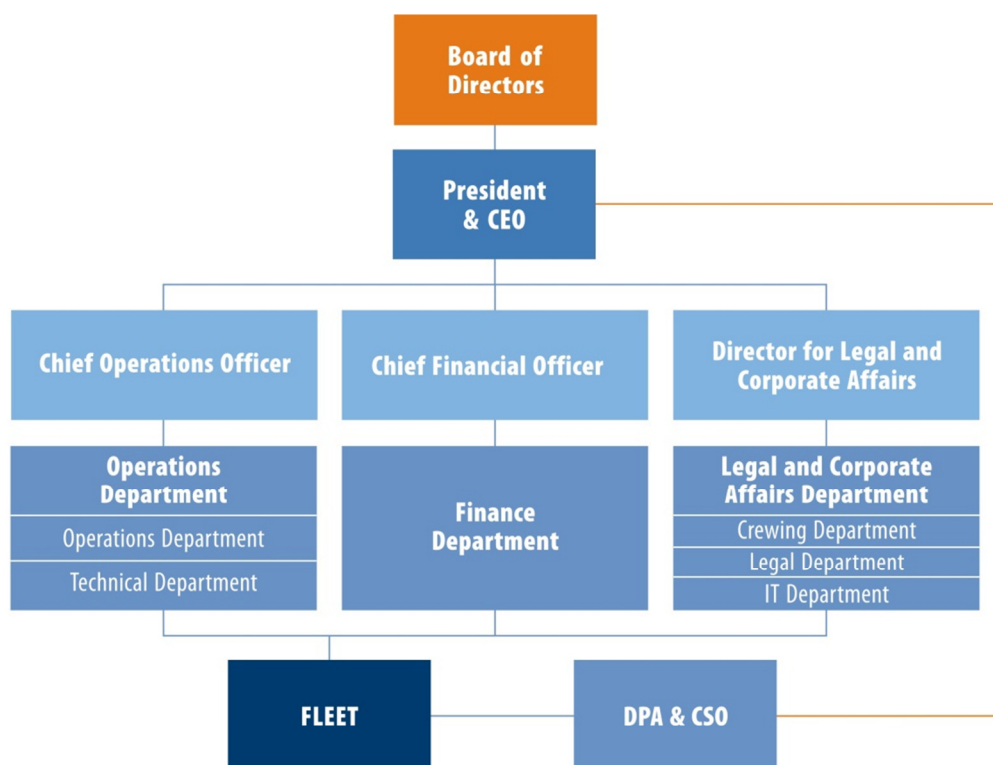
The Company's Board is the Company's management body, comprised of 5 members, elected in the order established by the Law on Companies for the term of four years. The Board members shall be recalled in the order established by the Law on Companies.

The Company's Articles of Association establish that the Board solves the main production, organizational, financial and economic matters of the Company, analyzes and appropates the activity strategy, the application of financial resources, approves the Company's organizational and management structure, elects and recalls the head of the administration and the chief finance officer as well as performs other functions established by the Law on Companies.

The head of the administration – President – is elected and recalled by the Board in the order established by the Law on Companies. The competence of the head of the administration is established by the Law on Companies - the head of the administration is responsible for the organization of the Company's activity, the implementation of its goals, is entitled to conclude deals in his sole discretion, excluding the cases established by the Law on Companies when the decision regarding the deal is to be adopted by the Board. While performing his activity, the head of the administration shall follow the decisions of the General Meeting and the Board.

The organizational structure of the Company:





## 27. Members of collegial bodies, the Company's chief executive officer, the chief financial officer

Personal status	Name, surname	Number of shares owned in the Issuer	Start date	End date
<b>Board:</b>				
Chairman of the Board	Vytautas Lygnugaris	2 949 852	2011-04-29	2015-04-29
Board member	Igoris Uba	1 264 222	2011-04-29	2015-04-29
Board member	Audrius Žiugžda	-	2011-04-29	2015-04-29
Board member	Egidijus Bernotas	-	2011-04-29	2015-04-29
Board member	Aurimas Lygnugaris	-	2011-04-29	2015-04-29
<b>Head of administration and Chief financial officer:</b>				
President & CEO	Vytautas Lygnugaris	2 949 852	2003-10-07	-
Chief Financial Officer	Renaldas Vyšniauskas	-	2004-02-17	-

Vytautas Lygnugaris - Chairman of the Board and President & CEO of Limarko laivininkystės kompanija AB. Mr. Lygnugaris is also the Chairman of the Board of Lithuanian Shipowners Association, Limarko UAB, Limarko jūrų agentūra UAB and Baltkonta UAB. In 2002 he graduated from the Baltic Management Institute with the executive MBA. In 1987 he graduated from State Maritime Academy of St. Petersburg.

Igoris Uba – member of the Board. Mr. Uba is the director general, member of the Board of Limarko UAB, Limarko jūrų agentūra UAB and Baltkonta UAB. He is also the member of the Board of Lithuanian



Shipbrokers and Agents Association. In 2004 he graduated from the Baltic Management Institute with the executive MBA. In 1984 he graduated from State Maritime Academy of St. Petersburg.

Audrius Žiugžda – member of the Board. Mr. Žiugžda is the Chief Executive Officer of Šiaulių bankas, AB. During 1992-2010 held various positions within AB SEB bank and during 2006-2010 he was the Chairman of the bank. In 2010 Mr. Žiugžda was the Advisor to CEO of TEO LT. In 1995 completed studies of business administration and management in Vytautas Magnus University and was awarded Master's degree. The Company considers A. Žiugžda to be an independent member of the Board.

Egidijus Bernotas - member of the Board. Mr. Bernotas is Attorney-at-law at Bernotas & Dominas Glimstedt law firm. He is also a member of the Board at Adminiculum UAB and Public Enterprise European Social, Legal and Economic Projects. In 1994 he graduated from the Law Faculty of Vilnius University with a master's degree in law. The Company considers Mr. Bernotas to be an independent member of the Board.

Aurimas Lygnugaris – member of the Board. Mr. Aurimas Lygnugaris is the head of Klaipeda Region Corporate Customers Unit at Nordea Bank Finland Plc Lietuvos skyrius (from July 2009); during 2004-2009 held various positions at Swedbank, AB. In 2004 he graduated from International School of Management with a Bachelor of Business Management (specialization – Finance management), in 2011 he graduated from the Baltic Management Institute with the executive MBA.

Renaldas Vyšniauskas - finance director, member of the Board of Limarko UAB. In 1995 he graduated from the Faculty of Economics of Vilnius University with a degree in economics. During 2000-2002 he worked as Chief Financial Officer at Western Shipyard. From 2003 to 2004 he worked as the head of finance and economics department of Plungės kooperatinė prekyba UAB. From 2004 he is the finance director of Limarko laivininkystės kompanija AB.

Information about remunerations and tantiemes to the members of managing bodies during the six months of 2011:

In Litais	Remuneration	Tantiemes
Total amount for all members of Board	0	0
On the average per member of the board*	0	0
Total amount for all members of administration	331 279	0
On the average per member of the administration **	66 256	0

**Notes:** \*The Board is composed of five members. Head of Administration is also the Chairman of the Board. His employment related income is calculated in the administration line. Other members of the Board did not receive employment related income from the Company.

\*\* The administration is composed of five members.

During the first six months of 2011, there were no loans, guarantees or sponsorship granted to the members of the Board or administration by the Company.



## 28. Committees constituted in the Company

Personal status	Name, surname	Number of shares owned in the Issuer	Start date	End date
<b>Audit Committee:</b>				
Independent Member	Arūnas Bučys	-	2011-05-13	2015-04-29
Member	Vaida Kazlauskaitė	-	2011-05-13	2015-04-29

Arūnas Bučys – the independent member of the Audit Committee of Limarko laivininkystės kompanija AB. During 1990-1994 he was the Chief Accountant of Kiras UAB, during 1994-2002 – finansist of Koris UAB. During this time he learned at the Audit Institute and obtained the status of independent auditor in 1997. From 2002 he is the director – auditor of Pajūrio auditas UAB.

Vaida Kazlauskaitė – Chief Accountant of Limarko UAB (from 2007); from 2001 to 2007 she worked at Prorūna UAB, Žemaitijos auditas UAB, Audito ir konsultacijų biuras, UAB as accounting and finance consultant, assistant auditor. In 2007 she graduated from Kaunas Technological University with a master degree in economics (specialisation – accounting and finance).

## 29. Material agreements to which the Issuer is a party and which would come into effect, be amended or terminated in case of change in the issuer's control, also their impact except the cases where the disclosure of the nature of the agreements would cause significant damage to the issuer.

N/A.

## 30. All agreements of the issuer and the members of its management bodies, or the employee agreements providing for a compensation in case of the resignation or in case they are dismissed without a due reason or their employment is terminated in view of the change of the control of the issuer

The Company has not concluded agreements with members of the management bodies providing for compensation in case of the resignation or in case they are dismissed without a due reason or their employment is terminated in view of the change of the control of the issuer. The only compensations that might need to be paid to the employees are foreseen in the Labour Code of the Republic of Lithuania.

## 31. Information regarding the major related parties transactions

This information is provided at note 19 of the Interim Financial Statements for the first six months of 2011.

## 32. Information on compliance with the Corporate Governance Code

Limarko laivininkystės kompanija AB in principle follows a recommendatory Corporate Governance Code for the Companies Listed on the Vilnius Stock Exchange.

## 33. Data on published information

In accordance with the requirements of securities market regulations, the Company during the six months of 2011 publicly announced the following information:



- 4 January 2011 Investor's calendar for 2011
- 28 February 2011 Unaudited operational results for the year 2010
- 8 April 2011 Notice on the Annual General Meeting of Shareholders and Draft Resolutions
- 28 April 2011 Operational results for the first quarter of 2011
- 29 April 2011 Decisions of the Annual General Meeting of Shareholders
- 29 April 2011 Audited annual information for the year 2010
- 17 May 2011 Resolutions adopted by the Board of the Company

All information concerning material events publicly announced is available for familiarisation at the office of Limarko laivininkystės kompanija AB at the address: Naujoji Uosto str. 8, Klaipėda, and on the Company's website [www.limarko.com](http://www.limarko.com).

