



**CONSOLIDATED INTERIM REPORT
OF THE FINANCIAL YEAR 2015/16**

OF AB LINAS AGRO GROUP

**FOR 6 MONTHS PERIOD
ENDED 31 DECEMBER 2015**

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 Bank of Lithuania, 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 six months of the financial year 2015/16, 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 six months of the financial year 2015/16 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

29 February 2016

Darius Zubas


AB Linas Agro Group Finance Director

29 February 2016

Tomas Tumėnas


CONTENT

1.	Reporting period of the interim report	1
2.	References and other explanatory notes on the information disclosed in the report	1
3.	Information about the Company and the Group	1
4.	The main activity	2
5.	Information about subsidiaries of the Company	3
6.	Employees	12
7.	Activity results of the Group	12
8.	The publicly disclosed information and other events of the reporting period	21
9.	Scope of risk and management thereof	22
10.	Authorized capital and shares of the Company	24
11.	Information about trade in the Company's securities in the controlled markets	25
12.	Shareholders	26
13.	Bodies of the Company	27
14.	Procedure of amendments to the Company's articles of association	31
15.	Information about the compliance with the Company Management Code	31

1 REPORTING PERIOD OF THE INTERIM REPORT

Financial year of AB Linas Agro Group starts on 1 July of the calendar year and ends on 30 June of the next year, therefore this interim report is prepared for the first six months of the financial year 2015/16, and all the figures are stated as at 31 December 2015, unless otherwise indicated. AB Linas Agro Group is also referred to as the Company and its group of companies is referred to as Group in this report.

2 REFERENCES AND OTHER EXPLANATORY NOTES ON THE INFORMATION DISCLOSED IN THE REPORT

All financial data in this semi-annual report are prepared in accordance with Financial Reporting Standards unless otherwise stated. Financial result is unaudited.

3 INFORMATION ABOUT THE COMPANY AND THE GROUP

Company name	AB Linas Agro Group
Legal form	Public company
Date and place of registration	27/11/1995 in Panevezys
Code of legal entity	148030011
VAT identification number	LT480300113
Company register	State Enterprise Centre of Registers (Valstybės įmonė 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

Bank account	LT07 7044 0600 0263 7111, AB SEB bank, bank code 70440
ISIN code	LT0000128092
Ticker in NASDAQ OMX Vilnius	LNA1L

Linus Agro Group together with its directly and indirectly controlled companies (hereinafter – subsidiaries) makes the Group, which was founded in 1991 and had 38 companies at the end of the reporting period, and operates in four countries – Lithuania, Latvia, Estonia and Denmark. As at 31 December, 2015 the total headcount of the Group amounted to 2,251 employees. The financial year of the Group begins on 1 July.

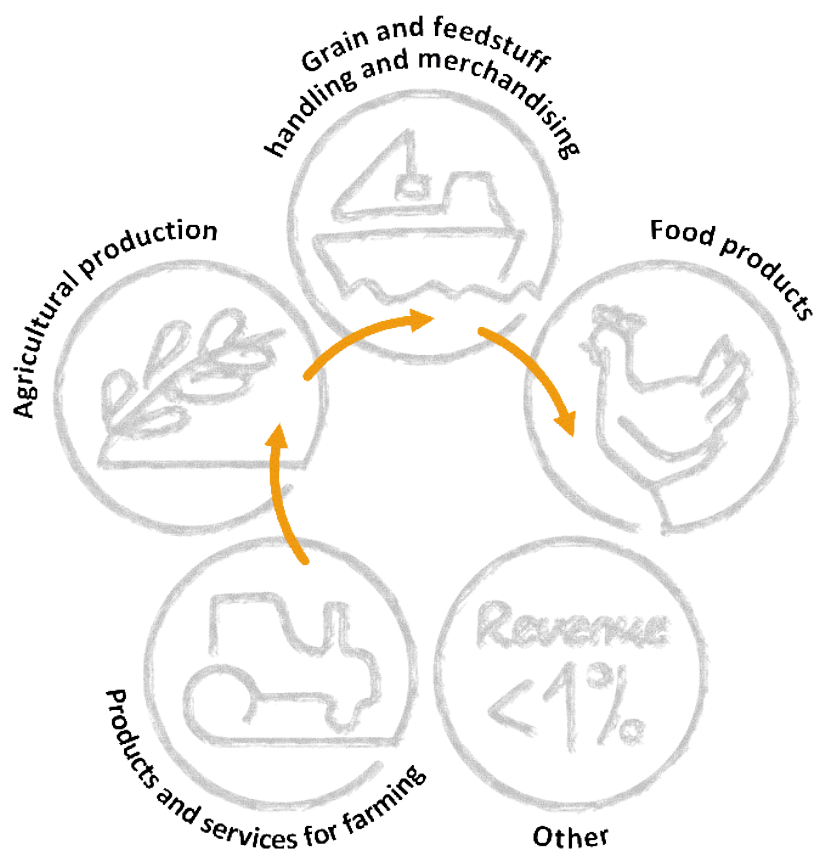
The Company does not have any branches and representative offices.

4 THE MAIN ACTIVITY

The subsidiaries controlled by the Company produce, handle and merchandise agricultural and food products; also provide products and services for farming. The Company performs only the management function and is not involved in any trading or production activities.

The Group is the leading exporter of grains and owns network of grain storage facilities. Also is one of the leaders in supplies of agricultural inputs (such as certified seeds, fertilizers and agricultural machinery) in Lithuania, has seed preparation plant. Also the Group is a major milk producer in Lithuania and poultry producer in Latvia.

The Group’s activities are subdivided into five basic operating Segments. Division into separate Segments is dictated by different types of products and character of related activities; however, activities of the Segments are often interconnected.

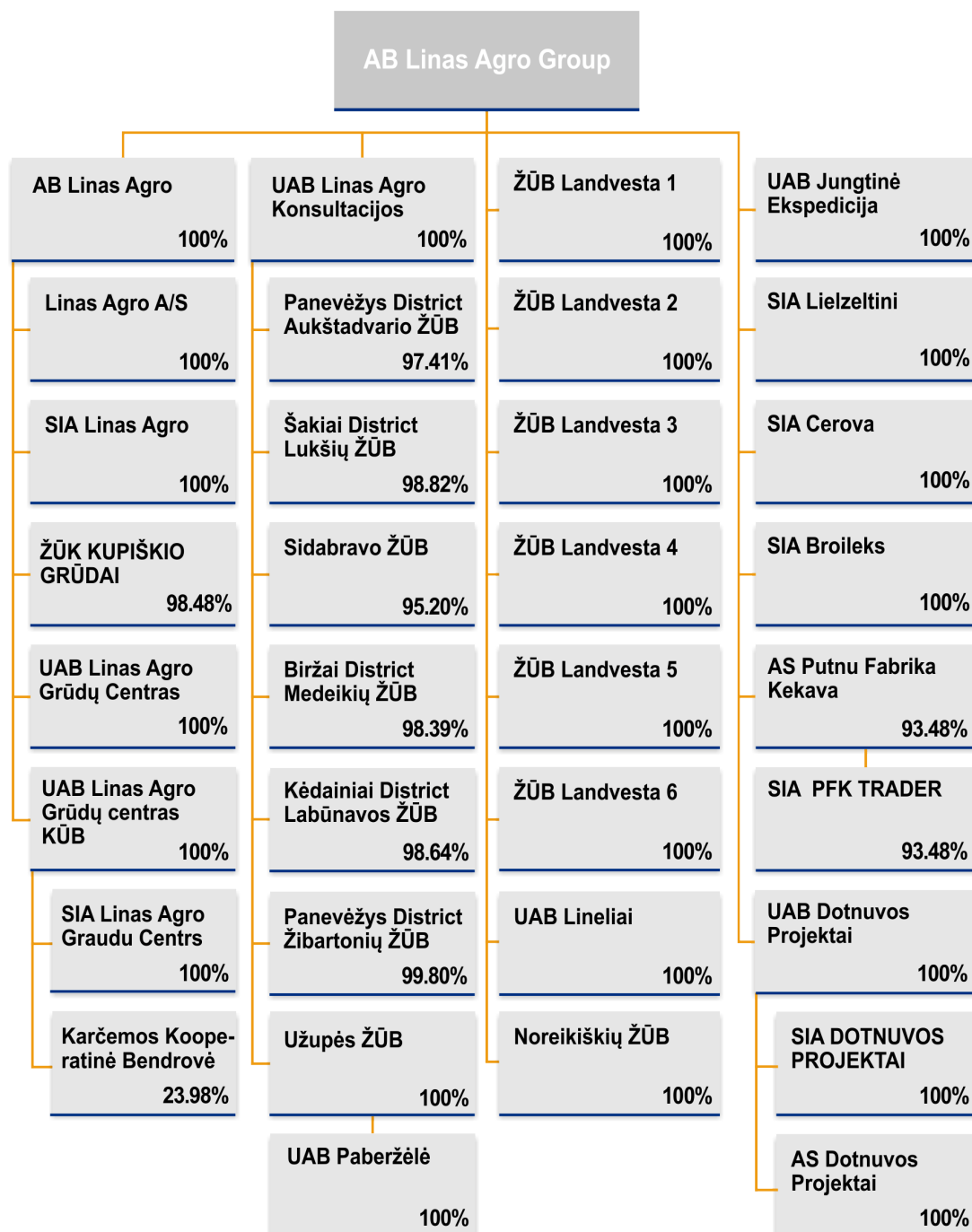


5 INFORMATION ABOUT SUBSIDIARIES OF THE COMPANY

STRUCTURAL CHART OF THE EFFECTIVE STOCK HELD BY AB LINAS AGRO GROUP

The Company controlled 37 companies* in Lithuania, Latvia, Estonia and Denmark as at 31 December, 2015.

*Dormant companies UAB Gerera (100% shares), UAB Dotnuvos Technika (100% shares) and SIA Erfolg Group (93.48% shares) not included).



SHAREHOLDING STRUCTURE OF THE COMPANIES

As at 31 December, 2015, AB Linas Agro Group controlled, either directly or indirectly, the following companies*:

*Dormant companies UAB Gerera (100% shares owned by AB Linas Agro, UAB Dotnuvos Technika (100% shares owned by UAB Dotnuvos Projektai) and SIA Erfolg Group (100% shares owned by AS Putnu Fabrika Kekava) are not included.

** AB Linas Agro Group and UAB Linas Agro Grūdų Centras hold 50% of votes each in UAB Linas Agro Grūdų Centras KŪB.

Company	Status	Share of the stock held by companies					Share of the stock held by the Group
		AB Linas Agro Group	AB Linas Agro	UAB Linas Agro Konsultacijos	UAB Linas Agro Grūdų Centras	UAB Dotnuvos Projektai	
AB Linas Agro	Subsidiary	100%					100%
Linas Agro A/S	Subsidiary		100%				100%
SIA Linas Agro	Subsidiary		100%				100%
UAB Linas Agro Grūdų Centras	Subsidiary		100%				100%
UAB Linas Agro Grūdų Centras KŪB**	Subsidiary	24.69%	75.29%		0.02%		100%
SIA Linas Agro Graudu Centrs	Subsidiary	UAB „Linas Agro“ Grūdų centras KŪB owns 100% shares of the company					100 %
UAB Linas Agro Konsultacijos	Subsidiary	100%					100%
Noreikiškių ŽŪB	Subsidiary	99.94%		0.06%			100%
Panevėžys District Aukštadvario ŽŪB	Subsidiary			97.41%			97.41%
Sidabravo ŽŪB	Subsidiary			95.20%			95.20%
Šakiai District Lukšių ŽŪB	Subsidiary			98.82%			98.82%
Biržai District Medeikių ŽŪB	Subsidiary			98.39%			98.39%
Kėdainiai District Labūnavos ŽŪB	Subsidiary			98.64%			98.64%
Užupės ŽŪB	Subsidiary	0.05%		99.95%			100%

Company	Status	Share of the stock held by companies					Share of the stock held by the Group
		AB Linas Agro Group	AB Linas Agro	UAB Linas Agro Konsultacijos	UAB Linas Agro Grūdų Centras	UAB Dotnuvos Projektai	
UAB Paberžėlė	Subsidiary	Užupės ŽŪB owns 100% shares of the company					100%
UAB Lineliai	Subsidiary	100%					100%
Panevėžys District Žibartonių ŽŪB	Subsidiary	0.10%	99.70%				99.80%
ŽŪB Landvesta 1	Subsidiary	76.47%	23.53%				100%
ŽŪB Landvesta 2	Subsidiary	76.97%	23.03%				100%
ŽŪB Landvesta 3	Subsidiary	13.91%	86.09%				100%
ŽŪB Landvesta 4	Subsidiary	26.42%	73.58%				100%
ŽŪB Landvesta 5	Subsidiary	41.48%	58.52%				100%
ŽŪB Landvesta 6	Subsidiary	15.51%	84.49%				100%
ŽŪK KUPIŠKIO GRŪDAI	Subsidiary	Lukšių ŽŪB, Aukštadvario ŽŪB and Sidabravo ŽŪB holds 9.09%, Medeikių ŽŪB – 45.46%, AB Linas Agro – 27.27% shares of the company					98.48%
UAB Dotnuvos Projektai	Subsidiary	100%					100%
SIA DOTNUVOS PROJEKTAI	Subsidiary						100%
AS Dotnuvos Projektai	Subsidiary						100%
UAB Jungtinė ekspedicija	Subsidiary	100%					100%

Company	Status	Share of the stock held by companies			Share of the stock held by the Group
		AB Linas Agro Group	AS Putnu Fabrika Kekava	SIA Lielzeltini	
AS Putnu Fabrika Kekava	Subsidiary	57.20%		36.28%	93.48%
SIA PFK Trader	Subsidiary		100%		96.47%
SIA Lielzeltini	Subsidiary	100%			100%
SIA Cerova	Subsidiary	100%			100%
SIA Broileks	Subsidiary	100%			100%
Karčemos Kooperatīnē Bendrovē***	Subsidiary	UAB Linas Agro Grūdų centras KŪB owns 20% parts of the company and Panevėžys District Žibartonių ŽŪB own 3.99% parts of the company			23.98%

*** The Group owns 23.98% shares of Karčemos Kooperatīnē Bendrovē, but controls this company and consolidates in the financial statements.

ACTIVITIES AND CONTACT DATA OF THE COMPANIES OF THE GROUP *

* Dormant companies are not included:

1. UAB Gerera, private limited liability company, founded 15/1/1993, code of legal entity 147676584, address Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania, company register – State Enterprise Centre of Registers (Valstybės įmonė Registrų centras);
2. UAB Dotnuvos Technika, private limited liability company, founded 25/6/1998, code of legal entity 161452398, address Parko St. 6, Akademija, LT-58351 Kėdainiai District, Lithuania, company register – State Enterprise Centre of Registers (Valstybės įmonė Registrų centras).
3. SIA Erfolg Group, private limited liability company, founded 30/11/2009, code of legal entity 50103261581, address Gaismas iela 2A-4B, Kekava, Kekava district, Latvia, company register – Register of Enterprises of the Republic of Latvia.

SUBSIDIARIES IN LITHUANIA

Company name	Principal activities	Registration date, code of legal entity, legal form, company register	Contact data
AB Linas Agro	Wholesale trade of grains and oilseeds, feedstuffs and agricultural inputs supply	8/7/1991, Code of legal entity 1473 28026, public limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 333 Fax +370 45 507 444 E-mail info@linasagro.lt www.linasagro.lt , www.rapsai.lt

Company name	Principal activities	Registration date, code of legal entity, legal form, company register	Contact data
UAB Linas Agro Grūdų Centras	Management services	5/7/2002, Code of legal entity 148450944, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 365 Fax +370 45 507 344 E-mail <i>grudai@linasagro.lt</i>
UAB Linas Agro Grūdų Centras KŪB	Grain processing and storage	10/7/2002, Code of legal entity 148451131, limited partnership, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 343 Fax +370 45 507 344 E-mail <i>grudu.centras@linasagro.lt</i>
UAB Linas Agro Konsultacijos	Management of subsidiary farming companies	23/6/2003, Code of legal entity 248520920, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Žibuoklių St. 14, LT-57125 Kėdainiai, Lithuania Ph. +370 688 674 29 E-mail <i>konsultavimas@linasagro.lt</i>
ŽŪB Landvesta 1	Rent and management of agricultural purposes land	21/10/2005, Code of legal entity 300501060, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail <i>info@landvesta.lt</i>
ŽŪB Landvesta 2	Rent and management of agricultural purposes land	21/10/2005, Code of legal entity 300501085, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail <i>info@landvesta.lt</i>
ŽŪB Landvesta 3	Rent and management of agricultural purposes land	21/10/2005, Code of legal entity 300501092, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail <i>info@landvesta.lt</i>
ŽŪB Landvesta 4	Rent and management of agricultural purposes land	23/04/2007, Code of legal entity 300709428, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143, Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail <i>info@landvesta.lt</i>

Company name	Principal activities	Registration date, code of legal entity, legal form, company register	Contact data
ŽŪB Landvesta 5	Rent and management of agricultural purposes land	16/8/2007, Code of legal entity 301019661, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail info@landvesta.lt
ŽŪB Landvesta 6	Rent and management of agricultural purposes land	14/1/2008, Code of legal entity 301520074, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail info@landvesta.lt
UAB Dotnuvos Projektai	Sale of seeds, agricultural machinery	5/3/1996, Code of legal entity 261415970, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Parko St. 6, Akademija, 58351 Kėdainiai district, Lithuania Ph. +370 347 370 30 Fax +370 347 370 40 E-mail info@dotnuvosprojektai.lt www.dotnuvosprojektai.lt
Noreikiškių ŽŪB	Rent and management of agricultural purposes land	16/8/2012, Code of legal entity 302841649, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Žibartonių St. 70, Žibartoniai vill. LT-38323 Panevėžys district, Lithuania Ph. +370 45 507 333 Fax +370 45 507 444 E-mail noreikiskes@linasagro.lt
Užupės ŽŪB	Growing and sale of crop	6/4/2011, Code of legal entity 302612561, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Liaudės St. 81, Užupės vill. LT-58311 Kėdainiai district, Lithuania Ph. +370 698 58583 E-mail uzupe@linasagro.lt
UAB Paberžėlė	Rent and management of agricultural purposes land	30/6/2008, Code of legal entity 301772627, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Liaudės St. 81, Užupės vill., LT-58311 Kėdainiai district, Lithuania Ph. +370 698 58583 E-mail paberzele@linasagro.lt
UAB Lineliai	Rent and management of agricultural purposes land	9/3/2012, Code of legal entity 302740714, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Smėlynės St. 2C, LT-35143 Panevėžys, Lithuania Ph. +370 45 507 406 Fax +370 45 507 404 E-mail lineliai@linasagro.lt

Company name	Principal activities	Registration date, code of legal entity, legal form, company register	Contact data
Šakiai District Lukšių ŽŪB	Mixed agricultural activities	30/10/1992, Code of legal entity 174317183, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Lukšių vill. 2, LT-71176 Šakiai district, Lithuania Ph. +370 345 442 88 Fax +370 345 442 25 E-mail luksiai@linasagro.lt
Kėdainiai District Labūnavos ŽŪB	Mixed agricultural activities	25/2/1992, Code of legal entity 161228959, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Barupės St. 9, Labūnavos vill. LT-58173 Kėdainiai district, Lithuania Ph. + 370 347 34 4166 Fax. + 370 347 34 180 E-mail labunava@linasagro.lt
Biržai District Medeikių ŽŪB	Growing and sale of crop	5/10/1992, Code of legal entity 154771488, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Biržų St.32, Medeikių vill., LT-41462 Biržai district, Lithuania Ph. +370 450 584 22 Fax +370 450 584 12 E-mail medeikiai@linasagro.lt
ŽŪK KUPIŠKIO GRŪDAI	Grain processing and storage	8/4/1999, Code of legal entity 160189745, co-operative society, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Technikos St. 6D, LT-40122 Kupiškis, Lithuania Ph. +370 459 529 16 Fax +370 459 529 16 E-mail info@kupiskiogrudai.lt
Panevėžys District Aukštadvario ŽŪB	Mixed agricultural activities	9/3/1993, Code of legal entity 168573274, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Pirties St. 3, Aukštadvario vill. LT-38255 Panevėžys district, Lithuania Ph./fax +370 45 592 651 E-mail aukstadvaris@linasagro.lt
Sidabravo ŽŪB	Mixed agricultural activities	20/4/1993, Code of legal entity 171331516, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Pergalės St. 1A, Sidabravas, LT-82251 Radviliškis district, Lithuania Ph. +370 422 477 27 Fax +370 422 476 18 E-mail sidabravas@linasagro.lt
UAB Jungtinė Ekspedicija	Logistics and forwarding services	17/2/1998, Code of legal entity 141642963, private limited liability company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	I. Kanto g. 12-3, LT-92235 Klaipėda, Lithuania Ph. +370 46 310 163 Fax +370 46 312 529 E-mail info@je.lt www.je.lt

Company name	Principal activities	Registration date, code of legal entity, legal form, company register	Contact data
Panevėžys District Žibartonių ŽŪB	Mixed agricultural activities	22/5/1992, Code of legal entity 168521815, agricultural company, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Žibartonių St. 74, Žibartoniai vill., LT-78323 Panevėžys district, Lithuania Ph. +370 45 557 444 Fax +370 45 557 486 E-mail <i>zibartoniai@linasagro.lt</i>
Karčemos Kooperatinė Bendrovė	Grain processing and storage	9/3/2010, Code of legal entity 302487798, co-operative society, Register of Enterprises of Republic of Lithuania, VĮ Registrų centras	Šiaulių St. 72, Gustonys vill. LT-38355 Panevėžys district, Lithuania Ph. +370 45 454 051 Fax +370 45 454 054 E-mail <i>priemimas@karcemoskb.lt</i>

SUBSIDIARIES OPERATING IN FOREIGN COUNTRIES

Company name	Principal activities	Registration date, code of legal entity, company register	Contact data
Linus Agro A/S	Wholesale trade of grains and oilseeds, feedstuffs and other similar products and services	15/3/1994, Code of legal entity CVR 17689037, register of the company – Danish Commerce and Companies Agency	Vinkel Allé 1, DK-9000 Aalborg, Denmark Ph. +45 988 430 70 Fax +45 988 440 07 E-mail <i>info@linasagro.dk</i> <i>www.linasagro.dk</i>
SIA Linas Agro	Wholesale trade of grains and oilseeds, agricultural inputs supply	23/4/2003, Code of legal entity 53603019011, Register of Enterprises of the Republic of Latvia	Bauskas St. 2, LV-3001 Jelgava, Latvia Ph. +371 630 840 24 Fax +371 630 842 24 E-mail <i>info@linasagro.lv</i> <i>www.rapsim.lv</i>
SIA Linas Agro Graudu Centrs	Grain processing and storage	2/5/2013, Code of legal entity 43603059101, Register of Enterprises of the Republic of Latvia	„Jaunsalieši“, LV-5202 Jekabpils, Latvija Ph. +371 220 001 82 E-mail <i>graudu.centrs@linasagro.lv</i>

Company name	Principal activities	Registration date, code of legal entity, company register	Contact data
SIA DOTNUVOS PROJEKTAI	Sale of seeds, agricultural machinery	26/04/2010, Code of legal entity 43603041881, Register of Enterprises of the Republic of Latvia	Jūrmalas St. 13C, Pinki, LV-2107 Babītes district, Latvia Ph. +371 679 131 61 Fax +371 677 602 52 E-mail <i>info@dotnuvosprojektai.lv</i> <i>www.dotnuvosprojektai.lv</i>
AS Dotnuvos Projektai	Sale of seeds, agricultural machinery	11/11/2010, Code of legal entity 12019737, Estonian Central Register of Securities (Eesti Väärtpaberikeskus AS)	Savimäe 7, Vahi 60534, Tartu district, Estonia Ph. +372 661 2800 Fax +372 661 8004 E-mail <i>info@dotnuvosprojektai.ee</i> <i>www.dotnuvosprojektai.ee</i>
AS Putnu Fabrika Kekava	Poultry farming, production and marketing of poultry and poultry products	11/6/1991, Code of legal entity 50003007411, Register of Enterprises of the Republic of Latvia	Kekava, Kekava district, LV-2123 Latvia Ph. +371 6787 4000 Fax +371 6787 4001 E-mail <i>info@pfkekava.lv</i> <i>www.vistas.lv</i>
SIA PFK TRADER	Food retail	26/8/2013, Code of legal entity 40103703853, Register of Enterprises of the Republic of Latvia	Kekava, Kekava district, LV-2123 Latvia Ph. +371 6787 4000 Fax +371 6787 4001 E-mail <i>info@pfkekava.lv</i> <i>www.vistas.lv</i>
SIA Lielzeltini	Poultry farming, production and marketing of poultry and poultry products, feed production	7/7/1994, Code of legal entity 40003205232, Register of Enterprises of the Republic of Latvia	„Mazzeltini“, Janeikas, Bauskas district, Latvia Ph. +371 6396 0770 Fax +371 6396 0768 E-mail <i>lielteltini@lielteltini.lv</i> <i>www.lielteltini.lv</i>
SIA Broileks	Chicken breeding and sale	7/12/2009, Code of legal entity 50103262981, Register of Enterprises of the Republic of Latvia	Gaismas St. 2A-48, Kekava LV-2123, Latvia Ph./Fax +371 67313182
SIA Cerova	Egg incubation and chicken sale	8/10/2003, Code of legal entity 43603019946, Register of Enterprises of the Republic of Latvia	Centra St. 11, Musa, Bauskas district, Latvia Ph. +371 2633 4110 Fax +371 6392 6234 E-mail <i>cerova@latnet.lv</i>

6 EMPLOYEES

As at 31 December 2015 the number of employees of the Group was 2,251 or 65 employees more than as at 31 December 2014 (2,186).

AB Linas Agro Group has no collective agreement.

7 ACTIVITY AND FINANCIAL RESULTS OF THE GROUP

Consolidated revenue of AB Linas Agro Group in the first half of 2015/16 financial year totaled EUR 367 million and was 18% more as compared to previous year (EUR 310 million).

The Group's sales volume in tons reached 1.36 million tons of various grains and agricultural inputs and was 17% more as compared to previous year (1.2 million tons).

Grain storage facilities owned by the Group processed 493 thousand tons of various grains or 6% more as compared to the respective period of 2014/15 financial year (466 thousand tons).

The gross profit reached EUR 25.3 million or was 51% more than a year before (EUR 16.7 million).

Consolidated EBITDA went up from EUR 8.7 million to EUR 13.6 million.

The Group's operating profit reached EUR 9.3 million or was 2.6 times more as compared to the respective period of the previous year (EUR 3.7 million).

The net profit before tax amounted to EUR 8.4 million (compared to EUR 2.7 million of the previous year). The net profit attributable to the Group reached EUR 7.1million (EUR 2.1 million previous year).

FINANCIAL RATIOS

	2015/16 6 months	2014/15 6 months	2013/14 6 months	2012/13 6 months	2011/12 6 months
Sales in tons	1,360,481	1,166,017	944,331	1,026,114	843,845
Sales revenue (thousand EUR)	366,981	310,366	290,301	325,221,	251,584
Gross profit (thousand EUR)	25,266	16,739	16,603	25,719	15,696
Gross profit margin	7%	5%	6%	8%	6%
EBITDA (thousand EUR)	13,649	8,686	14,557	25,386	11,121
EBITDA margin	4%	3%	5%	8%	4%
Operating profit (thousand EUR)	9,256	3,731	11,759	22,298	9,177
Operating profit margin	2%	1%	4%	7%	4%
Earnings before taxes EBT (thousand EUR)	8,386	2,700	11,068	22,469	8,224
Earnings before taxes margin	2%	1%	4%	7%	3%
Net profit (thousand EUR)	7,075	2,064	10,307	19,852	6,266
Net profit margin	2%	0,7%	3,6%	6,1%	2,5%
Current ratio	1.7	1.5	1.4	1.5	1.8
Debt / Equity ratio	0.6	0.8	1.0	1.1	0.6
Net financial debt / EBITDA	7.0	12.8	9.0	4.4	4.6
Return on equity (ROE)	4.3%	1.2%	6.1%	16.4%	5.5%
Return on capital employed (ROCE)	3.4%	1.4%	4.1%	9.4%	5.7%
Basic and diluted earnings per share (EUR) (EPS)	0.04	0.01	0.07	0.012	0.02

OVERVIEW

Despite the fact that International Grain Council (IGC) has diminished the total world grain and oilseed harvest from 1,996 million tons to 1,992 million tons in 2015, it is considered to be one of the highest over the last three years. It is predicted that wheat harvest in 2015/16 season would reach 731 million tons (725 million tons in 2014/15 season), maize harvest – 959 million tons (1,013 million tons a year before) and soybean harvest will be 322 million tons (321 million tons a year before). Therefore world prices for grains in 2015/16 season remain at let say average level.

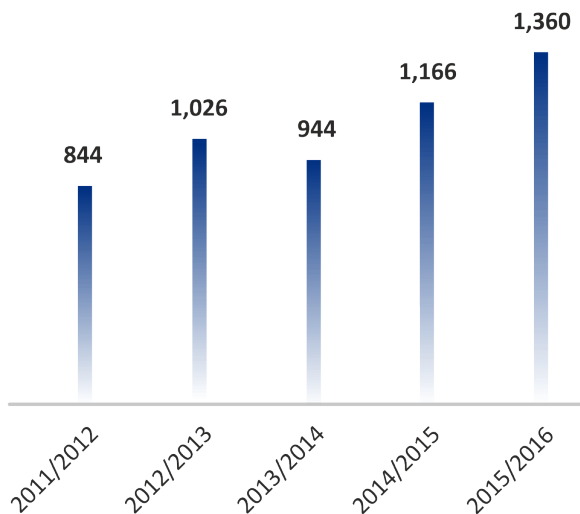
The cereal harvest in all three Baltic countries showed a record high in 2015 as well: harvest in Lithuania was 22% higher than in 2014 and amounted to 6.5 million tons, in Latvia it reached 3 million tons and was 35.7% more, in Estonia it reached 1.5 million tons or was 26% up compared to 2014. The record harvest had positive impact on sales revenue of the largest Group's business segment – Grain and feedstuff handling and merchandising – where revenue grew from EUR 223 million to EUR 256 million. Group's total sales volume in tons increased from 1.2 million to 1.4 million accordingly.

Good harvest and high ending stocks affected the global prices for grains and oilseeds which fluctuated a lot although remained at comparatively average level. For instance, wheat price in MATIF Exchange over period July-December fluctuated between 163-195 euros per ton compared to 154-199 euros per ton a year before, the price for rapeseed was 356-380 euros per ton compared to 317-350 euros per ton in previous year.

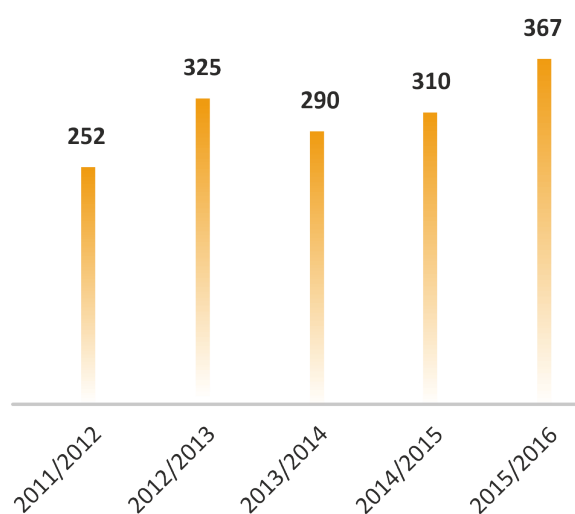
Consolidated revenue of AB Linas Agro Group over first six months of this financial year amounted to EUR 367 million or increased by 18% if compared to previous year (EUR 310 million). The main reasons that had a positive impact on the growth in revenue were the increased sales of grain and feedstuff (revenue of the largest business Segment grew 15%) and recovered sales in *Products and Services for Farming* business segment (sales revenue grew from almost EUR 60 million to EUR 80 million). An increase in crop yield in agricultural companies controlled by the Group lifted sales of *Agricultural Production* business segment: the revenue gained from farming grew from EUR 14 million to EUR 16 million. Due to the decline in poultry world prices sales of *Food Products* business segment dropped by 2% from EUR 30.5 million to EUR 29.9 million. It is worth noted that the second financial quarter of the year was more successful and profitable, its sales revenue stood at EUR 218 million and was 21% up as compared the same period of previous year (EUR 180 million) and operating profit accelerated from EUR 0.2 million to EUR 4.8 million.

The same reasons that increased revenue also increased and the profitability of the Group. Gross profit of AB Linas Agro Group went up 51% to EUR 25 million, and operating profit grew more than threefold to EUR 9.3 million. Group's EBITDA amounted to EUR 13.6 million as compared to EUR 8.7 million in 2014/15 financial year.

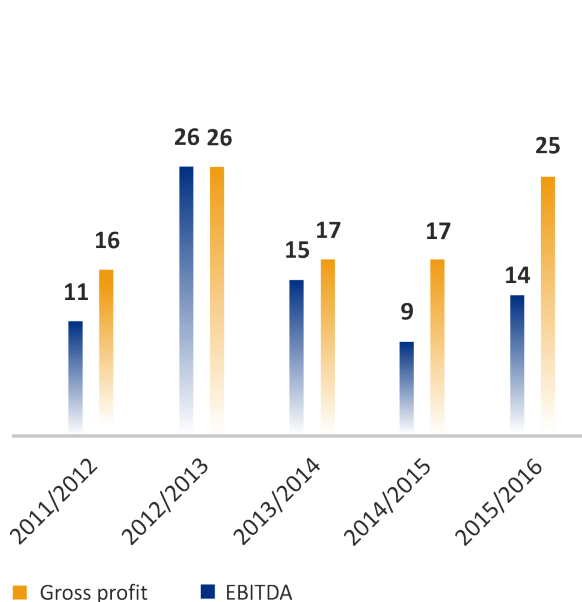
SALES VOLUME IN THOUSAND T



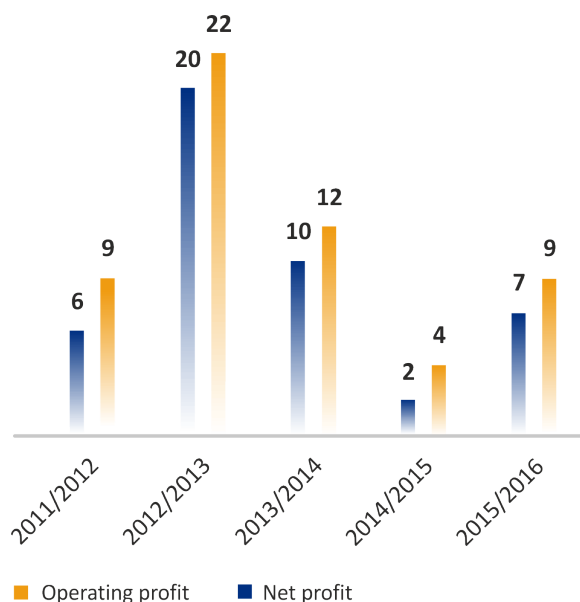
SALES REVENUE, EUR MILLION



GROSS PROFIT AND EBITDA, EUR MILLION



OPERATING AND NET PROFIT, EUR MILLION



FINANCIAL COSTS

Financial expenses over referenced period amounted to EUR 1.26 million and were 6% less than that in 2014/15 financial year (EUR 1.34 million). The main reason affecting decrease in such expenditures was diminished amount of financial loans (those decreased from EUR 122 million to EUR 106 million). Borrowings decreased as short-term loans to finance trade activity declined due to the active sales of various grains (inventories dropped from EUR 115 million to EUR 90 million). In order to save on financial expenditures Group was keen on lowering balance of credit facilities. Overall decline of interest rate basis in financial markets also had a positive impact on Group's financial expenditures.

CASH FLOWS

Group's cash flow from operating activities before the changes in working capital increased to EUR 13.3 million as compared to EUR 10.3 million of the corresponding period of the previous year. Cash flow from operating activities after changes in working capital was negative and amounted to EUR 17.3 million (negative EUR 13.5 million over the respective period of 2014/15 financial year), the reason was decrease in trade and other accounts payable as the Group settled with its suppliers due to the active sales of grain (trade and account payable decreased by EUR 27 million). Group's cash and cash equivalents at the end of the reporting period amounted to EUR 9.6 million (EUR 10.9 million in 2014/15 financial year).

PERFORMANCE RESULTS OF SEGMENTS

Activities of the Group are divided into five business segments:

1. Grain and Feedstuff Handling and Merchandising;
2. Products and Services for Farming;
3. Agricultural Production;
4. Food products;
5. Other.

OPERATING PROFIT (LOSS) BY SEGMENTS, THOUSAND EUR

	2015/16 6 months	2014/15 6 months	2013/14 6 months	2012/13 6 months	2011/12 6 months
Grain and Feedstuff Handling and Merchandising	10,660	2,598	2,416	16,218	4,952
Products and Services for Farming	1,559	1,338	2,449	5,135	6,398
Agricultural Production	(1,307)	(1,376)	2,015	4,818	(1,028)
Food products	252	2,557	5,952	-	-
Other	59	49	(139)	(178)	502



GRAIN AND FEEDSTUFF HANDLING AND MERCHANDISING

Being the largest operating Segment, this one includes the sale of grain, oilseeds and feedstuffs, as well as grain storage and logistics services. The Group has been operating in this field since 1991. This activity generates most of the Group's revenue.

Due to the good harvest and successful commercial activity revenue of this segment rose from EUR 223 million to EUR 256 million. In total 1.1 million tons of grain and feedstuffs were sold (0.9 million tons in 2014/15 financial year). The sales of traditional crops (wheat, rapeseed, barley) increased the most by 35%: their trading revenue rose from EUR 148 million to EUR 200 million. The sales volumes of feedstuff decreased from EUR 70 million to EUR 53 million due to the high ending stocks of feed manufacturers and a subsequent fall in demand, also because of poor harvests in some of the supply regions.

Grain storage facilities owned by the Group collected and processed 493 thousand tons of various grains or 6% more as compared to the respective period of FY 2014/15 (466 tons). Differently from the previous season, this year harvested grain was dry and therefore the drop in revenue from drying services has been recorded.

The Segment operating profit increased 4 times from EUR 2.6 million to EUR 10.7 million. The Group expects a successful trading season for the entire Segment, although the major income from sales has already been received in the first half of this financial year.

The Group continues to consistently improve the grain processing facilities and invested nearly EUR 1.4 million over the reporting period to upgrade them.



PRODUCTS AND SERVICES FOR FARMING

This business Segment includes the sale of seeds, plant protection products, fertilizers, agricultural and forestry machinery, grain storage and other equipment.

Supply of certified seeds, fertilizers, plant protection products to farmers is a long term activity of the Group. The grounds of this activity trace back to 1993, when the Group began entering into future production purchase contracts with farmers and crediting agricultural activities in exchange for the grown products. A great share of certified seeds is prepared at UAB Dotnuvos Projektai seed processing factory.

Supply of agricultural machinery is business activity, developed in three countries – Lithuania, Latvia and Estonia. This activity includes wholesale and retail trade of new and used agricultural machinery and spare parts, as well as design and installation of grain cleaning, drying and storage facilities and livestock farms.

Sales of agricultural machinery and equipment for grain elevators are directly affected by availability of EU structural funds. Starting from this season, the governments of Lithuania and Latvia have finally approved funding guidelines for certain small-scale structural funding in this area, therefore sales of these products already picked up. There was practically no EU support program for the purchase of new equipment in Estonia in 2015, since the first applications were approved only in late October, after the end of the growing season, therefore farmers moved planned investments to 2016.

Revenue from agricultural machinery and grain processing equipment grew 259% in Latvia to EUR 5.3 million, 96% in Lithuania to EUR 21.6 million and 33% in Estonia to EUR 3.6 million.

The Group increased sales of various new agricultural equipment and machinery in Lithuania 2.2 times to 466 units over the referenced period. Sales of used agricultural machinery grew 2.8 times to 45 units as well. In 2015 the Group remained the sales leader in the new tractors market in Lithuania for the second year in a row and had a market share of 25%. It sold 111 units of tractors over the referenced period or 2.4 times more as compared to previous year.

In Latvia the Group has opened two agricultural machinery trading centers in Saldus and Jekabpils and expanded its employees staff. Over referenced period 78 units of new agricultural equipment were sold or 3.25 times than previous year. The Group was the 4th biggest market player in Latvian new tractors market with the market share of 13%.

In Estonia Group's market share in new tractors market accounted to 9% in 2015.

Group's revenue from the sales of agricultural machinery, spare parts and elevators equipment grew from EUR 16 million to EUR 31 million, while gross profit from this business accelerated by 136% from EUR 1.9 million to EUR 4.5 million.

Sales of fertilizers, seeds and plant protection products in the first half of this financial year increased by 11% to EUR 49 million as well. Substantially increased sales in seeds in Latvia and Estonia, where in Latvia has been sold 587 tons of various seeds (2.8 times) and in Estonia – 126 tons (3.5 times).

Unfortunately, falling world prices for grain and energy commodities had a direct impact on fertilizer prices drop. That had negative impact on profit margins for fertilizers, where gross profit dropped from EUR 2.2 million to EUR 1.2 million.

Gross profit in trade of seeds and plant protection products grew 16% to EUR 2.2 million.

Sales revenue of this business segment amounted to EUR 80 million, gross profit was EUR 7.9 million and operating profit stood at EUR 1.6 million (revenue in FY 2014/15 was EUR 60 million, gross profit EUR 6.1 million and operating profit EUR 1.4 million).

The group invested EUR 0.59 million into storage facilities of liquid fertilizers in Lithuania and EUR 0.165 million into trade and service centers of agricultural machinery and equipment in Latvia.



AGRICULTURAL PRODUCTION

This business Segment covers cultivation of cereals, oilseed rape, sugar beet and other crops, production of milk and beef cattle farming. The Group owns seven agricultural companies situated on fertile land across Lithuania – Panevėžys District Aukštadvario ŽŪB, Panevėžys District Žibartonių ŽŪB, Kėdainiai District Labūnavos ŽŪB, Šakiai District Lukšiu ŽŪB, Biržai District Medeikių ŽŪB, Užupės ŽŪB and Sidabravo ŽŪB. Agricultural companies were cultivating 16,900 ha of land. At the end of the reporting period the Group had 5,576 ha of own land and also 1,188 ha under long-term lease from the State.

The Group's agricultural companies harvested a record yield of crops – 92 thousand tons or 6% more as compared to previous year. Wheat harvest was the highest and amounted to 50.8 thousand tons, malting barley harvest was 12.3 thousand tons, rapeseed – 9.5 thousand.

The average yield of wheat was 6.9 tons/ha (average yield in Lithuania was 5.2 tons/ha), rapeseed – 4.7 tons/ha (3.1 tons/ha average in Lithuania), malting barley – 6.2 tons/ha (4.0 tons/ha average in Lithuania).

More than 8.8 thousand ha were planted with winter grains or 9.7% more as compared to previous year. The bulk of it was winter wheat or 6 thousand ha.

Group controlled farms own 3,191 milking cows or 4% more if compared to previous year. Over referenced period over 16.1 thousand tons of raw milk has been sold or 10% more if compared to the respective period of previous year. The raw milk purchase price was 11% less compared what was a year ago. Taking into account aforementioned, revenue from the milk remained almost unchanged and amounted to EUR 3.6 million while gross profit dropped from EUR 0.4 million to some EUR 23 thousand. Knowing the current situation in the dairy sector, the Group does not expect any recovery in raw milk purchase price in this season and accordingly profitability of raw milk production at farms will be at break even.

The revenue of this business segment went up 16% and amounted to EUR 16.2 million (EUR 14 million in 2014/15 financial year) as revenue from sale of grains grew from EUR 8.6 million to EUR 10.4 million.

The gross profit of the segment (before changes in biological assets) reached EUR 2.7 million (EUR 1.3 million in 2014/15). After the changes in biological assets, operating loss dropped from EUR 1.4 million to EUR 1.3 million.

The Group invested up to EUR 0.76 million over referenced period to upgrade farming equipment.



FOOD PRODUCTS

This business Segment includes a whole cycle poultry business, including incubation of hatching eggs, broiler breeding, production of poultry and its products, feed manufacturing for self-supply and retail sale of chicken meat and its products. The Group has acquired shares of Latvian poultry company AS Putnu Fabrika Kekava in October, 2013 and the companies SIA Broileks, SIA Cerova and SIA Lielzeltini in February, 2014.

AS Putnu Fabrika Kekava – No1 poultry producer in Latvia with full poultry manufacturing cycle, including egg incubation, chicken hatching, broiler breeding, production of fresh poultry and processed products under brand name “Kekava”. The subsidiary of the company, SIA PFK Trader operates 19 retail shops all over Latvia.

SIA Lielzeltini – No2 poultry producer in Latvia: has an incomplete production cycle consisting of broiler breeding, production of fresh poultry and processed products sold under the brand name “Bauska”, as well as production of compound feed.

SIA Broileks grows and sells live chicken. SIA Cerova incubate eggs and sells day-old chicks.

The poultry companies produced 19.3 thousand tons of live weight or 3.7% more as compared to previous year (18.6 thousand tons of live weight). Companies sold over 15 thousand tons of poultry and poultry products (14.5 thousand tons a year before).

The general fall in prices of raw materials negatively affected food prices all over the world. According to data of UN Food and Agricultural organization, FAO index, accounting also prices for meat, fell down from 173 to 150 points over the referenced period. An average broiler price in the EU for the period July-December, 2014 has been about EUR 182/100 kg and this year it was EUR 179/100 kg over the same period. The other reasons behind the downward trend for poultry prices were the Russian embargo on EU poultry production and a reduced poultry demand from China. Also the negative impact on the Baltic

poultry producers' sales margins came from poultry production overcapacity in the neighboring Poland. The average price for fresh poultry meat sold by the Group declined by 8% and the price for processed meat fell by 7%.

Revenue from this business segment remained almost the same and amounted to EUR 29.9 million (EUR 30.5 million in FY 2014/15) while operating profit went down from EUR 2.6 million to EUR 0.3 million.

The Group started modernization of poultry business equipment and plans to invest over 10 million euros into it. During the reporting period EUR 3.2 million was invested to obtain new production equipment.

Taking into account current market situation the Group expects the fall in profitability of this business Segment as compared to previous year.



OTHER

This business Segment includes small activities, not attributable to other Segments, as an example services of elevator's to a third parties, sale of minor assets and etc.

The operating profit of this business segment amounted to EUR 59 thousand compared to EUR 49 thousand in previous year.

INVESTMENTS

During the reporting period the Group's subsidiaries have invested over EUR 7 million. Major investments of the Group by character:

Investment object	Investment amount, thousand EUR
Grain storage equipment, warehouses, buildings, various appliances and other machinery	2,552
Purchase and upgrade of agricultural machinery, vehicles, equipment, buildings and purchase of land	1,316
Modernization and renovation of poultry farms	3,251

8 THE PUBLICLY DISCLOSED INFORMATION AND OTHER EVENTS OF THE REPORTING PERIOD

THE PUBLICLY DISCLOSED INFORMATION

During the reporting period ended 31 December, 2015, the Company publicly disclosed and distributed via Nasdaq Vilnius GlobeNewswire system and in Company's website the following information:

23/12/2015 09:00:32 EET	Notification on AB Linas Agro Group manager's related party transactions	Notifications on transactions concluded by managers of the companies	EN, LT
15/12/2015 09:30:32 EET	AB Linas Agro Group Notification about disposal of voting rights	Notification about acquisition (disposal) of a block of shares	EN, LT
02/12/2015- 08:30:31 EET	AB Linas Agro Group investor's calendar for the 2016	Other information	EN, LT
27/11/2015 09:23:32 EET	Notification about interim 3 months financial results of the financial year 2015/2016	Interim information	EN, LT
26/11/2015 11:34:32 EET	Registration of new wording of the Articles of Association of AB Linas Agro Group and authorized capital expressed in euro	Additional information	EN, LT
22/10/2015 16:02:33 EEST	Decisions of the Annual General Meeting of AB Linas Agro Group Shareholders, held on 22 October 2015	Notification on material event	EN, LT
22/10/2015 16:02:33 EEST	Procedure for the payout of dividends for the financial year ended 30 June 2015	Notification on material event	EN, LT
22/10/2015 16:01:33 EEST	AB Linas Agro Group notification about the Annual information of the financial year 2014/2015	Annual information	EN, LT
02/10/2015 14:00:31 EEST	AB Linas Agro Group presentation to investors	Other information	EN, LT
29/09/2015 09:00:32 EEST	Notice on Annual General Meeting of Shareholders of AB Linas Agro Group	Notification on material event	EN, LT
28/08/2015 09:06:34 EEST	Notification about interim 12 months financial results of the financial year 2014/2015	Interim information	EN, LT
27/08/2015 10:00:31 EEST	Changes in management of Latvian poultry farming companies owned by AB Linas Agro Group	Notification on material event	EN, LT

31/07/2015 09:00:32 EEST	Swedbank issues over 11m euros in loans to producers AS Putnu fabrika Ķekava and SIA Lielzeltiņi to AB Linas Agro Group controlled companies	Other information	EN
31/07/2015 09:36:32 EEST	SEB Bank increasing its financing for AB "Linus Agro" by EUR 26 million	Notification on material event	EN, Lt

OTHER EVENTS DURING THE REPORTING PERIOD

30/09/2015	The authorized capital of UAB Lineliai was increased from 553,000 to 638,000 euros.
18/08/2015	The company UAB Žemės Ūkio Investicijos was delisted from the Center of Register of Republic of Lithuania.
17/07/2015	The authorized capital of ŽŪB Landvesta 4 was increased from 553,753.48 to 603,777.11 euros.

SUBSEQUENT EVENTS

Jan 2015	The authorized capital of Panevėžys District Žibartonių ŽŪB was increased from 913,098.50 to 1,572,198.50 euros by contribution of Užupės ŽŪB.
----------	--

9 SCOPE OF RISK AND MANAGEMENT THEREOF

MARKET RISK

Market risk shall be understood as a risk to generate profit lower than planned if the tone of market prices is unfavorable. This may happen if market price fell below the intervention prices (minimal purchase prices for grains established by state authorities) as it would prevent the Group from receiving surplus profit. In a market situation when grain purchase prices fall due to certain reasons, intervention prices are used as a leverage to uphold a certain price level and thus to ensure guaranteed income to farmers. When intervention prices are higher than or identical to market prices, the Group sells the purchased grains to the agency and thus earns certain income which under regular market conditions would be lower than market prices. Starting from 2005, intervention prices are set by the EU and are calculated for two years in advance. The mechanism has not been applied so far; however, if intervention prices were applied, the Group would have been deprived of surplus profit.

In H1 of FY 2015/16 this risk did not manifest itself as regards the Company and the Group.

RISK RELATED TO ACTIVITIES OF SUBSIDIARIES

Subsidiary companies of the Group are engaged in the trade of agricultural raw materials, agricultural production, rearing of poultry and poultry production, storage of agricultural products and other activities. Poultry enterprises need to face the operational risk related to this sector including the cessation of the production as well as disease, environmental and other risks. Even though most of the subsidiaries are profitable, adverse developments in the markets, in which the parent company and its subsidiaries operate, may affect their yields. Managers for corresponding businesses within the Group follow closely and analyze the activity of the subsidiary companies and their key transactions, provide operational budgets of the companies under the authority of the Group's Board as well as monitor the implementation and key developments in these companies' budgets.

This risk did not manifest itself as regards the Company and the Group in H1 of FY 2015/16.

POLITICAL RISK

Agriculture is a strictly regulated and supervised sector of economy in the European Union. Although this regulation and control are mostly aimed at ensuring sufficient income for entities engaged in agricultural activities, political changes may affect the situation in the market where the Group operates. For example, reduction of subsidies to agriculture may affect the activities of agricultural companies controlled by the Group. Also, demand for agricultural products is impacted by political decisions - embargoes, import or export bans.

The Group has been affected by such risk in H1 of FY 2015/16 in several ways:

1. The abolishment of milk quotas has created a surplus of raw milk in the market. Also a Russian embargo for EU dairy products has negatively affected prices for raw milk, what eventually had a negative impact on profitability of the farming companies of the Group;

2. The delay in funding rural development by EU Structural Funds was significant. The European Commission approved the Lithuanian, Latvian and Estonian rural development programs for the period 2014/2020 in February, 2015 only and this had a negative impact on sales of agricultural machinery and equipment in all Baltic States.

3. Due to certain prohibition to acquire agricultural land in Lithuania after the new Law has come into force in May, 2014, the Group was not able to purchase new arable land.

SOCIAL RISK

The experience and knowledge of the management determine the ability of the Group to retain its competitive status and implement its growth strategy. However, there are no guarantees that all key employees of the Group will stay with the Group in the future. Loss of such employees or the Group's failure to recruit new employees possessing appropriate knowledge may have a significant adverse impact on the business outlook and financial position of the Group. Non-competition agreements are signed with some executives.

This risk did not manifest itself as regards the Company and the Group in H1 of FY 2015/16.

COUNTERPARTY RISK

The Group enters forward contracts with more than 1,300 clients who commit the delivery of production under terms and conditions of the contract. As the prices of products increase, the risk of breach of forward contracts and non-delivery of production by counterparties emerges. The bigger the difference between the contract price and the current market price on the day of delivery, the higher is the risk.

The Group, according to its risk management policy is using risk management mitigating tools for forward purchases. No loss has been recorded, as the situation in the market was positive for such forward purchases. The Group continuously monitored and analyzed the market, has revised and stringently the terms of its purchase agreements, analyzed probable scenarios for losses and made certain decisions to control risk (for example, setting limits on forward contracts, evaluation and assessment of client's credit rating, capacity of cultivated land etc.).

In order to manage the risk related to certain products, the Group concludes forward contracts on commodity exchange NYSE Euronext Paris SA. The Group trades in futures to control the price risk arising from purchasing and selling rapeseed and wheat. The Group has approved an internal trade risk management system and established the credit risk management committee that analyses trade transactions entered into by the Company as well as their amounts and limits. Some of the buyers (buyers' solvency risk) are insured with international insurance companies.

This risk did not manifest itself as regards the Company and the Group in H1 of FY 2015/16.

10 AUTHORIZED CAPITAL AND SHARES OF THE COMPANY

On 31 December, 2015 the authorized capital of the Company amounted to EUR 46,092,715.42. The authorized capital of the Company is divided into 158,940,398 ordinary registered non-certificated shares. The nominal value of one share is EUR 0.29. ISIN code of the shares is LT0000128092.

The Company's share capital changed on 26 November 2015, when the new Articles of Association of the Company were registered in the Register of Enterprises of Republic of Lithuania, after the nominal value of the shares was changed from 1 LTL to 0.29 Eur.

Type of shares	Number of shares	Nominal value (EUR)	Total nominal value (EUR)	Portion in the authorized capital (%)
Ordinary registered shares	158,940,398	0.29	46,092,715.42	100
Total	158,940,398	–	46,092,715.42	100

All the shares of the Company are fully paid and they are not subject to any restrictions of the transfer of securities.

All shares issued by the Company grant equal rights to the Company's shareholders. The Company has not issued any shares of a class other than the aforementioned ordinary shares. Each ordinary share of the

Company shall grant one vote at the General Meeting of Shareholders (except 786,972 ordinary registered shares acquired by the Company that do not give the right to vote).

Neither limitations of the rights granted by the Company's shares nor special control rights for shareholders are provided for in the Company's Articles of Association.

THE COMPANY'S OWN SHARES

At the end of the reporting period, the Company held 786,972 units of Company's shares, which do not grant the right to vote in the General Meeting of Shareholders.

The subsidiaries of the Company have not acquired any shares of the Company.

11 INFORMATION ABOUT TRADE IN THE COMPANY'S SECURITIES IN REGULATED MARKETS

All 158,940,398 ordinary registered shares of the Company were included in the Official List of Nasdaq Vilnius Stock Exchange (ISIN Code of the shares is LT0000128092). The ticker of the shares on Nasdaq Vilnius Stock Exchange is LNA1L.

Trading in the Company's shares on Nasdaq Vilnius Stock Exchange started on 17 February 2010.

AB Linas Agro Group is included in the composition of the comparative index OMX Baltic Benchmark of the stock exchanges of the Baltic countries from 1 July 2010.

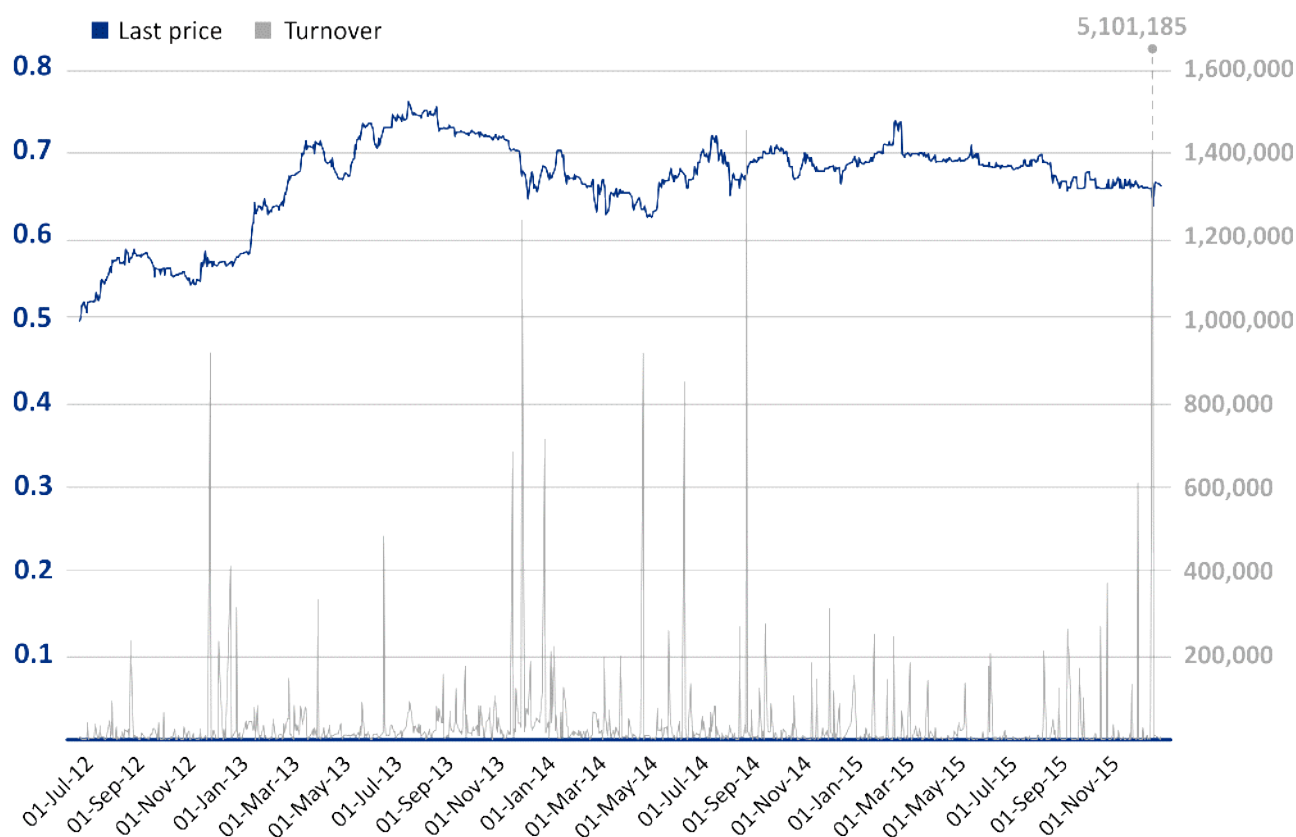
AGREEMENTS CONCLUDED WITH INTERMEDIARIES OF THE PUBLIC SECURITIES MARKET

On 11 November 2009, the Company signed the Issuer's Securities Accounting Management Agreement with Swedbank, AB represented by the Securities Transactions Department (Code 112029651; address: Konstitucijos ave. 20A, LT-03502 Vilnius).

The securities of the subsidiaries of the Company are not traded on regulated markets.

AB LINAS AGRO GROUP SHARE PRICE AND TURNOVER

Information on changes in the prices of Company's shares and turnover from 01/07/2012 until the end of the reporting period, i. e. 31 December 2015, is presented in the following diagram:



12 SHAREHOLDERS

According to the list of shareholders provided by AB Linas Agro Group securities account operator Swedbank, AB (data for end of 31 December 2015), the number of Company's shareholders at the end of the reporting period totaled 962.

Shareholders controlling more than 5% of Company's shares as at 31 December 2015:

	Number of shares held	Portion in the authorized capital and voting rights
Akola ApS (public company, company Code 2517487; registration address: Algade 31 9000 Aalborg, Denmark)	97,169,646	61.14%
Darius Zubas	17,049,995	10.73%
Swedbank AS (public company, company code 1006070, registration address: LIIVALAIA 8, Tallinn, Estonia) clients	11,394,503	7.17%

The Company's ordinary non-certificated shares grant equal rights to all shareholders of the Company. Each ordinary share of the Company shall grant one vote at the General Meeting of Shareholders (except 786,972 ordinary registered shares acquired by the Company that do not give the right to vote).

13 BODIES OF THE COMPANY

According to the AB Linas Agro Group Articles of Association, the Company's bodies shall be as follows:

- The general Meeting of Shareholders;
- The Board;
- The Head of the Company (Managing Director).

The Supervisory Board shall not be formed in the Company.

One general meeting of shareholders was held during H1 of FY 2015/16 – on 22nd of October, 2015.

The Company's Board for a 4 (four) year period was elected by the Company's General Meeting of Shareholders on 25 October 2012. As at 31 December 2015, the number of the Company's board members was 7. The Company does not have independent members of the Board. Four meetings of the Board have been organized and held during 1st half of financial year, members of the Board attended 100 percent of the meetings.

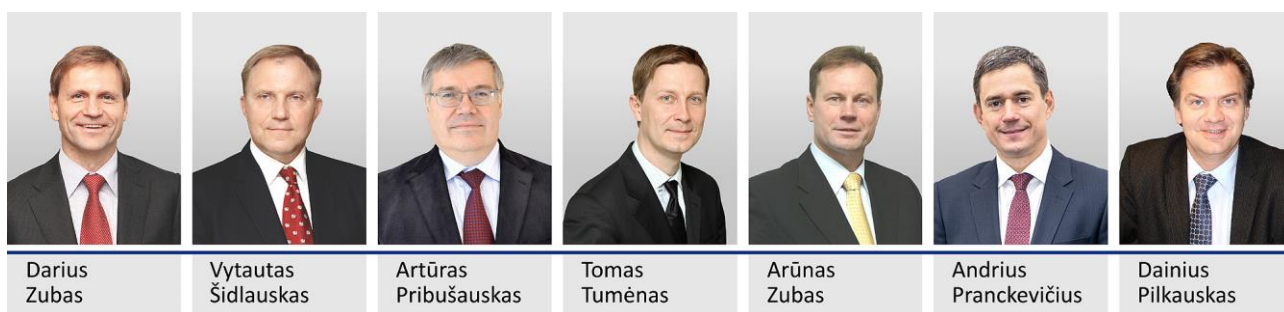
The Head of the Company does not change during six months of 2015/16 financial year, ended 31 December 2015. The Head of the Company is also the Chairman of the Board of the Company.

Since 28 October 2010 Audit Committee formed by the Company.

The members of the bodies of AB Linas Agro Group have never been convicted for the property, management procedures and financial offences.

THE BOARD

The members of the board as at 31 December, 2015:



Name	Number of shares held and participation in Company's authorized capital	Position within the Board	Cadence starts	Cadence ends
Darius Zubas	17,049,995 or 10.73% of shares	Chairman of the Management Board	25/10/2012	24/10/2016
Vytautas Šidlauskas	6,003,521 or 3.78% of shares	Deputy Chairman of the Management Board	25/10/2012	24/10/2016
Dainius Pilkauskas	480,281 or 0.3% of shares	Member of the Management Board	25/10/2012	24/10/2016
Arūnas Zubas	480,281 or 0.3% of shares	Member of the Management Board	25/10/2012	24/10/2016
Artūras Pribušauskas	11,000 or 0.01% of shares	Member of the Management Board	24/10/2013	24/10/2016
Tomas Tumėnas	2,200 or 0.001% of shares	Member of the Management Board	25/10/2012	24/10/2016
Andrius Pranckevičius	Does not have shares of the Company	Member of the Management Board	25/10/2012	24/10/2016

Darius Zubas (b. 1965) – the main founder of the Group. Graduated from Veterinary Academy of Lithuanian University of Health Sciences in 1988. Managing Director of the Company since 1997. Managing Director of AB Linas Agro since 1991 and Chairman of the Management Board since 2006. Chairman of the Board of Directors of Linas Agro A/S since 2004. Chairman of the Supervisory Board of AS Putnu Fabrika Kekava since 2014. Chairman of the Supervisory Boards of SIA Lielzeltini, SIA Linas Agro and AS Dotnuvos Projektai, also Chairman of the Management Board of UAB Dotnuvos Projektai since 2015. Chairman of the Management Board of UAB MESTILLA since 2006.

Vytautas Šidlauskas (b. 1963) graduated from Faculty of Chemistry of Kaunas University of Technology in 1987. Has been employed with the Group since 1991. Managing Director of UAB Gerera since 1993. Trade Director of AB Linas Agro since 1999 and Member of the Management Board since 2006. Member of the Board of Directors of Linas Agro A/S since 2004. Deputy Chairman of the Supervisory Boards of SIA Lielzeltini, SIA Linas Agro and AS Putnu Fabrika Kekava, the Member of the Supervisory Board of AS Dotnuvos Projektai, also Deputy Chairman of the Management Board of UAB Dotnuvos Projektai since 2015. Member of the Management Board of UAB MESTILLA since 2006.

Dainius Pilkauskas (b. 1966) – a graduate of Veterinary Academy of Lithuanian University of Health Sciences in 1991. Has been employed with the Group since 1991. Trade Director for Baltic States and Member of the Management Board of AB Linas Agro since 2006.

Arūnas Zubas (b. 1962) graduated from Faculty of Chemistry of Kaunas University of Technology in 1985. He was employed with the Group from 1995 to 2005 as director of commerce in AB Linas Agro. Member of the Management Board of AB Linas Agro since 2006. Member of the Supervisory Boards of SIA Lielzeltini and AS Putnu Fabrika Kekava since 2015. Managing Director of UAB MESTILLA since 2005.

Artūras Pribušauskas (b. 1963) graduated from Kaunas University of Technology, Faculty of Chemistry in 1986. In 2004, he attended the ACT (Association of Corporate Treasurers) corporate treasury courses in the UK. Joined the Group in 1993, worked as advisor and later as financier in AB Linas Agro. Head of

treasury in AB Linas Agro since 1999 and in AB Linas Agro Group since 2010. Member of the Audit Committee of the Company. Member of the Management Board of UAB MESTILLA since 2013.

Tomas Tumėnas (b. 1972) obtained the diploma in Economics from Vilnius University in 1995 and a certificate in International Business Economics from Aalborg University. In 2011 obtained MBA (Master of Business Administration, Program for (Full) Financial Specialist & Managers) at Manchester Business School, The University of Manchester. Has been employed with the Group since 2001. Finance Director at AB Linas Agro since 2006 and Member of the Management Board since 2009. Finance Director of AB Linas Agro Group since 2009. Member of the Management Board of UAB Dotnuvos Projektai since 2015.

Andrius Pranckevičius (b. 1976) – a graduate of Kaunas Technological University where in 1998 he obtained a bachelor's degree in Business Administration and, in 2000, master's degree in Marketing Management. He also took executive education programs in Harvard Business School, Wharton Business School, Stanford and Berkeley Business School (2004–2007) and program of leadership development in Harvard Business School (2009). Joined the Group in 1999. Deputy Managing Director of AB Linas Agro since 2005 and the Member of the Management Board since 2006. Deputy Managing Director of AB Linas Agro Group since 2009. Member of the Supervisory Board of AS Putnu Fabrika Kekava since 2014 and Chairman of the Management Board of the company since 2015. Also Chairman of the Management Board of the companies SIA Lielzeltini, SIA Cerova and SIA Broileks since 2015. Member of the Board of Lithuanian Agricultural Companies Association.

Board members controlling more than 5% of other Companies shares and votes:

Name	Participation in other Companies authorized capital
Darius Zubas	Akola ApS 71% votes; UAB MESTILLA 14.3% votes.
Vytautas Šidlauskas	Akola ApS 25% votes; UAB MESTILLA 5% votes.

Andrius Pranckevičius, Arūnas Zubas, Dainius Pilkauskas, Tomas Tumėnas and Artūras Pribušauskas do not have more than 5% of shares in the other companies.

The Company has not granted any loans, guarantees or surety ships to the members of the Board that would ensure fulfillment of their obligations, also did not transfer them any assets.

MANAGEMENT OF THE COMPANY

Company Management as of 31 December 2015:



Position	Name and surname	Employed since
Managing Director	Darius Zubas	01/09/1996
Deputy Managing Director	Andrius Pranckevičius	19/11/2009
Finance Director	Tomas Tumėnas	19/11/2009
Chief Accountant	Ramutė Masiokaitė	19/11/2009

The Management of the Company work under open-ended contracts of employment.

Information about Darius Zubas, Andrius Pranckevičius, and Tomas Tumėnas is provided in the chapter THE BOARD.

Ramutė Masiokaitė(b. 1971) – Chief Accountant. Does not own shares of the Company. Graduated from Vilnius University in 1994 and acquired the qualifications of economics, financial and credit specialist. She started her employment with the Group in 1998 in the capacity of the Chief Accountant of AB Linas Agro. In 2001 she became Finance Controller of AB Linas Agro and works so far, in 2009 was appointed as Chief Accountant of AB Linas Agro Group.

COMMITTEES FORMED BY THE COMPANY

The Ordinary General Meeting of the Company's Shareholders held on 30 October 2014 formed the Audit Committee and elected the members of the Audit Committee. The Audit Committee consists of 3 members, including an independent member. The members of the Committee are elected for the term of office of 4 (four) years. The elected members of the Committee began their service from the moment the General Meeting of the Company's Shareholders during which they had been elected was over.

THE MEMBERS OF AUDIT COMMITTEE as at December 2015:

Andrius Drazdys - independent member of the Audit Committee. Term of office began on 30 October 2014, term of office ends on 30 October 2018. Does not own shares of the Company. Employed at UAB Vilniaus margarino gamykla as a Chief Finance Officer.

Artūras Pribušauskas -member of the Audit Committee. Term of office began on 30 October 2014, term of office ends on 30 October 2018. Treasury Manager of the Company and also employed as a Treasury Manager at AB Linas Agro. Elected the Member of the Board as from October 24, 2013 (see chapter **THE BOARD**). Shareholder of the Company – owns 11,000 shares of the Company or 0.01% of all shares and votes of the Company.

Kristina Prūsienė - member of the Audit Committee. Term of office began on 30 October 2014, term of office ends on 30 October 2018. Does not have shares of the Company. Employed at AB Linas Agro as Deputy Accountant General.

14 PROCEDURE FOR AMENDING THE COMPANY'S ARTICLES OF ASSOCIATION

The Company's Articles of Association shall be amended in accordance with the procedure provided for in the laws of the Republic of Lithuania and the Company's Articles of Association. Adoption of a decision to amend the Company's Articles of Association shall be the jurisdiction of the Company's General Meeting of Shareholders subject to a qualified majority of 2/3 of votes of the shareholders participating in the Meeting, with the exception of cases specified in the Law of the Republic of Lithuania on Companies.

15 INFORMATION ABOUT THE COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company complies with the company management procedures stipulated in the Law of the Republic of Lithuania on Companies. The Company complies with the essential management principles for the companies listed on Nasdaq Vilnius. The managing bodies of the company are the General Meeting of Shareholders, the Board of the Company and the Head of the Company (Managing Director). The Company does not have the Supervisory Board. The Company's Board consists of seven members to be elected for a period of four years, but the Chairman of the Board is also the Head of the Company (Managing Director). The Company has the Audit Committee.

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



AB LINAS AGRO GROUP CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE 6 MONTH PERIOD OF THE YEAR 2015/16
(UNAUDITED)**

PREPARED ACCORDING TO
ADDITIONAL INFORMATION PREPARING AND PRESENTATION
INSTRUCTIONS ISSUED BY THE BANK OF LITHUANIA

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 31 December 2015	As at 30 June 2015
ASSETS			
Non-current assets			
Intangible assets	5	1,148	901
Property, plant and equipment	6	104,766	104,213
Investment property	7	1,485	1,523
Animals and livestock		8,163	8,127
Non-current financial assets			
Other investments and prepayments for financial assets		17	17
Non-current receivables		904	903
Non-current receivables from related parties	12	800	1,175
Total non-current financial assets		1,721	2,095
Deferred income tax asset		1,987	1,955
Total non-current assets		119,270	118,814
Current assets			
Crops		3,094	15,436
Livestock		1,881	1,997
Inventories		90,068	56,415
Prepayments		7,413	8,729
Accounts receivable			
Trade receivables		83,711	96,700
Receivables from related parties	12	44	19
Income tax receivable		298	901
Other accounts receivable		4,091	9,500
Total accounts receivable		88,144	107,120
Other current financial assets		1,036	519
Cash and cash equivalents		9,619	6,680
Total current assets		201,255	196,896
Total assets		320,525	315,710

(cont'd on the next page)

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(CONT'D)

	Notes	As at 31 December 2015	As at 30 June 2015
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital	1	46,093	46,032
Share premium	1	23,038	23,038
Legal reserve		2,936	2,704
Reserve for own shares		–	1,819
Own shares (-)		(456)	(457)
Foreign currency translation reserve		(22)	(22)
Other reserve		105	–
Retained earnings		91,425	84,197
Total equity attributable to equity holders of the parent		163,119	157,311
Non-controlling interest		2,506	1,826
Total equity		165,625	159,137
Liabilities			
Non-current liabilities			
Grants and subsidies		6,903	6,646
Non-current borrowings	8	29,214	22,729
Finance lease obligations		1,640	1,789
Non-current trade payables		8	183
Deferred income tax liability		846	1,157
Non-current employee benefits		266	266
Total non-current liabilities		38,877	32,770
Current liabilities			
Current portion of non-current borrowings	8	7,251	13,313
Current portion of finance lease obligations		801	803
Current borrowings	8, 12	69,336	64,256
Trade payables		19,836	28,179
Payables to related parties	12	–	21
Income tax payable		1,533	303
Derivative financial instruments		4	581
Other current liabilities		17,262	16,347
Total current liabilities		116,023	123,803
Total equity and liabilities		320,525	315,710

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 July to 31 December)

	Notes	2015/2016 6 month	2014/2015 6 month
Sales	4	366,981	310,366
Cost of sales		(341,715)	(293,627)
Gross profit		25,266	16,739
Operating (expenses)	9	(16,764)	(13,793)
Other income	10	928	969
Other (expenses)		(174)	(184)
Operating profit		9,256	3,731
Income from financing activities		393	310
(Expenses) from financing activities		(1,263)	(1,341)
Profit before tax		8,386	2,700
Income tax		(1,311)	(636)
Net profit		7,075	2,064
Net profit attributable to:			
Equity holders of the parent		7,001	1,726
Non-controlling interest		74	338
		7,075	2,064
Basic and diluted earnings per share (EUR)		0.04	0.01
Net profit		7,075	2,064
Other comprehensive income			
Other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	–
Exchange differences on translation of foreign operations		–	22
Total other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	22
Total comprehensive income, after tax		7,075	2,086
Total comprehensive income attributable to:			
The shareholders of the Company		7,001	1,748
Non-controlling interest		74	338
		7,075	2,086

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 October to 31 December)

	Notes	2015/2016 2 Q	2014/2015 2 Q
Sales	4	217,502	179,515
Cost of sales		(204,238)	(171,828)
Gross profit		13,264	7,687
Operating (expenses)	9	(9,023)	(7,168)
Other income	10	570	(177)
Other (expenses)		(15)	(115)
Operating profit		4,796	227
Income from financing activities		148	194
(Expenses) from financing activities		(500)	(660)
Profit before tax		4,444	(239)
Income tax		(833)	70
Net profit		3,611	(169)
Net profit attributable to:			
Equity holders of the parent		3,638	(266)
Non-controlling interest		(27)	97
		3,611	(169)
Basic and diluted earnings per share (EUR)		0.02	–
Net profit		3,611	(169)
Other comprehensive income			
Other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	–
Exchange differences on translation of foreign operations		–	17
Total other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	17
Total comprehensive income, after tax		3,611	(152)
Total comprehensive income attributable to:			
The shareholders of the Company		3,638	(249)
Non-controlling interest		(27)	97
		3,611	(152)

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Equity attributable to equity holders of the parent

Notes	Share capital	Own shares	Share premium	Legal reserve	Reserve for own shares	Foreign currency translation reserve	Other reserves	Retained earnings	Subtotal	Non-controlling interest	Total
Balance as at 1 July 2014	46,032	(458)	23,038	2,360	1,825	(44)	–	76,550	149,303	2,790	152,093
Net profit for the year	–	–	–	–	–	–	–	1,726	1,726	338	2,064
Other comprehensive income	–	–	–	–	–	22	–	–	22	–	22
Total comprehensive income	–	–	–	–	–	22	–	1,726	1,748	338	2,086
Declared dividends by company	–	–	–	–	–	–	–	(1,447)	(1,447)	–	(1,447)
Reserves made	–	–	–	344	(6)	–	–	(338)	–	–	–
Dividends declared by the subsidiaries	–	–	–	–	–	–	–	–	–	(10)	(10)
Transfer of own shares	–	1	–	–	–	–	–	(1)	–	–	–
Acquisition of minority interest	–	–	–	–	–	–	–	83	83	(125)	(42)
Balance as at 31 December 2014	46,032	(457)	23,038	2,704	1,819	(22)	–	76,573	149,687	2,993	152,680
Balance as at 1 July 2015	46,032	(457)	23,038	2,704	1,819	(22)	–	84,197	157,311	1,826	159,137
Net profit for the year	–	–	–	–	–	–	–	7,001	7,001	74	7,075
Total comprehensive income	–	–	–	–	–	–	–	7,001	7,001	74	7,075
Transfer of own shares	–	1	–	–	–	–	–	(1)	–	–	–
Declared dividends by company	–	–	–	–	–	–	–	(1,202)	(1,202)	–	(1,202)
Share capital value adjustment due to conversion to euro	61	–	–	–	–	–	–	(61)	–	–	–
Reserves made	–	–	–	232	(1,819)	–	105	1,482	–	–	–
Dividends declared by the subsidiaries	–	–	–	–	–	–	–	–	–	(10)	(10)
Disposal of minority interest in subsidiaries	–	–	–	–	–	–	–	–	–	634	634
Acquisition of minority interest	–	–	–	–	–	–	–	9	9	(18)	(9)
Balance as at 31 December 2015	46,093	(456)	23,038	2,936	–	(22)	105	91,425	163,119	2,506	165,625

(cont'd on the next page)

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT

	Notes	2015/2016 2 Q	2014/2015 2 Q
Cash flows from (to) operating activities			
Net profit		7,075	2,064
Adjustments for non-cash items:			
Depreciation and amortisation		5,263	4,816
Subsidies amortisation		(480)	(456)
(Gain) on disposal of property, plant and equipment		(158)	(76)
(Gain) on disposal of other investments		–	(359)
Change in allowance and write-offs for receivables and prepayments		31	502
Inventories write down to net realisable value		11	10
Change in accrued expenses		(904)	3,462
Change in fair value of biological assets		108	215
Change in deferred income tax		(261)	34
Current income tax expenses		1,574	602
Liabilities write of		(2)	(12)
Expenses (income) from change in fair value of financial instruments		178	(1,474)
Dividend (income)		–	(45)
Interest (income)		(393)	(310)
Interest expenses		1,263	1,341
		13,305	10,314
Changes in working capital:			
Decrease in biological assets		12,468	11,350
(Increase) in inventories		(33,973)	(45,321)
Decrease (increase) in prepayments		1,316	475
Decrease in trade and other accounts receivable		16,996	16,038
(Increase) in restricted cash		(79)	(602)
Increase in trade and other accounts payable		(26,897)	(4,985)
Income tax (paid)		(491)	(766)
Net cash flows from (to) operating activities		(17,355)	(13,497)

(cont'd on the next page)

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT (CONT'D)

	Notes	2015/2016 2 Q	2014/2015 2 Q
Cash flows from (to) investing activities			
(Acquisition) of intangible assets, property, plant and equipment and investment property		(8,063)	(5,227)
Proceeds from sale of intangible assets, property, plant and equipment and investment property		434	221
(Acquisition) of subsidiaries (less received cash balance in the Group)	3	–	(200)
Disposal of other investments	3	–	434
Proceeds from disposals of subsidiaries		–	37
Loans (granted)		(951)	(2,053)
Repayment of granted loans		2,409	701
Interest received		185	21
Dividends received		–	45
Net cash flows from (to) investing activities		(5,986)	(6,021)
Cash flows from (to) financing activities			
Proceeds from loans		84,205	81,101
(Repayment) of loans		(55,022)	(56,084)
Finance lease (payments)		(417)	(420)
Interest (paid)		(1,265)	(1,237)
Dividends (paid) to non-controlling shareholders		(10)	(10)
Dividends (paid)		(1,202)	(1,447)
Acquisition of non-controlling interest		(9)	(42)
Net cash flows from (to) financing activities		26,280	21,861
Net (decrease) increase in cash and cash equivalents		2,939	2,343
Cash and cash equivalents at the beginning of the year		6,680	8,632
Cash and cash equivalents at the end of the year		9,619	10,975
Supplemental information of cash flows:			
Non-cash investing activity:			
Property, plant and equipment acquisitions financed by grants and subsidies		386	133
Property, plant and equipment acquisitions financed by finance lease		568	186

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

AB Linas Agro Group (hereinafter the Company or the parent) is a public limited liability company registered in the Republic of Lithuania. The Company was registered on 27 November 1995.

The address of its registered office is as follows: Smėlynės Str. 2C, LT-35143 Panevėžys, Lithuania.

The principal activities of the Group are described in Note 4.

The financial year of the Group and the Company starts on 1 July of the calendar year and ends on 30 June of the following calendar year.

As at 31 December 2015 and as at 30 June 2015 the shareholders of the Company were:

	As at 31 December 2015		As at 30 June 2015	
	Number of shares held	Percentage	Number of shares held	Percentage
Akola ApS (Denmark)	97,169,646	61.14%	88,984,443	55.99%
Darius Zubas	17,049,995	10.73%	17,049,995	10.73%
Swedbank AS (Estonia) clients	11,394,503	7.17%	10,720,893	6.75%
SEB AS OMNIBUS (Luxembourg) clients	–	–	12,026,834	7.57%
Other shareholders (private and institutional investors)	33,326,254	20.96%	30,158,233	18.96%
Total	158,940,398	100.00%	158,940,398	100.00%

All the shares of the Company are ordinary shares with the par value of EUR 0.29 each as at 31 December 2015 (EUR 0.29 each as at 30 June 2015) and were fully paid as at 31 December 2015 and as at 30 June 2015.

The Company holds 786,972 of its own shares, percentage 0.50%, as at 31 December 2015 (788,972 as at 30 June 2015). Subsidiaries and other related companies did not hold any shares of the Company as at 31 December 2015 and as at 30 June 2015.

All of the Company's 158,940,398 ordinary shares are included in the Official list of Nasdaq Vilnius stock exchange (ISIN code LT0000128092). The Company's trading ticker in Nasdaq Vilnius stock exchange is LNA1L.

As at 31 December 2015 the number of employees of the Group was 2,251 (2,334 as at 30 June 2015).

No changes in share capital occurred during the years ending 31 December 2015 and 30 June 2015.

2. ACCOUNTING PRINCIPLES

These financial statements were prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (hereinafter the EU), which include IAS 34. In all material respects, the same accounting principles have been followed as in the preparation of financial statements for 2014/2015 financial year.

3. GROUP STRUCTURE AND CHANGES IN THE GROUP

As at 31 December 2015 and as at 30 June 2015 the Company held these directly and indirectly controlled subsidiaries (hereinafter the Group):

	Place of registration	Effective share of the stock held by the Group		Main activities
		31 December 2015	30 June 2015	
Investments into directly controlled subsidiaries				
AB Linas Agro	Lithuania	100%	100%	Wholesale trade of grains and oilseeds, feedstuffs and agricultural inputs
UAB Linas Agro Konsultacijos	Lithuania	100%	100%	Management of the subsidiaries engaged in agriculture
UAB Dotnuvos Projektai	Lithuania	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
UAB Jungtinė Ekspedicija	Lithuania	100%	100%	Expedition and ship's agency services
ŽŪB Landvesta 1	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 2	Lithuania	100%	100%	Rent and management of agricultural purposes land
Noreikiškių ŽŪB	Lithuania	100%	100%	Rent and management of agricultural purposes land
UAB Lineliai	Lithuania	100%	100%	Rent and management of agricultural purposes land
AS Putnu fabrika Kekava	Latvia	93.48%	96.47%	Broiler breeding, slaughtering and sale of products
SIA PFK Trader	Latvia	93.48%	96.47%	Retail trade of food production
SIA Lielzeltīni	Latvia	100%	100%	Broiler breeding, slaughtering and sale of products, feedstuffs
SIA Cerova	Latvia	100%	100%	Egg incubation and chicken sale
SIA Broileks	Latvia	100%	100%	Chicken breeding and sale
SIA Erfolg Group	Latvia	93.48%	96.47%	Not operating company
Investments into indirectly controlled subsidiaries (through AB Linas Agro)				
SIA Linas Agro	Latvia	100%	100%	Wholesale trade of grains and oilseeds, agricultural inputs
UAB Gerera	Lithuania	100%	100%	Not operating company
UAB Linas Agro Grūdų Centras	Lithuania	100%	100%	Management services
UAB Linas Agro Grūdų Centras KŪB	Lithuania	100%	100%	Preparation and warehousing of grains for trade
Linās Agro A/S	Denmark	100%	100%	Wholesale trade of grains and oilseeds, feedstuffs
ŽŪB Landvesta 3	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 4	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 5	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 6	Lithuania	100%	100%	Rent and management of agricultural purposes land

3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

	Place of registration	Effective share of the stock held by the Group		Main activities
		31 December 2015	30 June 2015	
Investments into indirectly controlled subsidiaries (through UAB Linas Agro Konsultacijos)				
ŽŪK KUPIŠKIO GRŪDAI	Lithuania	98.48%	98.48%	Preparation and warehousing of grains for trade
Biržai district Medeikių ŽŪB	Lithuania	98.39%	98.39%	Growing and sale of crops
Šakiai district Lukšių ŽŪB	Lithuania	98.82%	98.82%	Mixed agricultural activities
Panevėžys district Aukštadvario ŽŪB	Lithuania	97.41%	97.41%	Mixed agricultural activities
Sidabravo ŽŪB	Lithuania	95.20%	95.20%	Mixed agricultural activities
Kėdainiai district Labūnavos ŽŪB	Lithuania	98.64%	98.64%	Mixed agricultural activities
Užupės ŽŪB	Lithuania	100%	100%	Growing and sale of crops
UAB Paberžėlė	Lithuania	100%	100%	Rent and management of agricultural purposes land
UAB Žemės ūkio investicijos	Lithuania	–	100%	Liquidated
Panevėžys district Žibartonių ŽŪB	Lithuania	99.80%	99.80%	Mixed agricultural activities
Investments into indirectly controlled subsidiaries (through UAB Dotnuvos Projektai)				
SIA DOTNUVOS PROJEKTAI	Latvia	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
AS Dotnuvos Projektai	Estonia	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
UAB Dotnuvos technika	Lithuania	100%	100%	Not operating company
Investments into indirectly controlled subsidiaries (through UAB Linas Agro Grūdų centras KŪB)				
Karčemos kooperatinė bendrovė	Lithuania	20%*	20%*	Preparation and warehousing of grains for trade
SIA Linas Agro Graudu centras	Latvia	100%	100%	Preparation and warehousing of grains for trade
Investment into indirectly controlled subsidiaries (through Panevėžys district Žibartonių ŽŪB)				
Karčemos kooperatinė bendrovė	Lithuania	3.98%*	3.98%*	Preparation and warehousing of grains for trade

* The Group indirectly controls 23.98% of shares of Karčemos kooperatinė bendrovė (through Panevėžys district Žibartonių ŽŪB and UAB Linas Agro Grūdų centras KŪB), however, the Group has control over this entity and, therefore, it has been consolidated when preparing these financial statements.

3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

Changes in the Group during the 6 month period ended 31 December 2015

During 6 month period, ended 31 December 2015, the Company acquired 0.09% AS Putnu fabrika Kekava share capital for EUR 9 thousand. The shares were acquired from the non-controlling shareholders. The difference of EUR 9 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

The Company canceled agreement of acquisition of 3.08% AS Putnu fabrika Kekava share capital from the non-controlling shareholders.

Changes in the Group during the year ended 30 June 2015

On 1 July 2014 share capital of AS Putnu fabrika Kekava increased from EUR 12,769 thousand to EUR 18,947 thousand by capitalization of payable amounts of AB Linas Agro Group and SIA Lielzeltini. The rest non-controlling shareholders didn't participate in the increasing of share capital, part of the shares owned by the Group increased from 84.36% to 89.46%. The difference of EUR 615 thousand gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

On 27 October 2014 AS Putnu fabrika Kekava acquired 100% of shares of SIA Erfolg Group. SIA Erfolg Group is not engaged in any business activity and its assets are not material to the financial statements.

During 12 month period, ended 30 June 2015, the Company additionally acquired 7.01% AS Putnu fabrika Kekava share capital for EUR 783 thousand. The shares were acquired from the non-controlling shareholders. The difference of EUR 20 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

The effective share of SIA PFK Trader held by the Group increased during 12 month period, ended 30 June 2015, due to acquisitions of AS Putnu fabrika Kekava shares which has 100% ownership of SIA PFK Trader.

During 12 month period, ended 30 June 2015, the Group acquired 1.80% Sidabravo ŽŪB share capital for EUR 13 thousand. The shares were acquired from the non-controlling shareholders. The difference of EUR 60 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

The Group acquired 0.49% Panevėžys district Aukštadvario ŽŪB share capital for EUR 1 thousand. The difference of EUR 12 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

Also the Group acquired 0.2% ŽŪK Kupiškio grūdai share capital for EUR 4 thousand from the minority shareholders. The consideration transferred was equal to the carrying value of interest acquired.

During 12 month period, ended 30 June 2015, UAB Fossio, not operating entity, was connected up to UAB Linas Agro Grūdų Centras.

During 12 month period, ended 30 June 2015, the Group sold 15.97% minority interest in Karčemos kooperatinė bendrovė for EUR 86 thousand. The consideration received was equal to the carrying value of interest sold.

During 12 month period, ended 30 June 2015, the Company increased share capital of UAB Linas Agro Konsultacijos, UAB Lineliai, Noreikiškių ŽŪB, ŽŪB Landvesta 2 in amount of EUR 1,425 thousand, EUR 87 thousand, EUR 73 thousand, EUR 7 thousand, respectively. The share capital of UAB Linas Agro Konsultacijos was increased by capitalization of the granted loan, interest receivable.

4. SEGMENT INFORMATION

For management purpose the Group is organized into five operating segments based on their products and services as follows:

- the grain and feedstuff handling and merchandising includes trade in wheat, rapeseed, barley and other grains and oilseeds, suncake and sunmeal, sugar beat pulp, soyameal, vegetable oil, rapeseed and other feedstuffs, grain storage and logistics services;
- the products and services for farming segment includes sales of fertilizers, seeds, plant protection products, machinery and equipment, grain storage facilities, spare parts and other equipment to agricultural produce growers and grain storage companies;
- the agricultural production segment includes growing of grains, rapeseed and others as well as sales of harvest, breeding of livestock and sales of milk and livestock. Milk is sold to local dairy companies, other production is partly used internally, partly sold;
- food products segment includes poultry and other food final products;
- the other products and services segment includes sales of other products and services.

The Group's chief financial officer monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Transfer prices between the Group companies are based on normal selling prices in a manner similar to transactions with third parties.

Group	Grain and feedstuff handling and merchandising	Products and services for farming	Agricultural production	Food products	Other products and services	Not attributed to any specified segment	Adjustments and eliminations	Total
Financial year ended 31 December 2015								
Revenue								
Third parties	254,215	75,646	7,139	29,939	42	–	–	366,981
Intersegment	1,743	4,355	9,068	–	–	–	(15,166) ¹⁾	–
Total revenue	255,958	80,001	16,207	29,939	42	–	(15,166)¹⁾	366,981
Results								
Operating expenses	(3,935)	(6,466)	(1,627)	(2,735)	(11)	(1,990)	–	(16,764)
Segment operating profit (loss)	10,660	1,559	(1,307)	252	59	(1,967)	–	9,256
Financial year ended 31 December 2014								
Revenue								
Third parties	216,910	56,437	6,110	30,492	417	–	–	310,366
Intersegment	6,506	3,151	7,870	–	431	–	(17,958) ¹⁾	–
Total revenue	223,416	59,588	13,980	30,492	848	–	(17,958)¹⁾	310,366
Results								
Operating expenses	(2,848)	(4,788)	(1,447)	(2,870)	(30)	(1,810)	–	(13,793)
Segment operating profit (loss)	2,598	1,338	(1,376)	2,557	49	(1,435)	–	3,731

1) Intersegment revenue is eliminated on consolidation.

4. SEGMENT INFORMATION (CONT'D)

Below is the information relating to the geographical segments of the Group:

Revenue from external customers	6 month period ended	
	31 December 2015	31 December 2014
Lithuania	90,077	75,597
Europe (except for Scandinavian countries, CIS and Lithuania)	123,196	102,803
Scandinavian countries	39,045	44,909
Asia	82,129	76,173
Africa	26,059	5,112
CIS	6,475	5,772
	366,981	310,366

The revenue information above is based on the location of the customer.

Non-current assets	As at 31 December 2015	As at 30 June 2015
Lithuania	61,373	61,842
Latvia	44,837	43,310
Estonia	1,181	1,474
Denmark	8	11
	107,399	106,637

Non-current assets for this purpose consist of property, plant and equipment, investment property and intangible assets.

5. INTANGIBLE ASSETS

Group	Software	Other intangible assets	Total
Cost:			
Balance as at 30 June 2014	732	96	828
Additions	75	534	609
Write-offs	(3)	(17)	(20)
Balance as at 30 June 2015	804	613	1,417
Additions	12	317	329
Write-offs	–	(11)	(11)
Balance as at 31 December 2015	816	919	1,735
Accumulated amortization:			
Balance as at 30 June 2014	439	23	462
Charge for the year	56	18	74
Write-offs	(3)	(17)	(20)
Balance as at 30 June 2015	492	24	516
Charge for the year	32	50	82
Write-offs	–	(11)	(11)
Balance as at 31 December 2015	524	63	587
Net book value as at 31 December 2015	292	856	1,148
Net book value as at 30 June 2015	312	589	901
Net book value as at 30 June 2014	293	73	366

The Group has no internally generated intangible assets. Amortization expenses of intangible assets are included within operating expenses in the statement of comprehensive income.

6. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings and structures	Machinery and equipment	Vehicles	Other property, plant and equipment	Construction in progress and prepayments	Total
Cost:							
Balance as at 30 June 2014	13,196	77,228	34,906	4,884	5,061	1,779	137,054
Additions	47	1,340	3,391	666	872	6,725	13,041
Disposals and write-offs	(9)	(201)	(866)	(566)	(321)	(25)	(1,988)
Transfers from investment property	107	–	–	–	–	–	107
Reclassifications	4	2,121	656	–	(11)	(2,770)	–
Balance as at 30 June 2015	13,345	80,488	38,087	4,984	5,601	5,709	148,214
Additions	20	253	2,146	656	268	3,447	6,790
Disposals and write-offs	(2)	(262)	(986)	(75)	(6)	(7)	(1,338)
Transfers from investment property	–	48	–	–	–	–	48
Reclassifications	–	4,542	1,328	2	15	(5,887)	–
Balance as at 31 December 2015	13,363	85,069	40,575	5,567	5,878	3,262	153,714
Accumulated depreciation:							
Balance as at 30 June 2014	–	15,216	14,855	1,990	2,619	–	34,680
Charge for the year	–	5,156	3,345	850	795	–	10,146
Disposals and write-offs	–	(76)	(443)	(464)	(309)	–	(1,292)
Reclassifications	–	–	6	–	(6)	–	–
Balance as at 30 June 2015	–	20,296	17,763	2,376	3,099	–	43,534
Charge for the year	–	2,874	1,808	427	448	–	5,557
Disposals and write-offs	–	(36)	(513)	(64)	(12)	–	(625)
Transfers from investment property	–	15	–	–	–	–	15
Balance as at 31 December 2015	–	23,149	19,058	2,739	3,535	–	48,481
Impairment losses:							
Balance as at 30 June 2014	46	434	11	–	1	–	492
(Reversal) charge for the year	(25)	–	–	–	–	–	(25)
Balance as at 30 June 2015	21	434	11	–	1	–	467
Balance as at 31 December 2015	21	434	11	–	1	–	467
Net book value as at 31 December 2015	13,342	61,486	21,506	2,828	2,342	3,262	104,766
Net book value as at 30 June 2015	13,324	59,758	20,313	2,608	2,501	5,709	104,213
Net book value as at 30 June 2014	13,150	61,578	20,040	2,894	2,441	1,779	101,882

7. INVESTMENT PROPERTY

Investment property of the Group consists of land and buildings leased out under the operating lease which generates lease income.

Cost:	Land	Buildings	Total
Balance as at 30 June 2014	1,431	177	1,608
Additions	5	98	103
Disposals and write-offs	(16)	–	(16)
Transfers to property, plant and equipment	(107)	–	(107)
Balance as at 30 June 2015	1,313	275	1,588
Transfer from investment property	–	(48)	(48)
Balance as at 31 December 2015	1,313	227	1,540
Accumulated depreciation:			
Balance as at 30 June 2014	–	49	49
Charge for the year	–	16	16
Balance as at 30 June 2015	–	65	65
Charge for the year	–	5	5
Transfer from investment property	–	(15)	(15)
Balance as at 31 December 2015	–	55	55
Impairment losses:			
Balance as at 30 June 2014	–	–	–
Balance as at 30 June 2015	–	–	–
Balance as at 31 December 2015	–	–	–
Net book value as at 31 December 2015	1,313	172	1,485
Net book value as at 30 June 2015	1,313	210	1,523
Net book value as at 30 June 2014	1,431	128	1,559

Investment property of the Company consists of buildings leased out under the operating lease which generates lease income.

8. BORROWINGS

	As at 31 December 2015	As at 30 June 2015
Non-current borrowings		
Bank borrowings secured by the Group assets	29,214	22,729
	29,214	22,729
Current borrowings		
Current portion of non-current bank borrowings	7,251	13,313
Current bank borrowings secured by the Group assets	67,535	55,560
Other current borrowings (Note 12)	1,801	8,696
	76,587	77,569
	105,801	100,298

Interest payable is normally settled monthly throughout the financial year.

9. OPERATING EXPENSES

	2015/2016 2 Q	2014/2015 2 Q
Wages and salaries and social security	10,689	8,527
Consulting expenses	365	284
Depreciation and amortization	881	847
Other	4,829	4,135
	16,764	13,793

10. OTHER INCOME (EXPENSES)

	2015/2016 2 Q	2014/2015 2 Q
Other income		
Rental income from investment property and property, plant and equipment	120	111
Gain from currency exchange	281	–
Gain from disposal of investment property and property, plant and equipment	172	135
Gain from disposal of other investments	–	359
Write-off of liabilities	–	12
Other income	355	352
	928	969
Other (expenses)		
Direct operating expenses arising on rental and non-rental earning investment properties and property, plant and equipment	(113)	(97)
Loss from disposal of property, plant and equipment	(14)	(59)
Other expenses	(47)	(28)
	(174)	(184)

11. COMMITMENTS AND CONTINGENCIES

As at 31 December 2015 the Group is committed to purchase property, plant and equipment for the total amount of EUR 7,139 thousand (EUR 534 thousand as at 30 June 2015).

A few companies of the Group (Kėdainiai district Labūnavos ŽŪB, Šakiai district Lukšių ŽŪB, Sidabravo ŽŪB and Panevėžys district Žibartonių ŽŪB) received grants from the European Union and National Paying Agency mostly for acquisition of agricultural heavy duty equipment. Kėdainių district Labūnavos ŽŪB is committed not to discontinue operations related to agricultural up to the end of 2015, Šakiai district Lukšių ŽŪB, Sidabravo ŽŪB, Panevėžys district Žibartonių ŽŪB – up to 2019. UAB Linas Agro Grūdų Centras KŪB, Karčemos kooperatinė bendrovė received grants from the European Union and National Paying Agency (Lithuania) for grain handling and storage facility upgrade. UAB Linas Agro Grūdų Centras KŪB is committed not to discontinue operations related to preparation and warehousing of grains for trade agriculture up to 2020, Karčemos kooperatinė bendrovė – up to 2017.

SIA Lielzeltini, AS Putnu fabrika Kekava, SIA Cerova and SIA Broileks received grants from the European Union and Rural Support Service (Latvia) for poultry farm, feedstuffs production and storages upgrade. SIA Lielzeltini is committed not to discontinue broiler breeding, slaughtering and sale of products, feedstuffs up to 2016, AS Putnu fabrika Kekava- up to 2017, SIA Cerova – up to 2018 and SIA Broileks – up to 2016.

In case of non-compliance with the requirements the Group companies will have to return funds received to the state of Lithuania and Latvia amounting to EUR 4,820 thousand as at 31 December 2015 (EUR 4,528 thousand as at 30 June 2015).

In July 2013 the Group company Linas Agro A/S received a ruling from the Danish Tax Inspection (hereafter- SKAT) stating that SKAT has changed the companies tax assessments for the income year 2007/2009 whereby total taxable payment for period has been increased by EUR 68 thousand (DKK 1,100 thousand). The changes relate to non-approved deduction for inter-group services. The company's management does not concur with SKAT's assessment and the decision is appealed. Accordingly, the Group did not recognize any tax liability or any interest as at 31 December 2015 and 30 June 2015.

In addition Linas Agro A/S received a ruling from SKAT regarding the valuation of customer base which was transferred to the Group company, AB Linas Agro in the year 2011/2012. The decision has a negative effect on the total tax loss carry forward amount which is incorporated into calculation of taxable income for the year 2012/2013. SKAT has ruled that the value of the customer base should have been EUR 4,894 thousand (DKK 36,414 thousand) and not EUR 1,571 thousand (DKK 11,722 thousand) as the value sold in 2011/2012 by Linas Agro A/S to AB Linas Agro. This implies a reduction of the total tax loss carry forward in the amount of EUR 3,323 thousand (DKK 24,692 thousand) (tax value EUR 781 thousand (DKK 6,173 thousand)). Deferred tax asset from the tax loss carry forward from this amount is not recognized by Linas Agro A/S. Linas Agro A/S management does not agree with SKAT and appealed the decision.

During the 6 month period ended 31 December 2015 the management of the Group initiated actions to reach the agreement between Lithuanian and Danish tax authorities. As at financial statements preparation date there were no decisions reached as the investigation might last up to two years.

12. RELATED PARTIES TRANSACTIONS

The parties are considered related when one party has the possibility to control the other or have significant influence over the other party in making financial and operating decisions.

The related parties of the Company and Group for the years ended 31 December 2015 and 30 June 2015 were as follows:

Members of the board of the Company:

Darius Zubas (chairman of the board, ultimate controlling shareholder);
 Vytautas Šidlauskas;
 Dainius Pilkauskas;
 Arūnas Zubas;
 Andrius Prancėvičius;
 Tomas Tumėnas;
 Artūras Pribušauskas.

Subsidiaries: List provided in Note 3.

Akola ApS group companies:

Akola ApS (Denmark) (controlling shareholder);
 UAB MESTILLA (same ultimate controlling shareholders).

UAB Baltic Fund Investments (Tomas Tumėnas is a director of this company).

The Group's transactions with related parties in 6 month period ended 31 December 2015 were as follows:

2015 2 Q	Purchases	Sales	Receivables			Payables	Current payable loans
			Trade receivables	Current loans receivable	Non-current loans receivable		
Akola ApS group companies	415	8,826	44	–	800	–	1,010
Members of management board	–	6	–	–	–	–	–

As at 31 December 2015 interest rates of the Group for non-current loans receivable from related parties are equal to 2.61%.

As at 30 June 2015 interest rates of the Group for non-current loans receivable from related parties are equal to 4% and 2.61%.

As at 31 December 2015 interest rates of the Group for current payable loans to related parties are equal to 4%.

Transactions with related parties include sales and purchases of goods and services, sales and purchases of property, plant and equipment as well as financing transactions in the ordinary course of business and on terms equivalent to arm's length transactions.

There were no guarantees or pledges related to the Group's payables to or receivables from related parties. Receivables and payables from / to related parties will be settled in cash or offset with the payables / receivables from / to respective related parties.

Terms and conditions of the financial assets and liabilities:

- Receivables from related parties are non-interest bearing and are normally settled on 30-day terms.
- Payables to related parties are non-interest bearing and are normally settled on 30-90 -day terms.
- Interest payable is normally settled at the end of the loan term.

The Group's receivables from related parties were nor due neither impaired as at 31 December 2015 and 30 June 2015.

13. SUBSEQUENT EVENTS

There were no subsequent events after reporting period ended 31 December 2015.