AKCINĖ BENDROVĖ „ALITA“
JOINT STOCK COMPANY „ALITA“

To: Lithuanian securities Commission

30-05-2008 No. 5-333

CONFIRMATION OF RESPONSIBLE PERSONS

Following the Article No.22 of Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information approved by Securities Commission of the Republic of Lithuanian we, Vytautas Junevičius, General Director and Alina Miežiūnienė, Accountant-general since, hereby confirm that, to the our knowledge, the attached JSC „Alita“ Consolidated Interim Financial Statements for the three months of 2008 prepared in accordance with International Financial Reporting Standards are true and fairly present assets, liabilities, financial position, profit or loss of JSC „Alita“ group consolidated companies.

General Director — Vytautas Junevičius

Accountant-general — Alina Miežiūnienė

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AB ALITA

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2008

AB ALITA
Company code 149519891, Alytus, Miškininkų 17

Consolidated balance Sheet as of 31 March 2008

(LTL '000)

Note		31 March 2008	31 December 2007
	ASSETS		
	NON-CURRENT ASSETS		
3.	Intangible assets	5.550	5.591
	Investment property	2.490	2.510
3.	Property, plant and equipment	76.828	78.967
4.	Asociate investments	60.587	66.515
4.	Available-for-sale investments	21.318	21.318
	Issued loans	23.479	-
	Total non-current assets	190.252	174.901
	CURRENT ASSETS		
5.	Inventories	61.884	53.521
6.	Prepayments and deferred cost	2.199	1.348
7.	Trade accounts receivable	25.359	51.212
8.	Other current assets	1.425	4.358
9.	Cash and cash equivalents	5.776	974
	Total current assets	96.643	111.413
	TOTAL ASSETS	286.895	286.314
	LIABILITIES AND SHAREHODERS' EQUITY		
	SHAREHOLDERS' EQUITY		
	Share capital	50.827	50.827
	Compulsory reserve	5.083	5.083
10.	Revaluation reserve	9.881	9.881
	Retained earnings	14.356	24.695
	Total equity attributable to the equity holders of the parent	80.147	90.486
	Minority interest	1.959	1.999
	Total shareholders' equity	82.106	92.485
	NON-CURRENT LIABILITIES		
13.	Long-term bank loans and leasing liabilities	90.656	63.698
	Deferred income tax liability	2.094	2.094
	Total non-current liabilities	92.750	65.792
	CURRENT LIABILITIES		
13.	Short-term bank loans and current portion of LT loans and leasing liabilities	77.251	59.021
	Trade accounts payable	18.253	22.627
	Income tax payable	-	393
12.	Accrued liabilities	16.535	45.996
	Total current liabilities	112.039	128.037
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	286.895	286.314

The notes set out on pages 5-12 are an integral part of these consolidated interim financial statements.

General Director Vytautas Junevičius

AB ALITA
Company code 149519891, Alytus, Miškininkų 17

Consolidated statement of Income for the three month period ended 31 March 2008

(LTL '000)

Note		For the three month period ended 31 March 2008	2007
14.	NET SALES	40.896	29.129
	Cost of sales	(29.379)	(19.619)
	GROSS PROFIT	11.517	9.510
	Other income	475	812
	Selling and distribution expenses	(9.481)	(4.260)
	General and administrative expenses	(4.378)	(3.831)
	Other expenses	(337)	(581)
	OPERATING PROFIT	(2.204)	1.650
	Financial income	614	701
	Financial expenses	(2.861)	(389)
	Share of profit (loss) of equity accounted investees	(5.928)	-
	PROFIT BEFORE INCOME TAX	(10.379)	1.962
	Income tax	-	(319)
	NET PROFIT FOR THE YEAR	(10.379)	1.643
	Attributable to:		
	Equity holders of the parent	(10.339)	1.641
	Minority interrest	(40)	2
		(10.379)	1.643
11.	Basic earnings (loss) per share (LTL)	-0,20	0,03

The notes set out on pages 5-12 are an integral part of these consolidated interim financial statements.

General Director Vytautas Junevičius

Consolidated statement of Changes in Equity for the three month period ended 31 March 2008

(LTL '000)

Note		Share capital	Compulsory reserve	Revaluation reserve	Retained earnings (deficit)	Total equity	Minority interest	Total
	Balance as of 31 December 2006	50.827	5.083	10.073	24.965	90.948	1.962	92.910
	Disposal of available-for-sale investments			(584)		(584)	-	(584)
11.	Net profit for the year	-	-	-	1.641	1.641	2	1.643
	Balance as of 31 March 2007	50.827	5.083	9.489	26.606	92.005	1.964	93.969
	Dividends paid				(8.132)	(8.132)		(8.132)
	Increase in value of investments for sale			358		358		358
	Accounted deferred income tax liability			34		34		34
	Net profit for the year	-	-	-	6.221	6.221	35	6.256
	Balance as of 31 December 2007	50.827	5.083	9.881	24.695	90.486	1.999	92.485
11.	Net profit (loss) for the year	-	-	-	(10.339)	(10.339)	(40)	(10.379)
	Balance as of 31 March 2008	50.827	5.083	9.881	14.356	80.147	1.959	82.106

The notes set out on pages 5-12 are an integral part of these consolidated interim financial statements.

General Director Vytautas Junevičius

AB ALITA

Consolidated statement of Cash Flows for the three month period ended 31 March 2008

(LTL '000)

	For the three month period ended 31 March	
	2008	**2007**
Cash flow from (to) operating activities:		
Net profit (loss)	(10.379)	1.643
Adjustments to reconcile net profit to net cash provided by operating activities:		
Depreciation and amortisation	2.348	2.131
Write-off of property, plant and equipment	21	47
(Gain) loss from fixed assets sale	13	(95)
Impairment of inventories	(1)	-
Write-off of inventories	37	10
Interest expenses	2.798	369
Interest income	(581)	(54)
Share of (profit) loss of equity accounted investees	5.928	-
Income tax expense (income)	-	319
Other	-	(2)
	184	4.368
Changes in current assets and current liabilities:		
Decrease (increase) in inventories	(8.399)	(1.527)
Decrease (increase) in trade accounts receivable	25.853	15.686
(Increase)/decrease in prepayments and deferred cost	(851)	(2.218)
Decrease (increase) in other accounts receivable	2.929	(3.069)
Increase (decrease) in trade accounts payable and accrued liabilities	(32.826)	(7.905)
Income tax paid	(1.402)	-
Net cash provided by operating activities	(14.512)	5.335
Cash flow from (to) investing activities:		
Acquisition of property, plant and equipment	(88)	(1.383)
Acquisition of intangible fixed assets	(81)	-
Acquisition of asociate's shares	-	-
Disposal (acquisition) of subsidiary's shares	-	-
Disposal (acquisition) of investments for sale	-	200
Sale of property, plant and equipment	(13)	95
Interest received	581	54
Net cash (used in) investing activities	399	(1.034)
Cash flow from (to) financing activities:		
Issued loans	(23.479)	-
Repayment of issued loans	4	146
Loans received	47.588	13.971
(Repayment) of loans	(2.400)	(19.774)
Interest (paid)	(2.798)	(369)
Dividends (paid)	-	-
Net cash (used in) financing activities	18.915	(6.026)
Increase (decrease) in cash and cash equivalents	**4.802**	**(1.725)**
Cash and cash equivalents in beginning of the period	**974**	**3.676**
Cash and cash equivalents at end of the period	**5.776**	**1.951**

The notes set out on pages 5-12 are an integral part of these consolidated interim financial statements.

General Director Vytautas Junevičius

Notes to the consolidated interim financial statements
for the threee month period ended 31 March 2008
(LTL '000 unless otherwise stated)

1. Reporting entity

AB Alita was established in 1963 and was reregistered as a state enterprise in 1990. In 1995 AB Alita was re-organised to a joint stock company.

Registered address of AB Alita is Miškininkų 17, Alytus, Lithuania.

On 6 January 2004 an agreement on sale of the AB Alita shares was signed between the State Property Fund and UAB Invinus. AB Invinus acquired controlling 83.77 per cent shareholding of the Company.

On 10 November 2004 extraordinary shareholders' meeting of AB Invinus and on 11 November 2004 extraordinary shareholders' meeting of AB Alita took place during which a decision to merge AB Invinus to AB Alita and approve the reorganisation terms was made. AB Alita share capital decreased as a result of the reorganisation.

	Nominal value (LTL)	Percent
Private share capital	50.827.209	100,0

The nominal value of one share is LTL 1. All shares are authorised, issued and fully paid registered ordinary shares. Alitas's shares are listed in the current list of the Vilnius Stock Exchange.

On 8 July 2004 a sales agreement of controlling shareholding comprising 72.93 percent of AB Anykščių Vynas was signed between the State Property Fund and AB Alita. 35,793,407 ordinary registered shares of AB Anykščių Vynas were acquired for 25,610 thousand Litas. During the same year AB Alita additionally acquired 11,607,163 ordinary registered shares. At present AB Alita hold 46,577,570 ordinary registered shares, comprising 94,90 per cent, with a nominal value of 1 Litas each .

On 12 April 2007, according the final protocol, AB Alita obtained 100 ordinary registered shares of the wholesale company UAB Daivalda with a nominal value of 100 Litas each. UAB Daivalda holds 100 % shares of UAB Vilkmergės Alus.

On 27 April 2007, according the AB Alita Board protocol, the name of UAB Daivalda was changed to UAB Alita Distribution.

The financial statements of AB Alita and AB Anykščių Vynas (hereinafter „the Group") are consolidated from 1 July 2004. The financial statements of the Group consolidate AB Alita, AB Anykščių Vynas, UAB Alita Distribution and UAB Vilkmergės alus financial statements from 1 April 2007.

The Group produces and distributes alcohol beverages, including sparkling wines, alcohol mixes, cider, beer, wines, hard liqueurs, as well as concentrated fruit juice.

Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union.

Basis of preparation

The financial statements are presented in Litas, being the functional currency of the Group and prepared on the historical cost basis, except for the property plant and equipment, which are presented at deemed cost.

The preparation of the financial statements in conformity with IFRSs, as adopted by the European Union, requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

2. Summary of significant accounting policies

Basis of consolidation

Subsidiaries are entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable or convertible are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Intragroup balances and any unrealised gains and losses or income and expenses arising from intragroup transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with associates and jointly controlled entities are eliminated to the extent of the Group's interest in the entity. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

Associates

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. The consolidated financial statements include the Group's share of the total recognised gains and loses of associates on an equity accounted basis, from the date that significant influence commences until the date that significantinfluence ceases. When the Group's share of losses exceeds its interest in an associate, the Group's carrying amount is reduced to nil and recognition of further losses is discontinued exept to the extent that the Group has incurred legal or constructive obligations or made payments on behalt of associate.

Foreign currency transactions

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to the functional currency at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in the income statement.

Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.
Certain items of property, plant and equipment that have been indexed in accordance with Lithuanian legislation prior to 1 January 2004, the date of transition to IFRSs, are measured on the basis of deemed cost, being the indexed amount at the date of the indexation less indexed accumulated depreciation and impairment losses.
The cost of self-constructed assets includes the cost of materials, direct labor and an appropriate proportion of production overheads.
Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Subsequent costs

The Group recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item or major overhaul when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the Group and the cost of the item can be measured reliably. All other costs are recognized in the income statement as an expense as incurred.

2. Significant accounting policies (cont'd)

Depreciation

	Years
Buildings	8-84
Machinery and equipment	2-50
Motor vehicles, furniture and fixtures	4-25
IT equipment	4-5

The useful lives are reviewed periodically to ensure that the period of depreciation is consistent with the expected pattern of economic benefits from items of property, plant and equipment.

Intangible assets

Intangible assets, comprising computer software and other licenses that are acquired by the Group, are stated at cost less accumulated amortisation and impairment.

Amortisation is charged to the income statement on a straight-line basis. The Group's intangible assets are amortized over 1-3 years.

Inventories

Inventories, including work in process, are valued at the lower of cost or net realisable value, after recognition of impairment loss for obsolete and slow moving items. Net realisable value is the selling price in the ordinary course of business, less the costs of completion, marketing and distribution. Cost is determined in accordance FIFO principle.

Auxiliary materials and supplies are expensed at the time they are taken into use or booked to the finished goods value if used in production.

In the case of manufactured inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

The Company accounts for bottles as current assets in inventory, since they are not expected to be reused following the initial delivery. Bottles are booked to the cost of finished goods when used in production.

The Company books multiple usage tare, which comprise plastic boxes, pallets and etc. for placing the bottles of alcohol beverages, to the operating expenses immediately after it is taken for use.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

Impairment

The carrying amounts of the Company's assets, other than inventories and deferred tax assets, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

Calculation of recoverable amount

The recoverable amount of the Company's receivables carried at amortized cost is calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e., the effective interest rate computed at the initial recognition of these financial assets). Receivables with a short duration are not discounted.

Divdends

Dividends are recognized as a liability in the period in which they are declared.

2. Significant accounting policies (cont'd)

Liabilities

Liabilities are initially recognized at fair value less direct costs related to occurrence of respective loan and other liabilities. Subsequent to initial recognition, liabilities are stated at amortized cost on an effective interest method basis. Short-term liabilities are not discounted.

Provisions

A provision is recognized in the balance sheet when the Company has a legal or constructive obligation as a result of past event, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Revenue

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably. Sales are recognised net of VAT, excise tax and price discounts directly related to the sales. Revenue from sales of goods is recognised when delivery has taken place and transfer of risks and rewards has been completed.

Revenue from the services rendered is recognized in the income statement as the services are rendered. The revenue recognized is net of discounts provided.

Rental income is recognized in the income statement on a straight-line basis over the term of the lease.
Revenue from disposal of assets is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

No revenue is recognized if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of assets disposed also continuing management involvement with the assets.

Expenses

Operating expenses comprise costs regarding sales personnel, advertising, administrative staff, management, office premises and office expenses etc., including depreciation and amortisation.

Payments made under operating leases are recognized in the income statement on a straight-line basis over the term of the lease.

Net financing costs comprise interest payable on borrowings calculated using the effective interest rate method, interest receivable on funds invested, foreign exchange gains and losses.

Income tax

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to the items recognized directly in equity, in which case it is recognized in equity. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Earnings per share

The Company presents data of basic and diluted earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares. During reporting periods there were no any dilutive potential ordinary shares issued by the Company.

Subsequent events

Post-year-end events that provide additional information about the Group's position at the balance sheet date (adjusting events) are reflected in the financial statements. Post-year-end events that are not adjusting events are disclosed in the notes when material.

(LTL '000 unless otherwise stated)

3. Non current assets

The amortiziation charge of intangible assets amounts to LTL 122 thousand for the period ended 31 March 2008.

The Group acquired property, plant and equipment amounts to LTL 88 thousand, disposed and wrote off of LTL 21 thousand, the depreciation charge amounts to LTL 2,226 thousand for the period ended 31 March 2008.

4. Non-current financial asset

Asociate investments

During the first quarter of 2008 the associated entity suffered a loss . Part of the loss related to the Group amounted to LTL 5,928 thousand Litas resulting in decrease of the consolidated profit of the Group.

Available-for-sale investments

Available-for-sale investments consist of the following:

	31 March 2008	31 December 2007
AB Šiaulių Bankas shares	9.693	9.693
Other securities	-	-
Total	9.693	9.693
Impairment in the beginning of the year	-	(1)
Available-for-sale investments written-off	-	1
Impairment at the end of the year	-	-
Increase in value in the beginning of the year	11.625	11.851
Disposal of available-for-sale investments	-	(584)
Increase in value during the year	-	358
Increase in value at the end of the year	11.625	11.625
Total	21.318	21.318

As at 31 March 2008 AB Alita held 6,179,000 ordinary registered shares of AB Šiaulių Bankas with a nominal value of 1 Litas each.

5. Inventories

Inventories consist of:

	31 March 2008	31 December 2007
Raw materials	5.627	3.861
Packing materials	5.670	6.281
Auxiliary materials and supplies	1.167	1.420
Work-in-process	8.651	6.607
Finished goods:		
- alcoholic beverages	10.845	4.054
- apple products	22.738	24.462
Goods for resale	9.082	8.747
	63.780	55.432
Impairment of inventories in the beginning of the year	(1.911)	(2.574)
Sold and used for own needs	15	800
Impairment during the year		(137)
Impairment of inventories at the end of the year	(1.896)	(1.911)
Total	61.884	53.521

(LTL '000 unless otherwise stated)

6. Prepayments and deferred cost

Prepayments and deferred cost consist of:

	31 March 2008	31 December 2007
Prepayments to local suppliers	638	628
Prepayments to foreign suppliers	53	147
Income tax prepaid	1.032	-
Other taxes prepaid	34	72
Deferred cost	442	501
Total	2.199	1.348

7. Trade accounts receivable

Trade accounts receivable consist of:

	31 March 2008	31 December 2007
Trade accounts receivable	26.477	52.330
Impairment in the beginning of the year	(1.118)	(1.837)
Doubtful accounts receivable recovered	-	2
Doubtful accounts receivable write off	-	843
Additional impairment during the year	-	(126)
Impairment at the end of the year	(1.118)	(1.118)
Total	25.359	51.212

8. Other current assets

Other current assets consist of:

	31 March 2008	31 December 2007
Import VAT	-	494
Import excise	-	2.528
Issued short-term loans	216	220
Other accounts receivable	1.339	1.246
Impairment	(130)	(130)
Total	1.425	4.358

9. Cash and cash equivalents

Cash and cash equivalents consist of:

	31 March 2008	31 December 2007
Cash in banks	5.531	898
Cash on hand	245	76
Total	5.776	974

10. Shareholders' equity

Revaluation reserve

	31 March 2008	31 December 2007
Increase in value of AB Šiaulių Bankas shares	11.625	11.625
Deferred income tax to equity	(1.744)	(1.744)
Total	9.881	9.881

Notes to the consolidated interim financial statements
for the three month period ended 31 March 2008
(LTL '000 unless otherwise stated)

11. Basic earnings ((loss) per share

Basic earnings (loss) per share are calculated as follows:	For the three month period ended 31 March	
	2008	2007
Net profit (loss), attributable to the shareholders	(10.339)	1.641
Number of shares (thousands)	50.827	50.827
Earnings (loss) per share (LTL)	-0,20	0,03

AB Alita has no dilutive potential shares or convertibles. The diluted earnings (loss) per share are the same as the basic earnings (loss) per share.

12. Accrued liabilities

Accrued liabilities are listed below:

	31 March 2008	31 December 2007
Excise duty	3.288	20.620
Import excise (Note 9)	-	2.528
Value added tax (VAT)	2.466	10.580
Import VAT (Note 9)	-	494
Packaging tax	358	3.927
Advances received	4.962	960
Salaries	1.092	640
Accrued social security tax	596	523
Withholding income tax	316	169
Vacation pay	1.741	1.745
Other accrued liabilities	1.716	3.810
Total	16.535	45.996

13. Long-term and short-term bank loans and leasing liabilities

	31 March 2008	31 December 2007
Long-term loans	88.985	61.985
Long-term leasing liabilities	1.671	1.713
Total long-term liabilities	90.656	63.698
Current portion of long-term loan	9.749	11.848
Credit line	62.772	44.473
Overdraft	4.029	1.751
Curent portion of long-term leasing liabilities	701	949
Total short-term liabilities	77.251	59.021

14. Information according to business and geographic segments

	For the three month period ended 31 March	
Business segments	2008	2007
Wholesale alkoholic drinks	24.141	-
Alkoholic products	15.256	23.048
Apple products	1.167	5.927
Unallocated	332	154
Total	40.896	29.129
Geographic segments		
Revenue from domestic market customers	38.894	21.996
Revenue from foreign customers	2.002	7.133
Total	40.896	29.129

All the Company's asset are located in Lithuania, except asociate's investments in Serbia.

15. Events after the balance sheet date

On 29 April 2008 the General Shareholders' Meeting allowed for the shareholders to pay 2,541 thousand Litas dividends.

16. Information about audit

Concolidated financial statemens for the three month period ended 31 December 2008 was not audited. An audit will be perform for the full financial year 2008.

The comparative information is taken from consolidated financial statements for the year 2007, which was prepared and audited in accordance with International Financial Reporting Standarts as adopted by European Union.