



To Securities Commission
Of the Republic of Lithuania
Konstitucijos ave 23
08105 Vilnius

26 11 2008 No.1450

CONFIRMATION OF RESPONSIBLE PERSONS

Following the Article No. 22 of Law on Securities of the Republic of Lithuania and Rules on Preparation and Submission of Periodic and Additional Information of the Lithuanian Securities Commission, we, Povilas Stumbrys, Director General of GUBERNIJA AB and Vitalija Ramanauskienė, Chief Accountant of GUBERNIJA AB, hereby confirm, that to the best of our knowledge, the attached not audited GUBERNIJA AB Interim Financial Statements for the nine months of 2008, prepared in accordance with International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position and profit (loss) of GUBERNIJA AB.

Enclosure:

1. GUBERNIJA AB Interim Financial Statements for the nine months of 2008;

Director General

Povilas Stumbrys

Chief Accountant

Vitalija Ramanauskienė

AB GUBERNIJA, 144715765

(įmonės pavadinimas)

DVARO 179, ŠIAULIAI

(įmonės kodas, adresas, kiti duomenys)

PATVIRTINTA

20

m.

protokolo Nr.

2008 m. Rugsėjo 30 d. **BALANSAS/ BALANCE SHEET**

(finansinės atskaitomybės sudarymo data)

2008.11.14 Nr.

2008-01-01..2008-09-30

(ataskaitinis laikotarpis)

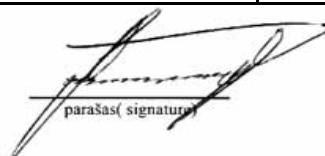
Litas/in Litas

	TURTAS/ ASSETS	Pastabos Nr./ Notes	Finansiniai metai/ Financial year 2008.09.30	Praėję finansiniai m./ Financial year 2007-12-31	Praėję finansiniai m./ Previous financial year 2006-12-31
A.	ILGALAIKIS TURTAS/ Long term assets		38 023 939	33 763 263	39 725 248
I.	NEMATERIALUSIS TURTAS / INTANGIBLE ASSETS	1	96 398	209 163	363 489
I.3	Patentai, licencijos/ Licences and patents		81 750	163 500	272 500
I.4	Programinė įranga/ Computer software		14 057	43 114	83 364
I.5	Kitas nematerialus turtas/ Other intangible assets		591	2 549	7 625
II.	MATERIALUSIS TURTAS/ TANGIBLE ASSETS	2	37 910 440	33 274 059	38 724 788
II.2	Pastatai ir statiniai / Buildings & Plant		20 199 734	11 957 342	12 973 173
II.3	Mašinos ir įrengimai / Machinery & equipment		15 907 883	19 171 282	22 430 766
II.4	Transporto priemonės / Vehicles		364 010	406 059	636 659
II.5	Kita įranga, prietaisai, įrankiai ir įrengimai / Other property, plant and equipment		1 003 273	1 436 137	2 348 774
II.6	Nebaigta statyba/ Construction in progress				
II.7	Kitas materialusis turtas / Other tangible assets		435 540	303 239	335 416
III.	FINANSINIS TURTAS / FINANCIAL LONG - TERM ASSETS	3	17 100	17 100	17 100
III.4	Kitas finansinis turtas/ Other financial assets		17 100	17 100	17 100
IV.	KITAS ILGALAIKIS TURTAS/OTHER TANGIBLE ASSETS	4	262 941	619 871	619 871
IV.1	Atidėto pelno mokesčio turtas/Diferend profit taxes assets			262 941	619 871
B.	TRUMPALAIKIS TURTAS/ Short term assets		8 937 374	10 031 447	12 509 865
I.	ATSARGOS, IŠANKSTINIAI APMOKĖJIMAI IR NEBAIGTOS VYKDYTI SUTARTYS/ STOCK AND CONTRACTS IN PROGRESS	5	4 419 689	3 872 198	4 455 192
I.1	Atsargos/ Inventories		3 912 685	3 371 971	4 023 994
I.1.1	Zaliavos ir komplektavimo gaminiai/ Raw materials and consumables		2 401 986	2 544 268	2 993 464
I.1.2	Nebaigta gamyba/ Work in progress		533 409	287 571	393 839
I.1.3	Pagaminta produkcija/ Finished goods		964 932	529 083	618 348
I.1.4	Pirktos prekės, skirtos perparduoti/ Goods for resale		12 357	11 049	18 343
I.2	Išankstiniai apmokėjimai/ Prepayments	6	507 004	500 227	431 198
I.3	Nebaigtos vykdyti sutartys/ Contracts in progress				
II.	PER VIENERIUS METUS GAUTINOS SUMOS/ AMOUNTS RECEIVABLE WITHIN ONE YEAR	7	4 153 836	5 792 172	7 666 112
II.1	Pirkėjų įsiskolinimas / Trade debtors		4 147 061	5 785 941	7 655 220
II.3	Kitos gautinos sumos / Other amounts receivable		6 775	6 231	10 892
III.	KITAS TRUMPALAIKIS TURTAS/Other short term assets			87 200	
III.1	Terminuoti indėliai/ Time deposits	8	288 300	87 200	
IV.	PINIGAI IR PINIGŲ EKVIVALENTAI/ CASH IN BANK AND IN HAND	9	75 549	279 877	388 561
	TURTO IŠ VISO / TOTAL ASSETS:		46 961 313	43 794 710	52 235 113

	NUOSAVAS KAPITALAS IR ĮSIPAREIGOJIMAI/ Capital and reserves	Pastabos Nr./ Notes	Finansiniai metai/ Financial year 2008-09-30	Praėję finansiniai m. Previous financial year 2007-12-31	Praėję finansiniai m. Previous financial year 2006 12-31
C.	NUOSAVAS KAPITALAS / SHAREHOLDERS CAPITAL		14 743 824	8 161 970	14 310 524
I.	KAPITALAS/ CAPITAL	10	24 814 720	21 786 000	21 786 000
I.1	Išstatinis (pasirašytasis) / Subscribed capital		24 814 720	21 786 000	21 786 000
I.4	Savos akcijos/ Own Shares (-)				
II.	PERKAINOJIMO REZERVAS (REZULTATAI)/ REVALUATION RESERVE	11	9 544 334	2 859 941	3 323 389
III.	REZERVAI/ RESERVES				
III.1	Privalomasis rezervas/ Legal reserve				
III.2	Savoms akcijoms įsigyti/ Reserve for acquiring own shares				
III.3	Kiti rezervai/ Other reserves				
IV.	NEPASKIRSTYTASIS PELNAS (NUOSTOLIAI) PROFIT (LOSS)/ BROUGHT FORWARD		(19 615 229)	(16 483 971)	(10 798 865)
IV.1	Ataskaitinių metų pelnas (nuostolis)/ Profit (loss) of the reporting year profit		(3 131 258)	(5 685 106)	(3 738 329)
IV.2	Ankstesnių metų pelnas (nuostolis) Profit (loss) of the previous year		(16 483 971)	(10 798 865)	(7 060 536)
E.	MOKĖTINOS SUMOS IR ĮSIPAREIGOJIMAI/ Amounts payable and liabilities	12	32 217 489	35 632 740	37 924 589
I.	PO VIENERIŲ METŲ MOKĖTINOS SUMOS IR ILGALAIKIAI ĮSIPAREIGOJIMAI/ Amounts payable after one year and long term liabilities		16 475 803	15 738 457	19 040 670
I.1	Finansinės skolos/ Financial debts		14 791 509	14 791 509	17 950 838
I.1.1	Lizingo (finansinės nuomos) ar panašūs įsipareigojimai/ Leases and similar obligations				
I.1.2	Kreditinėms institucijoms / payable to credit institutions				17 950 838
I.1.3	Kitos / Other financial liabilities		14 791 509	14 791 509	
I.5	Atidėtieji mokesčiai/ Deferred taxes	13	1 684 294	946 948	1 089 832
I.6	Kitos mokėtinos sumos ir ilgalaikiai įsipareigojimai/ Other amounts payable and non-current liabilities				
II.	TRUMPALAIKIAI ĮSIPAREIGOJIMAI/ Amounts payable in one year and short term liabilities	14	15 741 686	19 894 283	18 883 919
II.1	Ilgalaikių skolų einamųjų metų dalis/ Current portion of non-current debts		3 159 312	3 810 815	3 246 587
II.2	Finansinės skolos/ Financial debts		2 787 755	2 833 039	2 779 942
II.2.1	Kreditinėms institucijoms / Credit institutions				
II.2.2	Kitos skolos/ Other debts		2 787 755	2 833 039	2 779 942
II.3	Skolos tiekėjams/ Trade amounts payable		4 419 686	5 403 983	6 077 474
II.4	Avansu gautos sumos / payments received in advance		2 146 395	1 837 809	
II.5	Pelno mokesčio įsipareigojimai/ Profit tax liabilities				
II.6	Su darbo santykiais susiję įsipareigojimai/ Liabilities related with labour relations		1 510 885	1 619 089	1 725 916
II.7	Atidėjiniai/ Provisions				
II.8	Kitos mokėtinos sumos ir trumpalaikiai įsipareigojimai/ Other amounts payable and current liabilities		1 717 654	4 389 548	5 054 000
	NUOSAVO KAPITALO IR ĮSIPAREIGOJIMŲ, IŠ VISO/ TOTAL EQUITY AND LIABILITIES:		46 961 313	43 794 710	52 235 113

(0)

Generalinis direktorius
(įmonės administracijos vadovo pareigų pavadinimas)



parašas(signature)

Povilas Stumbrys
vardas,pavardė(name, surname)

AB GUBERNIJA, 144715765

(įmonės pavadinimas)

DVARO 179, ŠIAULIAI

(įmonės kodas, adresas, kiti duomenys)

PATVIRTINTA

____ m. ____ d.

protokolo Nr.

2008 m.rugsėjo 30 d. **PELNO (NUOSTOLIŲ) ATASKAITA/
INCOME STATEMENT**

2008-01-01..2008-09-30
(ataskaitinis laikotarpis)

(finansinių atskaitomybės sudarymo data) 2008 11 14

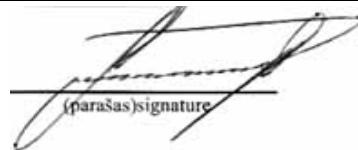
Nr.

Litas/in Litas

	Straipsniai/ Items	Pastabos Nr./ Notes	Finans. m./ Finan. year2008-09- 30	Praėję fin. m./ Previous financial year2007-09- 30	Finans. m./ Finan. year2008-07- 01..2008-09- 30	Praėję fin. m./ Previous financial year2007-07- 01..2007-09- 30
I.	PARDAVIMO PAJAMOS/ SALES	15	29 773 619	40 177 139	10 912 446	14 382 081
II.	PARDAVIMO SAVIKAINA/ COST OF SALES	16	22 856 648	30 975 219	8 154 624	10 925 105
III.	BENDRASIS PELNAS (NUOSTOLIAI)/ GROSS PROFIT		6 916 970	9 201 920	2 757 821	3 456 976
IV.	VEIKLOS SĄNAUDOS / OPERATING EXPENSES	17	9 100 342	11 127 784	3 158 024	3 888 899
IV	Pardavimo/ Sales		6 235 922	8 072 490	2 199 798	2 916 537
IV	Bendrosios ir administracinės/ General and administrative		2 864 419	3 055 294	958 225	972 362
V.	TIPINIS VEIKLOS PELNAS (NUOSTOLIAI) / OPERATING PROFIT		(2 183 371)	(1 925 864)	(400 202)	(431 923)
VI.	KITA VEIKLA / OTHER OPERATIONS		(30 710)	214 612	(15 955)	197 621
VI	Pajamos/ Income		27 627	299 332	5 770	252 012
VI	Išlaidos/ Expenses		58 337	84 720	21 725	54 391
VII.	FINANSINĖ IR INVESTICINĖ VEIKLA/ FINANCIAL AND INVESTING ACTIVITIES	18	(1 452 201)	(1 325 120)	(560 132)	(565 115)
VI	Pajamos/ Income		897	2 161	296	1 065
VI	Išlaidos/ Expenses		1 453 098	1 327 281	560 428	566 180
XI.	PELNAS (NUOSTOLIAI) PRIEŠ APMOKESTINIMĄ/ CURRENT YEAR PROFIT BEFORE TAXES		(3 666 282)	(3 036 372)	(976 289)	(799 417)
XII.	PELNO MOKESTIS/ PROFIT TAX	19	90 437	(323 011)	59 492	
XIII.	GRYNASIS PELNAS (NUOSTOLIAI)/ NET PROFIT OF CURRENT YEAR	20	(3 575 844)	(3 359 383)	(916 797)	(799 417)
	PELNAS VIENAI AKCIJAI/ NET PROFIT		(0)	(0)	(0)	(0)

Gen. direktorius

(įmonės administracijos vadovo pareigų
pavadinimas)



(parašas) signature

Povilas Stumbrys

vardas ir pavardė (name, surr name)

AB GUBERNIJA, 144715765

(įmonės pavadinimas)
DVARO 179, ŠIAULIAI

(įmonės kodas, adresas, kiti duomenys)

PATVIRTINTA

20 m.

protokolo Nr.

2008 m. rugsėjo 30 d

**NUOSAVO KAPITALO POKYČIŲ ATASKAITA/
STATEMENT OF CHANGES IN EQUITY**

2008-01-01..2008-09-30

(ataskaitinis laikotarpis)

(atskaitomybės sudarymo data)

2008 11 14 Nr.

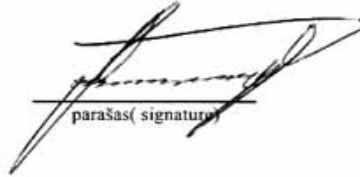
Litas/in Litas

	Apmokėtas įstatinis kapitalas/ Paid authorised capital	AK cij ų prie da i/ Sh are pre mi um	Savos akcijos (-)/ Own shares ()	Perkainojimo rezervas (rezultatai)/ Revaluation reserves (results)		Įstatymo numatyti rezervai/ Legal reserves		Kiti rezerv ai/ Other	Nepa- skirstytasis pelnas (nuostoliai)/ Retained earnings (losses)	Iš viso/ Total
				Ilgalaikio materialiojo turto/ Tangible assets	Finansi nio turto/ Financi al assets	Privaloma- sis/ Compulsory	Savų akcijų įsigijimo/ acquisition of own shares			
1 . Lik. už praėj. finans. metų pabaigoje/ Balance at the end of financial year before previous	21 786 000			3 323 389					(10 798 865)	14 310 524
2. Apskaitos politikos pakeitimo rezultatas/ Result of changes in accounting policy										
3. Esminių klaidų taisymo rezultatas/ Result of corrections fundamental errors										
4.Perskaičiuotas likutis už praėjusių finansinių metų pabaigoje Recalculated balance at the end of financial year before previous	21 786 000			3 323 389					(10 798 865)	14 310 524
8. Pelno (nuostolių) ataskaitoje nepripažintas pelnas (nuostoliai)/Profit (loss), excluded from income statement				(356 134)					418 981	62 847
9. Ataskaitinio laikotarpio grynas pelnas (nuostoliai)/ Net profit (loss) of the reporting period									(3 359 383)	(3 359 383)
15. Likutis praėjusių finansinių metų 07-09-30 Balance as of 07-09-30	21 786 000			2 967 255					(13 739 267)	11 013 988
19. Pelno (nuostolių) ataskaitoje nepripažintas pelnas (nuostoliai)/ Profit (loss), excluded from income statement				(107 314)					126 252	18 938
20. Ataskaitinio laikotarpio grynas pelnas (nuostoliai)/ Net profit (loss) of the reporting period									(2 870 956)	(2 870 956)
26. Likutis ataskaitinių finansinių metų pabaigoje/ Balance at the end of reporting financial year 31 December 2007	21 786 000			2 859 941					(16 483 971)	8 161 970

5. Ilgalaikio materialiojo turto vertės padidėjimas (sumažėjimas)/ Increase (decrease) in non-current				8 112 650						8 112 650
2. Apskaitos politikos pakeitimo rezultatas/ Result of changes in accounting policy				(835 518)						(835 518)
19. Pelno (nuostolių) ataskaitoje nepripažintas pelnas (nuostoliai)/ Profit (loss), excluded from income statement				(592 740)				444 587		(148 153)
20. Ataskaitinio laikotarpio grynas pelnas (nuostoliai)/ Net profit (loss) of the reporting period								(3 575 845)		(3 575 845)
25. Įstatinio kapitalo didinimas (mažinimas)/ Increase (reduction) of authorised capital	3 028 720									3 028 720
26. Likutis ataskaitinių finansinių metų pabaigoje/ Balance at the end of 30 september 2008	24 814 720			9 544 334				(19 615 229)		14 743 824

Generalinis direktorius

(įmonės administracijos vadovo pareigų pavadinimas) š



parašas(signature)

Povilas Stumbrys
vardas,pavardė(name, surname)

AB GUBERNIJA, 144715765

(įmonės pavadinimas)

DVARO 179, ŠIAULIAI

(įmonės kodas, adresas, kiti duomenys)

PATVIRTINTA

20.... m.....d.

protokolo Nr.....

2008 m. Rugsėjo 30 d PINIGŲ SRAUTŲ ATASKAITA/

CASH FLOW STATEMENT

(finansinės atskaitomybės sudarymo data)

2008-11-14 Nr.

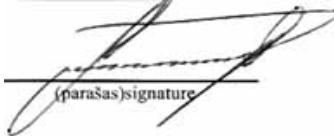
(a (ataskaitinis laikotarpis) 2008-01-01..2008-09-30

Litas/in Litas

Eil. Nr.	Straipsniai/ Items	Pastabos Nr./ Notes	Finansiniai metai/ Financial year 2008-09 30	Praėję finansiniai m./ Previous financial year 2007-09-30
I.	Pagrindinės veiklos pinigų srautai/ Cash flows from operating activities			
I.1.	Ataskaitinio laikotarpio pinigų įplaukos (su PVM) / Inflows of the reporting period (VAT included)		22 533 819	43 275 121
I.1.1.	Pinigų įplaukos iš klientų/ Inflows from customers		22 399 273	42 953 320
I.1.2.	Kitos įplaukos/ Other inflows	15209	134 546	321 801
I.2.	Ataskaitinio laikotarpio pinigų išmokos/ Outflows of the reporting period		(31 812 255)	(42 468 073)
I.2.1.	Pinigai, sumokėti žaliavų, prekių ir paslaugų tiekėjams (su PVM)/ Cash paid to suppliers of raw materials, goods and services, and employees (VAT included)		(17 326 101)	(24 457 317)
I.2.2.	Pinigų išmokos, susijusios su darbo santykiais/ Outflows connected with labour relations		(6 190 496)	(6 592 789)
I.2.3.	Sumokėti į biudžetą mokesčiai/ Taxes paid into the budget		(7 429 698)	(11 223 098)
I.2.4.	Kitos išmokos/ Other payments		(865 960)	(194 869)
	Grynjieji pagrindinės veiklos pinigų srautai/ Net cash flows from operating activities		(9 278 436)	807 048
II.	Investicinės veiklos pinigų srautai/ Cash flows from investing activities			
II.1.	Ilgalaikio turto (išskyrus investicijas) įsigijimas/ Acquisition of non-current assets (excluding investments)		(172 707)	(186 982)
II.2.	Ilgalaikio turto (išskyrus investicijas) perleidimas/ Transfer of non-current assets (excluding investments)		578	71 572
II.4.	Ilgalaikių investicijų perleidimas/ Transfer of long-term			
	Grynjieji investicinės veiklos pinigų srautai/ Net cash flows from investing activities		(172 129)	(115 410)
III.	Finansinės veiklos pinigų srautai/ Cash flows from financing activities			
III.2.	Pinigų srautai, susiję su kitais finansavimo šaltiniais/ Cash flows arising from other financing sources		9 610 223	(383 466)
III.2.1.	paskolų favimas			1 000 000
III.2.2.	Finansinių skolų sumažėjimas/ Decrease in financial debts		(1 660 465)	(3 104 381)
III.2.2.1.	Paskolų grąžinimas/ Loans returned		(651 503)	(2 202 498)
III.2.2.2.	Obligacijų supirkimas/ Purchase of bonds			
III.2.2.3.	Sumokėtos palūkanos/ Interest paid		(1 008 962)	(798 888)
III.2.2.4.	Lizingo (finansinės nuomos) mokėjimai/ Payments of lease (finance lease) liabilities			(102 995)

III.2.3.	Kitų įmonės įsipareigojimų padidėjimas/ Increase in other enterprise liabilities		12 861 014	4 498 375
III.2.4.	Kitų įmonės įsipareigojimų sumažėjimas/ Increase in other enterprise liabilities		(1 590 326)	(2 777 460)
III.3.	Kiti finansinės veiklos pinigų srautų padidėjimai/ Other increase in cash flows from financing activities		5 735	8 767
III.4.	Kiti finansinės veiklos pinigų srautų sumažėjimai/ Other decrease in cash flows from financing items		(371 039)	(234 017)
	<u>Grynieji finansinės veiklos pinigų srautai/ Net cash flows from financing activities</u>		9 244 919	(608 716)
IV.	Ypatingųjų straipsnių pinigų srautai/ Cash flows from extraordinary items			
V.	Valiutų kursų pasikeitimo įtaka grynujų pinigų ir pinigų ekvivalentu likučiui/ Change in exchange rate		1 318	(35 930)
VI.	Grynasis pinigų srautų padidėjimas (sumažėjimas)/ Net increase (decrease) in cash flows		(204 328)	46 992
VII.	Pinigai ir pinigų ekvivalentai laikotarpio pradžioje/ Cash at the beginning of period		279 877	369 287
VIII.	Pinigai ir pinigų ekvivalentai laikotarpio pabaigoje/ Cash at the end of period		75 549	416 279

Gen .direktorius
(įmonės administracijos vadovo
pareigų pavadinimas)



(parašas) signature

Povilas Stumbrys
(vardas ir pavardė)

AB “Gubernija”, the code of the Company -144715765, Dvaro 179, Šiauliai

THE DECLARATORY LETTER

To the interim statement for nine months of the year 2008

I. GENERAL INFORMATION

AB “Gubernija” (hereinafter-the Company) was registered on May 5, 1993 in the registry of the legal entities. The code of the Company is 144715765. The manager of the registry is the national enterprise “Registry centre”.

The main activity of the Company is production and sales of beer, beer drinks, kvass and bread cider in the local market, abroad, and specialty shops. The Company has got its specialty shops at Dvaro 179, V.Kudirkos 44 A, Vilniaus g.15 A, Lyros g. 13, Birutės g. 37 in Šiauliai, at Juozapavičiaus pr. 10A, in Kaunas, at Šaltupio g.26, in Anykščiai, at Taikos pr.115-119, Naikupės pr.44, in Klaipėda, at Kęstučio g. 4, in Kretinga, at Gerosios Vilties 18A, and Vytauto g.39 in Vilnius. The Company has got an agency and the warehouses of the wholesale (M. Slezevičiaus g. 7, Vilnius).

Traditional technologies are used in production of the high quality beer in the company “Gubernija”: a natural method of fermentation is applied, beer is not being diluted. Beer makes 77, 2 percent in the structure of the produced products of the Company.

Production of beer (thousand of deciliters)

No	Production title	I-IX months of the year 2008	I-IX months of the year 2007
1.	Beer in total(produced)	1155,9	1922,9
	In bottles	1057,1	1827,3
	On tap	98,8	95,6
2	Kvass in total (produced)	340,7	384,4

AB “ Gubernija “ sells beer in Lithuania and exports to the USA, United Arab Emirates, Russia, Africa, supplies beer to Latvia and Germany. Kvass is being sold in Latvia, Poland, Ireland, Germany, Great Britain, and Russia.

AB “Gubernija“ works in difficult financial conditions and under other indefinite factors which may have influence on the perspectives of the activities for the Company. The Company has been working into a loss already for some years, so due to the loss or the changed conditions in the market and the economic crisis the future activities will be complicated.

Shares of AB “Gubernija” are sold in “Vilniaus vertybinių popierių birža“(Vilnius Bourse) and they are in the list of the Current market of AB “Vilniaus vertybinių popierių birža” since 13-09-2004.

The authorized capital of the Company is 24 814 720 Lt. The nominal value of every share is 1 Lt. All shares are completely paid-up. The Company did not buy its own shares during the reporting cycle.

An average number of employees on the list on 30 September 2008 was 244, on 30 September 2007 it was 266 employees.

The financial accountability of the Company is declared to the national enterprise “Registry centre”, financial statements are announced on the webpage of the Company <http://www.gubernija.lt/>.

II. PRINCIPLES OF ACCOUNTING

AB “Gubernija“ in its practice follows the Laws on Joint-stock companies of the Republic of Lithuania, Laws on the Securities’ market, other laws and regulatory acts of the Republic of Lithuania

The Company draws its financial reports in compliance with the Laws on Financial Reporting of the Republic of Lithuania, standards of international financial accountability, and the accounting policy of the Company. The Company implements the practice declared in the statutes.

The financial accountability is prepared with an assumption that the Company will be able to continue its activities in the nearest future. Numbers in these reports are given in a national currency, Litas (Lt).

By the order of the General Manager since July 2008 AB “Gubernija“ changed the accounting policy of the long- term assets(the group of the production machinery)- the reassessment method to account the machinery has been changed into the method of the acquisition cost price, the secondary revaluation of buildings and constructions was performed. UAB Korporacija “Matininkai” performed the secondary revaluation of buildings and constructions and set the market value of the buildings and constructions for 1 July 2008.

III. NOTES OF THE DECLARATORY LETTER

Note 1: The intangible assets

AB “Gubernija” bought and wrote-off no intangible assets during the reporting cycle. On September 30, 2008 the residual value of the intangible assets was 96 398 Lt

Note 2. Long- term tangible assets

For the groups of long- term tangible assets (buildings and constructions) on 1 July 2008 a secondary revaluation was performed, a revaluation method for the accounting the machinery into the method of the acquisition cost price was altered.. The change of accounting policy for the machinery did not have any influence on the financial results of the previous and current years, but the balance value of the production machinery article, accordingly the revaluation reserve and completed obligations of the deferred tax decreased. Annex No 3.

Result of changes in accounting policy of the previous years

TURTAS/ ASSETS	2004 -12-31 iki apsk politikos keitimo	2004-12-31 po apsk politikos keitimo/after change in accoun.pol icy	2005-12-31 iki apsk politikos keitimo	2005 -12-31 po apsk politikos keitimo/after change in account.poli cy	2006-12-31 iki apsk politikos keitimo	2006-12-31 po apsk politikos keitimo/ after change in accoun.poli cy	2007-12-31 iki apsk politikos keitimo	2007-12-31 po apsk politikos keitimo/ after change in accoun.polic y
MATERIALUSIS TURTAS/ TANGIBLE ASSETS								
Mašinos ir įrengimai / Machinery & equipment	25 563 818	22 898 557	25 203 674	23 296 781	21 296 546	19 834 451	19 171 282	18 040 941
NUOSAVAS KAPITALAS IR ĮSIPAREIGOJIMAI/ Capital and reserves								
Perkainojimo rezervas (rezultatai) Revaluation reserve	4 796 418	2 530 947	3 925 706	2 306 260	3 323 389	2 082 303	2 859 941	1 900 846
Atidėtieji mokesčiai/ Deferred taxes	846 427	446 638	1 278 250	878 461	1 089 832	690 043	946 948	547 159

TURTAS/ ASSETS	2004 -12-31 iki apsk politikos keitimo	2005-09-30 iki apskaitos politikos pakeitimo/	2005-09-30 po apskaitos politikos pakeitimo/ after change in accouut.polic y	2006-09-30 iki apskaitos politikos pakeitimo	2006-09-30 po apskaitos politikos pakeitimo/after change in accouut.polic y	2007-09-30 iki apskaitos politikos pakeitimo	2007-09-30 po apskaitos politikos pakeitimo/ after change in accouut.polic y	2008-09-30 po apskaitos politikos pakeitimo /afterchange in accouut.polic y
MATERIALUSIS TURTAS/ TANGIBLE ASSETS								
Mašinos ir įrengimai / Machinery & equipment	25 563 818	25 952 674	23 981 597	22 528 593	20 974 799	19 987 355	18 779 131	15 907 883
NUOSAVAS KAPITALAS IR ĮSIPAREIGOJIMAI/ Capital and reserves								
Perkainojimo rezervas (rezultatai) Revaluation reserve	4 796 418	4 831 852	2 746 664	3 364 165	2 097 818	2 967 255	1 941 960	9 544 334
Atidėtieji mokesčiai/ Deferred taxes	846 427	1 528 769	1 128 980	1 278 250	878 461	1 026 985	627 789	1 684 294

Due to the performed secondary revaluation of buildings and constructions, the value of buildings increased in 9 544 294 Lt, the value of constructions decreased by 365 417 Lt. Due to the revaluation of buildings an increase of the revaluation reserve (results) of 8 112 650 Lt and the

increase of the deferred tax obligation of 1 431 644 Lt were registered, related to the revaluation of the buildings. Due to the secondary revaluation of the buildings the Company registered the decrease in value of the assets by decreasing assets (buildings revalued) and (the acquisition cost price/ constructions), the revaluation reserve (results), the obligation of the deferred tax and acknowledged the loss of 268 049 Lt due to the decrease of the assets' value.

The residual value of long- term tangible assets is 37 910 440 Lt. During nine months of the year 2008 the Company acquired assets for 172 thousand Lt. The status of AB "Gubernija" is good. The real property of the Company and the production machinery are hypothecated. Long- term tangible assets (annex No 2).

Note 3. Financial assets

The Company invested:

- ❖ Into VŠĮ "Žalioji taškas" – 15 000 Lt.
- ❖ Into VŠĮ Šiaulių universiteto mokslo ir technologijos parkas- 2000Lt
- ❖ UAB "Krepšinis ir mes"- 100 Lt.

The method of the acquisition cost price is applied for the recording of the financial assets of the Company. The financial assets did not change during the reporting cycle.

Note 4. The assets of the deferred profit tax

Following the revised international standard on auditing No 12, which requires the assets of the deferred profit tax and obligations of the deferred profit tax should be acknowledged in order to use the assets of the deferred profit tax and obligations after the analysis of the market and in compliance with the principle of wariness and having no expectations to earn the satisfactory chargeable profit in the future periods, the Company decreases the assets of the previously acknowledged deferred tax and the obligation of the deferred tax which was acknowledged in the Company due to the Ind way of investment applied in the Company.

The article	2008 I-IX	2007-12-31
The residual of the assets of the deferred profit tax for 31- 12- 2007		262941
The residual of the obligation of the deferred profit tax for 31- 12- 2007		439891
Decreasing the assets of the assets of the profit tax	262941	
Decreasing the deferred profit tax	-439891	

Note 5. Resources

Recently the Company pays a lot of attention to the acquisition of the main stock and other auxiliary appliances used in the production in the smallest expenses. It looks for new suppliers which could supply the material in more favourable conditions and prices.

Note 6. Prepayments

A big part of the packing containers are bought abroad so, according to the conditions of the contract, we pay for the part of the received goods in advance.

Note 7. Receivable sums

Indebtedness of the buyers	The financial year I- IX months of the year 2008	The last financial year 31- 12- 2007
Indebtedness of the buyers	4 147061	5 789291
Devaluation till the recoverable value		-3350
Other receivable sums	6 775	6 231
IN TOTAL:	4 153836	5 792172

The debts of the buyers of the Company are partially insured. A lot of attention is paid to the administration of the debts.

Note 8. Deposit accounts

The sum of 288 000 Lt in the balance article “Other short- term assets“ is a guarantee to the State Tax Inspectorate on the residual of the excise goods in the excise warehouse of the Company.

Note 8: Money and money equivalents

Indicators	The financial year 2008 I- XII months	The last financial year 31- 12- 2007
Money in a bank	42021	229157
Money in the till	18971	16692
Money equivalents	14557	34028
IN TOTAL	75549	279877

Note 9: The capital

Indicators	The amount of the shares	The sum
The structure of the share capital in the end of the financial year	24814720	24814720
1. According to the type of the shares		
1.1. Ordinary shares	24814720	24814720
1.2. Preference shares		
1.3. Shares of the employees		
1.4. Special shares		
1.5. Other shares		
IN TOTAL:	24814720	24814720

The nominal value for one share of the Company is 1 Lt. All shares are completely paid. AB “Gubernija” did not buy its own shares during the reporting cycle.

Ordinary nominal shares of AB “Gubernija” are on the list of the current market of AB “Vilniaus vertybinių popierių birža” (“Vilnius bourse”), (listed in on September 13, 2004).

Note 11. The reserve of revaluation

In the end of the year 2004 the Company reevaluated buildings, constructions, and production machinery for the first time. By the order of the General Manager since July 2008 AB "Gubernija" changed the accounting policy of the long-term assets (the group of the production machinery) - the reassessment method to account the machinery has been changed into the method of the acquisition cost price, the secondary revaluation of buildings and constructions was performed.

UAB Korporacija "Matininkai" performed the secondary revaluation of buildings and constructions and set the market value of the buildings and constructions for 1 July 2008. As buildings and constructions will be recorded in the way of the reassessed value and the change of the assets' value is significant (the value of buildings increased to 9 544 294 Lt, the value of constructions decreased by 365 416 Lt), the Company acknowledged an increase of the revaluation reserve for the sum of 8 112 650 Lt and the increase for the obligation of the deferred tax for the sum of 1 431 644 Lt. Due to the decrease of the value of constructions set after the secondary revaluation, the Company registers the decrease of the assets' value by reducing the assets (revaluation Constructions), the acquisition cost price/ constructions, the revaluation reserve (results), the obligation of the deferred tax and acknowledges the loss of 268 049 Lt due to the decrease of the assets' value. The decrease of the assets' value is registered directly in the accounts of the private capital.

The change of accounting policy for the machinery did not have any influence on the financial results of the Company, but the balance value of the production machinery article, pro rata the revaluation reserve and completed obligations of the deferred tax decreased.

For calculating the profit tax in the future only the expenses on depreciation of the acquisition cost price of the particular assets will be considered as the legal deduction. While the depreciation calculated on the increase of the assets' value will not reduce the profit tax of the reporting cycle (which will be calculated following the laws on the Profit tax). Acknowledgement of the deferred taxes and the use make the influence of the financial statements and the profit (loss) report.

Depreciating the part of the reassessed assets, the reassessment reserve is being reduced and the unacknowledged profit of the reporting year is registered, and the used deferred profit tax appears in the profit (loss) reports.

Note 12-13- 14. Obligations

UAB "Respublikos investicija" is a creditor of AB "Gubernija". Order and terms of the implementation of the Crediting contract obligations have not changed for the Company, but due to the difficult economic situation the Company is not able to fulfill its obligations completely. To ensure the obligations the long-term assets (buildings and production machinery) of the Company are hypothecated.

The hypothecated assets	The value set by the property accessors in the moment of hypothecation
Production machinery	27 650 880
Buildings	9 379 704
In total:	37 030 584

The article on other receivable sums and short-term obligations include the payable excise, the taxes of the value added, the environment pollution from the mobile and stationary sources, the real property, rent of the land, owners' of the vehicles and other payable sums. Look at the note 4 on the deferred taxes.

Notes15-16.Incomesfromsales

Thousand Lt

No	Indicator	I-Ixmonths of the year 2008	I-IX months of the year 2008
1.	Sales	29,77	40,18
2.	Cost of sales	22,86	30,98

Thousand Lt.

Indicators Lt.	Segments (production, goods, types of activities)								All companies	
	Beer		Soft drinks		Ciders		Others			
	2008 I-IX	2007 I-IX	2008 I-IX	2007 I-IX	2008 I-IX	2007 I-IX	2008 I-IX	2007 I-IX	2008 I-IX	2007 I-IX
Income thousand Lt	22456.63	31356,46	6488.4	6208,27	0	1135,85	828,59	1476,56	29773,62	40177,14
The cost price thousand Lt	19160.49	26237,1	3389.9	3466,38	0	1096,38	306,26	175,38	22856,65	30975,24
The gross profit thousand Lt	3296.14	5119,36	3098.5	2741,89	0	39,47	522,33	1301,18	6916,97	9201,90

The structure of sales in the foreign markets

Countries	I-IX months of the year 2008		I-IX months of the year 2007	
	Thousand Lt	Percent	Thousand Lt	Percent
The USA	140.26	6,17	241,77	7.07
United Arab Emirates	943,33	41,51	0	0
Russia	109,53	4,82	216,75	6.34
Africa	205,11	9,03	90,3	2.64
Poland	156,49	6,89	143,46	4.2
Latvia	22,8	1,0	1974,19	57.74
Germany	516,98	22,75	582,26	17.03
Ireland	69,6	3,06	65,51	1.92
Great Britain	60,39	2,66	67,77	1.98
Others	47,84	2,11	36.85	1.08
IN TOTAL	2272,33	100	3418,86	100

During nine months of the year 2008 the production for 2, 2 million Lt was sold to the foreign countries and it makes 7, 63 percent of all sales (in the year 2007 it made 8, 5 percent of all sales). The income from the production sales decreased in 25, 9 percent in comparison with the same period of the previous year. In order to satisfy the customers' needs, the Company complements the assortment of drinks, produced and put into the market: "Grand" beer for the family, "Grand" 5,9, "Grand" 3, 9, "Grand" 9, 5, improved the assortment of soft drinks:

“Valstiečių gira“(kvass), “Gubernija kvass“(apple taste), “Gubernija kvass“ in the capacity of 0, 75 l, produced a soft drink “Guber cola“ but did not reach the level in sales of the last year.

The decrease of beer sales had a negative influence on the general profitability indicator of the Company. The increase of the cost price was influenced by the rise in prices of energetic resources, the stock, and the structural changes of the production. Energetic resources in comparison with the same period of the last year took the jump of 15- 20 percent, the main stock of 30- 35 percent.

Note 17. Expenditure in activities

Expenditure in activities in comparison with the same period of the last year decreased in 18, 2 percent or 2,02 million Lt, considering the fact that the fuel, other stocks and services became more expensive.

Note 18. Financial and investment activities

The Company had expenses of the financial activities for 1452 201 Lt during nine months of the year 2008. Paid interest to the creditors makes the major part of them.

Note 19. The use of the deferred profit tax

The sum shown in the IX th line of “The profit tax“ is the used extension of the profit tax due to the depreciation of the long- term assets‘ revaluation for which extensions of the profit tax were formed in previous periods.

Note 20. The net profit (loss)

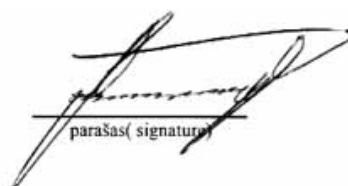
During nine months of this year, AB “Gubernija” worked into a loss and experienced a loss of 3 666 282 Lt before the charging. The profit before the paid interest, depreciation, and amortization (EBITDA)-1 674 054 Lt. IV. 1 line of the balance “The profit (loss) of the reporting year“ does not coincide with the line XIII of the Profit (loss) statement “The net profit (loss)“ due to the profit of the reporting year in the report of the unacknowledged profit (loss)(depreciation for the part of the revalued assets 535 686 Lt), the loss, because of the decreased value for the constructions after the secondary revaluation- 268 049 Lt) and because of the reduce for the deferred profit tax assets and the obligations for the deferred profit tax- 176 950 Lt.

Other information

In October 2008 a specialty shop in Joniškis which worked into a loss was closed as well as the customer in America USA“ Gubernija co LTD“ was counterclaimed for the debt of 50 435, 58 USD for the sold production and the debit exaction contract for the debt of that company was signed with UAB“ IGK service LT“. A sum of 6676 Latas from the SIA “Envils“ was adjudged for the lost assets of the Company.

The interim financial accountability for nine months of the year 2008 of AB “Gubernija“ has not been audited.

The General Manager



parašas(signature)

Povilas Stumbrys