

Joint-stock company „Klaipėdos baldai“
For the Stocks committee of the Republic of Lithuania,
Konstitucijos pr. 23,
LT-08105 Vilnius

THE CONFIRMATION BY THE RESPONSIBLE PERSONS

Following the 22nd article of the Lithuania's Republic's stocks law and also following the Laws of the periodic and fill-in information arrangements and presentations, I, Joint-stock Company's „Klaipėdos baldai“ director, Ramūnas Marozas, confirm that to my knowledge, there is an attached financial accountability 30 June 2011 of the joint-stock company's „Klaipėdos baldai“ which is not verified by auditors, made accordingly to the international financial accountability standards initiated by the European Union, coincide with the reality and fairly indicate the company's wealth, obligations, financial state, profit or detriment, review of business development and practice, stated in the interim six months statement is correct.

Director



Ramūnas Marozas

**JSC “KLAIPEDOS BALDAI”
FINANCIAL REPORTING
June 30, 2011**

(All the sums in the table are shown in thousands litas, unless specified otherwise)

**JSC “KLAIPEDOS BALDAI”
INTERMEDIATE FINANCIAL REPORTING
30 JUNE 2011**

**JSC “KLAIPEDOS BALDAI”
FINANCIAL REPORTING
June 30, 2011**

(All the sums in the table are shown in thousands litas, unless specified otherwise)

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The confirmation by the responsible persons

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**JSC "KLAIPEDOS BALDAI"
FINANCIAL REPORTING
June 30, 2011**

(All the sums in the table are shown in thousands litas, unless specified otherwise)

PROFIT (LOSS) REPORT

	Accounts	Notes	January- June 2011	January- June 2011	January- June 2010	January- June 2010
I.	SALE INCOME	2	84 455	45 313	69 835	34 057
II.	SALE PRIME COSTS	3	(80 427)	43 008	(66 253)	(32 430)
III.	TOTAL PROFIT (LOSS)		4 028	2 305	3 582	1 627
IV.	ACTIVITY EXPENSES		(1 603)	(802)	(1 521)	(787)
IV.1.	Sale	3	(3)	(3)	-	
IV.2.	General and administrative	3	(1 600)	(799)	(1 521)	(787)
V.	PROFIT (LOSS) OF TYPICAL ACTIVITY		2 425	1 503	2 061	840
VI.	OTHER ACTIVITY		417	251	385	229
VI.1.	Income	4	937	516	900	509
VI.2.	Expenditures	5	(538)	(283)	(565)	(288)
VI.3.	Other gains/(losses) - net	6	18	18	50	8
VII.	FINANCIAL AND INVESTMENT ACTIVITY		(305)	(158)	(334)	(164)
VII.1.	Income				-	-
VII.2.	Expenditures	7	(305)	(158)	(334)	(164)
VIII.	INCOME OF (LOSS) ORDINARY ACTIVITY		2 537	1 596	2 112	905
IX.	WINDFALL PROFITS		-		-	-
X.	LOSSES		-		-	-
XIII.	PROFIT (LOSS) BEFORE TAXES		2 537	1 596	2 112	905
XIV.	PROFIT TAX		(382)	(241)	(317)	(136)
XV.	NET PROFIT (LOSS)		2 155	1 355	1 795	769

Director



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JSC "KLAIPEDOS BALDAI"
FINANCIAL REPORTING
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BALANCE

#	Accounts	Notes	2011-06-30	2010-12-31
A.	LONG-TERM ASSETS		42 154	38 070
I.	INTANGIBLE ASSETS	10	12	25
I.1.	Patents, licenses		1	2
I.2.	Programming equipment		11	23
I.3.	Other intangible assets			
II.	TANGIBLE ASSETS		31611	36 997
II.1.	Land			
II.2.	Buildings and constructions	8	19 367	21 365
II.3.	Machinery and equipment	8	11 899	10 294
II.4.	Transportation means	8	225	270
II.5.	Other equipment, devices, instruments and units	8	69	40
II.6.	Construction in progress	8		479
II.7.	Other tangible assets	8	51	59
II.8.	Investment property	9	5 562	4 490
II.8.1.	Buildings	9	5 562	4 490
III.	FINANCIAL ASSETS		4 969	1 048
III.1.	Investments in affiliate and associated companies	11	23	23
III.2.	Credits to associated and affiliate companies			
III.3.	Accounts receivable in one year	13	4 658	737
III.4.	Other financial assets	12	288	288
B.	SHORT-TERM ASSETS		59 236	59 472
I.	STOCK, ADVANCE PAYMENTS AND CONTRACTS IN PROGRESS		15 831	16 137
I.1.	Stock	14	15 277	16 098
I.1.1.	Raw materials and component parts		4 578	4 743
I.1.2.	Production in process		2 788	610
I.1.3.	Produced products		7 911	10 745
I.2.	Advance payments	15	554	39
I.3.	Contracts in process		0	
II.	ACCOUNTS RECEIVABLE WITHIN ONE YEAR	15	43 185	43 258
II.1.	Buyers' debts		42 447	38 705
II.2.	Debts of affiliate and associated companies		0	
II.3.	Other accounts receivable		738	4 553
III.	OTHER SHORT-TERM ASSETS		0	0
III.1.	Short-term investments			
III.2.	Time deposits			
III.3.	Other short-term assets			
IV.	MONEY AND MONEY EQUIVALENTS	16	220	77
	TOTAL ASSETS:		101 390	97 542

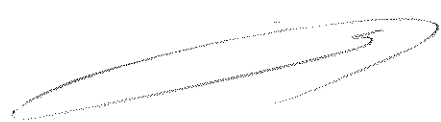
**JSC "KLAIPEDOS BALDAI"
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BALANCE (continued)

#	Accounts	Notes	2011-03-31	2010-12-31
C.	EQUITY CAPITAL		73 286	72 520
I.	CAPITAL		8 166	8 166
I.1.	Statutory (subscribed)	17	8 166	8 166
II.	Own shares	18	(1 389)	
III.	REEVALUATION RESERVE (RESULTS)	19	8 769	9 475
IV.	RESERVES	19	12 015	11 015
IV.1.	Obligatory		817	817
IV.2.	Reserve for acquisition own shares		3 500	2 500
IV.3.	Other reserves		7 698	7 698
V.	UNDISTRIBUTED PROFITS (LOSS)		45 725	43 864
V.1.	Profit (loss) of the reporting year		2 155	4 074
V.2.	Profit (loss) of the previous year		43 570	39 790
D.	DOTATIONS, SUBSIDIES			
E.	ACCOUNTS PAYABLE AND LIABILITIES		28 104	25 022
I.	ACCOUNTS PAYABLE IN ONE YEAR AND LONG-TERM LIABILITIES		15 623	18 310
I.1.	Financial debts	20	13 212	15 788
I.1.1.	Leasing (financial rent) and similar liabilities		51	86
I.1.2.	To credit institutions		13 161	15 702
I.1.3.	Other financial debts			
I.2.	Debts to providers			
I.3.	Received advanced payments			
I.4.	Provisions			
I.4.1.	To cover liabilities and demands			
I.4.2.	Other provisions			
I.5.	Deferred taxes		2 411	2 411
I.6.	Other accounts payable and long-term liabilities			
II.	ACCOUNTS PAYABLE WITHIN ONE YEAR AND SHORT-TERM LIABILITIES		12 481	6 824
II.1.	The current year part of long-term debts	20	4 592	2 922
II.2.	Financial debts		0	0
II.2.1.	To credit institutions		0	
II.2.2.	Other debts		0	
II.3.	Debts to providers	21,22	3 702	1 494
II.4.	Taxes	21	697	154
II.5.	Liabilities connected with labor relations	21	1 426	1 142
II.6.	Income tax expense		68	73
II.7.	Other accounts payable and short-term liabilities	21	1 996	1 038
	TOTAL EQUITY CAPITAL AND LIABILITIES		101 390	97 542

Director



Ramūnas Marozas

JSC "KLAIPEDOS BALDAI"
FINANCIAL REPORTING
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Report on changes of equity capital

	Share capital	Own shares	Reevaluation reserve	Legal reserves	Reserve for acquisition on own shares	Other reserves	Retained earnings	Total
Balance as at 1 January 2010	8 166	0	10 560	817	2 500	7 698	38 705	68 446
Net profit (loss)	-	-	-	-	-	-	1 795	1 795
Used reserves	-	-	(706)	-	-	-	706	0
Balance as at 30 June 2010	8 166	0	9 854	817	2 500	7 698	41 206	70 241
Balance as at 1 January 2010	8 166	0	10 560	817	2 500	7 698	38 705	68 446
Net profit (loss)	-	-	-	-	-	-	4 074	4 074
Used reserves	-	-	(1 277)	-	-	-	1 277	0
Depreciation transfer-tax	-	-	192	-	-	-	(192)	0
Balance as at 31 December 2010	8 166	0	9 475	817	2 500	7 698	43 864	72 520
Net profit (loss)	-	-	-	-	-	-	2 155	2 155
Transfer to reserves for acquisition own shares	-	-	-	-	1 000	-	(1 000)	0
Acquisition of own shares	-	(1 389)	-	-	-	-	-	(1 389)
Used reserves	-	-	(706)	-	-	-	706	0
Balance as at 30 June 2011	8 166	(1 389)	8 769	817	3 500	7 698	45 725	73 286

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Cash flows report

	January-June 2011	January-June 2010
Cash flows from ordinary activity		
Net result	2 155	1 795
Corrections adjusting net profit with cash flows from ordinary activity		
Corrections		
Depreciation	2 103	3 120
Value decrease	(5)	
Written-off sums	(12)	(16)
Elimination of profit (loss) from sale of long-term assets	(18)	(50)
Changes of short-term assets and short-term liabilities:		
Decrease (increase) of buyers' debts	(3 737)	717
Decrease (increase) of other accounts receivable within one year	253	600
Decrease (increase) of stock	832	(3 258)
Decrease (increase) of advance payments	(484)	(401)
Decrease (increase) of accumulated income and expenditures of future periods	(31)	(19)
Increase (decrease) of short-term debts to providers	2 207	17
Increase (decrease) of provisions and deferred taxes		
Increase (decrease) of accumulated expenditures and income of future periods	962	624
Sums received in advance under signed contracts	0	1
Taxes, salaries and social insurance	821	(501)
Increase (decrease) of other payable sums and short-term liabilities	(2)	
Net cash flows from ordinary activity	5 045	2 629
Acquisition of long-term assets by net value	(2 607)	(237)
Changes of share capital	(1 389)	
Acquisition (sale) of long-term financial assets		
Net cash flows (used) for investment activity	(3 996)	(237)
Changes of long-term financial debts	0	(1 876)
Changes of other accounts payable and long-term liabilities	(906)	
Changes of long-term accounts receivable	0	
Changes of short-term financial debts	0	(552)
Changes of investments and time deposits		
Net cash flows (used) for financial activity	(906)	(2 428)
Increase (decrease) of money and its equivalents	143	(36)
Money and its equivalents in the beginning of the period	77	83
Money and its equivalents in the end of the period	220	47

Director



Ramūnas Marozas

1. General information

JSC "Klaipedos baldai" (further – the Company) is registered as a joint-stock company on March 3, 1993. The Company's registration No. AB 93-59. The Company's office address is:
Joniskes St., 21, LT-91267 Klaipeda
Lithuania

On 30 June 2011 the Company's shareholders were:

	Number of shares, pcs.	Share of the share capital, %	Share of votes, %
UAB "SBA Furniture Group"	5 908 441	72,35	75,91
Swedbank AS (Estonia) Clients	348 827	4,27	4,48
Association Industry and Marketing Business center	262 374	3,21	3,37
Skandinaviska Enskilda Banken	147 125	1,80	1,89
Other shareholders	1 499 545	18,36	14,35
Total	8 166 312	100,00	100,00

The Company's ordinary registered shares are quoted in the Current list of securities of Vilnius stock exchange.

During the 6 months of the year 2011 average number of the Company's employees was 508 (in 2010 – 526).

2. Information about segments

From May, 2004, the Company has been carrying on its activity in one business segment – furniture production, and in one geographic segment – in Lithuania. The Company's basic activity is production of furniture. During the 6 months of the year 2011 97,8 per cent of all the Company's sales were done to SBA baldu kompanija UAB.

Analysis of sales revenue by category	January-June 2011	January-June 2010
Sales of goods	84 409	69 807
Revenue from services	46	28
	<u>84 455</u>	<u>69 835</u>

3. Expenses by nature

Sale cost

	January-June 2011	January-June 2010
Raw materials	66 133	51 938
Salary and social insurance	9 786	9 444
Wear and tear	1 610	2 477
Utilities	1 769	1 606
Repairs	709	455
Other	420	333
	80 427	66 253

Sale and distribution expenditures

	January-June 2011	January-June 2010
Advertising	3	-
	3	-

General and administrative expenses

	January-June 2011	January-June 2010
Salary and social insurance	259	281
Communication and informational technologies expenses	171	173
Taxes, except for profit tax	110	96
Wear and amortization	193	226
Consulting, audit, training, accounting services	200	198
Association fees and decrease of value	20	19
Security expenses	98	99
Writing off of stock and decrease of value	(5)	0
Materials and operation expenses	36	20
Business travel expenses	12	4
Insurance	62	59
Other	444	346
	1 600	1 521
Total cost of sales, distribution costs and administrative Expenses	82 030	67 774

4. Income of another activity

	January-June 2011	January-June 2010
Sales of thermoelectricity	406	331
Rent income	326	373
Interest income	100	99
Income from holiday houses	37	30
Dividend income	12	35
Other	56	32
	937	900

5. Expenditures of another activity

	January- June 2011	January- June 2010
Expenditures of holiday houses	(448)	(371)
Other rental expenses	(54)	(170)
Direct operating expenses arising from investment property	(30)	(22)
Other	(6)	2
	<u>(538)</u>	<u>(565)</u>

6. Other gains (losses) net

	January- June 2011	January- June 2010
Gain on investment property revaluation	-	-
Loss on investment property revaluation	-	-
Gain on disposal of property, plant and equipment	18	50
Other	-	-
	<u>18</u>	<u>50</u>

7. Finance costs

	January- June 2011	January- June 2010
Interest expenses	(334)	(305)
	<u>(334)</u>	<u>(305)</u>

8. Long-term tangible assets

	Buildings	Plant and machinery	Vehicles	equipment of computers and organiz.	Other tangible asset	Construction in progress	Total
Cost or revalued amount at 31 December 2010	21 365	10 294	270	40	479	59	32 507
a) Acquisition value at the end of previous financial years	21 855	43 581	1 285	640	479	586	68 426
Changes of current year:	-	-	-	-	-	-	-
.Acquisitions of asset	180	2 035	-	40	-	10	2 265
.Assigned and unused asset(-)	-	-	(273)	(3)	-	(6)	(282)
.Transferred from Construction in progress	-	479	-	-	(479)	-	-
.Transcriptions from one article to another +/-(-)	(1 225)	-	-	-	-	-	(1 225)
Acquisition value at 30 June 2011	20 810	46 095	1 012	677	0	590	69 184
b) Reappraisal at the end of previous financial years	18 606	-	-	-	-	-	18 606
Changes of current year:	-	-	-	-	-	-	-
.of increase of value	-	-	-	-	-	-	-
.of assigned asset to the third parties (-)	-	-	-	-	-	-	-
.of write-offs (-)	-	-	-	-	-	-	-
.Transcriptions from one article to another +/-(-)	-	-	-	-	-	-	-
Revaluation at 30 June 2011	18 606	-	-	-	-	-	18 606
c) Written-off sums and depreciation at the end of previous financial years	18 478	33 287	1 015	600	-	527	53 907
Changes of current year:	-	-	-	-	-	-	-
. Increases	1 114	910	45	11	-	17	2 097
.Restored records	-	-	-	-	-	-	-
.of assigned asset to the third parties	-	-	(273)	(3)	-	(6)	(282)
. transcriptions from one article to another	(153)	-	-	-	-	-	(153)
Accumulated depreciation at 30 June 2011	19 439	34 197	787	608	-	538	55 569
d) Accumulated impairment at the end of previous financial years	618	-	-	-	-	-	618
Changes of current year:	-	-	-	-	-	-	-
. Increases	(8)	-	-	-	-	-	(8)
.Restored records	-	-	-	-	-	-	-
.of assigned asset to the third parties	-	-	-	-	-	-	-
. transcriptions from one article to another	-	-	-	-	-	-	-
Accumulated impairment at 30 June 2011	610	-	-	-	-	-	610
e) Net book at 30 June 2011							
(a)+(b)-(c)-(d)	19 367	11 898	225	69	0	52	31 611
Among them purchased from the lease (leasing):			208				208

9. Investment property

2011-06-30

Investment property at fair value as at 31 December 2010	4 490
Additions	-
Transfer to owner occupied premises	1 072
Gain on fair value change	-
Losses from fair value change	-
Investment property at fair value as at 31 June 2011	5 562

10. Long-term intangible assets

Rodiklai	Patent license, etc.	Computer software	Other intangible assets	Total
Cost or revalued amount at the end of previous financial years	2	23	-	25
a) Acquisition value at the end of previous financial years Changes of current year: . Acquisitions of asset . Assigned and unused asset(-) . Transcriptions from one article to another +/-(-)	316	1 020	24	1 360
Acquisition value at 30 June 2011	316	1 020	24	1 360
b) Depreciation at the end of previous financial years Changes of current year: . Increases . Restored records . of assigned asset to the third parties . transcriptions from one article to another	314	997	24	1 335
	1	12	-	13
Accumulated depreciation at 30 June 2011	315	1 009	24	1 348
c) Accumulated impairment at the end of previous financial years Changes of current year: . Increases . Restored records . of assigned asset to the third parties . transcriptions from one article to another	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
Accumulated impairment at 30 June 2011	-	-	-	-
d) Net book at 30 June 2011 (a)+(b)-(c)-(d)	1	11	-	12

11. Investments in associated and affiliate companies

	2011-06-30	2010-12-31
In the beginning of the year	23	23
Contributions of shareholders to cover losses		
Sale of affiliate company – cost		
Minus decrease of value	-	-
Sale of affiliate company – contribution of shareholders to cover losses	-	-
	<u>23</u>	<u>23</u>

12. To sell owned investments

	2011-06-30	2010-12-31
In the beginning of the year	288	288
Acquisitions	-	-
Restoration of decrease of value	-	-
Transfers	-	-
Balance in the end of the period	<u>288</u>	<u>288</u>

13. Long-term receivable accounts

	2011-06-30	2010-12-31
Non-current part of loans granted to related parties (21 Note)	4 295	733
Prepayments for property, plant and equipment	363	4
	<u>4 658</u>	<u>737</u>

14. Stock

	2011-06-30	2010-12-31
Raw materials	4 593	4 757
Construction in process	2 788	610
Produced products and goods meant for resale		10 802
	7 967	
Reduction in price to the net value of possible realization	(71)	(71)
	<u>15 277</u>	<u>16 098</u>

15. Trade and other receivables

	2011-06-30	2010-12-31
Receivables from related parties including current portion of long-term debts (22 Note)	43 009	42 901
Trade receivables	168	86
Other amounts receivable and prepayments	562	310
	<u>43 739</u>	<u>43 297</u>

16. Cash and cash equivalents

	2011-06-30	2010-12-31
Cash at bank	213	74
Cash in hand	7	3
	<u>220</u>	<u>83</u>

17. Share capital

As at 30 June 2011, the share capital comprised 8,166,312 ordinary registered shares with par value of LTL 1 each. All the shares are fully paid. There were no changes in share capital during the year.

18. Own shares

The company as at 30 June 2011 has repurchased 383 258 units own shares. Own shares are accounted for by the amount paid as a reduction in shareholders' equity.

19. Reserves

	2011-06-30	2010-12-31
<i>Reserves:</i>		
- reevaluation reserve	8 769	9 475
- reserve presupposed by law	817	817
- reserve for acquisition of own shares	3 500	2 500
- other reserves	7 698	7 698
	<u>20 784</u>	<u>20 490</u>

During the 1-st quarter as a result of depreciation of revalued assets, revaluation reserve was decreased by the amount of LTL 706 thousand (2010: LTL 706 thousand), where as the retained result for the year then ended was increased by the same amount accordingly.

Carrying out the decision of AB "Klaipėdos baldai" gueneral shareholders' Meeting, held on 28 April 2011, the rezerve of own shares was increased by 1 000 thousand LTL.

20. Borrowings

	2011-06-30	2010-12-31
<i>Short-term credits</i>		
Short-term loans received from banks	-	-
Current portion of long-term loans received from banks	4 524	2 854
Finance lease liabilities	68	68
	<u>4 592</u>	<u>2 922</u>
<i>Long-term borrowings</i>		
Long-term loans received from banks	13 161	15 702
Finance lease liabilities	51	86
	<u>13 212</u>	<u>15 788</u>
Total borrowings	<u>17 804</u>	<u>18 710</u>

21. Trade and other payable sums

	2011-06-30	2010-12-31
Trade payable sums	1222	859
Sums payable to affiliated parties (22 Note)	2.480	635
Taxes	697	154
Salary and social insurance payable	1426	1 142
Vacation reserve and bonuses	1266	918
Other payable sums and accumulated expenditures	730	120
	<u>7 821</u>	<u>3 828</u>

22. Related-party transactions

<i>Sales of goods and services</i>	January-June 2011	January-June 2010
- <i>Ultimate parent company:</i>		
Koncernas SBA UAB	-	-
- <i>Subsidiaries of ultimate parent company:</i>		
SBA baldų kompanija UAB	82629	68 953
Visagino linija UAB	3	50
Šilutės baldai UAB	1525	105
Germanika UAB	208	932
Kauno baldai AB	3	9
Baldstata UAB		11
	84 368	70 060
<i>Interest received</i>	January-June 2011	January-June 2010
- <i>Subsidiaries of ultimate parent company:</i>		
SBA baldų kompanija UAB	77	72
Klaipėdos baldų prekyba UAB	23	18
	100	90
<i>Purchases of goods and services</i>	January-June 2011	January-June 2010
- <i>Ultimate parent company:</i>		
Koncernas SBA UAB	84	103
- <i>Subsidiaries of ultimate parent company:</i>		
SBA baldų kompanija UAB	63 770	54 033
Visagino linija UAB	5	32
Baldstata UAB	238	306
Association Industry Marketing and Business Centre	9	7
Šilutės baldai AB	49	
Klaipėdos baldų prekyba UAB	11	1
Kauno baldai AB	28	12
Germanika, UAB	363	90
Šatrija, AB	22	
	64 579	54 586

Related party transactions mostly comprise sales and purchases of furniture and materials.

Related-party transactions (continued)

<i>Amounts receivable within one year</i>	2011-06-30	2010-12-31
<i>- Subsidiaries of ultimate parent company:</i>		
SBA baldų kompanija UAB	40 735	39 210
Klaipėdos baldų prekyba UAB	717	708
Šilutės baldai AB	1 557	1 576
Kauno baldai AB		3
Germanika UAB		1 404
	43 009	42 901

<i>Amounts receivable after one year</i>	2011-06-30	2010-12-31
<i>- Subsidiaries of ultimate parent company:</i>		
SBA baldų kompanija UAB	3 562	-
Klaipėdos Baldų Prekyba UAB	733	733
	4 295	733

<i>Amounts payable within one year</i>	2011-06-30	2010-12-31
<i>- Ultimate parent company:</i>		
Koncernas SBA UAB	19	90
<i>- Subsidiaries of ultimate parent company:</i>		
Association Industry Marketing and Business Centre	93	251
Baldstata UAB	124	57
Kauno baldai AB	30	
Visagino linija UAB	240	237
Šatrija, AB	27	
Germanika, UAB	1774	
	2 480	635



JSC "Klaipėdos baldai"

SIX-MONTH INTERIM REPORT OF 2011

1. Reporting cycle, for which interim report is prepared.

The interim report of JSC "Klaipėdos baldai" is prepared for six months of 2011th.

2. Main data about an issuer.

Name of the issuer	JSC "KLAIPEDOS BALDAI"
Authorized capital	8 166 312 LTL
Residence address	Joniskės Str. 21; 91267 Klaipėda, Lithuanian Republic
Telephone	(46) 31 39 35 (46) 31 39 60
Fax	(46) 31 39 51
E-mail address	info@kbaldai.lt
Juridical-organizational form	Joint-stock company
Date and place of registration	The 3 rd of March, 1993, Administration of Klaipėda City
Registration Nr.	AB 93-59
Company registry code	140656052

3. Format of main issuer's activity.

Furniture trade.

4. Information about contracts with agents of public turnover securities.

On the 30th of November, 2006, JSC "Klaipėdos baldai" and JSC SEB Vilnius bank (Gedimino Str. 12, LT-01103 Vilnius, tel.(5)268 2687, Fax(5)262 6043) concluded the following contract Nr.S-Gend-231 on the Securities accounts administration and service.

5. Information about issuer's securities dealings on the controlled markets.

JSC "Klaipėdos baldai" securities are entered into the lists of Vilnius Stock Exchange on the 9th of August, 1994. At this time in the additional dealings list of VSE there are 8 166 312 common inscribed paperless shares of JSC "Klaipėdos baldai" at par value of one litas, which aggregate par value – 8 166 312 litas.

6. Structure of issuer's authorized capital.

Authorized capital of the company registered at the LR Board of Agriculture is 8 166 312 Lt. Structure of JSC "KLAIPEDOS BALDAI" authorized capital by stock type

Stock type	Stock number	Nominal value (Lt)	Aggregate value	par	Part of authorized capital (%)
Common inscribed paperless share	8 166 312	1	8 166 312		100,00
In total:	8 166 312	-	8 166 312		100,00

All stock of JSC "KLAIPEDOS BALDAI" is paid. There were no changes in the authorized capital at the recent time.

An ordinary registered share grants to its owner (shareholder) the following property rights:

1. To receive a portion of the Company's profit (dividend);
2. To receive a portion of the assets of the Company in liquidation;
3. To receive shares free of charge when the authorised capital is increased from the Company's funds, save exceptions stipulated in the Law on Companies of the Republic of Lithuania;
4. To acquire shares or convertible bonds issued by the Company by the right of pre-emption, except when the general shareholders meeting decides to recall the right of pre-emption for all the shareholders in accordance with the procedure prescribed by the Law on Companies of the Republic of Lithuania;
5. To lend money to the Company in any manner prescribed by the laws; however, when borrowing money from its shareholders, the Company has no right to mortgage its property to the shareholders. When the Company borrows money from its shareholder, interest rate may not exceed the average interest rate of commercial banks located in the lender's place of residence or

- business, that is effective at the time of concluding a loan agreement. In such a case the Company and shareholders are forbidden to agree upon higher interest rates;
6. To transfer all shares or part thereof to other persons;
 7. To demand that other shareholders would compulsorily sell their shares to them, or to demand that other shareholders would compulsorily buy shares from them in cases and in the order prescribed by the Law on the Securities Market;
 8. Other property rights established by the laws.

An ordinary registered share grants to its owner (shareholder) the following personal non-property rights:

1. To attend general shareholders meetings;
2. To vote at general shareholders meetings under the rights granted by the shares. One ordinary registered share grants one vote;
3. To receive information about the Company to the extent prescribed by the laws;
4. Other non-property rights established by the laws.

7. Shareholders.

Total number of JSC "KLAIPEDOS BALDAI" shareholders for the 30th of June, 2011, is 710.

The table below lists the major shareholders of the Company.

Name, surname (company name, type, residence address, company register code) of a shareholder	Number of common inscribed paperless share, belonging to a shareholder by right of ownership (pcs)	Part of authorized capital in stock (%)	Part of votes, provided by stock, belonging by right of ownership (%)
CJSC "SBA furniture group", 300103836 Laisves Av. 3, Vilnius	5 908 441	72,35	75,91
SWEDbank Clients, 10060701, Liivalaia 8, Tallinn	348 827	4,27	4,48
Skandinaviška Enskilda Banken AB Finnish Clients, 5020329081 Sergels Torg 2 ,10640 Stockholm, Sweden	147 125	1,80	1,89
Association "Business centre of industry and marketing" 134292039 K.Donelaicio Str .62, Kaunas	262 374	3,21	3,37
Other shareholders	1 499 545	18,36	14,35
In total	8 166 312	100	100

There are no shareholders holding special control rights.

There are no restrictions imposed on voting rights.

There are no mutual agreements between shareholders of which the Issuer is aware and due to which restrictions on transfer of securities and/or voting rights may be imposed.

Klaipėdos Baldai AB have 383 258 units own shares.

8. Information about issuer's activity results.

Six-month sales of JSC "Klaipėdos baldai" in 2011 amounted to 84 455 thousands Lt, in comparison with the same period of time in 2010 sales increased for 20,9 %. Six-month pre-tax profit in 2011 – 2537 thousands Lt.

The was exported 96% of all sales. The main trends of the export were South Europe (France, Italy, Spain) and USA.

Company, pursuing its activity, faces different risks.

Financial risk management is performed by the administration. More information about financial-risk management can be found in Company annual reports .

Credit risk. Conservative management of liquidity risk allows holding the due amount of cash and money equivalents, required to cover the planned expenses. The company performs short forecast of money flows and it is concluded contracts with banks on the opportunity to borrow money, if necessary.

Market risk: main company production is marketed by CJSC "SBA Baldu kompanija". Marketing and selling functions are performed by CJSC "SBA Baldu kompanija".

Stores (materials) risk issues from constantly varying costs of raw materials. Materials are bought through CJSC "SBA Baldu kompanija", that allows to expect beneficial prices from raw supplier by uniting purchases of several companies.

Product quality risk: From 1997 Quality Management System, competent to requirements of new standard LST EN ISO 9001:2001, is operating effectively at the Company. TUV CERT experts confirm every year during regulatory audits. Rising problems are constantly analyzed and solved; work is improved by choosing masterly stage of Quality Management Development – General Quality Management (GQM).

Ecology risk. At JSC "Klaipėdos baldai" is operating Environment Protection Management System competent to requirements of standards ISO 14001, implemented and certified in 1999. New, proprietary and of cleaner production technology is obtained by modernizing production. Environment Protection Management System requires permanent and systematic supervision, evaluation and effect (result) prognostication of system efficiency. To perform this, monitoring is pursued to supervise changes during particular period of time (ratio of energy input and furniture production, power resources input for 1000 m2 of made production and so on). Internal and external audits of functional system are also performed.

Personnel risk: the number of fired workers has decreased in 2010. It was conditioned by effective policy of incentive of workers, as well as capacity of newly employed workers to adjust to requirements and aims, raised by the company. The company considers its priority to increase productivity of workers and also salaries.

The Company's Board is responsible for the development and verification of the sequence and directions of the Company's internal-control actions, while the Company's Director is responsible for the implementation thereof. The following sequence of internal-control actions is established in the Company:

1. Determination of standards (control standards define effectiveness indicators);
2. Comparison of actual data with planned data;
3. Decision-making.

Internal-control directions vary depending on changes inside the Company and in the external environment.

More information about company's six-month work and financial results is given in financial accountability report.

9. Personnel and investments.

According to the information on the 30th of June, 2011, listing number of operatives at the company was 580 workers, 542 of them are workers, what makes 93.5 % of all operatives, and 38 managers and specialists – 6.5 % of all operatives. 58 workers with higher education, 54 – with further education, 135 – with vocational-technical education, 97 – with professional secondary education, 172 – with secondary education and 64 – with uncompleted secondary education worked in the company in 2011

Company spent 4 852 Lt for personnel training during the half-year of 2011

Average number of workers and average salary:

	Half-year of 2011
Average number of workers, prs.	508
Average salary or worker per month, Lt	2466
Average salary of managers and specialists per month	4679
Average salary of workman per month	2303

Rights and obligations of issuer's workers, covered in the collective agreement of the company didn't change since information representation in the annual report of 2010.

During the 2010 the company have invested 2.8 million litas. There has been already invested 2.3 million litas during the first half of 2011. The major part of investments was intended for the development of technologies, the increasement of the production efficiency and optimization of costs, what allows to maintain a competetiveness of the company and ensures the stability and continuity of the activity. Next year the company is planning to maintain the strategy of investment, which was already mentioned.

10. Order of changing issuer's regulations.

Regulations of JSC "Klaipėdos baldai" cover, that only general meeting of JSC "Klaipėdos baldai" shareholders has an exclusive right to change company regulations, except cases, covered by the law of joint-stock company of Lithuanian Republic. For making a decision on regulations change 2/3 votes of shareholders, majority of participating in the general meeting, are needed.

11. Issuer's organs.

According to regulations of JSC "Klaipėdos baldai", Company regulatory bodies are General Meeting of Shareholders, Council of Supervisors, The Management and Company Director. Resolutions of the General Meeting of Shareholders, accepted on the questions, covered by Company regulations, within the competence of General Meeting of Shareholders, are compulsory for shareholders, Council of Supervisors, Management, Director and other Company workers.

Shareholders, who were Company shareholders at the end of the accounting day of the General Meeting of Shareholders, have a right to participate in the General Meeting of Shareholders. Company meeting accounting day is the fifth working day to the General Meeting of Shareholders or the fifth working day to the repeated General Meeting of Shareholders. The person, participating in the General Meeting of Shareholders and having a right to vote, has to present personal identity document. The person, who is not a shareholder, besides personal identity document, should present a document, confirming a right to vote.

Collegial supervision organ - Council of Supervisors is chosen by the General Meeting of Shareholders in the order, covered by the law of joint-stock company of Lithuanian Republic. The Council of Supervisors consists of 3 (three) Council members. The Council of Supervisors is chosen for the period of 4 (four) years. The Council of Supervisors is choosing the council chairman from its members. The General Meeting of Shareholders can cancel all Council of Supervisors or its individual members till the end of tenure of Council of Supervisors. If individual members of the Council are chosen, they are chosen only till the end of functional council tenure.

The Council of Supervisors choose and destitute management members, supervises management and work of company director, presents responses and offers to the General Meeting of Shareholders on the strategy of company activity, annual financial accountability, project of profit distribution and company annual report, as well as on the management and work of company director, lays proposals to management and company director to cancel their resolutions, which contradict law and other legal acts, company regulations or resolutions of the General Meeting of Shareholders. It also solves other questions on the company and its management work supervision, which are assigned to the competence of the Council of Supervisors by resolutions at the General Meeting of Shareholders. The Council of Supervisors doesn't have a right to consign or pass functions, assigned to its competence in the joint-stock company law of Lithuanian Republic, for performing to other company organs.

The Management is a collegial organ of company administration, which consists of 3 (three) management members. The Council of Supervisors is choosing The Management for a period of 4 (four) years. The Council of Supervisors can cancel all Management or its individual members till the end of their tenure. If individual members of the Management are chosen, they are chosen only till the

end of functional management tenure. The Management is choosing the management chairman from its members.

The Management choose and destitute the company director, sets his salary, other conditions of employment contract, official provisions, stimulates him and fines him.

The Director is a head of the Company. The head of the company is a one-man company management organ, which organizes company's activity. Authorizations and responsibility of the company administration members are determined by an order of the director.

12. Members of collegial organs, company director.

COUNCIL OF SUPERVISORS (the 30th of June, 2011)

Nr.	Post	Name, Surname	Participation in issuer's capital (stock) %	Part of votes, %	Qualification
1.	Chairman	Egidijus Valentinavicius	-	-	Higher education in the field of economy (economics and management) Vice President of Business Management (Private Limited Liability Company (UAB) Concern "SBA")
2.	Member	Dalia Maleckiene	-	-	Higher education in the field of engineering (production management) Head of Business Planning (Private Limited Liability Company (UAB) Concern "SBA")
3.	Member	Virgilijus Rancys	-	-	Higher education in the field of economy (finance and credit) Head of Treasury (Private Limited Liability Company (UAB) Concern "SBA")

The Management (the 30th of June, 2011)

Nr.	Post	Name, Surname	Start of tenure	End of tenure	Participation in issuer's capital	Part of votes, %
1.	Chairman	Ricerdas Kiaurakis	25 04 2008	25 04 2012	-	-
2.	Member	Rasa Zvirbliene	13 02 2009	25 04 2012	-	-
3.	Member	Eimuntas Jankauskas	13 02 2009	25 04 2012	-	-

ADMINISTRATION DIRECTOR (the 30th of June, 2011)

Post	Name, Surname	Works at this post	Participation in issuer's capital (available stock)	Participation in issuer's capital (available stock)
Director	Ramunas Marozas	01 04 2008	-	-

13. Essential and newest events in the issuer's activity.

All essential events, which happened in 2011, are presented to Vilnius Stock Exchange and Stock Commission as it is required by rules of periodic display of information about issuer's work and their stock. Any information about the company essential events can be found at: www.nasdaqomxbaltic.com.

1.) 2010 02 25

Preliminary unaudited results for 2010 and forecasting performance for 2010

Unaudited results of AB Klaipedos baldai for 2010:

Overall sales during 2010 reached LTL 149479 thousand (EUR 43292 thousand), in the 2009 were 170000 LTL thousand (EUR 49235 thousand). Earnings before taxes were LTL 4500 thousand (EUR 1303 thousand) during 2010. In the 2009 earnings before taxes were LTL 4963 thousand (EUR 1437 thousand). Gross profit margin 2010 reached 5.2% and exceeded forecast for 2010 by 0.7 p p.

2.) 2011 04 06

Convocation of an ordinary general meeting of SC Klaipedos baldai shareholders

By the initiative and decision of the Company Board, an ordinary general meeting of SC Klaipedos baldai (registered at Joniskes str. 21, Klaipeda, company number 140656052) shareholders is being convoked at Joniskes str. 21, Klaipeda on 28 April 2011 at 11 am. Shareholders' registration starts at 10 am.

Only the persons who were shareholders of the company at the end of the general shareholders' meeting accounting day shall have the right to attend and vote at the general shareholders' meeting. The meeting accounting day is 20 April 2011.

Property rights shall be held by the persons who were SC Klaipedos baldai shareholders at the end of the tenth working day after the general shareholders' meeting having adopted the respective decision. The rights accounting day is 12 May 2011.

The agenda of the ordinary general shareholders' meeting:

1. The Supervisory Council record and offer of the year 2010 financial accountability, profit distribution project and annual report.
2. Auditor report of year 2010 financial accountability.
3. Financial accountability statement for 2010.
4. Profit distribution project statement for 2010.
5. The election of annual auditor for 2011 and the establishment of the rate for the report.
6. Resolution re share buy back.

The general shareholders' meeting is convened on the initiative and by the resolution of the Board of the Company.

The Company shall not provide the possibility to attend and vote in the general shareholders' meeting through electronic communication channels.

Each shareholder holding shares that grant at least 1/20 of all votes shall have the right of proposing to supplement the agenda of the general shareholders' meeting. Draft decisions on the proposed issues shall be submitted together with the proposal or, if the decisions are not needed to be approved, explanations on each proposed issue of the general shareholders' meeting shall be presented. Proposal to supplement the agenda must be presented in writing sending it by a registered mail at the above-specified head-office address of the Company. The agenda shall be supplemented if the proposal will be received not later than 14 days before the general shareholders' meeting.

Each shareholder holding shares that grant at least 1/20 of all votes shall have the right of proposing draft resolutions on the issues already included or to be included in the agenda of the general shareholders' meeting, to nominate additional candidates for members of the Company's managerial body, the audit company. The proposed draft decisions must be presented in writing sending them by a registered mail at the above-specified head-office address of the Company

The shareholders shall also be entitled to propose draft resolutions on the general shareholders' meeting agenda issues in writing during the meeting.

The shareholders shall have the right to present questions related to the general shareholders' meeting agenda issues to the Company in advance in writing, by stating the shareholder's personal ID number in the letter and sending by a registered mail. The Company undertakes to respond if the questions are received not later 3 working days before the general shareholders' meeting.

A shareholder or a person authorised by him attending the general shareholders' meeting and entitled to vote shall submit an identity document.

Each shareholder shall also have the right to authorise another person (natural or legal), in the manner prescribed by law, to attend and vote at the general shareholders' meeting on his behalf. At the meeting the authorised person shall enjoy the same rights as the shareholder represented by him would have unless the authorized person's rights are limited by the power of attorney or by the laws. The authorised person must produce a power of attorney certified in the manner prescribed by law. A power of attorney issued in a foreign state must be translated into Lithuanian and legalised in the manner prescribed by law.

A shareholder or a person authorised by him shall have the right to vote in writing in advance by filling in the general ballot paper. On shareholder's request, the Company shall, not later than 10 days before the meeting, send the general ballot paper by registered mail free of charge. The filled in general ballot paper and the document confirming the voting right (if any) must be submitted to the Company in writing not later than on the last working day before the general shareholders' meeting sending it by registered mail at the above-specified head-office address of the Company.

The documents related to the convening and the agenda of general shareholders' meeting, draft decisions on each agenda item, documents that must be submitted to the meeting, the form of the general ballot paper and other information related to the implementation of the shareholder rights will be available for the shareholders during working hours at AB Klaipėdos baldai head-office in Joniskės str. 21, Klaipėda and partly on the Company's website <http://www.klaipedos-baldai.lt>

3.)2011 04 06

The board meeting of SC "Klaipėdos baldai" has prepared resolution projects for stockholders meeting and vote:

1. The supervisory council reviews and proposals concerning the financial accountability of SC "Klaipėdos baldai" for 2010, profit distribution Project and company report for 2010 by the board meeting.

Resolution: approve the supervisory council auditor .

2. The auditor report concerning the financial accountability of SC „Klaipėdos baldai“ for 2010.

Resolution: approve the report auditor.

3. Financial accountability consolidation for 2010.

Resolution: approve the financial accountability for 2010.

4. Profit distribution project for 2010.

Resolution: approve the profit distribution project as it follows:

PROFIT DISTRIBUTION PROJECT

Article	Amount thousand/Lt	Amount thousand/EUR
Retained earnings (loss) in the end of last fiscal year	38 705	11 210
Net profit (loss)	4 074	1 180
Distributable result-profit (loss) in the end of fiscal year	42 779	12 390
The contribution of stockholders for the loss refund	-	-
Transfer from the reserve	1 085	314
Distributable earnings	43 864	12 704
The distribution of profit:		
reserves set by law	-	-
other reserves (for acquisition of own shares)	1 000	290
dividends	-	-
other	-	-
Retained earnings in the end of fiscal year	42 864	12 414

5. The election of the auditor for 2011, the establishment of the rate for the report.

Resolution draft is approval for vote:

The vote on the proposed four audit firms - JSC " ERNST & YOUNG BALTIC ", JSC "PriceWaterHouseCoopers", JSC " Deloitte Lietuva" and JSC "KPMG Baltics", was elected by a majority of audit firm "".

Approve the annual remuneration for audit services, depending on the size of the audit services contract. When signing a contract for audit services for one year, the wage shall not exceed 40 000 Lt excl. VAT, for two year - the wage shall not exceed 39 000 Lt excl. VAT, for three year - the wage shall not exceed 37 000 Lt excl. VAT.

6) Resolution re share buy back.

a) To buy up to 10 percent of company shares.

b) The purpose of acquisition of own shares is to maintain and enhance the company's share price.

c) The period during which the company may buy own shares is 12 months from the decision taking date.

d) To set up the maximum price per share for own shares to be purchased - 1.20 EUR (4,14 LTL), respectively, a minimum price of one share - equal to the nominal value per share, that is, 0.290 EUR (1,00 LTL).

e) To authorize the Board to organize the share buy back, establish share buying and selling procedures, time, number of shares and price, perform other related activities in accordance with the conditions set out in this resolution and requirements set by Republic of Lithuania Law on Companies.Klausyti

Resolution: approve the share buy back resolution.

4.) 2011 04 28

Resolutions adopted by the General Shareholders Meeting, held on 28-04-2011:

1. The Supervisory Council's feedback (references) and proposals regarding the Company's annual financial statements for the year 2010, Profit Distribution Project and the Company's Annual Report have been approved.

2. The Auditor's Report on the Company's annual financial statements for the year 2010 have been approved.

3. The financial statements for the year 2010 have been approved.

4. Appropriation (distribution) of profit of the year 2010 has been approved as follows:

Items	Amount in thousands LTL	Amount in thousands EUR
Undistributed result –profit (loss) –		
at the end of previous financial year	38 705	11 210
Net result of the financial year – profit (loss)	4 074	1 180
Distributable result –profit (loss) –at the end		
of the financial year	42 779	12 390
Shareholders contributions to cover losses	-	-
Transfers from reserves	1 085	314

Distributable profit	43 864	12 704
Distribution of profit:		
- to legal reserves	-	-
- to other reserves(for acquisition of own shares)	1 000	290
- dividends	-	-
- other	-	-
Undistributed result -profit (loss) – at the end of the financial year	42 864	12 414

5. To elect audit company – "Ernst & Young Baltic" (company code 110878442), to become AB "Klaipėdos baldai" auditor, who will perform financial statements audit for Years 2011 and 2012. Set an annual fee for the audit services 37 000 EUR plus VAT. To sign the contract with the company Ernst & Young Baltic, for year 2011-2012 audit services with an option to extend the agreement to year 2013, conditional upon the company's AB "Klaipėdos baldai" the general shareholders meeting's decision.

6. A decision with regard to the purchase of own shares has been approved:

a) To purchase up to 10 percent of the Company's shares.

b) The purpose of acquisition of own shares – to maintain and increase the price of the Company's shares.

c) Period during which the Company may acquire own shares - 12 months from the date of adoption of the decision.

d) To set the maximum price per share of own shares to be acquired – at 1.20 EUR (4.14 LTL), at the same time setting the minimum acquisition price per share equal to the nominal value of a share, i.e. 0.290 EUR (1.00 LTL).

e) To commit the Board to organise the purchase of own shares, to determine the procedure for purchase and sale of shares, time, number of shares and price, as well as to perform other actions relating thereto in compliance with the terms set in this resolution as well as in accordance with the requirements established in the Republic of Lithuania Law on Companies.

5.) 2011 04 28

Please find the attached Klaipėdos baldai AB audited financial statements for the year ended 31 December 2010 with independent auditor's report.

Enclosed:

1. Confirmation of responsible persons;
2. Independent auditor's report, annual report, financial statements for the year ended 31 December 2010.

6.) 2011 05 12

Carrying out the decision of AB „Klaipėdos baldai“ general Shareholders' Meeting, held on 28 April 2011, to purchase up to 10 percent of the Company's shares, the Board has taken the resolution:

1.1. To purchase up to 816.631 (Eight hundred and sixteen thousand six hundred and thirty-one) units of ordinary registered 1(one) litas nominal value shares of AB "Klaipedos baldai".

1.2 To set the purchase price of own share equal to 1.05 EUR (3.6254 LTL) for one ordinary registered share of AB "Klaipedos baldai".

1.3 The duration of the purchase of own shares in the first stage - 32 days. The shares should be bought from 2011 May 17 until 2011 June 17 (inclusive) on the stock exchange NASDAQ OMX Vilnius through an official offer submarket

7.) 2011 05 17

Information about the acquisition of Klaipedos baldai AB own shares.

8.) 2011 05 27

Interim results of AB Klaipedos baldai for 3 months of 2011:

Overall sales during 2011 January - March reached 39143 thousand Lt (11337 thousand EUR), or 9.4 percent more compared with the same period of 2010. Pre-tax profit during period 2011 January - March was 941 thousand LTL (273 thousand EUR). During the same period of 2010 pre-tax profit was 1207 thousand Lt (350 thousand EUR)

9.) 2011 06 20

Klaipedos baldai AB finished purchase of own shares through a way of official offer at NASDAQ OMX Vilnius.

Purchase of own shares started: 17 May 2011.
Purchase of own shares ended: 17 June 2011.
Purchase of own shares price: LTL 3,6254 per share.
Actual quantity of purchased own shares: 383 258.

10.) 2011 06 27

On 27 June 2011 Klaipedos baldai AB received a notification on the acquisition of voting rights from shareholder SBA furniture group UAB.

Enclosed:

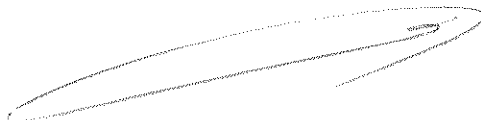
- SBA furniture group UAB notification on the acquisition of voting rights.

14. Information about pursuance of Management Code.

JSC "Klaipedos baldai" mainly follows listing company Management Code of recommendatory nature, confirmed in August of 2006 at Vilnius Stock Exchange. In 2009 Company established internal Audit Committee. Audit Committee consist from three members. One member of Audit Committee are independent.

JSC "KLAIPEDOS BALDAI"

Director



Ramunas Marozas