



KONCERNO „ACHEMOS GRUPĖ“ NARĖ

## AB „KLAIPĖDOS JŪRŲ KROVINIŲ KOMPANIJA“

Lietuvos Respublikos  
Vertybinių popierių komisijai  
Konstitucijos pr. 23  
LT-08105 Vilnius

2007-08-31

Nr.

0300-24-943/1

Nr.

### CONFIRMATION OF RESPONSIBLE PERSONS

Following the 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, Valentinas Greičiūnas, director general and Šarūnas Kručius, chief accountant of AB Klaipėdos jūrų krovinių kompanija, hereby confirm that to the best of our knowledge, the attached AB Klaipėdos jūrų krovinių kompanija Consolidated and Parent company's financial statements for the first half Year ended 30 June 2007, Prepared according to International Financial Reporting Standards as adopted by European Union, give a true and fair view of the assets, liabilities, financial position and profit or loss of AB Klaipėdos jūrų krovinių kompanija and the Group.

#### ENCLOSURE:

1. AB Klaipėdos jūrų krovinių kompanija Consolidated and Parent Company's Financial Statements for the First Half Year ended 30 June 2007.
2. AB Klaipėdos jūrų krovinių kompanija First half year 2007 interim report.

Director General

Valentinas Greičiūnas

Chief Accountant

Šarūnas Kručius



Bendrovė įregistruota Valstybės įmonės Registrų centro Klaipėdos filiale

Įmonės kodas 140346267. J.Zauerveino g. 18, LT-92122 Klaipėda. Tel.: (8 46) 39 95 01, 39 91 01, faksas: (8 46) 39 90 69, 39 90 66  
PVM mokėtojo kodas LT403462610

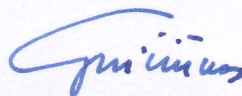
## BALANCE SHEETS

	Group		Company	
	2007-06-30	2006-12-31	2007-06-30	2006-12-31
<b>ASSETS</b>				
<b>Non-current assets</b>				
Intangible assets	26.435	26.486	25	35
Property, plant and equipment				
Land	11.777	11.777	11.777	11.777
Buildings and constructions	228.104	236.984	120.154	125.255
Machinery and equipment	29.402	31.111	22.486	23.432
Other assets	2.255	5.804	1.503	5.007
Construction in progress and prepayments	4.063	2.480	3.507	2.461
Total property, plant and equipment	275.602	288.156	159.426	167.932
Investment property	7.349	7.349	7.349	7.349
Non-current financial assets				
Investment into subsidiaries, joint ventures and associates	1136	991	28.538	28.538
Available-for-sale investments	53	50	53	50
Non-current receivables	1670	905	1.005	905
Total non-current financial asset	2.859	1.946	29.596	29.493
Deferred income tax asset		665	0	0
<b>Total non-current assets</b>	<b>312.244</b>	<b>324.602</b>	<b>196.396</b>	<b>204.809</b>
<b>Current assets</b>				
Inventories	3.330	3.423	3.141	3.191
Receivables	16.900	29.790	15.578	27.414
Accrued income, deferred expenses and prepayments	5.137	3.776	2.920	1.505
Cash and cash equivalents	25.105	17.045	19.846	12.287
<b>Total current assets</b>	<b>50.472</b>	<b>54.034</b>	<b>41.485</b>	<b>44.397</b>
<b>Total assets</b>	<b>362.716</b>	<b>378.636</b>	<b>237.880</b>	<b>249.206</b>

**BALANCE SHEETS (cont'd)**

	Group		Company	
	2007-06-30	2006-12-31	2007-06-30	2006-12-31
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
<b>Equity attributable to equity holders of the parent</b>				
Share capital	126.704	126.704	126.704	126.704
Legal reserve	12.899	12.899	12.899	12.899
Retained earnings	72.688	88.359	73.434	92.465
	<b>212.291</b>	<b>227.962</b>	<b>213.037</b>	<b>232.068</b>
<b>Minority interest</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total equity</b>	<b>212.291</b>	<b>227.962</b>	<b>213.037</b>	<b>232.068</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Non-current borrowings				
	107.498	107.498	-	-
Financial lease	897	897	897	897
Deferred income tax liability	456	456	456	456
Non-current trade payables	1.557	1.557	0	-
<b>Total non-current liabilities</b>	<b>110.408</b>	<b>110.408</b>	<b>1.353</b>	<b>1.353</b>
<b>Current liabilities</b>				
Current portion of non-current borrowings and short-term borrowings	6.120	15.000	0	-
Current portion of financial lease	106	210	106	210
Current portion of non-current trade payables	0	239	0	-
Trade payables	7.382	4.264	5084	4.264
Income tax payable	1.403	1.411	1403	1.411
Advances received	7.162	4.787	1593	3
Other payables	17.843	14.355	15304	9.897
<b>Total current liabilities</b>	<b>40.017</b>	<b>40.266</b>	<b>23.490</b>	<b>15.785</b>
<b>Total equity and liabilities</b>	<b>362.716</b>	<b>378.636</b>	<b>237.880</b>	<b>249.206</b>

General Manager



Valentinas Greičiūnas

Chief accountant

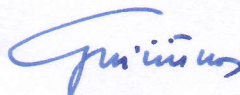


Šarūnas Kručius

## INCOME STATEMENTS

	Group		Company	
	H1 2007	H1 2006	H1 2007	H1 2006
Sales	76.027	62.694	60.537	54.779
Cost of sales	-46.431	-38.580	-41.629	-37.741
<b>Gross profit</b>	<b>29.596</b>	<b>24.113</b>	<b>18.908</b>	<b>17.038</b>
Operating expenses	-20.876	-19.773	-15.903	-16.844
<b>Profit (loss) from operations</b>	<b>8.720</b>	<b>4.340</b>	<b>3.005</b>	<b>194</b>
Other operating income (expenses), net	1438	2.083	1148	1.768
Income from financial and investment activities	742	1.784	683	2.968
(Expenses) from financial and investment activities	-3179	-3.996	-118	-2.787
<b>Profit from ordinary activities</b>	<b>7.722</b>	<b>4.212</b>	<b>4.719</b>	<b>2.142</b>
Share of profit from joint ventures and associates	358	0	-	-
<b>Profit from ordinary activities</b>	<b>8.079</b>	<b>4.212</b>	<b>4.719</b>	<b>2.142</b>
Income tax	0	0	0	0
<b>Net profit (loss)</b>	<b>8.079</b>	<b>4.212</b>	<b>4.719</b>	<b>2.142</b>
<b>Attributable to:</b>				
Equity holders of the parent	8.079	4.212	4.719	2.142
Minority interest	-	-	-	-
	<b>8.079</b>	<b>4.212</b>	<b>4.719</b>	<b>2.142</b>

General Manager



Valentinas Greičiūnas

Chief accountant



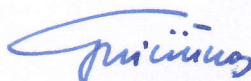
Šarūnas Kručius

**Statements of changes in equity**

	Share capital	Legal reserve	Retained earnings	Total
<b>Group</b>				
<b>Balance as of 31 December 2005</b>	<b>126.704</b>	<b>12.899</b>	<b>102.078</b>	<b>241.681</b>
Dividends declared	-	-	(19.950)	(19.950)
Net profit for the year 2006	-	-	6.231	6.231
<b>Balance as of 31 December 2006</b>	<b>126.704</b>	<b>12.899</b>	<b>88.359</b>	<b>227.962</b>
Net profit for the period	-	-	8.079	8.079
Dividends declared	-	-	(23.750)	(23.750)
<b>Balance as of 30 June 2007</b>	<b>126.704</b>	<b>12.899</b>	<b>72.688</b>	<b>212.291</b>

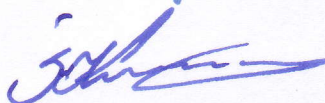
	Share capital	Legal reserve	Retained earnings	Total
<b>Company</b>				
<b>Balance as of 31 December 2005</b>	<b>126.704</b>	<b>12.899</b>	<b>109.774</b>	<b>249.377</b>
Dividends declared	-	-	(19.950)	(19.950)
Net profit for the year 2006	-	-	2.641	2.641
<b>Balance as of 31 December 2006</b>	<b>126.704</b>	<b>12.899</b>	<b>92.465</b>	<b>232.068</b>
Net profit for the period	-	-	4.719	4.719
Dividends declared	-	-	(23.750)	(23.750)
<b>Balance as of 30 June 2006</b>	<b>126.704</b>	<b>12.899</b>	<b>73.434</b>	<b>213.037</b>

General Manager



Valentinas Greičiūnas

Chief accountant



Šarūnas Kručius

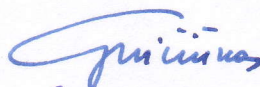
## Cash flow statements

	Group		Company	
	Q1 2007	2006	Q1 2007	2006
<b>Cash flows from (to) operating activities</b>				
Net profit	2.488	6.231	852	2.641
<b>Adjustments for non-cash items:</b>				
Depreciation and amortization	8.239	27.159	5.741	21.741
Result from joint ventures and associates	-	(486)	-	-
Interest expenses	1.497	5.410	13	3.844
Interest (income)	(320)	(386)	(291)	(4.430)
Dividend (income)	-	-	-	(150)
Income tax expenses	-	1.550	-	1.194
Change in accrued income and deferred expenses	114	5.307	133	7.507
Change in impairment loss of property	-	-	-	-
Change in allowance for doubtful receivables	-	-	-	-
Change in allowance for write-offs of inventory	-	-	-	-
(Gain) on property, plant and equipment sales	9	(114)	9	(114)
Write-off of property, plant and equipment	0	-	0	-
Change in allowance for investments	-	-	-	162
	<b>12.027</b>	<b>44.671</b>	<b>6.458</b>	<b>32.395</b>
<b>Changes in working capital:</b>				
(increase) decrease in inventories	(88)	(522)	(109)	(373)
Decrease (increase) in receivables and prepayments	870	(10.995)	1.500	(8.885)
(Decrease) increase in trade and other payables	(1.727)	(14.263)	(1.321)	(10.266)
Income tax (paid)	-	(2.661)	-	(2.661)
<b>Net cash flows from operating activities</b>	<b>11.082</b>	<b>16.230</b>	<b>6.528</b>	<b>10.210</b>

**Cash flow statements (cont'd)**

	<b>Group</b>		<b>Company</b>	
	<b>H1 2007</b>	<b>2006</b>	<b>H1 2007</b>	<b>2006</b>
<b>Cash flows from (to) investing activities</b>				
(Acquisition) of property, plant and equipment	(2.967)	(20.639)	(2.965)	(8.776)
(Acquisition) of intangible assets	-	(311)	-	-
Proceeds from sale of property, plant and equipment	31	63.679	31	63.675
(Acquisition) of associates and minority interest	(3)	(26.133)	(3)	(26.133)
Proceeds from sales of subsidiaries and other investments	-	3.105	-	3.105
Loans (granted)	(102)	(161)	(102)	(161)
Loans repaid	33	43	33	108.285
Dividends received	50	150	50	150
Interest received	501	366	392	4.410
<b>Net cash flows from (to) investing activities</b>	<b>(2.458)</b>	<b>20.099</b>	<b>(2.564)</b>	<b>144.555</b>
<b>Cash flows from (to) financing activities</b>				
Dividends (paid)	(15.200)	(19.879)	(15.200)	(19.879)
Proceeds from loans	-	129.998	-	-
(Repayment) of loans	(9.000)	(143.653)	-	(136.153)
Interest (paid)	(2.981)	(4.583)	(13)	(4.537)
Financial lease (payments)	(602)	(271)	(602)	(271)
<b>Net cash flows (to) from financial activities</b>	<b>(27.784)</b>	<b>(38.388)</b>	<b>(15.815)</b>	<b>(160.840)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(6.666)</b>	<b>(2.059)</b>	<b>(5.442)</b>	<b>(6.075)</b>
<b>Cash and cash equivalents at the beginning of period</b>	<b>31.771</b>	<b>19.104</b>	<b>25.288</b>	<b>18.362</b>
<b>Cash and cash equivalents at the end of period</b>	<b>25.105</b>	<b>17.045</b>	<b>19.846</b>	<b>12.287</b>

General Manager



Valentinas Greičiūnas

Chief accountant



Šarūnas Kručius

## Notes to the financial statements

### 1 General information

AB Klaipėdos Jūrų Krovinių Kompanija (hereinafter “the Company”) is a public limited liability company registered in the Republic of Lithuania. The address of its registered office is as follows:

J. Zauerveino Str. 18, Klaipėda  
 Lithuania

The Company is engaged in provision of stevedoring and related services in the seaport of Klaipėda. The Company started its activities in September 1994. Until 31 May 1994 the Company's name was SPĮ Klaipėdos Valstybinis Jūrų Prekybos Uostas. On 3 May 1995 the Company was registered as a public limited liability company. The Company's shares are included in the Baltic Secondary List of Vilnius Stock Exchange.

As of 30 June 2007 and 2006 the shareholders of the Company were:

	Number of shares held	Percentage
UAB Koncernas Achemos Grupė	11,753,023	92.76%
Other minor shareholders	917,406	7.24%
Total	<u>12,670,429</u>	<u>100.00%</u>

All the shares of the Company are ordinary shares with the par value of LTL 10 each and were fully paid as of 30 June 2007 and 2006. The share capital did not change in 2006 and 2007. Subsidiaries, joint ventures and associated companies did not hold any shares of the Company as of 30 June 2007 and 2006. The Company did not hold its own shares either.

The Group consists of the Company and the subsidiary as of 30 June 2007 and 2006 (hereinafter referred to as “the Group”):

Company	Registration address	Share of the stock held by the Group (%)	Year of establishment / acquisition	Main activities
UAB Krovinių Terminalas	Lithuania	100	1999	Cargo services

Company had no control in UAB Klasco Ekspedicija and UAB Krantas Forwarding, therefore these companies were not included in the Group's consolidated financial statements.

As of 30 June 2007, the number of employees of the Company was 760 (794 as of 31 December 2006). As of 30 June 2007 the number of employees of the Group was 819 (854 as of 31 December 2006).

### 2 Form and contents of the financial statements

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

The same accounting policies were applied for interim reporting as are applied in the annual financial statements.

The Company's and the Group's functional currency is local currency, Litas (LTL). The amounts shown in these financial statements are also presented in the local currency, Litas. Lithuanian Litas is pegged to EUR at the rate of 3.4528 Litas for 1 EUR, and the exchange rates in relation to other currencies are set daily by the Bank of Lithuania.



**SC „Klaipeda stevedoring company“  
Interim report of 6 months, 2007**

Klaipeda  
31 of August, 2007

Enterprise interim report of 6 months is prepared according to the 24 clause requirements of enterprises financial accountability law of the Republic of Lithuania, 9<sup>(1)</sup> clause requirements of enterprises consolidated financial accountability law of the Republic of Lithuania, 22 clause of fund law of the Republic of Lithuania, 34 clause of joint-stock companies law of the Republic of Lithuania by the determinate order. Regulations of SC „Klaipeda stevedoring company“ do not determine more additional requirements, which should be provided in the enterprise report of 6 months period.

**1. Objective review of the business group state, action performance and expansion, description of the basic risk kinds and in determinations, which are confronted with**

Action of SC „Klaipeda stevedoring company“ (patronizing company) – handling operations of harbour, cargos storage, services of harbour towboats. Enterprise their competitors in the market considers to be other companies, working at Klaipeda national seaport and companies, working at harbours of neighbour foreign countries. Enterprise transshipped 4,297 mln. t. cargos during the I half-year in 2007, that is, 10 perc. more than the I half-year in 2006, when there was transshipped 3,908 mln. t. Terminals loading of the northern part was increasing 6 perc. this year, and Ferry terminal 15 perc. – up to 1,866 mln. t. Despite the fact, that enterprise worked in the profitable way during the I half-year in 2007, action processes were still optimised, a system of the living wage was corrected. Expansion rates of the northern part terminals were dwarfed by the reduced deluge of material to Belarus.

One of the possible risks of the enterprise action, because of which profit of the enterprise may decline (till 1 mln. Lt) , is associated with SC „Lithuania railways“ intentions to change contract terms concerning service rendering .

SC „Klaipeda stevedoring company“ according to the ownership right has all 100 perc. stock of Oil and chemistry products terminal JSC „Cargo terminal“ . JSC „Cargo terminal“ worked stable in 2007, 680 thousands t. cargos were transshipped during the I half-year in 2007, 34 tankers were served. Sales of JSC „Cargos terminal“ comprise income for oil, light oil products, chemistry and oil chemistry handling services, services of ships moorage and income of other handling operations.

Other companies, stock capital of which according to the ownership right belongs to SC „Klaipeda stevedoring company“ are engaged in the expeditionary services, participate in the marketing projects. In order to satisfy customers needs in the market of transportation, the business group is ready to suggest all gamma of services, which includes transportation of cargo „from door till door“.

**2. Financial and non-financial results of the business group action, information connected with environment and stuff questions**

Integrated action of the business group in 2007 – cargos handling, cargos storage in the port of Klaipeda, cargos transportation, ships towage and other services, connected with cargo handling and transportation. Sales income of the business group at I half-year in 2007 comprised 76 027 thousands Lt. Profit of a year of the business group before taxation comprised 8 079 thousands Lt.

The main indicators of financial-agricultural action of the business group concerning the I half-year, 2007 (thousands Lt, if there is no indicated otherwise):

Period	I half-year 2007	2006	2005
Sales and services	76.027	150.215	127.578
Profit before taxation	8.079	7.781	9.439
Profitability of sales and services, perc.	10,63%	5,18%	7,40%

**Net profit structure of the business group concerning the I half-year, 2007**

Enterprise	I half-year 2007	Structure %
SC „Klaipeda stevedoring company“	4669	58%
JSC „Cargo terminal“	3052	38%
JSC „Euroga“	445	6%
JSC „Klasco expedition“	-126	-2%
JSC „Krantas forwarding“	39	0%
Total:	8079	100%

The main indicators of financial-agricultural action of the I half of the year 2007 concerning SC „Klaipeda stevedoring company“ (thousands Lt, if there is no indicated otherwise):

Period	I half-year 2007	2006	2005
Sales and services	60.537	114.570	127.423
Profit before taxation	4.719	3.835	14.822
Profitability of sales and services, percents	7,80%	3,35%	11,63%

Number of employees of SC „Klaipeda stevedoring company“ was decreasing during the reporting cycle. 794 employees worked at SC „Klaipeda stevedoring company“ on 31 of December, 2006, 760 employees worked on 30 of June, 2007. 60 employees worked at JSC „Cargo terminal“ on 31 of December, 2006, 58 employees worked on 30 of June, 2007. 819 employees worked at the business group on 30 of June 2007 (854 employees on 31 of December 2006).

### 3. References and additional explanations about data, provided in the consolidated financial accountability

There are no any additional explanations.

### 4. Important events, which had happened from the end of previous financial years.

31-01-2007 SC „Klaipeda stevedoring company“ informed, that earned 125,3 ml. Lt non-audited income during 2006, anticipated income of 2007 years 131 ml. Lt, anticipated handling volumes of 2007 years 9 mln. t. cargos, up to 25 mln. Lt is intended to allocate to pay dividends (this would comprise 1,97 Lt for one share)

28-02-2007 SC „Klaipeda stevedoring company“ informed, that non-audited tentative result of 2006 years action is profit of 3,2 mln. Lt (0.93 mln. EUR) before taxation.

27-03-2007 SC „Klaipeda stevedoring company“ reported, that is planning to allocate 23 750 000 Lt (6 878 475.44 EUR), that is 1,87 Lt for one share (0.54 EUR) to pay dividends.

28-03-2007 SC „Klaipeda stevedoring company“ announced audited financial accountability of 2006 years.

06-04-2007 took place an ordinary public shareholders meeting of SC „Klaipeda stevedoring company“. Place of meeting – lodgement of the enterprise Zauerveino str. 18, Klaipeda.

06-04-2007 SC „Klaipeda stevedoring company“ informed about the resolutions of shareholders 06-04-2007 meeting:

1) To acknowledge the conclusion of audit enterprise about accomplished Enterprise action results audit for 2006 years.

2) To acknowledge financial accountability for 2006 years.

3) To acknowledge the project of last year profit (losses) distribution: unappropriated balance (losses) 89 824 thousands Lt at the end of 2005; net profit (losses) during the reporting cycle 2 641 thousands Lt; distributable result 92 465 thousands Lt; part of them is allocated to pay dividends – 23 750 thousands Lt; part of them is allocated for annual allowances (bonuses) for the members of department and observers council, for premiums of employees and for other purposes – 1 250 thousands Lt; unappropriated balance (losses) at the end of 2006 67 465 thousands Lt

4) To leave distributable result without reserves.

5) At the department were elected: B. Lubys, V. Greiciunas, A. Laurinaitis, G. Statulevicius, B. Petrauskas, A. Darinskas.

6) To acknowledge resolution of the Enterprise department, adopted during 2006.

02-05-2007 SC „Klaipeda stevedoring company“ informed, that SC „Klaipeda stevedoring company“ transshipped 2, 028 mln. t. cargos during the I quarter in 2007, 2,011 mln. t. was transshipped during the same period in 2006. SC „Klaipeda stevedoring company“ earned 852 thousands Lt of non-audited profit before taxation during the I quarter in 2007.

31-05-2007 SC „Klaipeda stevedoring company“ reported non-audited interim financial accountability of I quarter, 2007.

13-08-2007 SC „Klaipeda stevedoring company“ informed, that enterprise earned 63,2 mln. Lt of non-audited income and 4,7 mln. Lt before taxation during the first half-year in 2007.

### 5. Action arrangements and prognosis of the business group

There will be an attempt to increase sales of the business group in 2007 (about 5 perc.), raising additional goods traffic to SC „Klaipeda stevedoring company“, negotiations with SC „Lithuania railways“ are carried on because of terms specification concerning services rendering, a system of the living wage, connected with the final work results and work efficiency, will be further improved, park of handling technics is renewed.

### 6. Information about researches and expansion action of the business group

Detailed plan No. 144 for territory part of Ferry terminal (Smelte peninsula) towards quay is being prepared. Detailed plan includes activity opportunity of store – fridge, fruits – vegetables store – fridge, liquefy products terminal. Contracts are prepared for planning works of the mentioned objects. There is intended to begin works at II half-year in 2007 and carry on in 2008. In parallel there is fulfilled evaluation of impact to the environment, which according to the contract is fulfilled by „Coastal research and planning institute of Klaipeda university“.

Store, for paper and other general cargos with motoring footlights and covered railway ramp, plot of which is 800 m<sup>2</sup>, is designed at the Ferry terminal. Building of store will be implemented by 2 stages, that is, 4000 m<sup>2</sup> will be constructed at the I stage and the rest part will be constructed at the II stage.

SC „Klaipeda stevedoring company“ signed a contract with Russia Leningrad shipyard „Pella“, concerning building of two towboats. The first towboat will begin to work next year, the second one – in summer in 2009. New towboats will have azimuth propeller and floating as well as coast objects extinction equipment. Engine capacity every of them – 4500 AJ, towage capacity – 55 tons.

**7. Number and nominal value of shares of patronizing enterprise, belonging to the enterprise itself, to its daughter enterprises or for people, acting by order of them, but in the name of their**

SC „Klaipeda stevedoring company“ has no their own shares, its daughter enterprise has no its shares, as well as any other person has no any SC „Klaipeda stevedoring company“ shares, who would act on behalf of his, but by order of patronizing or its daughter enterprise.

**8. When the business group uses financial means and when it is important evaluating a property, own capital, liabilities, financial state and action results of the business group, management purposes of financial risk are revealed, basic groups insurance means of foreseen transaction are used, which accounting of insurance transaction is applied for, and prices risks, credit risks, liquidity risks and cash flow risk scale of the business group.**

**9. Information about subsidiary companies and representative offices of patronizing enterprise**

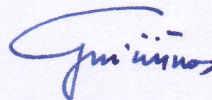
**9.1. Information about subsidiary enterprises of SC „Klaipeda stevedoring company“**

Identification code	Name	Address	Code of the main activity sort	2007/01-06 income in litas	Number of employees
141908570	subsidiary company „Klasco service“	Naujoji Uosto str. 23, 92245 Klaipeda	930110	146.178	196
300076093	subsidiary company „Klasco Towage Assitance“		–	4.524.747	37

**9.2. Information about representative offices of SC „Klaipeda stevedoring company“**

Representative office	Address	The main activity	Number of employees
In Belarus	Skoriny 58, corps 9-17, Minsk	Search of customers and cargos	1
In Kazakhstan	Ablay chana 58A, 480004 Alma Ata	Search of customers and cargos	1

Director General



Valentinas Greičiūnas