



AKCINĖ BENDROVĖ "LIFOSA"

CONFIRMATION OF THE RESPONSIBLE PERSONS

2011-08-31

Following the article 22 of the Law on Securities of the Republic of Lithuania and the Rules for the Drawing up and the Submission of Periodic and Additional Information approved by the Securities Commission of the Republic of Lithuania, we confirm that AB Lifosa not audited Financial Statements for the six months of Y'2011, prepared in accordance with International Financial Reporting Standards, give a true view of AB Lifosa assets, liabilities, financial position, profit and the Interim Report for the six months of 2011 presents a true view of business activities.

ADDED:

1. Interim non audited Financial Statements for the six months Y'2011.
2. Interim Report for the six months Y'2011.

General Director

Jonas Dastikas

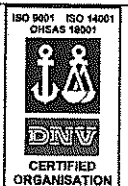
Chief Financial Officer

Regvita Ivanovienė

Juodkiškio g. 50,
57502 Kėdainiai,
LIETUVA

Tel. +370-347-66483, 66463;
Faks. +370-347-66166, 66686;
El. p. : info@lifosa.com
www.lifosa.com

Code 161110455
VAT LT611104515
SEB BANKAS
SWIFT: CBVILT2X



LIFOSA AB

**INTERIM FINANCIAL STATEMENT
FOR THE PERIOD JANUARY- JUNE 2011(UNAUDITED)**

Translation note

These financial statements have been prepared in Lithuanian and English languages. In all matters of interpretation of information, views or opinions, the Lithuanian language version of these financial statements take precedence over the English language version.

CONTENTS

	Page
FINANCIAL STATEMENTS	3
Statement of Comprehensive Income	3
Statement of Financial Position	4
Statement of Changes in Shareholders' Equity	5
Statement of Cash Flows	6
Notes to the Financial Statements	7
General information.....	7
Significant accounting policies.....	7
Other explanatory notes.....	13

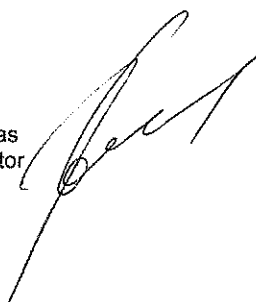
LIFOSA AB
FINANCIAL STATEMENTS
30 june 2011

STATEMENT OF COMPREHENSIVE INCOME
LTL thousand

	Notes	01 April – 30 June		01 January- 30 June	
		2011	2010	2011	2010
Sales	1	297,691	278,293	712,342	475,567
Cost of sales	4	(257,737)	(202,707)	(560,277)	(346,238)
Gross profit		39,954	75,586	152,065	129,329
Selling and distribution costs	2,4	(7,016)	(7,727)	(15,623)	(13,810)
Administrative expenses	3,4	(6,823)	(6,908)	(14,403)	(13,285)
Net foreign exchange gain/(loss)	5	(5,729)	13,612	(15,567)	18,898
Other income	6	10,111	6,343	17,421	8,637
Operating profit		30,497	80,906	123,893	129,769
Interest income on short-term cash deposits		5	42	15	108
Profit before tax		30,502	80,948	123,908	129,877
Income tax	7	(2,302)	(12,244)	(11,046)	(19,560)
Net profit		28,200	68,704	112,862	110,317
Basic and diluted earnings per share (LTL per share)	8	1.34	3.27	5.37	5.25

These financial statements on pages 3 – 19 were approved by the Company's General Director and Chief Financial Officer on 31 August, 2011.

Jonas Dastikas
General Director



Regvita Ivanovienė
Chief Financial Officer



The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
FINANCIAL STATEMENTS
30 June 2011

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General Director

Regvita Ivanovienė
Chief Financial Officer

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LIFOSA AB
FINANCIAL STATEMENTS
30 June 2011

STATEMENT OF FINANCIAL POSITION LTL thousand

	Notes	2011 30 June	2010 31 December
ASSETS			
Non-current assets			
Property, plant and equipment	9	326,548	329,495
Intangible assets	10	1,285	1,540
Deferred tax asset	7	2,673	2,942
Other receivables	11,13	8,217	11,385
		338,723	345,362
Current assets			
Inventories	12	186,211	175,512
Trade and other receivables	13	86,680	126,931
Loans	13	623,664	464,928
Cash and cash equivalents	15	37,501	31,359
		944,056	798,730
Total assets		1,282,779	1,144,092
EQUITY			
Share capital	16	210,206	210,206
Share premium		80	80
Legal reserve	B9	21,021	21,021
Retained earnings		946,376	833,514
Total equity		1,177,683	1,064,821
LIABILITIES			
Non-current liabilities			
Grants	17	16,143	17,032
		16,143	17,032
Current liabilities			
Income tax liabilities		14,348	3,570
Trade and other payables	18	74,605	58,669
		88,953	62,239
Total liabilities		105,096	79,271
Total equity and liabilities		1,282,779	1,144,092

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
FINANCIAL STATEMENTS
30 June 2011

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY LTL thousand

	Notes	Share capital	Share premium	Legal reserve	Retained earnings	Total
Balance as at 31 december 2009		210,206	80	21,021	592,900	824,207
Transfer to legal reserve		-	-	-	110,317	110,317
Net profit for the period		-	-	-	-	-
Balance at 30 june 2010		210,206	80	21,021	703,217	934,524
Transfer to legal reserve		-	-	-	-	-
Net profit for the period		-	-	-	130,297	130,297
Balance at 31 December 2010		210,206	80	21,021	833,514	1,064,821
Transfer to legal reserve		-	-	-	-	-
Net profit for the period		-	-	-	112,862	112,862
Balance at 30 june 2011		210 206	80	21 021	946,376	1,177,683

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
FINANCIAL STATEMENTS
30 June 2011

STATEMENT OF CASH FLOWS
LTL thousand

	For the six month period ended on 30 June	
	2011	2010
Cash flows from operating activities		
Net profit	123,908	129,877
Adjustments for:		
Depreciation and amortisation	16,954	14,849
Unrealised foreign Exchange loss/(gain)	(15,567)	(18,318)
Loss (profit) on disposal of property ,plant and equipment ,net	(15)	(19)
Changes in working capital	(10,699)	(104,810)
Missed interest	54,206	2,143
Change in other receivables	0	(4,275)
Net cash from operating activities	168,787	19 447
Cash flow from investing activities		
Purchase of property, plant and equipment		
	(19 653)	(44,795)
Proceeds from the sales of property, plant and equipment	15	19
Loans repayments recived parties	(158,736)	0
Net cash used investing activities	(178,374)	(44,776)
Cash flows from financing activities		
Interest income	15,714	8,618
Other financing income	15	108
Net cash from financing activities	15,729	8,726
Net increase in cash and cash equivalents	6,142	(16,603)
Movement in cash and cash equivalents		
At beginning of year	31,359	34,393
Net increase	6,142	(16,603)
Cash and cash equivalents at end of the period	37,501	17,790

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 june 2011

(All tabular amounts in LTL thousand unless otherwise stated)

A. GENERAL INFORMATION

Lifosa AB (further "the Company"), formerly Fostra AB, was originally established as Kėdainiai State Chemical Plant in 1963. In 1995, Kėdainiai State Chemical Plant was reorganised into a state-owned Public Limited Liability Company and registered as Fostra AB, following the partial privatisation of the Company during 1991-1994. The Company is domiciled in Kėdainiai. The address of its registered office is as follows:

Juodkiškio 50
 LT-57502 Kėdainiai
 Lithuania

The Company's shares are listed on the Secondary Trading List of NASDAQ OMX Vilnius AB. The Company's principal activity is the production of phosphate fertilisers, mainly diammonium phosphate (DAP). As at 30 June 2011 the main shareholders of the Company were as follows:

<i>Shareholder</i>	<i>Number of shares 2011-06-30</i>	<i>Percentage of share capital %</i>
„Mineral Chemical Company Eurochem”	20,74,654	95.50%
„Eurochem A.M. Limited”	767,250	3.65%
Other shareholders	178,660	0.85%
	21,020,564	100%

All shares of the Company are fully paid.

The number of staff employed by the Company on 30 June 2011 totalled to 978 (2010: 973).

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis of preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements 30 june ,2011 of the Company have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

B.2 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). The financial statements are presented in Litas (LTL), which is the Company's functional and presentation currency. Since 2 February 2002 the Litas has been pegged to the euro at exchange rate of LTL 3.4528 = EUR 1.

USD exchange rate (LTL/1USD)	As at 30 june
2011	2.4041
2010	2.8208

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

B.3 Property, plant and equipment

Property, plant and equipment acquired on or after 1 January 1996 is stated at historical cost less accumulated depreciation. Property, plant and equipment acquired before 1 January 1996 is stated at historical cost less accumulated depreciation as adjusted for indexation, using indexation rates set by the Lithuanian Government for the different asset categories. Four indexations of property, plant and equipment were performed during the period between 1 January 1992 and 31 December 1995.

Subsequent costs are added to the asset's carrying amount or recognised as a separate asset and the replaced part is retired, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the profit or loss during the financial period in which they are incurred.

Depreciation on property, plant and equipment is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

Buildings	40 years
Plant & machinery	10-25 years
Motor vehicles and equipment	4-10 years
Other property, plant and equipment	5-8 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Construction in progress is transferred to appropriate groups of property, plant and equipment when it is completed and ready for its intended use.

When property is retired or otherwise disposed, the cost and related depreciation are removed from the financial statements and any related gains or losses are determined by comparing proceeds with carrying amount and are included in profit or loss.

B.4 Intangible assets

Computer software expected to provide economic benefit to the Company in future periods is carried at acquisition cost less subsequent amortisation. Software is amortised on the straight-line basis over the useful life of 3 years.

B.5 Financial assets

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the end of the reporting period. These are classified as non-current assets. Loans and receivables are classified as 'loans granted' and 'trade and other receivables' in the statement of financial position.

Loans and receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less impairment loss. An impairment loss of amounts receivable is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables. The amount of the impairment loss is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the impairment loss is recognised in profit or loss within 'administrative expenses'. Bad debts are written off during the year in which they are identified as irrecoverable.

B.7 Inventories

Inventories are stated at the lower of cost or net realisable value. Cost is determined by the weighted average method from 1 January 2011. The cost of finished products and work in progress comprises raw materials, direct labour, other direct costs and related indirect production overheads, but excludes borrowing costs.

Net realisable value of finished goods is the estimated selling price in the ordinary course of business, less the cost of completion and selling expenses. Raw materials and other substances held for the production of goods are not written down below their cost, unless it is probable that the cost of goods produced using these raw materials and substances will exceed the net realisable value of finished goods. Under such circumstances, the best estimate of net realisable value of raw materials and substances is deemed to be their market value. Loss resulting from writing

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 june 2011

(All tabular amounts in LTL thousand unless otherwise stated)

down of inventories to net realisable value is included in the cost of sales in the statement of comprehensive income.

B.7 Cash and cash equivalents

Cash and cash equivalents are carried at nominal value. Cash and cash equivalents comprise cash in hand, cash at bank held on call, letters of credit and other short-term highly liquid investments with original maturities of three months or less.

B.8 Share capital

Ordinary shares are stated at their nominal value. Consideration received for the shares sold in excess over their nominal value is shown as share premium.

B.9 Legal reserve

Legal reserve is compulsory under the Lithuanian regulatory legislation. Annual transfers of 5 per cent of net result are required until the reserve reaches 10 per cent of share capital. The legal reserve cannot be used for payment of dividends and it is established to cover future losses only.

B.10 Trade and other payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

B.11 Income tax

Income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the end of the reporting period.

Income tax charge is based on taxable profit or losses for the current and prior periods and considers deferred taxation. Income tax is calculated based on the Lithuanian tax legislation.

The standard income tax rate in Lithuania is 15%.

Tax losses can be carried forward for indefinite period, except for the losses incurred as a result of disposal of securities and/or derivative financial instruments. Such carrying forward is disrupted if the Company changes its activities due to which these losses incurred except when the Company does not continue its activities due to reasons which do not depend on the Company itself. The losses from disposal of securities and/or derivative financial instruments can be carried forward for 5 consecutive years and only be used to reduce the taxable income earned from the transactions of the same nature.

Deferred taxes are calculated using the balance sheet liability method. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the tax bases of assets and liabilities. Deferred tax assets and liabilities are measured using the tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be reversed based on tax rates enacted or substantially enacted at the each reporting period.

B.12 Leases – where the Company is the lessee

Operating lease

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

B.13 Operating lease – where the Company is the lessor

Assets leased out under operating leases are included in property, plant and equipment in the statement of financial position. They are depreciated over their expected useful lives on a basis consistent with similar owned

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

property, plant and equipment. Rental income is recognised on a straight-line basis over the lease term.

B.14 Employee benefits

(a) Social security contributions

The Company pays social security contributions to the state Social Security Fund (the Fund) on behalf of its employees based on the defined contribution plan in accordance with the local legal requirements. A defined contribution plan is a plan under which the Company pays fixed contributions into the Fund and will have no legal or constructive obligations to pay further contributions if the Fund does not hold sufficient assets to pay all employees benefits relating to employee service in the current and prior period. Social security contributions are recognised as expenses on the accrual basis and included in payroll expenses.

(b) Termination benefits

Termination benefits are payable whenever an employee's employment is terminated before the normal retirement date or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits when it is demonstrably committed to either terminate the employment of current employees according to a detailed formal plan without possibility of withdrawal or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

(c) Bonus plans

The Company recognises a liability and an expense for bonuses where contractually obliged or where there is a past practice that has created a constructive obligation.

B.15 Revenue recognition

Sales revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Company's activities. Revenue is shown net of value-added tax, returns, rebates and discounts and after eliminated sales within the Company. Revenue from sales of goods is recognised only when all significant risks and benefits arising from ownership of goods is transferred to the customer (normally based on Incoterms).

Interest income is recognised on a time-proportion basis using the effective interest method. When a receivable is impaired, the Company reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at original effective interest rate of the instrument, and continues unwinding the discount as interest income. Interest income on impaired loans is recognised using the original effective interest rate.

B.16 Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders.

B.17 Earnings per share

Basic earnings per share are calculated by dividing net profit attributed to the shareholders from average weighted average number of ordinary registered shares outstanding during the reporting period.

B.18 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors that makes strategic decisions.

B.19 Emission allowances

The Company participates in a carbon dioxide cap and trade scheme. It is set a target to reduce its emissions of carbon dioxide to a specified level (the cap). The Company is issued allowances equal in number to its cap by the Government. Allowances are issued free of charge. The Company measures both emission allowances and government grants at cost, i.e. zero value. As actual emissions are made, a liability is recognised for the obligation to deliver allowances. Liabilities to be settled using allowances on hand are measured at the carrying

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

amount of those allowances. Any excess emissions are measured at the market value of allowances at the period end. Surplus of emission allowances, if any, can be traded on the market. Revenue from sale of surplus allowances is recognised on the actual trade date.

B.20 Grants

Grants are recognised at their fair value where there is reasonable assurance that the grant will be received and the Company will comply with all conditions established.

Grants relating to purchase of property, plant and equipment are included in non-current liabilities and are credited to profit or loss on a straight-line basis over the expected lives of the related assets.

B.22 Cash Flow Statement

For the purpose of presentation of cash flow statement, interest income earned on bank deposits and current accounts is classified as income from financing activities whereas interest income received for loans granted is treated as income from investing activities.

C. FINANCIAL RISK MANAGEMENT

C.1 Financial risk factors

The Company's activities are exposed to a variety of financial risks: market risk (including foreign currency exchange risk, other price risk and cash flow and fair value interest rate risk), credit risk and liquidity risk. The Company's overall risk management programme seeks to minimise potential adverse effects on the financial performance of the Company.

Risk management is carried out by the senior management of the Company. The management identifies, evaluates and takes appropriate actions in order to mitigate the financial risks.

(a) Market risk

(i) Foreign exchange risk

The Company operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the US dollar (USD). Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities.

The Company's foreign exchange risk management is based on matching the expected cash flows in principal currencies. Due to the fact that the majority of business transactions carried out by the Company, including sales of production and purchases of raw materials are denominated in US dollars, changes in USD exchange rates do not significantly affect the cash flows of the Company. However, these changes are reflected in the carrying value of financial assets and liabilities which are originally expressed in foreign currencies but translated to the functional currency Lithuanian Litas (LTL) at the end of each reporting period.

The Company is not exposed to significant foreign exchange risk arising from transactions denominated in euro (EUR) because the Lithuanian Litas has been pegged to the euro at an exchange rate of LTL 3.4528 = EUR 1 since 2 February 2002. No significant transactions in other foreign currencies are performed by the Company.

The Company has no other financial liabilities except for trade and other payables. All trade and other payables reported in the statement of financial position are due within 12 months and their fair value is equal to their carrying balances as the impact of discounting would not be significant.

C.2 Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders.

The Company defines its capital as share capital less cash and cash equivalents. During years 2010 and 2009, the Company had no borrowings.

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 june 2011

(All tabular amounts in LTL thousand unless otherwise stated)

LTL thousand	30 June 2011	31 December 2010
Shareholders' equity	1,177,683	1,064,821
Less cash and cash equivalents	37,501	31,359
Total	1,140,182	1,033,462

Pursuant to the Lithuanian Law on Companies, the authorised share capital of a public limited liability company must be not less than LTL 150 thousand and the shareholders' equity should not be lower than 1/2 of the Company's registered share capital. As at 30 June 2011 and 31 December 2010 Company complied with these requirements.

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

OTHER EXPLANATORY NOTES

1. SALES LTL thousand

The Company's single operating segment is production of mineral fertilizers. All the Company's assets are located in Lithuania. The Company's sales by market can be analyzed as follows:

	Sales for 30 June	
	2011	2010
India	97 227	211 909
The Nyderlands	86 075	29 712
Germany	83 748	44 376
Pakistan	54 299	0
Iran	44 240	0
Ireland	43 016	11 736
Peru	38 104	0
Poland	33 828	12 238
Kenya	30 509	0
France	28 536	24 523
Great Britain	24 388	4 736
USA	24 027	0
Lithuania	19 427	18 335
Rusia	16 628	8 320
Romania	13 636	5 877
Ghana	12 416	0
Latvia	9 304	0
Denmark	7 612	0
Czech Republic	7 085	2 573
Hungry	6 929	868
Egypt	6 390	0
Tajikistan	5 815	3 356
Portugal	4 729	0
Ukraine	4 080	3 770
Serbia	2 566	0
Slovakia	2 307	1 148
Paraguay	1 667	0
Martinique	1 223	0
Belarus	1 133	2 189
Ecuador	685	0
Estonia	457	0
Sweden	148	1 362
Slovenia	34	0
Belgium	30	0
Other countries	42	6 681
Argentina	0	15 948
Vietnam	0	19 987
Urugvay	0	8 758
Ivory Coast	0	6 548
Brazil	0	30 617
	712 342	475 567

Sales by market based on the country which is the final destination of production sold by the Company according to dispatch documents. Usually, this country is where the buyer is located with the exception being sales to certain wholesale customers and intermediaries, mainly related party Eurochem Trading GmbH. For instance, Eurochem Trading GmbH is based in Switzerland but acts as a wholesale distributor of production of the Company in non-EU markets).

Analysis of sales by category: LTL thousand

	2011	2010
	30 June	
Sales of Diammonium phosphate	592,602	422,822
Sales of Monocalcium phosphate	93,016	32,184
Sales of Aluminium flouride	18,238	8,753

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LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

Other sales of goods		1,470	4,936
Sales of electricity, heat energy and other		5,934	6,239
Sales of raw materials		310	633
		712,342	475,567
2. SELLING AND DISTRIBUTION COSTS LTL thousand			
		2011	2010
		30 June	
Transportation costs		9,255	7,343
Loading and forwarding costs		6,345	6,444
Other selling and distribution costs		23	23
		15,623	13,810
3. ADMINISTRATIVE EXPENSES LTL thousand			
		2011	2010
		30 June	
Remuneration of employees		6,956	6,752
Social security contributions		2,205	2,064
Taxes (other than income tax)		983	966
Depreciation and amortization		747	519
Insurance		89	134
Support granted		475	304
Consultations		415	569
Security		500	479
Telecommunications		194	185
Other administrative expenses		1,839	1,313
		14,403	13,285
4. EXPENSES BY NATURE LTL thousand			
		2011	2010
		30 June	
Raw materials and consumables used		477,064	312,978
Change in finished goods, semi-manufactures and work in progress		37,935	20
Remuneration of employees and social security contributions		25,189	22,784
Depreciation and amortization		16,954	14,849
Transportation services		15,623	13,810
Energy and fuel		4,563	2,513
Vacation and bonus reserve accrual expenses		2,960	(366)
Repair and maintenance		2,807	2,192
Other expenses		2,298	2,020
Overhead production expenses		2,011	0
Taxes (other than income tax)		1,220	966
Security		500	479
Support granted		475	304
Consulting expenses		415	569
Marketing and representation		95	30
Telecommunication and IT maintenance expenses		194	185
		590,303	373,333

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

5. NET FOREIGN EXCHANGE GAIN/(LOSS) LTL thousand

Net foreign exchange gain/(loss) resulted from significant fluctuations in exchange rate of functional currency of the Company (the Lithuanian Litas) and the main trading currency of the Company (the US dollar).

6. OTHER INCOME LTL thousand

	2011	2010
	30 June	30 June
Interest income on short-term loans	15,713	8,618
CO2 emission rights	1,693	-
Interest income on short-term deposits	15	19
Gain on disposal of property, plant and equipment	15	108
	17,436	8,745

7. INCOME TAX LTL thousand

	2011	2010
	30 June	31 December
Current income tax expense	13,719	12,372
Deferred income tax expense	(2,673)	30,507
	11,046	42,879

8. BASIC AND DILUTED EARNINGS/(LOSSES) PER SHARE

LTL thousand	2011	2010
	30 June	
Net (loss)/profit attributable to shareholders	112,862	110,317
Weighted average number of ordinary shares in issue (thousand)	21,021	21,021
Earnings/(loss) per share (LTL per share)	5,369	5,248

9. PROPERTY, PLANT AND EQUIPMENT LTL thousand

	Buildings	Plant and machinery	Vehicles and equipment	Other PP&E	Construction in progress	Total
At 31 December 2009						
Cost or indexed cost	201,372	416,267	17,747	12,058	21,726	669,170
Accumulated depreciation	(95,888)	(280,529)	(10,972)	(9,796)	-	(397,185)
Net book amount	105,484	135,738	6,775	2,262	21,726	271,985
At 30 June 2010						
Opening net book amount	105,484	135,738	6,775	2,262	21,726	271,985
Additions	-	1,546	-	166	43,081	44,793
Disposals and write-offs	-	(284)	-	-	-	(284)
Transfers	-	5,922	-	-	(5,922)	-
Depreciation charge	(2,264)	(11,385)	(703)	(325)	-	(14,677)
Closing net book amount	103,220	131,537	6,072	2,103	58,885	301,817
At 31 March 2010						
Cost or indexed cost	201,372	416,493	17,747	12,111	34,301	682,021
Accumulated depreciation	(98,152)	(291,185)	(11,675)	(10,009)	-	(411,021)
Net book amount	103,220	131,537	6,072	2,103	58,885	301,817

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 june 2011

(All tabular amounts in LTL thousand unless otherwise stated)

At 30 june 2011						
Opening net book amount	125,314	186,313	14,328	3,043	497	329,495
Additions	-	1,086	117	140	12,405	13,748
Disposals and write-offs	-	-	-	-	-	-
Transfers	232	6,889	-	7	(7,128)	-
Depreciation charge	(2,527)	(12,835)	(892)	(441)	-	(16,695)
Closing net book amount	123,019	181,453	13,552	2,790	5,774	326,548
At 30 june 2011						
Cost or indexed cost	225,891	492,165	26,382	12,996	5,774	763,208
Accumulated depreciation	(102,872)	(310,712)	(12,830)	(10,246)	-	(436,660)
Net book amount	123,019	181,453	13,552	2,790	5,774	326,548

Land is leased by the Company from the Government of the Republic of Lithuania for the term of 99 years under the lease agreement signed in 1997.

In December 2010 AB "Lifosa" purchased a land plot (of 0.4089) belonging to the rest-house in ,Moletai district, the value of which is 50 thousand LTL.

10. INTANGIBLE ASSETS LTL thousand

	Computer software
At 31 December 2009	
Cost	1,450
Accumulated amortisation	(845)
Net book amount	605
At 30 June 2010	
Opening net book amount	605
Additions	2
Disposals and write-offs	-
Amortisation charge	(171)
Closing net book amount	436
At 30 June 2010	
Cost	1,452
Accumulated amortisation	(1,016)
Net book amount	436
At 30 June 2011	
Opening net book amount	1,540
Additions	4
Disposals and write-offs	-
Amortisation charge	(259)
Closing net book amount	1,285
At 30 June 2011	
Cost	2,691
Accumulated amortisation	(1,406)
Net book amount	1,285

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

11. OTHER RECEIVABLES

The balance of non-current receivables comprises a long-term cash deposit of LTL 2,496 thousand, to secure contingent liability to clean the factory's environment under the order of the Ministry of Environment of the Republic of Lithuania in case the activities of the Company were ceased.

12. INVENTORIES

LTL thousand	Finished goods	Raw materials	Work in progress	Semi-manufactures	Total
At 31 December 2010					
Cost	72,500	99,527	2,495	990	175,512
Write down to net realisable value	-	-	-	-	-
Net realisable value	72,500	99,527	2,495	990	175,512
At 30 June 2011					
Cost	50,126	131,153	3,401	1,531	186,211
Write down to net realisable value	-	-	-	-	-
Net realisable value	50,126	131,153	3,401	1,531	186,211

As of 30 June 2011, the Company had trade accounts receivable of LTL 35,554 thousand (in 31 December, 2010 m – 68,885 thousand).

LTL thousand	2011 30 June	2010 31 December
Trade receivables neither past due nor impaired		
Receivables from related party Eurochem Trading GmbH	21,790	60,996
Receivables from external customers	13,764	7,889
	35,554	68,885

13. LOANS GRANTED, TRADE AND OTHER RECEIVABLES

LTL thousand	2011 30 June	2010 31 December
Trade receivables, gross	44,816	73,614
Less: allowance for impairment of trade receivable	-	(3,490)
VAT tax receivable	18,371	33,471
Prepayments made to suppliers	32,585	22,759
Other receivables	908	577
	96,680	126,931
Short-term loans granted	623,664	464,928
	720,344	591,859

Loan granted in EUR is valid until 26 August 2011 with 5.3% interest rate.

Loan granted in USD are valid until 20 September 2011 with 4.5% interest rate.

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

15. CASH AND CASH EQUIVALENTS LTL thousand

	<u>2011</u>	<u>2010</u>
	<u>30 June</u>	<u>31 December</u>
Cash in bank	5,494	4,950
Cash on hand	3	4
Time deposits	31,854	26,305
Letters of credit	150	100
	<u>37,501</u>	<u>31,359</u>

16. SHARE CAPITAL LTL thousand

As at 30 June 2011, authorised share capital comprised 21,020,564 ordinary shares with a par value of LTL 10 each. No changes were made in the Company's authorised share capital during first half of Y2011.

17. GRANTS

The Company received a grant amounting to LTL 5,976 thousand from the EU structural funds to finance acquisition of equipment relating to the project: "The usage of current and regenerating sources of energy of sulphur acid department for production of electrical power" (received in 2007) and a grant of LTL 238 thousand from Environment protection investments fund to finance the acquisition of waste cleaning equipment (received in 2008).

In 2010, LTL 13,712 thousand EU structural funds have been utilized and construction of Feeding phosphate manufactory has been finished.

The grants are amortized over the useful life time of related assets. Income amounting to LTL 889 thousand was credited to profit or loss in January – June 2011.

18. TRADE AND OTHER PAYABLES LTL thousand

	<u>2011</u>	<u>2010</u>
	<u>30 June</u>	<u>31 December</u>
Trade payables	33,453	19,323
Import VAT payable	15,317	17,437
Other payables and accrued charges	18,682	16,795
Amounts received in advance	4,144	1,289
Other taxes payable	1,244	1,881
Social security payable	1,765	1,944
	<u>74,605</u>	<u>58,669</u>

19. RELATED-PARTY TRANSACTIONS LTL thousand

The Company is controlled by Mineral and Chemical Company Eurochem (Russia), which owns 95.50% of shares of the Company.

The following transactions were carried out with related parties:

	<u>30 June 2011</u>		<u>30 June 2010</u>	
	<u>Sales</u>	<u>Purchases</u>	<u>Sales</u>	<u>Purchases</u>
Eurochem Trading GmbH	343,945	59,186	301,241	1,651
Harvester Shipmanagement Ltd	-	-	-	2,575
OA0 Kavdorskiy GOK	-	102,954	-	96,084

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

LIFOSA AB
NOTES TO THE FINANCIAL STATEMENTS
30 June 2011

(All tabular amounts in LTL thousand unless otherwise stated)

OA0 NAK Azot	48	-	-	50,607
UAB EuroChem Baltic Logistics	11	47,765	11	47,071
DP Agrocentr EuroChem-Ukraina	4,079	-	-	-
OJSC"Nevinomyskij Azot"	155	-	-	-
OOO"EuroChem-BMU"	355	-	-	-
PG"Phosphorite"LLC	77	-	-	-
	348,670	209,905	301,252	197,998

Related parties in the table above belong to the Eurochem Group. Nature of transactions with related parties is purchase of raw materials (Eurochem Trading GmbH, Kavdorskiy GOK, NAK Azot), purchase of transportation services (UAB EuroChem Baltic Logistics) and sales of production (Eurochem Trading GmbH and DP Agrocentr EuroChem – Ukraina, OJSC"Nevinomyskij Azot" and OOO"EuroChem_BMU).

Balances of transactions with related parties:

LTL thousand	30 June 2011		30 June 2010	
	Receivables	Payables	Receivables	Payables
EuroChem International Holding	195,844	-	-	-
Eurochem Trading GmbH	22,108	6,598	61,829	-
OA0 Kavdorskiy GOK	6	14,155	-	16,721
OA0 NAK Azot	-	-	20	2,734
Eurochem A.M. Limited	427,820	-	437,910	-
UAB EuroChem Baltic Logistics	17	1,824	16	1,831
PG"Phosphorite"LLC	-	-	-	-
OA0"Nevinomyskij Azot"	-	-	9	-
	645,795	22,577	499,784	21,286

The balances of receivables include receivables for production sold (Eurochem Trading GmbH) and short-term loan granted (Eurochem A.M. Limited and EuroChem International Holding). The balances of payables include accounts payable for raw materials purchased (OA0 Kavdorskiy GOK and Eurochem Trading GmbH) and for transportation services purchased (EuroChem Baltic Logistics UAB). Details regarding loans granted to EuroChem A.M. Limited and EuroChem International Holding B.V.

The accounting policies and the notes on pages 7 to 19 form an integral part of these financial statements.

Interim Statement for the first half-year of 2011

1. Accounting period of the statement

The Interim Statement has been issued for the first half-year of 2011.

2. The Issuer and its contact information

Title	"Lifosa" Public Limited Company
Legal status	Public Limited Company, a private legal entity of limited liability
Date and place of registration	October 30, 1996, at the Register of Legal Entities of the Republic of Lithuania
Enterprise Register Number	161110455
Head-office address	Juodkiškio g. 50, LT-57502 Kėdainiai
Phone	(8~347) 66 483
Fax	(8~347) 66 166
E-mail	info@lifosa.com
Web page	www.lifosa.com

3. The nature of the Issuer's principal activities

The main business activities of the Company comprise manufacture of phosphate fertilizers.

4. Information about the agreements with the intermediaries of public trading in securities

On the 8th of June, 2010 "Lifosa" AB has concluded the issuer service agreement with intermediary AB SEB bankas (Gedimino 12, Vilnius).

5. Structure of the Issuer's authorized capital

5.1. Structure of the authorized capital

Type of shares	Number of shares, in units	Nominal value, in LTL	Total nominal value, in LTL	Weight in the authorized capital, in percentage
Ordinary registered shares	21 020 564	10	210 205 640	100,00

There are no restrictions regarding transfer of the shares.

5.2. Rights and responsibilities of the shareholders

The shareholders have no other liabilities against the Company except for the obligation to pay for all the signed shares at the emission price.

In case the General Meeting of the Shareholders takes a resolution to cover the Company's losses by extra shareholders' contributions, those who voted "for" are obliged to pay. The shareholders who were not present in the General Meeting of the Shareholders or voted against such a resolution have the right not to pay any extra contributions.

The shareholder is obliged to reimburse for the dividends, if they were paid by violating the imperative regulations of the Law on Companies of the Republic of Lithuania, and if the Company proves, that the shareholder knew or had to know about this.

The shareholders of the Company have the following property rights:

- 1) to get the share of Company's profit (dividends);
- 2) to obtain the Company's assets as a pay out to the shareholders, when the Company's authorized capital is reduced;

- 3) to obtain the share of the Company's assets, in case the Company is liquidated;
- 4) to bequeath by will all or some portion of the shares to one or several persons;
- 5) to sell or otherwise transfer all or some portion of the shares to other persons' ownership;
- 6) to use the priority right in obtaining the shares issued by the Company or the converted bonds, except for the case when the General Meeting of the Shareholders, following the regulations of the Law on Companies of the Republic of Lithuania, resolves to withdraw the priority rights for all the shareholders;
- 7) to obtain the unpaid shares, when the authorized capital is increased out of the Company's funds, except for the exceptions according to the regulations of the Law on Companies of the Republic of Lithuania;
- 8) to provide a loan to the Company using the ways established by the Law; however the Company, taking loans from its own shareholders, has no right to mortgage its property in favor of the shareholders;
- 9) to claim the reimbursement of their contributions following the terms and conditions foreseen by the regulations of the Law on Companies of the Republic of Lithuania.

The shareholders have the following non-property rights:

- 1) to participate in the General Meetings of the Shareholders;
- 2) to vote at the General Meetings of the Shareholders according to the rights of the shareholders;
- 3) to receive the information about the Company following the regulations of the Law on Companies of the Republic of Lithuania;
- 4) to bring a lawsuit, requiring to cover the Company's loss, incurred due to non-fulfillment or improper fulfillment of the responsibilities of the Manager of the Company or of the Board Members thereof provided for in the Law on Companies of the Republic of Lithuania or other relevant regulations, as well as the Statute of the Company, or due to other reasons established by the Law;
- 5) to authorize other person to vote in the Meeting of Shareholders, or to execute other legal actions;
- 6) the shareholders holding the shares with the nominal value amounting to unless 1/10 of the authorized capital, have the right to require the court to assign an expert or the group of experts to audit the Company's activities and the accounting documents;
- 7) other miscellaneous non-property rights according to the existing laws and the Statute of the Company.

6. Shareholders

On the 30th of June, 2011 the total number of the shareholders amounts to 447.

The shareholders who have owned or controlled more than 5 percent of the Company's authorized capital are listed below

Name, registered office, and enterprise register code of the company	Number of ordinary registered shares owned by the shareholder	Share of the authorized capital, in percentage	Share of votes, in percentage
EUROCHEM, MINERAL AND CHEMICAL COMPANY JOINT STOCK Ul. Dubininskaja Dom 53, Stroenije 6, 115054 Mosc, Moscow, Russia 102770002659	20 075 577	95,50	95,50

There are no shareholders with the specific control rights.

There are no restrictions of the voting rights.

There is no information available to the Company about the settlements between the Shareholders resulting in restrictions to transfer the securities and (or) restrictions of the voting rights.

7. Data about trading in the Issuer's securities within the regulated markets

The ordinary registered shares of "Lifosa" AB are admitted to the Supplementary trading list of NASDAQ OMX Vilnius.

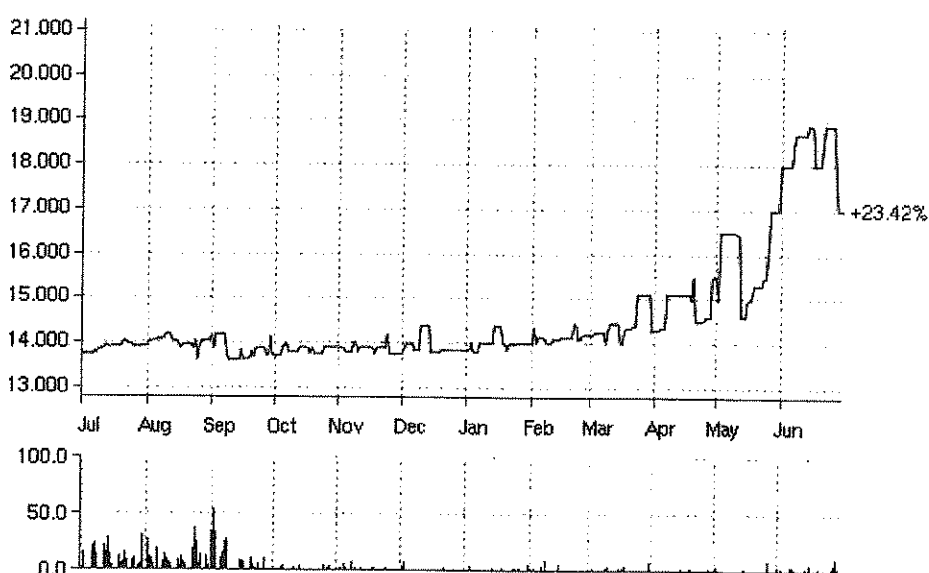
Main characteristics of the shares

Type of shares	ISIN code	Shortened name	Number of shares, in units	Nominal value, in LTL	Total nominal value, in LTL
Ordinary registered shares	LT0000116691	LFO1L	21 020 564	10	210 205 640

Company's shares trade

Accounting period	Price, in EUR			Turnover, in EUR			Date of last trading session	Total turnover	
	highest	lowest	as of the last session	highest	lowest	as of the last session		units	of EUR
The 1st quarter of 2011	15,10	13,80	14,29	7.841,20	0	6.433,75	2011-03-31	3.725	59.120,61
The 2nd quarter of 2011	20,50	14,30	17,00	9.350,00	0	1.700,00	2011-06-30	3.653	62.452,93

Shares trade 2010.07.01 – 2011.06.30, EUR/share



Date of last session	Capitalization, in EUR
2011-03-31	300.383.859,56
2011-06-30	357.349.588,00

8. Employees

the average number of personnel; changes during the accounting period; reasons of the major changes (more than 10 percent); grouping of the personnel according to the educational background; number of management, specialists and workers, and the average monthly salary of each respective employee group before taxes; the special rights and duties of the Issuer's employees or part thereof provided for in the Employment Contracts or Collective Agreements

Table 8.1. Average number of employees

	2008	2009	2010	1 st half-year 2011
Managers	119	120	111	111
Specialists	77	76	75	74
Workers	807	794	779	771
Total	1 003	990	965	956

Table 8.2. Average monthly salary, in LTL

	2008	2009	2010	1 st half-year 2011
Managers	7 846	8 118	7 845	8 724
Specialists	4 324	4 706	5 352	6 125
Workers	3 592	3 991	4 008	4 558
Total	4 151	4 580	4 552	5 159

Table 8.3. Grouping of the personnel according to the educational background

	2008	2009	2010	1 st half-year 2011
personnel with university education	180	178	187	196
personnel with vocational education	192	186	173	175
personnel with secondary education	524	526	418	415
other	103	99	181	192
Total	999	989	959	978

9. Procedure of amending the Statutes of the Issuer

The Statute can be amended in accordance with the Law on Companies of the Republic of Lithuania. The Statute can be amended only by the resolution of the General Meeting of the shareholders, taken under the majority of votes – more than 2/3 of votes. The amended Statute is valid only after it has been registered at the Register of Legal Entities according to the procedure established by the law.

10. Bodies of the Issuer

their authorities, the procedure of appointment and replacement of the members of the Bodies)

members of the joint bodies, the Manager of the Company, the Chief Accountant (first names and surnames (in the paper copy of the Annual Statement to be provided to the Commission the personal identity numbers shall be indicated), the data with regard to the share of the issuer's authorized capital available, the start and the end date of the term of office of each person, information about the amounts reckoned by the Issuer during the accounting period, as well as about the other assets transferred and warranties granted to these persons in general, and the average amounts attributable to each member of the joint body, the Manager of the Company and the Chief Accountant)

- all the significant agreements, where the Issuer is the Party, and which would enter into force, be amended or terminated in case of change in the Issuer's control, as well as their influence (except for the cases, when disclosing of the agreements would seriously harm the Issuer due to their nature)

- all the agreements between the Issuer and the members of its bodies providing for the compensation, in case of their resignation or dismissal without any valid reason, or if their employment ended due to change of the Issuer's control

The principal Body of the Company is the General Meeting of the Shareholders. **The Management Bodies of the Company are as follows: the Board and the Manager of the Company (General Director). There is no Board of Observers.**

The Board is elected by the General meeting of shareholders for the period of 4 years. The Board of the company is composed of 5 members.

The General Director is appointed, recalled and dismissed by the Board of the Company. The Board may select the General Director through the contest.

Table 10.1. Members of the Board and Administration of the Company

First name, Surname	Position	Share of the capital / votes available, in percentage
THE BOARD		
Aleksandras Tugolukovas	The Chairman	-
Valerijus Rogalskis	Member	-

Valerijus Sidnevas	Member	-
Jonas Dastikas	Member	-
Regvita Ivanovienė	Member	0,0049
THE ADMINISTRATION		
Jonas Dastikas	General Director	-
Regvita Ivanovienė	Finance Manager	0,0049

* Share of the capital / votes available on the 30th of June, 2011

Table 10.2. The beginning date and the end date of the term of office of members of the company's Board

First name, Surname	Start date of the office term	End date of the office term
Aleksandras Tugolukovas	2008-04-25	April, 2012
Valerijus Rogalskis	2008-04-25	April, 2012
Valerijus Sidnevas	2010-04-30	April, 2012
Jonas Dastikas	2008-04-25	April, 2012
Regvita Ivanovienė	2008-04-25	April, 2012

Table 10.3. Payments made to the members of the Administration and the Board of the Company

	Salaries paid during the 1st half-year of 2011, in LTL	Tantiemes paid during the 1st half-year of 2011, in LTL
To members of the Administration (the Managing Director, the Administrative Manager, the Technical Manager, the Finance Manager and the Chief Accountant)	2 232 145	-
Average amount per member of the Administration per month	74 405	-
To members of the Board	1 400 029	-
Average amount per member of the Board per month	116 669	-

The members of the Board who received payments related to labor relations – the Managing Director and the Finance Manager of the company. Other members of the Board did not receive any payments. Neither members of the Board, nor members of the Administration of the company received tantiemes or other payments.

No loans, guarantees and warranties were granted to the members of Board and to the members of the Administration during the 1st half-year of 2011.

11. Review of the issuer's activities

objective review of the Company's status, its performance and development; description of the main risks and uncertainties the Company is encountering;

analysis of the results of financial and non-financial activities; information related to the environmental and personnel issues;

plans and forecasts of the Company's activities;

Table 11.1. The company's income of the main products sold

Products	2008		2009		2010		1 st half-year 2011	
	quantity in thous. of t	amount in thous. of LTL	quantity in thous. of t	amount in thous. of LTL	quantity in thous. of t	amount in thous. of LTL	quantity in thous. of t	amount in thous. of LTL
Diamonium phosphate (DAP)	754,9	1 533 149	910, 2	743 848	852,0	945 826	426,8	592 602
Aluminium fluoride	8,3	25 343	6,8	15 820	12,4	32 717	6,8	18 238
Sulfuric acid	1,9	657	0,48	177	0,28	85	0,09	39
Phosphoric acid	0,1	609	0,06	210	0,04	140	0,01	39
Feed phosphates	60,2	152 754	44,1	58 820	69,1	90 026	61,7	93 016

Total		1 712 512	818 875		1 068 794		703 934
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Table 11.2. The sales prices of the products, LTL/t

Products	2008	2009	2010	1st half-year 2011
Diamonium phosphate (DAP)	2 031,05	817,21	1 110,10	1 388,49
Aluminium fluoride	3 053,74	2 367,49	2 648,38	2 696,31
Sulfuric acid	339,53	367,21	303,17	424,34
Phosphoric acid	4 258,74	3 497,92	3 252,00	3 252,00
Feed phosphates	2 537,82	1 331,48	1 302,58	1 506,75

The key financial ratios:

	2008	2009	2010	1st year- half of 2011
Sales, thous. LTL	1.748.778	838.798	1.089.280	712.342
Cost of sales, thous. LTL	1.486.208	802.696	785.661	560.277
Gross profit, thous. LTL	262.570	36.102	303.619	152.065
<i>gross profit margin, %</i>	15	4	28	21
Operating profit, thous. LTL	264.447	-18.420	283.304	123.893
<i>operating profit margin, %</i>	15	-2	26	17
Profit before tax, thous. LTL	266.767	-18.047	283.492	123.908
<i>profit before tax margin, %</i>	15	-2	26	17
Net profit, thous. LTL	237.231	-25.908	240.613	112.862
<i>net profit margin, %</i>	14	-3	22	16
EBITDA, thous. LTL	294.805	12.772	313.929	140.847
<i>EBITDA margin, %</i>	17	2	29	20
Return on Equity (ROE), %	28	-3	23	10
Return on Assets (ROA), %	23	-3	21	9
Debt/Equity ratio	0,24	0,07	0,07	0,09
Current assets/ Current liabilities ratio	3,77	10,38	12,83	10,61
(Current assets- Inventories)/ Current liabilities ratio	2,99	8,90	10,01	8,52
Cash/ Current liabilities ratio	0,32	0,64	0,50	0,42

12. Essential events of the first six fiscal months

their influence on the Interim Financial Statement, as well as the information about the main risks and uncertainties during the next six fiscal months

The essential events during the accounting period:

- On March 17, 2011 Lithuanian Court of Appeal annulled by its ruling the rulings of Panevėžys Regional Court, dtd. September 13 and September 14, 2010 to stop a mandatory AB Lifosa redemption process launched by the defendants JSC "Mineral & Chemical Company "EuroChem" and EuroChem A.M. Limited until the court ruling comes into force. The matter was resolved in principle and rejected the applicants' A. Š., L. D. and V. N. requests for interim measures.
- 28.04.2011 The resolutions taken during the General Meeting of AB "Lifosa" that was held on April 28, 2011:
 1. The Company's Auditor's Report. Heard.

2. The Annual Report of the Company for the year 2010. To assent to the Company's Annual Report for the year 2010.
3. The approval of the Company's Annual Financial Statements for the year 2010. To approve the audited Annual Financial Statements for the year 2010.
4. Company's profit appropriation for the year 2010. To approve the Company's net audited profit (acc.to IFRS) appropriation as follows:
 - 1) the unappropriated profit of the preceding year at the end of the accounting financial year - 592 900 thou. LTL (171 716 thou. EUR);
 - 2) net profit of the accounting financial year - 240 614 thou. LTL (69 687 thou. EUR);
 - 3) total profit available for appropriation - 833 514 thou. LTL (241 402 thou. EUR);
 - 4) the share of profit allocated to the legal reserve - 0 LTL (0 EUR);
 - 5) the share of profit allocated to the reserve for acquiring own shares - 0 LTL (0 EUR);
 - 6) the share of profit allocated to other reserves - 0 LTL (0 EUR);
 - 7) the share of profit for the payment of dividends - 0 LTL (0 EUR);
 - 8) the share of profit for the payment of annual bonuses to Board members, payment of incentives to employees and other allocations - 0 LTL (0 EUR);
 - 9) the unappropriated profit at the end of the accounting financial year brought forward to the next financial year - 833 514 thou. LTL (241 402 thou. EUR).
5. Selection of the firm of Auditors and establishment of the terms of remuneration for audit services.
 - 5.1. To approve the firm UAB "PricewaterhouseCoopers" as auditing company for the year 2011.
 - 5.2. To authorize Mr. Jonas Dastikas, the General Director of the Company to enter into the Service Agreement with the auditing company under the following remuneration terms for the services offered: the payment amount agreed between the Parties should not exceed 145 thou. LTL (42 thou. EUR) VAT excluded.

13. Information about more significant transactions with the interested parties

information about:

- a. transactions of the interested parties executed during the first six fiscal months of the current year, which influenced the Company's financial status of the said period, including the amounts of such transactions, nature of relations between the interested parties and other information about the transactions that is necessary for understanding the financial status of the Company. Information about the individual transactions can be summarized according to their type, except for the cases when additional information may be needed for understanding the influence of the transactions between the interested parties on the company's financial status;
- b. all the changes to transactions between the interested parties indicated in the recent Annual Statement, which could influence the Issuer's financial status or activities during the six fiscal months of the current year.

Information about transactions of the interested parties is available on Lifosa AB unaudited interim financial statement for the period January-June 2011, the 19th note to the financial statements.

General Director

Jonas Dastikas

2011.08.31

