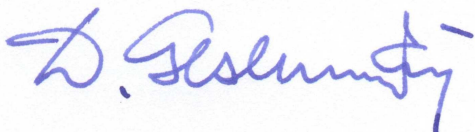


23 August 2007

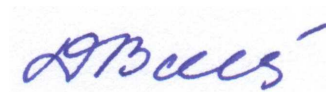
Panevėžys

MANAGEMENT STATEMENT

The executive officers of the company hereby states that the information provided in the consolidated intermediate financial statement and consolidated intermediate report for the six months of the year 2007 is true and there no facts concealed that might have effect on the decisions of investors to buy or sell the securities of the issuer, the market price of these securities and their evaluation.



Dalius Gesevičius
Managing Director
Panevėžio statybos trestas AB



Dalė Bernotaitienė
Finance Director
Panevėžio statybos trestas AB



Akcinė bendrovė „Panevėžio statybos trestas“

Įmonės kodas: 147732969
PVM mokėtojo kodas: LT477329610
Valstybės įmonės Registrų
centro Panevėžio filialas
Registravimo pažymėjimo Nr. 013732

P. Puzino g. 1
LT-35173
Panevėžys
Tel. (370 ~ 45) 505 503
Faks. (370 ~ 45) 505 520
El. paštas pst@pst.lt
www.pst.lt

AB „Vilniaus bankas“
B/k 70440
A/s LT517044060002635252
AB „Hansabankas“
B/k 73000
A/s LT947300010000074994

PANEVĖŽIO STATYBOS TRESTAS AB

Consolidated Interim Financial Statement and Consolidated Interim Report for Six Months of 2007

24 August 2007

Panevėžys

CONSOLIDATED INTERIM REPORT

1. Reporting period

The consolidated annual report has been prepared for six months of the year 2007 that expired on 30 June 2007.

2. Main data about the issuer

Name of issuer	Public limited liability company <i>Panevėžio statybos trestas</i>
Authorized capital	16 350 000 Litas
Address of registered office	P. Puzino Str. 1, LT-35173 Panevėžys, Lithuania
Telephone	(8~45) 505 503
Fax	(8~45) 505 520
E-mail	pst@pst.lt
Legal-organization form	Public limited liability company
Registration date and place	30 October 1993, Panevėžys City Department
Registration No.	AB 9376
Code at the register of enterprises	147732969
VAT code	LT477329610
Administrator of legal entity register	State Enterprise Centre of Registers
Web address	www.pst.lt

3. Character of the main activity of the issuer

The main area of activity of the Company and subsidiaries (Group) is designing and construction of buildings, constructions, installations and communications of various purposes both in and outside Lithuania, real estate development. In addition to the mentioned activities the company rents the premises and machinery, resells utilities and communication services.

As of 30 June 2007 the company group of *Panevėžio statybos trestas AB* consists of the following companies:

Subsidiaries	Type of activity	Controllable part (percents)	Headquarter address
<i>Skydmedis UAB</i>	Production of wooden constructions	100	Pramonės Str. 5, Panevėžys
<i>Metalo meistrai UAB</i>	Production of wooden constructions	100	Tinklų Str. 7, Panevėžys
<i>Vekada UAB</i>	Electrical installation work	96	Marijonų Str. 36, Panevėžys
<i>Vilniaus papėdė TŪB</i>	Construction work	69	Švitrigailos Str. 8, Vilnius
<i>Alinita UAB</i>	Air conditioning equipment	100	Dubysos Str. 31, Klaipėda
<i>PS Trests SIA</i>	Construction	100	Vietalvas 5, Ryga
<i>Baltilstroj OOO</i>	Construction	100	Sovetskij Ave. 43, Kaliningrad
<i>PST investicijos UAB</i>	Real estate construction	67	Konstitucijos Ave. 7, Vilnius
<u>Subsidiary companies of <i>PST investicijos UAB</i>:</u>			
<i>Ateities projektai UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>Sakališkės UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>Kauno erdvė UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>Gėlužės projektai UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>Verkių projektas UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>Realtus UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius
<i>ISK Baltevro market OOO</i>	Investment construction company	100	Sovetskij Ave. 43, Kaliningrad
<i>Smiltynų kalvos UAB</i>	Real estate development and sale	100	Konstitucijos Ave. 7, Vilnius

4. Contracts with intermediaries in security public turnover

On 7 February 2006 the contract No.3792 was signed with the public limited liability company *NORD/LB bankas* located at Basanavičiaus Str. 26 in Vilnius, this company was authorised to perform accounting of securities issued and management of personal security accounts.

5. Data on trade in the securities of the issuer at the regulated markets

The ordinary registered shares of *Panevėžio statybos trestas AB*, 16 350 000 pcs. the par value of each being one Litas, have been included in the official list of the Vilnius Stock Exchange (VSE) since 13 July 2006.

Share type	Number of shares (pcs.)	Par value (Lt)	Total par value (Lt)	Emission code
Ordinary registered shares (ORS)	16 350 000	1	16 350 000	101446

The trade at the central market of the Vilnius Stock Exchange:

Period	Share price		
	Highest	Lowest	Last session
1 January 2006 - 31 March 2006	14.00	12.15	13.08
1 April 2006 - 30 June 2006	13.16	9.00	10.50
1 July 2006 - 30 Sept. 2006	12.55	10.20	12.10
1 October 2006 - 31 Dec. 2006	15.60	12.10	15.10
1 January 2007 - 31 March 2007	19.05	14.00	17.05
1 April 2007 - 30 June 2007	17.50	15.60	16.98

Period	Total turnover	
	pcs.	Litas
1 January 2006 - 31 March 2006	2,233,399	28,603,271
1 April 2006 - 30 June 2006	1,671,304	20,149,657
1 July 2006 - 30 Sept. 2006	5,289,296	56,429,677
1 October 2006 - 31 Dec. 2006	5,417,979	73,785,248
1 January 2007 - 31 March 2007	6,447,689	110,968,038
1 April 2007 - 30 June 2007	759,956	12,623,639

Security capitalisation:

Date	Number of shares (pcs.)	Central market price (Lt)	Capitalisation (Lt)
31 March 2006	16 350 000	13.08	213 858 000
30 June 2006	16 350 000	10.50	171 675 000
30 September 2006	16 350 000	12.10	197 835 000
31 December 2006	16 350 000	15.10	246 885 000
31 March 2007	16 350 000	17.05	278 767 500
30 June 2007	16 350 000	16.98	277 623 000

6. Authorized capital of the company and its structure

As of 30 June 2007 the authorized capital of the company was 16 350 000 Lt, it was divided into 16 350 000 ordinary registered shares (hereinafter referred to ORS), the nominal value of one share being 1.00 Lt. All shares are intangible and fully paid. The property right for the shares is proved by the record in the stock accounts. The shares of *Panevėžio statybos trestas AB* are traded in the Vilnius Stock Exchange. On 30 June 2007 the total number of the shareholders was 799 who under the property right held or controlled more than 5 percents of the authorized capital of the company:

Name, surname of a shareholder (company name, type, headquarter address, company code)	Number of ordinary registered shares held by a shareholder under ownership right (pcs.)	Share of the authorized capital held (%)	Part of votes granted by the shares held under the ownership right (%)	Part of votes owned by the shareholder along with acting persons (%)
<i>Panevėžio keliai AB</i> S. Kerbedžio g. 7, Panevėžys, Company code: 147710353	8 138 932	49.78	49.78	---
Bank of New York as custodian or trustee for ING B One Wall Street, New York, NY 10286, USA GSP181305	1 919 000	11.74	11.74	---
Hansabank clients Liivalaia Street 8 Tallinn, Estonia Company code: 10060701	1 362 769	8.33	8.33	---
Skandinaviska Enskilda Banken clients Sergels Torg 2, Stockholm, Švedija 502032-9091	1 277 901	7.82	7.82	---

The Company has not purchased its own shares, any of its subsidiaries has not purchased any shares of the Company and no other person who would act in his/her own name but in the favour and using the means of the Company, has purchased any shares of the Company.

7. Information on the activity results of the issuer

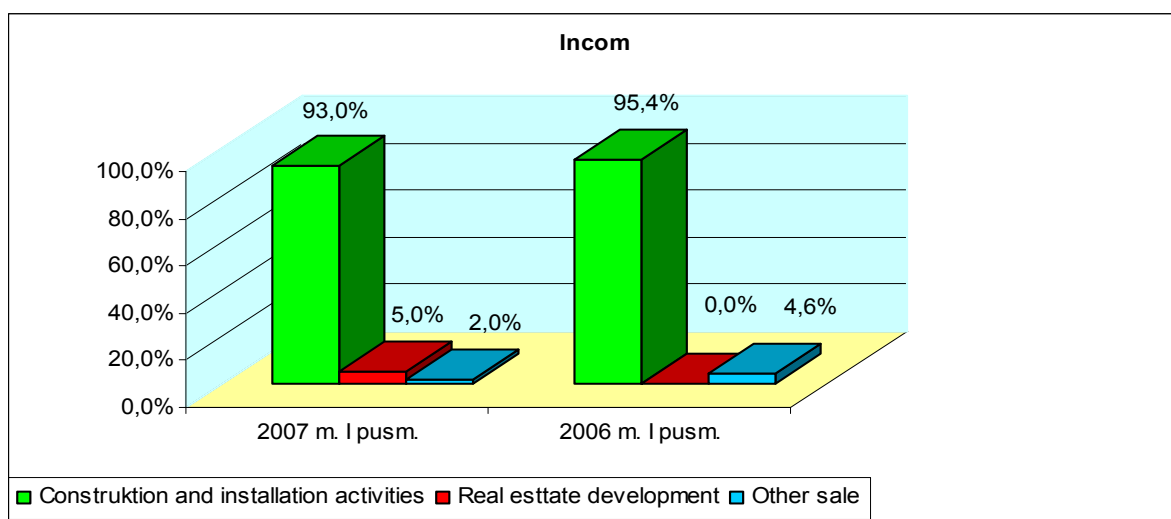
The group of one of the largest construction companies in Lithuania *Panevėžio statybos trestas (PST)* has earned 281 mln. Lit for the first half of this year based on the unaudited data which

is by 2.5 times more than for the same period last year and its net profit amounted to 17.3 mln. Litas. This is 4 times higher than for the same period in 2006 when the profit was 3.7 Litas.

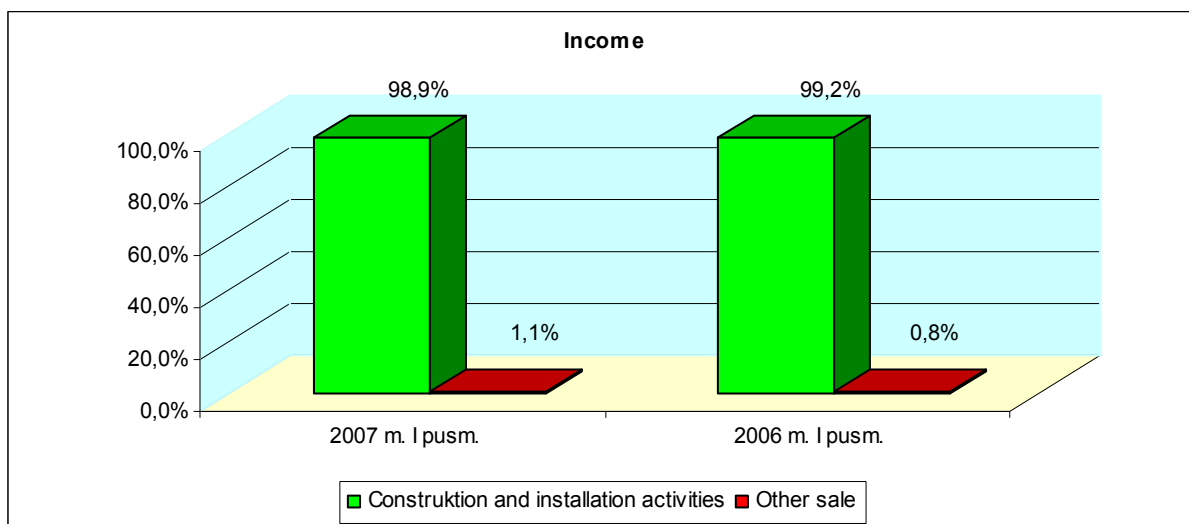
The net profitability index of the *PST* company group in the amount of 6.17% was mostly conditioned by experience in management of large projects on Lithuania scale and competencies as well as payback of investment in new equipment, technologies and personnel training. As the amount of work increases, the company managed not only to solve the issues of capacity and manpower but also to make money. The income from the real estate related activities have also contributed to the increase in profit: the subsidiary *PST investicijos* have profitably realised a real estate project during the first half of this year.

The income of *Panevėžio statybos trestas AB* for the I half of the year 2007 was as follows:

Group income, thousands Lt	I half of 2007	I half of 2006
Construction and installation activities	261314	105725
Real estate development	14005	0
Other sale	5747	5047
Total	281066	110772



Parent company income, thousands Lt	I half of 2007	I half of 2006
Construction and installation activities	258872	103031
Other sale	2915	841
Total	261787	103871



Income distribution on a geographical basis:

Country	GROUP				PARENT COMPANY			
	I half of 2007		I half of 2006		I half of 2007		I half of 2006	
Lithuania	270147	96.1%	104566	94.4%	252664	96.5%	100355	96.6%
Russian Federation	9123	3.2%	3516	3.2%	9123	3.5%	3516	3.4%
Germany		0.0%	278	0.3%				
Island, Norway, Sweden	1795	0.6%	2412	2.2%				
TOTAL	281065	100.0%	110772	100.0%	261787	100.0%	103871	100.0%

As the construction market increases, the number of employees increased significantly both in the parent company and the group during I half of the year 2007. As of 30 June 2007 the number of employees in the group of *Panevėžio statybos trestas AB* amounted to 1605 employees (1464 employees as of 31 December 2006). 1357 employees worked at the company on 30 June 2007 (1192 employees as of 31 December 2006).

Employee groups	Listed number	Having university education	Having higher non-university education	Having college (middle) education	Having secondary education	Having unfinished secondary education
Managers	38	32	0	5	1	0
Specialists	320	224	11	71	13	1
Workers	1247	19	3	205	710	310

Employee groups	Average monthly salary
Managers	8817
Specialists	4658
Workers	2373

As the construction volume increases, the number of employees in the group and company is planned to be increasing as well. Employment agreements do not include any specific rights and obligations for employees or a part thereof.

The activity results of the company group of *Panevėžios statybos trestas* AB and the parent company are as follows (in thousands Lt):

	Group		Parent company	
	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>
Income	281065	110772	261787	103871
Cost	243956	96303	237659	91541
Gross profit	37109	14469	24128	12330
Gross profit margin (percents)	13.20	13.06	9.22	11.87
Net profit margin (percents)	6.17	3.38	4.32	5.85
Profit per share (in Litass)	1.06	0.23	0.69	0.37
Return on equity (percents) (ROE)	27.87	8.98	20.30	14.35
Return on assets or asset profitability (ROA)	6.53	1.98	5.81	4.32
Return on investments (ROI)	13.67	4.03	18.17	10.78
Total debt ratio	0.72	0.78	0.71	0.70
Debt to equity ratio	3.05	3.53	2.49	2.32
Total liquidity ratio	0.33	0.28	0.40	0.43
Total asset turnover	1.06	0.59	1.35	0.74
Current liquidity ratio	1.70	1.61	1.11	1.32
Bookkeeping value of a shares	4.63	2.55	3.41	2.59
Ratio of share price and bookkeeping value (P/BV)	3.67	4.12	4.98	4.06

8. Procedure for amendment of the Articles of Association of the issuer

The Articles of Association of the company can be amended by the general meeting of the shareholders by the qualified majority of votes that cannot not less than 2/3 of all votes conferred

by the shares held by the shareholders attending the meeting. The decision of the general meeting of the shareholders regarding the amendment of the Articles of Association is made in accordance with the procedure set forth in Article 27 or 30 of the Law on Companies of the Republic of Lithuania.

9. Bodies of the issuer

Referring to the Articles of Association of *Panevėžio statybos trestas* AB, the management bodies of the Company are the General Meeting of the Shareholders, the Board and the Managing Director. No Supervisory Board is formed in the company.

The competence of the General Meeting of the Shareholders has no difference from the competence of the General Meeting of the Shareholders set forth by the Law on Companies.

The Board of the company consisting of five persons is elected by the General Meeting of the Shareholders for a period not longer than 4 years. At present the Board of the company consists of four members. The procedure for election and withdrawal of a member of the Board has no difference from the procedure set forth by the Law on Companies.

The activities of the Board are managed by the Chairman of the Board. The Chairman of the Board is elected by the Board from the members of the Board.

The Board elects and removes from the office the manager of the company – the Managing Director, fixes his salary, sets other terms of the employment contract, approves his job description, gives incentives and imposes penalties.

The manager of the company is a single-person management body of the Company who organizes the current economic activities in accordance with his authority.

The Board:

REMIGIJUS JUODVIRŠIS – the Chairman of the Board. Does not participate in the capital of the Company. Participates in the activities or capital of the following companies:

NAME OF COMPANY	POSITION	NUMBER OF SHARES	CAPITAL %	VOTES %
<i>TERTIUS</i> UAB		704 638	80	80
<i>PANEVĖŽIO KELIAI</i> AB	Member of the Board	531 675 including 43197 pledged to <i>Dangu emulsija</i> UAB	28.47	28.47
<i>LAUKTUVĖS JUMS</i> UAB	Member of the Board	11 069	50.15	50.15

<i>POKŠTAS UAB</i>		261	50	50
<i>KLOVAINIŲ SKALDA AB</i>	Member of the Board	203 526	3.78	3.78
<i>GERBERA UAB</i>	Member of the Board	34	34	34
<i>KELTECHA UAB</i>		340	17.0	17.0
<i>EMULTEKA UAB</i>		14	14.0	14.0
<i>GUSTONIŲ ŽŪT UAB</i>	Member of the Board	18 027	49.04	49.04
<i>SPECIALIZUOTA KOMPLEKTAVIMO VALDYBA AB</i>		21 490	9.37	9.37
<i>IGNALINOS STATYBA AB</i>	Member of the Board	91 351	37.93	37.93
<i>TAMSUMA UAB</i>	Member of the Board	1467	33.5	33.5
<i>NAUJASIS UŽUPIS UAB</i>	Chairman of the Board			
<i>PANEVĖŽYS UAB</i>	Member of the Board	155 832	49.54	49.54
<i>PANEVĖŽIO STATYBOS TRESTAS AB</i>	Chairman of the Board	0	0	0
<i>PANODEN UAB</i>	Member of the Board			
<i>PST INVESTICIJOS UAB</i>	Member of the Board	16407	4.4	4.4
<i>PAKNOVUS UAB</i>	Member of the Board	35	35	35
<i>KIRTIMŲ AUTOTRANSPORTAS AB</i>	Member of the Board	-		
<i>CONSTRUCTUS UAB</i>	Member of the Board	1 669	4,5	4,5
<i>REALTUS UAB</i>	Member of the Board			
<i>AUDROS RŪMAI UAB</i>	Member of the Board			
<i>VILNIAUS VAIZDAS UAB</i>	Member of the Board	50	50	50
<i>CONVESTUS UAB</i>	Vice-president Chairman of the Board	50 000	50	50
<i>UPĖS SLĖNIS UAB</i>		1810 and 1969 bonds	18	18
<i>ALPROKA UAB</i>	Chairman of the Board	100 bonds		

Term of office May 1999 through May 2003
 Term of office May 2003 through April 2004
 Term of office February 2005 through April 2008
 Clean record.

GVIDAS DROBUŽAS – the Member of the Board. Does not participate in the capital of the Company. Participates in the activities or capital of the following companies:

NAME OF COMPANY	POSITION	NUMBER OF SHARES	CAPITAL %	VOTES %
<i>PANEVĖŽIO KELIAI AB</i>	Chairman of the Board	529 861 including 43197 pledged to <i>Dangų emulsija UAB</i>	28,33	28,33
<i>LAUKTUVĖS JUMS UAB</i>	Member of the Board	10 999	49.84	49.76
<i>POKŠTAS UAB</i>	Director	261	50.0	50.0
<i>KELTECHA UAB</i>		340	17.0	17.0
<i>KLOVAINIŲ SKALDA AB</i>		203 129	3.77	3.77
<i>GELBERA UAB</i>	Member of the Board	34	34	34
<i>EMULTEKA UAB</i>		12	12.0	12.0
<i>GUSTONIŲ Ž.Ū.T. UAB</i>	Member of the Board	18 028	49.04	49.04
<i>KIRTIMŲ AUTOTRANSPORTAS AB</i>	Member of the Board			
<i>IGNALINOS STATYBA AB</i>	Member of the Board	91 351	37.93	37.93
<i>TAMSUMA UAB</i>	Member of the Board	1467	33.5	33.5
<i>PANEVĖŽIO STATYBOS TRESTAS AB</i>	Member of the Board	-	-	-
<i>AB "UKMERGĖS KELIAI"</i>		10	-	-
<i>UAB „PANEVĖŽYS“</i>	Member of the Board	155 957	49.58	49.58
<i>AB SPECIALIZUOTA KOMPLEKTAVIMO VALDYBA</i>		21 470	9.36	9.36
<i>PST INVESTICIJOS UAB</i>	Chairman of the Board Director	10644	2.9	2.9
<i>PANODEN UAB</i>	Chairman of the Board			
<i>PAKNOVUS UAB</i>	Member of the Board			
<i>CONSTRUCTUS UAB</i>		1 669	4.5	4.5
<i>REALTUS UAB</i>	Chairman of the Board			
<i>AUDROS RŪMAI UAB</i>	Member of the Board			
<i>NAUJASIS UŽUPIS UAB</i>	Member of the Board			
<i>VILNIAUS VAIZDAS UAB</i>	Chairman of the Board	50	50	50
<i>CONVESTUS UAB</i>	President Member of the Board	50 000	50	50
<i>UPĖS SLĖNIS UAB shares</i>		810 1969 bonds of <i>Upės slėnis UAB</i>	18	18
<i>ALPROKA UAB</i>	Member of the Board			
<i>MAŽEIKIŲ NAFTA AB</i>		1229		
<i>RYTŲ SKIRSTOMIEJI TINKLAI AB</i>		5000		

Term of office May 1999 05 through May 2003
 Term of office May 2003 through April 2004
 Term of office April 2004 through April 2008
 Clean record.

VILIUS GRAŽYS – the Member of the Board. Participates in the activities of the following companies:

NAME OF COMPANY	POSITION	NUMBER OF SHARES	CAPITAL %	VOTES %
<i>KELTECHA UAB</i>		250	11	11
<i>EMULTEKA UAB</i>		11	11	11
<i>BASS UAB</i>		40	40	40
<i>PANEVĖŽIO STATYBOS TRESTAS AB</i>	Member of the Board			
<i>PANEVĖŽIO KELIAI AB</i>	Member of the Board	100 085	5.36	5.36

Term of office February 2005 through April 2008
 Clean record.

ARTŪRAS BUČAS – the Member of the Board. University education. Does not participate at the capital of the Company. Since 2005 acts as the Member of the Board *Panevėžio keliai AB* in the Board

NAME OF COMPANY	POSITION	NUMBER OF SHARES	CAPITAL %	VOTES %
<i>DVARČIONIŲ KERAMIKA AB</i>	Shareholder	356		

Term of office 27 October 2006 through the regular general meeting of the shareholders
 Clean record.

Administration:

DALIUS GESEVIČIUS – Head of the Company Administration, Managing Director. Holds 15 shares of the company. University education (1984, VISI), construction engineer. Clean record.

DANGUOLĖ ŠIRVINSKIENĖ – Chief Accountant of the company. Holds no shares of the company. University education (1983, LŽUA) qualification of accountant-economist.
 Clean record.

9. Information disseminated in public

Since the beginning of the year 2007 up to the day of this report presentation the Company disseminated the following information in public through the system of OMX Client News Service:

Title of announcement	Category of announcement	Language	Date
The main shareholders of <i>PST</i> are obligated to make the official bid	Announcement of essential event	Lt, En	25 Jan. 2007
In 2006 the turnover of <i>PST</i> increased by 77 percents	Company announcement	Lt, En	28 Feb. 2007
<i>Panevėžio statybos trestas</i> forecasts the profit of 15.6 mln. Litas for 2007	Information announcement to investors	Lt, En	19 March 2007
Regular general meeting of the shareholders	Announcement of regular general meeting of the shareholders	Lt, En	22 March 2007
Draft decisions of the annual general meeting of the shareholders of <i>PST AB</i>	Announcement of regular general meeting of the shareholders	Lt, En	13 Apr. 2007
Audited annual financial statement and annual report of <i>PST AB</i> for the year 2006	Annual report/statement	Lt, En	17 Apr. 2007
The general meeting of the shareholders of <i>PST AB</i> did not take place	Company announcement	Lt, En	25 Apr. 2007
Reconvening of annual general meeting of the shareholders	Announcement of regular general meeting of the shareholders	Lt, En	25 Apr. 2007
The decisions taken by the reconvened general meeting of the shareholders	Decisions taken by the regular general meeting of the shareholders	Lt, En	14 May 2007
<i>PST</i> will build a Sports Arena in Panevėžys	Information announcement to investors	Lt, En	15 May 2007
Activity results for the I quarter of the year 2007	Company announcement	Lt, En	15 May 2007
The audited annual financial statement and annual report of <i>PST AB</i> for the year 2006	Annual report/statement	Lt, En	15 May 2007
The financial statement of <i>Panevėžio statybos trestas AB</i> for the I quarter of the year 2007	Quarterly statement	Lt, En	31 May 2007
Folder-report of <i>PST AB</i> for the year 2006	Annual information	Lt, En	8 June 2007
<i>PST</i> will build <i>Megrane</i> plant in Trakai District	Announcement on essential event	Lt, En	15 June 2007
<i>PST</i> has signed contract agreement with <i>Baltijos investicijų grupe UAB (BIG)</i>	Announcement on significant event	Lt, En	2 Feb. 2007
The profit of <i>PST</i> has significantly increased for the first half of this year	Announcement on essential event	Lt, En	10 Aug.2007
Announcements on portfolio acquisition	Announcement of portfolio acquisition or deprivation	Lt, En	16 Aug.2007
Announcements on portfolio acquisition	Announcement of portfolio acquisition or deprivation	Lt, En	16 Aug.2007

The content of the above listed announcements can be found on the website of the Vilnius Stock Exchange

10. Information on compliance with the Governance Code

The Company complies with the procedure of company management set forth by the Law on Companies of the Republic of Lithuania. The Company partially complies with the Governance Code applicable to the companies that are on the list of the Vilnius Stock Exchange. In accordance with the Articles of Association of the Company the bodies of the Company are the General Meeting of the Shareholders, the Board and the Managing Directors. No Supervisory Board is formed in the Company. The annual report of the company will include the more detailed explanation of how the Company complies with the recommendations of the Governance Code.

BALANCE SHEET

Litas	Group		Company	
	30 June 2007	2006	30 June 2007	2006
ASSETS				
<i>Non-currents assets</i>	30331246	27008195	47769836	31945724
Intangible assets	1434150	1755257	271759	93106
Goodwill	1116482	1645038		
Patents, licences	5936	14605	5936	14605
Computer software	310859	94414	265823	78501
Other intangible assets	873	1200		
Tangible assets	26130869	22685674	21628041	18340237
Land	215529	211729	215529	211729
Buildings and constructions	7710517	7755190	7042133	7054691
Machinery and equipment	7394890	5677196	5790888	3924136
Vehicles	4355277	3190039	3480674	2516635
Other facilities, instruments, tools and equipment	4621701	4078349	3945398	3445448
Construction in progress	633178	542168	1932	
Other tangible assets	81477	79163	33187	35758
Investment property	1118300	1151840	1118300	1151840
<i>Buildings</i>	<i>1135070</i>	<i>1151840</i>	<i>1118300</i>	<i>1151840</i>
Financial assets	909709	389967	24555017	12197362
Investments in subsidiaries and associates	2886	2887	23400282	11810282
Loans to associates and subsidiaries	566591	167111	848671	167111
Amounts receivable after one year	284732	164469	250564	164469
Other financial assets	55500	55500	55500	55500
Other non-current assets	1856518	2177297	1315019	1315019
Deferred tax assets	1856518	2177297	1315019	1315019
Other non-current assets				
Current assets	235109183	210998178	146784070	145087281
Inventories, prepayments and contracts in progress	78997626	115039114	11902413	43231008
Inventories	5105072	7979368	642827	1238318
<i>Raw materials and completion items</i>	<i>2504807</i>	<i>3591132</i>	<i>498777</i>	<i>1200748</i>
<i>Products made</i>	<i>431903</i>	<i>390758</i>		
<i>Goods purchased for resale</i>	<i>2168362</i>	<i>3997478</i>	<i>144050</i>	<i>37570</i>
Prepayments	6049802	33436989	5903361	33011646
Contracts in progress	67842752	73622757	5356225	8981044
Amounts receivable in one year	126581032	62764798	117224227	70022989
Amounts receivable	119820596	61001088	114958948	58194192
Liabilities of subsidiaries and associated companies	342895	60777	1793602	11717671
Other amounts receivable	6417541	1702933	471677	111126
Other currents assets	7724583	303229	0	2343
Other currents assets	7724583	303229		2343
Cash and cash equivalents	21805942	32891037	17657430	31830941
Total assets:	265440429	238006373	194553906	177033005

Litas	Group		Company	
EQUITY AND LIABILITIES	30 June 2007	2006	30 June 2007	2006
Equity	62174325	49137078	55708466	47411909
Capital	16350000	16350000	16350000	16350000
Share capital	16350000	16350000	16350000	16350000
Revaluation reserve (results)	3673975	3780063	3317438	3396968
Reserves	1997725	1619155	1635030	1619155
Legal	1997725	1619155	1635030	1619155
Retained profit (loss)	40113185	27376954	34405998	26045786
Profit (loss) for reporting year	15668258	14836580	11386587	18477190
Profit (loss) for previous year	24444927	12540374	23019411	7568596
Translation reserve	39440	10906		
Minority interest	13456335	4692136		
Grants, subsidies				
Amounts payable and liabilities	189809769	184177159	138845440	129621096
Amounts payable after one year and long-term liabilities	51112658	51935056	6523185	3861672
Financial liabilities	50082619	50916748	5882552	3221039
<i>Leasing (financial lease) or similar liabilities</i>	<i>7131575</i>	<i>4436867</i>	<i>5882552</i>	<i>3221039</i>
<i>To credit institutions</i>	<i>42949709</i>	<i>46479881</i>		
<i>Other financial liabilities</i>	<i>1335</i>			
Provisions	0	0	0	0
Deferred tax	1018306	1018308	640633	640633
Other amounts payable and long-term liabilities	11733			
Amounts payable after one year and long-term liabilities	138697111	132242103	132322255	125759424
Current year portion of long-term debts	1972711	2407061	1050721	1333633
Financial liabilities	92926	12121199	0	11975347
<i>To credit institutions</i>	<i>40000</i>	<i>12015347</i>		<i>11975347</i>
<i>Other liabilities</i>	<i>52926</i>	<i>105852</i>		
Liabilities to suppliers	89380083	50446870	88018963	47694091
Prepayments received	22147332	46592393	21849005	45832157
Payable corporate income tax	7634692	3699513	5915754	3493841
Employment related liabilities	13727186	12441229	11958260	11105084
Provisions	658997	291194	658997	247194
Other amounts payable and short-term liabilities	3083184	4242644	2870555	4078077
TOTAL EQUITY AND LIABILITIES:	265440429	238006373	194553906	177033005

PROFIT (LOSS) STATEMENT

Litas ITEM	Group		Company	
	30 June 2007	30 June 2006	30 June 2007	30 June 2006
SALE	281065701	110771823	261787457	103871025
COST OF SALE	243956507	96302803	237659842	91540896
GROSS PROFIT (LOSS)	37109194	14469020	24127615	12330129
OPERATING EXPENSES	14472955	8818702	10082698	6818696
Sale	252282	309720	227273	287774
General and administrative	14220673	8508982	9855425	6530922
TYPICAL OPERATING PROFIT (LOSS)	22636239	5650318	14044917	5511433
OTHER ACTIVITIES	37805	-210342	94133	1793615
Income	278497	37046	205303	1961797
Expenses	240692	247388	111170	168182
FINANCIAL AND INVESTMENT ACTIVITIES	-622613	-396178	75251	133359
Income	740468	57007	441122	231054
Expenses	1363081	453185	365871	97695
USUAL ACTIVITY PROFIT (LOSS)	22051431	5043798	14214301	7438407
Extraprđinary income				
Extraordinary expenses				
PROFIT (LOSS) BEFORE TAXATION	22051431	5043798	14214301	7438407
PROFIT TAX	4723148	1303532	2907244	1365744
NET PROFIT (LOSS)	17328283	3740266	11307057	6072663
ATTRIBUTABLE TO SHAREHOLDERS	15562912	3759079		
ATTRIBUTABLE TO MINORITY INTEREST	1765371	-18813		

CASH FLOW STATEMENT

	Group		Company	
	30 June 2007	30 June 2006	30 June 2007	30 June 2006
Cash flow from operating activities				
Net profit	17.328.283	3.740.266	11.307.057	6.072.663
Elimination of other non-monetary items:				
Depreciation and amortization	2.434.496	1.585.560	2.006.636	1.352.745
(Profit) loss from transfer of non-current assets	-22.137		-21.360	
Other non-cash items	791.640	79.268	7.369	203.701
	20.532.282	5.405.094	13.299.702	7.629.109
Operating capital changes:				
Decrease (increase) in inventories	2.874.296	-2.004.089	595.491	544.821
Decrease (increase) in amounts receivable after one year			-86.095	
Decrease (increase) in trade receivables	-58.634.612	-41.267.154	-56.746.551	-39.209.999
Decrease (increase) in amounts receivable from subsidiaries			-1.665.931	-3.730.492
Decrease (increase) in prepayments	27.387.187	212.304	27.108.285	927.915
Decrease (increase) in contracts in progress	5.780.005	-57.445.778	3.624.819	-22.830.319
Decrease (increase) in amounts receivable and other assets	-7.006.875	901.564	-358.208	-919.720
Increase (decrease) in liabilities to suppliers	38.575.905	22.903.556	40.183.381	21.857.789
Increase (decrease) in prepayments received	-24.445.061	11.145.549	-23.983.152	11.075.513
Increase (decrease) in profit tax liabilities	3.935.179	145.088	2.421.913	82.190
Change in employment related liabilities	1.285.957	696.928	853.176	500.809
Increase (decrease) in provisions	367.803	2.208.290	411.803	2.208.290
Increase (decrease) in other amounts payable and liabilities	-1.240.764	2.610.207	-1.300.559	1.720.294
	9.411.302	-54.488.441	-8.941.628	-27.772.909
Elimination of results of financial and investing activities	622.613	400.135	-75.251	-133.359
Net cash flow from operating activities	10.033.915	-54.088.306	4.282.823	-20.277.159
Cash flow from investing activities				
Acquisition of non-current assets (excl. investment)	-1.466.558	-1.622.886	-1.518.385	-1.333.806
Transfer of non-current assets (excl. investment)	80.724	59.433	77.780	39.127
Acquisition of investments		-11.075.461		-10.000
Transfer of investments				
Loans issued	-399.480	-431.408	-681.560	-10.203.000
Paskolų susigrąžinimas				
Dividends and interest received	467.532	30.592	404.704	209.921
Other increase in cash flows from investment activities				
Other decrease in cash flows from investment activities				
Net cash flow from investment activities	-1.317.782	-13.039.730	-1.717.461	-11.297.758
Cash flow from financing activities				
Cash flow related to owners of the company	-1.167.613	-6.418	-2.917.463	-13.284
Increase in financial liabilities		45.547.586		9.539.262
Decrease in financial liabilities	-15.557.110		-11.975.347	
Interest paid	-1.164.538	-437.870	-241.460	-95.871
Leasing (financial lease) payments	-1.905.188	-1.231.000	-1.639.896	-984.300
Other increase in cash flow from financing activities	37.960	21.636	35.847	11.524
Other decrease in cash flow from financing activities	-73.273	-11.611	-554	-1.824
Net cash flow from financial activities	-19.829.762	43.882.323	-16.738.873	8.455.507
Increase (decrease) in net cash flow	-11.113.629	-23.245.713	-14.173.511	-23.119.410
Result of changes in currency rate on the balance of cash and its equivalents	28.534			
Net cash and cash equivalents in the beginning of the period	32.891.037	27.914.028	31.830.941	24.946.114
Net cash and cash equivalents at the end of the year	21.805.942	4.668.315	17.657.430	1.826.704

STATEMENT OF CHANGES IN EQUITY

Group									
Litas	Share capital	Share premium	Revaluation reserve	Legal reserve	Currency fluctuation impact	Accued profit	Equity share falling to perent c.sh	Minority share	Total
Balance as of 31 December 2005	16.350.000		4.671.344	1.435.029		12.521.636	34.978.009	738.910	35.716.919
Decrease of revaluated asset value and deferred value liability			-876.966			876.966			0
Change of deferred value									0
Net profit (loss) for 2006						3.759.079	3.759.079	-18.813	3.740.266
Recovered loss of previous year									0
Legal reserves formed				184.126		-184.126			0
Change of exchange rates									0
Increase in minority									0
Decrease in minority									0
Balance as of 30 June 2006	16.350.000	0	3.794.378	1.619.155	0	16.973.555	38.737.088	720.097	39.457.185
Balance as of 31 December 2006	16.350.000	0	3.780.063	1.619.155	10.906	27.376.954	49.137.078	4.692.136	53.829.214
Revaluation of tangible non-current assets			-106.088			106.088		-1.224	-1.224
Depreciation of FA revaluated part									0
Related deferred tax liability									0
Unrecognised profit previous year									0
Other unrecogn. profit (loss) for 2007						-742	-742	852	110
Net profit (loss) for 2007						15.562.912	15.562.912	1.765.371	17.328.283
Dividends						-3.010.500	-3.010.500		-3.010.500
Change of exchange rates					28.534		28.534		28.534
Minority share gain								6.999.200	6.999.200
Minority share loss									0
Reserves formed				23.563		-23.563			0
Company transfer				355.007		102.036	457.043		457.043
Balance as of 30 June 2007	16.350.000	0	3.673.975	1.997.725	39.440	40.113.185	62.174.325	13.456.355	75.630.660

Company

Litas	Share capital	Share bonus	FA revaluation	Financial reserve	Legal reserves	Other reserves	Deferred result	Total
Balance as of 31 December 2005	16.350.000		4.245.220		1.435.029		7.752.722	29.782.971
Revaluation of tangible non-current assets								0
Related deferred tax liability								0
Deferred tax liability related to revaluation of non-current assets			-850.405				850.405	0
Net profit (loss) for 2006							6.072.663	6.072.663
Reserves formed					184.126		-184.126	0
Increase (decrease) of share capital								0
Balance as of 30 June 2006	16.350.000	0	3.394.815	0	1.619.155	0	14.491.664	35.855.634
Balance as of 31 December 2006	16.350.000	0	3.396.968	0	1.619.155	0	26.045.786	47.411.909
Revaluation of tangible non-current assets								0
Related deferred tax liability								0
Deferred tax liability related to revaluation of non-current assets								0
Net profit (loss) 2007 unrecognised			-79.530				79.530	0
Net profit (loss) for 2007							11.307.057	11.307.057
Dividends							-3.010.500	-3.010.500
Reserves formed					15.875		-15.875	0
Reserves used								0
Increase (reduction) of share capital								0
Balance as of 30 June 2007	16.350.000	0	3.317.438	0	1.635.030	0	34.405.998	55.708.466

EXPLANATORY NOTE

General information

Panevėžio statybos trestas AB (hereinafter „the Company“) was established in 1957 and for a long time was known as Šiaurės Lietuvos Statybos Trestas. In 1991 the Company was registered as a State Capital Company. On 30 October 1993 the State Capital Company was reorganized to a Public Limited Liability Company. Company code 147732969, VAT code LT477329610. Registration certificate Nr. 013732, issued on 27 September 2004 by the State Register Centre Panevėžys Branch.

During the I half of the year 2007 the Company had the following branches: *Gerbusta* and *Pastatų apdaila*. These branches have accounting independent of the parent company but their assets, liabilities and financial results are included in the financial statement of the Company. The company has its representative office in Cherepovec, and two branches in Saint-Petersburg and Kaliningrad. The branch in Saint-Petersburg does not perform any economic activities. The financial year of the Company is the calendar year. The anticipated period of commercial-economic activities is unlimited.

The main activity of the Company and its subsidiaries (hereinafter “the Group”) is designing and construction of various buildings, structures, facilities, communications and other similar objects in Lithuania and abroad, real estate development. In addition to the listed activities the Group rents out premises and equipment, resells utility and communication services.

Basis of interim financial statement preparation

The figures in the interim financial statement are presented in the national currency of Lithuania the Litas which is also the Company’s functional currency.

The same accounting principles were applicable to the interim financial statement as to the annual financial statement.

The following currency rates were used when preparing the interim financial statement:

Currency	30 June 2007	31 Dec. 2006	30 June 2006
1 EUR	3.4528	3.4528	3.4528
10 SEK	3.7386	3.8251	3.7484
10 RUB	0.99356	0.99708	1.01657

Principles of consolidation

The consolidated financial statement incorporates the financial statements of the Company and entities controlled by the Company (its subsidiaries). Control is achieved where the Company has the power to govern the financial and operating policies of the entity so as to obtain benefits from its activity.

The financial results of the subsidiary companies, acquired or sold during the year, are included in the consolidated operating statement covering the period from the subsidiary company acquisition date till the subsidiary company selling date. The financial statements of the subsidiary companies are revised so that they comply with the accounting policies applicable by the group in case they were different.

For consolidation purposes all significant balance, dealings and unrealized profit (loss) of the operations between the companies the companies of the Group were eliminated from the financial statement.

Investments in non-current assets

In the I half of 2007 the investments of the Group in acquisition of non-current assets amounted to 5 526 043 Lt.: *Panevėžio statybos trestas AB* acquired non current assets for 5 112 871 Lt.

Investments in subsidiaries

On 22 February 2007 the company of the Group *PST investicijos UAB* increased its share capital by 21 099 200 Lt., *Panevėžio statybos trestas AB* acquired shares the value of which amounted to 14 100 000 Lt.

Loans

As of 30 June 2007 the long-term bank credits of the company Group of *PST investicijos UAB* amounted to 42 949 709 Lt. All loans to be repayable during the period from April to October 2008. The interest rate 6 months Vilibor + 1.05 – 1.55 %.

Guarantees, sureties

As of 30 June 2007 the guarantees issued to the credit institutions on behalf on the Company for the liabilities of the subsidiary companies to suppliers amounted to 404 161 Lt. The guarantees issued to the credit institutions for the liabilities of *Panevėžio statybos trestas AB* to the Environmental Project Management Agency of the Ministry of Environment of the Republic of Lithuania and *Lietuvos geležinkeliai AB* amounted 9 415 099 Lt.

Panevėžio statybos trestas AB offers a surety for the execution of liabilities *PST investicijos UAB* in accordance with the Credit Contract with NORD/LB for the amount of 4 164 124 USD.

Dividends

The reconvened General Meeting of the Shareholders of *Panevėžio statybos trestas AB* that took place on 11 May 2007 took the decision to pay dividends in the amount of 2 779 500 Lt. (0.17 Lt. per share) and bonuses in the amount of 231 000 Lt. 96.6 percents of dividends and all bonuses were paid in June 2007.

Significant changes in the interim financial statement during the reporting period

Based on the unaudited data the turnover of the Group of the Public Limited Liability Company *Panevėžio statybos trestas (PST)* amounted to 281.07 mln. Litas for the I half of this year and is higher by 170 mln. Litas than the turnover for the corresponding period last year. The unaudited net profit of the Group amounted to 17.3 mln. Litas and the net profit of the Group was 3.7 mln. Litas for the corresponding period last year.

Information on business segments:

A business segment is a distinguishable component of business that is engaged in producing individual or related products or providing an individual or related services that is subject to risk and returns that are different from those other business segments of the Group.

Group

Indicators	Segments (types of activities)								Entire Group	
	Construction contracts		Sale of real estate		Finished products		Other			
	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006
Income	261314401	105724735	14004769	0	2388436	3364439	3358095	1682649	281065701	110771823
Expenses	246269027	99864617	6760195	595581	2277127	3186845	3123113	1474462	258429462	105121505
Operating profit	15045374	5860118	7244574	-595581	111309	177594	234982	208187	22636239	5650318

Company

Indicators	Segments (types of activities)								Entire Company	
	Construction contracts		Sale of real estate		Finished products		Other			
	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006	30 June 2007	30 June 2006
Income	258872187	103030540					2915270	840485	261787457	103871025
Expenses	244994648	97718257					2747892	641335	247742540	98359592
Operating profit	13877539	5312283	0	0	0	0	167378	199150	14044917	5511433

Information on geographical segments:

A geographical segment is a distinguishable component of business that is engaged in producing products or providing services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environment.

Group

Indicators	Segments (geographical)										All groups	
	Lithuania		Russian Federation		Latvia		Germany		Iceland, Norway, Sweden			
	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>
Income	270147089	104565842	9123358	3516153				277949	1795254	2411879	281065701	110771823
Expenses	247082484	99295851	9678169	3207263				270567	1668809	2347824	258429462	105121505
Oper. profit	23064605	5269991	-554811	308890	0	0	0	7382	126445	64055	22636239	5650318

Company

Indicators	Segments (geographical)										All groups	
	Lithuania		Russian Federation		Latvia		Germany		Iceland, Norway, Sweden			
	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>	<i>I half of 2007</i>	<i>I half of 2006</i>
Income	252664099	100354872	9123358	3516153							261787457	103871025
Expenses	238778965	94759408	8963575	3600184							247742540	98359592
Oper. profit	13885134	5595464	159783	-84031	0	0	0	0	0	0	14044917	5511433

