



TO: The Lithuanian Securities Commission
Konstitucijos pr.23
Vilnius

28.05.2007

ENDORSEMENT BY THE RESPONSIBLE PERSONS

Pursuing Article 22 of the Law on Securities of the Republic of Lithuania, we, the undersigned – the Chief Executive Officer Antanas Trumpa and the Chief Financial Officer Antanas Kavaliauskas – approve that the three month consolidated financial interim report of „Rokiškio sūris“ for the year 2007, is formed in accordance with applicable accounting standards, is true and shows fair assets, obligations, financial state and profits of the Company and total consolidated group.

Attached: Three month consolidated financial interim report of „Rokiškio sūris“ for the year 2007.

CEO

Antanas Trumpa

CFO

Antanas Kavaliauskas



**CONSOLIDATED FINANCIAL
INTERIM REPORT OF
AB “ROKIŠKIO SŪRIS“
THREE MONTHS OF THE YEAR 2007**

(Prepared in accordance with the rules of preparation and submission of periodical and supplementary information approved by the Securities Commission of the Republic of Lithuania)

AB „ROKIŠKIO SŪRIS“
CONSOLIDATED FINANCIAL ACCOUNT as at 31st March 2007

 Company code 173057512, address: Pramonės g. 3, LT-42150 Rokiškis, Lietuva
 (prepared according to International Accounting Standards)

(All tabular amounts are in LTL '000 unless otherwise stated)

Consolidated Balance sheet

	March 31 st , 2007	December 31 st , 2006	March 31 st , 2006	
PROPERTY				
Non-current assets				
Long-term tangible assets	118,328	122,822	125,647	
Intangible assets (with prestige)	495	547	973	
Other receivables in a year	11,271	13,167	12,405	
	130,094	136,536	139,025	
Current assets				
Inventories	86,824	102,703	62,454	
Receivables and advance payments	84,876	81,223	80,766	
Short-term investments	1,415	1,625	-	
Cash and cash equivalents	3,354	669	4,712	
	176,469	186,220	147,932	
Total assets	306,563	322,756	286,957	
EQUITY AND LIABILITIES				
Capital and reserves				
Ordinary shares	47,462	47,462	47,462	
Share premium	41,473	41,473	41,473	
Reserve for acquisition of treasury shares	30,000	30,000	10,000	
Treasury shares	(20,352)	(20,352)	(16,224)	
Other reserves	69,805	69,805	69,805	
Retained earnings	28,159	24,645	44,651	
	196,547	193,033	197,167	
Non-current liabilities				
Non-current liabilities				
Deferred income	8,552	6,703	4,253	
	8,552	6,703	8,239	
				12,492
Current liabilities				
Trade and other payables	29,603	44,303	30,312	
Deferred income	2,292	2,380		
Financial debts	69,569	76,337	46,986	
	101,464	123,020		77,298
Total equity and liabilities	306,563	322,756	286,957	

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Consolidated profit (loss) report

	Year ended 31 st March 2007	Year ended 31 st March 2006
Sales	144,044	113,602
Cost of sales	(127,190)	(101,133)
Gross profit	16,854	12,469
Selling and marketing expenses	(11,039)	(9,221)
Operating profit	5,815	3,248
Finance costs	(634)	(11)
Profit before tax	5,181	3,237
Income tax	(1,667)	(486)
Operating activity income	3,514	2,751
Minority interests		
Net profit	3,514	2,751

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Consolidated cash flow statement

	Three-month period ended on 31 st	
	2007	March 2006
Operating activities		
Profit before tax and minority interest	5,181	3,237
<i>Corrections:</i>		
- depreciation	6,424	4,968
- depreciation (negative prestige not included)	133	193
- written off long-term tangible assets	10	267
- loss in long-term tangible asset sales	9	12
- interest expenses	877	502
- interest income	(75)	(76)
- net unrealized currency exchange profit	15	(15)
- export subsidies received	(8,387)	(216)
- depreciation of long-term tangible asset support	(531)	(491)
<i>Circulating capital changes:</i>		
- inventories	15,879	8,968
- payables	(15,011)	(11,342)
- receivables and advance payments	9,201	2,633
Cash flows generated from operating activities	13,725	8,640
Interest paid	(877)	(502)
Income tax paid	(1,457)	(1,842)
Cash flows from operating activities	11,390	6,296
Investing activities		
Purchase of long-term tangible assets	(2,007)	(1,471)
Purchase of intangible assets	(26)	-
Purchase of investments	-	-
Loans granted to farmers and employees	(746)	(118)
Proceeds from long-term tangible asset sales	159	14
Repayments of loans granted to farmers and employees	607	792
Interest received	75	76
Subsidies for long-term tangible assets	-	-
Net cash flows from investing activities	(1,938)	(707)
Financing activities		
Acquisition of treasury shares	-	-
Finance lease principal payments	-	(74)
Loans granted	42,539	75,730
Loan repayments received	(49,307)	(79,717)
Dividends paid	-	-
Net cash flows from financing activities	(6,768)	(4,061)
Net increase in cash and cash equivalents	2,685	1,528
Cash and cash equivalents at the beginning of the period	669	3,184
Cash and cash equivalents at the end of the period	3,354	4,712

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Consolidated Own Capital Change Statement (thousand LTL)

	Share capital	Share premium	Reserve for acquisition of treasury shares	Treasury shares	Other reserves	Retained earnings	Total	Minority interest	Total
Net book amount at 31st December 2006	47,462	41,473	30,000	(20,352)	69,805	24,645	193,033	-	193,033
Acquisition of treasury shares	-	-	-	-	-	-	-	-	-
Dividends paid for year 2006	-	-	-	-	-	-	-	-	-
Net profit	-	-	-	-	-	3,514	3,514	-	3,514
Net book amount at 31st March 2007	47,462	41,473	10,000	(20,352)	69,805	28,159	196,547	-	196,547

AB „ROKIŠKIO SŪRIS“**CONSOLIDATED FINANCIAL ACCOUNT as at 31st March 2007**

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Commentary on the Report**1. General information**

The joint stock company “Rokiškio sūris” (henceforth – the company) is a listed joint stock company located in Rokiskis.

AB “Rokiškio sūris” shares are traded on the Official trade list of Vilnius Stock Exchange.

The Consolidated Group (henceforth – the Group) consists of the company and two of its subsidiary companies: Utenos pienas and Ukmerges pienine, and one daughter enterprise. The subsidiary companies and daughter enterprise are included into the consolidated financial reports.

The Group’s main performance is production of fermented cheese and other dairy products. On 31st March 2007, 1 778 employees were working in the Group (compared to 1 830 employees as on 31st March 2006).

2. Accounting Principles**2.1. Preparation Basis**

This consolidated financial account has been prepared according to International Financial Reporting Standards as adopted by the European Union and International Financial Reporting Standards issued by the IASB. All International Financial Reporting Standards issued by the IASB and effective at the time of preparing these consolidated financial statements have been adopted by the EU through the endorsement procedure established by the European Commission.

2.2. The Group’s report*Daughter enterprises*

Daughter enterprises are the enterprises where the Group has the right to control their finance and performance policy. Usually this kind of control is possible when the company has more than a half of shares with the right to vote. Complete consolidation of daughter enterprises begins from the day when the Group takes control over these enterprises, and, on the other hand, consolidation is stopped with the loss of such control.

To acquire daughter enterprises the Group applies the method of purchase. Acquisition at cost price is determined by adding fair transfer property value, treasury share value and liability value to direct acquisition costs on the day of purchase. In case of business mergers, identified acquired assets and liabilities, as well as undetermined liabilities, in the beginning are evaluated at fair prices on the day of purchase, regardless of any minority share size. Part of the purchase cost exceeding the fair value of the Group’s purchased daughter enterprise net assets is counted as prestige. In case

purchase costs are smaller than the fair value of the Group's purchased daughter enterprise net assets, the difference in price is directly acknowledged in the income statement.

Transactions among the Group's enterprises, residual values and retained transaction earnings between the Group's enterprises are eliminated. Unrealised loss is eliminated too; however, it is considered to be the sign of transfer asset value decrease. The accounting principles of daughter enterprises were changed where necessary in order to ensure their consistency with the accounting principles applied by the Group.

Transactions and Minority Share

The Group considers transactions with minority shareholders to be the transactions with parties not belonging to the Group. The Group receives profit or loss from minority share sale and it is accounted in the income statement.

2.3. Foreign currency exchange

Functional and presentation currency

The financial report articles of any of the Group's enterprises are expressed in the currency of the first economic environment where the company performs its activities (henceforth called - functional currency). The consolidated financial report is presented in Lithuanian litas (LTL), which is the functional and presentation currency of both the company and any of the Group enterprises.

Litas is related to euro with 3,4528 litas/ 1 euro ratio.

Transactions and residual values

Foreign currency transactions are recalculated into functional currency with the help of currency exchange rates on the day of transaction. Currency exchange profit and loss in various transaction payments, as well as in recalculation of cash assets and liability residual values, expressed in foreign currency, are accounted in the income statement.

2.4. Long-term tangible assets

The value of long-term tangible assets is valued at historical cost less accumulated depreciation.

Subsequent costs are included into the asset's carrying amount or recognized as separate assets, as appropriate, only when it is likely that in future the Group will receive economic benefits associated with the item and the cost of the item will be measured accordingly. All other repairs and maintenance expenses are charged to the income statement during the financial period in which they have been 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	25 – 55 years
Plant & machinery	5 - 15 years
Motor vehicles	3 - 5 years
Equipment and other property, plant and equipment	3 - 8 years

The asset residual values and useful lives are reviewed, and adjusted, if appropriate, at each balance sheet date.

Where the carrying amount of an asset is greater than its estimated recoverable amount, the carrying amount is immediately reduced to its recoverable amount (Note 2.6).

Interest costs of borrowings to finance long-term tangible asset constructions are capitalised till long-term tangible assets are prepared for their further use. Other borrowing costs are recognised as expenses once experienced.

Construction in progress is transferred into appropriate long-term tangible asset groups when it is completed and the assets are ready to be used as determined.

When long-term tangible assets are written off or otherwise transferred, their costs and related depreciation are no longer deducted in financial accounts. Meanwhile profit or loss, calculated as a difference between the income and the carrying amount of transferred long-term tangible assets, are reported under operating profit.

2.5. Intangible assets

The Group's software which is expected to bring the Group material benefit in future, is valued at cost price less accumulated depreciation. Depreciation is calculated using the straight-line method for the estimated useful life from 1 to 5 years.

2.6. Intangible asset value decrease

Assets with accumulated depreciation are reviewed in order to determine their lost value when certain events or circumstances testify that their carrying amount might not be recovered. The difference of the carrying amount from the recoverable amount is reported as the asset value decrease. The recoverable amount is the fair asset value less sale costs, or the working value, depending on which of them is higher. To determine the asset value decrease, assets are grouped into the smallest groups that help determine individual cash flows (units creating cash flows).

2.7. Financial assets

The Group classifies its financial assets into the following groups: 1) financial assets at fair value through profit or loss and 2) borrowings and receivables. Classification depends on financial asset destination. The managing bodies determine the classification of financial assets during their first financial statement, and later on they review it at each balance sheet date.

Financial assets are calculated at their fair value through profit or loss.

This group has two subgroups: financial assets for trade and financial assets at fair value through profit or loss once acquired. The financial assets are attributed to the latter subgroup when they are bought in order to be sold shortly after. The managing body seeks not to attribute its financial assets to the financial assets at fair value through profit or loss.

Borrowings and receivables

Borrowings and receivables are non-derivative financial assets which have fixed or determined payments and which are not quoted in the active market. They are reported as current assets when

their term is no longer than 12 months from the balance sheet preparation date; otherwise, they are reported as non-current assets. In the balance sheet borrowings and receivables are reported under trade and other receivables.

Investment purchase and sale are acknowledged on the transaction day, namely, when the Group pledges to purchase or sell any property. Financial assets at fair value through profit or loss are first acknowledged at fair value, whereas transaction costs are reported under expenses in the income statement. Investments are no longer reported after the term to receive cash flows from investing activities is ended, or investments have been transferred together with the Group's assets, together with appropriate risks and benefits. Subsequently financial assets at fair value through profit or loss are acknowledged to be at fair value. Borrowings and receivables are counted at depreciation cost using effective interest rate method.

In the income statement profit or loss arising due to the fair value change in financial assets at fair value through loss or profit, including interest and dividend profit, are reported under other income (loss) net value, when necessary.

The fair value of quoted investments is based on actual market prices.

2.8. Inventories

Inventories are reported at their cost price or at their net sale value, depending on which of the values is smaller. The cost price is calculated using the method of FIFO. The cost of ready production or production in progress consists of raw material, direct labour and other direct or indirect production expenses less borrowing costs. Net sale value is a valuated sale price under usual business conditions less production completion and sale expenses.

2.9. Sale and other receivables

In the beginning receivable sums are reported at their fair value and subsequently at their depreciated cost less value decrease sum, using the method of effective interest rate. The value decrease of receivables is determined when there is objective evidence that the Group will fail in getting back all the sums during the terms determined in advance. Value decrease sum is the difference between the carrying amount and the actual value of evaluated future cash flows, discounted using the effective interest rate method. In the income statement the value decrease sum is reported under general and administrative expenses. Bad debts are written off in the year when they are determined as impossible to settle.

2.10. Cash and cash equivalents

Cash and cash equivalents are reported at their nominal value. In the cash flow statement cash and cash equivalents mean bank and cash-register money, as well as bank overdrafts. In the balance sheet bank overdrafts are reported under financial debts as current liabilities.

2.11. Share capital

Ordinary registered shares

Ordinary registered shares are reported at their nominal value. The sum received from sold shares exceeding their nominal value is reported as share premium. Additional expenses directly attributed to new share emission are reported by subtracting them from share premium.

Treasury shares

When the company or its daughter enterprises acquire the company shares, the sum paid for them, including all additional expenses, is subtracted from shareholder property as treasury shares until they are not sold, newly launched for sales or cancelled. When treasury shares are sold, launched for sales or cancelled no profit or loss are reported in the income statement. When such shares are subsequently sold or launched for sales again, the means received are reported as shareholders' own capital change in the consolidated balance sheet.

2.12. Reserves

Other reserves

Other reserves are formed following the general annual shareholder meeting decision concerning division of retained earnings. These reserves maybe used only for those objectives which are determined by the general annual shareholder meeting.

The reserve determined by law is reported under other reserves. Following the law regulations of the Republic of Lithuania, the latter reserve is obligatory. Annual transfer to the reserve determined by law makes 5 per cent of the net result. The reserve is obligatory until it reaches 10 per cent of the share capital. The reserve determined by law cannot be attributed to dividend payment, however, it maybe used to cover future losses.

Reserve for acquisition of treasury shares

This reserve is reported until the Group performs treasury share acquisition/sale. Following the law regulations of the Republic of Lithuania, the reserve is obligatory and it cannot be lower than the total purchase amount of the acquired treasury shares.

2.13. Liabilities

In the beginning liabilities are reported at their fair value without transaction costs. Subsequently the loans granted are reported at their depreciated cost, whereas the difference amount between the proceeds received (less transaction costs) and the loan repayments is reported in the income statement during the entire loan period using the method of effective interest rate.

2.14. Put off income tax

Income is taxed 15 per cent (in year 2006 - 15 per cent) of income tax rate according to the laws on taxes of the Republic of Lithuania.

Following the newly accepted provisional Social Tax Law of the Republic of Lithuania, social taxes applied for taxable income for years 2006 and 2007 make 4 and 3 per cent accordingly.

Put off income tax is counted using the method of liabilities for temporary differences, resulting between the assets and the taxable liability basis, as well as its balance sheet value in the consolidated financial account. It is not acknowledged in case it is accumulated due to the primary asset or liability acknowledgement in other than business merger types of transactions, where put off income tax has no influence both on the carrying and on the taxable profit or loss. Put off income tax is calculated using the tax rates (and laws) confirmed on the balance sheet preparation

day. The latter tax rates are applied on the day when income tax assets are sold or tax liabilities are implemented.

Put off income tax assets are acknowledged in those amounts that are expected to be received in terms of taxable profit, sufficient to cover temporary differences.

Put off income tax is calculated for temporary differences due to investments made into daughter enterprises, except when the Group controls the temporary difference cover period and temporary differences are not likely to be covered shortly.

2.15. Leasing and leased assets, where the Group is a lessee

Leasing

The use of long-term tangible assets, where the Group basically accepts all risks and benefits in relation to proprietary rights, is called leasing. In the beginning leasing is capitalised into the smaller of the two amounts, namely, either the fair value of leased long-term tangible assets or the current value of evaluated minimal lease payments. The lease payment is divided into liabilities and financing costs in order to form a constant interest rate for the remaining lease liability balance. Accordingly, lease payments less future financing costs are reported under long-term payables, except when payments are to be performed in 12 months; this way they are reported under current liabilities. Long-term tangible assets acquired in terms of leasing are depreciated during their functional working period or during the leasing period, depending on which of the two is shorter.

Leasing

Leased assets where a lessee preserves a significant part of risk and leased asset benefit, are called leasing. In the income statement lease payments (less any of the lessee's received allowances) are acknowledged as expenses in proportion to the entire leasing period.

2.16. Payments to employees

Social insurance payments

For its employees the Group pays social income payments to the State Social Insurance Fund (henceforth – the fund), following a determined payment plan and in accordance to local legal act requirements. The determined payment plan is a plan, according to which the Group makes constant payments to the fund. In case the fund does not have enough property to provide all employees with payment related to their service in the actual or passed period, the Group has no more legal or constructive obligation to continue constant payments. Social insurance payments are considered to be expenses, following accumulation principle. They are reported under salary expenses.

Leave payouts

Leave payouts are paid to employees when they terminate their work relations with the employer before the usual pension leave or when an employee voluntarily takes a decision to leave work in exchange to such payments. The Group agrees to pay leave payouts when it is clearly obliged to terminate its work relations with actual employees, following detailed work relation termination conditions and without any possibility of refuse, or it is obliged to pay them in exchange for a

voluntary leave from work. In case leave payouts are paid later than in 12 month period from the balance sheet date, they have to be discounted up to their current value.

Bonuses

The Group acknowledges bonuses as liability and expense when it is obliged by a contract or a constructive obligation following long term experience.

2.17. Income acknowledgement

Income from sale consists of the fair value of proceeds received or receivable for the goods sold and services provided during the Group's operating activities. It is received by subtracting the added value tax, returned goods and price allowances, and by removing the sales inside the Group. The income from production sale is counted only after the purchaser overtakes all the significant risks and benefits related to proprietary rights.

Interest income is acknowledged in proportion using the method of effective interest rate. When the amount of receivable sum is reduced the Group reduces its carrying amount accordingly up to the recoverable amount, consisting of evaluated future cash flows, discounted following the primary interest rate, and subsequently it counts the discount as the interest income. For decreased value loans the income interests are counted using effective primary interest rate.

2.18. Dividends paid

In the Group's financial report payment of dividends to the company's shareholders becomes obligatory only after it is confirmed by the company's shareholders.

2.19. Income per share

The general income per share is counted by dividing the shareholders' net profit by the weighted average of ordinary registered shares launched. The ordinary registered shares bought by the Group are not included since they are valued as treasury shares.

2.20. Information on segments

The Group's only business segment is production of cheese and dairy products; therefore, information on the main segment is not provided. In geographic segments goods or services are provided in special economic environment, where risk and profit differ from other component parts acting in another economic environment.

2.21. Government grants and subsidies

Governmental subsidies are counted at their fair value when there is enough evidence confirming that subsidies are to be received and the Group is in conformity with the conditions raised.

Export subsidies, paid by the Government for every ton of goods in conformity with requirements, are registered under income from sales.

In the balance sheet the government subsidies granted to finance the purchase of long-term tangible assets are reported under long-term future income. They are acknowledged as income using the straight-line method during the relative long-term tangible asset functional working period.

2.22. Putting off

Putting offs to cover restructure expenses and law suits are acknowledged when: 1) the Group has actual legal or constructive obligations related to past events, 2) it is more likely than unlikely that resources will be necessary to implement the obligation; 3) the amount of obligations maybe credibly evaluated. Putting offs are not acknowledged for future operating activity losses.

Putting offs are evaluated as the actual value of expected obligatory expenses, applying the pre-tax tariff which reflects actual market considerations concerning cash time value and appropriate obligation risks. Putting off increase due to period changes is acknowledged as interest costs.

3. Financial risk management

Financial risk factors

The Group's activities are exposed to a variety of financial risks, including the effects of changes in debt and equity market prices, foreign currency exchange rates and interest rates. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group.

Market risk: foreign exchange risk

The Group operates internationally, however, its exposure to foreign exchange risk is set at minimum level, since its sales outside Lithuania are performed in euro. The exchange rate of the euro and the litas is fixed by the Lithuanian National Bank.

Credit risk

The Group has no significant concentrations of credit risk. The Group has policies in place to ensure that sales of products are made to customers with an appropriate credit history.

Liquidity risk

Prudent liquidity risk management allows to maintain sufficient cash and availability of funding under committed credit facilities.

Interest rate risk

The Group has no significant interest-bearing assets. The Group's policy is to maintain a diversified debt portfolio. The Group's income and cash flow from the main activities are not dependent on changes of market interest rate. The split between fixed and floating interest rate depends on the actual situation in the market.

Fair value determination

The nominal value of receivables less the value decrease together with the nominal value of payables correspond to their fair values. To make financial statement objectives more clear, the fair value of financial obligations is determined by discounting future contractual cash flows using actual market interest rate, applied by the Group for similar financial means.

4. Significant accounting evaluations and decisions

Evaluation of the functional working periods of long-term tangible assets

The Group has old buildings and equipment whose functional working periods have been evaluated according to planned product life cycles. However, economic functional working periods may differ from actual evaluations due to technical innovations or competitor actions.

5. Information on segments

Primary segment – business segments

The Group's main business segment is production of cheese and dairy products.

Secondary segment – geographic segments

All the Group's assets are in Lithuania. Analysis of the Group's income from sales according to markets is as follows:

Sales

	2007 03 31	2006 03 31
Lithuania	61,903	56,378
European Union countries	53,684	32,944
Commonwealth of Independent States	26,229	22,957
Other (including the United States and Japan)	2,228	1,323
	144,044	113,602

Income from sales attributed to geographic segments according to the customer's location.

Income analysis according to groups:

	2007 03 31	2006 03 31
Product Sales	139,995	108,788
Export subsidies	3,674	4,449
Provided services	375	365
	144,044	113,602

Following the European Commission's Regulation "Concerning covering export costs of milk and dairy products", starting from 1st May 2004 the company has the right to receive subsidies for the cheese exported to the countries determined by the latter Regulation. Export subsidies are paid for every ton of exported production which is in conformity with the Regulation requirements. Payable export subsidies are reported under trade and other payables.

6. Long-term tangible assets

In the income statement the depreciation charge of long-term tangible assets is reported in the following entries: selling and marketing expenses, general and administrative expenses and cost of sales, as well as in production in progress and ready production entries.

Software and intangible asset depreciation charge are accounted in the entry of general and administrative expenses.

7. Other receivables

	2007 03 31	2006 03 31
Long-term loans granted to farmers	10,699	11,350
Long-term loans granted to employees	547	1,041
Other	25	15
	11,271	12,405

The repayment terms of loans granted to farmers vary from 1 to 15 years, whereas the annual interest rate varies from 1 to 10 per cent. The weighted interest rate is 8,35 per cent.

The repayment terms of loans granted to employees vary from 5 to 25 years, whereas the interest rate for them is not calculated. The weighted interest rate is 10,32 per cent.

The company's managing bodies believe that the balance sheet values of long-term receivables are their fair values.

Inventories

	2007 03 31	2006 03 31
Raw material	9,650	9,488
Production in progress	10,900	6,788
Ready production	66,274	46,178
	86,824	62,454

9. Selling and Other Receivables

	2007 03 31	2006 03 31
Selling receivables	58,743	49,354
Receivable export subsidies (Note 5)	7,431	11,642
Other receivables	14,535	15,436
Advance payments and future period expenses	4,167	4,334
	84,876	80,766

10. Cash and cash equivalents

	2007 03 31	2006 03 31
Bank and cash-register money	2,797	4,712
Current deposits	557	
	3,354	4,712

11. Share capital

On 31st December 2006, the share capital consisted of 4 746 270 (four million seven hundred forty six thousand two hundred seventy) ordinary registered shares. Nominal value of shares was 10 (ten) litas per share. During the first quarter of 2007 the share capital did not undergo any changes.

12. Significant developments in the Issuer's performance

Upon implementation of fresh dairy business separation from cheese business, the 2nd January Board of AB „Rokiškio sūris“ pursuing the decision of the 28th April 2006 General Shareholders' meeting resolved to transfer non-current assets amounting to LTL 26 848 700 (EUR 7 775 921) to the closed joint stock company „Rokiškio pienas“, whose founder and 100 per cent share owner is AB „Rokiškio sūris“.

The assets were evaluated by the independent asset evaluators following legal acts regulating asset evaluation.

The transferred assets consists of production facilities of subsidiaries Utenos pienas and Ukmergės pieninė, which will be needed for the development of fresh dairy production.

On 2nd January 2007, AB „Rokiškio sūris“, as a sole shareholder of UAB „Rokiškio pienas“, decided to increase the authorized capital of UAB „Rokiškio pienas“ from LTL 10 000 (ten thousand) (EUR 2 896,20) to LTL 26 858 700 (twenty six million eight hundred fifty eight thousand seven hundred) (EUR 7 778 817,19) with the shareholder's additional contribution in the way of issuing 2 684 870 ordinary registered shares par value of LTL 10. AB „Rokiškio sūris“ will hold 100 per cent of shares and votes of UAB „Rokiškio pienas“.

On 27th April 2007, it was held the General Shareholders' Meeting.

Resolutions accepted by the General meeting of Shareholders held on 27th April 2007:

1. The Annual report of the Company for the year 2006 approved.
2. The Auditor report approved.
3. The financial accounting for the year 2006 approved.
4. The Profit distribution for the year 2006 approved:

1) Non-distributable profit (loss) at beginning of year	LTL 41 900 thousand	EUR 12 135 thousand
2) Approved by shareholders dividends for the year 2005	LTL (10 276) thousand	EUR 2 976 thousand
3) Transferred to reserves for treasury share acquisition	LTL (20 000) thousand	EUR 5 792 thousand

4) Non-distributable profit (loss) at beginning of year after dividend payout and transfer to reserves	LTL 11 624 thousand	EUR 3 367 thousand
5) Net profit (loss) of fiscal year	LTL 13 021 thousand	EUR 3 771 thousand
6) Transfers from distributable reserves	LTL 65 091 thousand	EUR 18 852 thousand
7) Distributable profit (loss)	LTL 89 736 thousand	EUR 25 989 thousand
8) Profit share for mandatory reserve	LTL 651 thousand	EUR 189 thousand
9) Profit share for acquisition of treasury shares		-
10) Profit share for other reserves		-
11) Profit share for dividend payout	LTL 10 081 thousand	EUR 2 920 thousand
12) Profit share fro annual payments (tantiemes) to the Board of Directors, employee bonuses and other	LTL 2 600 thousand	EUR 753 thousand
13) Non-distributable profit (loss) at end of year	LTL 76 404 thousand	EUR 22 128 thousand

As for dividends it is distributed LTL 2.36 (0.684 EURO) per ordinary registered share LTL 10 per value of JSC Rokiskio suris. In total it is allocated LTL 10.081.101,08 (EUR 2.919.688,68) to dividend payment.

5. UAB “PriceWaterhouseCoopers” appointed as an Auditor of JSC Rokiskio suris. The Board of Directors shall establish the fee for the auditor’s work. The Company’s Chief Executive Officer shall sign a contract with the auditor.

6. Point 6.5 of the Articles of Association of AB “Rokiškio sūris“ shall be read as follows:

„6.5. Competence of the Board of Directors does not differ from the Board competence as described by the Law on Joint Stock Companies “.

Point 6.8 of the Articles of Association of AB “Rokiškio sūris“ shall be read as follows:

„6.8. The Board of Directors may accept resolutions and its meeting is considered to be in force when over 2/3 of the members present at the meeting. Decision of the Board is considered to be accepted when voices “for” exceed voices “against”.

Point 7.4 of the Articles of Association of AB “Rokiškio sūris“ shall be read as follows:

„7.4. Competence of the Chief Executive Officer does not differ from the Director’s competence as described by the Law on Joint Stock Companies“

Point 7.5 of the Articles of Association of AB “Rokiškio sūris“ has lost its effect.

Point 10.1 of the Articles of Association of AB “Rokiškio sūris“ shall be read as follows:

„10.1. The Company’s information regulated by Article 28 of the Law on Securities is announced publicly as requested and also it is circulated via Central data base of regulated information. A notification convening General shareholders’ meeting is announced in daily newspaper „Lietuvos rytas“ and regional paper „Gimtas Rokiškis“. Other announcements for shareholders, creditors etc may be circulated via daily “Lietuvos rytas” as well, given personally under signature or sent by the registered mail as requested by the Lithuanian legacy.“

The CEO Antanas Trumpa is authorized to sign the amendments to the Articles of Association and to present them for registration by Register of Juridical persons.

7. Election of the Board member:

Chairman of Kubiliu agricultural company Alvydas Miliunas is elected a Board member of AB “Rokiskio sūris”.

12. Information on the audit

First quarter 2007 audit of AB "Rokiškio sūris" has not been performed.

The consolidated financial reports of the company as at 31st December 2006 were audited.

The audit according to the International Accounting Standards will be made for the full year 2007.