

AB SNAIGĖ
Report for the Quarter I of 2006

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I. GENERAL PROVISIONS

1. Accounting period of the report

The report has been issued as of the first quarter of 2006.

2. The basic data about the issuer

The name of the company – *SNAIGĖ* PLC (hereinafter referred to as the Company)

Authorised capital - 23,070,405 LTL

Address - Pramonės str. 6, LT-62001 Alytus

Phone - (8-315) 56 206

Fax - (8-315) 56 207; (8-315) 56 242

E-mail – snaige@snaige.lt

Internet address - <http://www.snaige.lt>

Legal organisation status – legal entity, public limited company

Registered as an enterprise on December 1, 1992 in the Municipality Administration of Alytus; registration number AB 92-119; enterprise register code 249664610. The latest Statute of AB “Snaigė” was registered on June 30, 2004 in Alytus Department of Register of Legal Entities of the Republic of Lithuania.

3. Information with regard to the location and time provided for introduction of the report and the accompanying documents; name of the mass media

The report and its accompanying documents are available in the Budget Department of AB “Snaigė” (room 411) at Pramonės str. 6, Alytus on work days from 8.00 to 16.30, as well as in Financial Broker Firm UAB “Baltijos vertybiniai popieriai” at Gedimino ave. 60, Vilnius on work days from 9.00 to 17.00.

The mass media unit – daily paper “Lietuvos Rytas”.

4. Persons responsible for the information provided in the report

4.1. The issuer’s employees, administrative manager and the members of the management bodies are responsible for the report:

The Managing Director of AB “Snaigė” Mindaugas Šeštokas, phone (315) 56 206.

The Finance Manager of AB “Snaigė” Arūnas Lingė, phone (315) 56 206.

4.2. The present report was issued by the Financial Broker Firm UAB “Baltijos vertybiniai popieriai”. The address of the enterprise: Gedimino ave. 60, LT-2600 Vilnius, phone (5) 2313833, fax (5) 2313840. The responsible person – financial analyst Karolis Rūkas, phone (5) 2313833.

5. Confirmation of the members of Issuer's governing bodies, employees, the head of administration and the Issuer's consultants that the information contained in the report corresponds with the reality and it comprises no concealed facts that could have an impact on investors' decisions to buy or sell the Issuer's securities, the market price or valuation of these securities.

AB "Snaigė" managing director **Mindaugas Šeštokas**

AB "Snaigė" finance director **Arūnas Lingė**

UAB FMĮ "Baltijos vertybiniai popieriai" financial analyst **Karolis Rūkas**

Date of preparation of report: 28 April 2006

Place of preparation: UAB FMĮ "Baltijos vertybiniai popieriai" (Gedimino ave. 60, Vilnius).

II. INFORMATION ABOUT THE MAJOR SHAREHOLDERS AND MEMBERS OF THE MANAGEMENT BODIES

6. Shareholders

The total number of the shareholders on March 31, 2006 was 1,169.

The major shareholders who own or control more than 5 percent of the issuer's authorized capital are listed below:

Names (company names, addresses, enterprise register codes) of the shareholders	Amount of the ordinary registered shares available, in pcs.		Share of the authorized capital and votes available, in percentage				
	Total	incl. the ones owned by the shareholder	Total		incl. the ordinary registered shares owned by the shareholder		Total incl. the share of the entities group operating jointly, in percentage
			share of the votes	share of the capital	share of the appointed votes	share of the capital	
Hansabank – Customer VP, Liivalaia 8, Tallinn 15040 Estonia, Enterprise reg.no. 10060701	11 478 025	11 478 025	49,75	49,75	49,75	49,75	-
UAB “Survesta” – Kalinausko str. 2B, Vilnius Enterprise reg.no. 126408152	4 872 000	4 872 000	21,12	24,61	21,12	21,12	-
Skandinaviska Enskilda – Customers VP, Sergels Torg 2, 10640 Stockholm, Sweden, Enterprise reg.no. 50203290810	1 941 568	1 941 568	8,42	8,42	8,42	8,42	-

7. Members of the Management Bodies

7.1 Position, names and data with regard to the share of the issuer's authorized capital available

Name	Position	Amount of shares available, in pcs.	Share of the capital available, in percentage	Share of votes, percentage
BOARD OF OBSERVERS:				
Domininkas Kašys	Chairman of the Board of Observers of AB “Snaigė”	-	-	-

Saulius Butkus	Member of the Board of Observers of AB "SNAIGE"	-	-	-
Jamie Richard	Member of the Board of Observers of AB "SNAIGE"	-	-	-
Algis Pakalnis	Member of the Board of Observers of AB "SNAIGE"	-	-	-
Martynas Česnavičius	Member of the Board of Observers of AB "SNAIGE"	15	-	-
BOARD				
Giedrius Barysas	Chairman of the Board of AB "Snaigė"	-	-	-
Albinas Valašinas	Member of the Board of AB "Snaigė", Technical Manager	145 149	0,63	0,63
Titas Sereika	Member of the Board of AB "SNAIGE"	-	-	-
Nerijus Dagilis	Member of the Board of AB "SNAIGE"	-	-	-
Mindaugas Šeštokas	Member of the Board of AB "SNAIGE", Managing Director	-	-	-
ADMINISTRATION (Administrative Manager, Chief Accountant)				
Mindaugas Šeštokas	Managing Director of AB "SNAIGE"	-	-	-
Arūnas Lingė	Finance Director of AB "SNAIGE"	-	-	-

7.2. Information with regard participation in the activities of other companies and organisations (name of enterprise, institution or organisation, position); the share of the capital and votes above 5 percent, in percentage

Name	Name of organisation, position	Share of the capital and votes available in other companies, in percentage
Giedrius Barysas	Member of the Board of UAB "Hermis Capital"	12,98
	UAB "Gulbinų turizmas"	16,67
	UAB "Gintarinis amžius"	50,00
	UAB "Somera"	90,00
Domininkas Kašys	Director of UAB "Vespera"	0,75
	Member of the Board of UAB "Hermis Capital"	11,11
	Director of UAB "Gulbinų turizmas"	17,52
Nerijus Dagilis	Chairman of the Board of UAB "Hermis Capital"	-
	Member of the Board of AB "Kelmės pieninė"	-
	Member of the Board of KITRON ASA	-

	UAB „Ežerų pasaulis“	25,00
	UAB „Baltijos polistirenas“	40,00
	Director of UAB „Survesta“	-
	Director of UAB „Hermis fondų valdymas“	-
	UAB „Gulbinų turizmas“	11,11
Titas Sereika	UAB „Ežerų pasaulis“	25,00
	Member of the Board of UAB „Hermis Capital“	18,54
	Director of UAB „Vinvesta“	-
	Director of UAB „Timidus“	-
	Member of the Board of KITRON ASA	-
	Member of the Board of UAB „Baltijos vertybiniai popieriai“	-
	Member of the Board of UAB „BVP investicijų valdymas“	-
	Chairman of the Board of UAB „Žemės vystymo fondas“	25
	UAB „Žemės vystymo fondas 11“	25,67
	UAB „Žemės vystymo fondas 12“	13,58
	UAB „Agrovaldymo grupė“	9,98
	UAB „Gulbinų turizmas“	11,11
Jamie Richard	-	-
Algis Pakalnis	Finance Director of UAB „Sanitex“	-
Saulius Butkus	Member of the Board of Observers of UAB „Sanitex“	13,80
	Member of the Board of UAB „Hermis Capital“	-
Martynas Česnavičius	Member of the Board of UAB LNK (Free and Independent Channel)	-
	Chairman of the Board of UAB 1L Ekspresas	45,00
	Member of the Board of AB „Vilniaus Vingis“ (until March of 2005)	-
	Member of the Board of AB „Utenos Trikotažas“	-
	Member of the Board of AB „Malsena“	-
	Member of the Board of UAB „Litagros Chemija“	-
	Member of the Board of AB „Sidabra“	-
	Member of the Board of AB „Atradimų studija“	-
Member of the Board of AB "Kauno pieno centras"	-	
Mindaugas Šeštokas	-	-
Arūnas Lingė	-	-
Albinas Jonas Valašinas	-	-

III. FINANCIAL STATUS

AB “Snaigė” is a parent company situated in Lithuania with subsidiaries in Russia and Ukraine. The financial statements of the subsidiary companies are integrated into the consolidated financial statements. The financial statements have been composed in accordance with the Business Accounting Standards (BAS) of Lithuania and the International Accounting Standards (IAS).

The financial statement of AB “Snaigė” has been prepared according to the BAS since 2004, whereas the annual financial statement has been prepared according to the IAS since 2002. The accounting principles are the same in spite of the method used (BAS or IAS).

Previous statements have been prepared based on the general accounting principles. The major differences between the general accounting principles and the IAS are as follows:

Pursuant to the general accounting principles the costs of equity issue were registered as formation cost and charged off, whereas pursuant to the IAS the share premium was reduced by the said amount.

Another difference: pursuant to the IAS the obligation of deferred profit tax was calculated, whereas pursuant to the general accounting principles this was not done.

8. Accounting Balance Sheet (in LTL)

Ref. No.	ASSETS	2006 03 31	2005 12 31	2005 03 31
A.	Non-current assets	109,716,778	113,758,599	111,896,187
I.	INTANGIBLE ASSETS	5,037,862	7,369,338	6,597,924
II.	TANGIBLE ASSETS	104,677,916	105,471,719	105,297,263
II.1.	Land			
II.2.	Buildings	41,038,124	41,363,950	38,536,647
II.3.	Other non-current tangible assets	61,322,437	63,429,341	63,205,821
II.4.	Construction in progress and advance payments	2,317,355	678,428	3,554,795
III.	NON-CURRENT FINANCIAL ASSETS	1,000		1,000
IV.	DEFERRED TAXES ASSETS		917,542	
B.	Current assets	145,346,787	132,525,873	146,257,753
I.	INVENTORY AND CONTRACTS IN PROGRESS	81,738,605	60,760,584	75,471,550
I.1.	Inventory	81,727,203	60,760,584	73,467,951
I.2.	Advance payments	11,402		2,003,599
I.3.	Contracts in progress			
II.	ACCOUNTS RECEIVABLE WITHIN ONE YEAR	60,605,390	66,579,507	66,017,941
III.	OTHER CURRENT ASSETS			
IV.	CASH AT BANK AND ON HAND	3,002,792	5,185,782	4,768,262
C.	Accrued income and prepaid expenses			
	TOTAL ASSETS	255,063,565	246,284,472	258,153,940

Ref. No.	SHAREHOLDERS' EQUITY AND LIABILITIES	2006 03 31	2005 12 31	2005 03 31
A.	Capital and reserves	102,460,819	103,274,266	95,955,821
I.	SHARE CAPITAL	26,714,155	26,714,155	26,714,155
I.1.	Authorized (subscribed) share capital	23,070,405	23,070,405	23,070,405
I.2.	Uncalled share capital (-)			
I.3.	Share premium (surplus of nominal value)	3,643,750	3,643,750	3,643,750
	Own shares (-)			
III.	REVALUATION RESERVE	-1,276,889	-1,288,563	11,461
IV.	RESERVES	28,945,118	28,925,913	28,925,913
V.	PROFIT (LOSS) BROUGHT FORWARD	48,078,435	48,922,761	40,304,292
B.	Minority interest	165,462	23,994	180,466
C.	Financing (grants and subsidies)	4,826,659	5,108,932	6,136,876
D.	Accounts payable and liabilities	147,610,625	137,877,280	155,880,777
I.	ACCOUNTS PAYABLE AFTER ONE YEAR AND NON-CURRENT LIABILITIES	75,519,795	47,918,387	78,036,434
I.1.	Financial debts	75,108,946	46,293,607	77,032,400
I.2.	Trade creditors			
I.3.	Advances received on contracts in progress			
I.4.	Provisions			
I.5.	Deferred taxes			
I.6.	Other accounts payable and non-current liabilities	410,849	1,624,780	1,004,034
II.	ACCOUNTS PAYABLE WITHIN ONE YEAR AND CURRENT LIABILITIES	72,090,830	89,958,893	77,844,343
II.1.	Current portion of non-current debts	14,643,376	24,188,308	14,010,154
II.2.	Financial debts			
II.3.	Trade creditors	39,659,282	45,983,031	43,888,285
II.4.	Advances received on contracts in progress	215,773	303,946	437,286
II.5.	Taxes, remuneration and social security payable	7,694,527	4,645,321	7,635,387
II.6.	Provisions			
II.7.	Other accounts payable and current liabilities	7,604,502	10,718,019	11,873,231
II.8.	Fair value of derivative financial instruments	2,273,370	4,120,268	
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	255,063,565	246,284,472	258,153,940

9. Profit (Loss) Report (in LTL)

Ref. No.	ITEMS	2006 03 31	2005 03 31
I.	SALES AND SERVICES	52,177,711	69,452,349
II.	COST OF GOODS SOLD AND SERVICES RENDERED	43,464,724	58,453,017
III.	GROSS PROFIT	8,712,987	10,999,332
IV.	OPERATING EXPENSES	10,102,583	10,711,257
V.	PROFIT (LOSS) FROM OPERATIONS	-1,389,596	288,075
VI.	OTHER ACTIVITY	27,097	35,549
VI.1.	Income	505,114	1,598,217
VI.2.	Expenses	478,017	1,562,668
VII.	FINANCIAL AND INVESTING ACTIVITIES	2,206,904	4,462,068
VII.1.	Income	5,960,381	14,125,084
VII.2.	Expenses	3,753,477	9,663,016
VIII.	PROFIT (LOSS) FROM ORDINARY ACTIVITIES	844,405	4,785,692
IX.	EXTRAORDINARY GAIN		
X.	EXTRAORDINARY LOSS		
XI.	CURRENT ACCOUNTING PERIOD PROFIT (LOSS) BEFORE TAXES	844,405	4,785,692
XII.	PROFIT TAX	1,536,269	1,102,821
XIII.	MINORITY INTEREST	-152,463	-180,466
XIII.	NET CURRENT ACCOUNTING PERIOD PROFIT (LOSS)	-844,327	3,502,405

Cash Flows Statement

Ref. No.		Quarter I, 2006	Quarter I, 2005
I.	Cash flows from the key operations		
I.1	Result before taxes	844,405	4,785,692
I.2	Depreciation and amortization expenses	5,130,177	5,477,149
I.3	Subsidies amortization	(314,898)	(314,898)
I.4	Result of sold non-current assets	(119)	(36,187)
I.5	Write-off of non-current assets	1,078	2,421
I.6	Write-off of inventories		
I.7	Depreciation of receivables		
I.8	Non-realized loss on currency future deals	2,273,370	
I.9	Change in provision for guarantee repair	(286,240)	568,246
I.10	Financial income	(33,767)	(31,625)
I.11	Financial expenses	693,510	728,493
	Cash flows from the key operations until decrease (increase) in working capital	8,307,516	11,179,291
II.1	Decrease (increase) in receivables and other liabilities	5,974,117	(3,282,941)
II.2	Decrease (increase) in inventories	(20,966,619)	(19,591,951)
II.3	Decrease (increase) in trade and other debts to suppliers	(6,323,749)	9,468,345
	Cash flows from the main activities	(13,008,735)	(2,227,256)
III.1	Interest received	48,355	293,688
III.2	Interest paid	(693,511)	(728,493)
III.3	Profit tax paid	(792,012)	(729,194)
	Net cash flows from the key operations	(14,445,903)	(3,391,255)

II.	Cash flows from the investing activities		
II.1	Acquisition of tangible non-current assets	(476,452)	(344,515)
II.2	Capitalization of intangible non-current assets	(286,556)	
II.3	Sales of non-current assets	75,227	46,731
	Net cash flows from the investing activities	(687,781)	(297,784)

III.	Cash flows from the financial activities		
III.1	Cash flows related to the shareholders of the company		
III.1.1	Issue of shares		
III.1.2	Shareholders' contributions for covering losses		
III.1.3	Sale of own shares		
III.1.4	Payment of dividends		
III.2	Cash flows arising from other financing sources	17,316,674	4,329,777
III.2.1	Subsidies received		
III.2.1.1	Loans received	39,371,955	27,262,317
III.2.1.2	Loans repaid	(21,960,827)	(22,829,103)
III.2.2	Finance lease received		
III.2.2.1	Payments of leasing (finance lease) liabilities	(94,454)	(103,437)
	Net cash flows from the financial activities	17,316,674	4,329,777

IV.	Cash flows from extraordinary items		
IV.1.	Increase in cash flows from extraordinary items		
IV.2.	Decrease in cash flows from extraordinary items		
V.	Net increase (decrease) in cash flows	(2,182,990)	(640,738)
VI.	Cash and cash equivalents at the beginning of period	5,185,782	5,409,000
VII.	Cash and cash equivalents at the end of period	3,002,792	4,768,262

Statement of Changes in Equity

	Paid up authorised capital	Share premium	Own shares (-)	Legal reserves		Revaluation reserve (results)	Other reserves					Retained earnings (losses)	TOTAL	Minority shareholders	TOTAL
				Compulsory	For acquiring own shares		For charity, donation	For social needs	For investments	Other reserves	Currency exchange reserve				
Balance as of December 31, 2004	23,070,405	3,643,750	0	2,337,913	10,000,000		187,000	401,000	16,000,000		-786,371	35,291,013	90,144,710		90,144,710
Acquisition of own shares													0		0
Net profit / loss of the reporting period											-502,192	13,722,364	13,220,172	1,317,602	14,537,774
Formed reserves													0		0
Dividends for 2004												-1,384,224	-1,384,224		-1,384,224
Minority profits allocated to cover previous losses absorbed by parent												1,293,608	1,293,608	-1,293,608	0
Balance as of December 31, 2005	23,070,405	3,643,750	0	2,337,913	10,000,000		187,000	401,000	16,000,000		-1,288,563	48,922,761	103,274,266	23,994	103,298,260
Net profit / loss of the reporting period 2006-03-31												-691,863	-691,863	152,463	-844,326
Dividends for 2005													0		0
Formed reserves													0		0
Transfer from reserves													0		0
Acquisition of own shares during financial year													0		0
Sale of own shares during financial year													0		0
Minority profits allocated to cover previous losses absorbed by parent												-152,463	-152,463	-10,995	-141,468
Other changes										-134,584	11,674		-134,584		-134,584
Non recognized profit (loss) in the profit/loss statement													0		0
Balance as of March 31, 2006	23,070,405	3,643,750	0	2,337,913	10,000,000		187,000	401,000	16,000,000	-134,584	-1,276,889	48,078,435	102,295,357	165,462	102,460,819

10. Explanatory Notes

The refrigerator manufacturing plant was established on the 1 April 1963. After the privatization of the Company on 1 December 1992, the joint-stock company "Snaigė" was established and in December 1993 all state-owned shares were bought out.

The Company has established 4 subsidiary enterprises abroad, as of 2006-03-31, including:

1. in Russian Federation:

- Refrigerators Production Company with 85 % of controlled portfolio amounting to 2808360 LTL, situated in Kaliningrad, at 4 Balshaja Okruzhnaja, 1-a "Techprominvest". The company was established for the activities comprising manufacture and sales of refrigerators in Russian Federation.

- Sales company with 100 % of controlled portfolio amounting to 947 LTL, situated in Moscow, at prospekt Mira 52, "Moroz Trade". The goal of this company is sales of refrigerators produced by OOO "Techprominvest" in Russian Federation.

- Sales company with 100 % of controlled portfolio amounting to 1028 LTL, situated in Moscow, at prospekt Mira 52, "Liga – Servis". The goal of this company is the expansion of sales network and to rsales of refrigerators produced by OOO "Techprominvest" in Russian Federation.

2. In Ukraine

- Sales company with 99 % of controlled portfolio amounting to 88875 LTL, situated in Kiev, at Grushevski str. 28-2a / 43 "Snaige-Ukraine". The company was acquired for increasing the sales amounts of the products of AB "Snaigė in Ukraine.

The financial data of the mentioned companies were completely integrated into the consolidated statement of AB "Snaigė" for first quarter of 2006.

The Company's bookkeeping is done in compliance with the accounting principles effective in the Republic of Lithuania. These financial statements have been prepared in accordance with the Law on Bookkeeping, Law on Financial Statements of Companies, Law on Consolidated Financial Statements of the Republic of Lithuania, as well as Business Accounting Standards (BAS) of Lithuania and the International Accounting Standards (IAS). The inventory is written off in the statement using the FIFO method. Goods and services, and amounts payable and receivable in foreign currency are booked at the official exchange rate valid on the date of transaction. Provisions are accumulated with regard to future expenses related to warranty service of refrigerators, profit tax liabilities, amounts receivable and risk inventory in stock.

The balance of cash, amounts receivable and liabilities in foreign currency available at the end of the quarter are accounted in Litas, using the official exchange rate valid at the end of the fiscal period.

Income and expenses are accounted in accordance with the principle of accumulation of the income and expenses from continuous activities.

Intangible assets include identifiable non-monetary assets without physical substance disposed by the enterprise expecting to obtain direct and indirect economic benefits from the use of such assets. At the moment of acquisition (production) intangible assets are recorded at the acquisition (production) cost. The balance sheet contains the residual value of intangible assets, which is calculated by deducting accumulated amortisation from the acquisition cost. Amortisation is calculated by applying the straight-line (linear) method. The liquidation value is not considered. The amortisation costs related to development are recorded as the operating expenses of the Company, whereas the costs related to the software are attributed to the expense centres. The Company's intangible assets amount to 4.6 percent of the total non-current assets. Expenses are accepted as non-current tangible assets if they satisfy the following criteria: the value of the assets is not less than 500 LTL; the assets are numerously incorporated into the production and service process by retaining their exterior form; depreciation of the assets lasts longer than one year; the enterprise can reasonably expect to obtain economic benefits from the assets in the future; the acquisition (production) cost of the assets can be reliably measured; the whole risk related to the tangible assets has been passed over

to the enterprise. The liquidation value of non-current assets is equal to 1 LTL. Depreciation of the non-current assets is calculated by applying the straight-line (linear) method in years.

At the moment of acquisition tangible assets are recorded at the acquisition cost. The balance sheet includes the acquisition cost of the tangible assets, less the accumulated depreciation.

The tangible assets amount to 43,0 percent of the total assets of the Company. The tangible assets compose the major part (95,4 percent) of the non-current assets.

The intangible assets amount to 57,0 percent of the total assets of the Company and have increased by 0,3 percent in comparison with the 3rd quarter of the previous year.

The major portion of the current assets includes:

1. Inventory (56,2 percent), which increased by 6 percent in comparison with the same period of the previous year.
2. Amounts receivable within one year (41,7 percent), which decreased by 3,4 percent in comparison with the same period of the previous year.
3. Cash and cash equivalents decreased to 1765470 LTL.

Upon having evaluated the risk of usage and realisation of the amounts receivable and inventory in the Company's stock, the provisions accumulated with regard to each buyer and each inventory as of 2006-03-31 included:

1. For risk inventory – 113106 LTL,
2. For amounts receivable - 2157392 LTL.

The share capital of the company amounts to 26714155 LTL (23070405 ordinary registered shares, the nominal value of a share being 1 LTL). The shares of the Company are listed on the Official list on Vilnius Stock Exchange.

The financial grants and subsidies amount to 4826659 LTL.

The amounts payable and liabilities amount to 147610625 LTL, excluding the following:

- the amounts payable after one year - 75519795 LTL,
- amounts payable within one year – 72090830 LTL.

The amounts payable within one year include the following:

- trade debts - 39659282 LTL,
- current year portion of long-term debts – 14643376 LTL,
- advance payments received - 215773 LTL,
- taxes, remuneration and social security - 7694527 LTL,
- other amounts payable and liabilities – 9877872 LTL.

As for the operating capital, Company uses loans from banks, which amount to 89752322 LTL.

The company's gross consolidated income from sales and services rendered during the three months of the current year amounted to 8712987 LTL; which is 2286345 LTL less than the profit received during the same period of the previous financial year. The sales income from the ordinary activities amounted to 52177711 LTL, whereas the expenses amounted to 43464724 LTL.

The consolidated operating expenses amount to 10102583 LTL, including:

- sales costs - 5049079 LTL;
- general and administrative expenses -5053504 LTL.

Loss from the company's ordinary activities as of 2006-03-31 amounts to 1389596 LTL and has decreased by 1677671 LTL in comparison with the same period of the previous year.

The profit from other Company's activities amounted to 27097 LTL. Other operating income amounted to 505114 LTL, whereas operating expenses amount to 478017 LTL.

The profit from the financial investment activities amounted to 2206904 LTL. The income from the financial investment activities amounted to 5960381 LTL. The expenses from the financial investment activities amounted to -3753477 LTL.

The Company has not gained any income or expenses from extraordinary activities, i.e., extraordinary profit or extraordinary loss during three months of the current year.

The Company's consolidated profit before taxes of the current year is 844405 LTL.

IV. ESSENTIAL EVENTS OF THE ISSUER'S ACTIVITIES

11. Essential events of the issuer's activities

The essential events are announced in *LCVPD*, *VVPB*, *VPK*, and in the daily newspaper "Lietuvos rytas".

January 23, 2006. During the meeting of the Company's Board of 2006-01-20 it was decided to acquire 100% of the share capital of Russian company OOO "Liga Servis".

February 28, 2006. The preliminary, not audited, consolidated results of the activities of AB "Snaigė" are as follows: sales - 376,6 mill. of LTL (109,1 mill. of EUR); profit before taxes – 19,7 mil. of LTL (5.7 mill. EUR).

March 23, 2006. Regarding the general meeting of shareholders

March 23, 2006. The Board of AB "Snaigė" decided to call the general meeting of shareholders of AB "Snaigė" (enterprise reg. No. 249664610, legal address Pramonės str. 6, Alytus) on April 27, 2006, at 14.00, in Alytus, at Pramonės str. 6, in the Company's conference room. The registration of shareholders begins at 13.30 and ends at 13.50.

The agenda of the meeting:

1. The report of the Board of AB "Snaigė" with regard to the company's activities during 2005.
2. The auditor's report with regard to the Company's financial statements as of 2005.
3. Approval of the Company's financial statements as of 2005.
4. Distribution of the profit of 2005.
5. Regarding distribution of own shares.
6. Approval of new revision of the Company's Statute.
7. Election of the Company's Board.

Only the persons who were the shareholders of the Company at the end of the meeting date (April 20, 2006) have the right to participate and vote in the general meeting of shareholders, either personally or through the authorized persons, or the persons who entered into agreement regarding transition of the voting right. In the meeting the participants shall have the personal identity document. The authorized persons shall have the Power of Attorney issued in accordance with the valid legislation.

April 19, 2006. Draft decisions of the general meeting of shareholders.

Pursuant to the resolution of the Board of the Company dated on 2006-04-19 the following draft decisions of the ordinary general meeting of shareholders of April 27, 2006 have been proposed:

The report of the Board of AB "Snaigė" with regard to the companies activities during 2005. It was proposed: To approve the report of the Board of AB "Snaigė" with regard to the Company's activities during 2005.

The auditor's report with regard to the Company's financial statements as of 2005. It was proposed: To advise the shareholders to consider the auditor's report while voting regarding the financial statement of the Company.

Approval of the Company's financial statements as of 2005. It was proposed: To approve the financial statements of the Company of 2005.

Distribution of the profit of 2005. It was proposed: To approve distribution of profit.

Profit brought forward at the beginning of the reporting fiscal year amounted to 48 537 666 LTL (14 057 480 EUR).

The net financial profit of the year amounted to 7 545 957 LTL (2 185 460 EUR).

Transfers from reserves - 26 588 000 LTL (7 700 417 EUR).

Total profit to be appropriated amounted to - 82 671 623 LTL (23 943 357 EUR).

The profit share appropriated to the reserve for acquisition of own shares is - 10 000 000 LTL (2 896 200 EUR).

The profit share appropriated to the reserve for investments - 16 338 000 LTL (4 731 812 EUR).

The profit share appropriated to the other reserves - 561,000 LTL (162,477 EUR), including: for charity and donation - 151 000 LTL (43 733 EUR), for social and cultural needs - 410 000 LTL (118 744 EUR).

The profit share appropriated for payment of dividends - 0 LTL (0 EUR).

The profit share appropriated for payment of bonuses - 0 LTL (0 EUR).

Profit brought forward at the end of the reporting fiscal year amounted to 55 772 623Lt (16 152 868 EUR).

Regarding distribution of own shares.

It was proposed: To purchase the ordinary registered shares (with the nominal value of 1 LTL each / VP ISIN code LT 0000109274), by submitting the official tender in accordance to the procedure established in the legislative enactments regulating the securities market and implementing it in Vilnius securities stock Exchange;

The purpose of acquisition of shares is to maintain and increase the price of the Company's shares;

To purchase up to 10 percent of the Company's shares in the National securities market for the price of 10 000 000 (ten million) Lit, i.e., such profit share appropriated to the reserve for acquisition of own shares.

The Company will purchase the shares up to October 27, 2007;

The maximum and minimum acquisition price of the shares: the minimum acquisition price of the shares is 12 LTL, the maximum acquisition price of the shares is 20 LTL.

The minimum sales price of own shares is 12 LTL for one share. To ensure the equal opportunities for all the shareholders willing to purchase the Company's shares. The acquired own shares of the Company will be sold in Vilnius securities stock exchange only. The particular conditions and terms of the official tender and the amounts and prices of the shares to be purchased, the sales price of the shares and sales terms shall be determined by the Board of the Company. All other issues not mentioned in the above resolutions shall be solved by the Board of the Company.

Acceptance of the new revision of the company's Statute.

It was proposed: To approve the new revision of the Statute.

To withdraw the Board of Observers by cancelling clause 6.1.2 of the Statute of the Company.

To replace clause 6.1.3 by clause 6.1.2 and to add the following remark: "6.1.2. The Board shall be composed of four members and elected for the period of four years."

To replace clause 6.1.4 by clause 6.1.3.

To withdraw clause 6.3, and to replace clause 6.4 by clause 6.3 and the following remark: "6.3. The Board of the Company shall be elected and withdrawn by the general meeting of shareholders in accordance with the procedure established in the Law on Public Companies of the Republic of Lithuania. The Board of the Company shall have the right to draw the decision with regard to issue of bonds. The competence of the Board with regard to other issues shall not be different from the one determined in the Law on public Companies of the Republic of Lithuania. The operating procedure of the Board shall be determined in the operating regulation of the Board.

To replace clause 6.5 by clause 6.4.

Election of the Board of the Company. It was proposed: To elect the Board of the Company during the meeting of shareholders.

April 19, 2006. Audited consolidated results of activities as of 2005

Turnover and other operating income amount to 372,1 mill. of LTL (107.8 mill. EUR).

Profit before taxes – 19.2 mil. of LTL (5.6 mill. EUR).

EBITDA – 41,4 mill. of LTL (12.0 mill. EUR).