

**AB LINAS AGRO GROUP
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 9 MONTH PERIOD
OF THE YEAR 2016/17
(UNAUDITED)**

PREPARED ACCORDING TO
ADDITIONAL INFORMATION PREPARING AND PRESENTATION
INSTRUCTIONS ISSUED BY THE BANK OF LITHUANIA

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 31 March 2017	As at 30 June 2016
ASSETS			
Non-current assets			
Intangible assets	5	2,016	2,057
Property, plant and equipment	6	110,859	112,246
Investment property	7	1,119	1,359
Animals and livestock		8,513	7,578
Non-current financial assets			
Other investments and prepayments for financial assets		17	17
Non-current receivables		3,545	3,987
Non-current receivables from related parties	12	–	800
Total non-current financial assets		3,562	4,804
Deferred income tax asset		1,667	2,137
Total non-current assets		127,736	130,181
Current assets			
Crops		3,098	13,813
Livestock		1,833	1,758
Inventories		114,210	71,952
Prepayments		7,429	6,616
Accounts receivable			
Trade receivables		83,472	93,420
Receivables from related parties	12	457	18
Income tax receivable		216	664
Other accounts receivable		13,269	5,144
Total accounts receivable		97,414	99,246
Other current financial assets		3,714	1,616
Cash and cash equivalents		9,930	6,901
Total current assets		237,628	201,902
Total assets		365,364	332,083

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The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	Notes	As at 31 March 2017	As at 30 June 2016
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital	1	46,093	46,093
Share premium	1	23,038	23,038
Legal reserve		3,186	2,936
Own shares		(453)	(455)
Foreign currency translation reserve		(23)	(22)
Cash flow hedge reserve		(153)	(153)
Retained earnings		89,364	88,336
Total equity attributable to equity holders of the parent		161,052	159,773
Non-controlling interest		2,200	2,214
Total equity		163,252	161,987
Liabilities			
Non-current liabilities			
Grants and subsidies		6,422	6,289
Non-current borrowings	8	22,049	16,741
Finance lease obligations		966	1,228
Non-current trade payables		1,545	1,553
Deferred income tax liability		1,322	1,139
Non-current employee benefits		353	353
Derivate financial instruments		–	120
Total non-current liabilities		32,657	27,423
Current liabilities			
Current portion of non-current borrowings	8	8,342	19,943
Current portion of finance lease obligations		489	933
Current borrowings	8, 12	106,945	58,092
Trade payables		34,375	43,239
Payables to related parties	12	20	1,514
Income tax payable		886	340
Derivative financial instruments		4	60
Other current liabilities		18,394	18,552
Total current liabilities		169,455	142,673
Total equity and liabilities		365,364	332,083

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 July to 31 March)

	Notes	2016/2017 9 month	2015/2016 9 month
Sales	4	448,332	474,324
Cost of sales		(418,303)	(445,716)
Gross profit		30,029	28,608
Operating (expenses)	9	(24,861)	(23,972)
Other income	10	1,074	1,217
Other (expenses)		(275)	(343)
Operating profit		5,967	5,510
Income from financing activities		374	481
(Expenses) from financing activities		(2,095)	(2,071)
Profit before tax		4,246	3,920
Income tax		(1,749)	(887)
Net profit		2,497	3,033
Net profit attributable to:			
Equity holders of the parent		2,481	3,048
Non-controlling interest		16	(15)
		2,497	3,033
Basic and diluted earnings per share (EUR)		0.02	0.02
Net profit		2,497	3,033
Other comprehensive income			
Other comprehensive income, to be reclassified to profit or loss in subsequent periods		-	-
Exchange differences on translation of foreign operations		(1)	-
Total other comprehensive income, to be reclassified to profit or loss in subsequent periods		(1)	-
Total comprehensive income, after tax		2,496	3,033
Total comprehensive income attributable to:			
The shareholders of the Company		2,480	3,048
Non-controlling interest		16	(15)
		2,496	3,033

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(for the period 1 January to 31 March)

	Notes	2016/2017 3 Q	2015/2016 3 Q
Sales	4	151,139	107,343
Cost of sales		(142,865)	(104,001)
Gross profit		8,274	3,342
Operating (expenses)	9	(7,135)	(7,208)
Other income	10	594	289
Other (expenses)		577	(169)
Operating profit		2,310	(3,746)
Income from financing activities		129	88
(Expenses) from financing activities		(777)	(808)
Profit before tax		1,662	(4,466)
Income tax		(874)	424
Net profit		788	(4,042)
Net profit attributable to:			
Equity holders of the parent		924	(3,953)
Non-controlling interest		(136)	(89)
		788	(4,042)
Basic and diluted earnings per share (EUR)		0.01	(0.02)
Net profit		788	(4,042)
Other comprehensive income			
Other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	–
Exchange differences on translation of foreign operations		–	–
Total other comprehensive income, to be reclassified to profit or loss in subsequent periods		–	–
Total comprehensive income, after tax		788	(4,042)
Total comprehensive income attributable to:			
The shareholders of the Company		924	(3,953)
Non-controlling interest		(136)	(89)
		788	(4,042)

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to equity holders of the parent											
	Notes	Share capital	Own shares	Share premium	Legal reserve	Reserve for own shares	Other reserves	Foreign currency translation reserve	Retained earnings	Subtotal	Non-controlling interest	Total
Balance as at 1 July 2015		46,032	(457)	23,038	2,704	1,819	–	(22)	84,197	157,311	1,826	159,137
Net profit for the year		–	–	–	–	–	–	–	3,048	3,048	(15)	3,033
Total comprehensive income		–	–	–	–	–	–	–	3,048	3,048	(15)	3,033
Transfer of own shares		–	2	–	–	–	–	–	(2)	–	–	–
Declared dividends by company		–	–	–	–	–	–	–	(1,202)	(1,202)	–	(1,202)
Share capital value adjustment due to conversion to euro	61	–	–	–	–	–	–	–	(61)	–	–	–
Reserves made		–	–	–	232	(1,819)	105	–	1,482	–	–	–
Dividends declared by the subsidiaries		–	–	–	–	–	–	–	–	–	(10)	(10)
Disposal of minority interest in subsidiaries		–	–	–	–	–	–	–	–	–	634	634
Acquisition of minority interest		–	–	–	–	–	–	–	25	25	(35)	(10)
Balance as at 31 March 2016		46,093	(455)	23,038	2,936	–	105	(22)	87,487	159,182	2,400	161,582
Balance as at 1 July 2016		46,093	(455)	23,038	2,936	–	(153)	(22)	88,336	159,773	2,214	161,987
Net profit for the year		–	–	–	–	–	–	–	2,481	2,481	16	2,497
Other comprehensive income		–	–	–	–	–	–	(1)	–	(1)	–	(1)
Total comprehensive income		–	–	–	–	–	–	(1)	2,481	2,480	16	2,496
Transfer of own shares		–	2	–	–	–	–	–	(2)	–	–	–
Declared dividends by company		–	–	–	–	–	–	–	(1,202)	(1,202)	–	(1,202)
Reserves made		–	–	–	250	–	–	–	(250)	–	–	–
Dividends declared by the subsidiaries		–	–	–	–	–	–	–	–	–	(26)	(26)
Acquisition of minority interest		–	–	–	–	–	–	–	1	1	(4)	(3)
Balance as at 31 March 2017		46,093	(453)	23,038	3,186	–	(153)	(23)	89,364	161,052	2,200	163,252

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The accompanying notes are an integral part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT

	9 month period ended	
Notes	31 March 2017	31 March 2016
Cash flows from (to) operating activities		
Net profit	2,947	3,033
Adjustments for non-cash items:		
Depreciation and amortisation	7,019	7,701
Subsidies amortisation	(526)	(661)
(Gain) on disposal of property, plant and equipment	(218)	(224)
Change in allowance and write-offs for receivables and prepayments	33	(273)
Inventories write down to net realisable value	(482)	14
Change in accrued expenses	(2,873)	(1)
Change in fair value of biological assets	(592)	1,037
Change in deferred income tax	376	(459)
Current income tax expenses	958	1,347
Liabilities write off	–	(4)
Expenses (income) from change in fair value of financial instruments	2,693	(432)
Interest (income)	(374)	(481)
Interest expenses	2,094	2,071
	11,055	12,668
Changes in working capital:		
Decrease in biological assets	10,268	12,407
(Increase) in inventories	(41,817)	(42,929)
Decrease (increase) in prepayments	(814)	1,173
Decrease in trade and other accounts receivable	948	15,697
(Increase) in restricted cash	(177)	(567)
Increase in trade and other accounts payable	(25,079)	(12,040)
Income tax (paid)	(681)	(609)
Net cash flows from (to) operating activities	(46,297)	(14,200)

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The accompanying notes are an integral part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT (CONT'D)

	9 month period ended	
Notes	31 March 2017	31 March 2016
Cash flows from (to) investing activities		
(Acquisition) of intangible assets, property, plant and equipment and investment property	(8,929)	(14,597)
Proceeds from sale of intangible assets, property, plant and equipment and investment property	914	737
Loans (granted)	(94)	(1,003)
Repayment of granted loans	1,117	2,948
Interest received	85	185
Net cash flows from (to) investing activities	(6,907)	(11,730)
Cash flows from (to) financing activities		
Proceeds from loans	87,743	102,992
(Repayment) of loans	(27,763)	(66,364)
Finance lease (payments)	(734)	(654)
Interest (paid)	(1,782)	(1,733)
Dividends (paid) to non-controlling shareholders	(26)	(10)
Dividends (paid)	(1,202)	(1,202)
Acquisition of non-controlling interest	(3)	(10)
Net cash flows from (to) financing activities	56,233	33,019
Net (decrease) increase in cash and cash equivalents	3,029	7,089
Cash and cash equivalents at the beginning of the year	6,901	6,680
Cash and cash equivalents at the end of the year	9,930	13,769
Supplemental information of cash flows:		
Non-cash investing activity:		
Property, plant and equipment acquisitions financed by grants and subsidies	526	431
Property, plant and equipment acquisitions financed by finance lease	103	664

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

AB Linas Agro Group (hereinafter the Company or the parent) is a public limited liability company registered in the Republic of Lithuania. The Company was registered on 27 November 1995.

The address of its registered office is as follows: Smėlynės Str. 2C, LT-35143 Panevėžys, Lithuania.

The principal activities of the Group are described in Note 4.

The financial year of the Group starts on 1 July of the calendar year and ends on 30 June of the following calendar year.

As at 31 March 2017 and as at 30 June 2016 the shareholders of the Company were:

	As at 31 March 2017		As at 30 June 2016	
	Number of shares held	Percentage	Number of shares held	Percentage
Akola ApS (Denmark)	103,905,646	65.37 %	100,269,646	63.08 %
Darius Zubas	17,049,995	10.73 %	17,049,995	10.73 %
Swedbank AS (Estonia) clients	6,839,574	4.30 %	10,367,627	6.52 %
Vytautas Šidlauskas	6,003,521	3.78 %	6,003,521	3.78 %
Other shareholders (private and institutional investors)	25,141,662	15.82 %	25,249,609	15.89 %
Total	158,940,398	100.00 %	158,940,398	100.00 %

All the shares of the Company are ordinary shares with the par value of EUR 0.29 each as at 31 March 2017 (EUR 0.29 each as at 30 June 2016) and were fully paid as at 31 March 2017 and as at 30 June 2016.

The Company holds 782,972 of its own shares, percentage 0.50%, as at 31 March 2017 (785,972 as at 30 June 2016). Subsidiaries and other related companies did not hold any shares of the Company as at 31 March 2016 and as at 30 June 2016.

All of the Company's 158,940,398 ordinary shares are included in the Official list of NASDAQ OMX Vilnius stock exchange (ISIN code LT0000128092). The Company's trading ticker in NASDAQ OMX Vilnius stock exchange is LNA1L.

As at 31 March 2017 the number of employees of the Group was 2,195 (2,334 as at 30 June 2016).

No changes in share capital occurred during the years ending 31 March 2017 and 30 June 2016.

2. ACCOUNTING PRINCIPLES

These financial statements were prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (hereinafter the EU), which include IAS 34. In all material respects, the same accounting principles have been followed as in the preparation of financial statements for 2015/2016 financial year.

3. GROUP STRUCTURE AND CHANGES IN THE GROUP

As at 31 March 2017 and as at 30 June 2016 the Company held these directly and indirectly controlled subsidiaries (hereinafter the Group):

	Place of registration	Effective share of the stock held by the Group		Main activities
		31 March 2017	30 June 2016	
Investments into directly controlled subsidiaries				
AB Linas Agro	Lithuania	100%	100%	Wholesale trade of grains and oilseeds, feedstuffs and agricultural inputs
UAB Linas Agro Konsultacijos	Lithuania	100%	100%	Management of the subsidiaries engaged in agriculture
UAB Dotnuva Baltic	Lithuania	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
UAB Jungtinė Ekspedicija	Lithuania	100%	100%	Expedition and ship's agency services
ŽŪB Landvesta 1	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 2	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 5*	Lithuania	100 %	100%	Rent and management of agricultural purposes land
Noreikiškių ŽŪB	Lithuania	100%	100%	Rent and management of agricultural purposes land
UAB Lineliai	Lithuania	100%	100%	Rent and management of agricultural purposes land
AS Putnu fabrika Kekava	Latvia	93.83%	93.81%	Broiler breeding, slaughtering and sale of products
SIA PFK Trader	Latvia	93.83%	93.81%	Retail trade of food production
SIA Lielzeltini	Latvia	100%	100%	Broiler breeding, slaughtering and sale of products, feedstuffs
SIA Cerova	Latvia	100%	100%	Egg incubation and chicken sale
SIA Broileks	Latvia	100%	100%	Chicken breeding and sale
SIA Erfolg Group	Latvia	93.83%	93.81%	Not operating company
Investments into indirectly controlled subsidiaries (through AB Linas Agro)				
SIA Linas Agro	Latvia	100%	100%	Wholesale trade of grains and oilseeds, agricultural inputs
UAB Gerera	Lithuania	100%	100%	Not operating company
UAB Linas Agro Grūdų Centras	Lithuania	100%	100%	Management services
UAB Linas Agro Grūdų Centras KŪB	Lithuania	100%	100%	Preparation and warehousing of grains for trade
Linās Agro A/S	Denmark	100%	100%	Wholesale trade of grains and oilseeds, feedstuffs
ŽŪB Landvesta 3*	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 4*	Lithuania	100%	100%	Rent and management of agricultural purposes land
ŽŪB Landvesta 6*	Lithuania	100%	100%	Rent and management of agricultural purposes land

3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

	Place of registration	Effective share of the stock held by the Group		Main activities
		31 March 2017	30 June 2016	
Investments into indirectly controlled subsidiaries (through UAB Linas Agro Konsultacijos)				
ŽŪK KUPIŠKIO GRŪDAI	Lithuania	98.49%	98.49%	Preparation and warehousing of grains for trade
Biržai district Medeikių ŽŪB	Lithuania	98.34%	98.34%	Growing and sale of crops
Šakiai district Lukšių ŽŪB	Lithuania	98.80%	98.80%	Mixed agricultural activities
Panevėžys district Aukštadvario ŽŪB	Lithuania	97.65%	97.65%	Mixed agricultural activities
Sidabravo ŽŪB	Lithuania	95.21%	95.21%	Mixed agricultural activities
Kėdainiai district Labūnavos ŽŪB	Lithuania	98.60%	98.60%	Mixed agricultural activities
Užupės ŽŪB	Lithuania	100%	100%	Growing and sale of crops
UAB Paberžėlė	Lithuania	100%	100%	Rent and management of agricultural purposes land
Panevėžys district Žibartonių ŽŪB	Lithuania	99.89%	99.89%	Mixed agricultural activities
Investments into indirectly controlled subsidiaries (through UAB Dotnuva Baltic)				
SIA DOTNUVA BALTIC	Latvia	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
AS Dotnuva Baltic	Estonia	100%	100%	Trade of machinery and equipment for warehousing of grains, certified seeds
UAB Dotnuvos technika	Lithuania	100%	100%	Not operating company
Investments into indirectly controlled subsidiaries (through UAB Linas Agro Grūdų centras KŪB)				
Karčemos kooperatinė bendrovė	Lithuania	20%*	20%*	Preparation and warehousing of grains for trade
SIA Linas Agro Graudu centrs	Latvia	100%	100%	Preparation and warehousing of grains for trade
SIA Paleo	Latvia	100%	100%	Warehousing activity
Investment into indirectly controlled subsidiaries (through Panevėžys district Žibartonių ŽŪB)				
Karčemos kooperatinė bendrovė	Lithuania	4.00%*	4.00%*	Preparation and warehousing of grains for trade

* The Group indirectly controls 24% of shares of Karčemos kooperatinė bendrovė (through Panevėžys district Žibartonių ŽŪB and UAB Linas Agro Grūdų centras KŪB), however, the Group has control over this entity and, therefore, it has been consolidated when preparing these financial statements.

3. GROUP STRUCTURE AND CHANGES IN THE GROUP (CONT'D)

Changes in the Group during the 9 month period ended 31 March 2017

During 9 month period, ended 31 March 2017, the Company acquired 0.02% AS Putnu fabrika Kekava share capital for EUR 3 thousand. The shares were acquired from the non-controlling shareholders. The difference of EUR 1 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

Changes in the Group during the year ended 30 June 2016

During 12 month period, ended 30 June 2016, the Company acquired 0.4218 % AS Putnu fabrika Kekava share capital for EUR 40 thousand. The shares were acquired from the non-controlling shareholders. The difference of EUR 46 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

During 12 month period, ended 30 June 2016, the Group acquired 0.09% Sidabravo ŽŪB share capital and 0.35% Panevėžio district Aukštadvario ŽŪB share capital for total EUR 1 thousand. All shares were acquired from the non-controlling shareholders. The difference of EUR 11 thousand of gain between the consideration transferred and the carrying value of the interest acquired has been recognized within equity.

The Company canceled agreement of acquisition of 3.08% AS Putnu fabrika Kekava share capital from the non-controlling shareholders. The difference of EUR 284 thousand of loss between the consideration to be transferred (which was accounted for as accounts payable as at 30 June 2015 in amount of EUR 350 thousand) and the carrying value of the interest disposed has been recognized within equity.

During 12 month period, ended 30 June 2016, the Group made restructurization of Užupės ŽŪB and Panevėžio district Žibartonių ŽŪB. Share capital of Panevėžio district Žibartonių ŽŪB was increased by contribution of Užupės ŽŪB property, plant and equipment. This consolidation have resulted in an increase of the effective Group ownership of Panevėžio district Žibartonių ŽŪB by 0.09% up to 99.89%.

Acquisition of SIA Paleo

On 20 April 2016 the Group acquired 100% shares of SIA Paleo for EUR 4,590 thousand to further expand business activities in Latvia. As part of business combination of SIA Paleo, the Group acquired inventory in amount of EUR 1,993 thousand from a third party SIA Latfert which is disclosed in the table below.

As at acquisition date SIA Paleo did not have any impaired accounts receivable or contractual cash flows not expected to be collected, book value of receivables represents its fair value. Revenue and profit or loss since acquisition date and from the beginning of the annual reporting period are not disclosed as they are not material to the financial statements.

At the acquisition of these subsidiaries a goodwill of EUR 1,550 thousand has been accounted for. The goodwill appears due to synergies, which are expected to be derived from vertical expansion of business.

Differences between the purchase consideration and provisional fair values of the acquired assets, liabilities and contingent liabilities at the date close to acquisition were the following:

Acquisition date for consolidation purposes	Fair values at 1 May 2016
Property, plant and equipment and investment property	3,024
Inventories	1,993
Prepayments and other current assets	34
Cash and cash equivalents	2
Total assets	5,053
Total liabilities	(20)
Total identifiable net assets at fair value	5,033
Goodwill recognized on acquisition of subsidiary, recognised under Intangible assets (Note 5)	1,550
Total purchase consideration	6,583
Cash consideration transferred for the inventory	1,993
Purchase consideration to acquire SIA Paleo	4,590
Cash consideration transferred for the acquisition of SIA Paleo*	1,500
Less: cash acquired	(2)
Total purchase consideration, net of cash acquired	3,491

* EUR 3,090 thousand of cash consideration is deferred and will be settled within two years period. Discounting was not accounted for as deemed immaterial.

4.SEGMENT INFORMATION

For management purpose the Group is organized into five operating segments based on their products and services as follows:

- the grain and feedstuff handling and merchandising includes trade in wheat, rapeseed, barley and other grains and oilseeds, suncake and sunmeal, sugar beat pulp, soyameal, vegetable oil, rapecake and other feedstuffs, grain storage and logistics services;
- the products and services for farming segment includes sales of fertilizers, seeds, plant protection products, machinery and equipment, grain storage facilities, spare parts and other equipment to agricultural produce growers and grain storage companies;
- the agricultural production segment includes growing of grains, rapeseed and others as well as sales of harvest, breeding of livestock and sales of milk and livestock. Milk is sold to local dairy companies, other production is partly used internally, partly sold;
- food products segment includes poultry and other food final products;
- the other products and services segment includes sales of biofuel and other products and services.

The Group's chief financial officer monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Transfer prices between the Group companies are based on normal selling prices in a manner similar to transactions with third parties.

Group	Grain and feedstuff handling and merchandising	Products and services for farming	Agricultural production	Food products	Other products and services	Not attributed to any specified segment	Adjustments and eliminations	Total
Financial year ended 31 March 2017								
Revenue								
Third parties	289,797	101,914	12,193	44,371	57	–	–	448,332
Intersegment	2,441	4,193	8,554	–	–	–	(15,188) ¹⁾	–
Total revenue	292,238	106,107	20,747	44,371	57	–	(15,188)¹⁾	448,332
Results								
Operating expenses	(6,191)	(9,820)	(2,311)	(3,560)	(131)	(2,848)	–	(24,861)
Segment operating profit (loss)	7,242	1,562	(838)	697	93	(2,789)	–	5,967

Group	Grain and feedstuff handling and merchandising	Products and services for farming	Agricultural production	Food products	Other products and services	Not attributed to any specified segment	Adjustments and eliminations	Total
Financial year ended 31 March 2016								
Revenue								
Third parties	320,599	99,041	9,784	44,863	37	–	–	474,324
Intersegment	3,257	5,617	11,914	–	–	–	(20,788) ¹⁾	–
Total revenue	323,856	104,658	21,698	44,863	37	–	(20,788)¹⁾	474,324
Results								
Operating expenses	(5,707)	(9,366)	(2,234)	(3,732)	(16)	(2,917)	–	(23,972)
Segment operating profit (loss)	10,378	506	(3,728)	1,102	53	(2,801)	–	5,510

1) Intersegment revenue is eliminated on consolidation.

4. SEGMENT INFORMATION (CONT'D)

Below is the information relating to the geographical segments of the Group:

Revenue from external customers	9 month period ended	
	31 March 2017	31 March 2016
Lithuania	122,192	127,880
Europe (except for Scandinavian countries, CIS and Lithuania)	194,933	160,260
Scandinavian countries	40,064	49,108
Asia	65,161	92,402
Africa	15,726	36,270
CIS	10,256	8,404
	448,332	474,324

The revenue information above is based on the location of the customer.

Non-current assets	As at 31 March 2017	As at 30 June 2016
Lithuania	61,512	65,006
Latvia	51,343	49,245
Estonia	1,136	1,406
Denmark	3	5
	113,994	115,662

Non-current assets for this purpose consist of property, plant and equipment, investment property and intangible assets.

5. INTANGIBLE ASSETS

Group	Software	Other intangible assets	Goodwill	Total
Cost:				
Balance as at 30 June 2015	804	613	–	1,417
Additions	22	70	–	92
Acquisition of subsidiaries	–	–	1,550	1,550
Write-offs	(21)	(15)	–	(36)
Transfers to property, plant and equipment	–	(391)	–	(391)
Reclassifications	115	(115)	–	–
Balance as at 30 June 2016	920	162	1,550	2,632
Additions	65	–	–	65
Write-offs	(5)	(17)	–	(22)
Balance as at 31 March 2017	980	145	1,550	2,675
Accumulated amortization:				
Balance as at 30 June 2015	492	24	–	516
Charge for the year	66	27	–	93
Write-offs	(19)	(15)	–	(34)
Reclassifications	15	(15)	–	–
Balance as at 30 June 2016	554	21	–	575
Charge for the year	78	10	–	88
Write-offs	(4)	–	–	(4)
Balance as at 31 March 2017	628	31	–	659
Net book value as at 31 March 2017	352	114	1,550	2,016
Net book value as at 30 June 2016	366	141	1,550	2,057
Net book value as at 30 June 2015	312	589	–	901

The Group has no internally generated intangible assets. Amortization expenses of intangible assets are included within operating expenses in the statement of comprehensive income.

6. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings and structures	Machinery and equipment	Vehicles	Other property, plant and equipment	Construction in progress and prepayments	Total
Cost:							
Balance as at 30 June 2015	13,345	80,488	38,087	4,984	5,601	5,709	148,214
Additions	797	735	9,306	760	372	5,670	17,640
Acquisition of subsidiaries	121	2,837	40	23	3	–	3,024
Disposals and write-offs	(471)	(1,313)	(2,722)	(392)	(882)	(45)	(5,825)
Transfers from investment property	–	146	–	–	–	–	146
Transfers to investment property	(22)	–	–	–	–	–	(22)
Transfers from intangible assets	391	–	–	–	–	–	391
Reclassifications	–	4,711	1,522	(5)	16	(6,243)	1
Balance as at 30 June 2016	14,161	87,604	46,233	5,370	5,110	5,091	163,569
Additions	1,984	103	2,465	368	480	2,997	8,397
Disposals and write-offs	(177)	(35)	(1,359)	(296)	(207)	(272)	(2,346)
Transfers from investment property	248	–	–	–	–	–	248
Reclassifications	46	466	3,669	–	76	(4,257)	–
Balance as at 31 March 2017	16,262	88,138	51,008	5,442	5,459	3,559	169,868
Accumulated depreciation:							
Balance as at 30 June 2015	–	20,296	17,763	2,376	3,099	–	43,534
Charge for the year	7	5,587	4,158	797	813	–	11,362
Disposals and write-offs	(4)	(993)	(1,783)	(355)	(867)	–	(4,002)
Transfers from investment property	–	20	–	–	–	–	20
Balance as at 30 June 2016	3	24,910	20,138	2,818	3,045	–	50,914
Charge for the year	25	4,355	3,238	544	584	–	8,746
Disposals and write-offs	(2)	(210)	(387)	(268)	(193)	–	(1,060)
Balance as at 31 March 2017	26	29,055	22,989	3,094	3,436	–	58,600
Impairment losses:							
Balance as at 30 June 2015	21	434	11	–	1	–	467
(Reversal) charge for the year	(21)	(35)	(1)	–	(1)	–	(58)
Balance as at 30 June 2016	–	399	10	–	–	–	409
Balance as at 31 March 2017	–	399	10	–	–	–	409
Net book value as at 31 March 2017	16,236	58,684	28,009	2,348	2,023	3,559	110,859
Net book value as at 30 June 2016	14,158	62,295	26,085	2,552	2,065	5,091	112,246
Net book value as at 30 June 2015	13,324	59,758	20,313	2,608	2,501	5,709	104,213

7. INVESTMENT PROPERTY

Investment property of the Group consists of land and buildings leased out under the operating lease which generates lease income.

Cost:	Land	Buildings	Total
Balance as at 30 June 2015	1,313	275	1,588
Disposals and write-offs	–	(10)	(10)
Transfers to property, plant and equipment	–	(146)	(146)
Transfers from property, plant and equipment	22	–	22
Balance as at 30 June 2016	1,335	119	1,454
Additions	–	14	14
Disposals and write-offs	(1)	(3)	(4)
Transfers from property, plant and equipment	(248)	–	(248)
Balance as at 31 March 2017	1,086	130	1,216
Accumulated depreciation:			
Balance as at 30 June 2015	–	65	65
Charge for the year	–	9	9
Disposals and write-offs	–	(10)	(10)
Transfers to property, plant and equipment	–	(20)	(20)
Balance as at 30 June 2016	–	44	44
Charge for the year	–	4	4
Disposals and write-offs	–	(2)	(2)
Balance as at 31 March 2017	–	46	46
Impairment losses:			
Balance as at 30 June 2015	–	–	–
Charge for the year	51	–	51
Balance as at 30 June 2016	51	–	51
Balance as at 31 March 2017	51	–	51
Net book value as at 31 March 2017	1,035	84	1,119
Net book value as at 30 June 2016	1,284	75	1,359
Net book value as at 30 June 2015	1,313	210	1,523

Investment property of the Company consists of buildings leased out under the operating lease which generates lease income.

8. BORROWINGS

	As at 31 March 2017	As at 30 June 2016
Non-current borrowings		
Bank borrowings secured by the Group assets	22,040	16,741
Other non-current borrowings	9	–
	22,049	16,741
Current borrowings		
Current portion of non-current bank borrowings	8,342	19,943
Current bank borrowings secured by the Group assets	106,321	56,202
Other current borrowings (Note 12)	624	1,890
	115,287	78,035
	137,336	94,776

Interest payable is normally settled monthly throughout the financial year.

9. OPERATING EXPENSES

	9 month period ended	
	2016/2017	2015/2016
Wages and salaries and social security	15,925	15,703
Consulting expenses	598	657
Depreciation and amortization	1,343	1,266
Other	6,995	6,346
	24,861	23,972

10. OTHER INCOME (EXPENSES)

	9 month period ended	
	2016/2017	2015/2016
Other income		
Rental income from investment property and property, plant and equipment	191	176
Gain from currency exchange	607	293
Gain from disposal of investment property and property, plant and equipment	265	292
Other income	11	456
	1,074	1,217
Other (expenses)		
Direct operating expenses arising on rental and non-rental earning investment properties and property, plant and equipment	(223)	(182)
Loss from disposal of property, plant and equipment	(47)	(68)
Other expenses	(5)	(93)
	(275)	(343)

11. COMMITMENTS AND CONTINGENCIES

As at 31 March 2017 the Group is committed to purchase property, plant and equipment for the total amount of EUR 9,717 thousand (EUR 9,274 thousand as at 30 June 2016).

A few Group companies (Kėdainiai district Labūnavos ŽŪB, Šakiai district Lukšių ŽŪB, Sidabravo ŽŪB, Panevėžys district Žibartonių ŽŪB and Panevėžys district Aukštadvario ŽŪB) received grants from the European Union and National Paying Agency mostly for acquisition of agricultural heavy duty equipment. Kėdainių district Labūnavos ŽŪB, Šakiai district Lukšių ŽŪB, Sidabravo ŽŪB, Panevėžys district Žibartonių ŽŪB are committed not to discontinue operations related to agricultural up to the end of 2022. UAB Linas Agro Grūdų Centras KŪB, Karčemos kooperatinė bendrovė received grants from the European Union and National Paying Agency (Lithuania) for grain handling and storage facility upgrade. UAB Linas Agro Grūdų Centras KŪB is committed not to discontinue operations related to preparation and warehousing of grains for trade agriculture up to 2021, Karčemos kooperatinė bendrovė – up to 2017.

SIA Lielzeltini, SIA Cerova received grants from the European Union and Rural Support Service (Latvia) for poultry farm, feedstuffs production and storages upgrade. SIA Lielzeltini is committed not to discontinue broiler breeding, slaughtering and sale of products, feedstuffs up to 2020, SIA Cerova – up to 2018.

In case of non-compliance with the requirements the Group companies will have to return funds received to the state of Lithuania and Latvia amounting to EUR 4,510 thousand as at 31 March 2017 (EUR 4,385 thousand as at 30 June 2016).

12. RELATED PARTIES TRANSACTIONS

The parties are considered related when one party has the possibility to control the other or have significant influence over the other party in making financial and operating decisions.

The related parties of the Company and Group for the years ended 31 March 2017 and 30 June 2016 were as follows:

Members of the board of the Company:

Darius Zubas (chairman of the board, ultimate controlling shareholder);
 Vytautas Šidlauskas;
 Dainius Pilkauskas;
 Arūnas Zubas;
 Andrius Pranckevičius;
 Tomas Tumėnas;
 Artūras Pribušauskas.

Subsidiaries: List provided in Note 3.

Akola ApS group companies:

Akola ApS (Denmark) (controlling shareholder);
 UAB MESTILLA (same ultimate controlling shareholders).

UAB Baltic Fund Investments (Tomas Tumėnas is a director of this company).

The Group's transactions with related parties in 9 month period ended 31 March 2017 were as follows:

2016/2017 3 Q	Purchases	Sales	Receivables			Payables	Current payable loans
			Trade receivables	Current loans receivable	Non-current loans receivable		
Akola ApS group companies	471	10,410	457	–	–	20	–
Members of management board	–	1	–	–	–	–	–

As at 30 June 2016 interest rates of the Group for non-current loans receivable from related parties are equal to 4% and 2.61%.

Transactions with related parties include sales and purchases of goods and services, sales and purchases of property, plant and equipment as well as financing transactions in the ordinary course of business and on terms equivalent to arm's length transactions.

There were no guarantees or pledges related to the Group's payables to or receivables from related parties. Receivables and payables from / to related parties will be settled in cash or offset with the payables / receivables from / to respective related parties.

Terms and conditions of the financial assets and liabilities:

- Receivables from related parties are non-interest bearing and are normally settled on 30-day terms.
- Payables to related parties are non-interest bearing and are normally settled on 30-90-day terms.
- Interest payable is normally settled at the end of the loan term.

The Group's receivables from related parties were nor due neither impaired as at 31 March 2017 and 30 June 2016.

13. SUBSEQUENT EVENTS

There were no important events after the reporting period.