



Quarterly report for the period
1st April 2012 – 30 June 2012

14th August 2012

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1. General information about the Company

1.1 Company details

Company name:	Agroliga Group PLC
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Fax:	+38 (057) 719-49-84
E-mail:	info@agroliga.com.ua
www:	www.agroliga.com.ua

Source: Issuer

1.2 Company profile

Agroliga Group (“Group”) is Ukraine based company conducting food and agricultural business. The Group produces sunflower oil, grain and breeds milk cows. The Group consists of six companies:

- Agroliga Group PLC – the holding company based in Cyprus;
- Agroliga operating in Ukraine. It conducts plant production;
- Mechnikovo operating in Ukraine. It specializes in milk cows breeding and plant production;
- Agrokom Novaj Vodolaga operating in Ukraine. It conducts sunflower oil production;
- PLC Liga A operating in Ukraine. It focuses on sales and trading services for other companies in the Group.
- Group of Companies Agroliga LLC– the holding company based in Ukraine.
- VostokAgroKontrakt operating in Ukraine. It conducts plant production;

1.3 Management Board

Aleksander Berdnyk - Chairman of the Board of Directors

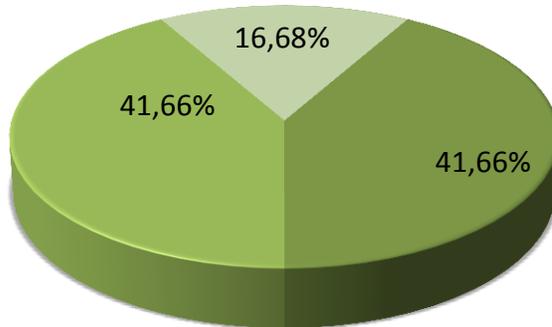
Bizserve Investments Limited – Member of the Board of Directors

Bizserve Management Limited – Member of the Board of Directors

1.4 Shareholder structure

Table 1 - The Shareholding structure of the Issuer, indicating shareholders holding at least 5% of the votes at the general meeting (as of 08/14/2012)

Stockholder	Number of shares	Number of votes at the general meeting	Participation in share capital	Participation in the total number of votes at the general meeting
Alexandr Berdnyk			41,66%	41,66%
Irina Poplavskaya			41,66%	41,66%
Others			16,68%	16,68%
ALL			100,00%	100,00%



- Irina Poplavskaya
- Alexandr Berdnyk
- Others

2. Selected Financial Results

Tables below provides selected key data from consolidated and unaudited financial statement of Agroliga Group PLC, in accordance with International Financial Reporting Standards for a 2Q2012 (quarterly period ended 30 June 2012)

Table 2 - Selected financial data from the profit and loss account

Selected Financial Results	2Q2012	2Q2011	Cumulative	Cumulative
	€ 000	€ 000	1-2Q2012 € 000	1-2Q2011 € 000
Revenues from the sale	3 353	306,90	6 093,80	1 853,23

Gross profit / loss on sales	174	- 8,84	285,16	203,84
Profit / loss from operating activities	136	- 13,57	272,17	222,84
Gross profit / loss	58	- 53,74	118,17	178,84
Net profit / loss	57	- 47,46	117,17	178,84
Depreciation	29	6,02	55,49	28,20

Source: Issuer

Table 3 - Selected financial data from balance sheet

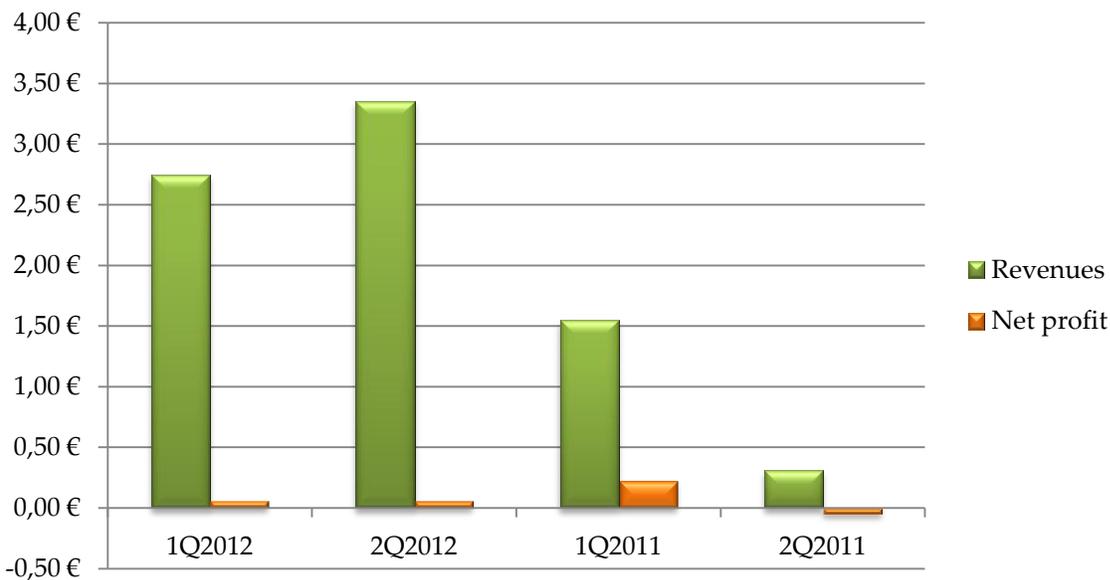
Selected financial data from balance sheet	30.06.2012 € 000	31.03.2012 € 000	30.06.2011 € 000	31.03.2011 €000
Tangible fixed assets	1 353	1 387	652	599
Long-term receivables	0	0	0	0
Current assets	7 066	7 416	5 220	4 743
Short-term receivables	775	1 300	327	253
Cash and cash equivalents	37	103	318	854
Equity	6 320	7 937	5 914	4 323
Long-term liabilities	156	153	34	8
Short-term liabilities	2 157	2 614	1 982	1 365

Source: Issuer

3. The Board of Directors' comment on the factors and events that affect the achieved financial results

In the second quarter of 2012 Agroliga noted EUR 3363 ths revenues and 117 ths net profit. Compared to the same period of the previous year, revenues increase by EUR 3046 ths and net profit by EUR 104 ths.

Chart 4 Selected financial data for the 1st quarter of 2012 and on a cumulative basis, together with data for 2011 [ths EUR]



Source: Issuer

The significant increase of revenue in comparison with previous year is the result of full-scale work of refining factory first line during low season of usual agricultural sales. Despite quite high cost at the beginning of new production we achieved planned production and sales level. In the next few month technologies process to be improved and cost to be lowered significantly. As well, the second line of oil refinery is installing and will be finished at September, adding new production capacities.

The situation on the Ukrainian meat market

According to the National Statistical Service of Ukraine, in the period from January to March 2012, Ukraine produced 731.4 thousand tons of meat, a decrease of 2% over the same period of 2011. In addition, the cow population in January-March 2012 decreased by 1.3%, which fell to 2.6 million units.

The current situation on the Ukrainian market for cereals and oilseeds

As at 1 April 2012, stocks of cereals in Ukraine is 17 million tons (an increase of 70% compared with the level of grain gathered in Ukraine on 1 April 2011), in particular the 7.1 million tons of wheat, 1,7 million tonnes of barley, 7.4 million tonnes of maize, 0.2 million tonnes of rye. Part of the stock - 7.8 million tonnes (including 3.1 million tonnes of wheat) - stored directly on farms, the remainder - 9.3 million tonnes - is located in the elevators and processing enterprises.

According to analysts, the reason for this is natural to increase grain yields in 2011 (63 million tons) and the introduction of export duties on cereals - which greatly influenced the level of exports of cereals. It is estimated that the current situation on the domestic market in cereals may lead to lower prices for grain in Ukraine.

Significant elevation of stocks, in comparison with the state in 2011, is recorded also in the case of oil cultures. In particular, according to the state on 3 April 2012, stocks of sunflower seeds was 3 million tons (an increase of 14% compared to the level of stocks of 1 April 2011, two thirds of the collected current inventory is kept on processing undertakings), and stocks sunflower of 1.1 million tonnes (up 43% in comparison with the corresponding period of 2011).

3.1 The Management Board's opinion about the possibility of achieved the forecasts for 2012 in light of the presented financial data for the period from 01.01.2012 to 31.03.2013

In the Information Document dated on 21 January 2011, the Company published its financial forecasts, which assumed the achievement in 2012:

- 13 181 700 EUR revenue from sales
- and 2 564 800 EUR net profit.

In connection with a delay in the installation of the second new line of sunflower refinery, the Company decided to correct the projected financial results. The revised forecasts were published in the current report EBI No. 4/2012 of 15 May 2012.

Under the new assumptions, the Issuer at the end of 2012 plans to achieve:

- 10 205 400 EUR revenue from sales,
- 2 108 050 EUR net profit.

Financial forecasts for 2012 presented in Information Document assumed that new line will start working in January 2012, which would significantly increase capacity to process sunflower seeds into sunflower oil. Unfortunately, the installation will finished in 3rd quarter 2012, what will affect the results achieved by the Company in 2012. The delay is caused by the need for further refinement of equipment by the supplier.

	Forecast published in the Information Document dated on 21.01.2011	New Forecast (EBI Report 4/2012 dated on 15.05.2012)	Achieved results for 2Q2012	Level of implementation of the new forecast (%)
Revenue from sale	13 181 700 EUR	10 205 400 EUR	6 093,8 EUR	60%
Net profit	2 564 800 EUR	2 108 050 EUR	117,00 EUR	6%

In the first half of 2012, the Issuer achieved 6 093,80 ths EUR of revenue and 117,00 ths EUR net profit. These results represent the implementation of the revised forecasts, respectively in 60 and 6 percent.

Forecast of economic development of Ukraine in 2012-2013

Ministry of Economic Development and Trade of Ukraine published the latest forecast of the economic development of Ukraine Fri "Ukraine: prospects of development".

According to this forecast, the nominal GDP of the country in 2012 will be 1.5 billion UAH, and real GDP growth at 3.2% (in the Budget of Ukraine for the year 2012 this rate was assumed at 3.9% forecast by the European Bank for Reconstruction and Development and the World Bank, Ukraine's economic growth at 2.5%). In turn, in 2013 the real GDP growth of 4.1% (1.7 billion UAH). Exports of goods and services from the Ukraine in 2013 will increase compared to 2012, from 10.1% to 10.9% and imports of goods and services to Ukraine will decline from 10.5% to 9.9%. The average consumer price index (December to December) in 2013 is estimated at 7.2% (it may be in the range 5.9% - 9%), while industrial prices will increase 9.7% (possible variations in the interval 6.3% - 15.5%).

Forecasts of the Ministry are based on assessment of the further economic development of Ukraine, prepared by experts from 15 national, international and private analytic institutions operating in Ukraine.

4. Report on the Company's activities in 2012Q2

In the II quarter 2012, Company continues to increase oil production, improving sales and finding new clients and sale channels. New level of oil output is much more, than we ever face with, and we could say with proud than we cope with it.

In the second quarter of 2012, agricultural companies of the Agroliga Group continued to sell yields obtained in 2011 and to carry out agricultural work, as planned.

In the second quarter of 2012 agricultural activity of the Group was focused on the planting of grain and oil crops.

This year we also use a new type of fertilizer KAS (liquid ammonia fertilizer), which recommended themselves worthy in the past year. This year crops were sown at crops were sown on 7.2 thousand hectares instead 5 thousand hectares last year.

Summary of progress Agroliga Group PLC in implementing its development strategy

YEAR	PLANNED INVESTMENT	Progress
By 2012	<ul style="list-style-type: none"> • Increase of productivity from 1 ha by 20-50% • Increase of herd by 200 pedigree, high-milk cows • Launch of second installation for sunflower production able to produce 10 thousand tons a year, which will allow to increase total production by 17 thousand tons/year • Reach of 5% share in Charkow's sunflower oil production market 	<ul style="list-style-type: none"> • Done • Done • First stage launched, second in progress. • In progress

The Issuer significantly increased agricultural productivity in 2011. This increase is about 50-70 percent by 2010 and 25-30% in comparison with the average yield achieved in the region.

The Company also implemented to increase dairy cow herd from 570 units in 2010 to 850 pieces at the end of 2011.

In addition, the Issuer commenced the first phase of modernization of the machinery. The second phase has already started and will last until the end of 3Q2012.

The Board of Directors and Company's management was also conducting work over the Group's strategy that was described in documentation published in connection to the NewConnect debut. Main targets for years :

<p>By 2014</p>	<ul style="list-style-type: none"> • Investments to increase warehouse capacity, elevators and sunflower oil tanks • Increase of cows herd to 1,2 thousand • Introduction of employees' long-term motivational program, individual paths of development, rotation of human resources and share in Agroliga Group's profits • Reach of 5% share in Charkow's milk production market
<p>After 2015</p>	<ul style="list-style-type: none"> • Leasing of additional seeding grounds • Introduction of sunflower oil rafination, deodorization and confection technologies • Organization of production of milk preserves addressed to end client • Introduction of social programs

5. Indication of the units included in the Issuer's group on the last day of the period covered by the quarterly report

The Agroliga Group consists of six companies:

- Agroliga Group PLC – the holding company based in Cyprus;
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Aleksandr Berdnyk
Chairman of the Board of Directors