AB INVALDA

CONSOLIDATED AND PARENT COMPANY'S INTERIM CONDENSED NOT-AUDITED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2009 PREPARED ACCORDING TO INTERNATIONAL FINANCIAL REPORTING STANDARDS AS ADOPTED BY THE EUROPEAN UNION

GENERAL INFORMATION

Board of Directors

Mr. Vytautas Bučas (chairman of the Board)
Mr. Dalius Kaziūnas
Mr. Darius Šulnis

Management

Mr. Darius Šulnis (president)
Mr. Raimondas Rajeckas (chief financial officer)

Principal place of business and company code

Seimyniskiu Str. 1A,
Vilnius,
Lithuania
Company code 121304349

Bankers

AB DnB Nord Bankas
Nordea Bank Finland Plc Lithuania Branch
AB Bankas Snoras
Swedbank, AB
AB Šiaulių Bankas
Danske Bank A/S Lithuania Branch
UAB Medicinos Bankas
AB SEB Bankas
AS UniCredit Bank Lithuania Branch
AB bankas Finasta

The financial statements were approved and signed by the Management and the Board of Directors on 30 November 2009.

Mr. Darius Šulnis
President

Mr. Raimondas Rajeckas
Chief financial officer

Interim consolidated and Parent Company's income statements

		Group		Company	
		Nine months of 2009	**Nine months of 2008**	**Nine months of 2009**	**Nine months of 2008**
Revenue					
Furniture production revenue		105,377	101,809	-	-
Residential real estate income		5,747	88,998	-	-
Rent and other real estate income		21,058	26,232	-	-
Other production and services revenue		22,899	30,468	-	-
Total revenue		**155,081**	**247,507**	**-**	**-**
Gain (loss) from investments and on sale of investment properties	9.1	4,943	8,870	(7,801)	87,285
Other income		1,320	1,819	10	25
Valuation gains		112	7,842	-	-
Valuation losses		-	-	-	-
Changes in inventories of finished goods and work in progress		(216)	(279)	-	-
Raw materials and consumables used		(76,609)	(88,035)	(17)	(37)
Salaries and related expenses		(25,364)	(34,763)	(1,334)	(1,652)
Depreciation and amortisation		(7,825)	(6,903)	(100)	(114)
Subcontractor expenses		(4,483)	(3,850)	-	-
Premises rent and utilities		(11,366)	(11,696)	(123)	(295)
Fees for securities		(72)	(107)	(53)	(100)
Vehicles maintenance costs		(1,843)	(2,543)	(136)	(171)
Other taxes		(2,112)	(1,921)	(538)	(160)
Advertising and other promotion expenses		(237)	(1,573)	(18)	(38)
Repair and maintenance of premises		(4,183)	(3,785)	(9)	(1)
Residential real estate cost of sales		(5,109)	(71,268)	-	-
Other operating expenses		(5,868)	(7,033)	(2,264)	(1,415)
Allowance for assets	12	(53,946)	(1,430)	(32,673)	-
Finance income	9.3	1,797	10,142	19,578	30,754
Finance expenses	9.2	(24,098)	(34,208)	(17,678)	(20,294)
Share of profit (loss) from associates and joint ventures		1,363	23,357	-	-
Profit (loss) before tax		**(58,715)**	**30,143**	**(43,156)**	**93,787**
Income tax	7	1,109	(3,996)	2,774	(2,635)
Profit (loss) for the period from continuing operations		**(57,606)**	**26,147**	**(40,382)**	**91,152**
Discontinued operation					
Profit/(Loss) after tax for the period from a discontinued operation	10	6,082	15,377	-	-
PROFIT (LOSS) FOR THE PERIOD		**(51,524)**	**41,524**	**(40,382)**	**91,152**
Attributable to:					
Equity holders of the parent		(52,595)	43,390	(40,382)	91,152
Minority interest		1,071	(1,866)	-	-
Basic and diluted earnings (loss) per share (in LTL)		(1.24)	1.02	-	-
Continued operation basic and diluted earnings (loss) per share (in LTL)		(1.35)	0.61	-	-

Interim consolidated and Parent Company's statements of comprehensive income

	Group		Company	
	Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Profit (loss) for period	**(51,524)**	**41,524**	**(40,382)**	**91,152**
Continuing operation				
Net (loss) / gain on cash flow hedges	(97)	-	-	-
Income tax	20	-	-	-
	(77)	-	-	-
Exchange differences on translation of foreign operations	293	85	-	-
Share of other comprehensive income of associates	(4,460)	12,737	-	-
Other comprehensive income for the period from continuing operation	**(4,244)**	**12,822**	**-**	**-**
Discontinued operations				
Net (loss) gain on available-for-sale financial assets	218	(1,525)	-	-
Reclassification adjustment for loss included in profit or loss	1,146	-	-	-
Income tax	(116)	229	-	-
Other comprehensive income for the period from discontinued operation	**1,248**	**(1,296)**	**-**	**-**
Other comprehensive income for the period, net of tax	**(2,996)**	**11,526**	**-**	**-**
Total comprehensive income for the period, net of tax	**(54,520)**	**53,050**	**(40,382)**	**91,152**
Attributable to:				
Equity holders of the parent	(55,591)	54,916	(40,382)	91,152
Minority interest	1,071	(1,866)	-	-

Interim consolidated and Parent Company's income statements

	Group		Company	
	III Quarter 2009	**III Quarter 2008**	**III Quarter 2009**	**III Quarter 2008**
Revenue				
Furniture production revenue	38,428	29,450	-	-
Residential real estate income	840	2,626	-	-
Rent and other real estate income	6,595	9,404	-	-
Other production and services revenue	8,657	19,982	-	-
Total revenue	**54,520**	**61,462**	**-**	**-**
Gain (loss) from investments and on sale of investment properties	(3,627)	(9,452)	(10,458)	(4,903)
Other income	316	578	6	1
Valuation gains	47	7,623	-	-
Valuation losses	-	-	-	-
Changes in inventories of finished goods and work in progress	(992)	(1,478)	-	-
Raw materials and consumables used	(25,859)	(33,604)	(4)	(3)
Salaries and related expenses	(7,673)	(11,445)	(366)	(677)
Depreciation and amortisation	(2,590)	(2,337)	(32)	(39)
Subcontractor expenses	(752)	(1,999)	-	-
Premises rent and utilities	(3,310)	(3,894)	(34)	(98)
Fees for securities	(36)	(33)	(22)	(31)
Vehicles maintenance costs	(660)	(890)	(51)	(53)
Other taxes	(948)	(606)	(406)	(43)
Advertising and other promotion expenses	(46)	(354)	(6)	(6)
Repair and maintenance of premises	(1,623)	(1,719)	(4)	(1)
Residential real estate cost of sales	(864)	(2,091)	-	-
Other operating expenses	(1,215)	(397)	(1,877)	(86)
Allowance for assets	8,009	(1,394)	11,859	-
Finance income	653	1,511	3,099	3,910
Finance expenses	(6,911)	(11,452)	(5,115)	(6,551)
Share of profit (loss) from associates and joint ventures	(747)	13,153	-	-
Profit (loss) before tax	**5,692**	**1,182**	**(3,411)**	**(8,580)**
Income tax	(771)	539	527	1,280
Profit (loss) for the period from continuing operations	**4,921**	**1,721**	**(2,884)**	**(7,300)**
Discontinued operation				
Profit/(Loss) after tax for the period from a discontinued operation	14,078	(4,966)	-	-
PROFIT (LOSS) FOR THE PERIOD	**18,999**	**(3,245)**	**(2,884)**	**(7,300)**
Attributable to:				
Equity holders of the parent	16,217	(2,854)	(2,884)	(7,300)
Minority interest	2,782	(391)	-	-
Basic and diluted earnings (loss) per share (in LTL)	0.38	(0.07)	-	-
Continued operation basic and diluted earnings (loss) per share (in LTL)	0.12	0.04	-	-

Interim consolidated and Parent Company's statements of comprehensive income

	Group		Company	
	III Quarter 2009	**III Quarter 2008**	**III Quarter 2009**	**III Quarter 2008**
Profit (loss) for period	**18,999**	**(3,245)**	**(2,884)**	**(7,300)**
Continuing operation				
Net (loss) / gain on cash flow hedges	7	-	-	-
Income tax	(1)	-	-	-
	6	-	-	-
Exchange differences on translation of foreign operations	-	(41)	-	-
Share of other comprehensive income of associates	6,548	(100)	-	-
Other comprehensive income for the period from continuing operation	**6,554**	**(141)**	**-**	**-**
Discontinued operations				
Net (loss) gain on available-for-sale financial assets	166	(464)	-	-
Reclassification adjustment for loss included in profit or loss	1,146	-	-	-
Income tax	(106)	86	-	-
Other comprehensive income for the period from discontinued operation	**1,206**	**(378)**	**-**	**-**
Other comprehensive income for the period, net of tax	**7,760**	**(519)**	**-**	**-**
Total comprehensive income for the period, net of tax	**26,759**	**(3,764)**	**(2,884)**	**(7,300)**
Attributable to:				
Equity holders of the parent	23,977	(3,373)	(2,884)	(7,300)
Minority interest	2,782	(391)	-	-

Interim consolidated and Parent Company's statements of financial position

		Group		Company	
		As of 30 September 2009	**As of 31 December 2008**	**As of 30 September 2009**	**As of 31 December 2008**
ASSETS		unaudited	audited	unaudited	audited
Non-current assets					
Property, plant and equipment		64,174	73,033	226	311
Investment properties		309,966	326,872	-	-
Intangible assets		8,988	18,315	1	5
Non-current financial assets					
Investments into subsidiaries	8	-	-	133,497	165,361
Investments into associates and joint ventures	8	161,694	261,571	141,248	231,661
Investments available-for-sale		2,612	3,995	1,817	1,817
Granted loans		8,366	7,978	9,435	27,656
Total non-current financial assets		172,672	273,544	285,997	426,495
Other non-current assets		2,850	2,848	-	-
Deferred tax asset		4,274	5,581	3,666	892
Total non-current assets		**562,924**	**700,193**	**289,890**	**427,703**
Current assets					
Inventories		41,069	63,951	1	-
Trade and other receivables		27,899	25,433	2,300	822
Current loans granted		27,421	58,010	105,634	120,582
Prepaid income tax		200	3,202	-	647
Prepayments and deferred charges, other current assets		5,099	2,782	30	67
Financial assets held for trade		2,150	26,463	2,002	3,612
Restricted cash		1,991	15,606	-	-
Cash and cash equivalents	5	3,944	18,217	51	12
Total current assets		**109,773**	**213,664**	**110,018**	**125,742**
Non-current assets and assets of disposal group classified as held for sale		**-**	**-**	**-**	**-**
Total assets		**672,697**	**913,857**	**399,908**	**553,445**

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Consolidated and Parent Company's balance sheets (cont'd)

	Group		Company	
	As of 30 September 2009	As of 31 December 2008	As of 30 September 2009	As of 31 December 2008
EQUITY AND LIABILITIES	unaudited	audited	unaudited	Audited
Equity				
Equity attributable to equity holders of the parent				
Share capital	42,569	42,569	42,569	42,569
Share premium	50,588	50,588	50,588	50,588
Reserves	75,929	74,078	73,383	73,383
Retained earnings	(52,562)	4,880	(38,788)	1,594
Reserves of disposal group classified as held for sale	-	-	-	-
	116,524	**172,115**	**127,752**	**168,134**
Minority interest	**12,695**	**11,315**	**-**	**-**
Total equity	**129,219**	**183,430**	**127,752**	**168,134**
Liabilities				
Non-current liabilities				
Non-current borrowings	142,843	23,619	6,879	6,364
Financial lease liabilities	167	202	-	-
Government grants	6	19	-	-
Provisions	123	127	-	-
Deferred tax liability	31,797	33,127	-	-
Derivative financial instruments	187	219	-	-
Convertible bonds	-	75,631	-	75,631
Other non-current liabilities	-	24,046	-	20,196
Total non-current liabilities	**175,123**	**156,990**	**6,879**	**102,191**
Current liabilities				
Current portion of non-current borrowings	157,234	314,561	102,580	105,653
Current portion of financial lease liabilities	50	206	-	-
Current borrowings	88,525	209,319	76,874	172,933
Trade payables	21,159	28,604	743	1,833
Income tax payable	5,097	3,392	-	-
Provisions	1,466	-	1,466	-
Advances received	1,524	1,902	-	-
Derivative financial instruments	218	89	-	-
Convertible bonds	81,184	-	81,184	-
Other current liabilities	11,898	15,364	2,430	2,701
Total current liabilities	**368,355**	**573,437**	**265,277**	**283,120**
Non-current liabilities and liabilities of disposal group directly associated with the assets classified as held-for-sale	-	-	-	-
Total liabilities	**543,478**	**730,427**	**272,156**	**385,311**
Total equity and liabilities	**672,697**	**913,857**	**399,908**	**553,445**

(the end)

Consolidated and Parent Company's statements of changes in equity

	Equity attributable to equity holders of the parent									
Group	**Share capital**	**Share premium**	**Discontinued operations**	**Fair value reserves**	**Legal and other reserves**	**Translation reserve**	**Retained earnings**	**Total**	**Minority interest**	**Total equity**
Balance as of 31 December 2007	**42,569**	**50,588**	**28,077**	**552**	**41,300**	**(73)**	**136,131**	**299,144**	**6,056**	**305,200**
Total comprehensive income for the nine months ended 30 September of 2008	-	-	-	(1,296)	-	85	56,127	54,916	(1,866)	53,050
Dividends	-	-	-	-	-	-	(12,771)	(12,771)	(229)	(13,000)
Investments into subsidiaries	-	-	-	-	-	-	-	-	850	850
Changes in reserves	-	-	-	-	34,597	-	(34,597)	-	-	-
Minority of subsidiaries acquired	-	-	-	-	-	-	(1,275)	(1,275)	(570)	(1,845)
Sales of subsidiaries	-	-	(28,077)	-	-	(40)	28,117	-	(45)	(45)
Balance as of 30 September 2008	**42,569**	**50,588**	**-**	**(744)**	**75,897**	**(28)**	**171,732**	**340,014**	**4,196**	**344,210**

	Equity attributable to equity holders of the parent									
Group	**Share capital**	**Share premium**	**Discontinued operations**	**Fair value reserves**	**Legal and other reserves**	**Translation reserve**	**Retained earnings**	**Total**	**Minority interest**	**Total equity**
Balance as of 31 December 2008	**42,569**	**50,588**	**-**	**(1,576)**	**75,947**	**(293)**	**4,880**	**172,115**	**11,315**	**183,430**
Total comprehensive income for the nine months ended 30 September of 2009	-	-	1,248	(77)	-	293	(57,055)	(55,591)	1,071	(54,520)
Minority of subsidiaries acquired	-	-	-	-	-	-	(1)	(1)	(18)	(19)
Sales of subsidiaries	-	-	(217)	(66)	-	-	284	1	(10)	(9)
Investments into subsidiaries	-	-	-	-	-	-	-	-	337	337
Changes in reserves	-	-	(153)	-	823	-	(670)	-	-	-
Discontinued operation	-	-	(878)	1,315	(437)	-	-	-	-	-
Balance as of 30 September 2009	**42,569**	**50,588**	**-**	**(404)**	**76,333**	**-**	**(52,562)**	**116,524**	**12,695**	**129,219**

Consolidated and Parent Company's statements of changes in equity (cont'd)

Company	Share capital	Share premium	Legal reserve	Reserve of purchase of own shares	Retained earnings	Total
Balance as of 31 December 2007	**42,569**	**50,588**	**4,501**	**34,500**	**47,153**	**179,311**
Total comprehensive income for the nine months ended 30 Septemberof 2008	-	-	-	-	91,152	91,152
Changes in reserves	-	-	(244)	34,626	(34,382)	-
Dividends paid	-	-	-	-	(12,771)	(12,771)
Balance as of 30 September 2008	**42,569**	**50,588**	**4,257**	**69,126**	**91,152**	**257,692**

Company	Share capital	Share premium	Legal reserve	Reserve of purchase of own shares	Retained earnings	Total
Balance as of 31 December 2008	**42,569**	**50,588**	**4,257**	**69,126**	**1,594**	**168,134**
Total comprehensive income for the nine months ended 30 September of 2009	-	-	-	-	(40,382)	(40,382)
Balance as of 30 September 2009	**42,569**	**50,588**	**4,257**	**69,126**	**(38,788)**	**127,752**

Consolidated and Parent Company's cash flow statements

	Group		Company	
	Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Cash flows from (to) operating activities				
Net profit (loss)	(51,524)	41,524	(40,382)	91,152
Adjustments for non-cash items:				
Valuation gain, net	(112)	(7,842)	-	-
Depreciation and amortization	7,825	8,352	100	113
(Gain) loss on disposal of property, plant and equipment	577	(453)	(2)	(21)
(Gain) loss from investments	(20,831)	(37,766)	7,801	(87,285)
Share of net profits of associates and joint ventures	(1,363)	(23,357)	-	-
Interest (income)	(1,645)	(7,333)	(10,471)	(10,234)
Interest expenses	23,625	35,227	17,620	20,238
Deferred taxes	(5,271)	(2,034)	(2,774)	2,635
Current income tax expenses	2,693	3,659	-	-
Allowance for assets	53,946	-	32,673	-
Change in provisions	1,462	(6)	-	-
Dividend (income)	-	-	(9,000)	(20,478)
Loss (gain) from other financial activities	-	-	(90)	4
	9,382	**9,971**	**(4,525)**	**(3,876)**
Changes in working capital:				
(Increase) decrease in inventories	7,479	64,071	(1)	-
Decrease (increase) in trade and other receivables	(2,459)	(14,427)	-	37
Decrease in other current assets	(2,318)	15,943	37	(49)
(Decrease) increase in trade payables	(5,237)	3,878	(418)	(401)
Income tax paid	730	(3,397)	500	-
(Decrease) increase in other current liabilities	10,609	(104,882)	72	(123,172)
Net cash flows (to) from operating activities	**18,186**	**(28,843)**	**(4,335)**	**(127,461)**

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Consolidated and Parent Company's cash flow statements (cont'd)

		Group		Company	
		Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Cash flows from (to) investing activities					
(Acquisition) of tangible non-current assets (except investment properties)		(2,759)	(12,170)	(16)	(73)
Proceeds from sale of tangible non-current assets (except investment properties)		251	1,038	7	139
(Acquisition) of investment properties		(658)	(3,848)	-	-
Proceeds of sale of investment properties		1,367	1,516	-	-
(Acquisition) of subsidiaries, net of cash acquired		-	-	-	(1,636)
Proceeds from sales of subsidiaries		9,955	42,553	46,479	49,123
(Acquisition) of associates		(129)	(5,466)	(129)	(4,823)
Proceeds from sales of associates		84,423	-	84,423	24
Loans (granted)		(24,132)	(52,273)	(42,262)	(116,489)
Repayment of granted loans		13,544	65,622	24,624	76,425
Dividends received		-	-	-	7,000
Interest received		1,645	7,333	1,390	2,933
(Acquisition) of minority interest		(19)	(1,845)	(6,772)	(12,879)
Other cash flow from investing activities		1,597	(15,156)	(704)	-
Net cash flows (to) investing activities		**85,085**	**27,304**	**107,040**	**(256)**
Cash flows from (to) financing activities					
Cash flows related to company shareholders					
Issue of shares		-	-	-	-
Dividends (paid)		(57)	(12,771)	(57)	(12,239)
Dividends to minority		-	(229)	-	-
		(57)	(13,000)	(57)	(12,239)
Cash flows related to other sources of financing					
Proceeds from loans		26,623	350,991	24,499	462,790
Issue of bonds		-	-	-	-
(Repayment) of loans		(133,963)	(276,197)	(115,722)	(313,072)
Interest (paid)		(23,625)	(35,227)	(11,386)	(9,156)
Financial lease (payments)		(137)	(5,991)	-	-
Transfer from restricted cash		13,615	-	-	-
Other cash flows from financing activities		-	841	-	(5)
		(117,487)	34,417	(102,609)	140,557
Net cash flows from financial activities		**(117,544)**	**21,417**	**(102,666)**	**128,318**
Impact of currency exchange on cash and cash equivalents		**-**	**-**	**-**	**-**
Net (decrease) increase in cash and cash equivalents		**(14,273)**	**19,878**	**39**	**601**
Cash and cash equivalents at the beginning of the year	5	**18,217**	**4,248**	**12**	**30**
Cash and cash equivalents at the end of the year	5	**3,944**	**24,126**	**51**	**631**

(the end)

Notes to the financial statements

1 General information

AB Invalda (hereinafter the Company) is a joint stock company registered in the Republic of Lithuania on 20 March 1992. The address of its registered office is Seimyniskiu Str. 3, Vilnius. The principal place of business is as follows:

Seimyniskiu Str. 1A,
Vilnius,
Lithuania.

AB Invalda is the company actively managing its investments by acquiring and restructuring businesses, applying modern methods of management and funding, diversifying risks. The Company receives income from managed companies and / or exiting businesses thus providing return to shareholders of the Company. Striving to obtain the highest effectiveness of investments and profitability to shareholders, AB Invalda concentrates to the priority segments, such as pharmacy, roads and bridges construction, furniture manufacturing and real estate.

The Company's shares are traded on the Baltic Main List of NASDAQ OMX Vilnius.

2 Basis of preparation and accounting policies

Basis of preparation

The interim condensed financial statements for the nine months ended 30 September 2009 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2008.

Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's and Company's annual financial statements for the year ended 31 December 2008, except for the adoption of new Standards and Interpretations as of 1 January 2009, noted below.

Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards* and IAS 27 *Consolidated and Separate Financial Statements* (effective for financial years beginning on or after 1 January 2009).

The amendment to IFRS 1 allows an entity to determine the 'cost' of investments in subsidiaries, jointly controlled entities or associates in its opening IFRS financial statements in accordance with IAS 27 or using a deemed cost. The amendment to IAS 27 requires all dividends from a subsidiary, jointly controlled entity or associate to be recognised in the income statement in the separate financial statements. The new requirements affect only the parent's separate financial statements and do not have an impact on the consolidated financial statements. These amendments are applied prospectively and will have no impact on the financial position or performance of the Company.

Besides, a new version of IFRS 1 was issued in November 2008. It retains the substance of the previous version, but within a changed structure and replaces the previous version of IFRS 1 (effective for financial years beginning on or after 1 July 2009 once adopted by the EU).

Amendment to IFRS 2 *Share-based Payment* (effective for financial years beginning on or after 1 January 2009).

The amendment clarifies the definition of a vesting condition and prescribes the treatment for an award that is effectively cancelled. The amendment will have no impact on the financial position or performance of the Group, as the Group does not have share-based payments.

2 Accounting principles (cont'd)

IFRS 8 *Operating Segments* (effective for financial years beginning on or after 1 January 2009).

The standard sets out requirements for disclosure of information about an entity's operating segments and also about the entity's products and services, the geographical areas in which it operates, and its major customers. IFRS 8 replaces IAS 14 *Segment Reporting*. The Group determined in accordance with IFRS 8 and report the same operating segments as the business segments previously identified under IAS 14. In the annual financial statements will be finally identified reportable operating segments by the quantitative thresholds.

Amendment to IAS 1 *Presentation of Financial Statements* (effective for financial years beginning on or after 1 January 2009).

This amendment introduces a number of changes, including introduction of a new terminology, revised presentation of equity transactions and introduction of a new statement of comprehensive income as well as amended requirements related to the presentation of the financial statements when they are restated retrospectively. The Group is preliminary decided all items of recognised income and expense present in two linked statements.

Amendment to IAS 23 *Borrowing Costs* (effective for annual periods beginning on or after 1 January 2009).

The revised standard eliminates the option of expensing all borrowing costs and requires borrowing costs to be capitalised if they are directly attributable to the acquisition, construction or production of a qualifying asset. In accordance with the transitional requirements of the Standard, currently the Group and the Company apply borrowing costs capitalisation option of effective IAS 23; therefore, there will be no impact on the Group's and the Company's financial statements on the adoption of the revised standard.

Amendments to IAS 32 *Financial Instruments: Presentation* and IAS 1 *Presentation of Financial Statements* – Puttable Financial Instruments and Obligations Arising on Liquidation (effective for financial years beginning on or after 1 January 2009).

The revisions provide a limited scope exception for puttable instruments to be classified as equity if they fulfil a number of specified features. The amendments to the standards will have no impact on the financial position or performance of the Group, as the Group has not issued such instruments.

<u>Improvements to IFRSs</u>

In May 2008 IASB issued its first omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. There are separate transitional provisions for each standard; most of the changes are effective for financial years beginning on or after 1 January 2009. The Group anticipates that these amendments to standards will have no material effect on the financial statements.

- IFRS 5 *Non-current Assets Held for Sale and Discontinued Operations.* Clarification that all of a subsidiary's assets and liabilities are classified as held for sale, even when the entity will retain a non-controlling interest in the subsidiary after the sale.
- IFRS 7 *Financial Instruments: Disclosures.* Removal of the reference to 'total interest income' as a component of finance costs.
- IAS 1 *Presentation of Financial Statements*. Assets and liabilities classified as held for trading in accordance with IAS 39 are not automatically classified as current in the balance sheet.
- IAS 8 *Accounting Policies, Change in Accounting Estimates and Errors.* Clarification that only implementation guidance that is an integral part of an IFRS is mandatory when selecting accounting policies.
- IAS 10 *Events after the Reporting Period*. Clarification that dividends declared after the end of the reporting period are not obligations.
- IAS 16 *Property, Plant and Equipment.* Items of property, plant and equipment held for rental that are routinely sold in the ordinary course of business after rental, are transferred to inventory when rental ceases and they are held for sale. Also, replaced the term "net selling price" with "fair value less costs to sell".
- IAS 18 *Revenue.* Replacement of the term 'direct costs' with 'transaction costs' as defined in IAS 39.
- IAS 19 *Employee Benefits.* Revised the definition of 'past service costs', 'return on plan assets' and 'short term' and 'other long-term' employee benefits. Amendments to plans that result in a reduction in benefits related to future services are accounted for as curtailment.

2 Accounting principles (cont'd)

- IAS 20 *Accounting for Government Grants and Disclosures of Government Assistance.* Loans granted in the future with no or low interest rates will not be exempt from the requirement to impute interest. The difference between the amount received and the discounted amount is accounted for as government grant. Also, revised various terms used to be consistent with other IFRS.
- IAS 23 *Borrowing Costs.* The definition of borrowing costs is revised to consolidate the two types of items that are considered components of 'borrowing costs' into one – the interest expense calculated using the effective interest rate method calculated in accordance with IAS 39.
- IAS 27 *Consolidated and Separate Financial Statements.* When a parent entity accounts for a subsidiary at fair value in accordance with IAS 39 in its separate financial statements, this treatment continues when the subsidiary is subsequently classified as held for sale.
- IAS 28 *Investment in Associates.* If an associate is accounted for at fair value in accordance with IAS 39, only the requirement of IAS 28 to disclose the nature and extent of any significant restrictions on the ability of the associate to transfer funds to the entity in the form of cash or repayment of loans applies. In addition, an investment in an associate is a single asset for the purpose of conducting the impairment test. Therefore, any impairment is not separately allocated to the goodwill included in the investment balance.
- IAS 29 *Financial Reporting in Hyperinflationary Economies.* Revised the reference to the exception to measure assets and liabilities at historical cost, such that it notes property, plant and equipment as being an example, rather than implying that it is a definitive list. Also, revised various terms used to be consistent with other IFRS.
- IAS 31 *Interest in Joint ventures:* If a joint venture is accounted for at fair value, in accordance with IAS 39, only the requirements of IAS 31 to disclose the commitments of the venturer and the joint venture, as well as summary financial information about the assets, liabilities, income and expense will apply.
- IAS 34 *Interim Financial Reporting.* Earnings per share are disclosed in interim financial reports if an entity is within the scope of IAS 33.
- IAS 36 *Impairment of Assets.* When discounted cash flows are used to estimate 'fair value less cost to sell' additional disclosure is required about the discount rate, consistent with disclosures required when the discounted cash flows are used to estimate 'value in use'.
- IAS 38 *Intangible Assets*. Expenditure on advertising and promotional activities is recognised as an expense when the entity either has the right to access the goods or has received the service. The reference to there being rarely, if ever, persuasive evidence to support an amortisation method of intangible assets other than a straight-line method has been removed.
- IAS 39 *Financial Instruments: Recognition and Measurement.* Changes in circumstances relating to derivatives are not reclassifications and therefore may be either removed from, or included in, the 'fair value through profit or loss' classification after initial recognition. Removed the reference in IAS 39 to a 'segment' when determining whether an instrument qualifies as a hedge. Require the use of the revised effective interest rate when remeasuring a debt instrument on the cessation of fair value hedge accounting.
- IAS 40 *Investment Property.* Revision of the scope such that property under construction or development for future use as an investment property is classified as investment property. If fair value cannot be reliably determined, the investment under construction will be measured at cost until such time as fair value can be determined or construction is complete. Also, revised of the conditions for a voluntary change in accounting policy to be consistent with IAS 8 and clarified that the carrying amount of investment property held under lease is the valuation obtained increased by any recognised liability.
- IAS 41 *Agriculture.* Removed the reference to the use of a pre-tax discount rate to determine fair value. Removed the prohibition to take into account cash flows resulting from any additional transformations when estimating fair value. Also, replaced the term 'point-of-sale costs' with 'costs to sell'.

2 Accounting principles (cont'd)

IFRIC 13 *Customer Loyalty Programmes* (effective for financial years beginning on or after 1 January 2009).

This interpretation requires customer loyalty award credits to be accounted for as a separate component of the sales transaction in which they are granted and therefore part of the fair value of the consideration received is allocated to the award credit and deferred over the period that the award credit is fulfilled. The Group does not maintain customer loyalty programmes, therefore, this interpretation will have no impact on the financial position or performance of the Group.

IFRIC 14 *IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction* (effective for financial years beginning on or after 1 January 2009).

This interpretation specifies the conditions for recognising a net asset for a defined benefit pension plan. The Group does not have defined benefit plans, therefore, the interpretation will have no impact on the financial position or performance of the Group.

3 Seasonality of operations

Road and bridge building business give lower revenue and operational profit in the 1st and 4th quarter in contrast to the 2nd and the 3rd quarters. Investment properties owned by the Group are revaluated and the change of their value is included in the profit/loss statement at the end of a year. This year a decrease of the investment property value is expected.

4 Segment information

The operating business are organised and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

For management purposes, the Group is organised into following segments:

Real estate

The real estate segment is involved in investment in real estate, real estate management and administration, facility management, construction management, intermediation in buying, selling and rating real estate.

Pharmacy

The pharmacy segment produces injections preparations, tablets, and ointments.

Furniture production

The furniture segment includes furniture production and sale. In the interim financial statements for the nine months ended 30 September the segment includes revenue and profit of AB Vilniaus Baldai and its subsidiary UAB Ari-Lux. UAB Kelio Zenklai is reclassified to the other production and service segments. The comparative figures have been adjusted.

Roads and bridge construction

The roads and bridge construction segment is involved in building bridges and high quality highway construction.

Other production and service segments

The other production and service segment is involved agricultural investment, hardware articles production, information technology solution services, road signs production, wood manufacturing and other.

Financial mediation (sold)

The financial mediation segment is involved in financial brokerage, corporate finance services, investment and pension fund management, investment and private banking activities. The segment is sold in 2009 and in these financial statements it is presented as discontinued operations (Note 10).

4 Segment information (cont'd)

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocations and performance assessment. Segment performance is evaluated based on net profit or loss and it is measured the same as net profit or loss in the financial statements. Group financing (including finance costs and finance revenue) and income taxes is allocated between segments as they identified on basis legal entities. Between segments is not allocated only elimination, which is related with some operating segments.

Transfer prices between business segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, segment expense and segment result include transfers between business segments. Those transfers are eliminated in consolidation.

The following table present revenues and profit information regarding the Group's business segments for the 9 months ended 30 September 2009:

Period ended 30 September 2009	Real estate	Pharmacy	Furniture production	Roads and bridge construction	Other production and service	Elimination	Total continuing operations
Revenue							
Sales to external customers	26,805	-	105,377	-	22,899	-	155,081
Inter-segment sales	571	-	-	-	141	(712)	-
Total revenue	27,376	-	105,377	-	23,040	(712)	155,081
Results							
Other income	(3,542)	-	342	-	20,469	(9,097)	8,172
Allowance for assets	(53,055)	-	-	-	(891)	-	(53,946)
Other segment expenses	(37,242)	-	(94,281)	-	(49,510)	11,648	(169,385)
Operating profit (loss)	(66,463)	-	11,438	-	(6,892)	1,839	(60,078)
Share of profit (loss) of the associates and joint ventures	(5,551)	1,897	-	6,370	(1,353)	-	1,363
Profit (loss) before income tax	(72,014)	1,897	11,438	6,370	(8,245)	1,839	(58,715)
Income tax	708	-	(2,508)	-	2,909	-	1,109
Net profit (loss) for the period	(71,306)	1,897	8,930	6,370	(5,336)	1,839	(57,606)
Attributable to:							
Equity holders of the parent	(70,353)	1,897	6,430	6,370	(4,860)	1,839	(58,677)
Minority interest	(953)	-	2,500	-	(476)	-	1,071

Gain of sale of AB Sanitas shares and of UAB Finansu Spektro Investicija is included into Other income caption of other production and service segment. Gain (loss) of sale of SIA Inreal, TOV Inreal, TOV Inkredo, TOV Inreal-Ocinka, UAB VIPC Klaipeda is included into Other income caption of real estate segment.

4 Segment information (cont'd)

The following table present revenues and profit information regarding the Group's business segments for the 9 months ended 30 September 2008:

Period ended 30 September 2008	Real estate	Pharmacy	Furniture production	Roads and bridge construction	Other production and service	Elimination	Total continuing operations
Revenue							
Sales to external customers	115,230	-	101,809	-	30,468	-	247,507
Inter-segment sales	1,728	-	-	-	317	(2,045)	-
Total revenue	116,958	-	101,809	-	30,785	(2,045)	247,507
Results							
Other income	9,353	-	1,627	-	25,288	(7,595)	28,673
Segment expenses	(115,653)	-	(104,521)	-	(60,118)	10,898	(269,394)
Operating profit (loss)	10,658	-	(1,085)	-	(4,045)	1,258	6,786
Share of profit (loss) of the associates and joint ventures	2,371	6,590	(3,318)	18,310	(596)	-	23,357
Profit (loss) before income tax	13,029	6,590	(4,403)	18,310	(4,641)	1,258	30,143
Income tax expenses	(2,790)	-	-	-	(1,206)	-	(3,996)
Net profit (loss) for the period	10,239	6,590	(4,403)	18,310	(5,847)	1,258	26,147
Attributable to:							
Equity holders of the parent	10,727	6,590	(3,092)	18,310	(5,803)	1,258	27,990
Minority interest	(488)	-	(1,311)	-	(44)	-	(1,843)

The following table represents segment assets of the Group operating segments as at 30 September 2009 and 31 December 2008:

Segment assets	Real estate	Pharmacy	Furniture production	Roads and bridge construction	Other production and service	Elimination	Total continuing operations
At 30 September 2009	368,111	107,598	81,283	51,398	165,059	(100,752)	672,697
At 31 December 2008	429,426	193,208	99,254	48,423	214,171	(133,598)	850,884

5 Cash and cash equivalents

	Group		Company	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Cash at bank	3,844	17,878	51	12
Cash in hand	100	339	-	-
	3,944	18,217	51	12

6 Dividends

In 2009 dividends were not declared. The General Meeting of shareholders of 30 April 2008 allocated LTL 12,771 thousand for dividends, i.e. LTL 0.30 per one share.

7 Income tax

	Group		Company	
	Nine months of 2009	**Nine months of 2008**	**Nine months of 2009**	**Nine months of 2008**
Components of income tax expense				
Current income tax charge	(2,723)	(3,468)	-	-
Deferred income tax income (expense)	3,832	(528)	2,774	(2,635)
Income tax (expenses) income charged to the income statement	1,109	(3,996)	2,774	(2,635)

8 Investment into subsidiaries and associates

Acquisitions of 2009

During the 9 months of 2009 the Company invested LTL 4,500 thousand additionally to increased share capital of AB FMĮ Finasta and UAB Finasta įmonių finansai. The last mentioned company invested funds to AB bankas Finasta in order to restore its equity to comply with minimum equity requirement set by the Lithuanian legislation.

The Company invested LTL 40,874 thousand additionally to increased share capital of UAB Kelio Zenklai, UAB Sago, UAB Rieses Investicija, UAB Saules Investicija, UAB Nerijos Bustas, UAB Finansu Spektro Investicija (the part of granted loans was converted to shares).

The Group acquired 0.05 % of shares of Vilniaus Baldai AB for LTL 19 thousand additionally. The value of the additional interest acquired was LTL 18 thousand. The negative difference equal to LTL 1 thousand between the consideration and the value of the interest acquired has been recognised directly to the shareholders equity.

The Company has acquired financial investments for LTL 704 thousand.

Sales and Acquisitions of AB Sanitas

On 24 October 2008 AB Invalda signed an agreement regarding the transfer of 6,314,502 AB Sanitas shares, which amounts to 20.3 % of authorised share capital. The buyer is Baltic Pharma Limited, company controlled by City Venture Capital International (CVCI).

On 28 October 2008, as the first part of agreement, 5 % of AB Sanitas shares were transferred for LTL 25,513 thousand. On January 12, 2009 the deal was closed and 15.3% of AB Sanitas shares were transferred for LTL 78,070 thousand.

Considering the undertaken investment return risk the price paid for the shares according to the agreement with Baltic Pharma Limited will be adjusted positively or negatively depending on the price Baltic Pharma Limited will receive latter from the shares' sale together with other AB Sanitas shareholders who concluded shareholders agreement. The Company has assured possible variations in sales prices by pledge of 3,763,816 shares of AB Sanitas held to Baltic Pharma Limited and by other shares of AB Sanitas held.

Taking into consideration auditor's consultations in the financial statements dated 31 December, 2008, the Group and the Company recognised separately continuing involvement asset amounting to LTL 25,526 thousand and LTL 21,676 thousand, respectively (included in investments in associates caption) and continuing involvement liability amounting to LTL 24,046 thousand and LTL 20,196 thousand, respectively (included in other non-current liabilities caption), calculated according to the first part of the deal.

The management considers that transferred AB Sanitas' shares are not controlled according to the 23 clause of IFRS 39 standard. Therefore in the financial statements dated 30 September, 2009, there are recognized assets that reflect present value of additional future net cash flows from the sale of shares present value, calculated according to the management assumptions and amounting to LTL 3,194 thousand from both parts of the deal (included in investments in associates caption).

8 Investment into subsidiaries and associates (cont'd)

The company intends to continue consulting with the auditors how to reflect the deal in the accounting more properly. If the management had to include the deal into accounting according to the continuing involvement principles, in the financial statements of 30 September, 2009, value of investments in associates and other long term liabilities should be increased in the Group and the Company by LTL 86,584 thousand and LTL 85,457 thousand respectively (total assets and liabilities would be increased by these amounts)

The Company and the Group gained LTL 12,703 thousand and LTL 15,424 thousand profit from this part of the deal

Sales of Finasta Group

On 16 September 2009 Finasta Group companies (AB Finasta, UAB Invalda Turto Valdymas, UAB Finasta Imoniu Finansai, AB bankas Finasta, IPAS Invalda Asset Management Latvia) have been sold for LTL 45,750 thousand. The Company has suffered loss of LTL 1,821 thousand from this transaction. The carrying values of identifiable assets and liabilities as at the date of disposal were:

	Carrying value
Intangible assets	7,566
Tangible assets	3,049
Financial assets available-for-sale	866
Deferred tax asset	5,226
Loans	9,381
Financial assets held for trade	13,244
Other current assets	2,938
Deposits	542
Cash	35,795
Total assets	**78,607**
Borrowings	(5,871)
Deposits	(39,734)
Trade and other receivables	(3,172)
Total liabilities	**(48,777)**
Group's net assets sold	**29,830**
Profit from sale	15,920
Proceeds from sale	**45,750**
Cash sold	(35,795)
Net cash received	**9,955**

8 Investment into subsidiaries and associates (cont'd)

Other sales

In 1st half year of 2009 the Group has ended withdrawal from Ukraine. The Group sold Ukrainian investments: TOV Inreal, TOV Inreal-Ocinka, TOV Inkredo. The Company and the Group have suffered loss of LTL 2,055 thousand and LTL 143 thousand, respectively. On the other hand, the Company has reversed allowance of LTL 2,208 thousand, which was recognised for these investments in the financial statements for 2008. In Note 10 information about the sale of TOV Finasta is disclosed.

The Group sold 100 % shares of SIA Inreal. The Group have earned profit of LTL 112 thousand for this transaction (SIA Inreal had negative equity). The Company has suffered loss of LTL 2,839 thousand and has reversed allowance of LTL 2,750 thousand.

The Group sold 47 % shares of UAB VIPC Klaipeda. The Group has suffered loss of LTL 3,964 thousand and the Company have earned profit of LTL 1,049 thousand.

The Group sold UAB Finansu Spektro Investicija and have suffered loss of LTL 3,065 thousand. The Company has suffered loss of LTL 8,456 thousand.

In 1st quarter of 2009 was completed liquidation of SIA Gravity. In the consolidated statements was recognised loss of LTL 7 thousand.

9 Other revenues and expenses

9.1. Gain from investments and on sale of investment properties

	Group		Company	
	Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Net gain (loss) on sale of subsidiaries, associates and joint ventures	7,255	17,944	(4,097)	87,491
Net gain (loss) from financial assets at fair value	(2,025)	(10,098)	(3,704)	(206)
Net gain (loss) on sale of investment properties	(360)	1,024	-	-
Net gain (loss) from held for trade investments	73	-	-	-
	4,943	8,870	(7,801)	87,285

9.2. Finance expenses

	Group		Company	
	Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Interest expenses	(23,625)	(33,786)	(17,620)	(20,238)
Foreign currency exchange loss	(76)	(133)	(20)	-
Other finance expenses	(397)	(289)	(38)	(56)
	(24,098)	(34,208)	(17,678)	(20,294)

9.3. Finance income

	Group		Company	
	Nine months of 2009	Nine months of 2008	Nine months of 2009	Nine months of 2008
Interest income	1,645	4,846	10,471	10,234
Foreign currency exchange gain	-	-	-	42
Dividend income	-	5,039	9,000	20,478
Other finance income	152	257	107	-
	1,797	10,142	19,578	30,754

10 Discontinued operations

Discontinued operation

	Nine months of 2009	Nine months of 2008
Gain (loss) after tax for the period from discontinued operations (financial mediation)	6,082	(15,154)
Gain (loss) after tax for the period from discontinued operations (hotel management)	-	30,531
Total discontinued operation	**6,082**	**15,377**

Loss (earnings) per share:	Nine months of 2009	Nine months of 2008
Basic and diluted, from discontinued operation	0,14	0,36

Financial mediation

On March 31, 2009 the Management Board of Invalda AB approved entering into the contract with the Bank Snoras AB regarding the sale of Finasta Group companies (Bank Finasta AB, FBC Finasta, asset management companies Invalda Turto Valdymas and Invalda Asset Management Latvia, as well as Finasta Imoniu Finansai AB). Contract was signed on 1 April 2009. The disposal of the Finasta Group companies was completed on 16 September 2009 and shares were transferred for LTL 45,750 thousand.

10 Discontinued operations and non-current assets classified as held-for-sale (cont'd)

In April 2009 TOV Finasta was sold for LTL 257 thousand.

The results of the financial mediation segment for the year 2009 and 2008 are presented below:

	Nine months of 2009	Nine months of 2008
Revenue	6,399	10,065
Expenses	(17,227)	(27,042)
Profit (loss) from investments	347	(1,741)
Operating (loss) profit	**(10,481)**	**(18,718)**
Finance revenue	2,671	2,635
Finance expenses	(2,029)	(1,442)
(Loss) profit before tax from a discontinued operation	**(9,839)**	**(17,525)**
Income tax expenses	1,409	2,371
(Loss) profit for the period from a discontinued operation (financial mediation)	**(8,430)**	**(15,154)**
Loss on sale of TOV Finasta	**(319)**	**-**
Reclassification adjustment for fair value reserve of Finasta Group included in profit (loss)	**(1,089)**	**-**
Gain on sale of Finasta Group	**15,920**	**-**
Gain (loss) after tax for the period from discontinued operations (financial mediation)	**6,082**	**(15,154)**

Hotel management

In February 2007 the Group management publicly announced searching for the investor to the Group's hotels management segment (100 % subsidiary of the Company AB Valmeda and its 100 % subsidiary UAB Kelionių Viešbučiai). The potential investor was found on 16 August 2007 and the Letter of intent with investor Triangle Investments and Development limited for the sale and purchase of AB Valmeda shares was signed. The disposal of the Group hotels management segment was completed on 13 March 2008.

The results of the hotel management segment for the year 2008 are presented below:

	2009	2008
Revenue	-	1,550
Expenses	-	(1,643)
Operating (loss) profit	**-**	**(93)**
Finance revenue	-	-
Finance expenses	-	(401)
(Loss) profit before tax from a discontinued operation	**-**	**(494)**
Income tax expenses	-	-
(Loss) profit for the period from a discontinued operation	**-**	**(494)**
Gain on disposal of the discontinued operation	**-**	**31,025**
Gain (loss) after tax for the period from discontinued operations (hotel management)	**-**	**30,531**

11 Borrowings

Within the 9 months of 2009, the Group and the Company refunded respectively LTL 133,963 thousand and LTL 115,722 thousand loans. The main resource to refund was sale of AB Sanitas shares and Finasta Group.

The Company reclassified the biggest part of its debt to current liabilities in comparison with the statement of financial position as of 30 June of 2009, because the maturity of these liabilities is up to September 2010.

The Company's management expects to negotiate with AB DnB Nord Bank regarding extension of maturity terms of loan for more than one year (including part of the loan equal to LTL 17,580 thousand, which had to be refunded on 31 October 2009).

The Company now doesn't have any law issues with its creditors and there aren't any objective factors, that in the near future the Company will have any law issue.

During 2nd quarter of 2009 the Group have signed bank loan agreements' amendments regarding extension of maturity terms for 2 years in the real estate segment's companies. Therefore the amount of LTL 124,090 thousand was reclassified from caption current portion of non-current borrowings to caption non-current borrowing.

12 Allowance for assets

At the end of 1st half year 2009 the management of the Company made additional allowance for assets. In the 3rd Quarter the amount of the allowance was adjusted. The part of the allowance was reversed as result of sale of investments. Other part of allowance was reversed because the Group companies have suffered loss during 3rd Quarter.

The Group revalue its investment properties at the year end date. In the interim financial statements for 12 months ended 31 December 2009 valuation result will be reflected. According to market condition, the Company expects valuation losses.

Consider the economic situation in Latvia the additional allowance for investments and loans (they are valued to null) was made, respectively the amount of mLTL 14.1 in the Company's and mLTL 14.4 in the Group's statements.

In the Group's statements additional allowance of mLTL 38.6 for real estate segment's assets was made, in the Company's statements additional allowance of mLTL 29.6 for investments and loans to this sector was made. Mainly the reason for this allowance is lowered prices of finished residential real estate.

Due to the sale of investments in Ukraine and SIA Inreal was reversed allowance of mLTL 12, which was made in the Company's statements for 2008.

13 Related party transactions

Receivables from related parties are presented in gross amount (without allowance).

The Company's transactions with related parties during three quarters of the year 2009 and related quarter-end balances were as follows:

9 months of the year 2009 Company	**Sales to related parties**	**Purchases from related parties**	**Receivables from related parties**	**Payables to related parties**
Loans and borrowings	10,132	1,694	139,892	18,495
Rent and utilities	-	96	-	12
Dividends	9,000	-	-	-
Prepayments for share capital in subsidiaries	-	-	-	-
Other	7	60	620	-
	19,139	1,850	140,512	18,507
Management	-	69	1,310	-

13 Related party transactions (cont'd)

The Company's transactions with related parties during three quarters of the year 2008 and related quarter-end balances were as follows:

9 months of the year 2008 Company	**Sales to related parties**	**Purchases from related parties**	**Receivables from related parties**	**Payables to related parties**
Loans and borrowings	9,357	5,008	169,063	140,140
Rent and utilities	-	240	-	246
Dividends	20,478	-	7,978	-
Payables for share capital in subsidiaries in Ukraine	-	-	-	816
Other	-	49	-	67
	29,835	5,297	177,041	141,269
Management	-	4,000	-	-
Liabilities to shareholders	-	5,444	-	-

The Group's transactions with related parties during three quarters of the year 2009 and related quarter-end balances were as follows:

9 months of the year 2009 Group	**Sales to related parties**	**Purchases from related parties**	**Receivables from related parties**	**Payables to related parties**
Loans and borrowings	854	562	40,068	6,719
Rent and utilities	387	10	102	-
Roads and bridges construction segment	396	-	263	-
Financial segment	35	-	-	-
Other	39	-	627	-
	1,711	572	41,060	6,719
Management	110	73	1,310	-
Liabilities to shareholders	335	285	2,438	7,373

The Group's transactions with related parties during three quarters of the year 2008 and related quarter-end balances were as follows:

9 months of the year 2008 Group	**Sales to related parties**	**Purchases from related parties**	**Receivables from related parties**	**Payables to related parties**
Loans and borrowings	2,029	1,365	38,967	42,630
Rent and utilities	980	132	60	158
Financial segment	628	-	273	-
Roads and bridges construction segment	312	35	66	-
Dividends receivables by AB Invalda from AB Sanitas	-	-	7,978	-
Raw materials purchased by AB Vilniaus baldai from UAB Girių bizonas	3	12,686	-	1,794
Other	69	-	88	-
	4,021	14,218	47,432	44,582
Management	215	4,051	607	2,920
Liabilities to shareholders	45	7,674	58,352	2,732