

NOTES TO THE INCOME STATEMENT as of March 31, 2010.

NOTE 1 - SALES	
Company presented in its income statement the amount of RSD 2.276.533 thousand. The stated amount includes:	
- Merchandise sold	RSD149,612 thousand
During the first quarter of 2009, contracting of oil plants, investments in farming by delivery of seed plants and intermediaries, as well as procurement and buy-up of agricultural products were transferred to the Company Victoria Logistic DOO Novi Sad within the implemented reorganization and pooling up logistics function of raw materials procurement, transport and storage of goods necessary for the operation of the Victoria Group Members.	
- Products sold and services provided	RSD2,126,921 thousand
Major income was realized in sale of soybean - RSD 1,096,097 thousand; sale of soybean oil in the amount of RSD 541,968 thousand. Other income was achieved by sale of textures, flour, lecithin and other soybean products.	
NOTE 2 – INCREASE IN VALUE OF FINISHED PRODUCTS ON STOCK	
On March 31, 2010, the Company showed reduce of finished products on stock by RSD 95,830 thousand as compared to its value as of December 31, 2009. Major reduce of stock was presented under the Items 'Crude Soybean Oil' and 'Soybean meal'. Reduce in volume was represented by 919,800 kg, i.e. in value RSD 18,230 thousand and reduce in volume of soybean meal on stock was 2,528,425 kg or RSD 82,680 thousand in value. The item 'Other Finished Products' showed reduce as well. The value of soybean meal as a semi-finished product on stock showed increase by 2,670,516 kg in value, i.e. RSD 56,081 thousand in value. The value is carried at their cost, whereas their respective sale prices are considerably higher.	
NOTE 3 – COST OF GOODS SOLD	
Company presented in its income statement the cost of merchandise sold in amount of RSD 155,165 thousand.	
NOTE 4 – MATERIAL COST	
Company presented in its income statement the amount of RSD 1,548,780 thousand, of which the cost of basic raw material (soybean grain) amounted to RSD 1,423,522 thousand. Cost of all materials is carried at the average purchase price.	RSD1,548,780 thousand
NOTE 5 – OTHER OPERATING EXPENSES	
The Company presented other operating expenses in the amount of RSD 87,361 thousand. The structure of expenses is as follows:	

- Maintenance services	RSD10,967 thousand
Major portion related to the maintenance of buildings and equipment in amount of RSD 3,868 thousand and the licensed Information System maintenance in the amount of RSD 2,068 thousand.	
- Transportation services	RSD15,170 thousand
Major portion of transportation costs related to transport of finished products in the country and abroad.	
- Cost of other services (laboratory analyses, utility services, etc.)	RSD18,952 thousand
- Cost of non-production services	RSD5,246 thousand
- Cost of payment transactions, bank commissions and fees	RSD14,355 thousand
- Rental costs	RSD8,222 thousand
- Other non-production costs –taxes, duties and fees mainly	RSD3,339 thousand
- Cost of fairs, advertising and promotion	RSD2,494 thousand
- Insurance premiums	RSD3,557 thousand
- Other expenses	RSD5,059 thousand
NOTE 6 – FINANCIAL INCOME	
Company presented in its income statement the amount of RSD 38,937 thousand. Major portion relates to the exchange differential gains of RSD 35,484 thousand.	
NOTE 7 – FINANCIAL EXPENSES	
Company presented in its income statement the amount of RSD 427.535 thousand. Major items are as follows:	
- Interest on credits granted	RSD76,051 thousand
- Currency rate losses	RSD350,826 thousand
NOTE 8 – OTHER REVENUES	
Company presented in its income statement the amount of RSD 3,103 thousand. Major portion of revenues relates to the collected trade receivables.	
NOTE 9 – OTHER EXPENSES	
Company presented in its income statement the amount of RSD 13.586 thousand. Major item is:	
-Impairment of trade receivables	RSD12,676 thousand.
NOTE 10 – PROFIT BEFORE TAX	
In the first quarter of 2010 the loss before tax presented as difference between the total income and total expenses amounted to RSD 69,982 thousand. Operating profit of RSD 329,099 thousand was presented in the same period. The final loss derived from financial expenses as a result of increase of the EUR exchange rate as compared to its value as of December 31, 2009 and related to the exchange differentials under the credits.	
Data on operations until March 31, 2010. are as follows:	
Total revenues	RSD2,287,057 thousand
Total expenses	RSD2,357,039 thousand

Loss	RSD69,982 thousand
Differed tax liabilities of the period	RSD7,454 thousand
NET LOSS	RSD77,436 thousand

Becej, March 31, 2010

LEGAL REPRESENTATIVE

Pavlovic Branislava