

NOTES TO THE INCOME STATEMENT as of September 30, 2010

NOTE 1 – SALES											
Company presented in its income statement the amount of RSD 10.628.381 thousand. The stated amount includes:											
- Merchandise sold	RSD 3.742.912 thousand										
<p>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. Major income was realized in sale of the following merchandise:</p> <table border="0"> <tr> <td>WHEAT – crop 2009</td> <td align="right">RSD 2,045,811 thousand</td> </tr> <tr> <td>SUNFLOWER</td> <td align="right">RSD 901,780 thousand</td> </tr> <tr> <td>CRUDE SUNFLOWER OIL</td> <td align="right">RSD 24,960 thousand</td> </tr> <tr> <td>SUNFLOWER MEAL</td> <td align="right">RSD 31,403 thousand</td> </tr> <tr> <td>CORN</td> <td align="right">RSD 26,627 thousand</td> </tr> </table>		WHEAT – crop 2009	RSD 2,045,811 thousand	SUNFLOWER	RSD 901,780 thousand	CRUDE SUNFLOWER OIL	RSD 24,960 thousand	SUNFLOWER MEAL	RSD 31,403 thousand	CORN	RSD 26,627 thousand
WHEAT – crop 2009	RSD 2,045,811 thousand										
SUNFLOWER	RSD 901,780 thousand										
CRUDE SUNFLOWER OIL	RSD 24,960 thousand										
SUNFLOWER MEAL	RSD 31,403 thousand										
CORN	RSD 26,627 thousand										
- Products sold and services rendered	RSD 6.885.469 thousand										
Major income were realized in sale of meal - RSD 3.440.600 thousand; sale of crude soybean oil - RSD 1.903.944 thousand; other income was realized by sale of textures, flour, lecithin and other soybean products.											
NOTE 2 – REDUCTION OF THE VALUE OF OWN PRODUCTS ON STOCK											
<p>As of September 30, 2010, the Company presented reduction of finished products on stock as compared to the balance as of December 31, 2009 by RSD 139,165 thousand. The most significant reduction was presented for the crude soybean oil and soybean meal. Reduction in volume of the crude soybean oil on stock was 1,528,591 kg, i.e. in value RSD 30,572 thousand; the reduction in volume of soybean meal on stock was 3,750,558 kg, i.e. in value RSD 127,519 thousand. No significant changes within the item of other finished products were recorded. Increase of the value of soybean meal as semi-finished product was recorded in the volume of 1,394,347 kg, i.e. in value RSD 47,408 thousand. The value is carried at cost of these products.</p>											
NOTE 3 – OTHER OPERATING INCOME											

The Company presented in its income statement the amount of RSD 200,837 thousand. Major share of the income relates to revenues from export incentives amounting to RSD 163,361 thousand. The amount of RSD 36,496 thousand represents the rental income.	RSD 200.837 thousand
NOTE 4 – COST OF GOODS SOLD	
The Company presented in its income statement the amount of RSD 3.259.895 thousand for costs of merchandise sold. Most significant costs were as follows :	
WHEAT	RSD 1.592.661 thousand
SUNFLOWER	RSD 900.233 thousand
SUNFLOWER MEAL	RSD 31.735 thousand
REFINED SUNFLOWER OIL	RSD 24.960 thousand
NOTE 5 – MATERIAL COST	
The Company presented in its income statement the amount of RSD 5.368.130 thousand, of which cost of basic raw material (soybean grain) amounted to RSD 5.003.164 thousand. Material cost is carried at average procurement prices..	RSD 5.368.130 thousand
NOTE 6 - OTHER OPERATING EXPENSES	
The Company presented other operating expenses in the amount of RSD 289.426 thousand. Structure of expenses was as follows:	
- Maintenance services	RSD 40.511 thousand
Major share relates to maintenance of building facilities and equipment - RSD 17.448 thousand and the information system maintenance and respective licenses - RSD 8.093 thousand.	
- Transportation services	RSD 47.920 thousand
Major share of transportation costs relates to transport of finished products in the country and abroad.	
- Other services (laboratory analyses, utility services, etc.)	RSD 56.356 thousand
- Non-production services	RSD 16.468 thousand
- Payment transactions, commissions and bank fees	RSD 38.592 thousand
- Rent	RSD 27.393 thousand
- Other non-material costs – mainly taxes and duties	RSD 12.055 thousand
- Fairs, advertising and promotion	RSD 5.167 thousand
- Insurance premiums	RSD 16.072 thousand
- Other costs	RSD 28.636 thousand
NOTE 7 – FINANCIAL INCOME	
The Company presented in its income statement the amount of RSD 196.114 thousand. Most significant item was currency differential gains amounting to RSD 186.437 thousand.	
NOTE 8 - FINANCIAL EXPENSES	
The Company presented in its income statement the amount of RSD 1.273.664 thousand. Most significant items are as follows:	
- Interest on credits	RSD 215.283 thousand

- Currency differential losses	RSD 1.055.716 thousand
NOTE 9 - OTHER REVENUES	
The Company presented in its income statement the amount of RSD 12,597 thousand. Major share of the income relates to receivables collected.	
NOTE 10 - OTHER EXPENSES	
The Company presented in its income statement the amount of RSD 20.377 thousand. Most significant items are as follows	
- Receivables impairment	RSD 13.347 thousand
NOTE 11 – PROFIT BEFORE TAX	
Data relevant for performance until September 30, 2010 are as follows:	
Total income	RSD 10.906.443 thousand
Total expenses	RSD 10.591.412 thousand
Profit before tax	RSD 315.031 thousand
Profit tax	RSD 31.503 thousand
Net profit	RSD 283.528 thousand

Becej, September 30, 2010

LEGAL REPRESENTATIVE

Pavlović Branislava