



AB „ANYKŠČIŲ VYNAS“
Half-year Report of
2008

I. GENERAL PROVISIONS

1. The reporting cycle for which the year prospect-report was prepared.

2. The principal data about the Issuer (Emitentas).

The name of the Issuer:	Joint-Stock Company „Anykščių Vynas“.
The address of the residence:	Dariaus ir Girėno 8, Anykščiai, Lithuania.
Tel.:	(8-381) 50399, 50299, 50233.
Fax:.	(8-381) 50350.
E-mail:	info@anvynas.lt
Website:	www.anvynas.lt
Legal-organizational form:	Juridical person, Joint-Stock Company
The authorised capital:	49 080 535
The Register keeper:	State Company Register Centre.
The certificate was issued by:	Utena branch of the State Company Register Centre, July 28, 2004.
The registration date:	November 21, 1990 in the Company of the State Land Cadastre and Register (Vilnius).
The Company Code:	2541 11650.

The JSC “Anykščių Vynas” has no branches and agents, and no subsidiaries.

3. The character of the main activity of the Issuer.

The main courses of the Company activities are the production and sale of alcoholic drinks and apple concentrated juice.

4. The information where and when you are able to have a look at the report and papers according to which the report was prepared.

You are able to have a look at the report and papers, according to which the report was prepared (financial statements, auditor’s report, etc.) in the residence of the JSC “Anykščių Vynas”: Dariaus ir Girėno 8, Anykščiai, during the working time (8-17 o’clock). The public information media is “Lietuvos Rytas”.

5.The persons who are responsible for the given information in the report:

Position	Name, surname	Tel. No.	Fax. No.
Director	Violeta Labutienė	(8~381)50 299	(8~381) 50 350
Accountant-general	Audronė Zemlevičienė	(8~381) 50 391	(8~381) 50 350

6. The approval of the members of the management bodies, workers and administration manager of the Issuer and the adviser of the Issuer who are responsible for the preparation of the report in order that the information, given in the report, agrees the reality and there are no concealed facts.

The Joint-Stock Company „Anykščių Vynas“ represented by Violeta Labutienė, the Director, and Audronė Zemlevičienė, the Accountant-general, justifies that the presented information meets the reality and there are no concealed facts, that could have an impact on the decisions of the investors to buy or to sell the Company’s securities, to influence the market price of the securities and their evaluation.

Director



Violeta Labutienė

The Accountant-general



Audronė Zemlevičienė



II. THE INFORMATION ABOUT THE ISSUER’S AUTHORIZED CAPITAL, ISSUED SECURITIES AND MEMBERS OF THE MANAGEMENT BODIES

7. The Issuer’s authorized capital.

7.1. The authorized capital registered in the Register of Enterprises.

The Company authorized capital, registered in the Register of Enterprises, is 49 080 535 Lt.
The capital is divided into 49 080 535 ordinary nominal shares, the nominal value of one share is 1 Lt. All the Company shares are paid-up. All the Company shares are of one type – they are ordinary nominal shares, that form 100% of the authorized capital.
Every fully paid-up share gives its owner one vote in the General Meeting.
The shareholders’ rights and duties are set in the Company Law of the Republic of Lithuania and in the other laws and acts.

7.2. The information about the intended increase of the authorized capital by converting or changing issued debt or derivative securities into the shares.

There is no information.

8. The Shareholders

The total number of the shareholders was 394 on June 30, 2008.

The shareholders who had more than 5% of the Issuer’s authorized capital.

Shareholder’s name, surname (company name, type, address of the residence, Company Register Code)	Number of ordinary nominal shares, unit.		The owned part of the authorised capital and votes, %.		
	Total	Including shares owned by proprietary	Total	Including ordinary nominal skares owned by the shareholder’s the given part of votes	Together with acting persons, %
AB “Alita” Miškininkų 17, LT-62200 Alytus, 1495 19891	46577570	46577570	94.90	94.90	-

9. The securities unmarking the presence in the authorized capital, but their turnover is regulated by the Law on Security Market.

The Company did not issue any securities unmarking the presence in the authorized capital.

10. The secondary turnover of the securities.

The JSC “Anykščių Vynas” shares are quoted in the Vilnius Stock Exchange Complementary list. Total number of the shares is 49 080 535. The nominal value of one share is 1 Litas, the total nominal value is 49 080 535 Lt. The ISIN Code of these securities is LT0000112773.

The VSE market:

Year and quarter	Price		Turnover		The last session of the period			Total turnover	
	Max.	Min.	Max.	Min.	Price	Turnover	Date	Unit	Lt
Quarter I, 2008	1.17	0.91	15638.98	0	0.91	0	2008.03.31	58464	60401.80
Quarter II, 2008	1.00	0.65	9606.6	0	0.69	0	2008.06.30	55952	39604.83

11. The contracts with the brokers of the securities of the public turnover.

The JSC “Anykščių Vynas” and JS bank “Hansabankas” signed the contract No. 2004-06-30/001 for the accounting of the issued securities and personal securities management on July 29, 2004. The JS bank “Hansabankas” address: Savanorių pr. 19, 03502 Vilnius, tel: 8-5 268 44 85, fax.: 8-5 268 41 70.

12. The members of the management bodies.

12.1. Position, names and surnames, data about the presence in the Issuer’s authorized capital (the part of the authorized capital and votes in hand, %).

No.	Position (JSC “Anykščių vynas”)	Name, surname	The number of shares	TThe part of the authorised capital in hand (%)
The BOARD since 25 04 2008				
1	Chairman – does not work in the Company	Vytautas Junevičius	-	-
2	Member – does not work in the Company	Vilmantas Pečiūra	-	-
3	Member – does not work in the Company	Arvydas-Jonas Stankevičius	-	-
4	Member – does not work in the Company	Darius Vėželis	-	-
ADMINISTRATION since 16 06 2008				
1	Director	Violeta Labutienė	-	-
2	Accountant-general	Audronė Zemlevičienė	-	-
ADMINISTRATION 23 05 2008 – 16 06 2008				
1	Production Manager, Substituting Director	Vidas Lagūnas	-	-
2	Accountant-general	Audronė Zemlevičienė	-	-
ADMINISTRATION 10 02 2006 – 23 05 2008				
1	Director	Marius Gudauskas	-	-
2	Accountant- general	Audronė Zemlevičienė	-	-
ADMINISTRATION 19 05 2005 – 10 02 2006				
1	Director	Marius Gudauskas	-	-
2	Deputy Director	Ričardas Armonavičius	-	-
3	Accountant general	Audronė Zemlevičienė	-	-

12.2. The data about the presence in the activity of other companies and organizations:

Vytautas Junevičius, the Chairman of the Board, has 41.89% of the JSC "Alita ordinary nominal shares and he is the Chairman of the Board and the General Director of the JSC "Alita". He is a member of the Board of the JSC "Šiaulių Bankas". He has 5.6% of shares of the PJSC "Šiaulių banko investicijų valdymas", 50% of shares of the PJSC "Aunuva".

Arvydas –Jonas Stankevičius, a Member of the Board, he is the Production Director and a Member of the Board of the JSC "Alita". He has 16.75% of the ordinary nominal shares of the JSC "Alita", he has 40% of shares of the PJSC "Lieda" and 40% of the ordinary nominal shares of the PJSC "Alytaus vaistinė";

Vilmantas Pečiūra – a Member of the Board, Finance and Administration Director, he has 12.57% of the ordinary nominal shares of the JSC "Alita". He is the Chairman of the Board of the JSC "Beogradska Industrija Piva"

Darius Vėželis – a Member of the Board, Marketing and Sale Director, he has 12.57% of the ordinary nominal shares of the JSC "Alita". He is a member of the Board of the JSC "Beogradska Industrija Piva".

Violeta Labutienė – the Director of the JSC "Anykščių Vynas", she does not take part in the activity and capital of the other Companies.

Audronė Zemlevičienė – the Accountant-general of the JSC "Anykščių Vynas", she does not take part in the activity and capital of the other companies.

The information about all the important agreements among the Issuer, Issuer's Managers, workers and the other persons.

There is no information.

13. The risk factors related to the issuer's activity.

There were no strikes in the Company.

Economical factors:

The Company works in two geographical segments – the local and foreign markets. The biggest part of all the production (92,2% in the first half-year of 2008, 78.9% in 2007, 82.9% in 2006) is sold in the local market and almost all the apple production (Apple concentrated juice, aroma, dried pomace (63,6%- in the first half-year of 2008, 94.6% in 2007, 88.5% in 2006) is sold abroad. Being a great competition in the local market, the Company fruit-berry wine sale is increasing slowly (because of the adverse excise policy to the fruit-berry wine and friendly excise policy to the strong beer), the sale of the other production is stable or increasing. The apple production depends on nature fully, and the sale volumes depend on the production volumes and prices in the European market. There is a risk that the Company will not reach the planned pretax result if it would not sell the planned amount of the apple concentrated juice in the second half-year. The Company provides raw material, spare parts which it purchases from the different suppliers, so there is no dependence on one supplier. The Company also has no monopoly customer. The production

and sale during the first half-year of 2008 decreased, in comparing with the same period of the last year, because of the decreased sale of the apple concentrated juice and the decreased sale of the carbonized wine drinks and vodka. The production of the carbonized wine drinks and a part of vodkas was moved to the JSC "Alita". The workers of high quality work in the Company.

On June 30, 2008 the PJSC „Anykščių Šiluma“ was indebted 957 thousand of LTL to the Company and there is a great risk that the PJSC „Anykščių Šiluma“ will not have enough of the working capital to settle with the JSC „Anykščių Vynas“. As it is not clear if the receivable sum would be repaid, it was evaluated as a delay. The JSC „Anykščių Vynas“ uses the short term loan from the AB bank „Hansabankas“ (the contract for the loan refinance was signed 10 08 2004 and it is valid to 30 08 2008). The financial debt to the AB bank „Hansabankas“ was 8 632 thousand of LTL on June 30, 2008. There are no essential problems with the payments to the suppliers and customers.

The political risk factors:

The Government decisions to increase the excise to the production may influence the Company production increase.

The social factors:

There is a collective agreement with the trade union that is in force till July, 2009.

The Technical-technological factors:

The most of the technological machines is reconstructed or new, a lot of attention is given to the automation of the technological processes and improvement of the production quality. At present the production facilities are used about 70%. There are no risk factors to the technological processes.

14. The information on workers for the 1-th half year of 2007 and the 1-th half year of 2008:

	The first half-year of 2007	The first half-year of 2008	2008 in compare with 2007, %
The average listed number of the workers	265	263	99,2
The average wage, without tax deduction, Lt.	1327	1464	110,3

15. Information on audit

The JSC "Anykščių Vynas" financial accounting and financial statement audit of the first half-year was not done. The audit will be done for the whole financial year of 2008 according to the International Financial Reporting Standards.

III. THE ESSENTIAL EVENTS IN THE ISSUER'S ACTIVITY, ITS PROSPECT

16. The essential events in the Issuer's activity.

14 02 2008. In 2007 the JSC "Anykščių Vynas" sale incomes, in comparing with 2006, increased 38% and amounted to 46 565 thousand of LTL (13 486 thousand of EURO). The Company worked profitably and it got 727.4 thousand of LTL (210.7 thousand of EURO) of the unaudited net profit. In 2006 the Company gained 2 118 thousand of LTL (613.4 thousand of EURO) of the net profit.

In 2007 the Company planned to get 40 million of LTL (11.6 million of EURO) or the sale incomes and 1.0 million of LTL (0.3 million of EURO) of the profit.

During the reporting year all the wholesalers of the JSC „Anykščių Vynas“ bought more production. We did not reach the planned net profit because of the increased production cost, the increased prices of the raw material and the other materials; because of the less sold volume of the apple concentrated juice than we have planned; because of the investment in the renew and promotion of such trade marks as the vodka „Ledo“, brandy „Forum“, a kind of brandy „Bobelinė“; because of the significant increase of the tax of the glass packing launched into the local market; because of the deferred profit tax of 96 thousand of LTL (27.8 thousand of EUR) negative influence upon the net profit.

20 03 2008. On the Board's own initiative and resolution the JSC „Anykščių Vynas“ General Meeting is called on April 25, 2008 at 12 o'clock, that will be held in the Company hall (Dariaus and Girėno str. 8, Anykščiai. The data about the Company is kept and stored in the Register of Legal Persons, the VAT payer code: LT541116515). The registration begins at 11 a.m. The shareholders must have an identification document, the representatives must have an identification document and a letter of the authorization approved according to the law. The accounting day of the General Meeting is April 18, 2008. The shareholders can have a look at the Company papers related to the agenda of the General Meeting and meeting resolution drafts in the Company headquarters from April 15, 2008.

Agenda of the General Meeting

1. The annual report of the year of 2007.
2. The auditor's report.
3. The approval of the Company's financial statement of 2007.
4. The approval of the distribution of profit (loss) for the financial year of 2007.
5. The election of the members of the Board.

14 04 2008. The Board of the JSC "Anykščių Vynas" presents the General Meeting the following resolution drafts on April 25, 2008:

- 3.1. The annual report of the year of 2007 (The resolution on this item is not accepted).
- 3.2. The auditor's report (It was heard).
- 3.3. To approve the Company financial statement in 2007.
- 3.4. To approve the draft of the distribution of the profit (loss) for the financial year of 2007:

Articles	The sum in thousand of LTL
The profit (loss) brought forward in the beginning of the reporting financial year.	(10 619)
The net profit (loss) for the reporting financial year.	727
The profit (loss) available for the distribution.	(9 892)
The profit (loss) brought forward of the reporting financial year The profit (loss) brought forward at the end of the reporting financial year transferred to the other financial year.	(9 892)

3.5. To elect Vytautas Junevičius – the JSC “Alita” General Director, Vilmantas Pečiūra – the JSC “Alita” finance and Administration Director, Arvydas Jonas Stankevičius – the JSC “Alita” Production Director, Darius Vėželis – the JSC “Alita” Marketing and Sale Director as the Company Board members for the new term.

25 04 2008. The resolutions of the General Meeting

On April 25, 2008 the JSC “Anykščių Vynas” General Meeting took place and passed these resolutions:

- 3.1. The annual report of 2007. (The resolution on this item is not accepted).
- 3.2. The auditor’s report. (It was heard.)
- 3.3. To approve the company financial statement of 2007.
- 3.4. To approve the profit (loss) appropriation for 2007:
The profit (loss) brought forward in the beginning of the reporting financial year (10 619 thousand of LTL; 3075.5 thousand of EURO).
The net profit (loss) of the reporting financial year: 727 thousand of LTL ; 210.6 thousand of EURO);
The total distributable profit (loss): (9 892 thousand of LTL.; 2864.9 thousand of EURO);
The profit (loss) brought forward at the end of the reporting financial year is transferred to the other financial year: (9 892 thousand of LTL; 2864.9 thousand of EURO).
- 3.5.To elect Vytautas Junevičius – the JSC “Alita” General Director, Vilmantas Pečiūra – the JSC “Alita” finance and Administration Director, Arvydas Jonas Stankevičius – the JSC “Alita” Production Director, Darius Vėželis – the JSC “Alita” Marketing and Sale Director as the Company Board members for the new term.

06 05 2008. On May 6, 2008 the meeting of the JSC “Anykščių Vynas” was held and Vytautas Junevičius was elected as the Board Chairman.

22 05 2008. On May 23, 2008 the JSC “Anykščių Vynas” Board dismisses Marius Gudauskas from the position of the director of the JSC “Anykščių Vynas” and appoints Vidas Lagūnas as a Substituting Director.

23 05 2008. In the first quarter of 2008 the JSC “Anykščių Vynas” sustained the pretax loss of 783 thousand of LTL (227 thousand of EURO). The sale decreased 24.6% or 2536 thousand of LTL (734 thousand of EURO), in comparing with the first quarter of the last year, because of the decreased sale of the apple concentrated juice amounting to 1850 thousand of LTL (536 thousand of EURO) and the decreased sale of cider and vodka. Last year in the same period the Company gained 42 thousand of LTL (12 thousand of EURO) of the pretax profit.

09 06 2008. On the decision of the JSC "Anykščių Vynas" Board Violeta Labutienė, the Chief of the Economics Department is appointed the Director of the JSC "Anykščių Vynas" since June 16, 2008.

17. Lawsuits and arbitration

In the first half-year of 2008 the Company got one claim from the PJSC "Pūtokšnis" because of the buyout of the remainder of the produced PET bottles.

In the first half-year of 2008 the disputes with the PJSC "Švyturys-Utenos Alus" because of the registration of our Company trademarks "AMBER", "AMBER COLLECTION" and "AMBERCOLLECTION" and "GS GINTARINĖ" ended. The PJSC "Švyturys-Utenos Alus" withdrew all the four protests against the Company from the Appeal Department of the State Patent Office concerning the registration of our Company trademarks because the disputes for the use of these trademarks ended in the peace agreement.

There were no judicial disputes and there were no creditor claims.