

Linus AB
Company code 147689083
S.Kerbedzio str.23, Panevezys

CONFIRMATION OF RESPONSIBLE PERSONS

Following 22 article of the Law of Securities of Lithuanian Republic and acc.to the requirements of Lithuanian Securities Commission regulations for periodic and additional information submission and presentation, confirming that interim financial accountability of Linas AB Group of companies of the first three months of 2008 is prepared in accordance with International Financial reporting Standards as adopted by the European Union.

The consolidated financial accountability of Ist quarter of 2008 give a true and fair view of consolidated property of Group of companies, liabilities, financial position, profit (loss). Interim financial accountability was not audited.

Ramunas Lenciauskas
Director

Panevezys, May 29, 2008





Linas AB
consolidated interim
financial statement

I quarter of 2008

2008 03 31

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Linus, AB
Company Code 147689083
S. Kerbedzio 23, Panevezys

CONSOLIDATED BALANCE
31/03/2008

Formulated according to TFAS, not audited

Current period 01 01 2008 - 31 03 2008

LTL

No.	ASSETS	2008-03-31	2007-12-31
A.	Long-term assets	13.334.825	13.012.238
I.	Intangible assets	118.835	72.403
I.1.	Developmental works	0	0
I.2.	Prestige	0	0
I.3.	Patents, licenses	339	358
I.4.	Software	105.117	58.666
I.5.	Other intangible assets	13.379	13.379
II.	Tangible assets	7.384.186	7.154.291
II.1.	Land	0	0
II.2.	Buildings	0	0
II.3.	Structures	0	0
II.4.	Machinery and equipment	5.492.361	5.558.568
II.5.	Means of transport	249.838	255.515
II.6.	Other equipment, appliances, instruments and gear	805.821	810.954
II.7.	Constructions in progress	0	0
II.8.	Other tangible assets	637.999	328.525
II.9.	Investment property	198.167	200.729
III.	Financial assets	5.282.102	5.235.842
III.1.	Investments to affiliates and associated companies	0	0
III.2.	Loans to affiliates and associated companies	0	0
III.3.	Amounts received after one year	5.282.102	5.235.842
III.4.	Other financial assets	0	0
IV.	Other long-term assets	549.702	549.702
IV.1.	Deferred corporation tax assets	549.702	549.702
IV.2.	Other long-term assets	0	0
B.	Short-term assets	29.176.768	33.194.830
I.	Stocks, prepayments and contracts in progress	15.302.559	16.608.747
I.1.	Stocks	14.825.494	16.326.999
I.1.1.	Raw materials and consumables	1.947.712	2.027.840
I.1.2.	Work in progress	7.051.902	8.035.645
I.1.3.	Finished products	5.825.880	6.263.514
I.1.4.	Goods purchased for resale	0	0
I.1.5.	Other stocks	0	0
I.2.	Prepayments	477.065	281.748
I.3.	Contracts in progress	0	0
II.	Amounts receivable within one year	8.025.673	10.623.855
II.1.	Trade debtors	7.018.368	9.686.053
II.2.	Debts of affiliates and associated companies	0	0
II.3.	Other amounts receivable	1.007.305	937.802
III.	Other short-term assets	5.671.942	5.841.463
III.1.	Short-term investments	0	0
III.2.	Term deposits	0	0
III.3.	Other short-term assets	5.671.942	5.841.463
IV.	Currency and its equivalents	176.594	120.765
	Total assets	42.511.593	46.207.068

No.	PRIVATE ASSETS AND LIABILITIES	2008-03-31	2007-12-31
C.	Private assets	28.830.520	32.150.232
I.	Capital	24.038.990	24.038.990
I.1.	Subscribed capital	24.038.990	24.038.990
I.2.	Signed unpaid capital (-)	0	0
I.3.	Shares premiums	0	0
I.4.	Private shares(-)	0	0
II.	Revaluation reserve (results)	0	0
III.	Reserves	11.214.655	11.214.655
III.1.	Obligatory	2.403.898	2.403.898
III.2.	For purchase of proprietary shares	0	0
III.3.	Other reserves	8.810.757	8.810.757
IV.	Profit (loss) brought forward	(6.423.125)	(3.103.413)
IV.1.	Profit (loss) of the current year	(3.319.712)	526.204
IV.1.1.	Profit (loss) acknowledged in profit (loss) report	(3.319.712)	526.204
IV.1.2.	Profit (loss) not acknowledged in profit (loss) report	0	0
IV.2.	Profit (loss) of the previous year	(3.103.413)	(3.629.617)
D.	Minority part	0	0
E.	Grants, subsidies	0	19.977
F.	Amounts payable and liabilities	13.681.073	14.036.859
I.	Amounts payable after one year and long-term liabilities	106.007	106.007
I.1.	Financial debts	39.050	39.050
I.1.1.	Leasing (financial rents) or similar liabilities	39.050	39.050
I.1.2.	To credit organizations	0	0
I.1.3.	Other financial debts	0	0
I.2.	Debts to suppliers	0	0
I.3.	Received prepayments	0	0
I.4.	Suspensions	0	0
I.4.1.	Reimbursement of liabilities and demands	0	0
I.4.2.	Pensions and similar liabilities	0	0
I.4.3.	Other suspensions	0	0
I.5.	Suspended taxes	62.408	62.408
I.6.	Other amounts payable and long-term liabilities	4.549	4.549
II.	Amounts payable within one year and short-term liabilities	13.575.066	13.930.852
II.1.	Short term portion of long-term debts	7.577	10.010
II.2.	Financial debts	2.805.526	2.958.647
II.2.1.	To credit organizations	2.805.526	2.958.647
II.2.2.	Other financial debts	0	0
II.3.	Debts to suppliers	7.210.769	7.479.743
II.4.	Received prepayments	105.126	80.955
II.5.	Liabilities of income taxes	0	0
II.6.	Liabilities related to work relations	2.706.242	2.314.570
II.7.	Suspensions	0	0
II.8.	Other amounts payable and short-term liabilities	739.826	1.086.927
	Total proprietary capital and liabilities	42.511.593	46.207.068

Director

Ramunas Lenciauskas

PROFIT (LOSS) REPORT

Formulated according to TFAS, not audited

Current period 01 01 2008 - 31 03 2008

LTL

No.	ARTICLES	I st quarter of 2008	I st quarter of 2007
I.	SALE INCOME	13.544.912	16.427.871
I.1	Production of textile products	13.432.661	16.343.008
I.1.1	Income for sold goods	13.398.624	16.181.506
I.1.2	Income for sold services	34.037	161.502
I.2	Management of financial assets	112.251	84.863
II.	SALE COST PRICE	13.548.439	12.514.904
II.1	Production of textile products	13.538.679	12.514.904
II.1.1	Cost price of sold production	13.519.995	12.418.672
II.1.2	Cost price of sold services	18.684	96.232
II.2	Cost price of financial assets management	9.760	0
III.	GROSS PROFIT (LOSS)	(3.527)	3.912.967
IV.	OPERATING EXPENSES	3.409.976	3.810.298
IV.1	Sale	1.456.837	1.744.360
IV.2	General and administrative	1.953.139	2.065.938
V.	PROFIT (LOSS) OF STANDARD ACTIVITY	(3.413.503)	102.669
VI.	OTHER OPERATIONS	170.798	69.561
VI.1.	Income	234.771	91.514
VI.2.	Expenses	63.973	21.953
VII.	FINANCIAL AND INVESTMENT ACTIVITIES	(77.007)	242.205
VII.1.	Income	726	262.097
VII.2.	Expenses	77.733	19.892
VIII.	PROFIT (LOSS) FROM ORDINARY ACTIVITIES	(3.319.712)	414.435
IX.	EXTRAORDINARY GAIN	0	0
X.	EXTRAORDINARY LOSSES	0	0
XI.	PROFIT (LOSS) BEFORE TAXES	(3.319.712)	414.435
XII.	PROFIT TAX	0	0
XIII.	PROFIT (LOSS) BEFORE MINORITY PART	(3.319.712)	414.435
XIV.	MINORITY PART	0	0
XV.	NET PROFIT (LOSS)	(3.319.712)	414.435

Director

Ramunas Lenciauskas

REPORT OF OWN CAPITAL CHANGES OF LINAS AB GROUP OF COMPANIES

31 March, 2008

LTL

	Paid-up authorized capital	Additio ns to shares	Propriet ary shares (-)	Revaluation reserve (results)		Law covered reserves		Other reserves		Profit (loss) brought forward	Total
				Long- term tangible assets	Financial assets	Obligatory	Proprietary shares procuremen t	Support reserves and other payouts according to collective agreement	Other reserves		
	1	2	3	4	5	6	7	8	9	11	12
Remainder on 31 December, 2006	24.038.990	0	0	0	0	2.424.243	0	100.000	8.945.354	(3.884.559)	31.624.028
Profit/loss not acknowledged in profit (loss) report											0
Net profit / loss of the current period										414.435	414.435
Remainder on 31 March, 2007	24.038.990	0	0	0	0	2.424.243	0	100.000	8.945.354	(3.470.124)	32.038.463
Profit/loss not acknowledged in profit (loss) report											0
Net profit / loss of the current period										111.769	111.769
Formed reserves								30.757	8.780.000	(8.810.757)	0
Liquidates reserves						(20.345)		(100.000)	(8.945.354)	9.065.699	0
Remainder on 31 December, 2007	24.038.990	0	0	0	0	2.403.898	0	30.757	8.780.000	(3.103.413)	32.150.232
Profit/loss not acknowledged in profit (loss) report											0
Net profit / loss of the current period										(3.319.712)	(3.319.712)
Remainder on 31 March, 2008	24.038.990	0	0	0	0	2.403.898	0	30.757	8.780.000	(6.423.125)	28.830.520

Director

Ramunas Lenciauskas

CURRENCY CIRCULATION REPORT OF LINAS AB GROUP OF COMPANIES

31 March, 2008

Formed in direct pattern, not audited

LTL

No.	Articles	I st quarter of 2008	I st quarter of 2007
I.	Primary activity currency circulation		
I.1.	Earnings of report period (including VAT)	16.531.622	16.587.837
I.1.1.	Earnings from clients	15.823.468	16.172.229
I.1.2.	Other earnings	708.154	415.608
I.2.	Report period payouts	(15.921.857)	(16.382.469)
I.2.1.	Payouts to suppliers of products and raw materials (including VAT)	(10.927.980)	(10.993.255)
I.2.2.	Monetary payouts related to work relations	(4.758.105)	(4.856.707)
I.2.3.	Taxes paid to budget	(41.178)	(188.607)
I.2.4.	Other payouts	(194.594)	(343.900)
	Cash circulation of primary activity	609.765	205.368
II.	Currency circulation of investment activity		
II.1.	Procurement of long-term assets (excluding investments)	(322.174)	(314.559)
II.2.	Transfer of long-term assets (excluding investments)	0	8.700
II.3.	Procurement of long-term investments	0	0
II.4.	Procurement of short-term investments	0	0
II.5.	Transfer of short-term investments	0	0
II.6.	Transfer of long-term investments	0	266.950
II.7.	Provision of loans	(4.000)	(44.180)
II.8.	Return of loans	750	2.187
II.9.	Received dividends	0	0
II.10.	Interests received for loans granted	0	0
II.11.	Other currency circulation increases of investment activities	0	0
II.12.	Other currency circulation decreases of investment activities	0	0
	Cash circulation of investment activity	(325.424)	(80.902)
III.	Currency circulation of financial activity		
III.1.	Currency circulation related to company owners	0	(194)
III.1.1.	Emission of shares	0	0
III.1.2.	Owners' contributions to loss reimbursements	0	0
III.1.3.	Procurement of own shares	0	0
III.1.4.	Payout of dividends	0	(194)
III.2.	Currency circulation related to other financial sources	(214.478)	(2.183)
III.2.1.	Increase of financial debts	4.559.566	2.682.771
III.2.1.1.	Receipt of loans from credit institutions	4.559.566	2.682.771
III.2.1.2.	Receipt of loans from associated and third parties	0	0
III.2.1.3.	Emission of bonds	0	0
III.2.2.	Reduction of financial debts	(4.774.081)	(2.685.011)
III.2.2.1.	Return of loans to credit institutions	(4.710.293)	(2.682.771)
III.2.2.2.	Return of loans to associated and third parties	0	0
III.2.2.3.	Procurement of own bonds	0	0
III.2.2.4.	Returned interests	(61.354)	(2.240)
III.2.2.5.	Leasing (financial rent) payments	(2.434)	0
III.2.3.	Interests received for bank accounts	37	57
III.2.4.	Increase of company's other liabilities	0	0
III.2.5.	Reduction of company's other liabilities	0	0
III.3.	Other increases of currency circulation of financial activity	644	105
III.4.	Other reductions of currency circulation of financial activity	(10.712)	(8.261)
	Cash circulation of financial activity	(224.546)	(10.533)
IV.	Currency circulation of special articles	0	0
IV.1.	Increase of currency circulations of special articles	0	0
IV.2.	Reduction of currency circulations of special articles	0	0
V.	Impact of currency exchange rates to cash and equivalent currency remainder	(3.966)	(1.115)
VI.	Net currency circulation increase (reduction)	55.829	112.818
VII.	Currency and currency equivalents at the beginning of the period	120.765	358.039
VIII.	Currency and currency equivalents at the end of the period	176.594	470.857

Director



Ramunas Lenciauskas

LINAS AB

**EXPLANATORY MEMORANDUM
OF CONSOLIDATED INTERIM FINANCIAL STATEMENT**

31 March, 2008

1.GENERAL

The Linas company was launched in 1957. A public limited company Linas (further called the Company) was registered in 1993. The Company is the company of limited property liability. Company registration code is 1476 89083. Company is registered in Juridical body register, in the department of legal body registration in Public company Register center, Panevezys branch, the number of registration is 003429. Address: S.Kerbedzio Street 23, Panevezys; LT-35114. Telephone (370-45) 506100, fax (370-45) 506345. E-mail address: linas@linas.lt; web page: www.linas.lt.

The shares of Linas AB are included into Baltic additional sales list of Vilnius Stock Exchange (VVPB symbol – LNS1).

Authorized capital of Linas AB is 24.038.990 Lt, it is divided into 24.038.990 denominative equity shares the nominal value of which is 1 Lt, there are no issued and not paid shares. There were no changes in authorized capital during accounting period.

Only significant information is presented in this explanatory memorandum which reflect accounting period economic operations and economic events which have the impact on financial state and results of the Group's accounting period.

As of 31 March, 2008, the group of companies consisted of Linas AB and it's daughter company Linas Nordic UAB (further called as the Group). Linas Nordic UAB has a corporate identification number 1485 32327 and it's registered address at S.Kerbedzio Street 23, Panevezys. 100 % of Linas Nordic UAB shares own Linas AB.

The Company and it's daughter company do not have subsidiaries and representatives.

Linas AB subsidiary company Linas Nordic UAB is the largest linen textiles producer in Lithuania. The Company is producing linen, half linen, white, dyed, printed, jacquard, striped and checked fabrics for home textile and garments. Besides fabrics of various weaving and finishing types, the subsidiary company produces fabrics with special finishing types. It was produced during the 3 months of year 2008: linen and tow yarns – 192 tons (during 3 months of year 2007 – 354 tons); raw fabrics – 924 thousand mtrs (3 months of year 2007 – 1.262 thousand mtrs); ready made fabrics – 945 thousand mtrs (3 months of year 2007 – 1.271 thousand mtrs). 34,4 % of all produced fabrics were used for sewn items during 3 months of year 2008 (3 months of year 2007 – 31,0 %).

Linas Nordic UAB is reliable partner and produces production of good quality which is oriented to the average price level prices. The main competitors are Russian, Byelorussian, Chinese, Czech and Polish linen companies and Italian, French, Irish textiles producers.

The main raw materials of daughter company are long linen fiber and cotton yarns. During the 1st quarter of 2008 the largest part of long linen fiber was purchased from French suppliers – 31,8 %, from Poland – 38,6 %, from Netherland – 29,6 %. During 3 months of 2008 the largest part of cotton yarns was purchased from Lithuanian suppliers – 74,4 %, from Poland – 25,6 %.

The largest part of chemical materials, dyes used for production of textile items was bought from Lithuania, Germany, Switzerland, Scandinavian countries suppliers.

The volume of exports during 3 months of 2008 was 89,0 % of the total product sales. The breakdown of the sales by country is as follows: Sweden – 35,7 %, Denmark – 6,3 %, USA – 9,2 %, Lithuania – 11,0 %, Italy – 3,9 %, Estonia – 3,9 %, Belgium – 4,8 %, France – 5,7 %, Great Britain – 3,3 %, Netherland – 7,1 %, Finland - 4,1 %, other countries – 5,0 %.

The main incomes of group of companies was received from the activity of textile goods production during the 3 months of 2008. Linas AB group of companies sold linen textile goods and services for 13.433 thousand Lt during the 3 months of 2008. Comparing to the 3 months of 2007 the volume of sales decreased by 2.910 thousand Lt or 17,8 per cent. During the 1st quarter of 2008 Group had 3.320 thousand Lt loss before taxation and the result of the same period of 2007 was 414 thousand Lt profit.

The results of 1st quarter of year 2008 were influenced by the factors which were not beneficial for business (inflation, increasing expenditures, slow down of the economy). Production cost price of Linas AB subsidiary company Linas Nordic UAB increased because of price increase for raw materials, increase of salaries and increase of prices for technological energy. Whereas, the prices for sold production were not increasing because the usage of textile items decreased during the economical crisis and strong competition of Asia producers.

Linas AB manages financial asset (investments to securities, presented loans).

On 2008-01-31 the Company presented the claim to Kaunas district court regarding adjudge of debt and fine acc.to the documentary process order from Tryliktas aukštas UAB company code 3001 54688, address – Savanoriu avenue. 192, LT-44151 Kaunas. The debt of Tryliktas aukštas UAB to Linas AB makes 1.219.324,65 Lt on January 31, 2008.

2.ACCOUNTING POLICY

The Group executes accounting and prepares financial reporting in accordance with the legal provisions of bookkeeping and accounting, and financial reporting of the Republic of Lithuania, as well as other relevant provisions, including International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

Since 2008 01 01 in AB “Linas” subsidiary company UAB “Linas Nordic” the accounting policy of produced production cost price calculation has been changed. The remaining expenses method is chosen to calculate the production cost price and cost price is not calculated for secondary products. Because of wide production assortment and large quantity of remnants it is difficult to evaluate exactly the influence of cost price calculation method on comparative information of financial accounting. That is why the new calculation method is applied only for new produced products. The change of accounting policy in financial reports is shown in perspective way. Comparative information is not recalculated.

3.NOTES OF THE MEMORANDUM

3.1. The main indicators of 1st quarter of year 2008 and 1st quarter of year 2007 of group of companies and their comparisons are presented in table 1.

3.2. The information about the situation of Group’s debts for credit institutions is presented in table 2.

3.3. The information about the changes Group’s long-term intangible assets and long-term tangible assets is presented in tables 3 and 4.

3.4. The information about textiles items production business branches and geographical areas segments disclosed in tables 5 and 6.

3.5. The information on Group’s operating expenses (Table 7 “Operating expenses”).

3.6. The monetary assets and liabilities items were converted into Lt at the currency rate of the balance making date.

3.7. Significant events after the last day of intermediate accounting period.

Since April 21, 2008 Linas AB chairman of the Board Ramunas Lenciauskas started working as the director of Linas AB. He changed Lilijana Puriene who direct Linas AB till now.

On May 10, 2008 the Board of Linas AB decided to reorganize business structure of Linas AB Group of companies in order to specialize business of Group of companies and to improve management. It was decided to implement the business structure reorganization of Linas AB Group of companies as follows:

1. To establish two new joint stock companies Lino aptarnavimas UAB and Lino apdaila UAB. To invest into each company 10 000 (ten thousand) Lt authorized capital, signing 100% (one hundred percent) shares of each establish company.

2. To transfer part of Linas Nordic UAB employees to the company Lino apdaila UAB in order to execute finishing and sewing services.

3. To transfer part of Linas Nordic UAB employees to the company Lino aptarnavimas UAB to execute technical services and consulting, personnel hire, bookkeeping accounting and other services.

4. Linas Nordic UAB will execute linen yarns production, dyeing and weaving services after the reorganization.

5. To transfer part of Linas Nordic UAB employees to the company Linas AB to execute buying, sales and property management functions.

6. Linas AB will obtain part of Linas Nordic UAB property for the market price and will intercept part of rights and obligations acc.to the contracts with third parties (including obligations acc.to the credit contracts with AB SEB bank).

Table 1

MAIN INDICATORS OF THE GROUP OF COMPANIES

Run No.	Indicators	Measure	1 st quarter of 2008	1 st quarter of 2007
1.	Sales revenue	thousand LTL	13.545	16.428
2.	EBITDA	thousand LTL	(2.847)	897
3.	EBITDA margin (%)	%	(21,0)	5,5
4.	Standard activity profit (loss)	thousand LTL	(3.414)	103
5.	Standard activity profit margin (%)	%	(25,2)	0,6
6.	Profit (loss) before taxation	thousand LTL	(3.320)	414
7.	Profit margin	%	(24,5)	2,5
8.	Number of employees end of period	persons	1.071	1.356

Table 2

SITUATION OF DEBTS FOR CREDIT INSTITUTIONS

Run No.	Debts for credit institutions	2008.03.31		Date of loan return	2007.03.31		Date of loan return
		Amount of loan currency	Amount of loan in LTL		Amount of loan currency	Amount of loan in LTL	
1.	Enterprise debts for credit institutions, payable in LTL		1.023.412 LTL			0 LTL	
1.1.			46.627 LTL	2012-05-20		0 LTL	
1.2.			976.785 LTL	2008-07-12		0 LTL	
2.	Enterprise debts for credit institutions, payable in EUR	529.640 EUR	1.828.741 LTL		0 EUR	0 LTL	
2.1.		529.640 EUR	1.828.741 LTL	2008-07-01		0 LTL	
3.	Total	529.640 EUR	2.852.153 LTL		0 EUR	0 LTL	

Table 3

CHANGES OF LINAS, LLC ENTERPRISE GROUP LONG-TERM INTANGIBLE ASSETS

(LTL)

Indicators	Developmental works	Prestige	Patents, licenses	Software	Other intangible assets	Total
Residual value at the end of previous financial year			358	58.666	13.379	72.403
a) Procurement cost price of long-term intangible assets						
At the end of previous financial year			75.303	953.586	13.379	1.042.268
Changes of financial year			0	59.358	0	59.358
· Procurement of assets			0	59.358	0	59.358
· Assets, transferred to other individuals and discarded (-)			0	0	0	0
· Transcription from one article to another +/- (-)			0	0	0	0
At the end of interim accounting period			75.303	1.012.944	13.379	1.101.626
b) Amortization						
At the end of previous financial year			74.945	894.920	0	969.865
Changes of financial year			19	12.907	0	12.926
· Financial year amortization			19	12.907	0	12.926
· Restorational records (-)			0	0	0	0
· Assets, transferred to other individuals and discarded (-)			0	0	0	0
· Transcription from one article to another +/- (-)			0	0	0	0
At the end of interim accounting period			74.964	907.827	0	982.791
c) Residual value at the end of interim accounting period (a) - (b)			339	105.117	13.379	118.835

Table 4

CHANGES OF LINAS, LLC ENTERPRISE GROUP LONG-TERM TANGIBLE ASSETS

(LTL)

Indicators	Land	Buildings and structures	Machinery and equipment	Means of transport	Other equipment, appliances, instruments	Other tangible assets	Current construction	Investment property	Total
Residual value at the end of previous financial year	0	0	5,558,568	255,515	810,954	328,525	0	200,729	7,154,291
a) Procurement of cost price long-term tangible assets									
At the end of previous financial year	0	0	24,444,204	1,447,216	3,229,971	328,525	0	205,000	29,654,916
Changes of financial year	0	0	(229,226)	19,220	(48,919)	309,474	0	0	50,549
· Procurement of assets	0	0	202,371	7,880	36,497	374,641	0	0	621,389
· Assets, transferred to other individuals and discarded (-)	0	0	(431,597)	0	(118,511)	0	0	0	(550,108)
· Transcription to short-time assets +/(-)	0	0	0	0	0	(20,732)	0	0	(20,732)
· Transcription from one article to another +/(-)	0	0	0	11,340	33,095	(44,435)	0	0	0
At the end of interim accounting period	0	0	24,214,978	1,466,436	3,181,052	637,999	0	205,000	29,705,465
b) Revaluation									
At the end of previous financial year	0	0	0	0	0	0	0	0	0
Changes of financial year	0	0	0	0	0	0	0	0	0
· Increase (decrease) of value +/(-)	0	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0	0
· Transcription from one article to another +/(-)	0	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	0	0	0	0	0	0	0
c) Depreciation (-)									
At the end of previous financial year	0	0	18,885,636	1,191,701	2,419,017	0	0	4,271	22,500,625
Changes of financial year	0	0	(163,019)	24,897	(43,786)	0	0	2,562	(179,346)
· Depreciation of financial year	0	0	268,536	24,897	74,677	0	0	2,562	370,672
· Restoration records (-)	0	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	(431,555)	0	(118,463)	0	0	0	(550,018)
· Transcription from one article to another +/(-)	0	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	18,722,617	1,216,598	2,375,231	0	0	6,833	22,321,279
d) Decrease of value									
At the end of previous financial year	0	0	0	0	0	0	0	0	0
Changes of financial year	0	0	0	0	0	0	0	0	0
· Decrease of value of financial year	0	0	0	0	0	0	0	0	0
· Restoration records (-)	0	0	0	0	0	0	0	0	0
· Assets, transferred to other individuals and discarded (-)	0	0	0	0	0	0	0	0	0
· Transcription from one article to another +/(-)	0	0	0	0	0	0	0	0	0
At the end of interim accounting period	0	0	0	0	0	0	0	0	0
e) Residual value at the end of interim accounting period (a) + (b) - (c) - (d)	0	0	5,492,361	249,838	805,821	637,999	0	198,167	7,384,186

Table 5

Information about segments of textile products production business

Indicators	Segments (production, goods, types of activity)										Total	
	Fabrics		Sewn products		Yarns		Noils		Production services			
	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007
Income	8.194.380	9.160.535	4.990.765	6.930.581	180.594	90.153	32.885	237	34.037	161.502	13.432.661	16.343.008
Expenses	8.798.845	7.661.178	4.480.961	4.677.429	211.489	79.882	28.700	183	18.684	96.232	13.538.679	12.514.904
Gross profit (losses)	(604.465)	1.499.357	509.804	2.253.152	(30.895)	10.271	4.185	54	15.353	65.270	(106.018)	3.828.104

Table 6

Information about geographical segments of textile items production

Indicators	Segments (regions)										Total	
	Scandinavian countries		European countries		USA		Lithuania		Other countries			
	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007	I st quarter of 2008	I st quarter of 2007
Income	5.583.754	6.218.727	5.054.737	6.779.856	1.266.155	1.591.490	1.275.589	1.239.188	252.426	513.747	13.432.661	16.343.008
Expenses	5.053.327	4.222.857	5.310.551	5.506.722	1.743.853	1.410.848	1.201.790	1.027.526	229.158	346.951	13.538.679	12.514.904
Gross profit (losses)	530.427	1.995.870	(255.814)	1.273.134	(477.698)	180.642	73.799	211.662	23.268	166.796	(106.018)	3.828.104

Table 7

OPERATING EXPENSES

(LTL)

Run No.	Indicators	I st quarter of 2008	I st quarter of 2007
1	Expenses on sales	1.456.837	1.744.360
1.1	Expenses on commissions	590.448	681.290
1.2	Expenses on transporting of sold production	165.693	170.783
1.3	Expenses on production advertising and fair	162.971	188.398
1.4	Expenses on sales number employees wage and other with employees related relations	228.547	236.849
1.5	Expenses on production packing materials	214.461	368.250
1.6	Expenses for the rent of production storage premises, exploitation and repairment	29.535	30.168
1.7	Evaluate of customers creditworthiness and insurance costs of marketable credits	41.321	37.863
1.8	Other sales expenses	23.861	30.759
2	General and administration expenses	1.953.139	2.065.938
2.1	Expenses related with employees wage and other with employees related relations	829.673	959.623
2.2	Training costs of administration employees	4.213	4.460
2.3	Rent, exploitation and repairing expenses	648.440	622.880
2.4	Expenses of security services	79.292	79.292
2.5	Expenses of deterioration and amortization of non-current asset	73.732	80.540
2.6	Expenses of info technologies	107.273	73.043
2.7	Connection expenses	23.522	20.315
2.8	Expenses of bank services	19.640	21.043
2.9	Legal services expenses	0	29.550
2.10	Expenses of support provided	0	624
2.11	Expenses of social guarantees, stated in collective agreement	22.973	25.916
2.12	Representation expenses	8.028	6.110
2.13	Expenses of activity tax	32.913	20.539
2.14	Uncertain debts expenses	(48)	0
2.15	Various other general and administrative expenses	103.488	122.003
3	TOTAL EXPENSES OF ACTIVITY	3.409.976	3.810.298