

NOTES TO THE INCOME STATEMENT
as of September 30, 2009

NOTE 1 – SALES REVENUES	
The Company presented in its Income Statement the amount of RSD 12,156,890 thousand. The recorded amount includes as follows:	
- Revenues from marketable goods sold	RSD 4,970,361 thousand
Major revenues from the commercial goods sold were achieved by sale of: maize = RSD 493,906 thousand Wheat = RSD 495,345 thousand Sunflower = RSD 818,718 thousand Fertilizers = RSD 847,078 thousand Soybean and sunflower seeds = RSD 100,557 thousand Wheat seeds = RSD 69,572 thousand Maize seeds = RSD 7,296 thousand. Sunflower meal 33% and 42% = RSD 303,152 thousand Farming fuel = RSD 44,151 thousand Chemical pesticides = RSD 9,410 thousand	
Deals of contracting the oil plants farming, investments in agricultural manufacturing through advances made by supply of seeds and intermediaries as well as procurement and buy-up of agricultural products were transferred to the Company "Victoria Logistic DOO" Novi Sad in the first quarter of 2009, within the performed reorganization and combining of the logistic function of procurement of raw materials, transport and goods storing needed for operations of the Victoria Group Members.	
- Revenues from sales of own products and services	RSD 7,186,529 thousand
Major revenues relate to the sale of meal in amount of RSD 4,219,984 thousand, revenues from sale of the crude soybean oil in amount of RSD 1,065,002 thousand, and the remaining balance from sales of textures, flour, lecithin and other soybean products.	
NOTE 2 – INCREASE IN INVENTORIES OF FINISHED GOODS	
As of September 30, 2009 the Company presented increase in inventories of finished goods of RSD 292,513 thousand as compared to the balance carried as of December 31, 2008. Major increase in inventories was presented for the crude soybean oil and soybean meal. Physical increase in volume of soybean oil and soybean meal amounted to 784,140 kg and 6,772,501 kg, respectively. Finished goods stock value is presented at the cost of products whereas the sale prices are significantly higher.	

NOTE 3 – PURCHASE VALUE OD THE GOODS SOLD	
<p>The Company presented in its Income Statement the amount of RSD 4,924,475 thousand as the cost of marketable goods sold.</p> <p>A share of these costs relates to the procurement of raw materials sold to the Victoria Logistic for their supply to the farmers. Most significant share makes the cost of procured and sold mineral fertilizers in total amount of RSD 852,199 thousand; seeds in amount of RSD 176,869 thousand; wheat - RSD 520,617 thousand; commercial maize – crop 2008 - RSD 488,128 thousand; sunflower meals 33% and 42% - RSD 223,399 thousand; sunflower - RSD 895,048 thousand; farming fuel - RSD 44,182 thousand; pesticides - RSD 9,410 thousand.</p>	
NOTE 4 – MATERIAL COSTS	
<p>The Company presented in its Income Statement the amount of RSD 5,772,787 thousand. The share of RSD 5,434,050 thousand relates to raw materials (soybean grain).</p> <p>Cost of all materials was recorded at the average purchase price.</p>	RSD 5,772,787 thousand
NOTE 5 – OTHER OPERATING EXPENSES	
<p>The Company presented other operating expenses in amount of RSD 282,568 thousand. The structure of expenses is as follows:</p>	
- Maintenance services costs	RSD 32,926 thousand
<p>Major share related to the maintenance of building facilities and equipment and amounted to RSD 12,945 thousand; the Information System maintenance of RSD 5,534 thousand, transportation facilities maintenance of RSD 3,295 thousand, and maintenance services provided by other Group Members of RSD 9,977 thousand.</p>	
- Cost of services provided for the finished goods production	RSD 264 thousand
- Transportation expenses	RSD 20,724 thousand
<p>Major share of transportation expenses related to the transport of finished products in the country and abroad.</p>	
<p>- Cost of other services rendered:</p> <p>Major costs within the cost group of other services provided are as follows:</p> <p>Laboratory services: RSD 34,091 thousand Deratization: RSD 5,289 thousand Water, waste, sewerage RSD 9,757 thousand</p>	RSD 57.027 thousand.
<p>- Cost of non-productive services:</p> <p>Major costs:</p> <p>Brokerage services: RSD 16,181 thousand Consulting services RSD 5,293 thousand Monitoring costs RSD 3,003 thousand Phyto-Sanitary Certificate RSD 1,244 thousand</p>	RSD 32,926 thousand
- Payment transaction, bank commission and fees expenses	RSD 71,275 thousand

- Other costs and expenses:		RSD 67,862 thousand
Insurance premiums	RSD 15,755 thousand	
Other non-productive costs	RSD 20,164 thousand	
Taxes, contributions and membership fees	RSD 16,208 thousand	
Storage premises lease	RSD 12,329 thousand	
Fairs, advertising and promotions	RSD 3,406 thousand	
NOTE 6 – FINANCIAL COSTS AND EXPENSES		
The Company presented other operating expenses in amount of RSD 404,485 thousand. Currency differential gains represented the major share and amounted to RSD 351,709 thousand.		
NOTE 7 – FINANCIAL COSTS AND EXPENSES		
The Company presented other operating expenses in amount of RSD 1,166,008 thousand. Major share related to:		
- Interest on credits received		RSD 286,865 thousand
- Currency differential losses		RSD 864,086 thousand
NOTE 8 – OTHER REVENUES		
The Company presented other operating expenses in amount of RSD 140,942 thousand.		
Major share of revenues within 'Other Revenues' related to revenues from disposal of fixed assets in amount of RSD 2,705 thousand; revenues from disposal of intangible assets (Trademark "Soprofish" and "fishfood co.rs") in amount of RSD 47,276 thousand; revenue from disposal of stakes and long-term securities in amount of RSD 23,016 thousand; share of transferred know-how and experience in production - RSD 47,389 thousand.		
NOTE 9 – OTHER EXPENSES		
The Company presented other operating expenses in amount of RSD 50,733 thousand. Major item was		
- Impairment of receivables and amounted to		RSD 29,742 thousand
NOTE 10 – PROFIT BEFORE TAX		
Data related to the operations in the period up to September 30, 2009 were as follows:		
Total revenues		RSD 13,098,534 thousand
Total expenses		RSD 12,583,739 thousand
Profit before tax		RSD 514,795 thousand

Profit tax	RSD 51,479 thousand
Net profit	RSD 463,316 thousand

Becej, this November 11, 2009

LEGAL REPRESENTATIVE

Pavlovic Branislava