

NOTES TO THE INCOME STATEMENT as of March 31, 2011

NOTE 1 – REVENUES FROM SALES	
The Company presented in its income statement the amount of RSD 2,420,184 thousand. This amount includes	
- Revenues from the commodities sold	RSD 229,546 thousand
Transactions related to contracting the oil plants, investments in farming through financing in advance by supply of seedlings and intermediaries and 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 pooling of the procurement logistic function of raw materials, transport and storage of goods demanded by the members of Victory Group. Hence, the entire trade of commodities is expressly performed as exchange under individual temporary transactions. Major revenues from the commodities sold were realized through sale of:	
SOYBEAN GRAIN	RSD 56,452 thousand
REFINED SUNFLOWER OIL	RSD 169,775 thousand
SUNFLOWER MEAL	RSD 2,251 thousand
- Revenues from sale of products and services	RSD 2,190,637 thousand
Major revenues relate to sale of meal in the amount of RSD 679,417 thousand, revenues from sale of crude soybean oil amounting to RSD 937,232 thousand and the revenue of RSD 573,988 thousand was realized in sale of textures, flours, lecithin and other soybean products.	
NOTE 2 – INCREASE OF OWN PRODUCTS AND GOODS VALUE	
The Company presented increase of finished products on stock as of March 31, 2011 by RSD 450,589 thousand as compared to the balance presented on December 31, 2010. Major increase of stocks was presented for crude soybean oil and soybean meal. Increase by volume of the soybean oil on stock was 724,620 kg, i.e. RSD 14,112 thousand in value. Increase of soybean meal on stock was by 12,134,400 kg, i.e. RSD 428,148 thousand in value. The value was carried at the cost of these products.	
NOTE 3 – OTHER OPERATING REVENUES	
	RSD 123,419 thousand
The Company presented in its income statement the amount of RSD 123,419 thousand. Major portion of the revenues relates to export incentives of RSD 107,752 thousand. The amount of RSD 15,176 thousand related to revenues from lease.	
NOTE 4 – COST OF GOODS SOLD	
The Company presented in its income statement the amount of RSD 230,554 thousand related to the cost of commodities sold. The major portion relates to:	

REFINED SUNFLOWER OIL	RSD 169,775 thousand	
SUNFLOWER MEAL	RSD 2,251 thousand	
NOTE 5 – MATERIAL COSTS		
The Company presented in its income statement the amount of RSD 2,108,849 thousand. Cost of the base raw material (soybean grain) amounted to RSD 1,978,290 thousand.		RSD 2,108,849 thousand
RSD 9,014 thousand related to hexane used in soybean processing and the remaining balance of RSD 121,545 thousand related the other production material used.		
Used materials were carried at average cost.		
NOTE 6 – OTHER OPERATING EXPENSES		
The Company presented other operating expenses in the amount of RSD 108,185 thousand. Structure of expenses is as follows:		
- Maintenance services		RSD 15,461 thousand
Major portion related to the buildings and equipment and amounted to RSD 2,627 thousand, followed by information system maintenance and licenses of RSD 3,600 thousand and transport means maintenance services amounting to RSD 3,477 thousand.		
- Transportation services		RSD 29,975 thousand
Major portion of transport costs related to transport of finished products, both in the country and abroad.		
- Other services (laboratory analyses, utility services, etc.)		RSD 20,925 thousand
- Non-production services		RSD 4,920 thousand
- Payment transaction costs, bank commissions and fees		RSD 13,210 thousand
- Lease costs		RSD 9,804 thousand
- Other intangible costs – mainly taxes and duties		RSD 3,596 thousand
- Fairs, advertising and promotion expenses		RSD 2,640 thousand
- Insurance premiums		RSD 3,981 thousand
- Other costs – membership fees, taxes and contributions		RSD 1,653 thousand
NOTE 7 – FINANCIAL INCOME		
The Company presented in its income statement the amount of RSD 93,494 thousand. Major part related to the currency differential gains in the amount of RSD 93,031 thousand.		
NOTE 8 – FINANCIAL EXPENSES		
The Company presented in its income statement the amount of RSD 102,311 thousand. Major items are as follows:		
- Interest on credits		RSD 38,438 thousand
- Currency differential losses		RSD 63,819 thousand
NOTE 9 – OTHER REVENUES		
The Company presented in its income statement the amount of RSD 3,905 thousand.		
Major portion related to surpluses and collected receivables.		
NOTE 10 – OTHER EXPENSES		

The Company presented in its income statement the amount of RSD 3,194 thousand. Major items were :	
- Advertising material costs	RSD 3,194 thousand
NOTE 11 – PROFIT BEFORE TAX	
Data related to activities performed within the period up to March 31, 2011 are as follows:	
Total revenues	RSD 3,096,180 thousand
Total expenses	RSD 2,690,340 thousand
Profit before tax	RSD 405,840 thousand
Profit tax	RSD 40,584 thousand
Net profit	RSD 365,256 thousand

Becej, April 30, 2011

LEGAL REPRESENTATIVE

Pavlovic Branislava