

# SEMIANNUAL REPORT OF THE BOARD OF DIRECTORS

for the 6 months ended 30 June 2015



Astarta Holding N.V.

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## OVERVIEW

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The first half of the year was marked by focused efforts of the management team to secure efficient operations and sustainability of ASTARTA in rapidly changing markets and a challenging macroeconomic environment.

Ukrainian continued its struggle with economic woes exacerbated by the military conflict. It is certainly premature to state that the crisis has reached its tipping point. Still, there are some important reassuring indicators like improvement of the trade balance, stabilization of the currency exchange rate, contained inflation and slowing decline in industrial production in recent months. The government started implementation of major structural economic reforms agreed upon with the International Monetary Fund.

In today's challenging environment, ASTARTA demonstrated robust operating performance. In farming, we already see positive results with the bulk harvest of early grains gaining 20% year over year mostly based on growing yields. The soybean crushing segment performed with a solid margin and generated a stable positive cash flow. In sugar, we are actively preparing for a new production season and see reassuring indicators of lower processing costs on a back of falling energy prices. The dairy segment is performing net-positive despite depressed pricing for milk.

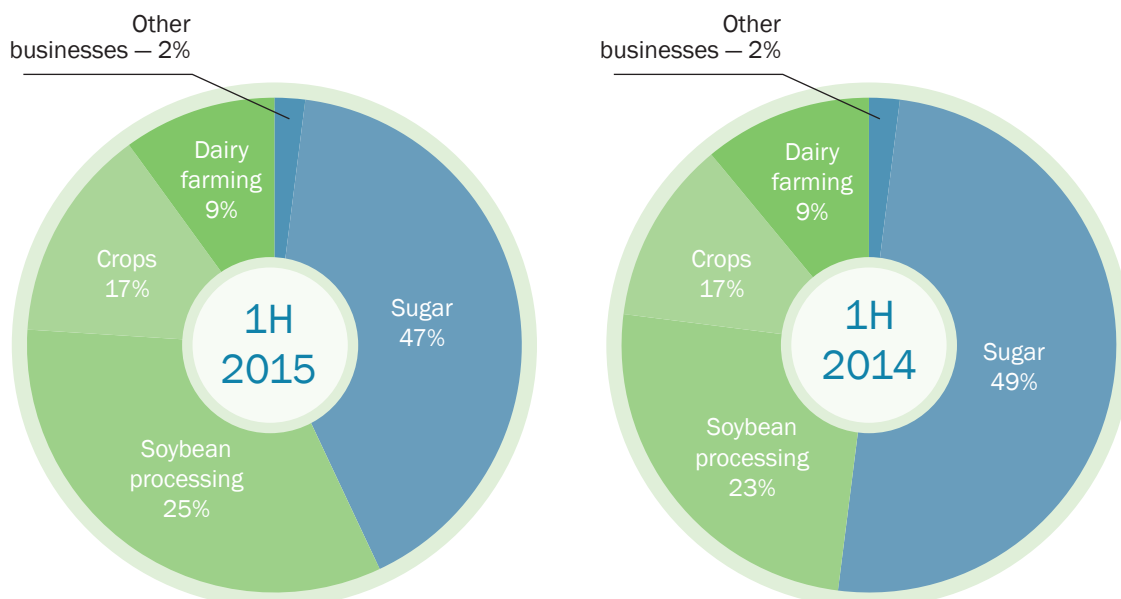
Financial results of the first six months are both below the company's intrinsic potential but encouraging. While recording a 20% correction in revenues and EBITDA, ASTARTA demonstrated improved gross and stable operating margins. The net financial result almost doubled, the proportion of exports in sales grew to a record 38%, and net debt adjusted for readily marketable inventories further reduced.

When times are hard it is important to focus on meeting ongoing challenges and still keeping ones long-term strategic perspectives. As prices for most grains, milk and sugar are at years-low, we have to double our efforts towards higher efficiency and achieving lower cost of production. At the same time, we continue thinking long-term and remain highly committed to our strategy of growth, diversification and leadership.

## KEY FINANCIAL RESULTS

- Consolidated revenues were EUR 126 million - down 23% y-o-y (while UAH-denominated revenues grew 30%). The correction came mainly because of the lower volumes of sales of some key products, devaluation in the national currency as well as lower sugar and milk prices.
- Cost of goods sold decreased by 32% to EUR 81 million.
- Gross profit amounted to EUR 94 million, down 15% y-o-y. At the same time, the gross profit margin improved by 10 percentage points to 74%.
- EBITDA was EUR 89 million, down 22%. The EBITDA margin remained at 70% mark.
- Cash flow from operational activities amounted to EUR 41 million.
- Net debt was EUR 206 million and Net debt/EBITDA (LTM) was at a comfortable 2.2x level.
- Export sales demonstrated an increase to 38% of total sales.

### Segment's performance



Source: Company data

## Selected Financial Results

	1 H2015	1 H2014
EBITDA (LTM) (mIn EUR)	94	106
NET DEBT (mIn EUR)	206	195
Adjusted NET DEBT (mIn EUR)	168	173
NET DEBT/EBITDA (LTM)	2,2	1,8
NET DEBT/SALES (LTM)	0,7	0,5
DEBT/EQUITY	1,0	0,7
CURRENT RATIO	1,8	2,2

Source: Company's data

(in thousands of EUR)	1 H2015	1 H2015	y-o-y
Revenues	126 308	164 001	-23%
Gross profit	93 899	111 057	-15%
Gross profit margin	74%	68%	+6pp
EBIT	77 583	101 316	-23%
EBIT margin	61%	62%	-1pp
EBITDA	88 613	114 167	-22%
EBITDA margin	70%	70%	-
Net profit	22 750	11 669	95%
Net profit margin	18%	7%	+11pp
Cash flows provided by operating activities	41 089	78 084	-47%
Cash flows used in investing activities	4 761	(4 518)	205%
	(47 093)	(73 550)	-36%

Source: Company's data

EBITDA	Profit (loss) from operations + depreciation and amortization + impairment of fixed assets
NET DEBT	Short-term finance debt + long-term finance debt – cash – short-term deposits
ADJUSTED NET DEBT	Short-term finance debt + long-term finance debt – cash – short-term deposits - market value of readily marketable inventories
TOTAL DEBT RATIO	(Total current liabilities + total non-current liabilities) / Total assets
CURRENT RATIO	Total current assets / Total current liabilities
QUICK RATIO	(Total current assets – inventories – biological assets) / Total current liabilities

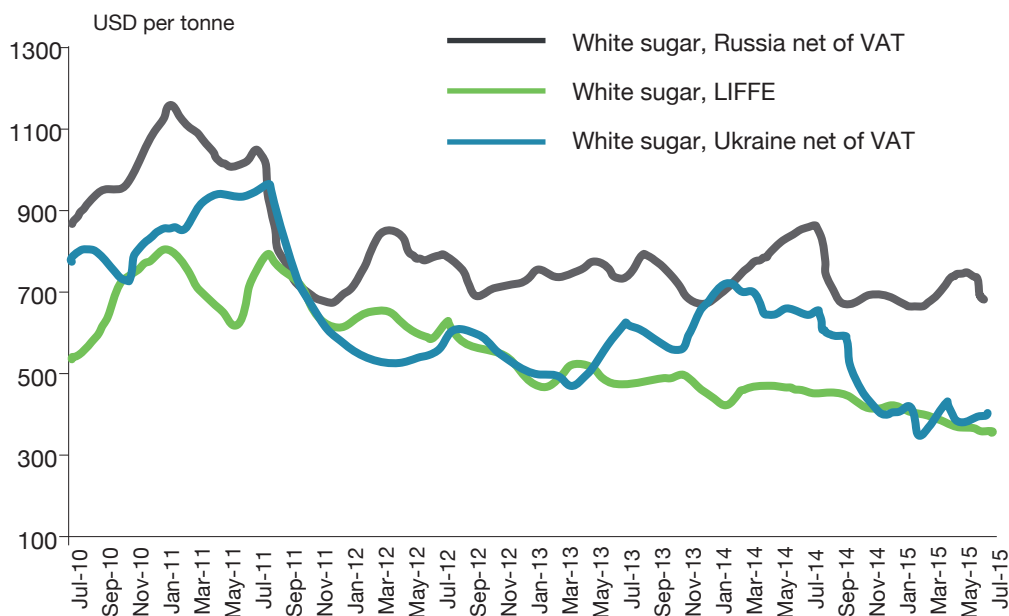


## SUGAR SEGMENT

The sugar segment traditionally remained the largest contributor to revenues with a 47% share. It generated EUR 60 million, which is 25% lower compared to the same period a year ago, mainly because of a correction in euro denominated sugar price. Volumes of sugar sales increased 2% to 156 thousand tonnes. Sugar exports were 20 thousand tonnes. Key export destinations included a few Asian and European Union countries, the later - following provisions of a free trade agreement with the EU. Exports contributed 15% of the segment’s revenues.

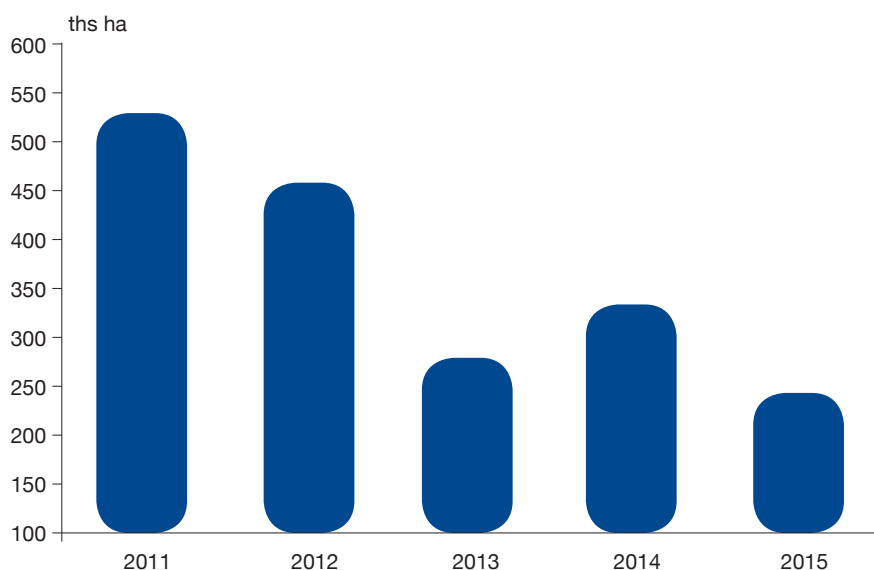
Devaluation of the Ukrainian Hryvnia improved the competitive position of local sugar producers and stimulated export sales. Thus, for the first half of the year Ukraine exported over 170 thousand tonnes of sugar, reducing the inventories’ pressure on the local market. Still, current white sugar price in Ukraine remains close to years-low levels and is promoting further consolidation in the industry.

### Sugar prices dynamics



After bumper production of sugar in 2014, the beet planting area in Ukraine declined 42% to a record low 230 thousand hectares. Market analysts expect that limited sugar production in Ukraine in the coming season will stimulate sugar price recovery in 2015/2016 marketing year.

### Plantations under sugar beet in Ukraine



Source: Ukraine State Statistical Service, Company data

On a global stage, recent research of the leading analytical agency Green Pool forecasts an increase in sugar production shortfall to 4.6 million tonnes for 2015/16 MY. FC Stone agency forecasts the level of global sugar deficit of 3.9 million tonnes, while Rabobank predicts a shortfall – of 3.4 million tonnes. The experts also highlight the strengthening El Nino weather pattern, which has a habit of bringing undue dryness to Southeast Asia, besides increased spring and summer rainfall for south-central Brazil. At the same time, global inventories of sugar are high, oil price is falling, and current spot and futures' level for raw and white sugar are at years-low.



## AGRICULTURAL SEGMENT

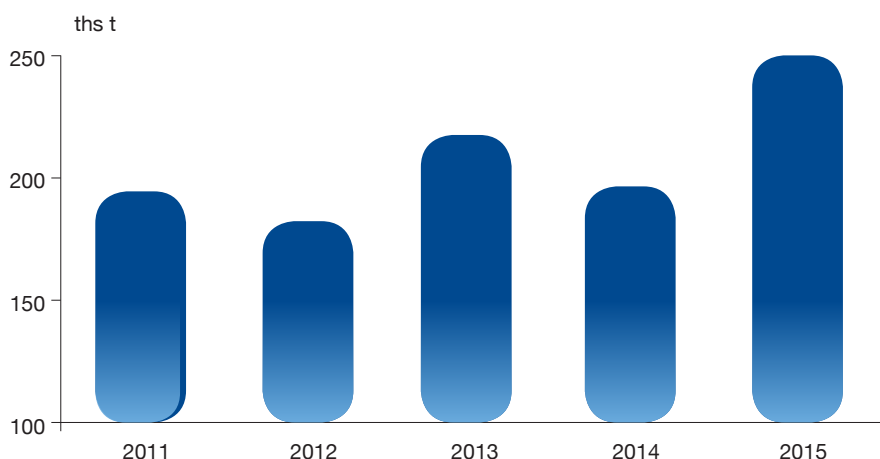
During the reporting period the revenues of the agricultural segment amounted EUR 21 million (26% lower y-o-y). The main reasons for this decline were a correction in commodity prices and lower volumes of crops sold following reduced harvest in 2014. Contribution of the segment to consolidated revenues remained 17%.

In the beginning of August, ASTARTA completed harvesting early grain crops. This year the harvested volume of early grain crops is 20% higher than in 2014 and amounts nearly 270 thousand tonnes. The average yield of wheat was at 5.5 tonnes per hectare.

The advance was assured by well-organized operations, application of advanced agro-technologies, and supported by mild weather conditions. Simultaneously, the company concentrated on cost control and has been introducing modern computerized operations' control and management systems.

The major part of early grain crops harvested by ASTARTA in 2015 is of upper grades and of premium quality. Harvesting of technical crops, namely sugar beets, sunflower, soybeans and corn, is due to start soon. These crops are in good condition and have good yield potential.

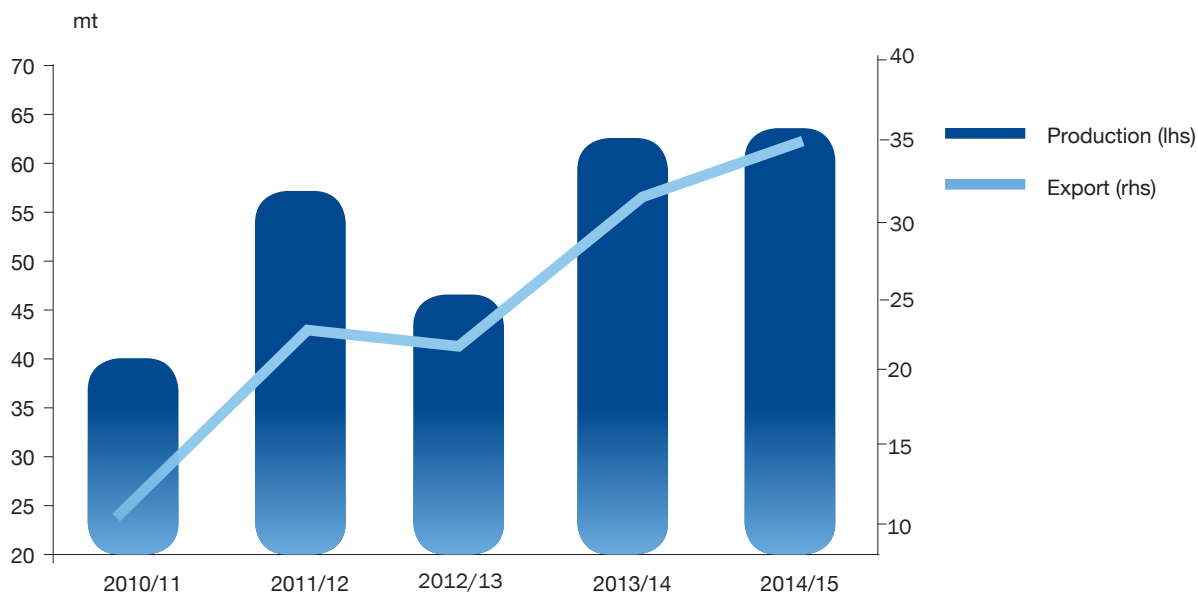
### ASTARTA's winter wheat production dynamics



Source: Company data

As of the date of the report publication, Ukraine harvested 31.2 million tonnes of early grain crops. The average yield for crops is 3.48 tonnes per hectare compared to 3.51 tonnes per hectare a year ago. Overall Ukrainian harvest this year is expected slightly below to the last year's benchmark.

### Production and export of grains in Ukraine



Source: APK-inform

Globally, most market analysts do not see potential for material rebound of grain prices in the nearest future. The expectations for world total grains production remained mostly favorable. Positively, global consumption is projected to stay high, with growth in food and industrial demand stimulated by lower prices.



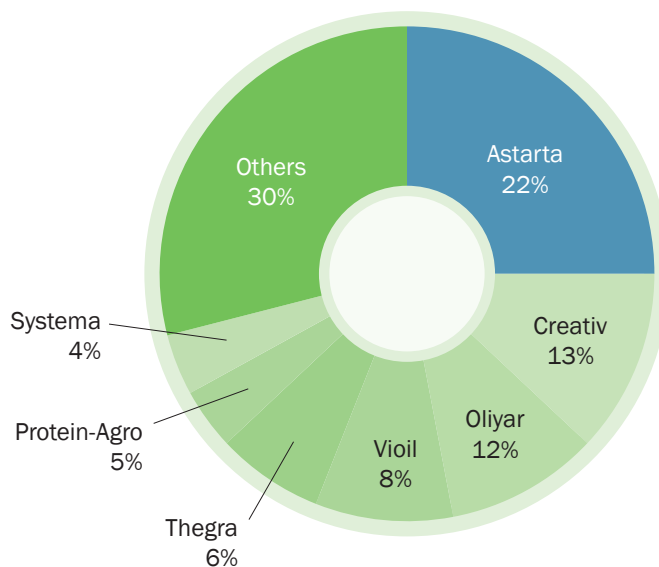


## SOYBEAN PROCESSING SEGMENT

Revenues in the segment amounted to EUR 31 million (17% lower y-o-y). Sales volumes for soybean oil and meal corrected 6% and 23% respectively. 100% of soy oil and 36% of soy meal were exported. The decline in selling volumes and segments revenues is mainly linked to efficient application of a tolling of third parties soybeans, which allowed keeping healthy profitability while simultaneously saving on working capital needs.

During the reporting period the soybean processing plant was operating smoothly and has processed over 107 thousand tonnes of soybeans. Meal and oil production increased 5% to 80 thousand tonnes and 19 thousand tonnes respectively. With this, ASTARTA was the largest and highly efficient soy processor in Ukraine.

### Leading Ukrainian soybean processors for the 6 months of 2015



Source: Agrochart

In 2015, ASTARTA's production subsidiaries planted about 63 thousand hectares of soybeans. The harvesting campaign is expected to begin in coming days and will anew secure the high level of self-sufficiency of soybeans for the processing segment. In Ukraine, harvest of soybeans is expected at an all-time high 4.2 million tonnes (+8.2% y-o-y).

Currently one of our priorities for the soybean processing segment is concentrate on expansion of the clients' portfolio and an increase of soybean meal exports. Fundamentally, we believe that in coming years the demand for soybean meal will be favored by a continuous rise in global animal protein production.



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## DAIRY SEGMENT

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The dairy segment generated EUR 12 million (22% lower y-o-y). Sales volumes increased 4% to 50 thousand tonnes while the average selling milk price dropped about 30%.

During the reporting period, ASTARTA slightly lowered the headcount of cows by 2% to 15.9 thousand head, while the cattle headcount declined 7% to 29 thousand head. This reduction is a natural response to the changing market environment and supports the strategy of promoting the most productive cows and high cost efficiency.

At the same time, the Ukrainian dairy industry continues to decline. Milk production dropped 4.5% to 5.4 million tonnes. Milking cows' headcount in the country dropped by 8% to 2.3 million. The recovery in industry trends will obviously take some time to realize since the market is heavily hampered by a sharp drop in global dairy prices, import limitations by Russia as well as suppressed local demand for dairy products in Ukraine.

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## STATEMENT OF THE BOARD OF DIRECTORS

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### Representation

of the Board of Directors of ASTARTA Holding N.V. on compliance of the condensed consolidated interim financial statements.

The Board of Directors of ASTARTA Holding N.V. hereby represents that to the best of their knowledge the condensed consolidated interim financial statements of ASTARTA Holding N.V. for the period ended 30 June 2015 and the comparable information were prepared in accordance with the applicable accounting standards and that they give a true, fair and clear view of the assets, financial standing and financial results of STARTA Holding N.V., and that the interim statement for the six months ended 30 June 2015 gives a true view of the developments, achievements and situation of the Company, including a description of the key risks and threats.

### Board of Directors of ASTARTA Holding N.V.

V. Ivanchyk	<i>(signed)</i> _____
V. Gladky	<i>(signed)</i> _____
M.M.L.J. van Campen	<i>(signed)</i> _____
V. Korotkov	<i>(signed)</i> _____
W.T. Bartoszewski	<i>(signed)</i> _____

#### Disclaimer regarding forecasts.

Certain statements contained in this annual report may constitute forecasts and estimates. Such predictions are subject to a number of risks, uncertainties and other factors that could cause actual results to differ from the anticipated results expressed or implied via forward-looking statements.

**ASTARTA HOLDING N.V.**

**CONDENCED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
AS AT AND FOR THE SIX MONTHS ENDED 30 JUNE 2015**

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## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	5	4,100,286	4,270,821	3,346,450
Intangible assets	6	68,300	53,841	59,947
Biological assets	7	533,599	584,647	330,050
Value added tax		152,536	236,775	158,024
Financial instruments available-for-sale		-	-	5,296
Long-term receivables		928	751	762
		<b>4,855,649</b>	<b>5,146,835</b>	<b>3,900,529</b>
<b>Current assets</b>				
Inventories	8	1,639,293	3,024,917	792,775
Biological assets	7	3,531,958	515,695	3,109,349
Trade accounts receivable	9	202,852	252,351	297,552
Other accounts receivable and prepayments	10	252,397	130,566	205,656
Current income tax		2,060	1,469	1,553
Short-term cash deposits		85,772	423,575	24,369
Cash and cash equivalents	11	89,795	246,861	24,763
		<b>5,804,127</b>	<b>4,595,434</b>	<b>4,456,017</b>
<b>Total assets</b>		<b>10,659,776</b>	<b>9,742,269</b>	<b>8,356,546</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	12	1,663	1,663	1,663
Additional paid-in capital		369,798	369,798	369,798
Retained earnings		2,907,080	2,186,139	3,277,402
Revaluation surplus		1,355,080	1,509,964	756,574
Treasury shares		(76,283)	(34,698)	(34,918)
Currency translation reserve		348,325	202,531	102,421
<b>Total equity attributable to equity holders of the parent company</b>		<b>4,905,663</b>	<b>4,235,397</b>	<b>4,472,940</b>
Non-controlling interests in joint stock companies		402	619	653
<b>Total equity</b>		<b>4,906,065</b>	<b>4,236,016</b>	<b>4,473,593</b>
<b>Non-current liabilities</b>				
Loans and borrowings	13	2,243,355	2,047,278	1,633,560
Non-controlling interests in limited liability companies		125,858	112,073	108,647
Other long-term liabilities		11,651	9,031	22,020
Deferred tax liabilities		143,336	213,360	113,174
		<b>2,524,200</b>	<b>2,381,742</b>	<b>1,877,401</b>
<b>Current liabilities</b>				
Loans and borrowings	13	1,673,329	1,958,745	1,068,156
Current portion of long-term loans and borrowings	13	1,108,686	828,481	480,308
Trade accounts payable		83,141	95,609	162,176
Current income tax		22,685	9,112	572
Other liabilities and accounts payable	14	341,670	232,564	294,340
		<b>3,229,511</b>	<b>3,124,511</b>	<b>2,005,552</b>
<b>Total equity and liabilities</b>		<b>10,659,776</b>	<b>9,742,269</b>	<b>8,356,546</b>

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

<i>(in thousands of Euros)</i>	Notes	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	5	174,174	222,058	208,024
Intangible assets	6	2,901	2,800	3,726
Biological assets	7	22,667	30,397	20,517
Value added tax		6,479	12,312	9,824
Financial instruments available-for-sale		-	-	329
Long-term receivables		39	39	47
		<b>206,260</b>	<b>267,606</b>	<b>242,467</b>
<b>Current assets</b>				
Inventories	8	69,635	157,277	49,282
Biological assets	7	150,032	26,813	193,285
Trade accounts receivable	9	8,617	13,121	18,497
Other accounts receivable and prepayments	10	10,720	6,789	12,784
Current income tax		88	76	97
Short-term cash deposits		3,643	22,023	1,515
Cash and cash equivalents	11	3,814	12,835	1,539
		<b>246,549</b>	<b>238,934</b>	<b>276,999</b>
<b>Total assets</b>		<b>452,809</b>	<b>506,540</b>	<b>519,466</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	12	250	250	250
Additional paid-in capital		55,638	55,638	55,638
Retained earnings		264,295	234,461	310,853
Revaluation surplus		108,855	115,075	75,148
Treasury shares		(4,022)	(2,280)	(2,533)
Currency translation reserve		(216,633)	(182,930)	(161,305)
<b>Total equity attributable to equity holders of the parent company</b>		<b>208,383</b>	<b>220,214</b>	<b>278,051</b>
Non-controlling interests in joint stock companies		17	32	41
<b>Total equity</b>		<b>208,400</b>	<b>220,246</b>	<b>278,092</b>
<b>Non-current liabilities</b>				
Loans and borrowings	13	95,294	106,447	101,546
Non-controlling interests in limited liability companies		5,346	5,827	6,754
Other long-term liabilities		495	470	1,369
Deferred tax liabilities		6,090	11,094	7,036
		<b>107,225</b>	<b>123,838</b>	<b>116,705</b>
<b>Current liabilities</b>				
Loans and borrowings	13	71,080	101,843	66,399
Current portion of long-term loans and borrowings	13	47,095	43,076	29,857
Trade accounts payable		3,531	4,971	10,081
Current income tax		964	474	36
Other liabilities and accounts payable	14	14,514	12,092	18,296
		<b>137,184</b>	<b>162,456</b>	<b>124,669</b>
<b>Total equity and liabilities</b>		<b>452,809</b>	<b>506,540</b>	<b>519,466</b>

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.



**CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2015**

<i>(in thousands of Ukrainian hryvnias)</i>	<i>Notes</i>	<b>2015</b> <b>(unaudited)</b>	<b>2014</b> <b>(unaudited)</b>
<b>Revenues</b>	15	<b>3,010,491</b>	2,311,985
Cost of revenues	16	<b>(1,934,468)</b>	(1,691,321)
Changes in fair value of biological assets and agricultural produce		<b>1,161,871</b>	944,965
<b>Gross profit</b>		<b>2,237,894</b>	1,565,629
Other operating income	17	<b>36,304</b>	174,945
General and administrative expense	18	<b>(225,293)</b>	(163,235)
Selling and distribution expense	19	<b>(156,296)</b>	(108,827)
Other operating expense	20	<b>(44,424)</b>	(43,658)
<b>Profit from operations</b>		<b>1,848,185</b>	1,424,854
Finance costs	21	<b>(1,364,574)</b>	(1,265,239)
Finance income	21	<b>19,843</b>	5,495
Other income		<b>895</b>	3,486
<b>Profit before tax</b>		<b>504,349</b>	168,596
Income tax expense	22	<b>41,134</b>	(4,020)
<b>Net profit</b>		<b>545,483</b>	164,576
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		<b>(217)</b>	(8)
Equity holders of the parent company		<b>545,700</b>	164,584
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24,850</b>	24,939
Basic and diluted earnings per share attributable to shareholders of the company (in Ukrainian hryvnias)		<b>21.96</b>	6.6

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**CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2015**

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>2015</b> <i>(unaudited)</i>	<b>2014</b> <i>(unaudited)</i>
<b>Revenues</b>	15	<b>126,308</b>	164,001
Cost of revenues	16	<b>(81,150)</b>	(119,975)
Changes in fair value of biological assets and agricultural produce		<b>48,741</b>	67,031
<b>Gross profit</b>		<b>93,899</b>	111,057
Other operating income	17	<b>1,522</b>	12,409
General and administrative expense	18	<b>(9,454)</b>	(11,579)
Selling and distribution expense	19	<b>(6,558)</b>	(7,719)
Other operating expense	20	<b>(1,863)</b>	(3,099)
<b>Profit from operations</b>		<b>77,546</b>	101,069
Finance costs	21	<b>(57,393)</b>	(89,751)
Finance income	21	<b>833</b>	390
Other income		<b>37</b>	247
<b>Profit before tax</b>		<b>21,023</b>	11,955
Income tax expense	22	<b>1,727</b>	(286)
<b>Net profit</b>		<b>22,750</b>	11,669
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		<b>(10)</b>	(1)
Equity holders of the parent company		<b>22,760</b>	11,670
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24,850</b>	24,939
Basic and diluted earnings per share attributable to shareholders of the company (in Euros)		<b>0.92</b>	0.47

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## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2015

<i>(in thousands of Ukrainian hryvnias)</i>	2015 (unaudited)	2014 (unaudited)
<b>Profit for the year</b>	<b>545,483</b>	164,576
<b>Other comprehensive income</b>		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Exchange difference on transactions of foreign operations	145,794	98,991
Income tax effect		-
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>145,794</b>	98,991
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>		
Exchange difference on translation of foreign operations (the Parent company)	-	-
Income tax effect	-	-
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>	<b>-</b>	-
<b>Total comprehensive income</b>	<b>691,277</b>	263,567
<b>Attributable to:</b>		
Non-controlling interests in joint stock companies	(217)	(8)
Equity holders of the parent	691,494	263,575
<b>Total comprehensive income as at 30 June</b>	<b>691,277</b>	263,567

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2015**

<i>(in thousands of Euros)</i>	<b>2015</b>	<b>2014</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Profit for the year</b>	<b>22,750</b>	<b>11,669</b>
<b>Other comprehensive income</b>		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
<i>Exchange difference on transactions of foreign operations</i>	<b>(38,786)</b>	<b>(97,415)</b>
<i>Income tax effect</i>		-
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>(38,786)</b>	<b>(97,415)</b>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>		
<i>Exchange difference on translation of foreign operations (the Parent company)</i>	<b>5,930</b>	<b>(4,378)</b>
<i>Income tax effect</i>	-	-
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>	<b>5,930</b>	<b>(4,378)</b>
<b>Total comprehensive income</b>	<b>(10,104)</b>	<b>(90,124)</b>
<b>Attributable to:</b>		
<i>Non-controlling interests in joint stock companies</i>	<b>(15)</b>	<b>(17)</b>
<i>Equity holders of the parent</i>	<b>(10,089)</b>	<b>(90,107)</b>
<b>Total comprehensive income as at 30 June</b>	<b>(10,104)</b>	<b>(90,124)</b>

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2015

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	2015 (unaudited)	2014 (unaudited)
<b>Operating activities</b>			
<b>Profit before tax</b>		<b>504,349</b>	168,596
<i>Adjustments for:</i>			
Depreciation and amortization		<b>263,732</b>	184,649
Allowance for impairment (recovery) of trade and other accounts receivable	19	<b>5,597</b>	3,541
Loss on sales of property, plant and equipment	20	<b>8,913</b>	8,704
Write down of inventories	20	<b>3,640</b>	6,502
Finance income	21	<b>(19,843)</b>	(5,495)
Interest expense	21	<b>341,852</b>	127,536
Other finance costs	21	<b>33,789</b>	17,406
Changes in fair value of biological assets and agricultural produce		<b>(1,161,871)</b>	(944,965)
Recovery of assets previously written off	17	<b>(3,998)</b>	(3,254)
Non-controlling interests in limited liability companies	21	<b>3,679</b>	20,929
Foreign exchange loss on loans and borrowings, deposits		<b>1,288,891</b>	1,009,094
<i>Working capital adjustments:</i>			
Decrease (increase) in inventories		<b>1,472,158</b>	2,019,216
Decrease in trade and other receivables		<b>(39,564)</b>	10,499
Increase in biological assets due to other changes		<b>(1,883,818)</b>	(1,641,986)
Increase in trade and other payables		<b>135,009</b>	125,749
Income taxes paid		<b>28,889</b>	(5,887)
<b>Cash flows provided by operating activities</b>		<b>981,404</b>	1,100,834
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		<b>(113,554)</b>	(98,724)
Proceeds from sales of property, plant and equipment		<b>7,039</b>	418
Sale (purchase) of financial investments			2,650
Interest received	21	<b>19,827</b>	5,262
Acquisition of subsidiaries net of cash acquired	4	<b>(11,533)</b>	-
Cash deposits placement		<b>(84,687)</b>	(2,314)
Cash deposits withdrawal		<b>296,376</b>	29,009
<b>Cash flows used in investing activities</b>		<b>113,468</b>	(63,699)
<b>Financing activities</b>			
Proceeds from loans and borrowings		<b>947,287</b>	855,746
Repayment of loans and borrowings		<b>(1,685,384)</b>	(1,714,390)
Payments to shareholders for pledged shares		-	(13,108)
Shares buy back		<b>(41,585)</b>	(32,322)
Interest paid		<b>(341,852)</b>	(132,782)
<b>Cash flows used in financing activities</b>		<b>(1,121,534)</b>	(1,036,856)
Net increase (decrease) in cash and cash equivalents		<b>(26,662)</b>	279
Cash and cash equivalents as at 1 January		<b>246,861</b>	29,472
Currency translation difference		<b>(130,404)</b>	(4,988)
<b>Cash and cash equivalents as at 30 June</b>		<b>89,795</b>	24,763

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2015

<i>(in thousands of Euros)</i>	Notes	2015 (unaudited)	2014 (unaudited)
<b>Operating activities</b>			
<b>Profit before tax</b>		<b>21,023</b>	11,955
<i>Adjustments for:</i>			
Depreciation and amortization		<b>11,067</b>	13,098
Allowance for impairment (recovery) of trade and other accounts receivable	19	<b>235</b>	251
Loss on sales of property, plant and equipment	20	<b>374</b>	618
Write down of inventories	20	<b>153</b>	461
Finance income	21	<b>(833)</b>	(390)
Interest expense	21	<b>14,378</b>	9,047
Other finance costs	21	<b>1,421</b>	1,235
Changes in fair value of biological assets and agricultural produce		<b>(48,741)</b>	(67,031)
Recovery of assets previously written off	17	<b>(168)</b>	(231)
Non-controlling interests in limited liability companies	21	<b>155</b>	1,485
Foreign exchange loss on loans and borrowings, deposits		<b>54,082</b>	71,580
<i>Working capital adjustments:</i>			
Decrease (increase) in inventories		<b>61,777</b>	143,234
Decrease in trade and other receivables		<b>(1,660)</b>	745
Increase in biological assets due to other changes		<b>(79,051)</b>	(116,475)
Increase in trade and other payables		<b>5,665</b>	8,920
Income taxes paid		<b>1,212</b>	(418)
<b>Cash flows provided by operating activities</b>		<b>41,089</b>	78,084
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		<b>(4,765)</b>	(7,003)
Proceeds from sales of property, plant and equipment		<b>295</b>	30
Sale (purchase) of financial investments		-	188
Interest received	21	<b>832</b>	373
Acquisition of subsidiaries net of cash acquired	4	<b>(484)</b>	-
Cash deposits placement		<b>(3,554)</b>	(164)
Cash deposits withdrawal		<b>12,437</b>	2,058
<b>Cash flows used in investing activities</b>		<b>4,761</b>	(4,518)
<b>Financing activities</b>			
Proceeds from loans and borrowings		<b>39,751</b>	60,703
Repayment of loans and borrowings		<b>(70,724)</b>	(121,611)
Payments to shareholders for pledged shares		-	(930)
Shares buy back		<b>(1,742)</b>	(2,293)
Interest paid		<b>(14,378)</b>	(9,419)
<b>Cash flows used in financing activities</b>		<b>(47,093)</b>	(73,550)
Net increase (decrease) in cash and cash equivalents		<b>(1,243)</b>	16
Cash and cash equivalents as at 1 January		<b>12,835</b>	2,574
Currency translation difference		<b>(7,778)</b>	(1,051)
<b>Cash and cash equivalents as at 30 June</b>		<b>3,814</b>	1,539

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2015

<i>(in thousands of Ukrainian hryvnias)</i>	Attributable to equity holders of the parent company						Subtotal (unaudited)	Non-controlling interests (unaudited)	Total equity (unaudited)
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment			
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)			
<b>As at 1 January 2015</b>	1,663	369,798	2,186,139	1,509,964	(34,698)	202,531	4,235,397	619	4,236,016
Net profit (loss)	-	-	545,700	-	-	-	545,700	(217)	545,483
Other comprehensive loss, net of tax	-	-	-	-	-	145,794	145,794	-	145,794
Total other comprehensive income, net of tax	-	-	-	-	-	145,794	145,794	-	145,794
Total comprehensive income	-	-	545,700	-	-	145,794	691,494	(217)	691,277
Acquisition of subsidiary	-	-	20,357	-	-	-	20,357	-	20,357
Purchase of own shares	-	-	-	-	(41,585)	-	(41,585)	-	(41,585)
Realisation of revaluation surplus, net of tax	-	-	154,884	(154,884)	-	-	-	-	-
<b>As at 30 June 2015</b>	1,663	369,798	2,907,080	1,355,080	(76,283)	348,325	4,905,663	402	4,906,065

<i>(in thousands of Euros)</i>	Attributable to equity holders of the parent company						Subtotal (unaudited)	Non-controlling interests (unaudited)	Total equity (unaudited)
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment			
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)			
<b>As at 1 January 2015</b>	250	55,638	234,461	115,075	(2,280)	(182,930)	220,214	32	220,246
Net profit (loss)	-	-	22,760	-	-	-	22,760	(10)	22,750
Other comprehensive loss, net of tax	-	-	-	-	-	(33,703)	(33,703)	(5)	(33,708)
Total other comprehensive income, net of tax	-	-	-	-	-	(33,703)	(33,703)	(5)	(33,708)
Total comprehensive income	-	-	22,760	-	-	(33,703)	(10,943)	(15)	(10,958)
Acquisition of subsidiary	-	-	854	-	-	-	854	-	854
Purchase of own shares	-	-	-	-	(1,742)	-	(1,742)	-	(1,742)
Realisation of revaluation surplus, net of tax	-	-	6,220	(6,220)	-	-	-	-	-
<b>As at 30 June 2015</b>	250	55,638	264,295	108,855	(4,022)	(216,633)	208,383	17	208,400

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2014

<i>(in thousands of Ukrainian hryvnias)</i>	Attributable to equity holders of the parent company						Subtotal (unaudited)	Non-controlling interests (unaudited)	Total equity (unaudited)
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment			
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)			
<b>As at 1 January 2014</b>	1,663	369,798	3,026,875	842,517	(2,596)	3,430	4,241,687	661	4,242,348
Net profit (loss)	-	-	164,584	-	-	-	164,584	(8)	164,576
Other comprehensive loss, net of tax	-	-	-	-	-	98,991	98,991	-	98,991
Total other comprehensive income, net of tax	-	-	-	-	-	98,991	98,991	-	98,991
Total comprehensive income	-	-	164,584	-	-	98,991	263,575	(8)	263,567
Purchase of own shares	-	-	-	-	(32,322)	-	(32,322)	-	(32,322)
Realisation of revaluation surplus, net of tax	-	-	85,943	(85,943)	-	-	-	-	-
<b>As at 30 June 2014</b>	1,663	369,798	3,277,402	756,574	(34,918)	102,421	4,472,940	653	4,473,593

<i>(in thousands of Euros)</i>	Attributable to equity holders of the parent company						Subtotal (unaudited)	Non-controlling interests (unaudited)	Total equity (unaudited)
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment			
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)			
<b>As at 1 January 2014</b>	250	55,638	293,841	80,490	(240)	(59,528)	370,451	58	370,509
Net profit (loss)	-	-	11,670	-	-	-	11,670	1	11,671
Other comprehensive loss, net of tax	-	-	-	-	-	(101,777)	(101,777)	(18)	(101,795)
Total other comprehensive income, net of tax	-	-	-	-	-	(101,777)	(101,777)	(18)	(101,795)
Total comprehensive income	-	-	11,670	-	-	(101,777)	(90,107)	(17)	(90,124)
Purchase of own shares	-	-	-	-	(2,293)	-	(2,293)	-	(2,293)
Realisation of revaluation surplus, net of tax	-	-	5,342	(5,342)	-	-	-	-	-
<b>As at 30 June 2014</b>	250	55,638	310,853	75,148	(2,533)	(161,305)	278,051	41	278,092

The notes on pages 25 to 47 are an integral part of these condensed consolidated interim financial statements.



## 1 BACKGROUND

### (a) Organisation and operations

These consolidated financial statements are prepared by ASTARTA Holding N.V. (the Company), a Dutch public company incorporated in Amsterdam, the Netherlands, on 9 June 2006 under the Dutch law.

The Company's legal address is Jan van Goyenkade 8, 1075 HP Amsterdam, the Netherlands.

On 4 July 2006 the shareholders of the Company contributed their shares in the Cyprus based company Ancor Investments Ltd to ASTARTA Holding N.V. After the contribution, ASTARTA Holding N.V. owns 100% of share capital of Ancor Investment Ltd.

Ancor Investments Ltd owns 99.98% of the capital of LLC "Firm "Astarta-Kyiv" (Astarta-Kyiv) registered in Ukraine, which in turn controls number of subsidiaries in Ukraine (hereinafter the Company and its subsidiaries are collectively referred to as the "Group").

On 16 August 2006 the Company's shares were admitted for trading on the Warsaw Stock Exchange. The first quotation of the shares on the Warsaw Stock Exchange took place on 17 August 2006.

The Group specializes in sugar production, soybean processing, crop growing and dairy farming. The croplands, sugar plant, soybean processing plant and cattle operations are mainly located in the Poltava, Vinnytsia, Khmelnytsky and Kharkiv oblasts (administrative regions) of Ukraine. The Group's business is vertically integrated because sugar is produced primarily using own-grown sugar beet and soybean processing is secured by significant amount of in-house produced soybeans.

### (b) Ukrainian business environment

The Group conducts most of its operations in Ukraine. The Ukrainian economy while deemed to be of market status continues to display certain characteristics consistent with that of an economy in transition. These characteristics include, but are not limited to, low levels of liquidity in the capital markets, high inflation, and significant imbalances in the public finance and foreign trade.

In 2014, Ukrainian political and economic situation deteriorated significantly. The annexation of the Autonomous Republic of Crimea by the Russian Federation, full-fledged armed confrontations in certain parts of the Donetsk and Lugansk regions and, ultimately, to the significant deterioration of the political and economic relations of Ukraine with the Russian Federation have contributed to the decline of key economic indices, increase of the state budget deficit, depletion of the NBU's foreign currency reserves and, as a result, further downgrading of the Ukrainian sovereign debt credit ratings.

From 1 January 2015 and up to 30 June 2015, the Ukrainian Hryvnia (the «UAH») depreciated against EURO by approximately 22% calculated based on the National Bank of Ukraine (the «NBU») exchange rate of UAH to US Dollar. The NBU imposed certain restrictions on purchase of foreign currencies, cross border settlements (including repayment of dividends), and also mandated obligatory conversion of foreign currency proceeds into UAH.

The known and estimable effects of the above events on the financial position and performance of the Group in the reporting period have been taken into account in preparing these consolidated financial statements.

The Government has committed to direct its policy towards the association with the European Union, to implement a set of reforms aiming at the removal of the existing imbalances in the economy, public finance and public governance, and the improvement of the investment climate.

Stabilisation of the Ukrainian economy in the foreseeable future depends on the success of the actions undertaken by the Government and securing continued financial support of Ukraine by international donors and international financial institutions.

Management is monitoring the developments in the current environment and taking actions, where appropriate, to minimize any negative effects to the extent possible. Further adverse developments in the political, macroeconomic and/or international trade conditions may further adversely affect the Group's financial position and performance in a manner not currently determinable.

## 2 BASIS OF PREPARATION

### (a) Statement of compliance

These condensed consolidated interim financial statements for the six months ended 30 June 2015 have been prepared in accordance with IAS 34 Interim Financial Reporting.

These condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2014 which have been prepared in accordance with IFRS.

### (b) Basis of consolidation

The consolidated financial statements comprise the financial statements of the Group and its subsidiaries as at 30 June 2015. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the carrying amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

As at 30 June 2015 Astarta Holding N.V. owns shares, directly and indirectly, in a number of subsidiaries, joint operations and an associate with the following percentage of ownership:

Name	Activity	30 June 2015 % of ownership	31 December 2014 % of ownership	30 June 2014 % of ownership
<b>Subsidiaries:</b>				
Ancor Investments Ltd	Investment activities	100.00%	100.00%	100.00%
LLC Firm «Astarta-Kyiv»	Asset management	99.98%	99.98%	99.98%
LLC «APO «Tsukrovyk Poltavshchyny»	Sugar production	99.72%	99.72%	99.72%
LLC «Agricultural company «Dovzhenko»	Agricultural	97.53%	97.53%	97.53%
LLC «Shyshaki combined forage factory»	Fodder production	90.56%	90.56%	90.56%
LLC «Agricultural company «Dobrobut»	Agricultural	98.24%	98.24%	98.24%
LLC «Agricultural company «Musievsk»	Agricultural	89.98%	89.98%	89.98%
LLC «Globinskiy processing factory»	Soybean processing	99.98%	99.98%	99.98%
LLC «Dobrobut» (Novo-Sanzharskiy region)	Agricultural	99.98%	99.98%	99.98%
OJSC «Agricultural company «Agrocomplex»	Agricultural	83.80%	83.80%	83.80%
OJSC «Agricultural company «Zhdanivsk»	Agricultural	97.97%	97.97%	97.97%
LLC «Investment company «Poltavazernoproduct»	Agricultural	98.68%	98.68%	98.68%
LLC «List-Ruchky»	Agricultural	74.99%	74.99%	74.99%
LLC «Agropromgaz»	Trade	89.98%	89.98%	89.98%
LLC «Khmilnitske»	Agricultural	99.12%	99.12%	99.12%
LLC «Volochnysk-Agro»	Agricultural	97.52%	97.52%	97.52%
LLC «Agricultural company «Mirgorodska»	Agricultural	89.98%	89.98%	89.98%
LLC «Kobelyatskiy combined forage factory»	Fodder production	98.56%	98.56%	98.56%
LLC «named after Ostrovskiy» * *	Agricultural	99.98%	99.98%	99.98%
SC «Agricultural company «Agro-Kors»	Agricultural	99.98%	99.98%	99.98%
LLC «Agricultural company «Khorolska»	Agricultural	98.95%	98.95%	98.95%
LLC «Agricultural company «Lan»	Agricultural	99.98%	99.98%	99.98%
LLC «Nika»	Agricultural	98.98%	98.98%	98.98%
LLC «Zhytnytsya Podillya» * *	Agricultural	99.98%	74.99%	74.99%
LLC «Astarta-Selektsiya»	Research and development	74.98%	74.98%	74.99%
LLC «Agrosvit Savyntsi»	Agricultural	99.98%	99.97%	98.98%
LLC «Khorolskiy combined forage factory»	Fodder production	99.23%	99.23%	99.24%
PC «Lan-M»	Agricultural	99.98%	99.98%	99.98%
ALC «Novoivanivskiy sugar plant»	Sugar production	94.49%	94.49%	94.49%
LLC «Investpromgaz»	Trade	99.93%	99.93%	99.93%
LLC «Tsukragromprom»	Trade	99.98%	99.98%	99.98%
LLC «Agricultural company Slobozhans'ka Zhytnitsa»	Agricultural	50.99%	50.99%	50.99%
LLC «Volochnysk-tsukor»	Trade	97.52%	97.52%	97.52%
LLC «Globyns'kiy tsukor»	Sugar production	98.68%	98.68%	98.68%
LLC «Podilskiy krai» * *	Agricultural	0.00%	50.32%	50.32%
PAC «Rybalkivsky»	Agricultural	98.24%	98.24%	98.24%
LLC «Zerno-Agrotrade»	Trade	99.98%	99.98%	99.97%
LLC «Novoorzhyskiy sugar plant»	Sugar production	99.98%	99.97%	99.97%
LLC «APK Savynska»	Sugar production	99.98%	99.96%	100.00%
LLC «Kochubeyivsk»	Trade	58.52%	58.52%	58.52%

Name	Activity	30 June 2015	31 December 2014	30 June 2014
		% of ownership	% of ownership	% of ownership
LLC «Globinskiy bioenergetichniy complex»	Production of biogas	99.98%	99.98%	-
LLC «Savyntsi-Agro» *	Agricultural	99.98%	-	-
Associate:				
LLC «Agricultural company «Pokrovska»**	Agricultural	49.99%	49.99%	49.99%
LLC «Geoexpertservice»	Agricultural	19.99%	19.99%	19.99%

\* In January 2015, the Group obtained control over LLC «Savyntsi Agro» (Note 4).

\*\* The shares of LLC «Podilskiy krai» (50.32%) were exchanged for non-controlling interests share in LLC «Zhytnytsya Podillya» (24.99%).

All subsidiaries, joint operations, and the associate, except for Ancor Investments Ltd, are incorporated in Ukraine. Ancor Investments Ltd is incorporated in Cyprus.

### (c) Functional and presentation currency

Each entity in the Group determines its own functional currency and items included in the separate financial statements of each entity are measured using that functional currency. The functional currency of the Company and its Cypriot subsidiary is Euro (EUR). The operating subsidiaries and associate registered in Ukraine have the Ukrainian hryvnia (UAH) as their functional currency.

The consolidated financial statements are presented in UAH and all values are rounded to the nearest thousand, except when otherwise indicated. For the benefit of certain users, the Group also presents all numerical information in EUR. The translation of UAH denominated assets and liabilities into EUR in these consolidated financial statements does not necessarily mean that the Group could realize or settle in EUR the reported values of these assets and liabilities. Likewise, it does not necessarily mean that the Group could return or distribute the reported EUR value retained earnings to its shareholders. For the purposes of presenting financial information in EUR, assets and liabilities of the Ukrainian subsidiaries and associate are translated from UAH to EUR using the closing rates at each reporting date, and income and expenses, and cash flows are translated at the rates ruling at transactions date.

On 07 February 2014 the National Bank of Ukraine (NBU) changed an exchange-rate regime from fixed to floating. Therefore starting from 07 February 2014 the Group applies the NBU exchange rates instead of interbank exchange rates. The resulting translation differences are recognized in other comprehensive income presented in EUR.

The principal Ukrainian Hryvnia (“UAH”) exchange rates used in the preparation of the consolidated financial statements are as follows:

Currency	Average reporting period rate		Reporting date rate		
	2015	2014	30 June 2015	31 December 2014	30 June 2014
EUR	23.83	14.10	23.54	19.23	16.09
USD	21.36	10.28	21.02	15.77	11.82

## 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed consolidated interim financial statements are the same as those applied by the Group in its annual financial statements for the year ended 31 December 2014 except for the adoption of new Standards and Interpretations noted below.

## New and amended standards and interpretations not yet adopted

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's financial statements are disclosed below. The Group intends to adopt these standards, if applicable, when they become effective.

### IFRS 9 Financial Instruments

In July 2014, the IASB issued the final version of IFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. Retrospective application is required, but comparative information is not compulsory. The adoption of IFRS 9 will have an effect on the classification and measurement of the Group's financial assets, but will potentially have no impact on the classification and measurement of the Group's financial liabilities. IFRS 9 is expected to be endorsed by the European Union («EU») before the IASB effective date, which is 1 January 2018.

### *IFRIC Interpretation 21 Levies (IFRIC 21)*

IFRIC 21 clarifies that an entity recognises a liability for a levy when the activity that triggers payment, as identified by the relevant legislation, occurs. For a levy that is triggered upon reaching a minimum threshold, the interpretation clarifies that no liability should be anticipated before the specified minimum threshold is reached. IFRIC 21 is effective for annual periods beginning on or after 17 June 2014. The Group is currently assessing the impact of IFRIC 21 on the financial statements.

### *Amendments to IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The IASB has published 'Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)'. The amendments address a conflict between the requirements of IAS 28 'Investments in Associates and Joint Ventures' and IFRS 10 'Consolidated Financial Statements' and clarify that in a transaction involving an associate or joint venture the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business. The amendments have not been endorsed by the EU. The IASB effective date is 1 January 2016. The Group is currently assessing the impact of these amendments on the financial statements.

### *IFRS 15 Revenue from Contracts with Customers*

IFRS 15 was issued in May 2014 and establishes a new five-step model that will apply to revenue arising from contracts with customers. Under IFRS 15 revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach to measuring and recognising revenue.

The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IFRS. Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted. The Group is currently assessing the impact of IFRS 15 and plans to adopt the new standard on the required effective date.

### *Amendments to IFRS 10, IFRS 12 and IAS 28 Investment Entities: Applying the Consolidation Exception*

The amendments address issues that have arisen in the context of applying the consolidation exception for investment entities. These improvements have not been endorsed by the EU. The IASB effective date is 1 January 2016. The Group is currently assessing the impact of these amendments on the Group's consolidated financial statements.

#### 4 BUSINESS COMBINATIONS AND DISPOSAL OF JOINT OPERATIONS

##### Acquisition of new entities in 2015

During six months ended 30 June 2015, the Group completed acquisition of LLC «Savyntsi Agro» which is non-listed agricultural company located in Ukraine with the purpose to expand the agricultural land leases bank. On 23 January 2015, the Group acquired 99.98% ownership interest in LLC «Savyntsi Agro» for cash consideration of UAH 11,746 thousand or EUR 462 thousand.

As at acquisition date, accounts receivable of UAH 98 thousand and other accounts payable of UAH 14,127 thousand were due to/ from the Group. The purchase consideration consisted only of cash, and the direct costs related to this acquisition are not significant.

The acquisition of the company had the following effect on assets and liabilities, which are stated at their fair values, as at the date they were acquired:

	Recognised fair value at acquisition	
	(in thousands of Ukrainian hryvnias)	(in thousands of Euros)
	(unaudited)	(unaudited)
<b>Non-current assets</b>		
Property, plant and equipment	982	42
Intangible and other non-current assets	8,564	364
<b>Current assets</b>		
Inventories	5,702	240
Trade accounts receivable	1,201	50
Other accounts receivable and prepayments	2,788	117
Cash and cash equivalents	213	9
<b>Non-current liabilities</b>		
Other long-term liabilities	(4,208)	(177)
<b>Current liabilities</b>		
Trade accounts payable	(38)	(2)
Other liabilities and accounts payable	(14,771)	(621)
<b>Net identifiable assets, liabilities and contingent liabilities</b>	<b>433</b>	<b>22</b>
Non-controlling interest	(2)	-
<b>Net assets acquired</b>	<b>431</b>	<b>22</b>
Goodwill	(11,315)	(471)
Consideration paid	(11,746)	(493)
Cash acquired	213	9
<b>Net cash outflow</b>	<b>(11,533)</b>	<b>(484)</b>

##### Acquisition of new entities in 2014

In January 2014, the Group obtained control over its former joint operation SC «Agricultural company named after Ivanenko» by merging it with the Group's subsidiary LLC «Agricultural company «Mirgorodska». As at acquisition date, all accounts receivable of UAH 14,115 thousand and accounts payable of UAH 14,115 thousand were due to/ from the Group. The acquisition was made at no consideration because the entity's net assets equalled nil at the date of acquisition.

The fair value of assets and liabilities as at acquisition date are as follows:

	(in thousands of Ukrainian hryvnias)	(in thousands of Euros)
<b>Assets</b>		
Accounts receivable	14,115	1,233
<b>Liabilities</b>		
Accounts payable	(14,115)	(1,233)
<b>Net identifiable assets, liabilities and contingent liabilities</b>	-	-
Consideration transferred	-	-
Result from acquisition	-	-

It is not possible to identify revenue and profit/ or loss contributed by the newly acquired entity because it was merged with the Group's subsidiary LLC «Agricultural company «Mirgorodska».

## 5 PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2015, the Group acquired assets with a cost of UAH 115,848 thousand or EUR 4,862 thousand. Property, plant and equipment of UAH 982 thousand or EUR 42 thousand were acquired through a business combination (see Note 4).

During the six months ended 30 June 2014, the Group acquired assets with a cost of UAH 102,983 thousand or EUR 7,305 thousand.

Assets with a carrying amount of UAH 34,417 or EUR 1,444 thousand were disposed of during the six months ended 30 June 2015 (2014: UAH 11,978 or EUR 849 thousand).

## 6 INTANGIBLE ASSETS

During the six months ended 30 June 2015 the Group acquired intangible assets of UAH 20,173 thousand or EUR 847 thousand. Intangible assets of UAH 8,564 thousand or EUR 364 thousand were acquired through acquisition of subsidiaries (see Note 4).

During the six months ended 30 June 2014 the Group acquired intangible assets of UAH 1,342 thousand or EUR 94 thousand.

Disposals for six months ended 30 June 2015 amounted to UAH 24 or EUR 1 thousand. Disposals for six months ended 30 June 2014 amounted to UAH 277 or EUR 20 thousand.

## 7 BIOLOGICAL ASSETS

As at 30 June biological assets comprise the following groups:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015		31 December 2014		30 June 2014	
	Units	Amount (unaudited)	Units	Amount (audited)	Units	Amount (unaudited)
<b>Non-current biological assets:</b>						
Cattle	29,090	530,016	30,036	579,352	30,282	326,356
Other livestock		3,583		5,295		3,694
		533,599		584,647		330,050
<b>Current biological assets</b>						
<b>(Crops):</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Soy	61,901	904,825	-	-	61,749	760,864
Sugar beet	33,866	779,518	-	-	47,343	702,725
Winter wheat	46,653	743,483	46,113	515,335	39,861	466,147
Sunflower	22,680	392,064	-	-	5,339	71,407
Corn	42,146	691,797	-	-	48,583	1,080,736
Barley	2,750	18,546	-	-	4,077	20,389
Winter rye	228	849	354	360	1,507	7,081
Other	79	876	-	-	-	-
	210,303	3,531,958	46,467	515,695	208,459	3,109,349
<b>Total biological assets</b>		4,065,557		1,100,342		3,439,399

<i>(in thousands of Euros)</i>	30 June 2015		31 December 2014		30 June 2014	
	Units	Amount (unaudited)	Units	Amount (audited)	Units	Amount (unaudited)
<b>Non-current biological assets:</b>						
Cattle	29,090	22,514	30,036	30,122	30,282	20,287
Other livestock		153		275		230
		22,667		30,397		20,517
<b>Current biological assets</b>						
<b>(Crops):</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Soy	61,901	38,436	-	-	61,749	47,298
Sugar beet	33,866	33,113	-	-	47,343	43,683
Winter wheat	46,653	31,582	46,113	26,794	39,861	28,977
Corn	42,146	29,386	-	-	48,583	67,181
Sunflower	22,680	16,654	-	-	5,339	4,439
Barley	2,750	788	-	-	4,077	1,267
Winter rye	228	36	354	19	1,507	440
Other	79	37	-	-	-	-
	210,303	150,032	46,467	26,813	208,459	193,285
<b>Total biological assets</b>		172,699		57,210		213,802



## 8 INVENTORIES

Inventories as at 30 June are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
<b>Finished goods:</b>			
Sugar products	753,126	1,545,066	262,393
Agricultural produce	109,198	610,401	39,421
Soybean processing	14,829	28,671	33,189
Cattle farming	3,605	874	1,122
Other products	14,104	15,267	8,491
<b>Raw materials and consumables for:</b>			
Sugar production	231,266	10,295	92,028
Consumables for joint utilization	174,036	85,163	129,396
Cattle farming	118,704	102,321	89,167
Agricultural produce	116,444	137,126	68,826
Other production	6,925	3,168	249
<b>Investments into future crops</b>	<b>97,056</b>	<b>486,565</b>	<b>68,493</b>
	<b>1,639,293</b>	<b>3,024,917</b>	<b>792,775</b>

<i>(in thousands of Euros)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
<b>Finished goods:</b>			
Sugar products	31,991	80,334	16,311
Agricultural produce	4,638	31,737	2,450
Soybean processing	630	1,491	2,064
Cattle farming	153	45	70
Other products	599	794	528
<b>Raw materials and consumables for:</b>			
Sugar production	9,824	535	5,721
Consumables for joint utilization	7,393	4,428	8,044
Cattle farming	5,043	5,320	5,543
Agricultural produce	4,946	7,130	4,278
Other production	295	164	15
<b>Investments into future crops</b>	<b>4,123</b>	<b>25,299</b>	<b>4,258</b>
	<b>69,635</b>	<b>157,277</b>	<b>49,282</b>

## 9 TRADE ACCOUNTS RECEIVABLE

Trade accounts receivable are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Trade receivables	221,163	274,292	316,502
Less allowance	(18,311)	(21,941)	(18,950)
	<b>202,852</b>	<b>252,351</b>	<b>297,552</b>

<i>(in thousands of Euros)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Trade receivables	9,395	14,262	19,675
Less allowance	(778)	(1,141)	(1,178)
	<b>8,617</b>	<b>13,121</b>	<b>18,497</b>

## 10 OTHER ACCOUNTS RECEIVABLE AND PREPAYMENTS

Other accounts receivable and prepayments are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Advances to suppliers	138,177	88,307	100,180
Settlements with land	63,854	10,602	14,185
Financial aid	14,558	14,272	7,197
Taxes recoverable and prepaid	16,630	2,223	41,489
Other receivables	28,719	38,611	50,347
Less allowance	(9,541)	(9,177)	(545)
	<b>252,397</b>	<b>130,566</b>	<b>205,656</b>

<i>(in thousands of Euros)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Advances to suppliers	5,870	4,591	6,227
Settlements with land	2,712	551	882
Financial aid	618	742	447
Taxes recoverable and prepaid	706	116	2,579
Other receivables	1,219	2,008	3,130
Less allowance	(405)	(477)	(34)
	<b>10,720</b>	<b>6,789</b>	<b>12,784</b>

## 11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Cash in banks in UAH	76,186	56,141	18,724
Cash in banks in USD	13,261	190,080	5,782
Cash in banks in EUR	55	18	65
Cash in banks in PLN	-	447	-
	<b>89,502</b>	<b>246,686</b>	<b>24,571</b>
Cash on hand in UAH	293	175	192
	<b>89,795</b>	<b>246,861</b>	<b>24,763</b>

(in thousands of Euros)

	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Cash in banks in USD	3,237	9,883	1,163
Cash in banks in UAH	563	2,919	360
Cash in banks in EUR	2	1	4
Cash in banks in PLN		23	
	<b>3,802</b>	<b>12,826</b>	<b>1,527</b>
Cash on hand in UAH	12	9	12
	<b>3,814</b>	<b>12,835</b>	<b>1,539</b>

## 12 SHARE CAPITAL

ASTARTA Holding N.V. has one class of common shares with par value of EUR 0.01 (UAH 0.11). All shares have equal voting rights. The number of authorized shares as of 30 June 2015 is 30,000 thousand (2014: 30,000 thousand) and the number of issued and fully paid-up shares is 25,000 thousand (2014: 25,000 thousand). For amount of shares pledged to secure bank loans refer to note 13.

Share capital is as follows:

(in thousands of Ukrainian hryvnias)

	2015	2014
<b>Astarta Holding N.V.</b>		
Ivanchyk V.P.	37,80%	36,99%
Korotkov V.M.	25,99%	25,99%
Other shareholders	36,21%	37,02%
	<b>100,00%</b>	<b>100,00%</b>

The earnings and weighted average number of ordinary shares used in calculation of earnings per share are as follows:

	(in thousands of Ukrainian hryvnias)		(in thousands of Euros)	
	2015 (unaudited)	2014 (unaudited)	2015 (unaudited)	2014 (unaudited)
Net profit attributable to equity holders of the company	545,700	164,584	22,760	11,670
Weighted average basic and diluted shares outstanding (in thousands of shares)	24,850	24,939	24,850	24,939
Earnings per share attributable to shareholders of the company	21.96	6.6	0.92	0.47

**13 LOANS AND BORROWINGS**

Loans and borrowings are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Long-term loans and borrowings:			
Bank loans	2,262,407	2,071,917	1,665,762
Finance lease liabilities	13,765	10,664	4,780
Transaction costs	(32,817)	(35,303)	(36,982)
	<b>2,243,355</b>	<b>2,047,278</b>	<b>1,633,560</b>
Current portion of long-term loans and borrowings:			
Bank loans	1,121,063	845,551	498,376
Finance lease liabilities	15,442	8,696	4,079
Transaction costs	(27,819)	(25,766)	(22,147)
	<b>1,108,686</b>	<b>828,481</b>	<b>480,308</b>
Short-term loans and borrowings:			
Bank loans	1,600,683	1,936,933	947,522
Borrowings from non-financial institutions	72,646	21,812	120,634
	<b>1,673,329</b>	<b>1,958,745</b>	<b>1,068,156</b>
	<b>5,025,370</b>	<b>4,834,504</b>	<b>3,182,024</b>

<i>(in thousands of Euros)</i>	30 June 2015 (unaudited)	31 December 2014 (audited)	30 June 2014 (unaudited)
Long-term loans and borrowings:			
Bank loans	96,103	107,729	103,548
Finance lease liabilities	585	554	297
Transaction costs	(1,394)	(1,836)	(2,299)
	<b>95,294</b>	<b>106,447</b>	<b>101,546</b>
Current portion of long-term loans and borrowings:			
Bank loans	47,621	43,964	30,980
Finance lease liabilities	656	452	254
Transaction costs	(1,182)	(1,340)	(1,377)
	<b>47,095</b>	<b>43,076</b>	<b>29,857</b>
Short-term loans and borrowings:			
Bank loans	67,994	100,709	58,900
Borrowings from non-financial institutions	3,086	1,134	7,499
	<b>71,080</b>	<b>101,843</b>	<b>66,399</b>
	<b>213,469</b>	<b>251,366</b>	<b>197,802</b>

Bank loans are secured as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2014</b>
	<b>(unaudited)</b>	<b>(audited)</b>	<b>(unaudited)</b>
Property, plant and equipment (Note 5)	<b>1,595,502</b>	1,661,009	1,226,893
Biological assets (Note 7)	<b>1,296,268</b>	-	1,211,746
Rights of claim on future cash proceeds from sale contracts	<b>702,597</b>	1,031,118	1,073,409
Inventories (Note 8)	<b>1,682,818</b>	1,643,180	1,012,418
Short-term deposits	-	7,686	13,000
Cash and cash equivalents (Note 11)	<b>7,693</b>	-	11,370
	<b>5,284,878</b>	4,342,993	4,548,836

<i>(in thousands of Euros)</i>	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2014</b>
	<b>(unaudited)</b>	<b>(audited)</b>	<b>(unaudited)</b>
Property, plant and equipment (Note 5)	<b>62,693</b>	86,363	76,267
Biological assets (Note 7)	<b>50,935</b>	-	75,325
Rights of claim on future cash proceeds from sale contracts	<b>27,608</b>	53,612	66,726
Inventories (Note 8)	<b>66,124</b>	85,436	62,935
Short-term deposits	-	400	808
Cash and cash equivalents (Note 11)	<b>302</b>	-	707
	<b>207,662</b>	225,811	282,768

Shareholders Mr. Ivanchyk V.P. and Mr. Korotkov V.M. pledged 2.83% of Astarta Holding N.V. Issued shares in equal parts (2014: 2.83%).

**14 OTHER LIABILITIES AND ACCOUNTS PAYABLE**

Other accounts payable as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	<b>30 June 2015 (unaudited)</b>	<b>31 December 2014 (audited)</b>	<b>30 June 2014 (unaudited)</b>
Other liabilities:			
Advances received from customers	<b>115,759</b>	78,207	97,393
VAT payable	-	2,642	-
	<b>115,759</b>	80,849	97,393
Other accounts payable:			
Settlements with land and fixed assets lessors	<b>76,460</b>	1,453	65,992
Interest payable	<b>48,345</b>	41,724	19,631
Accrual for unused vacations	<b>38,258</b>	29,057	20,888
Salaries payable	<b>33,300</b>	16,966	18,908
Social insurance payable	<b>9,190</b>	7,850	8,276
Accounts payable for property, plant and equipment	<b>7,927</b>	37,954	3,477
Other taxes and charges payable	<b>7,593</b>	5,874	33,121
Other payables	<b>4,838</b>	10,837	26,654
	<b>225,911</b>	151,715	196,947
	<b>341,670</b>	232,564	294,340

<i>(in thousands of Euros)</i>	<b>30 June 2015 (unaudited)</b>	<b>31 December 2014 (audited)</b>	<b>30 June 2014 (unaudited)</b>
Other liabilities:			
Advances received from customers	<b>4,917</b>	4,066	6,054
VAT payable	-	137	-
	<b>4,917</b>	4,203	6,054
Other accounts payable:			
Settlements with land and fixed assets lessors	<b>3,248</b>	76	4,102
Interest payable	<b>2,054</b>	2,169	1,220
Accrual for unused vacations	<b>1,625</b>	1,511	1,298
Salaries payable	<b>1,415</b>	882	1,175
Social insurance payable	<b>390</b>	408	514
Accounts payable for property, plant and equipment	<b>337</b>	1,973	216
Other taxes and charges payable	<b>323</b>	305	2,059
Other payables	<b>205</b>	565	1,658
	<b>9,597</b>	7,889	12,242
	<b>14,514</b>	12,092	18,296

**15 REVENUES**

Revenues for the six months ended 30 June are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>
Sugar and related sales:				
Sugar	<b>1,339,078</b>	1,071,206	<b>56,182</b>	75,987
Molasses	<b>50,350</b>	13,210	<b>2,112</b>	937
Pulp	<b>24,832</b>	16,672	<b>1,042</b>	1,183
Other sugar related products and services	<b>7,375</b>	21,829	<b>309</b>	1,548
	<b>1,421,635</b>	1,122,917	<b>59,645</b>	79,655
Crops	<b>499,687</b>	400,650	<b>20,965</b>	28,420
Cattle farming	<b>284,330</b>	215,647	<b>11,929</b>	15,297
Soybean processing products	<b>738,355</b>	522,762	<b>30,978</b>	37,083
Other sales	<b>66,484</b>	50,009	<b>2,791</b>	3,546
	<b>1,588,856</b>	1,189,068	<b>66,663</b>	84,346
	<b>3,010,491</b>	2,311,985	<b>126,308</b>	164,001

**16 COST OF REVENUES**

Cost of revenues for the six months ended 30 June by product is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>
Sugar and related sales:				
Sugar	<b>780,571</b>	730,804	<b>32,745</b>	51,839
Molasses	<b>41,990</b>	6,622	<b>1,761</b>	470
Pulp	<b>37,493</b>	7,867	<b>1,573</b>	558
Other sugar related products and services	<b>5,709</b>	15,871	<b>239</b>	1,126
	<b>865,763</b>	761,164	<b>36,318</b>	53,993
Crops	<b>227,571</b>	311,393	<b>9,546</b>	22,089
Cattle farming	<b>222,364</b>	180,559	<b>9,328</b>	12,808
Soybean processing products	<b>565,422</b>	388,774	<b>23,719</b>	27,578
Other sales	<b>53,348</b>	49,431	<b>2,239</b>	3,507
	<b>1,068,705</b>	930,157	<b>44,832</b>	65,982
	<b>1,934,468</b>	1,691,321	<b>81,150</b>	119,975

**17 OTHER OPERATING INCOME**

Other operating income for the six months ended 30 June is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2015	2014	2015	2014
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Government subsidies relating to:				
VAT refunds	26,633	162,148	1,117	11,501
Cattle farming	1,746	8,759	73	621
Recovery of assets previously written off	3,998	3,254	168	231
Other operating income	3,927	784	164	56
	<b>36,304</b>	<b>174,945</b>	<b>1,522</b>	<b>12,409</b>

**18 GENERAL AND ADMINISTRATIVE EXPENSES**

General and administrative expenses for the six months ended 30 June are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2015	2014	2015	2014
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Salary and related charges	159,590	111,594	6,697	7,914
Professional services	15,526	14,926	652	1,059
Taxes other than corporate income tax	11,697	6,581	491	467
Depreciation	8,917	7,319	374	519
Fuel and other materials	7,891	4,810	331	341
Bank charges	3,471	1,764	146	125
Office expenses	3,242	2,573	136	183
Insurance	2,180	1,182	91	84
Rent	1,661	929	70	66
Maintenance	1,512	2,138	63	152
Communication	1,389	1,389	58	99
Transportation	955	41	40	3
Other	7,262	7,989	305	567
	<b>225,293</b>	<b>163,235</b>	<b>9,454</b>	<b>11,579</b>



**19 SELLING AND DISTRIBUTION EXPENSES**

Selling and distribution expenses for the six months ended 30 June are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>
Transportation	<b>71,001</b>	54,983	<b>2,979</b>	3,900
Salary and related charges	<b>30,581</b>	19,512	<b>1,283</b>	1,384
Fuel and other materials	<b>17,116</b>	9,768	<b>718</b>	693
Storage and logistics	<b>8,435</b>	5,264	<b>354</b>	373
Allowance for trade accounts receivable	<b>7,129</b>	4,510	<b>299</b>	320
Depreciation	<b>6,934</b>	4,108	<b>291</b>	291
Professional services	<b>4,086</b>	2,840	<b>171</b>	201
Customs duties and services	<b>643</b>	124	<b>27</b>	9
Commissions	<b>14</b>	267	<b>1</b>	19
Advertising	<b>11</b>	11	<b>-</b>	1
Other	<b>10,346</b>	7,440	<b>435</b>	528
	<b>156,296</b>	108,827	<b>6,558</b>	7,719

**20 OTHER OPERATING EXPENSES**

Other operating expenses for the six months ended 30 June are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>	<b>2015 (unaudited)</b>	<b>2014 (unaudited)</b>
Charity and social expenses	<b>11,643</b>	7,794	<b>488</b>	553
Loss on sales of property, plant and equipment	<b>8,913</b>	8,704	<b>374</b>	618
Other salary and related charges	<b>5,288</b>	3,373	<b>222</b>	239
Write down of inventories	<b>3,640</b>	6,502	<b>153</b>	461
VAT written off	<b>3,389</b>	4,655	<b>142</b>	330
Depreciation	<b>3,267</b>	1,747	<b>137</b>	124
Representative expenses	<b>605</b>	726	<b>25</b>	52
Penalties paid	<b>348</b>	764	<b>15</b>	54
Fixed assets written off	<b>-</b>	6,442	<b>-</b>	457
Canteen expenses	<b>-</b>	501	<b>-</b>	36
Other	<b>7,331</b>	2,450	<b>307</b>	175
	<b>44,424</b>	43,658	<b>1,863</b>	3,099

**21 FINANCE (COSTS) INCOME**

Finance (costs) income for the six months ended 30 June is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015</b> <b>(unaudited)</b>	<b>2014</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2014</b> <b>(unaudited)</b>
<b>Finance costs</b>				
Interest expense				
Bank loans	<b>(337,841)</b>	(121,912)	<b>(14,209)</b>	(8,648)
Finance lease liabilities	<b>(2,166)</b>	(537)	<b>(91)</b>	(38)
Borrowings from non-financial institutions	<b>(1,845)</b>	(5,087)	<b>(78)</b>	(361)
	<b>(341,852)</b>	(127,536)	<b>(14,378)</b>	(9,047)
Net profit attributable to non-controlling interests of limited liability company subsidiaries	<b>(3,679)</b>	(20,929)	<b>(155)</b>	(1,485)
Consideration to shareholders for pledged shares	<b>(28,299)</b>	(13,108)	<b>(1,190)</b>	(930)
Foreign currency exchange loss, net	<b>(985,254)</b>	(1,099,368)	<b>(41,439)</b>	(77,984)
Other finance costs	<b>(5,490)</b>	(4,298)	<b>(231)</b>	(305)
	<b>(1,022,722)</b>	(1,137,703)	<b>(43,015)</b>	(80,704)
	<b>(1,364,574)</b>	(1,265,239)	<b>(57,393)</b>	(89,751)
<b>Finance income</b>				
Interest income				
Short-term bank deposits	<b>19,586</b>	2,835	<b>822</b>	201
Cash balances	<b>241</b>	2,427	<b>10</b>	172
	<b>19,827</b>	5,262	<b>832</b>	373
Other finance income	<b>16</b>	233	<b>1</b>	17
	<b>16</b>	233	<b>1</b>	17
	<b>19,843</b>	5,495	<b>833</b>	390

**22 INCOME TAX EXPENSE**

Certain companies in the Group are subject to income taxes. Income tax expense for these companies for the six months ended 30 June is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2015</b> <b>(unaudited)</b>	<b>2014</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2014</b> <b>(unaudited)</b>
Current expenses	<b>(28,888)</b>	(3,143)	<b>(1,212)</b>	(224)
Deferred expenses	<b>70,022</b>	(877)	<b>2,939</b>	(62)
	<b>41,134</b>	(4,020)	<b>1,727</b>	(286)

In 2015, 16 subsidiaries elected to pay FAT in lieu of other taxes (2014: 23 companies). FAT expense is included to cost of revenues. The remaining companies were subject to the Ukrainian corporate income tax at 18% rate (2014: 18%), Dutch corporate income tax rate of 25% and Cypriot income tax rate of 12.5%.

## 23 SEGMENT REPORTING

At 30 June 2015 and 2014, the group is organized into four main business segments:

- production and wholesale distribution of sugar and sugar by-products
- growing and selling grain and oilseeds crops (agriculture)
- processing and wholesale distribution of soybean products: soybean meal, soybean hydrated oil and granulated soybean husks
- dairy cattle farming.

Other group operations mainly comprise the sales of gas.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the management board.

Revenues from external customers are measured in a manner consistent with that in the income statement. Transfer prices between operating segments are on arm's length basis in a manner similar to transactions with third parties.

The sugar segment is highly seasonal, as sugar plants normally operate during September – December processing sugar beets harvested in September-November.

The agriculture segment, in the first half of the Group's financial year due to seasonality and the implications of IAS 41, reflects the effects of the valuation of biological assets and the sale of carried-forward agri produce, while financial performance during the second half of the financial year mainly reflects the sale of crops and the effects of the revaluation of agri produce carried forward.

The amounts provided to the Board of Directors with respect of total assets are measured in a manner consistent with that of the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset. Investments classified as available-for-sale financial assets are not considered to be segment assets. The amounts of total liabilities are measured in a manner consistent with that of the financial statements. Liabilities are allocated based on the operations of the segment.

The segment information for the six months ended 30 June 2015 is as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	Production and wholesale distribution of sugar		Agriculture		Cattle farming		Other businesses		Soybean processing		Unallocated		Total	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Total revenues	1,421,635	1,122,917	602,538	482,617	284,330	215,647	66,484	50,009	738,355	522,762	-	-	3,113,342	2,393,952
Inter-segment revenues	-	-	102,851	81,967	-	-	-	-	-	-	-	-	102,851	81,967
<b>Revenues from external customers</b>	<b>1,421,635</b>	<b>1,122,917</b>	<b>499,687</b>	<b>400,650</b>	<b>284,330</b>	<b>215,647</b>	<b>66,484</b>	<b>50,009</b>	<b>738,355</b>	<b>522,762</b>	<b>-</b>	<b>-</b>	<b>3,010,491</b>	<b>2,311,985</b>
Total cost of revenues	(865,763)	(761,164)	(330,422)	(393,360)	(222,364)	(180,559)	(53,348)	(49,431)	(565,422)	(388,774)	-	-	(2,037,319)	(1,773,288)
Inter-segment cost of revenues	-	-	(102,851)	(81,967)	-	-	-	-	-	-	-	-	(102,851)	(81,967)
<b>Cost of revenues</b>	<b>(865,763)</b>	<b>(761,164)</b>	<b>(227,571)</b>	<b>(311,393)</b>	<b>(222,364)</b>	<b>(180,559)</b>	<b>(53,348)</b>	<b>(49,431)</b>	<b>(565,422)</b>	<b>(388,774)</b>	<b>-</b>	<b>-</b>	<b>(1,934,468)</b>	<b>(1,691,321)</b>
Changes in fair value of biological assets and agricultural produce	-	-	1,221,608	1,148,985	(59,737)	(204,020)	-	-	-	-	-	-	1,161,871	944,965
<b>Gross profit</b>	<b>555,872</b>	<b>361,753</b>	<b>1,493,724</b>	<b>1,238,242</b>	<b>2,229</b>	<b>(168,932)</b>	<b>13,136</b>	<b>578</b>	<b>172,933</b>	<b>133,988</b>	<b>-</b>	<b>-</b>	<b>2,237,894</b>	<b>1,565,629</b>
Other operating income	237	49	551	162,428	28,379	8,779	-	10	49	-	7,088	3,679	36,304	174,945
General and administrative expense	(78,038)	(60,483)	(39,361)	(28,221)	(15,603)	(11,662)	(1,642)	(1,552)	(6,234)	(9,452)	(84,415)	(51,865)	(225,293)	(163,235)
Selling and distribution expense	(64,202)	(24,599)	(62,841)	(57,583)	(10,051)	(2,665)	(970)	(650)	(12,361)	(12,381)	(5,871)	(10,949)	(156,296)	(108,827)
Other operating expense	(1,064)	(1,429)	(7,300)	(5,373)	(699)	(319)	(2)	(6)	25	(70)	(35,384)	(36,461)	(44,424)	(43,658)
<b>Profit (loss) from operations</b>	<b>412,805</b>	<b>275,291</b>	<b>1,384,773</b>	<b>1,309,493</b>	<b>4,255</b>	<b>(174,799)</b>	<b>10,522</b>	<b>(1,620)</b>	<b>154,412</b>	<b>112,085</b>	<b>(118,582)</b>	<b>(95,596)</b>	<b>1,848,185</b>	<b>1,424,854</b>
Foreign currency exchange gain (loss)	-	-	-	-	-	-	-	-	-	-	(985,254)	(1,099,368)	(985,254)	(1,099,368)
Interest expense	(26,343)	(20,057)	(302,558)	(12,651)	(6,153)	(11)	-	-	-	(6,450)	(6,798)	(88,367)	(341,852)	(127,536)
Interest income	-	-	-	-	-	-	-	-	-	-	19,827	5,262	19,827	5,262
Other income (expense)	-	-	-	-	-	-	-	-	-	-	(36,557)	(34,616)	(36,557)	(34,616)
<b>Profit (loss) before tax</b>	<b>386,462</b>	<b>255,234</b>	<b>1,082,215</b>	<b>1,296,842</b>	<b>(1,898)</b>	<b>(174,810)</b>	<b>10,522</b>	<b>(1,620)</b>	<b>154,412</b>	<b>105,635</b>	<b>(1,127,364)</b>	<b>(1,312,685)</b>	<b>504,349</b>	<b>168,596</b>
Taxation	-	-	-	-	-	-	-	-	-	-	41,134	(4,020)	41,134	(4,020)
<b>Net profit (loss)</b>	<b>386,462</b>	<b>255,234</b>	<b>1,082,215</b>	<b>1,296,842</b>	<b>(1,898)</b>	<b>(174,810)</b>	<b>10,522</b>	<b>(1,620)</b>	<b>154,412</b>	<b>105,635</b>	<b>(1,086,230)</b>	<b>(1,316,705)</b>	<b>545,483</b>	<b>164,576</b>
<b>Consolidated total assets</b>	<b>2,583,043</b>	<b>3,221,868</b>	<b>5,934,037</b>	<b>3,974,279</b>	<b>989,334</b>	<b>1,028,119</b>	<b>316,829</b>	<b>59,779</b>	<b>410,186</b>	<b>441,042</b>	<b>426,347</b>	<b>1,017,182</b>	<b>10 659 776</b>	<b>9,742,269</b>
<b>Consolidated total liabilities</b>	<b>1,022,027</b>	<b>793,965</b>	<b>3,235,155</b>	<b>861,676</b>	<b>65,117</b>	<b>57,211</b>	<b>146</b>	<b>584,453</b>	<b>611,679</b>	<b>510,798</b>	<b>819,587</b>	<b>2,698,150</b>	<b>5 753 711</b>	<b>5,506,253</b>
<b>Other segment information:</b>														
Depreciation and amortisation	89,889	57,987	145,502	105,846	15,392	10,145	1,711	1,270	8,698	6,973	2,540	2,428	263,732	184,649
Additions to non-current assets:														
Property, plant and equipment	8,089	24,249	56,881	61,506	8,121	3,219	39,778	2,471	1,009	10,378	1,970	1,160	115,848	102,983
Intangible assets	2	-	20,029	-	-	-	-	-	-	-	142	1,342	20,173	1,342
Biological non-current assets	-	-	-	-	282	282	-	-	-	-	-	-	282	282

(in thousands of Euros)	Production and wholesale distribution of sugar		Agriculture		Cattle farming		Other businesses		Soybean processing		Unallocated		Total	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Total revenues	59,646	79,655	25,280	34,234	11,929	15,297	2,790	3,546	30,978	37,083	-	-	130,623	169,815
Inter-segment revenues	-	-	4,315	5,814	-	-	-	-	-	-	-	-	4,315	5,814
<b>Revenues from external customers</b>	<b>59,646</b>	<b>79,655</b>	<b>20,965</b>	<b>28,420</b>	<b>11,929</b>	<b>15,297</b>	<b>2,790</b>	<b>3,546</b>	<b>30,978</b>	<b>37,083</b>	<b>-</b>	<b>-</b>	<b>126,308</b>	<b>164,001</b>
Total cost of revenues	(36,318)	(53,993)	(9,546)	(22,089)	(9,328)	(12,808)	(2,238)	(3,507)	(23,720)	(27,578)	-	-	(81,150)	(119,975)
Inter-segment cost of revenues	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cost of revenues</b>	<b>(36,318)</b>	<b>(53,993)</b>	<b>(9,546)</b>	<b>(22,089)</b>	<b>(9,328)</b>	<b>(12,808)</b>	<b>(2,238)</b>	<b>(3,507)</b>	<b>(23,720)</b>	<b>(27,578)</b>	<b>-</b>	<b>-</b>	<b>(81,150)</b>	<b>(119,975)</b>
Changes in fair value of biological assets and agricultural produce	-	-	51,247	81,504	(2,506)	(14,473)	-	-	-	-	-	-	48,741	67,031
<b>Gross profit</b>	<b>23,328</b>	<b>25,662</b>	<b>62,666</b>	<b>87,835</b>	<b>95</b>	<b>(11,984)</b>	<b>552</b>	<b>39</b>	<b>7,258</b>	<b>9,504</b>	<b>-</b>	<b>-</b>	<b>93,899</b>	<b>111,057</b>
Other operating income	10	3	23	11,522	1,190	623	-	1	2	-	297	260	1,522	12,409
General and administrative expense	(3,275)	(4,290)	(1,652)	(2,002)	(655)	(827)	(69)	(110)	(262)	(670)	(3,541)	(3,680)	(9,454)	(11,579)
Selling and distribution expense	(2,694)	(1,745)	(2,637)	(4,085)	(422)	(189)	(41)	(46)	(519)	(878)	(245)	(776)	(6,558)	(7,719)
Other operating expense	(45)	(101)	(306)	(381)	(29)	(23)	-	-	1	(5)	(1,484)	(2,589)	(1,863)	(3,099)
<b>Profit (loss) from operations</b>	<b>17,324</b>	<b>19,529</b>	<b>58,094</b>	<b>92,889</b>	<b>179</b>	<b>(12,400)</b>	<b>442</b>	<b>(116)</b>	<b>6,480</b>	<b>7,951</b>	<b>(4,973)</b>	<b>(6,785)</b>	<b>77,546</b>	<b>101,069</b>
Foreign currency exchange gain (loss)	-	-	-	-	-	-	-	-	-	-	(41,439)	(77,984)	(41,439)	(77,984)
Interest expense	(1,108)	(1,423)	(12,725)	(897)	(259)	(1)	-	-	-	(458)	(286)	(6,268)	(14,378)	(9,047)
Interest income	-	-	-	-	-	-	-	-	-	-	833	373	833	373
Other income (expense)	-	-	-	-	-	-	-	-	-	-	(1,539)	(2,456)	(1,539)	(2,456)
<b>Profit (loss) before tax</b>	<b>16,216</b>	<b>18,106</b>	<b>45,369</b>	<b>91,992</b>	<b>(80)</b>	<b>(12,401)</b>	<b>442</b>	<b>(116)</b>	<b>6,480</b>	<b>7,493</b>	<b>(47,404)</b>	<b>(93,120)</b>	<b>21,023</b>	<b>11,955</b>
Taxation	-	-	-	-	-	-	-	-	-	-	1,727	(286)	1,727	(286)
<b>Net profit (loss)</b>	<b>16,216</b>	<b>18,106</b>	<b>45,369</b>	<b>91,992</b>	<b>(80)</b>	<b>(12,401)</b>	<b>442</b>	<b>(116)</b>	<b>6,480</b>	<b>7,493</b>	<b>(45,677)</b>	<b>(93,406)</b>	<b>22,750</b>	<b>11,669</b>
<b>Consolidated total assets</b>	<b>109,723</b>	<b>167,519</b>	<b>252,068</b>	<b>206,640</b>	<b>42,025</b>	<b>53,456</b>	<b>13,458</b>	<b>3,108</b>	<b>17,424</b>	<b>22,932</b>	<b>18,111</b>	<b>52,885</b>	<b>452,809</b>	<b>506,540</b>
<b>Consolidated total liabilities</b>	<b>43,414</b>	<b>41,282</b>	<b>137,424</b>	<b>44,802</b>	<b>2,766</b>	<b>2,975</b>	<b>6</b>	<b>30,388</b>	<b>25,983</b>	<b>26,559</b>	<b>34,816</b>	<b>140,288</b>	<b>244,409</b>	<b>286,294</b>
<b>Other segment information:</b>														
Depreciation and amortisation	3,771	4,113	6,105	7,508	646	720	72	90	365	495	108	172	11,067	13,098
Additions to non-current assets:														
Property, plant and equipment	339	1,720	2,386	4,363	341	228	1,669	175	42	736	85	83	4,862	7,305
Intangible assets	-	-	841	-	-	-	-	-	-	-	6	94	847	94
Biological non-current assets	-	-	-	-	12	20	-	-	-	-	-	-	12	20

## 24 RELATED PARTY TRANSACTIONS

The Group performs transactions with related parties in the ordinary course of business. Related parties comprise the Group's associates, joint ventures, the shareholders, companies that are under control of the Group's shareholders, key management personnel and their close family members and companies that are controlled or significantly influenced by shareholders. Prices for related party transactions are determined on an ongoing basis. The terms of related party transactions may differ from market terms.

The following table provides the total amount of transactions that have been entered into with related parties for the six months ended 30 June 2015 as well as balances with related parties as of 30 June 2015:

<i>(in thousands of Ukrainian hryvnias )</i>	Sales to related parties:  (unaudited)	Purchases from related parties:  (unaudited)	Amounts owed by related parties:  (unaudited)	Amounts owed to related parties:  (unaudited)
Companies under common control	17	3,543	16,725	59,608
Associate	-	-	1,022	171
	17	3,543	17,747	59,779

<i>(in thousands of Euros)</i>	Sales to related parties:  (unaudited)	Purchases from related parties:  (unaudited)	Amounts owed by related parties:  (unaudited)	Amounts owed to related parties:  (unaudited)
Companies under common control	1	149	710	2,532
Associate	-	-	43	7
	1	149	753	2,539

The following table provides the total amount of transactions that have been entered into with related parties for the six months ended 30 June 2014 as well as balances with related parties as of 30 June 2014:

<i>(in thousands of Ukrainian hryvnias )</i>	Sales to related parties:  (unaudited)	Purchases from related parties:  (unaudited)	Amounts owed by related parties:  (unaudited)	Amounts owed to related parties:  (unaudited)
Companies under common control	592	1 320	9 082	202
Associate	55	55	958	171
	647	1 375	10 040	373

<i>(in thousands of Euros)</i>	Sales to related parties:  (unaudited)	Purchases from related parties:  (unaudited)	Amounts owed by related parties:  (unaudited)	Amounts owed to related parties:  (unaudited)
Companies under common control	42	94	565	13
Associate	4	4	60	11
	46	98	625	24

## **25 EVENTS SUBSEQUENT TO THE REPORTING DATE**

From 1 July 2015 to 18 August 2015 there were no significant currency fluctuations, the Ukrainian Hryvnia devaluated by 4% compared to Euro.

18 August 2015,

Amsterdam, the Netherlands

The Board of Directors of ASTARTA Holding N.V.

V. Ivanchyk (signed)

V. Gladky (signed)

M.M.L.J. van Campen (signed)

V. Korotkov (signed)

W.T. Bartoszewski (signed)



Astarta Holding N.V.

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