



**ASTARTA**  
Holding N.V.

# INTERIM REPORT

of the Board of Directors  
for the nine months ended  
30 September 2016

## Overview of Reporting Period

---

Consolidated revenues for the first nine months of 2016 increased by 8% y-o-y to EUR 216 million, and EBITDA grew by over 19% y-o-y to EUR 129 million. Export sales were up, contributing 45% to the Group's revenues.

In the third quarter, our focus was on several targets, including operational, commercial, and investment. The crop harvesting campaign locked in steady progress in yields of key crops, despite unsupportive weather conditions in a few regions of cultivation. Our sustainable commitment to modern agri-technologies, cost control, and the training of personnel foster healthy profitability for the farming segment, regardless of depressed global crop prices.

In late August, ASTARTA posted a strong start to the new sugar production season. Targeted modernisation in several sugar plants was completed timely and ensured further advances in extraction capacity and energy efficiency. We have also completed on time two investment projects on expansion of crop storage capacities in Western Ukraine by over 82 thousand tons. These updated grain silos already receive and handle soy, corn, and other crops from ASTARTA farms and third parties. We intend to further evolve the grain storage network, and several greenfield silos will be constructed in 2017 in the Poltava region.

For the reporting period, markets were diverse: crop and milk prices remained mostly subdued, while the international benchmark sugar price gained momentum responding to the second consecutive year of global sugar underproduction. Revival of the international sugar price promoted sizable exports of the sweet product from Ukraine. It is expected that in the 2016/17 MY the country could export a record half million tons of white sugar to Asia, the Middle East, and Africa. Intensive exports will support the domestic sugar price by balancing supply and demand.

Among important events during the reporting period were agreements to enable the major Canadian investment fund Fairfax Financial Holdings to become a substantial shareholder in ASTARTA. We believe that this will support the further development of ASTARTA helping to unlock its strong potential.



Chart 1. **REVENUES STRUCTURE**

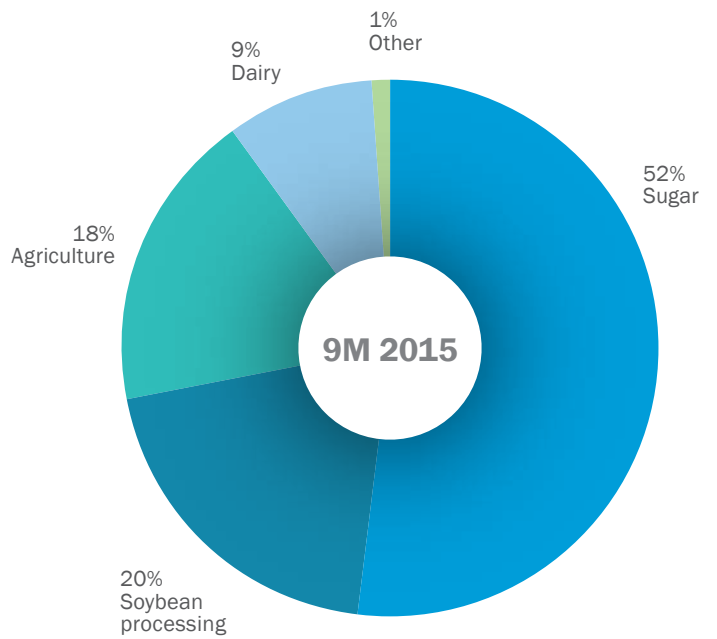
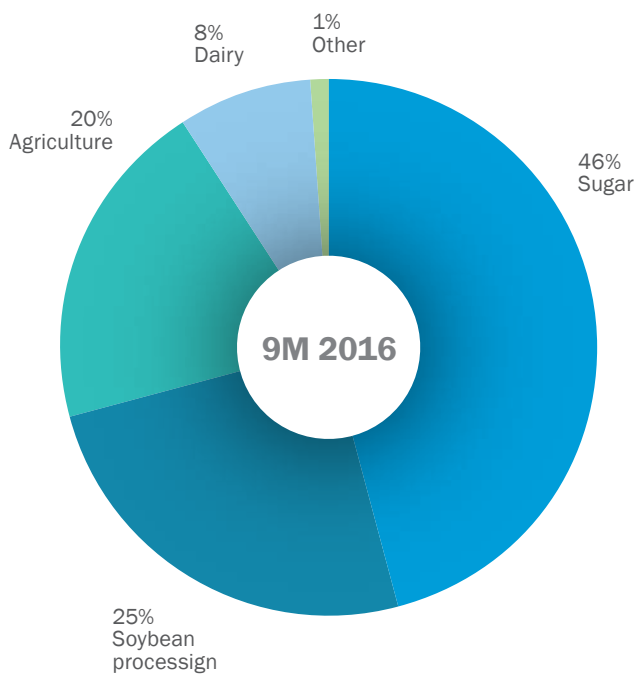




Table 1. **KEY FINANCIAL RESULTS**

(in thousands of EUR)	9M 2016	9M 2015
REVENUES	216 478	200 118
GROSS PROFIT	118 936	113 640
GROSS PROFIT MARGIN	55%	57%
EBIT	108 026	91 531
EBIT MARGIN	50%	46%
EBITDA	129 006	108 118
EBITDA MARGIN	60%	54%
NET PROFIT	78 617	27 028
NET PROFIT MARGIN	36%	14%
CASH FLOW PROVIDED BY OPERATING ACTIVITIES	54 902	50 967
CASH FLOW PROVIDED BY INVESTING ACTIVITIES	(12 259)	5 683
CASH FLOW PROVIDED BY FINANCING ACTIVITIES	(34 645)	(61 461)
EBITDA (LTM)	151 582	121 953
NET DEBT	155 641	203 182
NET DEBT/EBITDA (LTM)	1,03	1,66



## The sugar segment

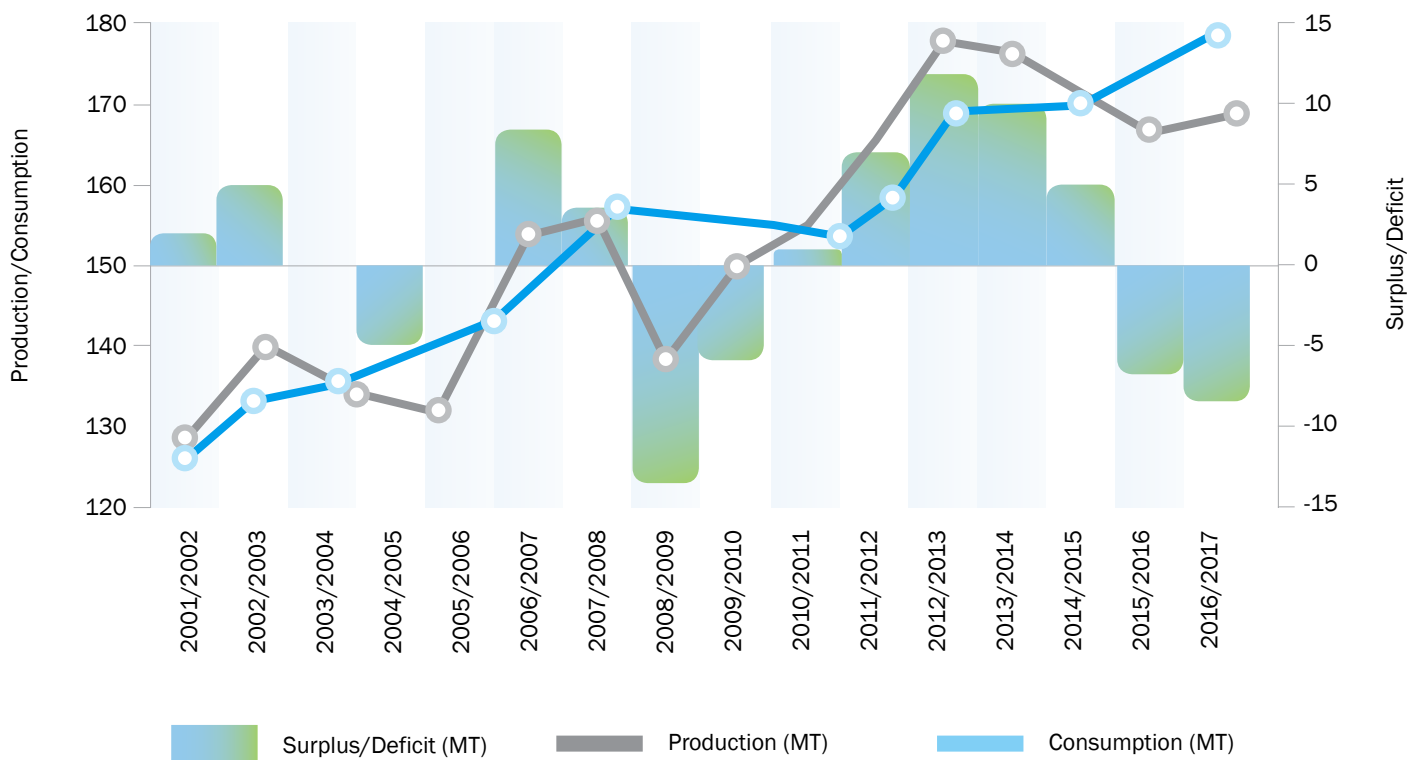
---

Revenues in the sugar segment amounted to EUR 100 million (4% lower y-o-y). Sugar sales volumes corrected 11% to 237 thousand tons (with the market advancing there was no reason to accelerate selling) and the average price for the period appreciated in EUR terms by nearly 10%. Almost 45 thousand tons of white sugar (19% of aggregate sales) was exported.

At the date of publication of this report, eight ASTARTA sugar plants had processed almost 2 million tons of sugar beet and produced over 280 thousand tons of white sugar. By the end of the production campaign, we intend to have processed over 3.2 million tons of sugar beet, around 70% of which grown by ASTARTA farms.

During the running production period, 41 sugar factories have been in operation in Ukraine (compared to 36 in 2015). The total domestic sugar production is estimated at up to 1.9 - 2 million tons (1.5 million – in 2015). At the same time, on the back of global sugar underproduction (Chart 2), Ukraine is expected to export up to 0.5 million tons in the current marketing year. This shapes the sound balance of supply and demand in the local market.

Chart 2. **GLOBAL SUGAR MARKET**



Source: Bloomberg



## The agricultural segment

---

The agricultural segment was the third largest contributor to the Group's revenues, with EUR 43 million (20% higher y-o-y). Volumes of sales amounted to 255 thousand tons (flat y-o-y), where the upside was mostly attributable to a difference in the composition of crops sold (the share of sunflower in 2016 was materially higher). Traditionally for the agricultural segment, the share of exports was high, amounting to 80% of the combined segment's sales in volume terms.

The crop harvesting campaign in the current season locked on steady progress in yields of key crops despite unsupportive weather conditions in a few regions of cultivation. At the date of publication of this report, all grains and oilseeds except corn and sugar beet (which are still being harvested) were collected. Our sustainable commitment to modern agri-technologies, cost control, and the training of personnel sustain healthy profitability for the segment, regardless of depressed global crop prices. Our intention is to keep furthering productivity gains. We see a potential of additional 30-40% upside of yields in ASTARTA farms for key crops in rotation on average within the next four to five years.



Currently, the international prices for key crops remain subdued. They are far below the median for the last five and ten years (Table 2). In our view, against the background of rising global food demand and a growing population, one could expect recovery in prices sometime in the future, following trigger events like disruptions in weather patterns in the main producing regions.

Table 2. **CROPS, INTERNATIONAL PRICES DYNAMICS**

	Price, USD/t	Deviation from the median for the past 5 years, %	Deviation from the median for the past 10 years, %
Wheat (Chicago) futures, December 17	152,58	-33,96%	-31,39%
Corn (Chicago) futures, December 17	139,46	-26,43%	-14,54%
Soybean (Chicago) futures, November 17	368,08	-22,25%	-9,89%

Source: Bloomberg (as of November 9th)





## The soybean processing segment

---

Revenues in the soybean crushing segment reached EUR 53 million (36% higher y-o-y), fueled mostly by stronger sales volumes. Over these last nine months, ASTARTA sold 28 thousand tons of oil (+42% y-o-y), 107 thousand tons of meal (+62%), and 6 thousand tons of husk (+105% y-o-y). Soybean crushing products exports have been growing steadily to 115 thousand tons, almost 81% of the total sales in volume terms.

Since the beginning of the year, the Globyno plant has processed over 154 thousand tons of soybeans (flat y-o-y) and produced over 112 thousand tons of meal, 27 thousand tons of oil, and 8 thousand tons of husks.

The current harvesting campaign of soybeans in Ukraine is coming to an end. Per preliminary estimates, the harvest is to exceed 4 million tons (+5% y-o-y) due to improved yields (+10%). Therefore, the raw material for crushing will be well available. With sizable own soybeans production, ASTARTA will remain vertically integrated, maintaining our focus on non-GMO high-protein premium meal.

Per official statistics, in the 2015/16 marketing year, Ukraine processed over 1.1 million tons of soybeans (+14% y-o-y). Over 80% of soy oil and 40% of meal was exported, mainly to Asia and the EU. So far, as soybean production and crushing capacities in Ukraine continue to grow, it could be expected that the country would further expand exports of its soy crushing produce, thereby becoming a strong regional player in the segment.



## The dairy segment

---

Revenues from dairy sales were EUR 17 million (-5% y-o-y). 77 thousand tonnes of milk was sold (+4% y-o-y) with a selling price of about 200 EUR per ton (flat y-o-y). The milk production at ASTARTA's dairy farms was 81 thousand tons, which was also 4% higher than the same period a year ago.

In an environment of depressed milk prices during the first eight months of the year, our focus in the segment was on growing productivity and cost cutting. The average productivity per cow improved by 7% while the headcount was reduced by 3%.

In the first nine months of 2016, Ukraine produced 2% less milk than a year ago. The cow headcount in Ukraine continued to decline as well. Following a decreasing supply, the raw milk price started to appreciate in September and grew about 30% in just two months.

# Statement of the Board of Directors

---

Representation of the Board of Directors on compliance of the condensed consolidated interim financial statements.

The Board of Directors of ASTARTA Holding N.V. hereby acknowledge that, to the best of their knowledge, the condensed consolidated interim financial statements of ASTARTA Holding N.V. for the period ending 30 September 2016 and the comparable information were prepared in accordance with applicable accounting standards, and that they give a true, fair, and clear view of the assets, financial standing, and financial results of ASTARTA Holding N.V., and that the interim statement for the nine months ending 30 September 2016 gives a true view of the developments, achievements, and situation of the Company, including a description of the key risks and threats.

10 November 2016

Amsterdam, the Netherlands

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)

Disclaimer regarding forward-looking statements:

Certain statements contained in this interim report may constitute forecasts and estimates. These statements involve a number of risks, uncertainties, and other factors that could cause actual results to differ from anticipated results expressed or implied by these forward-looking statements.

**ASTARTA HOLDING N.V.**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT AND FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016**

## **CONTENTS**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	14
CONSOLIDATED INCOME STATEMENT	16
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	20
CONSOLIDATED STATEMENT OF CASH FLOWS	22
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	24
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	26

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2016

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	30 September 2016 (unaudited)	31 December 2015 (audited)	30 September 2015 (unaudited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		5 801 537	5 782 197	4 215 424
Intangible assets		104 822	64 854	65 954
Biological assets	5	430 695	505 862	533 219
Value added tax		256 422	223 691	179 510
Financial instruments available-for-sale		9	265	-
Long-term receivables and prepayments		51 928	20 680	928
		<b>6 645 413</b>	<b>6 597 549</b>	<b>4 995 035</b>
<b>Current assets</b>				
Inventories	6	4 460 275	4 022 258	3 231 013
Biological assets	5	2 078 069	470 358	1 670 695
Trade accounts receivable		237 859	447 312	236 201
Other accounts receivable and prepayments		1 154 035	534 149	568 261
Current income tax		5 695	2 317	3 849
Short-term cash deposits		94 454	378 333	48 659
Cash and cash equivalents		712 108	440 069	129 038
		<b>8 742 495</b>	<b>6 294 796</b>	<b>5 887 716</b>
<b>Total assets</b>		<b>15 387 908</b>	<b>12 892 345</b>	<b>10 882 751</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital		1 663	1 663	1 663
Additional paid-in capital		369 798	369 798	369 798
Retained earnings		5 411 841	2 875 244	3 075 781
Revaluation surplus		2 531 846	2 834 231	1 289 636
Treasury shares		(95 940)	(94 389)	(85 743)
Currency translation reserve		335 571	319 547	350 629
<b>Total equity attributable to equity holders of the parent company</b>		<b>8 554 779</b>	<b>6 306 094</b>	<b>5 001 764</b>
Non-controlling interests in joint stock companies		204	407	393
<b>Total equity</b>		<b>8 554 983</b>	<b>6 306 501</b>	<b>5 002 157</b>
<b>Non-current liabilities</b>				
Loans and borrowings		1 504 959	1 847 795	1 869 195
Non-controlling interests in limited liability companies		219 243	170 789	123 919
Other long-term liabilities		5 750	4 172	11 974
Deferred tax liabilities		348 571	351 095	161 319
		<b>2 078 523</b>	<b>2 373 851</b>	<b>2 166 407</b>
<b>Current liabilities</b>				
Loans and borrowings		2 555 233	2 278 974	1 952 003
Current portion of long-term loans and borrowings		1 271 776	1 221 091	1 257 149
Trade accounts payable		243 587	56 332	114 480
Current income tax		3 791	12 837	10 828
Other liabilities and accounts payable		680 015	642 759	379 727
		<b>4 754 402</b>	<b>4 211 993</b>	<b>3 714 187</b>
<b>Total equity and liabilities</b>		<b>15 387 908</b>	<b>12 892 345</b>	<b>10 882 751</b>

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2016

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>30 September 2016 (unaudited)</b>	<b>31 December 2015 (audited)</b>	<b>30 September 2015 (unaudited)</b>
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		199 532	220 500	174 772
Intangible assets		3 606	2 474	2 733
Biological assets	5	14 813	19 291	22 107
Value added tax		8 819	8 530	7 443
Financial instruments available-for-sale		-	10	-
Long-term receivables and prepayments		1 786	789	38
		<b>228 556</b>	<b>251 594</b>	<b>207 093</b>
<b>Current assets</b>				
Inventories	6	153 403	153 384	133 959
Biological assets	5	71 471	17 937	69 267
Trade accounts receivable		8 180	17 058	9 793
Other accounts receivable and prepayments		39 690	20 369	23 560
Current income tax		196	88	160
Short-term cash deposits		3 249	14 427	2 017
Cash and cash equivalents		24 492	16 782	5 350
		<b>300 681</b>	<b>240 045</b>	<b>244 106</b>
<b>Total assets</b>		<b>529 237</b>	<b>491 639</b>	<b>451 199</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital		250	250	250
Additional paid-in capital		55 638	55 638	55 638
Retained earnings		351 400	262 518	279 144
Revaluation surplus		155 120	165 523	98 284
Treasury shares		(4 801)	(4 746)	(4 413)
Currency translation reserve		(263 382)	(238 706)	(221 529)
<b>Total equity attributable to equity holders of the parent company</b>		<b>294 225</b>	<b>240 477</b>	<b>207 374</b>
Non-controlling interests in joint stock companies		7	16	17
<b>Total equity</b>		<b>294 232</b>	<b>240 493</b>	<b>207 391</b>
<b>Non-current liabilities</b>				
Loans and borrowings		51 760	70 464	77 497
Non-controlling interests in limited liability companies		7 540	6 513	5 138
Other long-term liabilities		198	159	496
Deferred tax liabilities		11 988	13 389	6 688
		<b>71 486</b>	<b>90 525</b>	<b>89 819</b>
<b>Current liabilities</b>				
Loans and borrowings		87 882	86 907	80 930
Current portion of long-term loans and borrowings		43 740	46 565	52 122
Trade accounts payable		8 378	2 148	4 746
Current income tax		130	490	449
Other liabilities and accounts payable		23 389	24 511	15 742
		<b>163 519</b>	<b>160 621</b>	<b>153 989</b>
<b>Total equity and liabilities</b>		<b>529 237</b>	<b>491 639</b>	<b>451 199</b>

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	2016 (unaudited)	2015 (unaudited)
<b>Revenues</b>	7	<b>1 947 328</b>	1 781 235
Cost of revenues		<b>(1 328 755)</b>	(1 464 902)
Changes in fair value of biological assets and agricultural produce		<b>44 101</b>	160 071
<b>Gross profit</b>		<b>662 674</b>	476 404
Other operating income	8	<b>11 126</b>	117 386
General and administrative expense	9	<b>(141 143)</b>	(106 363)
Selling and distribution expense	10	<b>(115 307)</b>	(97 678)
Other operating expense	11	<b>(58 707)</b>	(52 251)
<b>Profit from operations</b>		<b>358 643</b>	337 498
Finance costs	12	<b>(316 990)</b>	(232 828)
Finance income	12	<b>2 048</b>	2 077
Other income		<b>1 048</b>	5 575
Gain on acquisition of subsidiaries	4	<b>25 910</b>	-
<b>Profit before tax</b>		<b>70 659</b>	112 322
Income tax (expense) benefit		<b>24 834</b>	(9 074)
<b>Net profit (loss)</b>		<b>95 493</b>	103 248
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		<b>(14)</b>	(9)
Equity holders of the parent company		<b>95 507</b>	103 257
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 405</b>	24 850
Basic and diluted earnings per share attributable to shareholders of the company (in Ukrainian hryvnias)		<b>3,91</b>	4,16

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.



## CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Euros)</i>	Notes	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
<b>Revenues</b>	7	<b>68 698</b>	73 810
Cost of revenues		<b>(46 876)</b>	(60 702)
Changes in fair value of biological assets and agricultural produce		<b>1 556</b>	6 633
<b>Gross profit</b>		<b>23 378</b>	19 741
Other operating income	8	<b>393</b>	4 864
General and administrative expense	9	<b>(4 979)</b>	(4 407)
Selling and distribution expense	10	<b>(4 068)</b>	(4 048)
Other operating expense	11	<b>(2 069)</b>	(2 165)
<b>Profit from operations</b>		<b>12 655</b>	13 985
Finance costs	12	<b>(11 183)</b>	(9 648)
Finance income	12	<b>72</b>	86
Other income		<b>37</b>	231
Gain on acquisition of subsidiaries	4	<b>940</b>	-
<b>Profit before tax</b>		<b>2 521</b>	4 654
Income tax (expense) benefit		<b>876</b>	(376)
<b>Net profit (loss)</b>		<b>3 397</b>	4 278
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		-	1
Equity holders of the parent company		<b>3 397</b>	4 277
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 405</b>	24 850
Basic and diluted earnings per share attributable to shareholders of the company (in Euros)		<b>0,14</b>	0,17

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
<b>Revenues</b>	7	<b>6 147 515</b>	4 791 726
Cost of revenues		<b>(4 093 849)</b>	(3 399 370)
Changes in fair value of biological assets and agricultural produce		<b>1 328 459</b>	1 321 942
<b>Gross profit</b>		<b>3 382 125</b>	2 714 298
Other operating income	8	<b>590 642</b>	153 690
General and administrative expense	9	<b>(422 426)</b>	(331 656)
Selling and distribution expense	10	<b>(353 844)</b>	(253 974)
Other operating expense	11	<b>(124 495)</b>	(96 675)
<b>Profit from operations</b>		<b>3 072 002</b>	2 185 683
Finance costs	12	<b>(869 846)</b>	(1 597 402)
Finance income	12	<b>16 155</b>	21 920
Other income		<b>5 173</b>	6 470
Gain on acquisition of subsidiaries	4	<b>34 048</b>	-
<b>Profit before tax</b>		<b>2 257 532</b>	616 671
Income tax (expense) benefit		<b>(19 392)</b>	32 060
<b>Net profit (loss)</b>		<b>2 238 140</b>	648 731
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		<b>(76)</b>	(226)
Equity holders of the parent company		<b>2 238 216</b>	648 957
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 405</b>	24 850
Basic and diluted earnings per share attributable to shareholders of the company (in Ukrainian hryvnias)		<b>91,71</b>	26,11

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Euros)</i>	Notes	2016 (unaudited)	2015 (unaudited)
<b>Revenues</b>	7	<b>216 478</b>	200 118
Cost of revenues		<b>(144 176)</b>	(141 852)
Changes in fair value of biological assets and agricultural produce		<b>46 634</b>	55 374
<b>Gross profit</b>		<b>118 936</b>	113 640
Other operating income	8	<b>20 821</b>	6 386
General and administrative expense	9	<b>(14 878)</b>	(13 861)
Selling and distribution expense	10	<b>(12 471)</b>	(10 606)
Other operating expense	11	<b>(4 382)</b>	(4 028)
<b>Profit from operations</b>		<b>108 026</b>	91 531
Finance costs	12	<b>(30 725)</b>	(67 041)
Finance income	12	<b>571</b>	919
Other income		<b>184</b>	268
Gain on acquisition of subsidiaries	4	<b>1 230</b>	-
<b>Profit before tax</b>		<b>79 286</b>	25 677
Income tax (expense) benefit		<b>(669)</b>	1 351
<b>Net profit (loss)</b>		<b>78 617</b>	27 028
<b>Net profit attributable to:</b>			
Non-controlling interests in joint stock companies		<b>(3)</b>	(9)
Equity holders of the parent company		<b>78 620</b>	27 037
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 405</b>	24 850
Basic and diluted earnings per share attributable to shareholders of the company (in Euros)		<b>3,22</b>	1,09

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016**

<i>(in thousands of Ukrainian hryvnias)</i>	<b>2016</b>	<b>2015</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Profit for the period</b>	<b>2 238 140</b>	<b>648 731</b>
<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	29 028	148 098
Income tax effect	-	-
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>29 028</b>	<b>148 098</b>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>		
Exchange difference on transactions of foreign operations (the parent company)	(13 004)	-
Income tax effect	-	-
Revaluation of property, plant and equipment	(29)	-
Income tax effect	-	-
	(29)	-
Share of non-controlling participants in LLC in revaluation of property, plant and equipment	(5 002)	-
Income tax effect	900	-
	(4 102)	-
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>	<b>(17 135)</b>	<b>-</b>
<b>Total comprehensive income</b>	<b>2 250 033</b>	<b>796 829</b>
<b>Attributable to:</b>		
Non-controlling interests in joint stock companies	(203)	(226)
Equity holders of the parent	2 250 236	797 055
<b>Total comprehensive income (loss) as at 30 September</b>	<b>2 250 033</b>	<b>796 829</b>

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Euros)</i>	2016 (unaudited)	2015 (unaudited)
<b>Profit for the period</b>	<b>78 617</b>	<b>27 028</b>
<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	(24 675)	(44 535)
Income tax effect	-	-
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>(24 675)</b>	<b>(44 535)</b>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>		
Exchange difference on transactions of foreign operations (the parent company)	-	5 931
Income tax effect	-	-
Revaluation of property, plant and equipment	(3)	-
Income tax effect	-	-
	<b>(3)</b>	-
Share of non-controlling participants in LLC in revaluation of property, plant and equipment	(176)	-
Income tax effect	32	-
	<b>(144)</b>	-
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>	<b>(147)</b>	<b>5 931</b>
<b>Total comprehensive income (loss)</b>	<b>53 795</b>	<b>(11 576)</b>
<b>Attributable to:</b>		
Non-controlling interests in joint stock companies	(9)	(15)
Equity holders of the parent	<b>53 804</b>	<b>(11 561)</b>
<b>Total comprehensive income (loss) as at 30 September</b>	<b>53 795</b>	<b>(11 576)</b>

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	2016 (unaudited)	2015 (unaudited)
<b>Operating activities</b>			
<b>Profit before tax</b>		<b>2 257 532</b>	<b>616 671</b>
<i>Adjustments for:</i>			
Depreciation and amortization		595 670	396 951
Allowance for impairment (recovery) of trade and other accounts receivable		26 036	21 491
Gain on acquisition of subsidiaries		(34 048)	-
Loss on disposal of property, plant and equipment	11	11 448	22 475
Write down of inventories	11	12 963	5 080
Finance income	12	(16 155)	(21 920)
Interest expense	12	435 894	491 374
Other finance costs		74 425	49 757
Changes in fair value of biological assets and agricultural produce		(1 328 459)	(1 321 942)
Recovery of assets previously written off	8	(15 771)	(4 093)
Non-controlling interests in limited liability companies	12	55 161	6 774
Foreign exchange loss on loans and borrowings, deposits		304 366	1 176 085
<i>Working capital adjustments:</i>			
Increase (decrease) in inventories		602 092	883 094
Increase (decrease) in trade and other receivables		(379 785)	(344 511)
Increase in biological assets due to other changes		(1 141 488)	(866 105)
Increase in trade and other payables		138 002	131 333
Income taxes paid		(38 590)	(19 636)
<b>Cash flows provided by operating activities</b>		<b>1 559 293</b>	<b>1 222 878</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		(510 907)	(364 297)
Proceeds from disposal of property, plant and equipment		2 995	7 474
Interest received	12	16 163	21 904
Acquisition of subsidiaries net of cash acquired	4	(124 483)	(11 433)
Cash deposits placement		(452 066)	(96 524)
Cash deposits withdrawal		723 077	578 832
<b>Cash flows (used in) provided by investing activities</b>		<b>(345 221)</b>	<b>135 956</b>
<b>Financing activities</b>			
Proceeds from loans and borrowings		3 110 141	1 620 950
Repayment of loans and borrowings		(3 638 138)	(2 554 260)
Payments to shareholders for pledged shares		(41 225)	-
Purchase of treasury shares		(1 551)	(51 045)
Interest paid		(412 835)	(484 413)
<b>Cash flows used in financing activities</b>		<b>(983 608)</b>	<b>(1 468 768)</b>
Net increase (decrease) in cash and cash equivalents		230 464	(109 934)
Cash and cash equivalents as at 1 January		440 069	246 861
Currency translation difference		41 575	(7 889)
<b>Cash and cash equivalents as at 30 September</b>		<b>712 108</b>	<b>129 038</b>

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016**

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>2016</b>	<b>2015</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Operating activities</b>			
<b>Profit before tax</b>		<b>79 286</b>	25 677
<i>Adjustments for:</i>			
Depreciation and amortization		<b>20 980</b>	16 587
Allowance for impairment (recovery) of trade and other accounts receivable		<b>917</b>	898
Gain on acquisition of subsidiaries		<b>(1 230)</b>	-
Loss on disposal of property, plant and equipment	11	<b>403</b>	936
Write down of inventories	11	<b>456</b>	212
Finance income	12	<b>(571)</b>	(919)
Interest expense	12	<b>15 397</b>	20 622
Other finance costs		<b>2 630</b>	2 089
Changes in fair value of biological assets and agricultural produce		<b>(46 634)</b>	(55 374)
Recovery of assets previously written off	8	<b>(556)</b>	(170)
Non-controlling interests in limited liability companies	12	<b>1 948</b>	284
Foreign exchange loss on loans and borrowings, deposits		<b>10 750</b>	49 142
<i>Working capital adjustments:</i>			
Increase (decrease) in inventories		<b>21 206</b>	36 900
Increase (decrease) in trade and other receivables		<b>(13 377)</b>	(14 395)
Increase in biological assets due to other changes		<b>(40 205)</b>	(36 190)
Increase in trade and other payables		<b>4 861</b>	5 488
Income taxes paid		<b>(1 359)</b>	(820)
<b>Cash flows provided by operating activities</b>		<b>54 902</b>	50 967
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		<b>(17 995)</b>	(15 228)
Proceeds from disposal of property, plant and equipment		<b>105</b>	312
Interest received	12	<b>571</b>	918
Acquisition of subsidiaries net of cash acquired	4	<b>(4 486)</b>	(472)
Cash deposits placement		<b>(15 922)</b>	(4 033)
Cash deposits withdrawal		<b>25 468</b>	24 186
<b>Cash flows (used in) provided by investing activities</b>		<b>(12 259)</b>	5 683
<b>Financing activities</b>			
Proceeds from loans and borrowings		<b>109 543</b>	67 731
Repayment of loans and borrowings		<b>(128 140)</b>	(106 729)
Payments to shareholders for pledged shares		<b>(1 452)</b>	-
Purchase of treasury shares		<b>(55)</b>	(2 133)
Interest paid		<b>(14 541)</b>	(20 330)
<b>Cash flows used in financing activities</b>		<b>(34 645)</b>	(61 461)
Net increase (decrease) in cash and cash equivalents		<b>7 998</b>	(4 811)
Cash and cash equivalents as at 1 January		<b>16 782</b>	12 835
Currency translation difference		<b>(288)</b>	(2 674)
<b>Cash and cash equivalents as at 30 September</b>		<b>24 492</b>	5 350

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2016

<i>(in thousands of Ukrainian hryvnias)</i>	Attributable to equity holders of the parent company						Subtotal <i>(unaudited)</i>	Non-controlling interests <i>(unaudited)</i>	Total equity <i>(unaudited)</i>
	Share capital <i>(unaudited)</i>	Additional paid-in capital <i>(unaudited)</i>	Retained earnings <i>(unaudited)</i>	Revaluation surplus <i>(unaudited)</i>	Treasury shares <i>(unaudited)</i>	Currency translation reserve <i>(unaudited)</i>			
<b>As at 1 January 2016</b>	1 663	369 798	2 875 244	2 834 231	(94 389)	319 547	6 306 094	407	6 306 501
Net profit (loss)	-	-	2 238 216	-	-	-	2 238 216	(76)	2 238 140
Revaluation reserve, net of tax	-	-	-	98	-	-	98	(127)	(29)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(4 102)	-	-	(4 102)	-	(4 102)
Exchange difference on translation	-	-	-	-	-	16 024	16 024	-	16 024
Total other comprehensive income, net of tax	-	-	-	(4 004)	-	16 024	12 020	(127)	11 893
Total comprehensive income	-	-	2 238 216	(4 004)	-	16 024	2 250 236	(203)	2 250 033
Purchase of own shares	-	-	-	-	(1 551)	-	(1 551)	-	(1 551)
Realisation of revaluation surplus, net of tax	-	-	298 381	(298 381)	-	-	-	-	-
<b>As at 30 September 2016</b>	1 663	369 798	5 411 841	2 531 846	(95 940)	335 571	8 554 779	204	8 554 983

<i>(in thousands of Euros)</i>	Attributable to equity holders of the parent company						Subtotal <i>(unaudited)</i>	Non-controlling interests <i>(unaudited)</i>	Total equity <i>(unaudited)</i>
	Share capital <i>(unaudited)</i>	Additional paid-in capital <i>(unaudited)</i>	Retained earnings <i>(unaudited)</i>	Revaluation surplus <i>(unaudited)</i>	Treasury shares <i>(unaudited)</i>	Currency translation reserve <i>(unaudited)</i>			
<b>As at 1 January 2016</b>	250	55 638	262 518	165 523	(4 746)	(238 706)	240 477	16	240 493
Net profit (loss)	-	-	78 620	-	-	-	78 620	(3)	78 617
Revaluation reserve, net of tax	-	-	-	3	-	-	3	(6)	(3)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(144)	-	-	(144)	-	(144)
Exchange difference on translation	-	-	-	-	-	(24 675)	(24 675)	-	(24 675)
Total other comprehensive income, net of tax	-	-	-	(141)	-	(24 675)	(24 816)	(6)	(24 822)
Total comprehensive income	-	-	78 620	(141)	-	(24 675)	53 804	(9)	53 795
Purchase of own shares	-	-	-	-	(55)	-	(55)	-	(55)
Realisation of revaluation surplus, net of tax	-	-	10 262	(10 262)	-	-	-	-	-
<b>As at 30 September 2016</b>	250	55 638	351 400	155 120	(4 801)	(263 381)	294 226	7	294 233

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THE NINE MONTHS ENDED 30 SEPTEMBER 2015

Attributable to equity holders of the parent company

<i>(in thousands of Ukrainian hryvnias)</i>	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment	Subtotal	Non-controlling interests	Total equity
	(unaudited)	(unaudited)	(unaudited)	(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)	-	-	648 957	-	-	-	648 957	(226)	648 731
Other comprehensive loss, net of tax	-	-	-	-	-	148 098	148 098	-	148 098
Total other comprehensive income, net of tax	-	-	-	-	-	148 098	148 098	-	148 098
Total comprehensive income	-	-	648 957	-	-	148 098	797 055	(226)	796 829
Acquisition of subsidiary	-	-	20 358	-	-	-	20 358	-	20 358
Purchase of own shares	-	-	-	-	(51 045)	-	(51 045)	-	(51 045)
Realisation of revaluation surplus, net of tax	-	-	220 328	(220 328)	-	-	-	-	-
<b>As at 30 September 2015</b>	1 663	369 798	3 075 782	1 289 636	(85 743)	350 629	5 001 765	393	5 002 158

Attributable to equity holders of the parent company

<i>(in thousands of Euros)</i>	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation adjustment	Subtotal	Non-controlling interests	Total equity
	(unaudited)	(unaudited)	(unaudited)	(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)	-	-	27 037	-	-	-	27 037	(9)	27 028
Other comprehensive loss, net of tax	-	-	-	-	-	(38 598)	(38 598)	(6)	(38 604)
Total other comprehensive income, net of tax	-	-	-	-	-	(38 598)	(38 598)	(6)	(38 604)
Total comprehensive income	-	-	27 037	-	-	(38 598)	(11 561)	(15)	(11 576)
Acquisition of subsidiary	-	-	854	-	-	-	854	-	854
Purchase of own shares	-	-	-	-	(2 133)	-	(2 133)	-	(2 133)
Realisation of revaluation surplus, net of tax	-	-	16 791	(16 791)	-	-	-	-	-
<b>As at 30 September 2015</b>	250	55 638	279 143	98 284	(4 413)	(221 528)	207 374	17	207 391

The notes on pages 26 to 43 are an integral part of these condensed consolidated financial statements.

## 1 BACKGROUND

### 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, crop growing and cattle farming. The croplands, sugar plants and cattle operations are mainly located in the Poltava, Vinnytsia, Khmelnytsky, Kharkiv, Cherkassy and Kyiv oblasts (administrative regions) of Ukraine. The Group's business is vertically integrated because sugar is produced primarily using own-grown sugar beet.

### (a) 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.

From 1 January 2016 and up to 30 September 2016, the Ukrainian Hryvnia (the "UAH") depreciated against major foreign currencies by approximately 11% calculated based on the National Bank of Ukraine (the "NBU") exchange rate of UAH to EUR. From 30 September 2016 to the date of the issuance of these consolidated financial statements, the Ukrainian Hryvnia strengthened by 3% compared to Euro.

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 nine months ended 30 September 2016 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 2015 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 September 2016. 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 September 2016 Astarta Holding N.V. owns shares, directly and indirectly, in a number of subsidiaries and an associate with the following percentage of ownership:

Name	Activity	30 September 2016	31 December 2015	30 September 2015
		% of ownership	% of ownership	% 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 "Musievske"	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 "Zhdanivske"	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%	99,98%	74,99%
LLC "Astarta-Selektsiya"	Research and development	74,98%	74,98%	74,98%
LLC "Agrosvit Savyntsi"	Agricultural	99,98%	99,98%	99,98%
LLC "Khorolskiy combined forage factory"	Fodder production	99,23%	99,23%	99,23%
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 "Zerno-Agrotrade"	Trade	99,98%	99,98%	99,98%
LLC "Novoorzhytskiy sugar plant"	Sugar production	99,97%	99,97%	99,97%
LLC "APK Savynska"	Sugar production	99,96%	99,96%	99,96%
LLC "Kochubeyivske"	Trade	58,52%	58,52%	58,52%
LLC "Globinskiy bioenergetichniy complex"	Sugar production	99,98%	99,98%	99,98%
LLC "Savynci agro"	Agricultural	99,98%	99,98%	99,98%
PE "TMG"	Agricultural	98,98%	98,98%	99,98%
LLC "Eco Energy Ukraine"	Agricultural	99,98%	0,00%	0,00%
ALLC "Lyaschivka"	Agricultural	99,98%	0,00%	0,00%

Associate:				
LLC "Agricultural company "Pokrovska"	Agricultural	49,99%		49,99%
LLC "Geoexpertservice"	Agricultural	19,99%		19,99%

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

\*\* In May 2016, the Group obtained control over LLC "Eco Energy Ukraine" (Note 4).

\*\*\* In July 2016, the Group obtained control over ALLC "Lyaschivka" (Note 4).

All subsidiaries, joint operations and the associates, 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, joint venture 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, joint venture 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.

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	
	2016	2015	30 September 2016	31 December 2015	30 September 2015
EUR	28.39	23.93	29.08	26.22	24.12
USD	25.43	21.49	25.91	24.00	21.53

## 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 2015 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. The IASB effective date is 1 January 2018 with early adoption permitted.

### *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.

It replaces existing revenue recognition guidance, including IAS 18 Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer Loyalty Programmes. The IASB effective date is 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.

### *IFRS 16 Leases*

IFRS 16, published in January 2016, establishes a revised framework for determining whether a lease is recognised on the (Consolidated) Statement of Financial Position. It replaces existing guidance on leases, including IAS 17. The IASB effective date is 1 January 2019, with early adoption permitted. The Group will assess the potential impact on its consolidated financial statements resulting from the application of IFRS 16.

### *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 Group is currently assessing the impact of these amendments on the financial statements.

### *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. These amendments are not expected to have any impact to the Group.

The following new or amended standards are not expected to have a significant impact on consolidated financial statements:

- Amendments to IAS 12: Recognition of Deferred Tax Assets for Unrealised Losses (issued on 19 January 2016);
- Amendments to IAS 7: Disclosure Initiative (issued on 29 January 2016).

## 4 BUSINESS COMBINATIONS

### Acquisition of new entities in 2016

During the reporting period the Group completed acquisition of LLC “Eko Energy Ukraine” and ALLC “Lyaschivka” which are non-listed agricultural companies located in Ukraine with the purpose to expand the agricultural land leases bank.

The purchase consideration consisted only of cash, and the direct costs related to this acquisition are not significant.

The excess of net assets acquired over the consideration paid is recognized in the income statement as a gain on acquisition of subsidiaries. This gain arises because the fair value of the acquired non-monetary assets exceeds the amount paid for the subsidiaries. This situation is due to the significant risks involved in agricultural business in Ukraine, the lack of financial resources in the acquired companies which prevents them from efficient use of their assets.

Management commissioned an independent appraiser to determine the fair value of property, plant and equipment and land lease rights of LLC “Eko Energy Ukraine” and ALLC “Lyaschivka”.

Name	Country of incorporation	Activity	Date of acquisition	% of ownership as at the date of acquisition
LLC “Eko Energy Ukraine”	Ukraine	Agricultural	20.05.2016	100%
ALLC “Lyaschivka”	Ukraine	Agricultural	26.07.2016	100%

The acquisition of the companies 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

<i>(in thousands of Ukrainian hryvnias)</i>	Eko Energy Ukraine (unaudited)	Lyaschivka (unaudited)	Total
<b>Non-current assets</b>			
Property, plant and equipment	7 094	40 423	47 517
Intangible and other non-current assets	10 422	18 982	29 404
Non-current biological assets	-	16 640	16 640
<b>Current assets</b>			
Inventories	3 620	6 457	10 077
Current biological assets	54 120	19 061	73 181
Trade accounts receivable	565	545	1 110
Other accounts receivable and prepayments	3 210	1 261	4 471
Cash and cash equivalents	5	5 908	5 913
<b>Non-current liabilities</b>			
Other long-term liabilities	-	(219)	(219)
<b>Current liabilities</b>			
Trade accounts payable	(7 994)	(43)	(8 037)
Other liabilities and accounts payable	(14 308)	(1 305)	(15 613)
<b>Net identifiable assets, liabilities and contingent liabilities</b>	<b>56 734</b>	<b>107 710</b>	<b>164 444</b>
Non-controlling interest	-	-	-
<b>Net assets acquired</b>	<b>56 734</b>	<b>107 710</b>	<b>164 444</b>

Excess of net assets acquired over consideration paid :			
acquisitions from third parties	5 930	25 910	31 840
acquisitions from entities under common control	2 208	-	2 208
Consideration paid	(48 596)	(81 800)	(130 396)
Cash acquired	5	5 908	5 913
<b>Net cash outflow</b>	<b>(48 591)</b>	<b>(75 892)</b>	<b>(124 483)</b>

<i>(in thousands of Euros)</i>	Eko Energy Ukraine (unaudited)	Lyaschivka (unaudited)	Total
<b>Non-current assets</b>			
Property, plant and equipment	253	1 466	1 719
Intangible and other non-current assets	372	689	1 061
Non-current biological assets	-	604	604
<b>Current assets</b>			
Inventories	129	234	363
Current biological assets	1 930	691	2 621
Trade accounts receivable	20	20	40
Other accounts receivable and prepayments	115	46	161
Cash and cash equivalents	-	214	214
<b>Non-current liabilities</b>			
Other long-term liabilities	-	(8)	(8)
<b>Current liabilities</b>			
Trade accounts payable	(285)	(2)	(287)
Other liabilities and accounts payable	(511)	(47)	(558)
<b>Net identifiable assets, liabilities and contingent liabilities</b>	<b>2 023</b>	<b>3 907</b>	<b>5 930</b>
Non-controlling interest	-	-	-
<b>Net assets acquired</b>	<b>2 023</b>	<b>3 907</b>	<b>5 930</b>
Excess of net assets acquired over consideration paid :			
acquisitions from third parties	211	940	1 151
acquisitions from entities under common control	79	-	79
Consideration paid	(1 733)	(2 967)	(4 700)
Cash acquired	-	214	214
<b>Net cash outflow</b>	<b>(1 733)</b>	<b>(2 753)</b>	<b>(4 486)</b>

### Acquisition of new entities in 2015

During the 2015 reporting period 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 11 646 thousand or EUR 481 thousand.

As at acquisition date, accounts receivable of UAH 99 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) (unaudited)	(in thousands of Euros) (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>	433	22
Non-controlling interest	(2)	-
<b>Net assets acquired</b>	431	22
Goodwill	(11 315)	(471)
Consideration paid	(11 646)	(481)
Cash acquired	213	9
<b>Net cash outflow</b>	(11 433)	(472)

## 5 BIOLOGICAL ASSETS

As at 30 September biological assets comprise the following groups:

<i>(in thousands of Ukrainian hryvnias)</i>	30 September 2016		31 December 2015		30 September 2015	
	Units	Amount	Units	Amount	Units	Amount
		(unaudited)		(audited)		(unaudited)
<b>Non-current biological assets:</b>						
Cattle	30 574	427 390	29 402	503 412	29 184	530 276
Other livestock		3 305		2 450		2 943
		<b>430 695</b>		<b>505 862</b>		<b>533 219</b>
<b>Current biological assets</b>						
<b>Crops:</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Sugar beet	36 262	1 111 761	-	-	29 389	837 531
Corn	38 583	774 066	-	-	34 069	646 664
Winter wheat	39 422	125 159	51 918	468 635	45 758	145 001
Soy	2 734	13 772	-	-	4 420	32 376
Sunflower	3 264	48 769	-	-	271	4 530
Winter rye	1 473	4 542	1 431	1 723	1 370	4 593
	<b>121 738</b>	<b>2 078 069</b>	<b>53 349</b>	<b>470 358</b>	<b>115 277</b>	<b>1 670 695</b>
<b>Total biological assets</b>		<b>2 508 764</b>		<b>976 220</b>		<b>2 203 914</b>

<i>(in thousands of Euros)</i>	30 September 2016		31 December 2015		30 September 2015	
	Units	Amount	Units	Amount	Units	Amount
		(unaudited)		(audited)		(unaudited)
<b>Non-current biological assets:</b>						
Cattle	30 574	14 699	29 402	19 197	29 184	21 985
Other livestock		114		94		122
		<b>14 813</b>		<b>19 291</b>		<b>22 107</b>
<b>Current biological assets</b>						
<b>Crops:</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Sugar beet	36 262	38 237	-	-	29 389	34 724
Corn	38 583	26 622	-	-	34 069	26 811
Winter wheat	39 422	4 305	51 918	17 871	45 758	6 012
Soy	2 734	474	-	-	4 420	1 342
Sunflower	3 264	1 677	-	-	271	188
Winter rye	1 473	156	1 431	66	1 370	190
	<b>121 738</b>	<b>71 471</b>	<b>53 349</b>	<b>17 937</b>	<b>115 277</b>	<b>69 267</b>
<b>Total biological assets</b>		<b>86 284</b>		<b>37 228</b>		<b>91 374</b>

As at 30 September 2016 the current biological assets on winter wheat in amount UAH 125,129 thousand (EUR 4,305 thousand) and winter rye in amount UAH 4,542 thousand (EUR 156 thousand) are presented at cost.

## 6 INVENTORIES

Inventories as at 30 September are as follows:

(in thousands of Ukrainian hryvnias)	30 September 2016 (unaudited)	31 December 2015 (audited)	30 September 2015 (unaudited)
<b>Finished goods:</b>			
Agricultural produce	2 530 381	1 248 417	1 849 047
Sugar products	521 956	1 544 845	245 542
Soybean processing products	87 562	60 806	6 448
Cattle farming	1 623	1 212	1 265
	<b>3 141 522</b>	<b>2 855 280</b>	<b>2 102 302</b>
<b>Raw materials and consumables for:</b>			
Sugar production	388 535	10 210	197 173
Cattle farming	201 893	169 853	204 632
Agricultural produce	113 285	49 453	140 127
Other production	1 376	125	1 453
Consumables for joint utilization	266 853	112 896	226 958
	<b>971 942</b>	<b>342 537</b>	<b>770 343</b>
<b>Investments into future crops</b>	<b>346 811</b>	<b>824 441</b>	<b>358 368</b>
	<b>4 460 275</b>	<b>4 022 258</b>	<b>3 231 013</b>

(in thousands of Euros)	30 September 2016 (unaudited)	31 December 2015 (audited)	30 September 2015 (unaudited)
<b>Finished goods:</b>			
Agricultural produce	87 027	47 607	76 662
Sugar products	17 952	58 912	10 180
Soybean processing products	3 012	2 319	267
Cattle farming	56	46	52
	<b>108 047</b>	<b>108 884</b>	<b>87 161</b>
<b>Raw materials and consumables for:</b>			
Sugar production	13 363	389	8 175
Cattle farming	6 944	6 477	8 484
Agricultural produce	3 896	1 886	5 810
Other production	47	5	355
Consumables for joint utilization	9 178	4 306	9 115
	<b>33 428</b>	<b>13 063</b>	<b>31 939</b>
<b>Investments into future crops</b>	<b>11 928</b>	<b>31 437</b>	<b>14 859</b>
	<b>153 403</b>	<b>153 384</b>	<b>133 959</b>

## 7 REVENUES

Revenues for the three months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Sugar and related sales:				
Sugar	<b>1 108 639</b>	1 035 854	<b>39 111</b>	42 923
Molasses	<b>18 861</b>	8 733	<b>665</b>	362
Pulp	<b>2 711</b>	3 620	<b>96</b>	150
	<b>1 130 211</b>	1 048 207	<b>39 872</b>	43 435
Crops	<b>218 994</b>	353 120	<b>7 726</b>	14 632
Soybean processing products	<b>427 160</b>	198 216	<b>15 069</b>	8 214
Cattle farming	<b>138 998</b>	139 891	<b>4 904</b>	5 797
Other sales	<b>31 965</b>	41 801	<b>1 127</b>	1 732
	<b>817 117</b>	733 028	<b>28 826</b>	30 375
	<b>1 947 328</b>	1 781 235	<b>68 698</b>	73 810

Revenues for the nine months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Sugar and related sales:				
Sugar	<b>2 765 248</b>	2 374 932	<b>97 375</b>	100 163
Molasses	<b>62 505</b>	59 083	<b>2 201</b>	2 467
Pulp	<b>17 078</b>	28 452	<b>601</b>	1 188
	<b>2 844 831</b>	2 462 467	<b>100 177</b>	103 818
Crops	<b>1 214 976</b>	852 807	<b>42 784</b>	35 616
Soybean processing products	<b>1 507 170</b>	936 571	<b>53 073</b>	39 114
Cattle farming	<b>480 108</b>	424 221	<b>16 906</b>	17 717
Other sales	<b>100 430</b>	115 660	<b>3 538</b>	3 853
	<b>3 302 684</b>	2 329 259	<b>116 301</b>	96 300
	<b>6 147 515</b>	4 791 726	<b>216 478</b>	200 118

## 8 OTHER OPERATING INCOME

Other operating income for the three months ended 30 September is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Government subsidies relating to:				
VAT refunds	<b>3 965</b>	111 036	<b>140</b>	4 603
Cattle farming	-	-	-	-
Recovery of assets previously written off	<b>8 138</b>	95	<b>287</b>	2
Other operating income	<b>(977)</b>	6 255	<b>(34)</b>	259
	<b>11 126</b>	117 386	<b>393</b>	4 864

Other operating income for the nine months ended 30 September is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2016	2015	2016	2015
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Government subsidies relating to:				
VAT refunds	570 673	137 669	20 117	5 720
Cattle farming	-	1 746	-	73
Recovery of assets previously written off	15 771	4 093	556	170
Other operating income	4 198	10 182	148	423
	<b>590 642</b>	<b>153 690</b>	<b>20 821</b>	<b>6 386</b>

## 9 GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses for the three months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2016	2015	2016	2015
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Salary and related charges	87 910	72 606	3 102	3 007
Professional services	8 372	6 620	295	274
Taxes other than corporate income tax	5 436	5 785	192	240
Depreciation	20 562	5 544	724	230
Fuel and other materials	6 309	5 271	223	219
Bank charges	2 493	2 066	88	85
Office expenses	1 400	1 071	49	44
Maintenance	1 500	1 240	52	52
Communication	1 097	561	39	23
Insurance	729	696	26	29
Rent	525	551	18	23
Transportation	370	641	13	27
Other	4 440	3 711	158	154
	<b>141 143</b>	<b>106 363</b>	<b>4 979</b>	<b>4 407</b>

General and administrative expenses for the nine months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2016	2015	2016	2015
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Salary and related charges	298 048	232 196	10 497	9 704
Professional services	23 539	22 146	829	926
Taxes other than corporate income tax	21 273	17 482	749	731
Depreciation	25 851	14 461	910	604
Fuel and other materials	15 178	13 162	535	550
Bank charges	7 079	5 537	249	231
Office expenses	5 542	4 313	195	180
Maintenance	3 563	3 420	125	143
Communication	2 861	2 222	101	93
Insurance	3 350	2 208	118	92
Rent	2 302	1 940	81	81
Transportation	1 472	1 596	52	67
Other	12 368	10 973	437	459
	<b>422 426</b>	<b>331 656</b>	<b>14 878</b>	<b>13 861</b>

**10 SELLING AND DISTRIBUTION EXPENSES**

Selling and distribution expenses for the three months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Transportation	<b>57 621</b>	37 824	<b>2 032</b>	1 566
Salary and related charges	<b>19 101</b>	16 467	<b>674</b>	682
Fuel and other materials	<b>9 688</b>	8 172	<b>342</b>	338
Storage and logistics	<b>12 288</b>	15 916	<b>435</b>	663
Allowance for trade accounts receivable	<b>(1 986)</b>	9 426	<b>(70)</b>	392
Depreciation	<b>7 430</b>	2 579	<b>262</b>	106
Professional services	<b>4 696</b>	2 555	<b>165</b>	106
Customs duties and services	<b>426</b>	208	<b>15</b>	9
Commissions	<b>10</b>	-	-	-
Advertising	-	3	-	1
Other	<b>6 033</b>	4 528	<b>213</b>	185
	<b>115 307</b>	97 678	<b>4 068</b>	4 048

Selling and distribution expenses for the nine months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Transportation	<b>142 045</b>	108 825	<b>5 006</b>	4 545
Salary and related charges	<b>44 487</b>	47 048	<b>1 568</b>	1 965
Fuel and other materials	<b>22 462</b>	25 288	<b>792</b>	1 056
Storage and logistics	<b>102 444</b>	24 351	<b>3 611</b>	1 017
Allowance for trade accounts receivable	<b>7 030</b>	16 555	<b>248</b>	691
Depreciation	<b>10 384</b>	9 513	<b>366</b>	397
Professional services	<b>10 734</b>	6 641	<b>378</b>	277
Customs duties and services	<b>1 047</b>	851	<b>37</b>	36
Commissions	<b>10</b>	14	-	1
Advertising	-	14	-	1
Other	<b>13 201</b>	14 874	<b>465</b>	620
	<b>353 844</b>	253 974	<b>12 471</b>	10 606

**11 OTHER OPERATING EXPENSES**

Other operating expenses for the three months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Charity and social expenses	<b>21 844</b>	21 651	<b>770</b>	899
Loss on disposal of property, plant and equipment	<b>1 509</b>	13 562	<b>54</b>	562
Other salary and related charges	<b>3 557</b>	4 538	<b>125</b>	187
Write down of inventories	<b>6 448</b>	1 440	<b>227</b>	59
VAT written off	<b>3 073</b>	1 897	<b>108</b>	78
Depreciation	<b>8 192</b>	2 797	<b>289</b>	116
Representative expenses	<b>514</b>	791	<b>18</b>	33
Penalties paid	<b>517</b>	958	<b>19</b>	39
Allowance for other accounts receivable	<b>7 974</b>	-	<b>281</b>	-
Other	<b>5 079</b>	4 617	<b>178</b>	192
	<b>58 707</b>	52 251	<b>2 069</b>	2 165

Other operating expenses for the nine months ended 30 September are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>	<b>2016</b> <b>(unaudited)</b>	<b>2015</b> <b>(unaudited)</b>
Charity and social expenses	<b>40 815</b>	33 294	<b>1 437</b>	1 387
Loss on disposal of property, plant and equipment	<b>11 448</b>	22 475	<b>403</b>	936
Other salary and related charges	<b>6 707</b>	9 826	<b>236</b>	409
Write down of inventories	<b>12 963</b>	5 080	<b>456</b>	212
VAT written off	<b>5 688</b>	5 286	<b>200</b>	220
Depreciation	<b>9 506</b>	6 064	<b>335</b>	253
Representative expenses	<b>1 251</b>	1 396	<b>44</b>	58
Penalties paid	<b>2 344</b>	1 306	<b>83</b>	54
Allowance for other accounts receivable	<b>19 006</b>	-	<b>669</b>	-
Other	<b>14 767</b>	11 948	<b>519</b>	499
	<b>124 495</b>	96 675	<b>4 382</b>	4 028

**12 FINANCE (COSTS) INCOME**

Finance (costs) income for the three months ended 30 September is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Finance costs</b>				
Foreign currency exchange loss, net	<b>(131 524)</b>	(64 243)	<b>(4 640)</b>	(2 607)
Interest expense				
Bank loans	<b>(138 320)</b>	(144 499)	<b>(4 879)</b>	(6 034)
Finance lease liabilities	<b>(2 908)</b>	(3 174)	<b>(103)</b>	(133)
Borrowings from non-financial institutions	<b>(10 518)</b>	(1 849)	<b>(371)</b>	(77)
	<b>(151 746)</b>	(149 522)	<b>(5 353)</b>	(6 244)
Net profit attributable to non-controlling interests of limited liability company subsidiaries	<b>(7 197)</b>	(3 095)	<b>(253)</b>	(129)
Consideration to shareholders for pledged shares	<b>(13 682)</b>	(11 336)	<b>(483)</b>	(473)
Other finance costs	<b>(12 841)</b>	(4 632)	<b>(454)</b>	(195)
	<b>(316 990)</b>	(232 828)	<b>(11 183)</b>	(9 648)
<b>Finance income</b>				
Interest income	<b>2 056</b>	2 077	<b>72</b>	86
Other finance income	<b>(8)</b>	-	<b>-</b>	-
	<b>2 048</b>	2 077	<b>72</b>	86

Finance (costs) income for the nine months ended 30 September is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Finance costs</b>				
Foreign currency exchange loss, net	<b>(304 366)</b>	(1 049 497)	<b>(10 750)</b>	(44 046)
Interest expense				
Bank loans	<b>(415 232)</b>	(482 340)	<b>(14 667)</b>	(20 243)
Finance lease liabilities	<b>(4 664)</b>	(5 340)	<b>(165)</b>	(224)
Borrowings from non-financial institutions	<b>(15 998)</b>	(3 694)	<b>(565)</b>	(155)
	<b>(435 894)</b>	(491 374)	<b>(15 397)</b>	(20 622)
Net profit attributable to non-controlling interests of limited liability company subsidiaries	<b>(55 161)</b>	(6 774)	<b>(1 948)</b>	(284)
Consideration to shareholders for pledged shares	<b>(41 225)</b>	(39 635)	<b>(1 456)</b>	(1 663)
Other finance costs	<b>(33 200)</b>	(10 122)	<b>(1 174)</b>	(426)
	<b>(869 846)</b>	(1 597 402)	<b>(30 725)</b>	(67 041)
<b>Finance income</b>				
Interest income	<b>16 163</b>	21 904	<b>571</b>	918
Other finance income	<b>(8)</b>	16	<b>-</b>	1
	<b>16 155</b>	21 920	<b>571</b>	919



**13 RELATED PARTY TRANSACTIONS**

The Group enters into 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 summarises transactions that have been entered into with related parties for the three months ended 30 September 2016 as well as balances with related parties as at 30 September 2016:

<i>(in thousands of Ukrainian hryvnias )</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	12 487	8 349	53 630	174 263
Associate	-	-	1 022	171
	<b>12 487</b>	<b>8 349</b>	<b>54 652</b>	<b>174 434</b>

<i>(in thousands of Euros)</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	440	294	1 844	5 993
Associate	-	-	35	6
	<b>440</b>	<b>294</b>	<b>1 879</b>	<b>5 999</b>

The following table summarises transactions that have been entered into with related parties for the nine months ended 30 September 2016 as well as balances with related parties as at 30 September 2016:

<i>(in thousands of Ukrainian hryvnias )</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	17 979	11 349	53 630	174 263
Associate	-	-	1 022	171
	<b>17 979</b>	<b>11 349</b>	<b>54 652</b>	<b>174 434</b>

<i>(in thousands of Euros)</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	633	400	1 844	5 993
Associate	-	-	35	6
	<b>633</b>	<b>400</b>	<b>1 879</b>	<b>5 999</b>

The following table summarises transactions that have been entered into with related parties for the three months ended 30 September 2015 as well as balances with related parties as of 30 September 2015:

<i>(in thousands of Ukrainian hryvnias)</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	5	1 571	18 944	94 762
Associate	-	309	1 022	298
	5	1 880	19 966	95 060

<i>(in thousands of Euros)</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	-	65	785	3 929
Associate	-	13	42	7
	-	78	827	3 936

The following table summarises transactions that have been entered into with related parties for the nine months ended 30 September 2015 as well as balances with related parties as of 30 September 2015:

<i>(in thousands of Ukrainian hryvnias )</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	22	5 114	18 944	94 762
Associate	-	309	1 022	298
	22	5 423	19 966	95 060

<i>(in thousands of Euros)</i>	<b>Sales to related parties:</b>	<b>Purchases from related parties:</b>	<b>Amounts owed by related parties:</b>	<b>Amounts owed to related parties:</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Companies under common control	1	214	785	3 929
Associate	-	13	42	7
	1	227	827	3 936

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

From 1 October 2016 to 10 November 2016, the Ukrainian Hryvnia strengthened by 3% compared to Euro.

10 November 2016

Amsterdam, the Netherlands

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.

**CORPORATE INFORMATION LLC FIRM “ASTARTA-KYIV”**

38/44 Pochainynska Str. 04070, Kyiv, Ukraine  
[www.astartaholding.com](http://www.astartaholding.com)

For further inquiries:  
[office@astartakiev.com](mailto:office@astartakiev.com)  
[ir@astartakiev.com](mailto:ir@astartakiev.com)  
+ 380 44 585 9417

Registered office  
ASTARTA Holding N.V.  
Jan van Goyenkade 8, 1075 HP Amsterdam,  
the Netherlands  
Registered number: 34248891