



**ASTARTA**  
Holding N.V.

# INTERIM REPORT

of the Board of Directors for  
the nine months period  
ended 30 September 2020

## OVERVIEW

ASTARTA's consolidated revenues amounted to EUR291m in 9M20, 11% down y-o-y, on lower sales volumes of grains and soybean products. Revenues in the Agricultural segment stood at EUR 121m (18% lower y-o-y), or 42% of the total. Revenues in the Sugar segment were flat at EUR87m. The Soybean Processing and the Cattle Farming segments generated EUR54m and EUR25m of revenues, correspondingly, vis-à-vis EUR62m and EUR25m in 9M19. Exports contributed EUR146m, or half of the total revenues.

Gross profit increased by 38% y-o-y to EUR82m as Cost of sales reduction by 18% y-o-y to EUR242m offset the revenue decline. Accordingly, EBITDA grew by 53% y-o-y to EUR82m. Excluding the impact of IAS41, Gross Margin improved from 24% to 26% and EBITDA Margin – from 22% to 26%.

ASTARTA reported Operating Cash Flows of EUR106m versus EUR134m in 9M19. Operating Cash Flows before Working Capital changes increased from EUR26m to EUR49m (excluding IAS41 – EUR83m versus EUR53m).

Capex tightly controlled at EUR10m in 9M20. These measures allowed the Company to pay down a further EUR47m of bank debt on a Cash Flow Basis. As a result, Net Debt reduced to EUR175m corresponding to Net debt/EBITDA (LTM) of 1.6x at the end of 9M20. As at the end of 9M20 ASTARTA complied with financial covenants.

### Summary P&L

EURk	9M19	9M20
<b>Revenues, including</b>	<b>325 711</b>	<b>290 548</b>
<i>Agriculture</i>	<i>147 522</i>	<i>121 287</i>
<i>Sugar production</i>	<i>86 809</i>	<i>87 093</i>
<i>Soybean processing</i>	<i>61 545</i>	<i>53 555</i>
<i>Cattle farming</i>	<i>24 947</i>	<i>25 043</i>
<b>Cost of sales, including</b>	<b>(293 024)</b>	<b>(241 709)</b>
<i>Effect of FV remeasurement of AP</i>	<i>(46 276)</i>	<i>(26 056)</i>
Changes in FV of BA and AP*	27 056	33 533
<b>Gross profit</b>	<b>59 743</b>	<b>82 372</b>
<i>Gross profit margin</i>	<i>18%</i>	<i>28%</i>
<b>EBIT</b>	<b>7 909</b>	<b>38 326</b>
Depreciation & Amortisation	45 678	43 497
<b>EBITDA, including</b>	<b>53 587</b>	<b>81 823</b>
<i>Agriculture</i>	<i>36 956</i>	<i>59 565</i>
<i>Sugar production</i>	<i>3 626</i>	<i>13 278</i>
<i>Soybean processing</i>	<i>5 896</i>	<i>4 875</i>
<i>Cattle farming</i>	<i>7 255</i>	<i>5 029</i>
<i>EBITDA margin</i>	<i>16%</i>	<i>28%</i>
Interest expense on lease liability	(17 935)	(17 933)
Other finance costs	(14 083)	(7 221)
Forex gain/loss	22 728	(18 577)
<b>Net profit (loss)</b>	<b>1 927</b>	<b>(4 719)</b>
<i>Net profit (loss) margin</i>	<i>1%</i>	<i>(2%)</i>

\*FV – Fair Value, BA – Biological Assets, AP – Agricultural Produce

EURk	9M19	9M20
<b>Gross Profit, ex BA &amp; AP remeasurement</b>	<b>78 963</b>	<b>74 895</b>
<i>Gross Margin, ex BA &amp; AP remeasurement</i>	<i>24%</i>	<i>26%</i>
<b>EBITDA, ex BA &amp; AP remeasurement</b>	<b>72 807</b>	<b>74 346</b>
<i>EBITDA margin, ex BA &amp; AP remeasurement</i>	<i>22%</i>	<i>26%</i>

## Summary Cash Flows

EURk	9M19	9M20
Pre-tax income	(608)	(4 739)
D&A	45 678	43 497
Financial interest expenses, net	13 217	6 898
Interest on lease liability	17 935	17 933
Changes in FV of BA and AP	(27 056)	(33 533)
Forex gain/loss	(22 728)	18 577
Income taxes paid	(1 455)	(2 156)
Working Capital changes	108 902	56 483
Other	534	2 741
<b>Operating Cash Flows</b>	<b>134 419</b>	<b>105 701</b>
<b>Investing Cash Flows</b>	<b>(19 758)</b>	<b>(9 737)</b>
Debt proceeds	60 331	74 010
Debt repayment	(136 889)	(120 966)
Finance interest paid	(14 389)	(7 278)
Land lease repayment	(30 260)	(29 760)
<b>Financing Cash Flows</b>	<b>(121 207)</b>	<b>(83 994)</b>

## Summary Balance sheet

EURk	9M19	YE19	9M20
Right-of-use asset (mainly land)	140 894	142 035	107 227
Biological assets (non-current)	23 026	30 011	23 559
PP&E and other	317 595	300 193	220 512
Inventories, including RMI*	162 831	193 681	76 307
Biological assets (current)	79 103	16 109	67 681
AR and other	69 944	64 206	50 789
Cash and equivalents	8 219	13 033	19 631
<b>Total Assets</b>	<b>801 612</b>	<b>759 268</b>	<b>565 706</b>
<b>Equity</b>	<b>441 113</b>	<b>438 755</b>	<b>344 334</b>
Long-term loans	126	591	56 520
Land lease liability (mainly land)	101 561	103 391	80 370
Other	12 527	10 930	7 088
<b>Non-current liabilities</b>	<b>114 214</b>	<b>114 912</b>	<b>143 978</b>
ST debt and similar	172 350	148 811	31 024
Current lease liability (mainly land)	33 454	36 073	26 535
Other	40 481	20 717	19 835
<b>Current liabilities</b>	<b>246 285</b>	<b>205 601</b>	<b>77 394</b>
<b>Total equity and liabilities</b>	<b>801 612</b>	<b>759 268</b>	<b>565 706</b>
<b>EBITDA LTM</b>	<b>53 544</b>	<b>77 923</b>	<b>106 159</b>
Lease liability (mainly land)	135 015	139 464	106 905
RMI*	90 921	142 500	33 295
<b>Net debt total</b>	<b>299 272</b>	<b>275 833</b>	<b>174 818</b>
<i>ND total/EBITDA (x)</i>	5.6	3.5	1.6
<b>Adjusted net debt = (ND-RMI)</b>	<b>208 351</b>	<b>133 333</b>	<b>141 523</b>
<i>Adj ND/EBITDA (x)</i>	3.9	1.7	1.3

\*RMI = Finished Goods

## AGRICULTURE

### *Sales volumes of key crops and realized prices*

	9M19	9M19	9M20	9M20
	kt	EUR/t	kt	EUR/t
Corn	474	156	336	150
Wheat	233	148	258	175
Sunseeds	51	292	51	336

### *Financial results*

EURk	9M19	9M20
Revenues, including	147 522	121 287
<i>Corn</i>	73 971	50 264
<i>Wheat</i>	34 411	45 129
<i>Sunseeds</i>	15 008	17 173
Cost of sales, including	(136 923)	(100 944)
<i>Land lease costs</i>	n/a	n/a
<i>Lease depreciation</i>	(14 701)	(14 174)
Changes in FV of BA & AP	24 115	33 261
<b>Gross profit</b>	<b>34 714</b>	<b>53 604</b>
<i>Gross profit margin</i>	24%	44%
G&A expenses	(10 960)	(9 778)
S&D expenses	(18 442)	(15 089)
Other operating expenses	(1 259)	(1 773)
<b>EBIT</b>	<b>4 053</b>	<b>26 964</b>
<b>EBITDA</b>	<b>36 956</b>	<b>59 565</b>
<i>EBITDA margin</i>	25%	49%
Interest on lease liability	(16 749)	(16 556)
CAPEX	(14 318)	(9 930)
CF land lease liability	(28 118)	(27 967)

Revenues totalled EUR121m in 9M20 versus EUR148m in 9M19 on lower sales of corn as majority of the grain and oilseeds' 2019 harvest were sold by YE19.

Exports accounted for 81% of the Agriculture segment revenues in 9M20. Gross profit margin increased from 24% to 44% on costs reduction offsetting the revenue decline. EBITDA increased from EUR37m in 9M19 to EUR60m in 9M20.

Traditionally, in the third quarter ASTARTA starts harvesting late crops while sowing winter crops. In November ASTARTA completed harvesting of oilseeds with sunflower yield at 2.2 t/ha (down by 24% y-o-y) and soybean yield at 2.3 t/ha (down by 8% y-o-y). Total oilseeds output amounted to 150kt (down by 12% y-o-y).

ASTARTA is currently harvesting corn and sugar beet (nearly 70% complete) with an interim average yield of corn down by 20% y-o-y and sugar beet down by 13% y-o-y. In October 2020 ASTARTA completed sowing of winter crops, with winter wheat acreage at 47kha and winter rapeseed - at 7kha.

### Output of key crops, gross

	2018	2019	2020
Corn	622	581	In progress
Wheat	242	256	230
Sunseeds	117	90	89
Soybeans	69	81	63
Sugar beets	1 814	1 657	In progress

### ASTARTA yields vs average Ukrainian, t/ha

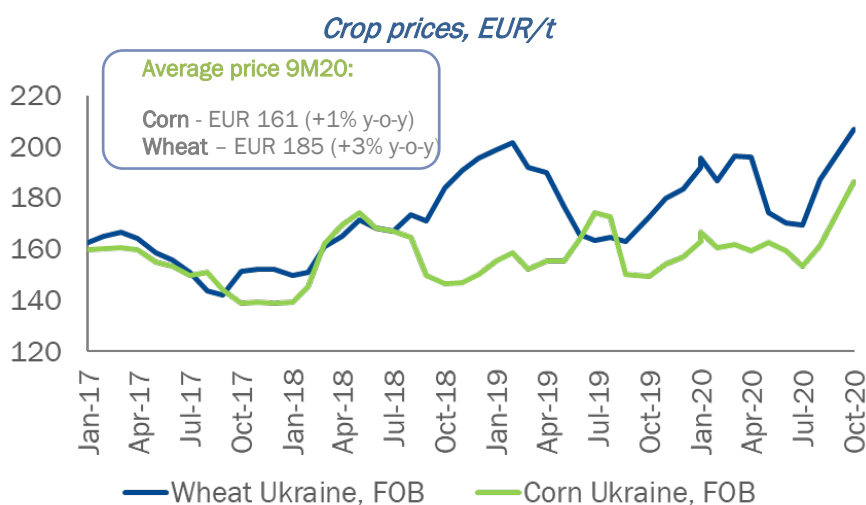
	2018		2019		2020	
	AST	UKR	AST	UKR	AST	UKR
Corn	9.8	7.8	8.7	7.1	In progress	5.0*
Wheat	4.7	3.7	5.1	4.2	4.8	3.8
Sunseeds	2.9	2.3	2.9	2.5	2.2	2.0
Soybeans	2.9	2.6	2.5	2.4	2.3	2.0
Sugar beets	46	49	47	45	In progress	41*

\*in progress

Source: Ukragroconsult, the Economy ministry

During 9M20 corn pricing was very volatile. Initially, strong supply and weak demand amid unfolding COVID pandemic put pressure on the prices. Later, prices gained support from high demand from China and concerns about new crop harvest in the USA as well as increase in EU corn import estimations. Along with this, adverse weather conditions in August significantly reduced estimations of corn harvest in Ukraine putting additional support to Ukrainian export prices.

Wheat prices followed the corn trend reflecting active phase of harvesting in the Black Sea region as well as strong global Supply & Demand forecast with higher y-o-y stocks. Later, supported by lack of supplies from the Black Sea region to meet strong demand from big importers and deterioration of harvest forecasts in several key producers such as EU and Argentina, Ukrainian export prices started to climb.



Source: APK-inform

## SUGAR PRODUCTION

### *Sugar and by-products sales volumes and realized prices*

	9M19	9M20
Sugar, kt	240	247
Sugar-by products, kt*	54	30
Sugar prices, EUR/t	338	339

\*Granulated sugar beet pulp and molasses

### *Financial results*

EURk	9M19	9M20
Revenues	86 809	87 093
Cost of sales	(80 207)	(72 046)
<b>Gross profit</b>	<b>6 602</b>	<b>15 047</b>
<i>Gross profit margin</i>	8%	17%
G&A expenses	(5 002)	(4 655)
S&D expenses	(6 359)	(3 765)
Other operating expenses	(653)	(1 212)
<b>EBIT</b>	<b>(5 412)</b>	<b>5 415</b>
<b>EBITDA</b>	<b>3 626</b>	<b>13 278</b>
<i>EBITDA margin</i>	4%	15%
CAPEX	(961)	(940)

Revenues flat y-o-y at EUR87m as an average realized sugar price and volumes were largely the same compared to 9M2019. Exports at 10kt as global pricing did not encourage exports out of Ukraine. Gross margin increased from 8% to 17% in 9M20 on lower cost of sales. EBITDA tripled to EUR13m in 9M20 from EUR4.0m in 9M19 as additional SG&A cost savings were achieved.

ASTARTA's 2020 sugar production season started in September with five running sugar plants. To-date, the Company produced 140kt of sugar.

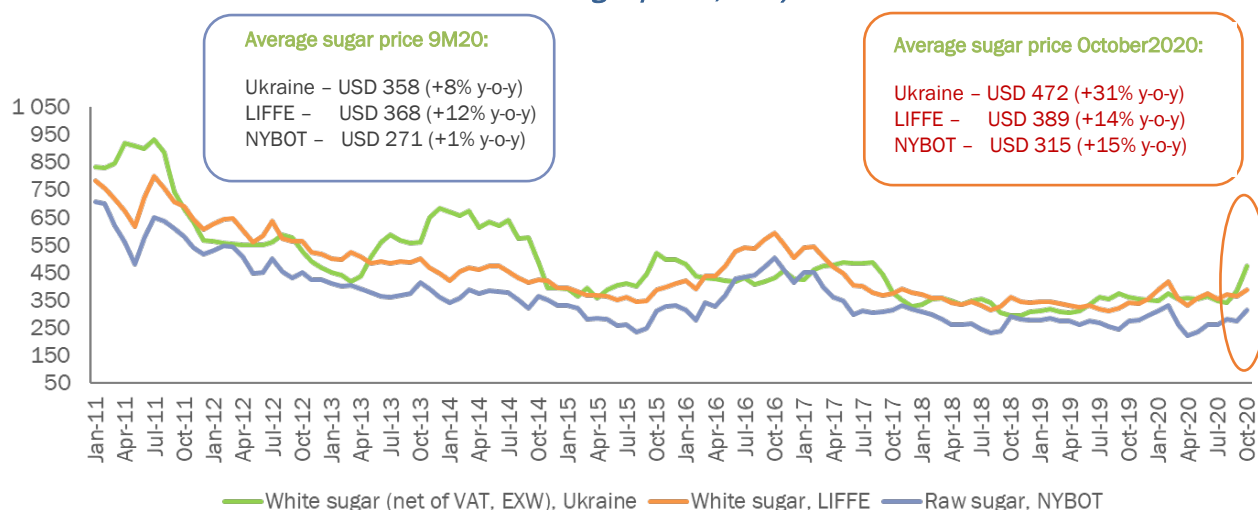
In 2020, the Ukrainian sugar production is forecast at 1.2mt with 33 running sugar plants according to Agroportal. To-date, the sector's sugar output totaled 0.6mt (almost half of the 2019 volume as of the same date in 2019).

The domestic market has been slowly adjusting to lower consumption volume by reducing sugar beet planting area to 209kha in 2020 (according to estimates by the Economy Ministry) versus 220kha in 2019.

Local sugar consumption dropped by 1/3 to 1.3-1.4mt since 2011, and by 2019 the local sugar output went down to 1.5mt. Ukraine's sugar exports plummeted to 98kt during 9M20 vs 221kt during 9M19 on subdued global prices.

In October 2020 Ukrainian sugar prices spiked by 31% y-o-y to USD 472 per tonne in anticipation of the reduced sugar production in the new season. Global prices grew by 14% (NYBOT) and 15% (LIFFE) to USD315 and USD 389 per tonne, respectively, due to expectations of unfavourable weather conditions in key production regions.

## Global sugar prices, USD/t



Source: Bloomberg

## SOYBEAN PROCESSING

### Soybean products sales volumes and realized prices

	9M19	9M19	9M20	9M20
	Kt	EUR/t	kt	EUR/t
Soybean meal	122	326	102	323
Soybean oil	35	582	31	628

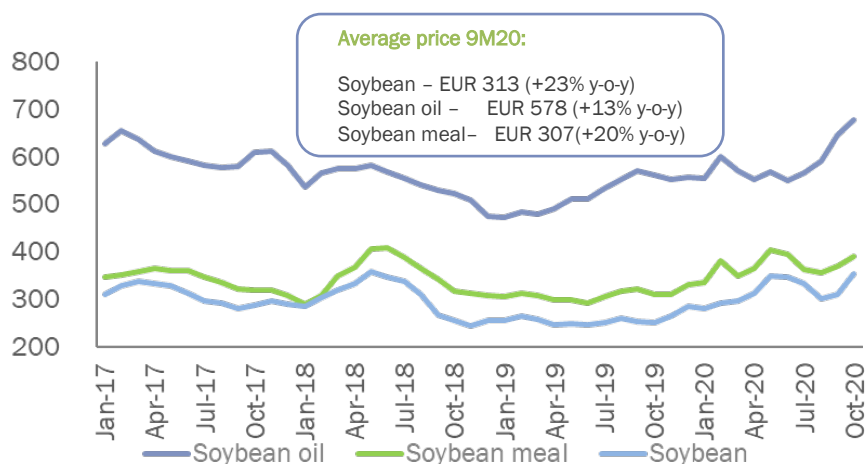
### Financial results

EURk	9M19	9M20
Revenues, including	61 545	53 555
Soybean meal	39 879	32 974
Soybean oil	20 567	19 731
Cost of sales	(51 926)	(45 886)
<b>Gross profit</b>	<b>9 619</b>	<b>7 669</b>
Gross profit margin	16%	14%
G&A expenses	(424)	(462)
S&D expenses	(3 807)	(3 075)
Other operating expenses	(596)	(361)
<b>EBIT</b>	<b>4 792</b>	<b>3 771</b>
<b>EBITDA</b>	<b>5 896</b>	<b>4 875</b>
EBITDA margin	10%	9%
CAPEX	(386)	(427)

Revenues totaled EUR54m, 13% down y-o-y on lower sales volumes. Exports contributed 78% of revenues. Gross margin went down from 16% in 9M19 to 14% for 9M20 on higher cost of sales which resulted in the EBITDA margin decline to 9% in 9M20.

In September 2020, Ukrainian farmers started soybean harvesting from an officially estimated acreage of 1.3mha (17% lower y-o-y). Interim yields are estimated at 2.0t/ha vis-a-vis 2.4t/ha in 2019 ago translating into potentially weaker harvest.

### Ukrainian prices for soybeans and soybean products, EUR/t



Source: APK-inform

## CATTLE FARMING

### Segment performance

	9M19	9M20
Milk production, kt	74	70
Herd, k heads	24	22
Milk yield, kg/day	20.1	21.4

### Milk sales and realized prices

	9M19	9M20
Milk sales, kt	72	68
Milk price, EUR/t	308	330

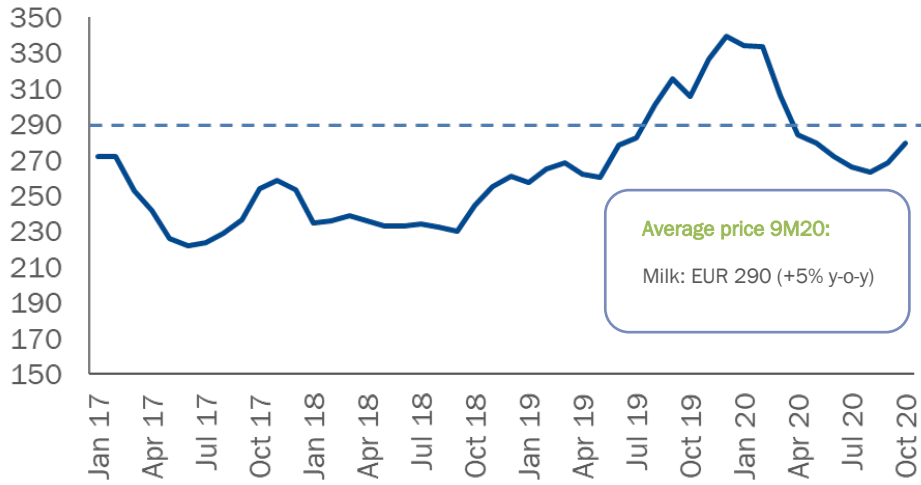
### Financial results

EURk	9M19	9M20
Revenues	24 947	25 043
Cost of sales	(20 211)	(19 448)
BA revaluation	2 941	272
<b>Gross profit</b>	<b>7 677</b>	<b>5 867</b>
Gross profit margin	31%	23%
G&A expenses	(1 165)	(1 286)
S&D expenses	(293)	(398)
Other operating expenses	(146)	(143)
<b>EBIT</b>	<b>6 073</b>	<b>4 040</b>
<b>EBITDA</b>	<b>7 255</b>	<b>5 029</b>
EBITDA margin	29%	20%
CAPEX	(971)	(175)



Revenues flat y-o-y at EUR25m in 9M20 as 5% decline in output was compensated by price growth. Gross Margin declined from 31% in 9M19 to 23% in 9M20 on lower fair value of biological assets and agricultural produce. EBITDA margin decreased from 29% in 9M19 to 20% in 9M20.

*Ukrainian premium quality milk price, EUR/t*



Source: InfoAgro

## STATEMENT OF THE BOARD OF DIRECTORS

### 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 September 2020 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 ASTARTA Holding N.V., and that the interim statement for the nine months ended 30 September 2020 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                      (signed)

V. Gladkyi                        (signed)

M.M.L.J. van Campen        (signed)

H.A Dahl                         (signed)

G.Mettetal                       (signed)

H.Arslan                         (signed)

*10 November 2020*

*Amsterdam, The Netherlands*

*Disclaimer regarding forecasts. Certain statements contained in this 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.**

**CONSOLIDATED FINANCIAL STATEMENTS  
AS AT AND FOR THE NINE MONTHS ENDED  
30 SEPTEMBER 2020**

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## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		7 160 750	7 779 761	8 103 990
Right-of-use assets	4	3 552 540	3 752 857	3 710 386
Investment property		83 565	70 690	74 861
Intangible assets		34 658	35 378	34 917
Biological assets	5	780 527	792 939	606 378
Value added tax		-	-	120 358
Long-term receivables and prepayments	7	20 788	20 767	7 772
Deferred tax assets		6 022	25 095	21 831
<b>Total non-current assets</b>		<b>11 638 850</b>	<b>12 477 487</b>	<b>12 680 493</b>
<b>Current assets</b>				
Inventories	6	2 528 059	5 117 473	4 288 120
Biological assets	5	2 242 332	425 624	2 083 150
Trade accounts receivable	7	771 609	607 870	525 331
Other accounts receivable and prepayments	7	863 135	1 032 787	1 304 329
Current income tax		10 634	12 551	12 315
Short-term cash deposits		7 949	18 318	13 562
Cash and cash equivalents		642 457	326 046	202 875
Non-current assets held for sale		37 349	43 283	-
<b>Total current assets</b>		<b>7 103 524</b>	<b>7 583 952</b>	<b>8 429 682</b>
<b>Total assets</b>		<b>18 742 374</b>	<b>20 061 439</b>	<b>21 110 175</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		8 609 311	8 349 380	8 238 386
Revaluation surplus		2 081 453	2 482 363	2 646 961
Treasury shares		(119 260)	(119 260)	(119 260)
Currency translation reserve		465 127	508 868	479 060
<b>Total equity</b>		<b>11 408 092</b>	<b>11 592 812</b>	<b>11 616 608</b>
<b>Non-current liabilities</b>				
Loans and borrowings		1 872 554	15 608	3 309
Net assets attributable to non-controlling participants		26 134	24 909	30 992
Other long-term liabilities		4 230	4 093	2 839
Lease liability	4	2 662 716	2 731 803	2 674 564
Deferred tax liabilities		204 445	259 791	296 048
<b>Total non-current liabilities</b>		<b>4 770 079</b>	<b>3 036 204</b>	<b>3 007 752</b>
<b>Current liabilities</b>				
Loans and borrowings		206 365	3 874 935	4 466 519
Current portion of long-term loans and borrowings		821 487	56 943	72 238
Trade accounts payable		196 313	158 145	376 618
Current portion of lease liability	4	879 127	953 127	880 997
Current income tax		13 418	45 886	21 427
Other liabilities and accounts payable	8	447 493	343 387	668 016
<b>Total current liabilities</b>		<b>2 564 203</b>	<b>5 432 423</b>	<b>6 485 815</b>
<b>Total equity and liabilities</b>		<b>18 742 374</b>	<b>20 061 439</b>	<b>21 110 175</b>

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

(in thousands of Euros)	Notes	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		216 135	294 442	307 733
Right-of-use assets	4	107 227	142 035	140 894
Investment property		2 522	2 675	2 843
Intangible assets		1 046	1 340	1 325
Biological assets	5	23 559	30 011	23 026
Value added tax		-	-	4 570
Long-term receivables and prepayments	7	627	786	295
Deferred tax assets		182	950	829
<b>Total non-current assets</b>		<b>351 298</b>	<b>472 239</b>	<b>481 515</b>
<b>Current assets</b>				
Inventories	6	76 307	193 681	162 831
Biological assets	5	67 681	16 109	79 103
Trade accounts receivable	7	23 289	23 007	19 948
Other accounts receivable and prepayments	7	26 052	39 086	49 528
Current income tax		321	475	468
Short-term cash deposits		240	693	515
Cash and cash equivalents		19 391	12 340	7 704
Non-current assets held for sale		1 127	1 638	-
<b>Total current assets</b>		<b>214 408</b>	<b>287 029</b>	<b>320 097</b>
<b>Total assets</b>		<b>565 706</b>	<b>759 268</b>	<b>801 612</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		505 731	492 290	484 572
Revaluation surplus		94 290	112 451	121 689
Treasury shares		(5 527)	(5 527)	(5 527)
Currency translation reserve		(306 048)	(216 347)	(215 509)
<b>Total equity</b>		<b>344 334</b>	<b>438 755</b>	<b>441 113</b>
<b>Non-current liabilities</b>				
Loans and borrowings		56 520	591	126
Net assets attributable to non-controlling participants		789	943	1 177
Other long-term liabilities		128	155	108
Lease liability	4	80 370	103 391	101 561
Deferred tax liabilities		6 171	9 832	11 242
<b>Total non-current liabilities</b>		<b>143 978</b>	<b>114 912</b>	<b>114 214</b>
<b>Current liabilities</b>				
Loans and borrowings		6 229	146 656	169 607
Current portion of long-term loans and borrowings		24 795	2 155	2 743
Trade accounts payable		5 925	5 985	14 301
Current portion of lease liability	4	26 535	36 073	33 454
Current income tax		405	1 736	814
Other liabilities and accounts payable	8	13 505	12 996	25 366
<b>Total current liabilities</b>		<b>77 394</b>	<b>205 601</b>	<b>246 285</b>
<b>Total equity and liabilities</b>		<b>565 706</b>	<b>759 268</b>	<b>801 612</b>

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

**CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2020**

<i>(in thousands of Ukrainian hryvnias)</i>	<i>Notes</i>	<b>2020</b> <b>(unaudited)</b>	<b>2019</b> <b>(unaudited)</b>
<b>Revenues</b>	9	<b>3 818 173</b>	2 829 749
Cost of revenues	10	<b>(3 254 180)</b>	(2 537 103)
Changes in fair value of biological assets and agricultural produce		<b>(1 043)</b>	(650 680)
<b>Gross profit</b>		<b>562 950</b>	(358 034)
Other operating income		<b>556</b>	13 864
General and administrative expense	11	<b>(181 232)</b>	(201 621)
Selling and distribution expense	12	<b>(209 859)</b>	(312 165)
Other operating expense	13	<b>(92 777)</b>	(86 963)
<b>Profit/(loss) from operations</b>		<b>79 638</b>	(944 919)
Interest expense on lease liability	14	<b>(166 443)</b>	(175 582)
Finance costs	14	<b>(71 958)</b>	(126 816)
Foreign currency exchange (loss)/gain		<b>(191 881)</b>	354 473
Finance income	14	<b>1 453</b>	14 922
Other income		<b>11 368</b>	641
<b>Loss before tax</b>		<b>(337 823)</b>	(877 281)
Income tax (expense)/credit		<b>(47 267)</b>	60 668
<b>Net loss</b>		<b>(385 090)</b>	(816 613)
<b>Net loss attributable to:</b>			
Equity holders of the parent company		<b>(385 090)</b>	(816 613)
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 310</b>	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Ukrainian hryvnias)		<b>(15,84)</b>	(33,59)

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

**CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2020**

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>2020</b>	<b>2019</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Revenues</b>	9	<b>118 419</b>	100 528
Cost of revenues	10	<b>(100 927)</b>	(90 115)
Changes in fair value of biological assets and agricultural produce		<b>(32)</b>	(21 393)
<b>Gross profit</b>		<b>17 460</b>	(10 980)
Other operating income		<b>17</b>	445
General and administrative expense	11	<b>(5 621)</b>	(7 194)
Selling and distribution expense	12	<b>(6 509)</b>	(11 102)
Other operating expense	13	<b>(2 877)</b>	(3 046)
<b>Profit/(loss) from operations</b>		<b>2 470</b>	(31 877)
Interest expense on lease liability	14	<b>(5 053)</b>	(6 420)
Finance costs	14	<b>(2 226)</b>	(4 488)
Foreign currency exchange (loss)/gain		<b>(5 951)</b>	12 614
Finance income	14	<b>39</b>	513
Other income		<b>353</b>	22
<b>Loss before tax</b>		<b>(10 368)</b>	(29 636)
Income tax (expense)/credit		<b>(1 721)</b>	2 159
<b>Net loss</b>		<b>(12 089)</b>	(27 477)
<b>Net loss attributable to:</b>			
Equity holders of the parent company		<b>(12 089)</b>	(27 477)
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 310</b>	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Euros)		<b>(0,50)</b>	(1,13)

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.



**CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020**

<i>(in thousands of Ukrainian hryvnias)</i>	<i>Notes</i>	<b>2020</b> <b>(unaudited)</b>	<b>2019</b> <b>(unaudited)</b>
<b>Revenues</b>	9	<b>8 712 241</b>	9 686 120
Cost of revenues	10	<b>(7 258 874)</b>	(8 712 795)
Changes in fair value of biological assets and agricultural produce		<b>971 770</b>	802 042
<b>Gross profit</b>		<b>2 425 137</b>	1 775 367
Other operating income		<b>61 156</b>	59 901
General and administrative expense	11	<b>(516 449)</b>	(537 191)
Selling and distribution expense	12	<b>(627 911)</b>	(865 012)
Other operating expense	13	<b>(224 687)</b>	(189 721)
<b>Profit from operations</b>		<b>1 117 246</b>	243 344
Interest expense on lease liability	14	<b>(534 915)</b>	(524 188)
Other finance costs	14	<b>(214 579)</b>	(418 913)
Foreign currency exchange (loss)/gain		<b>(529 840)</b>	659 619
Finance income	14	<b>8 416</b>	29 800
Other income/(loss)		<b>12 125</b>	(6 879)
<b>Loss before tax</b>		<b>(141 547)</b>	(17 217)
Income tax credit		<b>605</b>	72 457
<b>Net (loss) profit</b>		<b>(140 942)</b>	55 240
<b>Net (loss)/profit attributable to:</b>			
Equity holders of the parent company		<b>(140 942)</b>	55 240
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 310</b>	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Ukrainian hryvnias)		<b>(5,80)</b>	2,27

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

**CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020**

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>2020</b>	<b>2019</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Revenues</b>	9	<b>290 548</b>	325 711
Cost of revenues	10	<b>(241 709)</b>	(293 024)
Changes in fair value of biological assets and agricultural produce		<b>33 533</b>	27 056
<b>Gross profit</b>		<b>82 372</b>	59 743
Other operating income		<b>2 118</b>	1 965
General and administrative expense	11	<b>(17 339)</b>	(18 241)
Selling and distribution expense	12	<b>(21 282)</b>	(29 170)
Other operating expense	13	<b>(7 543)</b>	(6 388)
<b>Profit from operations</b>		<b>38 326</b>	7 909
Interest expense on lease liability	14	<b>(17 933)</b>	(17 935)
Other finance costs	14	<b>(7 221)</b>	(14 083)
Foreign currency exchange (loss)/gain		<b>(18 577)</b>	22 728
Finance income	14	<b>283</b>	1 002
Other income/(loss)		<b>383</b>	(229)
<b>Loss before tax</b>		<b>(4 739)</b>	(608)
Income tax credit		<b>20</b>	2 535
<b>Net (loss) profit</b>		<b>(4 719)</b>	1 927
<b>Net (loss)/profit attributable to:</b>			
Equity holders of the parent company		<b>(4 719)</b>	1 927
Weighted average basic and diluted shares outstanding (in thousands of shares)		<b>24 310</b>	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Euros)		<b>(0,19)</b>	0,08

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

<i>(in thousands of Ukrainian hryvnias)</i>	2020 <b>(unaudited)</b>	2019 <b>(unaudited)</b>
<b>(Loss)/Profit for the period</b>	<b>(140 942)</b>	55 240
<b>Other comprehensive (loss)/income</b>		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Translation difference	<b>(43 741)</b>	(40 356)
<b>Net other comprehensive loss to be reclassified to profit or loss in subsequent periods</b>	<b>(43 741)</b>	(40 356)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>		
Decrease of revaluation reserve	<b>(45)</b>	-
Income tax effect	<b>8</b>	-
<b>Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods</b>	<b>(37)</b>	-
<b>Total other comprehensive loss</b>	<b>(43 778)</b>	(40 356)
<b>Total comprehensive (loss)/income</b>	<b>(184 720)</b>	14 884
<b>Attributable to:</b>		
Equity holders of the parent	<b>(184 720)</b>	14 884
<b>Total comprehensive (loss)/income for nine months as at 30 September</b>	<b>(184 720)</b>	14 884

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

<i>(in thousands of Euros)</i>	2020	2019
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>(Loss)/Profit for the period</b>	<b>(4 719)</b>	1 927
<b>Other comprehensive (loss)/income</b>		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Translation difference	<b>(89 701)</b>	73 364
<b>Net other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods</b>	<b>(89 701)</b>	73 364
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>		
Decrease of revaluation reserve	<b>(1)</b>	-
Income tax effect	<b>0</b>	-
<b>Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods</b>	<b>(1)</b>	-
<b>Total other comprehensive (loss)/income</b>	<b>(89 702)</b>	73 364
<b>Total comprehensive (loss)/income</b>	<b>(94 421)</b>	75 291
<b>Attributable to:</b>		
Equity holders of the parent	<b>(94 421)</b>	75 291
<b>Total comprehensive (loss)/income for nine months as at 30 September</b>	<b>(94 421)</b>	75 291

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	2020 (unaudited)	2019 (unaudited)
<b>Operating activities</b>			
Loss before tax		(141 547)	(17 217)
<i>Adjustments for:</i>			
Depreciation and amortization		1 297 482	1 354 068
Allowance for trade and other accounts receivable		31 784	-
Loss on disposal of property, plant and equipment	13	59 964	47 114
Write down of inventories		2 000	3 009
VAT written off	13	9 923	16 771
Interest income	14	(5 645)	(19 644)
Other finance income	14	(2 771)	(10 156)
Interest expense	14	196 126	397 449
Other finance costs	14	17 265	25 507
Interest expense on lease liability	4,14	534 915	524 188
Changes in fair value of biological assets and agricultural produce		(971 770)	(802 042)
Recovery of assets previously written off		(23 208)	(37 530)
Net loss/(profit) attributable to non-controlling participants in limited liability company subsidiaries		1 188	(4 043)
Foreign exchange loss/(gain) on loans and borrowings, deposits		529 840	(659 619)
<i>Working capital adjustments:</i>			
Decrease in inventories		3 075 090	3 577 041
(Increase)/decrease in trade and other receivables		(169 539)	725 215
Increase in biological assets due to other changes		(1 296 994)	(1 218 473)
Increase in trade and other payables		76 300	144 495
Income taxes paid		(64 313)	(43 137)
<b>Cash flows provided by operating activities</b>		<b>3 156 090</b>	<b>4 002 996</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		(314 228)	(611 824)
Proceeds from disposal of property, plant and equipment		8 328	10 750
Interest received		5 645	19 644
Cash deposits placement		(6 894)	(23 683)
Cash deposits withdrawal		16 682	19 454
<b>Cash flows used in investing activities</b>		<b>(290 467)</b>	<b>(585 659)</b>
<b>Financing activities</b>			
Proceeds from loans and borrowings		2 207 658	1 788 415
Repayment of loans and borrowings		(3 608 323)	(4 057 868)
Payment of lease liabilities		(352 804)	(372 817)
Payment of interest on lease liabilities		(534 915)	(524 188)
Interest paid		(217 085)	(426 530)
<b>Cash flows used in financing activities</b>		<b>(2 505 469)</b>	<b>(3 592 988)</b>
Net increase/(decrease) in cash and cash equivalents		360 154	(175 651)
Cash and cash equivalents as at 1 January		326 046	418 882
Currency translation difference		(43 743)	(40 356)
<b>Cash and cash equivalents as at 30 September</b>		<b>642 457</b>	<b>202 875</b>

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

<i>(in thousands of Euros)</i>	<i>Notes</i>	<b>2020</b>	<b>2019</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Operating activities</b>			
<b>Loss before tax</b>		<b>(4 739)</b>	(608)
<i>Adjustments for:</i>			
Depreciation and amortization		<b>43 497</b>	45 678
Allowance for trade and other accounts receivable		<b>1 066</b>	-
Loss on disposal of property, plant and equipment	13	<b>2 013</b>	1 590
Write down of inventories		<b>67</b>	102
VAT written off	13	<b>333</b>	566
Interest income	14	<b>(190)</b>	(661)
Other finance income	14	<b>(93)</b>	(341)
Interest expense	14	<b>6 600</b>	13 363
Other finance costs	14	<b>581</b>	856
Interest expense on lease liability	4,14	<b>17 933</b>	17 935
Changes in fair value of biological assets and agricultural produce		<b>(33 533)</b>	(27 056)
Recovery of assets previously written off		<b>(778)</b>	(1 588)
Net loss/(profit) attributable to non-controlling participants in limited liability company subsidiaries		<b>40</b>	(136)
Foreign exchange loss/(gain) on loans and borrowings, deposits		<b>18 577</b>	(22 728)
<i>Working capital adjustments:</i>			
Decrease in inventories		<b>103 090</b>	120 668
(Increase)/decrease in trade and other receivables		<b>(5 684)</b>	24 464
Increase in biological assets due to other changes		<b>(43 481)</b>	(41 104)
Increase in trade and other payables		<b>2 558</b>	4 874
Income taxes paid		<b>(2 156)</b>	(1 455)
<b>Cash flows provided by operating activities</b>		<b>105 701</b>	134 419
<b>Investing activities</b>			
Purchase of property, plant and equipment, intangible assets and other non-current assets		<b>(10 534)</b>	(20 639)
Proceeds from disposal of property, plant and equipment		<b>279</b>	363
Interest received		<b>190</b>	661
Cash deposits placement		<b>(231)</b>	(799)
Cash deposits withdrawal		<b>559</b>	656
<b>Cash flows used in investing activities</b>		<b>(9 737)</b>	(19 758)
<b>Financing activities</b>			
Proceeds from loans and borrowings		<b>74 010</b>	60 331
Repayment of loans and borrowings		<b>(120 966)</b>	(136 889)
Payment of lease liabilities		<b>(11 827)</b>	(12 325)
Payment of interest on lease liabilities		<b>(17 933)</b>	(17 935)
Interest paid		<b>(7 278)</b>	(14 389)
<b>Cash flows used in financing activities</b>		<b>(83 994)</b>	(121 207)
Net increase/(decrease) in cash and cash equivalents		<b>11 970</b>	(6 546)
Cash and cash equivalents as at 1 January		<b>12 340</b>	13 208
Currency translation difference		<b>(4 919)</b>	1 042
<b>Cash and cash equivalents as at 30 September</b>		<b>19 391</b>	7 704

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

<i>(in thousands of Ukrainian hryvnias)</i>	Attributable to equity holders of the parent company						Total equity
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	
<b>As at 31 December 2019</b>	<b>1 663</b>	<b>369 798</b>	<b>8 349 380</b>	<b>2 482 363</b>	<b>(119 260)</b>	<b>508 868</b>	<b>11 592 812</b>
Net loss	-	-	(140 942)	-	-	-	(140 942)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(37)	-	-	(37)
Translation difference	-	-	-	-	-	(43 741)	(43 741)
Total other comprehensive loss, net of tax	-	-	-	(37)	-	(43 741)	(43 778)
Total comprehensive loss	-	-	(140 942)	(37)	-	(43 741)	(184 720)
Realisation of revaluation surplus, net of tax	-	-	400 873	(400 873)	-	-	-
<b>As at 30 September 2020</b>	<b>1 663</b>	<b>369 798</b>	<b>8 609 311</b>	<b>2 081 453</b>	<b>(119 260)</b>	<b>465 127</b>	<b>11 408 092</b>

<i>(in thousands of Euros)</i>	Attributable to equity holders of the parent company						Total equity
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	
<b>As at 31 December 2019</b>	<b>250</b>	<b>55 638</b>	<b>492 290</b>	<b>112 451</b>	<b>(5 527)</b>	<b>(216 347)</b>	<b>438 755</b>
Net loss	-	-	(4 719)	-	-	-	(4 719)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(1)	-	-	(1)
Translation difference	-	-	-	-	-	(89 701)	(89 701)
Total other comprehensive loss, net of tax	-	-	-	(1)	-	(89 701)	(89 702)
Total comprehensive loss	-	-	(4 719)	(1)	-	(89 701)	(94 421)
Realisation of revaluation surplus, net of tax	-	-	18 160	(18 160)	-	-	-
<b>As at 30 September 2020</b>	<b>250</b>	<b>55 638</b>	<b>505 731</b>	<b>94 290</b>	<b>(5 527)</b>	<b>(306 048)</b>	<b>344 334</b>

The notes on pages 25 to 46 are an integral part of these consolidated financial statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

<i>(in thousands of Ukrainian hryvnias)</i>	Attributable to equity holders of the parent company						Total equity <i>(unaudited)</i>
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	
	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	
<b>As at 1 January 2019</b>	1 663	369 798	7 757 949	3 072 158	(119 260)	519 416	11 601 724
Net profit	-	-	55 240	-	-	-	55 240
Exchange difference on translation	-	-	-	-	-	(40 356)	(40 356)
Total other comprehensive loss, net of tax	-	-	-	-	-	(40 356)	(40 356)
Total comprehensive income	-	-	55 240	-	-	(40 356)	14 884
Realisation of revaluation surplus, net of tax	-	-	425 197	(425 197)	-	-	-
<b>As at 30 September 2019</b>	1 663	369 798	8 238 386	2 646 961	(119 260)	479 060	11 616 608

<i>(in thousands of Euros)</i>	Attributable to equity holders of the parent company						Total equity <i>(unaudited)</i>
	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	
	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	
<b>As at 1 January 2019</b>	250	55 638	465 473	138 861	(5 527)	(288 873)	365 822
Net profit	-	-	1 927	-	-	-	1 927
Exchange difference on translation	-	-	-	-	-	73 364	73 364
Total other comprehensive income, net of tax	-	-	-	-	-	73 364	73 364
Total comprehensive income	-	-	1 927	-	-	73 364	75 291
Realisation of revaluation surplus, net of tax	-	-	17 172	(17 172)	-	-	-
<b>As at 30 September 2019</b>	250	55 638	484 572	121 689	(5 527)	(215 509)	441 113

The notes on pages 25 to 46 are an integral part of these 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 99.99% of the capital of LLC "Firm "Astarta-Kyiv" (Astarta-Kyiv) registered in Ukraine, which in turn controls a 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, grain and oilseeds growing, soybean processing and cattle farming. The farmlands, sugar plants and cattle operations are mainly located in the Poltava, Vinnytsia, Khmelnytsky, Chernihiv, Cherkasy and Kharkiv oblasts (administrative regions) of Ukraine. The Group's business is vertically integrated because sugar is produced primarily using own-grown sugar beet, soybeans are processed at own crushing facility and cattle farming uses in-house agricultural produce as feedstock.

#### (a) Ukrainian business environment

In 2019, the Ukrainian economy was showing signs of stabilisation after years of political and economic tensions and demonstrated sound real GDP growth of around 4% (2018: 3%), modest annual inflation of 5% (2018: 10%), and strengthening of the national currency by 5% against USD and 10% against EUR compared to previous year averages. However, in 2020 the national currency weakened its position and at the date of issue of these consolidated financial statements, the exchange rate was 28.11 UAH per USD.

Sound fiscal and monetary management, including efforts to keep current public expenditures under control, helped to reduce inflation in 2019. Strong remittances and inflows of foreign capital into the domestic bond market also helped to lower the current account deficit and support international reserves.

Ukraine remains vulnerable to external shocks and commodity price cycles due to its reliance on commodity exports.

The National Bank of Ukraine ("NBU") continued the policy of monetary easing, on back of a sustainable trend of inflation deceleration. The NBU decreased its discount rate to 6% in June 2020.

Further economic growth depends, to a large extent, upon success of the Ukrainian government in realization of planned reforms, cooperation with the International Monetary Fund ("IMF"). The IMF announced plans to extend a new multi-billion Stand-By facility aimed at preserving financial stability 2020.

In 2020, Ukraine faces major public debt repayments, which will require mobilising substantial domestic and external financing in an increasingly challenging financing environment for emerging markets. The annexation of Crimea by the Russian Federation in February 2014 and the conflict in the East of Ukraine which started in spring 2014 have not been resolved to date. The relationships between Ukraine and the Russian Federation have remained strained.

## 2 BASIS OF PREPARATION

#### (a) Statement of compliance

These condensed consolidated interim financial statements for the nine months ended 30 September 2020 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 2019 which have been prepared in accordance with IFRS.

## (b) Going Concern

These accompanying condensed consolidated interim financial statements have been prepared on a going concern basis which assumes that the Group will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

The Group operates a diversified business model that allows to balance primary agricultural activities, such as grain and oil seed growing, with processing of those crops into sugar, soybean and cattle farming products. In addition, it also has an ability to adjust its agricultural crop rotation process by focusing on the grain and oilseeds crops which have a higher profitability potential in each particular marketing year. Its sugar processing capacities are also adjusted on an annual basis depending on the market outlook, domestically and globally. The Group is constantly reviewing its variable and fixed costs and initiates projects aimed at raising its cost-efficiency. Last year it commissioned grain and oilseeds storage facilities which allow to not only store all harvest in-house but to also offer services to external parties. The Group maintains its outstanding reputation that enables it to cooperate with reputable partners.

For the nine months ended 30 September 2020 the Group's net losses totalled to UAH 141 million (EUR 5 million). As at 30 September 2020 loans and borrowings amounted to UAH 2 900 million (EUR 88 million).

For the nine months ended 30 September 2020 the Group achieved positive cash flows from operating activities of UAH 3 156 million (EUR 106 million). As at 30 September 2020 the Group had strong liquidity and its current assets exceed its current liabilities by UAH 4 539 million (EUR 137 million). This along with the other factors improved the Group's ability to service its loan portfolio.

There is a number of financial and non-financial covenants which are attached to the Group's loans and borrowings. As at 30 September the Group complied with covenants effective at the date.

There is an expectation of a sugar deficit in the global market after three years of surpluses and a decrease in the sugar beets planting area in Ukraine in 2020, which can improve business conditions for the Group in the local market.

The Group optimised its sugar beet processing by reallocating input volumes between the plants and by reducing utilisation or period of utilisation of some of processing plants to achieve maximum efficiency. The Group plans to continue taking those measures in the future by idling another sugar mill in 2020 in addition to suspending of operations of two sugar processing plants in 2018 and 2019. Also, the Group continues to fine-tune crop rotation focusing on those crops where higher margins are expected. The Group also has optimised its CAPEX investments and aims to increase utilisation of its grain and oilseed storage facilities to generate external revenues from servicing the third parties.

Based on the Group's plans for next year, the management believes that the banks will not demand accelerated repayment of the loans because of breaches of covenants in 2020. On this basis, the Group deems appropriate to prepare the consolidated financial statements on a going concern basis.

## (c) Basis of consolidation

The consolidated financial statements comprise the financial statements of the Group and its subsidiaries as at 30 September 2020. 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 2020 Astarta Holding N.V. owns shares, directly and indirectly, in a number of subsidiaries and an associate with the following percentage of ownership:

Subsidiaries	Activity	Place of business	30 September 2020 % of ownership	31 December 2019 % of ownership	30 September 2019 % of ownership
Ancor Investments Ltd	Trade and investment activities	Cyprus, Nicosia	100.00%	100.00%	100.00%
LLC Firm "Astarta-Kyiv"	Asset management	Ukraine, Kyiv	99.99%	99.99%	99.98%
LLC "APO "Tsukrovyk Poltavshchyny"	Sugar production	Ukraine, Shyshaky region	99.73%	99.73%	99.72%
LLC "Agricultural company "Dovzhenko"	Agricultural	Ukraine, Shyshaky region	99.99%	99.99%	99.98%
LLC "Shyshaki combined forage factory"	Fodder production	Ukraine, Shyshaky region	90.57%	90.57%	90.56%
LLC "Agricultural company "Dobrobut"	Agricultural	Ukraine, Kozelschyna region	99.99%	99.99%	99.98%
LLC "Agricultural company "Musievske"	Agricultural	Ukraine, Khorol region	99.99%	99.99%	99.98%
LLC "Globinskiy processing factory"	Soybean processing	Ukraine, Globyne	99.99%	99.99%	99.98%
LLC "Investment company "Poltavazernoproduct"	Agricultural	Ukraine, Globyne	99.99%	99.99%	99.98%
LLC "List-Ruchky"	Agricultural	Ukraine, Hadiach region	74.99%	74.99%	74.99%
LLC "Agropromgaz"	Trade	Ukraine, Kyiv	99.97%	99.97%	99.95%
LLC "Khmilnitske"	Agricultural	Ukraine, Khmilnyk region	99.99%	99.99%	99.98%
LLC "Volochnysk-Agro"	Agricultural	Ukraine, Volochnysk region	99.99%	99.99%	99.98%
LLC "Kobelyatskiy combined forage factory" **	Fodder production	Ukraine, Kobeliaky region	0.00%	98.60%	98.59%
LLC "Agricultural company "Astarta Prykhorollia"	Agricultural	Ukraine, Khorol region	99.99%	99.99%	99.98%
LLC "Agricultural company "Lan" *	Agricultural	Ukraine, Kobeliaky region	99.99%	99.99%	99.98%
LLC "Nika"	Agricultural	Ukraine, Chutove region	99.99%	99.99%	99.98%
LLC "Zhytnytsya Podillya"	Agricultural	Ukraine, Krasyliv region	97.00%	97.00%	96.98%
LLC "Astarta Service" ***	Research and development	Ukraine, Shyshaky region	99.99%	99.99%	99.98%
LLC "Agrosvit Savyntsi"	Agricultural	Ukraine, Balakliia region	99.99%	99.99%	99.98%
ALC "Novoivanivskiy sugar plant"	Sugar production	Ukraine, Kolomak region	95.10%	95.10%	95.09%
LLC "Investpromgaz" **	Trade	Ukraine, Kyiv	0.00%	99.99%	99.98%
LLC "Tsukragromprom"	Trade	Ukraine, Kyiv	99.99%	99.99%	99.98%
LLC "Zerno-Agrotrade"	Trade	Ukraine, Kyiv	99.99%	99.99%	99.98%
LLC "Novoorzhytskiy sugar plant"	Sugar production	Ukraine, Orzhytsia region	99.99%	99.99%	99.98%
LLC "APK Savynska"	Sugar production	Ukraine, Balakliia region	99.99%	99.99%	99.98%
LLC "Kochubeyivske" *	Trade	Ukraine, Dykanka region	0.00%	59.71%	59.71%
LLC "Globinskiy bioenergetichnyy complex" PE "TMG"	Sugar production	Ukraine, Globyne	99.99%	99.99%	99.98%
PE "TMG"	Agricultural	Ukraine, Valky region	99.99%	99.99%	99.98%
LLC "Eco Energy"	Agricultural	Ukraine, Chernihiv region	99.99%	99.99%	99.98%
ALLC "Lyaschivka"	Agricultural	Ukraine, Chornobai region	99.99%	99.99%	99.98%
LLC "Agri Chain"	Research and development	Ukraine, Kyiv	99.99%	99.99%	99.98%
ALC "Narkevitskiy sugar plant"	Sugar production	Ukraine, Volochnysk region	99.99%	99.99%	99.98%
PJSC "Ukrainian Agro-Insurance Company"	Insurance	Ukraine, Cherkasy	99.99%	99.99%	99.98%
Astarta Trading GmbH	Trade	Switzerland, Zug	100.00%	100.00%	100.00%
LLC "Pochayna-Office"	Asset management	Ukraine, Kyiv	99.99%	99.99%	99.98%

\* LLC "Kochubeyivske" as at 30 September 2020 was liquidated. LLC "Agricultural company "Lan" as at 30 September 2020 was under liquidation.

\*\* As at 30 September 2020, LLC "Kobelyatskiy combined forage factory" was under liquidation, and their assets were transferred to LLC "Zerno-Agrotrade".

As at 30 September 2020, LLC "Investpromgaz" was disposed to third party.

\*\*\* In February 2020, LLC "Astarta-Selektsiya" changed its legal name to LLC "Astarta Service".

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

#### (d) Basis of accounting

The consolidated financial statements are prepared on a historical cost basis, except for buildings and machines and equipment classified as property, plant and equipment, biological assets and available for sale investments stated at fair value and agricultural produce stated at cost which is determined as fair value less estimated costs to sell at the point of harvest.

#### (e) 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. Income and expense items are translated at the average exchange rates for the period, unless the exchange rates fluctuate significantly during that period, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are recognized in other comprehensive income and accumulated in Currency translation reserve.

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		
	2020	2019	30 September 2020	31 December 2019	30 September 2019
EUR	29.83	29.64	33.13	26.42	26.33
USD	26.53	26.37	28.30	23.69	24.08

The average exchange rates for each period are calculated as the arithmetic mean of the exchange rates for all trading days during this period. The sources of exchange rates are the official rates set by the National Bank of Ukraine.

All foreign exchange gain or loss that occurs on revaluation of monetary balances, presented in foreign currencies, is allocated as a separate line in the Consolidated Income Statement.

### 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 2019.

#### (a) New and amended standards and interpretations adopted

The following standards and amendments became effective from 1 January 2020, but did not have any material impact on the Group:

- Amendments to References to Conceptual Framework in IFRS Standards
- Amendments to IFRS 9, IAS 39 and IFRS 7 – Interest rate benchmark reform
- Amendments to IAS 1 and IAS 8 – Definition of Material

#### (b) New and amended standards and interpretations not yet adopted

The Group has not adopted the following new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 1 January 2021 or later:

<i>Effective for annual period beginning on or after in EU</i>	
International Financial Reporting Standards (“IFRS”)	
▪ IFRS 17 Insurance Contracts	not yet endorsed
Amendments to existing standards and interpretations	
▪ Amendments to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	not endorsed
▪ Amendments to IFRS 3 – Definition of a business	not yet endorsed
▪ Classification of liabilities as current or non-current – Amendments to IAS 1 (issued on 23 January 2020 and effective for annual periods beginning on or after 1 January 2022)	not yet endorsed

Unless otherwise described above, the new standards and interpretations are not expected to affect significantly the Group’s consolidated financial statements.

**4 RIGHT-OF-USE ASSET AND LEASE LIABILITY***(i) Amounts recognised in the consolidated statement of financial position*

The consolidated statement of financial position shows the following amounts relating to leases:

<i>(in thousands of Ukrainian hryvnias)</i>	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>Right-of-use assets</b>			
Land	3 287 283	3 488 418	3 527 272
Office premises	190 113	170 447	87 719
Agriculture equipment	67 971	81 159	78 560
Warehouse	7 173	12 833	16 835
	<b>3 552 540</b>	<b>3 752 857</b>	<b>3 710 386</b>
<b>Lease liabilities</b>			
Non-current	2 662 716	2 731 803	2 674 564
Current portion	879 127	953 127	880 997
	<b>3 541 843</b>	<b>3 684 930</b>	<b>3 555 561</b>

<i>(in thousands of Euros)</i>	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>Right-of-use assets</b>			
Land	99 220	132 027	133 941
Office premises	5 738	6 451	3 331
Agriculture equipment	2 052	3 072	2 983
Warehouse	217	485	639
	<b>107 227</b>	<b>142 035</b>	<b>140 894</b>
<b>Lease liabilities</b>			
Non-current	80 370	103 391	101 561
Current portion	26 535	36 073	33 454
	<b>106 905</b>	<b>139 464</b>	<b>135 015</b>

Additions to the right-of-use assets during the 9 months 2020 financial year were UAH 268,456 thousand or EUR 9,000 thousand (9 months 2019: UAH 704,982 thousand or EUR 23,782 thousand).



**(ii) Amounts recognised in the consolidated income statement**

The consolidated income statement shows the following amounts relating to leases:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2020</b> <b>(unaudited)</b>	<b>2019</b> <b>(unaudited)</b>	<b>2020</b> <b>(unaudited)</b>	<b>2019</b> <b>(unaudited)</b>
<b>Depreciation charge of right-of-use assets</b>				
Land	410 761	435 804	14 174	14 701
Office premises	8 795	14 424	295	490
Agriculture equipment	6 117	7 775	211	262
Warehouse	9 409	8 994	319	303
Interest expense on lease liabilities (cost of disposal included)	534 915	524 188	17 933	17 935
Expenses relating to short-term leases (included in operating expense)	12 530	10 020	432	338
Expenses relating to variable lease payments not included in the measurement of lease liabilities (included in operating expenses)	34 784	24 400	1 200	823

The total cash outflow for leases for 9 months 2020 was UAH 887,719 thousand (9 months 2019: UAH 897,005 thousand) or EUR 29,760 thousand (9 months 2019: EUR 30,260 thousand), including cash outflow for land lease in amount of UAH 834,226 thousand (9 months 2019: 833,516 thousand) or EUR 27,967 thousand (9 months 2019: EUR 28,118 thousand) and are classified as finance activities in the consolidated statement of cash flows.

**(iii) The Group's leasing activities and how these are accounted for**

The Group leases land, office premises and warehouses for operating activities. Land lease contracts are typically made for fixed periods of 1 to 49 years. Lease contracts for office premises are made for 3 years, but management considers usage period for office premises of 7 years. Warehouse lease contracts are typically made for fixed periods less than 12 months, management considers usage period for some warehouses of 3 years, other premises are used by the Group for current storage of finished goods and the Group has no intentions to extend the lease. Lease payment associated with short-term lease are recognized as an expense as occurred. Lease terms are negotiated on an individual basis and contain a range of different terms and conditions.

The lease agreements do not impose any covenants, but leased assets may not be used as security for borrowing purposes.

**5 BIOLOGICAL ASSETS**

Biological assets consist of current biological assets (crops) and non-current biological assets (livestock).

Livestock include cattle and other livestock. Cattle consist of dairy livestock with an average yearly lactation period of six months, immature cattle and cattle intended for sale. Other livestock mainly represent pigs, horses and sheep. The valuation of the biological assets is within level 3 of the fair value hierarchy.



As at 30 September biological assets comprise the following groups:

(in thousands of Ukrainian hryvnias)

	30 September 2020		31 December 2019		30 September 2019	
	Units	Amount	Units	Amount	Units	Amount
	(unaudited)		(audited)		(unaudited)	
<b>Non-current biological assets:</b>						
Cattle	21 977	780 339	23 266	792 603	24 415	606 038
Other livestock		188		336		340
		780 527		792 939		606 378
<b>Current biological assets</b>						
<b>Crops:</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Sugar beet	30 402	881 407	-	-	27 238	679 719
Corn	48 945	1 153 356	-	-	45 004	1 219 890
Winter wheat	46 780	103 295	47 678	425 624	47 591	143 168
Soy	485	8 730	-	-	1 545	16 213
Sunflower	1 944	45 718	-	-	1 490	24 160
Rapeseeds	7 260	49 826	-	-	-	-
	135 796	2 242 332	47 678	425 624	122 868	2 083 150
<b>Total biological assets</b>		3 022 859		1 218 563		2 689 528

(in thousands of Euros)

	30 September 2020		31 December 2019		30 September 2019	
	Units	Amount	Units	Amount	Units	Amount
	(unaudited)		(audited)		(unaudited)	
<b>Non-current biological assets:</b>						
Cattle	21 977	23 553	23 266	29 998	24 415	23 013
Other livestock		6		13		13
		23 559		30 011		23 026
<b>Current biological assets</b>						
<b>Crops:</b>	<b>Hectares</b>		<b>Hectares</b>		<b>Hectares</b>	
Sugar beet	30 402	26 604	-	-	27 238	25 811
Corn	48 945	34 812	-	-	45 004	46 323
Winter wheat	46 780	3 118	47 678	16 109	47 591	5 436
Soy	485	264	-	-	1 545	616
Sunflower	1 944	1 380	-	-	1 490	917
Rapeseeds	7 260	1 503	-	-	-	-
	135 796	67 681	47 678	16 109	122 868	79 103
<b>Total biological assets</b>		91 240		46 120		102 129

## 6 INVENTORIES

Inventories as at 30 September are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 September 2020	31 December 2019	30 September 2019
	(unaudited)	(audited)	(unaudited)
<b>Finished goods:</b>			
Agricultural produce	909 800	1 529 653	1 683 372
Sugar products	114 512	2 091 348	589 211
Soybean processing	77 548	142 602	120 087
Cattle farming	1 214	1 525	1 673
	<b>1 103 074</b>	<b>3 765 128</b>	<b>2 394 343</b>
<b>Raw materials and consumables for:</b>			
Sugar production	483 031	49 275	580 673
Agricultural produce	261 765	149 113	351 143
Consumables for joint utilization	188 162	90 998	369 001
Cattle farming	181 331	148 442	175 387
Other production	13 090	14 322	17 232
	<b>1 127 379</b>	<b>452 150</b>	<b>1 493 436</b>
<b>Investments into future crops</b>	<b>297 606</b>	<b>900 195</b>	<b>400 341</b>
	<b>2 528 059</b>	<b>5 117 473</b>	<b>4 288 120</b>

<i>(in thousands of Euros)</i>	30 September 2020	31 December 2019	30 September 2019
	(unaudited)	(audited)	(unaudited)
<b>Finished goods:</b>			
Agricultural produce	27 461	57 893	63 923
Sugar products	3 456	79 152	22 374
Soybean processing	2 341	5 397	4 560
Cattle farming	37	58	64
	<b>33 295</b>	<b>142 500</b>	<b>90 921</b>
<b>Raw materials and consumables for:</b>			
Sugar production	14 579	1 865	22 048
Agricultural produce	7 901	5 644	13 334
Consumables for joint utilization	5 679	3 444	14 012
Cattle farming	5 473	5 618	6 660
Other production	397	542	654
	<b>34 029</b>	<b>17 113</b>	<b>56 708</b>
<b>Investments into future crops</b>	<b>8 983</b>	<b>34 068</b>	<b>15 202</b>
	<b>76 307</b>	<b>193 681</b>	<b>162 831</b>

All inventories are stated at historical cost, except of agricultural produce, which is measured at fair value less costs to sell at the point of harvest. The fair value of agricultural produce was estimated based on market price as at the date of harvest and is within level 1 of the fair value hierarchy.

**7 TRADE AND OTHER ACCOUNTS RECEIVABLE AND PREPAYMENTS**

Trade and other accounts receivable and prepayments are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>Long-term receivables and prepayments</b>			
Advances to suppliers	6 923	7 089	7 253
Other long-term receivables	13 865	13 678	519
	<b>20 788</b>	<b>20 767</b>	<b>7 772</b>
<b>Current accounts receivable and prepayments</b>			
Trade receivables	829 641	678 744	580 136
Less credit loss allowance	(58 032)	(70 874)	(54 805)
	<b>771 609</b>	<b>607 870</b>	<b>525 331</b>
Prepayments and other non-financial assets:			
VAT recoverable and prepaid	668 298	922 433	1 128 884
Advances to suppliers	164 067	146 954	215 480
Less allowance	(9 063)	(65 695)	(65 956)
	<b>823 302</b>	<b>1 003 692</b>	<b>1 278 408</b>
Other financial assets:			
Government bonds	29 734	12 827	19 930
Other receivables	112 779	18 386	15 025
Less credit loss allowance	(102 680)	(2 118)	(9 034)
	<b>39 833</b>	<b>29 095</b>	<b>25 921</b>
	<b>863 135</b>	<b>1 032 787</b>	<b>1 304 329</b>
	<b>1 634 744</b>	<b>1 640 657</b>	<b>1 829 660</b>

<i>(in thousands of Euros)</i>	30 September 2020 (unaudited)	31 December 2019 (audited)	30 September 2019 (unaudited)
<b>Long-term receivables and prepayments</b>			
Advances to suppliers	209	268	276
Other long-term receivables	418	518	19
	<b>627</b>	<b>786</b>	<b>295</b>
<b>Current accounts receivable and prepayments</b>			
Trade receivables	25 041	25 689	22 029
Less credit loss allowance	(1 752)	(2 682)	(2 081)
	<b>23 289</b>	<b>23 007</b>	<b>19 948</b>
Prepayments and other non-financial assets:			
VAT recoverable and prepaid	20 171	34 912	42 867
Advances to suppliers	4 952	5 562	8 182
Less allowance	(274)	(2 486)	(2 505)
	<b>24 849</b>	<b>37 988</b>	<b>48 544</b>
Other financial assets:			
Government bonds	897	485	757
Other receivables	3 405	693	570
Less credit loss allowance	(3 099)	(80)	(343)
	<b>1 203</b>	<b>1 098</b>	<b>984</b>
	<b>26 052</b>	<b>39 086</b>	<b>49 528</b>
	<b>49 341</b>	<b>62 093</b>	<b>69 476</b>

**8 OTHER LIABILITIES AND ACCOUNTS PAYABLE**

Other accounts payable as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	30 September 2020	31 December 2019	30 September 2019
	(unaudited)	(audited)	(unaudited)
<b>Other liabilities:</b>			
Advances received from customers	63 007	117 587	164 917
VAT payable	166 457	63 777	166 553
	<b>229 464</b>	<b>181 364</b>	<b>331 470</b>
<b>Other accounts payable:</b>			
Promissory notes issued	-	-	84 316
Accrual for unused vacations	76 900	56 185	75 512
Other taxes and charges payable	50 397	37 636	57 749
Salaries payable	49 053	21 112	57 293
Payable to non-controlling participants	-	13 069	13 069
Social insurance payable	11 362	9 777	15 661
Accounts payable for property, plant and equipment	10 530	2 698	3 255
Other payables	19 787	21 546	29 691
	<b>218 029</b>	<b>162 023</b>	<b>336 546</b>
	<b>447 493</b>	<b>343 387</b>	<b>668 016</b>

<i>(in thousands of Euros)</i>	30 September 2020	31 December 2019	30 September 2019
	(unaudited)	(audited)	(unaudited)
<b>Other liabilities:</b>			
Advances received from customers	1 902	4 450	6 262
VAT payable	5 024	2 414	6 325
	<b>6 926</b>	<b>6 864</b>	<b>12 587</b>
<b>Other accounts payable:</b>			
Promissory notes issued	-	-	3 202
Accrual for unused vacations	2 321	2 126	2 867
Other taxes and charges payable	1 521	1 424	2 193
Salaries payable	1 481	799	2 176
Payable to non-controlling participants	-	495	496
Social insurance payable	343	370	595
Accounts payable for property, plant and equipment	318	102	124
Other payables	595	816	1 126
	<b>6 579</b>	<b>6 132</b>	<b>12 779</b>
	<b>13 505</b>	<b>12 996</b>	<b>25 366</b>

## 9 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>	
	2020	2019	2020	2019
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Sugar production	996 480	894 162	30 905	31 820
Crops	2 088 055	1 243 364	64 760	44 075
Soybean processing products	456 576	428 270	14 161	15 240
Cattle farming	236 878	231 056	7 347	8 222
Other sales	40 184	32 897	1 246	1 171
	<b>3 818 173</b>	<b>2 829 749</b>	<b>118 419</b>	<b>100 528</b>

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

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2020	2019	2020	2019
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Sugar production	2 611 519	2 578 182	87 093	86 809
Crops	3 636 852	4 394 013	121 287	147 522
Soybean processing products	1 605 885	1 827 849	53 555	61 545
Cattle farming	750 929	740 900	25 043	24 947
Other sales	107 056	145 176	3 570	4 888
	<b>8 712 241</b>	<b>9 686 120</b>	<b>290 548</b>	<b>325 711</b>

## 10 COST OF REVENUES

Cost of revenues for the three months ended 30 September by product is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2020	2019	2020	2019
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Sugar production	817 179	849 531	25 344	30 231
Crops	1 821 594	1 121 458	56 496	39 738
Soybean processing products	398 972	368 412	12 374	13 110
Cattle farming	178 888	193 193	5 548	6 875
Other sales	37 547	4 509	1 165	160
	<b>3 254 180</b>	<b>2 537 103</b>	<b>100 927</b>	<b>90 115</b>

Cost of revenues include effect of fair value measurement of agricultural produce in amount of UAH 394,703 thousand or EUR 12,426 thousand (2019: UAH 435,254 thousand or EUR 15,429 thousand).

Cost of revenues for the nine months ended 30 September by product is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Sugar production	<b>2 163 644</b>	2 381 593	<b>72 046</b>	80 207
Crops	<b>3 031 495</b>	4 077 652	<b>100 944</b>	136 923
Soybean processing products	<b>1 378 024</b>	1 541 845	<b>45 886</b>	51 926
Cattle farming	<b>584 050</b>	600 126	<b>19 448</b>	20 211
Other sales	<b>101 661</b>	111 579	<b>3 385</b>	3 757
	<b>7 258 874</b>	8 712 795	<b>241 709</b>	293 024

Cost of revenues include effect of fair value measurement of agricultural produce in amount of UAH 782,474 thousand or EUR 26,056 thousand (2019: UAH 1,373,930 thousand or EUR 46,276 thousand).

## 11 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>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Salary and related charges	<b>95 973</b>	111 316	<b>2 906</b>	3 995
Depreciation	<b>26 841</b>	49 890	<b>855</b>	1 745
Professional services	<b>25 839</b>	16 894	<b>813</b>	609
Taxes other than corporate income tax	<b>3 683</b>	11 647	<b>117</b>	400
Fuel and other materials	<b>3 383</b>	4 744	<b>104</b>	170
Other	<b>25 513</b>	7 130	<b>826</b>	275
	<b>181 232</b>	201 621	<b>5 621</b>	7 194

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>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
Salary and related charges	<b>324 374</b>	315 277	<b>10 890</b>	10 706
Professional services	<b>64 792</b>	49 671	<b>2 175</b>	1 687
Depreciation	<b>60 691</b>	100 427	<b>2 038</b>	3 410
Fuel and other materials	<b>10 976</b>	13 573	<b>369</b>	461
Taxes other than corporate income tax	<b>8 077</b>	16 738	<b>271</b>	568
Other	<b>47 539</b>	41 505	<b>1 596</b>	1 409
	<b>516 449</b>	537 191	<b>17 339</b>	18 241

**12 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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
Transportation	115 002	171 224	3 578	6 128
Storage and logistics	50 232	72 672	1 539	2 571
Salary and related charges	23 425	25 805	740	912
Depreciation	9 403	21 273	305	733
Fuel and other materials	5 345	8 453	166	298
Professional services	1 552	6 367	45	223
Customs duties and services	1 116	2 480	31	90
Other	3 784	3 891	105	147
	<b>209 859</b>	<b>312 165</b>	<b>6 509</b>	<b>11 102</b>

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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
Transportation	336 354	512 858	11 400	17 295
Storage and logistics	163 217	188 293	5 532	6 350
Salary and related charges	60 464	66 584	2 049	2 245
Depreciation	18 672	34 430	633	1 161
Fuel and other materials	16 273	21 508	552	725
Professional services	7 104	14 442	241	487
Customs duties and services	5 378	8 752	182	295
Other	20 449	18 145	693	612
	<b>627 911</b>	<b>865 012</b>	<b>21 282</b>	<b>29 170</b>

**13 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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
Allowance for other accounts receivable	31 784	-	1 067	-
Loss on disposal of property, plant and equipment	17 764	26 186	520	909
Depreciation	11 108	11 995	311	444
Charity and social expenses	10 650	15 746	301	544
Other salary and related charges	6 411	6 917	200	251
VAT written off	3 509	10 144	106	350
Other	11 551	15 975	372	548
	<b>92 777</b>	<b>86 963</b>	<b>2 877</b>	<b>3 046</b>

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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
Loss on disposal of property, plant and equipment	59 964	47 114	2 013	1 590
Depreciation	45 283	47 698	1 520	1 606
Charity and social expenses	42 195	28 246	1 417	951
Allowance for other accounts receivable	31 784	-	1 067	-
Other salary and related charges	14 956	22 055	502	743
VAT written off	9 923	16 771	333	566
Other	20 582	27 837	691	932
	<b>224 687</b>	<b>189 721</b>	<b>7 543</b>	<b>6 388</b>

## 14 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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
<b>Finance costs</b>				
Interest expense				
Bank loans	(59 982)	(118 491)	(1 835)	(4 198)
Borrowings from non-financial institutions	(1 107)	(481)	(35)	(17)
	<b>(61 089)</b>	<b>(118 972)</b>	<b>(1 870)</b>	<b>(4 215)</b>
Net profit attributable to non-controlling interests of limited liability company subsidiaries	(2 311)	3 717	(79)	125
Interest expense on lease liability	(166 443)	(175 582)	(5 053)	(6 420)
Other finance costs	(8 558)	(11 561)	(277)	(398)
<b>Total finance costs</b>	<b>(238 401)</b>	<b>(302 398)</b>	<b>(7 279)</b>	<b>(10 908)</b>
<b>Finance income</b>				
Interest income	554	5 303	12	190
Other finance income	899	9 619	27	323
<b>Total finance income</b>	<b>1 453</b>	<b>14 922</b>	<b>39</b>	<b>513</b>



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>	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
<b>Finance costs</b>				
Interest expense				
Bank loans	(193 252)	(395 385)	(6 503)	(13 294)
Borrowings from non-financial institutions	(2 874)	(2 064)	(97)	(69)
	<b>(196 126)</b>	<b>(397 449)</b>	<b>(6 600)</b>	<b>(13 363)</b>
Net profit attributable to non-controlling interests of limited liability company subsidiaries	(1 188)	4 043	(40)	136
Interest expense on lease liability	(534 915)	(524 188)	(17 933)	(17 935)
Other finance costs	(17 265)	(25 507)	(581)	(856)
	<b>(749 494)</b>	<b>(943 101)</b>	<b>(25 154)</b>	<b>(32 018)</b>
<b>Finance income</b>				
Interest income	5 645	19 644	190	661
Other finance income	2 771	10 156	93	341
	<b>8 416</b>	<b>29 800</b>	<b>283</b>	<b>1 002</b>

## 15 SEGMENT REPORTING

At 30 September 2020 and 2019, the group is organized into four main operating/ reportable segments:

- production and wholesale distribution of sugar (sugar production)
- growing and selling grain and oilseeds crops (agriculture)
- dairy cattle farming (cattle farming)
- soybean processing

Other Group operations mainly comprise the production and sales of fodder and gas. Neither of these constitutes a separately reportable segment.

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

Revenues from external customers are derived primarily from the sales of sugar, crops, soybean processing and cattle farming products and 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 consolidated 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 consolidated financial statements. Liabilities are allocated based on the operations of the segment.

All unallocated items relate to overall Group's operational activity and may not be allocated to the identified reporting segments.

The segment information for the nine months ended 30 September 2020 is as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	Sugar production		Agriculture		Cattle farming		Soybean processing		Unallocated		Total	
	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)	2020 (unaudited)	2019 (unaudited)
<b>Revenues from external customers</b>	<b>2 611 519</b>	2 578 182	<b>3 636 852</b>	4 394 013	<b>750 929</b>	740 900	<b>1 605 885</b>	1 827 849	<b>107 056</b>	145 176	<b>8 712 241</b>	9 686 120
Inter-segment revenues	-	-	<b>424 887</b>	571 203	-	-	-	-	-	-	<b>424 887</b>	571 203
<b>Cost of revenues</b>	<b>(2 163 644)</b>	(2 381 593)	<b>(3 031 495)</b>	(4 077 652)	<b>(584 050)</b>	(600 126)	<b>(1 378 024)</b>	(1 541 845)	<b>(101 661)</b>	(111 579)	<b>(7 258 874)</b>	(8 712 795)
Inter-segment cost of revenues	<b>(101 849)</b>	(233 218)	-	-	<b>(323 038)</b>	(337 985)	-	-	-	-	<b>(424 887)</b>	(571 203)
Changes in fair value of biological assets and agricultural produce	-	-	<b>963 892</b>	714 847	<b>7 878</b>	87 195	-	-	-	-	<b>971 770</b>	802 042
<b>Gross profit</b>	<b>447 875</b>	196 589	<b>1 569 249</b>	1 031 208	<b>174 757</b>	227 969	<b>227 861</b>	286 004	<b>5 395</b>	33 597	<b>2 425 137</b>	1 775 367
Other operating income	<b>10 008</b>	8 563	<b>40 522</b>	40 058	<b>2 622</b>	1 490	<b>48</b>	11	<b>7 956</b>	9 779	<b>61 156</b>	59 901
General and administrative expense	<b>(138 649)</b>	(147 301)	<b>(291 232)</b>	(322 781)	<b>(38 301)</b>	(34 314)	<b>(13 752)</b>	(12 479)	<b>(34 515)</b>	(20 316)	<b>(516 449)</b>	(537 191)
Selling and distribution expense	<b>(111 091)</b>	(188 582)	<b>(445 179)</b>	(546 874)	<b>(11 741)</b>	(8 686)	<b>(90 712)</b>	(112 882)	<b>30 812</b>	(7 988)	<b>(627 911)</b>	(865 012)
Other operating expense	<b>(46 452)</b>	(27 745)	<b>(94 618)</b>	(76 428)	<b>(6 960)</b>	(5 792)	<b>(10 815)</b>	(17 690)	<b>(65 842)</b>	(62 066)	<b>(224 687)</b>	(189 721)
<b>Profit/(loss) from operations</b>	<b>161 691</b>	(158 476)	<b>778 742</b>	125 183	<b>120 377</b>	180 667	<b>112 630</b>	142 964	<b>(56 194)</b>	(46 994)	<b>1 117 246</b>	243 344
Interest expense on lease liability	<b>(14 505)</b>	(16 001)	<b>(493 829)</b>	(489 504)	-	-	-	-	<b>(26 581)</b>	(18 683)	<b>(534 915)</b>	(524 188)
Foreign currency exchange (loss)/gain	<b>(183 413)</b>	261 241	<b>(339 396)</b>	302 771	-	-	<b>(30 122)</b>	96 420	<b>23 091</b>	(813)	<b>(529 840)</b>	659 619
Interest expense	<b>(60 492)</b>	(173 919)	<b>(126 222)</b>	(178 400)	-	-	<b>(7 792)</b>	(42 870)	<b>(1 620)</b>	(2 260)	<b>(196 126)</b>	(397 449)
Interest income	-	-	-	-	-	-	-	-	<b>5 645</b>	19 644	<b>5 645</b>	19 644
Other income/(expense)	-	-	-	-	-	-	-	-	<b>(3 557)</b>	(18 187)	<b>(3 557)</b>	(18 187)
<b>Profit/(Loss) before tax</b>	<b>(96 719)</b>	(87 155)	<b>(180 705)</b>	(239 950)	<b>120 377</b>	180 667	<b>74 716</b>	196 514	<b>(59 216)</b>	(67 293)	<b>(141 547)</b>	(17 217)
Income tax credit/(expense)	-	-	-	-	-	-	-	-	<b>605</b>	72 457	<b>605</b>	72 457
<b>Net profit/(loss)</b>	<b>(96 719)</b>	(87 155)	<b>(180 705)</b>	(239 950)	<b>120 377</b>	180 667	<b>74 716</b>	196 514	<b>(58 611)</b>	5 164	<b>(140 942)</b>	55 240
<b>Consolidated total assets</b>	<b>2 905 760</b>	3 883 465	<b>12 209 326</b>	13 726 025	<b>1 318 997</b>	1 194 754	<b>855 114</b>	993 128	<b>1 453 177</b>	1 312 803	<b>18 742 374</b>	21 110 175
<b>Consolidated total liabilities</b>	<b>800 103</b>	2 164 425	<b>5 955 614</b>	5 924 508	<b>6 153</b>	7 793	<b>44 233</b>	684 547	<b>528 179</b>	712 294	<b>7 334 282</b>	9 493 567
<b>Other segment information:</b>												
Depreciation and amortisation	<b>234 556</b>	267 933	<b>972 472</b>	975 490	<b>29 493</b>	35 037	<b>32 942</b>	32 720	<b>28 019</b>	42 888	<b>1 297 482</b>	1 354 068
Additions to non-current assets:												
Property, plant and equipment	<b>28 028</b>	28 140	<b>295 183</b>	423 970	<b>5 212</b>	28 797	<b>12 675</b>	11 217	<b>5 828</b>	14 332	<b>346 926</b>	506 456
Intangible assets	<b>5</b>	365	<b>1 015</b>	475	-	-	<b>56</b>	223	<b>2 245</b>	5 368	<b>3 321</b>	6 431
Right-of-use asset	<b>1 445</b>	18 007	<b>238 410</b>	686 975	-	-	-	-	<b>28 601</b>	-	<b>268 456</b>	704 982

(in thousands of Euros)	Sugar production		Agriculture		Cattle farming		Soybean processing		Unallocated		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
<b>Revenues from external customers</b>	<b>87 093</b>	86 809	<b>121 287</b>	147 522	<b>25 043</b>	24 947	<b>53 555</b>	61 545	<b>3 570</b>	4 888	<b>290 548</b>	325 711
Inter-segment revenues	-	-	<b>14 170</b>	19 232	-	-	-	-	-	-	<b>14 170</b>	19 232
<b>Cost of revenues</b>	<b>(72 046)</b>	(80 207)	<b>(100 944)</b>	(136 923)	<b>(19 448)</b>	(20 211)	<b>(45 886)</b>	(51 926)	<b>(3 385)</b>	(3 757)	<b>(241 709)</b>	(293 024)
Inter-segment cost of revenues	<b>(3 397)</b>	(7 852)	-	-	<b>(10 773)</b>	(11 380)	-	-	-	-	<b>(14 170)</b>	(19 232)
Changes in fair value of biological assets and agricultural produce	-	-	<b>33 261</b>	24 115	<b>272</b>	2 941	-	-	-	-	<b>33 533</b>	27 056
<b>Gross profit</b>	<b>15 047</b>	6 602	<b>53 604</b>	34 714	<b>5 867</b>	7 677	<b>7 669</b>	9 619	<b>185</b>	1 131	<b>82 372</b>	59 743
Other operating income	<b>347</b>	281	<b>1 403</b>	1 314	<b>91</b>	49	<b>2</b>	-	<b>275</b>	321	<b>2 118</b>	1 965
General and administrative expense	<b>(4 655)</b>	(5 002)	<b>(9 778)</b>	(10 960)	<b>(1 286)</b>	(1 165)	<b>(462)</b>	(424)	<b>(1 158)</b>	(690)	<b>(17 339)</b>	(18 241)
Selling and distribution expense	<b>(3 765)</b>	(6 359)	<b>(15 089)</b>	(18 442)	<b>(398)</b>	(293)	<b>(3 075)</b>	(3 807)	<b>1 045</b>	(269)	<b>(21 282)</b>	(29 170)
Other operating expense	<b>(1 559)</b>	(934)	<b>(3 176)</b>	(2 573)	<b>(234)</b>	(195)	<b>(363)</b>	(596)	<b>(2 211)</b>	(2 090)	<b>(7 543)</b>	(6 388)
<b>Profit/(loss) from operations</b>	<b>5 415</b>	(5 412)	<b>26 964</b>	4 053	<b>4 040</b>	6 073	<b>3 771</b>	4 792	<b>(1 864)</b>	(1 597)	<b>38 326</b>	7 909
Interest expense on lease liability	<b>(486)</b>	(547)	<b>(16 556)</b>	(16 749)	-	-	-	-	<b>(891)</b>	(639)	<b>(17 933)</b>	(17 935)
Foreign currency exchange (loss)/gain	<b>(6 431)</b>	9 001	<b>(11 900)</b>	10 432	-	-	<b>(1 056)</b>	3 322	<b>810</b>	(27)	<b>(18 577)</b>	22 728
Interest expense	<b>(2 036)</b>	(5 847)	<b>(4 247)</b>	(5 999)	-	-	<b>(262)</b>	(1 441)	<b>(55)</b>	(76)	<b>(6 600)</b>	(13 363)
Interest income	-	-	-	-	-	-	-	-	<b>190</b>	661	<b>190</b>	661
Other income/(expense)	-	-	-	-	-	-	-	-	<b>(145)</b>	(608)	<b>(145)</b>	(608)
<b>Profit/(Loss) before tax</b>	<b>(3 538)</b>	(2 805)	<b>(5 739)</b>	(8 263)	<b>4 040</b>	6 073	<b>2 453</b>	6 673	<b>(1 955)</b>	(2 286)	<b>(4 739)</b>	(608)
Income tax credit/(expense)	-	-	-	-	-	-	-	-	<b>20</b>	2 535	<b>20</b>	2 535
<b>Net profit/(loss)</b>	<b>(3 538)</b>	(2 805)	<b>(5 739)</b>	(8 263)	<b>4 040</b>	6 073	<b>2 453</b>	6 673	<b>(1 935)</b>	249	<b>(4 719)</b>	1 927
<b>Consolidated total assets</b>	<b>87 705</b>	147 467	<b>368 518</b>	521 217	<b>39 812</b>	45 368	<b>25 810</b>	37 712	<b>43 861</b>	49 848	<b>565 706</b>	801 612
<b>Consolidated total liabilities</b>	<b>24 150</b>	82 190	<b>179 760</b>	224 971	<b>186</b>	296	<b>1 335</b>	25 994	<b>15 941</b>	27 048	<b>221 372</b>	360 499
<b>Other segment information:</b>												
Depreciation and amortisation	<b>7 863</b>	9 038	<b>32 601</b>	32 903	<b>989</b>	1 182	<b>1 104</b>	1 104	<b>940</b>	1 451	<b>43 497</b>	45 678
Additions to non-current assets:												
Property, plant and equipment	<b>940</b>	949	<b>9 896</b>	14 302	<b>175</b>	971	<b>425</b>	378	<b>195</b>	483	<b>11 631</b>	17 083
Intangible assets	-	12	<b>34</b>	16	-	-	<b>2</b>	8	<b>75</b>	181	<b>111</b>	217
Right-of-use asset	<b>48</b>	607	<b>7 993</b>	23 175	-	-	-	-	<b>959</b>	-	<b>9 000</b>	23 782

**16 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 2020 as well as balances with related parties as at 30 September 2020:

<i>(in thousands of Ukrainian hryvnias )</i>	Sales to related parties:	Purchases from related parties:	Amounts owed by related parties:	Amounts owed to related parties:
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Companies under control of one of the shareholders with significant influence over the Group	115	11 688	5 946	103 830
	115	11 688	5 946	103 830

<i>(in thousands of Euros)</i>	Sales to related parties:	Purchases from related parties:	Amounts owed by related parties:	Amounts owed to related parties:
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Companies under control of one of the shareholders with significant influence over the Group	4	362	179	3 134
	4	362	179	3 134

The following table summarises transactions that have been entered into with related parties for the nine months ended 30 September 2020 as well as balances with related parties as at 30 September 2020:

<i>(in thousands of Ukrainian hryvnias )</i>	Sales to related parties:	Purchases from related parties:	Amounts owed by related parties:	Amounts owed to related parties:
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Companies under control of one of the shareholders with significant influence over the Group	890	29 179	5 946	103 830
	890	29 179	5 946	103 830

<i>(in thousands of Euros)</i>	Sales to related parties:	Purchases from related parties:	Amounts owed by related parties:	Amounts owed to related parties:
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Companies under control of one of the shareholders with significant influence over the Group	30	978	179	3 134
	30	978	179	3 134

The following table summarises transactions that have been entered into with related parties for the three months ended 30 September 2019 as well as balances with related parties as at 30 September 2019:

<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 control of one of the shareholders with significant influence over the Group	409	14 817	5 718	48 435
	409	14 817	5 718	48 435

<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 control of one of the shareholders with significant influence over the Group	15	527	217	1 839
	15	527	217	1 839

The following table summarises transactions that have been entered into with related parties for the nine months ended 30 September 2019 as well as balances with related parties as at 30 September 2019:

<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 control of one of the shareholders with significant influence over the Group	1 913	33 783	5 718	48 435
	1 913	33 783	5 718	48 435

<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 control of one of the shareholders with significant influence over the Group	65	1 140	217	1 839
	65	1 140	217	1 839

### Other transactions

As at 30 September 2020, the Group had a USD denominated loan from the entity under control of a shareholder of UAH 99,022 thousand (2019: UAH 42,867 thousand) or EUR 2,989 thousand (2019: EUR 1,628 thousand) bearing an interest of 4.5% p.a.

The Group rents an office premises from related party and has accounted these lease agreements according IFRS 16. As at 30 September 2020, the Group had the lease liability in amount of UAH 202,713 thousand or EUR 6,119 thousand and respective right-of-use asset in amount of UAH 190,113 thousand or EUR 5,738 thousand (2019: UAH 116,368 thousand or EUR 4,419 thousand and UAH 87,719 thousand or EUR 3,331 thousand respectively) (Note 4). During 9 months 2020 the Group recognized depreciation charge of right-of-use asset in amount of UAH 8,795 thousand or EUR 295 thousand as General and

administrative expenses (2019: UAH 14,424 thousand or EUR 490 thousand) (Note 4 and Note 11). During 9 months 2020 the interest expense was charged in amount of UAH 24,416 thousand or EUR 819 thousand (2019: UAH 18,406 thousand or EUR 621 thousand) (Note 4 and Note 14).

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

There are no subsequent events to mention.

Board of Directors of ASTARTA Holding N.V.

V. Ivanchyk (signed)

V. Gladkyi (signed)

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

H.Dahl (signed)

G.Mettetal (signed)

H.Arslan (signed)

10 November 2020

Amsterdam, the Netherlands



**ASTARTA**  
Holding N.V.

**CORPORATE INFORMATION LLC FIRM "ASTARTA-KYIV"**

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