



ASTARTA
Holding N.V.

INTERIM REPORT

for the period of three months ending
31 March 2021

Overview

ASTARTA's consolidated revenues amounted to EUR83m in 1Q21, 18% down y-o-y, mainly due to lower sales in the Agricultural segment which generated 18% of consolidated revenues.

Revenues in the Agricultural segment declined by 63% to EUR15m on lower sales volumes of corn. Revenues in the Sugar segment were flat at EUR29m, or 35% of the total consolidated revenues. The Soybean Processing and the Cattle Farming segments generated EUR29m and EUR9m of revenues, correspondingly, vis-à-vis EUR22m and EUR10m in 1Q20.

Gross profit decreased by 34% y-o-y to EUR20m and Gross margin from 29% to 24% as changes in biological assets per IAS41 were lower due to the later start of the planting season. Accordingly, EBITDA declined by 30% y-o-y to EUR19m and EBITDA margin from 27% to 23%. Excluding the impact of IAS41, Gross margin improved from 28% to 31% and EBITDA margin – from 26% to 31%.

Summary P&L

EURk	1Q20	1Q21
Revenues, including	101 344	82 835
<i>Agriculture</i>	39 170	14 626
<i>Sugar production</i>	28 755	28 756
<i>Soybean processing</i>	22 348	29 301
<i>Cattle farming</i>	10 042	9 159
Cost of sales, including	(81 948)	(62 276)
<i>Effect of FV remeasurement of AP</i>	(9 316)	(5 491)
Changes in FV of BA and AP*	10 469	(888)
Gross profit	29 865	19 671
<i>Gross profit margin</i>	29%	24%
EBIT	11 955	7 684
Depreciation & Amortisation	15 820	11 733
EBITDA, including	27 775	19 417
<i>Agriculture</i>	20 401	7 233
<i>Sugar production</i>	3 408	9 711
<i>Soybean processing</i>	2 891	3 189
<i>Cattle farming</i>	1 955	(454)
<i>EBITDA margin</i>	27%	23%
Interest expense on lease liability	(6 684)	(5 154)
Other finance costs	(2 658)	(1 351)
Forex gain/loss	(18 005)	394
Net profit (loss)	(13 316)	3 630
<i>Net profit (loss) margin</i>	(13%)	4%

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

Note: Hereinafter differences between totals and sums of the parts are possible due to rounding

EURk	1Q20	1Q21
Gross Profit, ex BA & AP remeasurement	28 712	26 050
<i>Gross Margin, ex BA & AP remeasurement</i>	28%	31%
EBITDA, ex BA & AP remeasurement	26 622	25 796
<i>EBITDA margin, ex BA & AP remeasurement</i>	26%	31%

Summary Cash Flows

EURk	1Q20	1Q21
Pre-tax income	(15 159)	4 271
D&A	15 820	11 733
Financial interest expenses, net	2 528	1 476
Interest on lease liability	6 684	5 154
Changes in FV of BA and AP*	(10 469)	888
Forex gain/loss	18 005	(394)
Income taxes paid	(1 498)	(683)
Working Capital changes	31 647	3 926
Other	1 446	(421)
Operating Cash Flows	49 004	25 950
Investing Cash Flows	(5 956)	704
Debt proceeds	38 054	-
Debt repayment	(36 066)	(22 816)
Finance interest paid	(3 212)	(1 067)
Land lease repayment	(11 409)	(10 483)
Financing Cash Flows	(12 633)	(34 366)

*FV - Fair Value, BA - Biological Assets, AP - Agricultural Produce

ASTARTA reported Operating Cash Flows of EUR26m versus EUR49m in 1Q20. Operating Cash Flows before Working Capital changes increased from EUR17m to EUR22m.

Summary Balance sheet

EURk	1Q20	YE20	1Q21
Right-of-use asset (mainly land)	120 025	94 178	98 464
Biological assets (non-current)	24 676	23 917	23 296
PP&E and other	253 172	199 053	206 243
Inventories, including RMI*	140 312	107 482	107 093
Biological assets (current)	35 792	21 452	28 610
AR and other	47 849	42 826	44 155
Cash and equivalents	37 910	22 448	16 416
Total Assets	659 736	511 356	524 277
Equity	362 534	337 326	362 328
Long-term loans	597	35 078	22 914
Lease liability (mainly land)	88 491	72 600	76 533
Other	8 699	5 935	5 602
Non-current liabilities	97 787	113 613	105 049
Short-term debt and similar	147 106	18 008	9 011
Current lease liability (mainly land)	29 464	25 864	25 227
Other	22 845	16 545	22 662
Current liabilities	199 415	60 417	56 900
Total equity and liabilities	659 736	511 356	524 277
EBITDA LTM	89 541	113 421	105 063
RMI*	69 594	74 074	43 047
Net debt total**	227 748	129 102	117 269
<i>ND total/EBITDA (x)</i>	<i>2.5</i>	<i>1.1</i>	<i>1.1</i>
Adjusted net debt = (ND-RMI)	158 154	55 028	74 222
<i>Adj ND/EBITDA (x)</i>	<i>1.8</i>	<i>0.5</i>	<i>0.7</i>

*RMI = Finished Goods

**Net Debt = LT and ST debt + Lease Liabilities - Cash

The Company paid down a further EUR23m of bank debt on a Cash Flow Basis.

Net Debt reduced from EUR129m as of the end of 2020 to EUR117m on back of further repayment of bank debt.

Agriculture

Share in consolidated revenues: 18%
 Segment revenues: EUR15m
 Export sales of grains (value): 85%

Sales volumes of key crops and realized prices

	1Q20	1Q20	1Q21	1Q21
	kt	EUR/t	kt	EUR/t
Wheat	3	166	4	234
Corn	236	162	73	166
Sunseeds	-	-	4	334

Financial results

EURk	1Q20	1Q21
Revenues, including	39 170	14 626
<i>Corn</i>	38 155	12 038
<i>Wheat</i>	566	900
<i>Sunseeds</i>	-	1 200
Cost of sales, including	(30 411)	(12 061)
<i>Lease depreciation</i>	(5 045)	(3 856)
Changes in FV of BA & AP*	9 945	1 465
Gross profit	18 704	4 030
<i>Gross profit margin</i>	48%	28%
G&A expenses	(3 250)	(2 823)
S&D expenses	(6 126)	(2 048)
Other operating expenses	(661)	(844)
EBIT	8 667	(1 685)
EBITDA	20 401	7 233
<i>EBITDA margin</i>	52%	49%
Interest on lease liability	(6 184)	(4 780)
CAPEX	(6 862)	(3 060)
CF land lease liability	(10 827)	(9 884)

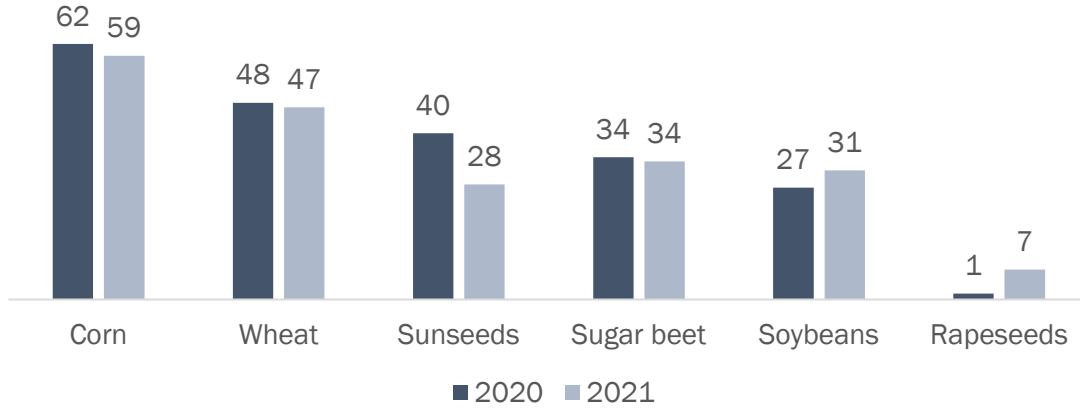
*FV – Fair Value, BA – Biological Assets, AP – Agricultural Produce

Revenues decreased by 63% y-o-y to EUR15m primarily on lower sales of corn by 69% y-o-y to 73kt reflecting lower 2020 crop harvest.

Gross profit margin decreased from 48% in 1Q20 to 28% in 1Q21 on as changes in biological assets per IAS41 were lower due to the later start of the planting season.

The above lead to EBITDA declining from EUR20m to EUR7m. At the same time EBITDA margin was only 3pp lower at 49% in 1Q21.

Key crops planting area - 2020 vs 2021, kha

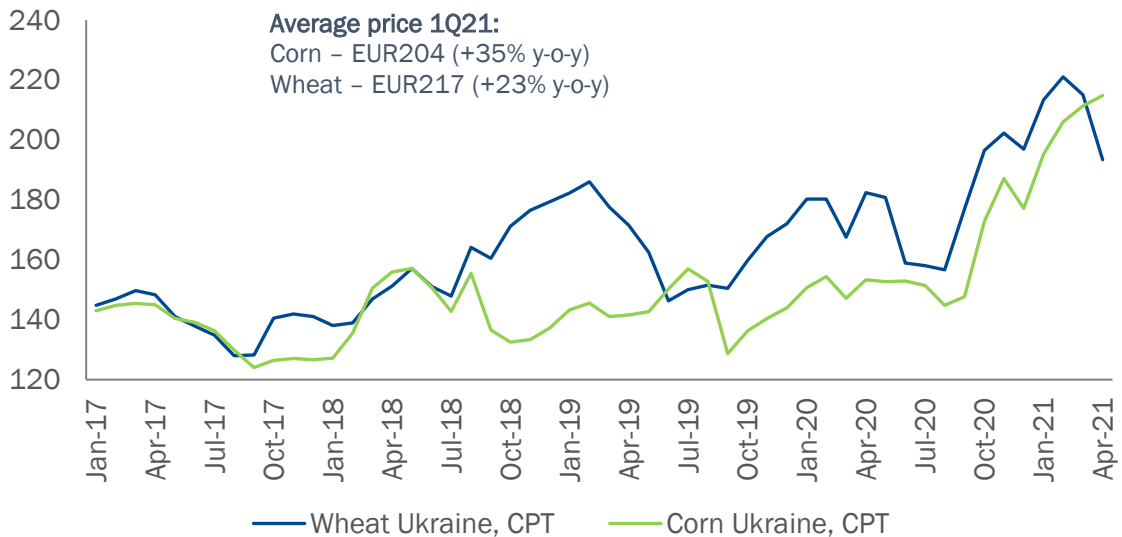


Source: 2020 – IFRS data, 2021 – management data

In 1Q21 the factors that have been supporting the prices for key grains in the end of 2020, such as deteriorating global supply and demand estimations, were still in place. According to USDA, demand continues to increase to record levels amid world’s recovery from COVID pushing the need for a strong new harvest which can cover this raising demand.

In 1Q21 factors that were influencing the prices for wheat and corn were different. Favourable weather conditions in the Black Sea region and EU gave grounds to expect strong harvest of wheat thus providing for a relief in prices. Unlike to wheat corn prices tension remained as harvest perspective for the crop was shadowed by weather concerns in key producing countries.

Crop prices, EUR/t



Source: APK-inform

Sugar production

Share in consolidated revenues: 35%
Segment revenues: EUR29m
100% - domestic sales

Sugar and by-products sales volumes and realized prices

	1Q20	1Q21
Sugar, kt	78	58
Sugar-by products, kt*	12	6
Sugar prices, EUR/t	352	478

*Granulated sugar beet pulp and molasses

Financial results

EURk	1Q20	1Q21
Revenues	28 755	28 756
Cost of sales	(24 671)	(17 421)
Gross profit	4 084	11 335
<i>Gross profit margin</i>	14%	39%
G&A expenses	(1 587)	(1 855)
S&D expenses	(1 701)	(1 245)
Other operating expenses	(311)	(392)
EBIT	485	7 843
EBITDA	3 408	9 711
<i>EBITDA margin</i>	12%	34%
CAPEX	(49)	(475)

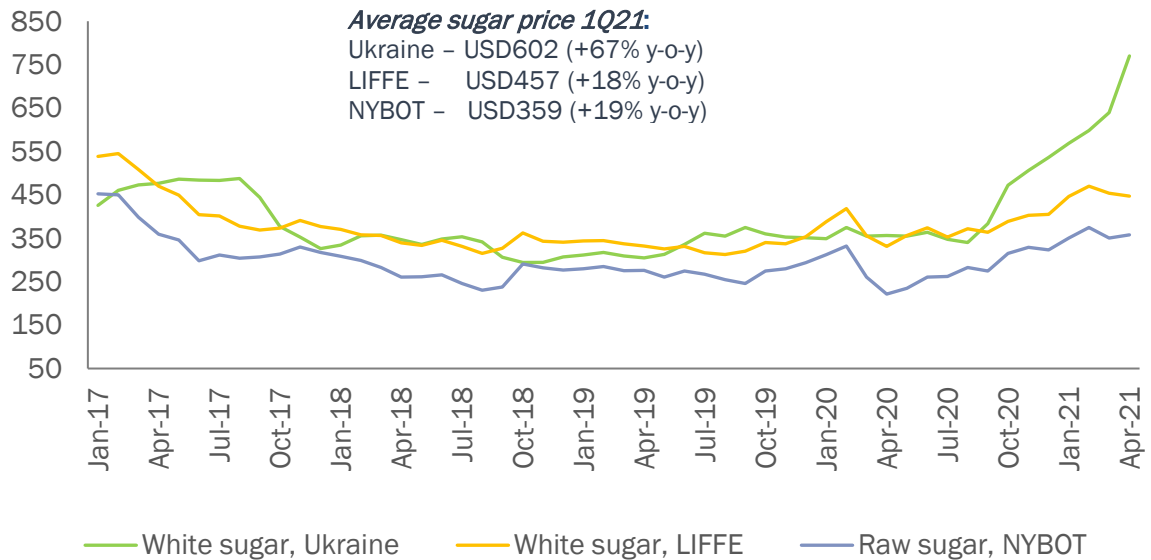
1Q21 Revenues were flat at EUR29m with support higher prices at EUR478, up 36% y-o-y, which offset lower sales volumes of 58kt, down by 25% y-o-y.

In 1Q21 ASTARTA concentrated on sales in the domestic market due to favourable local pricing environment.

Gross margin increased from 14% in 1Q20 to 39% in 1Q21, accordingly.

EBITDA amounted to EUR10m in 1Q21 versus EUR3m in 1Q20, with margin widening from 12% in 1Q20 to 34% in 1Q21.

Global sugar prices, USD/t



Source: Bloomberg

Local sugar consumption dropped by 1/3 to 1.3-1.4mt since 2011. Domestic production amounted 1.2mt in 2020 due to lower harvest. This pushed the local sugar prices to USD602 in 1Q21, or by 67% y-o-y.

On back of more attractive local pricing environment versus the global one Ukraine's sugar exports further decreased to 2kt during 1Q21 vs 45kt during 1Q20.

In February 2021, the Economy Ministry initiated potential raw-cane sugar imports under the WTO quota as a preventive measure against possible shortage. Therefore, ASTARTA contracted 60kt of raw cane sugar for processing in 2021.

According to preliminary data by the Economy Ministry the sugar beet planting area increased from 216kha in 2020 to 227kha in 2021, or by 5% y-o-y.

Global prices climbed to USD457, or by 18% y-o-y in 1Q21, as unfavourable weather conditions in the top exporting country (Brazil) and lower output in Thailand and the EU led to deterioration of global production expectations.

Soybean processing

Share in consolidated revenues: 35%
 Segment revenues: EUR29m
 Export sales of soybean products (value): 73%

Soybean products sales volumes and realized prices

	1Q20	1Q20	1Q21	1Q21
	kt	EUR/t	kt	EUR/t
Soybean meal	47	321	40	450
Soybean oil	11	633	13	874

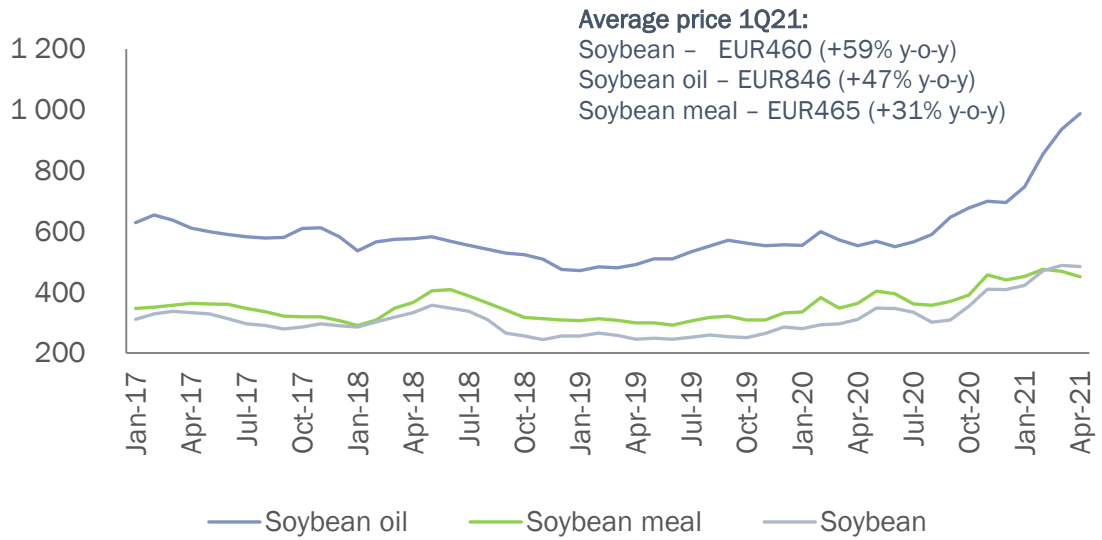
Financial results

EURk	1Q20	1Q21
Revenues, including	22 348	29 301
<i>Soybean meal</i>	15 020	17 906
<i>Soybean oil</i>	7 055	11 027
Cost of sales	(17 949)	(25 533)
Gross profit	4 399	3 768
<i>Gross profit margin</i>	20%	13%
G&A expenses	(161)	(192)
S&D expenses	(1 587)	(614)
Other operating expenses	(157)	(131)
EBIT	2 494	2 831
EBITDA	2 891	3 189
<i>EBITDA margin</i>	13%	11%
CAPEX	(74)	(57)

1Q21 Revenues reached EUR29m, up by 31% y-o-y, amid higher soybean meal and oil prices and higher oil sales volumes. Exports contributed 73% of the revenues.

Gross margin decreased from 20% in 1Q20 to 13% in 1Q21 on higher cost of sales reflecting higher raw materials (soybeans) prices. EBITDA margin came down to 11%.

Ukrainian prices for soybeans and soybean products, EUR/t



Source: APK-inform

According to the Economy Ministry Ukraine's acreage under soybeans is expected to increase to 1.4mha in 2021 vs 1.3mha in 2020 (up 5% y-o-y).

Cattle farming

Share in consolidated revenues: 11%
Segment revenues: EUR9m
100% - domestic sales

Segment performance

	1Q20	1Q21
Milk production, kt	24	25
Herd, k heads	22	22
Milk yield, kg/day	22.0	23.7

Milk sales and realized prices

	1Q20	1Q21
Milk sales, kt	24	24
Milk price, EUR/t	370	348

Financial results

EURk	1Q20	1Q21
Revenues	10 042	9 159
Cost of sales	(8 224)	(6 396)
BA revaluation	524	(2 353)
Gross profit	2 342	410
<i>Gross profit margin</i>	23%	4%
G&A expenses	(488)	(752)
S&D expenses	(221)	(343)
Other operating	(40)	(48)
EBIT	1 593	(733)
EBITDA	1 955	(454)
<i>EBITDA margin</i>	19%	(5%)
CAPEX	-	(78)

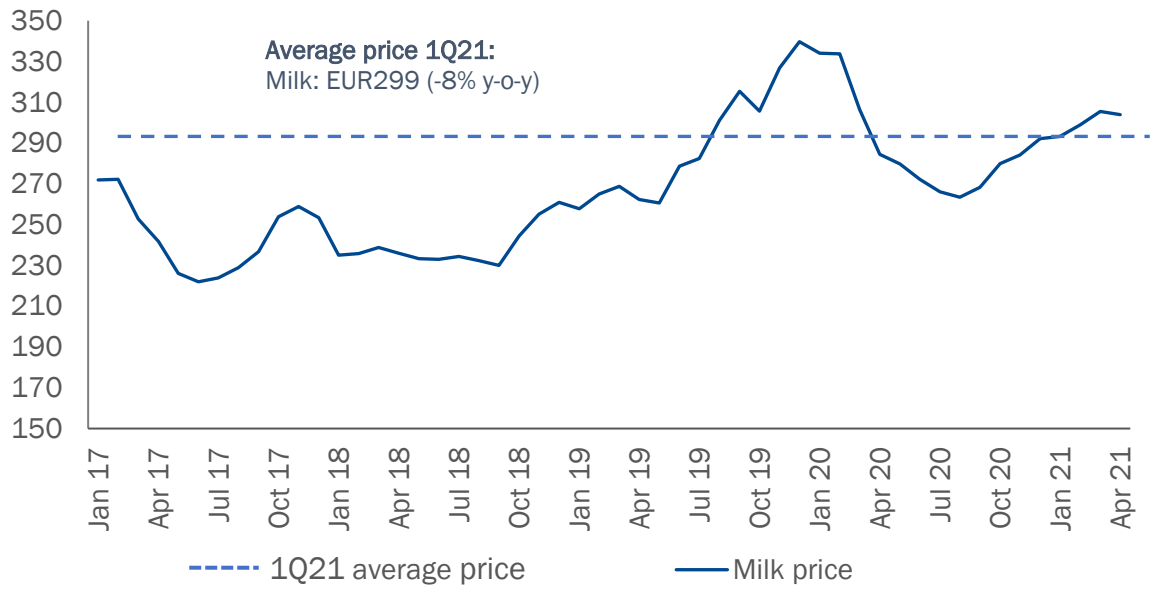
Milk production increased 3% y-o-y to 25kt in 1Q21 on 8% y-o-y higher milk yield at 23.7 kg/day.

1Q21 Revenues declined by 9% y-o-y to EUR9m versus EUR10m in 1Q20 on lower milk prices – EUR348 versus EUR370 back (down 6% y-o-y).

Gross margin declined from 23% in 1Q20 to 4% in 1Q21 due to negative change in the fair value of biological assets.

EBITDA turned negative EURO.5m in 1Q21 versus EUR2m in 1Q20.

Ukrainian premium quality milk price, EUR/t



Source: InfAgro

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 31 March 2021 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 three months ended 31 March 2021 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. Gladky (signed)

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

H. Dahl (signed)

G.Mettetal (signed)

H.Arslan (signed)

17 May 2021

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.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT AND FOR THE THREE MONTHS ENDED
31 MARCH 2021**

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	31 March 2021 (unaudited)	31 December 2020 (audited)	31 March 2020 (unaudited)
ASSETS				
Non-current assets				
Property, plant and equipment		6 620 413	6 780 822	7 666 846
Right-of-use assets	5	3 222 067	3 271 712	3 716 179
Investment property		89 050	84 103	70 307
Intangible assets		15 968	35 872	34 318
Biological assets	6	762 330	830 893	764 022
Long-term receivables and prepayments	8	15 560	6 510	36 597
Deferred tax assets		7 936	7 732	30 548
Total non-current assets		10 733 324	11 017 644	12 318 817
Current assets				
Inventories	7	3 504 451	3 733 947	4 344 354
Biological assets	6	936 207	745 222	1 108 171
Trade accounts receivable	8	429 557	466 513	411 765
Other accounts receivable and prepayments	8	1 012 823	853 779	980 149
Current income tax		2 513	9 730	46 634
Short-term cash deposits		7 347	4 986	8 171
Cash and cash equivalents		529 829	774 831	1 165 596
Non-current assets held for sale		-	157 727	42 911
Total current assets		6 422 727	6 746 735	8 107 751
Total assets		17 156 051	17 764 379	20 426 568
EQUITY AND LIABILITIES				
Equity				
Share capital		1 663	1 663	1 663
Additional paid-in capital		369 798	369 798	369 798
Retained earnings		9 299 390	9 066 354	8 110 937
Revaluation surplus		1 815 487	1 926 064	2 353 047
Treasury shares		(119 260)	(119 260)	(119 260)
Currency translation reserve		489 466	474 036	508 530
Total equity		11 856 544	11 718 655	11 224 715
Non-current liabilities				
Loans and borrowings		749 826	1 218 613	18 491
Net assets attributable to non-controlling participants		15 738	24 586	24 167
Other long-term liabilities		3 574	4 094	3 754
Lease liability	5	2 504 400	2 522 108	2 739 840
Deferred tax liabilities		164 003	177 495	241 403
Total non-current liabilities		3 437 541	3 946 896	3 027 655
Current liabilities				
Loans and borrowings		-	-	4 431 626
Current portion of long-term loans and borrowings		294 875	625 581	123 021
Trade accounts payable		334 607	149 949	317 739
Current portion of lease liability	5	825 505	898 493	912 255
Current income tax		28 644	25 762	12 254
Other liabilities and accounts payable	9	378 335	315 043	377 303
Liabilities classified as held for sale		-	84 000	-
Total current liabilities		1 861 966	2 098 828	6 174 198
Total equity and liabilities		17 156 051	17 764 379	20 426 568

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

<i>(in thousands of Euros)</i>	<i>Notes</i>	31 March 2021	31 December 2020	31 March 2020
		(unaudited)	(audited)	(unaudited)
ASSETS				
Non-current assets				
Property, plant and equipment		202 315	195 189	247 623
Right-of-use assets	5	98 464	94 178	120 025
Investment property		2 721	2 421	2 271
Intangible assets		488	1 033	1 109
Biological assets	6	23 296	23 917	24 676
Long-term receivables and prepayments	8	476	187	1 182
Deferred tax assets		243	223	987
Total non-current assets		328 003	317 148	397 873
Current assets				
Inventories	7	107 093	107 482	140 312
Biological assets	6	28 610	21 452	35 792
Trade accounts receivable	8	13 127	13 429	13 300
Other accounts receivable and prepayments	8	30 951	24 577	31 657
Current income tax		77	280	1 506
Short-term cash deposits		225	144	264
Cash and cash equivalents		16 191	22 304	37 646
Non-current assets held for sale		-	4 540	1 386
Total current assets		196 274	194 208	261 863
Total assets		524 277	511 356	659 736
EQUITY AND LIABILITIES				
Equity				
Share capital		250	250	250
Additional paid-in capital		55 638	55 638	55 638
Retained earnings		529 948	521 311	484 830
Revaluation surplus		82 243	87 251	106 593
Treasury shares		(5 527)	(5 527)	(5 527)
Currency translation reserve		(300 224)	(321 597)	(279 250)
Total equity		362 328	337 326	362 534
Non-current liabilities				
Loans and borrowings		22 914	35 078	597
Net assets attributable to non-controlling participants		481	708	781
Other long-term liabilities		109	118	121
Lease liability	5	76 533	72 600	88 491
Deferred tax liabilities		5 012	5 109	7 797
Total non-current liabilities		105 049	113 613	97 787
Current liabilities				
Loans and borrowings		-	-	143 133
Current portion of long-term loans and borrowings		9 011	18 008	3 973
Trade accounts payable		10 225	4 316	10 262
Current portion of lease liability	5	25 227	25 864	29 464
Current income tax		875	742	396
Other liabilities and accounts payable	9	11 562	9 069	12 187
Liabilities classified as held for sale		-	2 418	-
Total current liabilities		56 900	60 417	199 415
Total equity and liabilities		524 277	511 356	659 736

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Ukrainian hryvnias)</i>	<i>Notes</i>	2021 (unaudited)	2020 (unaudited)
Revenues	10	2 796 249	2 798 643
Cost of revenues	11	(2 102 242)	(2 263 030)
Changes in fair value of biological assets and agricultural produce		(29 974)	289 117
Gross profit		664 033	824 730
Other operating income		27 178	22 160
General and administrative expense	12	(208 828)	(162 185)
Selling and distribution expense	13	(145 068)	(268 014)
Other operating expense	14	(77 957)	(86 559)
Profit from operations		259 358	330 132
Interest expense on lease liability	15	(173 979)	(184 587)
Other finance costs	15	(45 622)	(73 383)
Foreign currency exchange gain/(loss)		13 304	(497 203)
Finance income	15	4 663	4 358
Other income		86 403	2 079
Profit/(loss) before tax		144 127	(418 604)
Income tax (charge)/credit		(21 624)	50 886
Net profit/(loss)		122 503	(367 718)
Net profit/(loss) attributable to:			
Equity holders of the parent company		122 503	(367 718)
Weighted average basic and diluted shares outstanding (in thousands of shares)		24 310	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Ukrainian hryvnias)		5,04	(15,13)

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Euros)</i>	<i>Notes</i>	2021	2020
		(unaudited)	(unaudited)
Revenues	10	82 835	101 344
Cost of revenues	11	(62 276)	(81 948)
Changes in fair value of biological assets and agricultural produce		(888)	10 469
Gross profit		19 671	29 865
Other operating income		805	802
General and administrative expense	12	(6 186)	(5 873)
Selling and distribution expense	13	(4 297)	(9 705)
Other operating expense	14	(2 309)	(3 134)
Profit from operations		7 684	11 955
Interest expense on lease liability	15	(5 154)	(6 684)
Other finance costs	15	(1 351)	(2 658)
Foreign currency exchange gain/(loss)		394	(18 005)
Finance income	15	138	158
Other income		2 560	75
Profit/(loss) before tax		4 271	(15 159)
Income tax (charge)/credit		(641)	1 843
Net profit/(loss)		3 630	(13 316)
Net profit/(loss) attributable to:			
Equity holders of the parent company		3 630	(13 316)
Weighted average basic and diluted shares outstanding (in thousands of shares)		24 310	24 310
Basic and diluted earnings per share attributable to shareholders of the company from continued operations (in Euros)		0,15	(0,55)

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Ukrainian hryvnias)</i>	2021	2020
	(unaudited)	(unaudited)
Profit/(loss) for the period	122 503	(367 718)
Other comprehensive income/(loss)		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Translation difference	15 430	(338)
Net other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods	15 430	(338)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>		
Decrease of revaluation reserve	(44)	(50)
Income tax effect	-	9
Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods	(44)	(41)
Total other comprehensive income/(loss)	15 386	(379)
Total comprehensive income/(loss)	137 889	(368 097)
Attributable to:		
Equity holders of the parent	137 889	(368 097)
Total comprehensive income/(loss) for three months as at 31 March	137 889	(368 097)

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Euros)</i>	2021	2020
	(unaudited)	(unaudited)
Profit/(loss) for the period	3 630	(13 316)
Other comprehensive income/(loss)		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Translation difference	21 373	(62 903)
Net other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods	21 373	(62 903)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>		
Decrease of revaluation reserve	(1)	(2)
Income tax effect	-	-
Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods	(1)	(2)
Total other comprehensive income/(loss)	21 372	(62 905)
Total comprehensive income/(loss)	25 002	(76 221)
Attributable to:		
Equity holders of the parent	25 002	(76 221)
Total comprehensive income/(loss) for three months as at 31 March	25 002	(76 221)

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Ukrainian hryvnias)</i>	Notes	2021 (unaudited)	2020 (unaudited)
Operating activities			
Profit/(loss) before tax		144 127	(418 604)
<i>Adjustments for:</i>			
Depreciation and amortization		396 075	436 875
Allowance for trade and other accounts receivable	14	9 549	-
Loss on disposal of property, plant and equipment	14	6 821	35 807
Write down of inventories	14	-	2 649
VAT written off	14	3 362	3 719
Interest income	15	(3 999)	(4 358)
Other finance income	15	(664)	-
Interest expense	15	26 036	68 124
Other finance costs	15	28 478	6 042
Interest expense on lease liability	5,15	173 979	184 587
Changes in fair value of biological assets and agricultural produce		29 974	(289 117)
Recovery of assets previously written off		(25 087)	(1 500)
Net profit attributable to non-controlling participants in limited liability company subsidiaries	15	(8 892)	(783)
Foreign exchange (gain)/loss		(13 304)	497 203
<i>Working capital adjustments:</i>			
Decrease in inventories		257 371	772 374
(Increase)/decrease in trade and other receivables		(143 023)	284 333
Increase in biological assets due to other changes		(155 184)	(364 917)
Increase in trade and other payables		173 383	182 145
Income taxes paid		(23 071)	(41 378)
Cash flows provided by operating activities		875 931	1 353 201
Investing activities			
Purchase of property, plant and equipment, intangible assets and other non-current assets		(95 354)	(178 417)
Proceeds from disposal of property, plant and equipment		10 576	-
Interest received	15	3 999	4 358
Disposal of subsidiaries		106 894	-
Cash deposits placement		(3 919)	(645)
Cash deposits withdrawal		1 549	10 247
Cash flows provided by (used in) investing activities		23 745	(164 457)
Financing activities			
Proceeds from loans and borrowings		-	1 050 864
Repayment of loans and borrowings		(770 199)	(995 977)
Payment of lease liabilities	5	(179 899)	(130 464)
Payment of interest on lease liabilities	5	(173 979)	(184 587)
Interest paid		(36 029)	(88 693)
Cash flows used in financing activities		(1 160 106)	(348 857)
Net increase/(decrease) in cash and cash equivalents		(260 430)	839 887
Cash and cash equivalents as at 1 January		774 831	326 046
Currency translation difference		15 428	(337)
Cash and cash equivalents as at 31 March		529 829	1 165 596

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2021

<i>(in thousands of Euros)</i>	Notes	2021 (unaudited)	2020 (unaudited)
Operating activities			
Profit/(loss) before tax		4 271	(15 159)
<i>Adjustments for:</i>			
Depreciation and amortization		11 733	15 820
Allowance for trade and other accounts receivable	14	283	-
Loss on disposal of property, plant and equipment	14	202	1 297
Write down of inventories	14	-	96
VAT written off	14	100	135
Interest income	15	(119)	(158)
Other finance income	15	(19)	-
Interest expense	15	770	2 467
Other finance costs	15	844	219
Interest expense on lease liability	5,15	5 154	6 684
Changes in fair value of biological assets and agricultural produce		888	(10 469)
Recovery of assets previously written off		(743)	(54)
Net profit attributable to non-controlling participants in limited liability company subsidiaries	15	(263)	(28)
Foreign exchange (gain)/loss		(394)	18 005
<i>Working capital adjustments:</i>			
Decrease in inventories		7 624	27 969
(Increase)/decrease in trade and other receivables		(4 237)	10 296
Increase in biological assets due to other changes		(4 597)	(13 214)
Increase in trade and other payables		5 136	6 596
Income taxes paid		(683)	(1 498)
Cash flows provided by operating activities		25 950	49 004
Investing activities			
Purchase of property, plant and equipment, intangible assets and other non-current assets		(2 825)	(6 461)
Proceeds from disposal of property, plant and equipment		313	-
Interest received	15	119	158
Disposal of subsidiaries		3 167	-
Cash deposits placement		(116)	(23)
Cash deposits withdrawal		46	370
Cash flows provided by (used in) investing activities		704	(5 956)
Financing activities			
Proceeds from loans and borrowings		-	38 054
Repayment of loans and borrowings		(22 816)	(36 066)
Payment of lease liabilities	5	(5 329)	(4 725)
Payment of interest on lease liabilities	5	(5 154)	(6 684)
Interest paid		(1 067)	(3 212)
Cash flows used in financing activities		(34 366)	(12 633)
Net increase/(decrease) in cash and cash equivalents		(7 712)	30 415
Cash and cash equivalents as at 1 January		22 304	12 340
Currency translation difference		1 599	(5 109)
Cash and cash equivalents as at 31 March		16 191	37 646

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2021

Attributable to equity holders of the parent company

	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	Total equity
<i>(in thousands of Ukrainian hryvnias)</i>	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
As at 31 December 2020	1 663	369 798	9 066 354	1 926 064	(119 260)	474 036	11 718 655
Net profit	-	-	122 503	-	-	-	122 503
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(44)	-	-	(44)
Translation difference	-	-	-	-	-	15 430	15 430
Total other comprehensive loss, net of tax	-	-	-	(44)	-	15 430	15 386
Total comprehensive income	-	-	122 503	(44)	-	15 430	137 889
Realisation of revaluation surplus, net of tax	-	-	110 533	(110 533)	-	-	-
As at 31 March 2021	1 663	369 798	9 299 390	1 815 487	(119 260)	489 466	11 856 544

Attributable to equity holders of the parent company

	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	Total equity
<i>(in thousands of Euros)</i>	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
As at 31 December 2020	250	55 638	521 311	87 251	(5 527)	(321 597)	337 326
Net profit	-	-	3 630	-	-	-	3 630
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(1)	-	-	(1)
Translation difference	-	-	-	-	-	21 373	21 373
Total other comprehensive income, net of tax	-	-	-	(1)	-	21 373	21 372
Total comprehensive loss	-	-	3 630	(1)	-	21 373	25 002
Realisation of revaluation surplus, net of tax	-	-	5 007	(5 007)	-	-	-
As at 31 March 2021	250	55 638	529 948	82 243	(5 527)	(300 224)	362 328

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2020

Attributable to equity holders of the parent company

(in thousands of Ukrainian hryvnias)

	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	Total equity
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
As at 31 December 2019	1 663	369 798	8 349 380	2 482 363	(119 260)	508 868	11 592 812
Net loss	-	-	(367 718)	-	-	-	(367 718)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(41)	-	-	(41)
Translation difference	-	-	-	-	-	(338)	(338)
Total other comprehensive loss, net of tax	-	-	-	(41)	-	(338)	(379)
Total comprehensive loss	-	-	(367 718)	(41)	-	(338)	(368 097)
Realisation of revaluation surplus, net of tax	-	-	129 275	(129 275)	-	-	-
As at 31 March 2020	1 663	369 798	8 110 937	2 353 047	(119 260)	508 530	11 224 715

Attributable to equity holders of the parent company

(in thousands of Euros)

	Share capital	Additional paid-in capital	Retained earnings	Revaluation surplus	Treasury shares	Currency translation reserve	Total equity
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
As at 31 December 2019	250	55 638	492 290	112 451	(5 527)	(216 347)	438 755
Net loss	-	-	(13 316)	-	-	-	(13 316)
Share of non-controlling participants in LLC in revaluation surplus, net of deferred tax	-	-	-	(2)	-	-	(2)
Translation difference	-	-	-	-	-	(62 903)	(62 903)
Total other comprehensive income, net of tax	-	-	-	(2)	-	(62 903)	(62 905)
Total comprehensive loss	-	-	(13 316)	(2)	-	(62 903)	(76 221)
Realisation of revaluation surplus, net of tax	-	-	5 856	(5 856)	-	-	-
As at 31 March 2020	250	55 638	484 830	106 593	(5 527)	(279 250)	362 534

The notes on pages 26 to 46 are an integral part of these condensed consolidated financial statements.

1 BACKGROUND

Organisation and operations

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

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

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

Ancor Investments Ltd owns 99.99% 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 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 2020, the Ukrainian economy underwent contraction due to COVID-19 pandemic with real GDP decline of around 4% (2019: growth at 3%), modest annual inflation of 5% (2019: 4%), and weakening of the national currency by 4% to USD and 6% to EUR compared to previous year averages. Economic activity in 4Q2020 demonstrated recovery in real GDP. The main driver was growth in household consumption due to the shortening and postponement of the latest lockdown to January 2021 which is the period of seasonally lower business activity.

Sound fiscal and monetary management, including efforts to keep current public expenditures under control, helped reducing inflation in 2020. Strong remittances and inflows of foreign capital into the domestic bond market helped lowering 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.

Starting from March 2020, the National Bank of Ukraine ("NBU") gradually decreased the discount rate for the first time in the last two years from 18% in April 2019 to 6% in June 2020, which is the historical minimum since the independence of Ukraine. In April 2021, the NBU raised the refinancing rate to 7.5%.

Further economic growth depends, to a large extent, upon success of the Ukrainian government in realization of planned reforms and recovery strategy, cooperation with the International Monetary Fund ("IMF"). In June 2020 the IMF approved a new 18-month USD 5 billion stand-by arrangement to the country with the immediate disbursement of USD 2 billion, which should finance budget expenditures to mitigate the negative effects of COVID-19 pandemic and quarantine restrictions. In addition, it should boost the international reserves this year, despite making significant repayments on external public debt.

In 2021, Ukraine faces significant public debt repayments, which will require mobilising substantial domestic and external financing in an increasingly challenging financing environment for emerging markets.

In February 2021 amendments to the Tax Code of Ukraine on reducing the VAT rate from 20% to 14% on transactions for the import and supply of certain agricultural products in Ukraine came into force. Starting from 1 March 2021 reduced VAT rate to 14% will be applied to transactions with certain types of agricultures produce (including wheat, corn, barley, soybean).

The events which led to the annexation of Crimea by the Russian Federation in February 2014 and the conflict in the East of Ukraine which started in spring 2014 has not been resolved to date. The relationship between Ukraine and the Russian Federation has remained strained.

2 BASIS OF PREPARATION

(a) Statement of compliance

These condensed consolidated interim financial statements for the three months ended 31 March 2021 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 2020 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 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's EBITDA and financial position for the previous two years were affected by the economic environment and downturn on the sugar markets caused by the decreased sugar prices. This way several financial and non-financial covenants included in the Group's loans and borrowings were in breach.

During 2020, all the financial institutions where Astarta was in breach of covenants provided waivers covering 31 December 2020. Also, three out of five banks agreed to amend contractual arrangements by revising certain covenant ratios going forward, so that for the subsequent periods Astarta would not be in the breach anymore. The key amendment relates to replacement of the debt service coverage ratio with the EBITDA to finance charges ratio, which Group is in the capacity to meet going forward. Such a willingness of financial institution towards the Astarta stems from the facts that:

- Astarta is a borrower with a good reputation supported by a sound history of contractual payments;
- The Group operates in an industry attractive for investors (agriculture is one of the key drivers and foreign currency generators for the Ukrainian economy).

During 2020, due to the solid liquidity position the Group further repaid UAH 5,225,025 thousand (EUR 169,430 thousand). The total loan balance outstanding as at 31 December 2020 is equal to UAH 1,844,194 thousand (EUR 53,086 thousand), 2019: UAH 3,947,486 thousand (EUR 149,402 thousand) and is spread among 10 different financial institutions. During 1 quarter 2021 the Group further repaid UAH 770,199 thousand (EUR 22,816 thousand). The total loan balance outstanding as at 31 March 2021 is equal to UAH 1,044,701 thousand (EUR 31,925 thousand). Management considers it is important to maintain external financing with a relatively wide range of financial institutions in order to build a sound credit history and ensure fast access to the financial resources at favourable financial terms.

As at 31 December 2020 management also prepared the forecast of covenants up until and covering Q1 2022. Based on this, management expects that the Group will be able to meet the covenants for the upcoming 12 months from the date of this financial statements with considerable headroom for the contracted ratios. In management's view, the sustainability of headroom will be ensured through the reduced level of external debts as well as further improvement of operational market conditions given the second year of a sugar deficit on the global and local markets and higher sugar prices that will positively affect 2021 financial results given the current stocks of sugar.

Furthermore, Astarta's operations had not been materially affected by the COVID-19 pandemic due to the outdoor nature of its agricultural operations and prompt management response aimed at mitigating the impact in line with the guidelines issued by the Government of Ukraine to guarantee the safety of its employees and to preserve continuity of business operations.

Based on these factors, management has a reasonable expectation that the Group has adequate resources to manage the business in the upcoming 12 months from the date of these financial statements. Management will continue to monitor the potential impact and will take all steps possible to mitigate any effects.

Based on these and other steps the Group is taking management concluded that it is appropriate to prepare the condensed consolidated interim 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 31 March 2021. 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 31 March 2021 Astarta Holding N.V. owns shares, directly and indirectly, in a number of subsidiaries and an associate with the following percentage of ownership:

Name	Activity	Place of business	31 March 2021 % of ownership	31 December 2020 % of ownership	31 March 2020 % of ownership
Subsidiaries:					
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%	99,99%
LLC "APO "Tsukrovyk Poltavshchyny"	Sugar production	Ukraine, Shyshaky region	99,73%	99,73%	99,73%
LLC "Agricultural company "Dovzhenko"	Agricultural	Ukraine, Shyshaky region	99,99%	99,99%	99,99%
LLC "Shyshaki combined forage factory"	Fodder production	Ukraine, Shyshaky region	90,57%	90,57%	90,57%
LLC "Agricultural company "Dobrobut"	Agricultural	Ukraine, Kozelschyna region	99,99%	99,99%	99,99%
LLC "Agricultural company "Musievske"	Agricultural	Ukraine, Khorol region	99,99%	99,99%	99,99%
LLC "Globinskiy processing factory"	Soybean processing	Ukraine, Globyne	99,99%	99,99%	99,99%
LLC "Investment company "Poltavazernoproduct"	Agricultural	Ukraine, Globyne	99,99%	99,99%	99,99%
LLC "List-Ruchky"	Agricultural	Ukraine, Hadiach region	74,99%	74,99%	74,99%
LLC "Agropromgaz"	Trade	Ukraine, Kyiv	99,97%	99,97%	99,97%
LLC "Khmilnitske"	Agricultural	Ukraine, Khmilnyk region	99,99%	99,99%	99,99%
LLC "Volochnysk-Agro"	Agricultural	Ukraine, Volochnysk region	99,99%	99,99%	99,99%
LLC "Kobelyatskiy combined forage factory" **	Fodder production	Ukraine, Kobeliaky region	0,00%	0,00%	99,99%
LLC "Agricultural company "Astarta Prykhorollia"	Agricultural	Ukraine, Khorol region	99,99%	99,99%	99,99%
LLC "Agricultural company "Lan" *	Agricultural	Ukraine, Kobeliaky region	0,00%	99,99%	99,99%
LLC "Nika"	Agricultural	Ukraine, Chutove region	99,99%	99,99%	99,99%
LLC "Zhytynsya Podillya"	Agricultural	Ukraine, Krasyliv region	97,00%	97,00%	97,00%
LLC "Astarta Service"	Research and development	Ukraine, Shyshaky region	99,99%	99,99%	99,99%
LLC "Agrosvit Savyntsi" ****	Agricultural	Ukraine, Balakliia region	0,00%	99,99%	99,99%
ALC "Novoivanivskiy sugar plant" ****	Sugar production	Ukraine, Kolomak region	0,00%	95,10%	95,10%
LLC "Investpromgaz" ***	Trade	Ukraine, Kyiv	0,00%	0,00%	99,99%
LLC "Tsukragromprom"	Trade	Ukraine, Kyiv	99,99%	99,99%	99,99%
LLC "Zerno-Agrotrade"	Trade	Ukraine, Kyiv	99,99%	99,99%	99,99%
LLC "Novoorzhytskiy sugar plant"	Sugar production	Ukraine, Orzhytsia region	99,99%	99,99%	99,99%
LLC "APK Savynska" ***	Sugar production	Ukraine, Balakliia region	0,00%	0,00%	99,99%
LLC "Globinskiy bioenergetichnyi complex"	Sugar production	Ukraine, Globyne	99,99%	99,99%	99,99%
PE "TMG"	Agricultural	Ukraine, Valky region	99,99%	99,99%	99,99%
LLC "Eco Energy"	Agricultural	Ukraine, Chernihiv region	99,99%	99,99%	99,99%
LLC "Lyaschivka" ****	Agricultural	Ukraine, Chornobai region	0,00%	99,99%	99,99%
LLC "Agri Chain"	Research and development	Ukraine, Kyiv	99,99%	99,99%	99,99%
ALC "Narkevitskiy sugar plant"	Sugar production	Ukraine, Volochnysk region	99,99%	99,99%	99,99%
PJSC "Ukrainian Agro-Insurance Company"	Insurance	Ukraine, Kyiv	99,99%	99,99%	99,99%
Astarta Trading GmbH	Trade	Switzerland, Zug	100,00%	100,00%	100,00%
LLC "Pochayna-Office"	Asset management	Ukraine, Kyiv	99,99%	99,99%	99,99%

* LLC “Agricultural company “Lan” as at 31 March 2021 was liquidated.

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

*** In July 2020 LLC “Investpromgaz” was disposed to third party. In November 2020 LLC "APK Savynska" was disposed to third party.

**** In February 2021 LLC "Lyaschivka" and ALC “Novoivanivskiy sugar plant” were disposed to third party. In March 2021 LLC “Agrosvit Savyntsi” was disposed to third party.

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		
	2021	2020	31 March 2021	31 December 2020	31 March 2020
EUR	33.76	27.62	32.72	34.74	30.96
USD	27.97	25.05	27.89	28.27	28.06

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 2020.

(a) New and amended standards and interpretations adopted

The following standards and amendments became effective from 1 January 2021, but did not have any material impact on the Group:

- Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 – Interest rate benchmark reform – Phase 2

(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 2022 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 3, 'Business combinations' update a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations	not yet endorsed
▪ Amendments to IAS 16, 'Property, plant and equipment' prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.	not yet endorsed
▪ Amendments to IAS 37, 'Provisions, contingent liabilities and contingent assets' specify which costs a company includes when assessing whether a contract will be loss-making.	not yet endorsed
▪ Annual improvements make minor amendments to IFRS 1, 'First-time Adoption of IFRS', IFRS 9, 'Financial instruments', IAS 41, 'Agriculture' and the Illustrative Examples accompanying IFRS 16, 'Leases'.	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 DISCONTINUED OPERATION

In December 2020, management committed to sell ALC “Novoivanivskiy sugar plant”, which constitutes a part of the Sugar production segment and LLC “Lyaschivka”, which constitutes a part of the Agriculture segment. As at 31 December 2020, management had also plans to sell LLC “Agrosvit Savyntsi”, which constitutes a part of the Agriculture segment.

Efforts to sell these assets have been started during the financial year 2020 and accordingly, these facilities are presented as disposal groups held for sale as at 31 December 2020.

In February 2021 the Group has transferred control over 100% shares in LLC “Lyaschivka” for consideration of USD 3,368 thousand (approximate amount of UAH 93,984 thousand or EUR 2,784 thousand). Part of consideration is receivable not later 30 September 2021.

In February 2021 the Group disposed 95% shares in ALC “Novoivanivskiy sugar plant” for consideration received of UAH 28,500 thousand or EUR 844 thousand. The excess of the net assets disposed over consideration received amounting to UAH 3,792 thousand or EUR 113 thousand is recognised in the income statement as a loss on disposal of subsidiaries.

In March 2021 the Group disposed 100% shares in LLC “Agrosvit Savyntsi” for consideration received of UAH 63,845 thousand or EUR 1,891 thousand. The excess of consideration received over the net assets disposed amounting to UAH 52,600 thousand or EUR 1,558 thousand is recognised in the income statement as a gain on disposal of subsidiaries.

The carrying amounts of assets and liabilities as at the date of sale were:

	<i>(in thousands of Ukrainian hryvnias)</i>			<i>(in thousands of Euros)</i>		
	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"
Property, plant and equipment	12 293	27 136	563	364	805	17
Right-of-use assets	39 346	13 200	21 465	1 167	391	635
Inventories	10 713	2 032	13 441	317	60	398
Trade accounts receivables	-	1 299	-	-	38	-
Other accounts receivable and prepayments	155	3 411	864	5	101	26
Cash and cash equivalents	8	1	1	-	-	-
Total assets	62 515	47 079	36 334	1 853	1 395	1 076
Other long-term liabilities	19	-	-	1	-	-
Lease liability	31 416	11 278	16 544	930	334	490
Trade accounts payable	4	-	-	-	-	-
Current portion of lease liability	9 098	2 553	8 443	270	76	250
Other liabilities and accounts payable	254	956	102	8	28	3
Total liabilities	40 791	14 787	25 089	1 209	438	743
Net assets	21 724	32 292	11 245	644	957	333

	<i>(in thousands of Ukrainian hryvnias)</i>			<i>(in thousands of Euros)</i>		
	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"
Consideration received or receivable:						
Cash received	14 560	28 500	63 845	431	844	1 891
Cash receivable	79 424	-	-	2 353	-	-
Total disposal consideration	93 984	28 500	63 845	2 784	844	1 891
Carrying amount of net assets sold	21 724	32 292	11 245	644	957	333
Gain/(loss) on sale of subsidiaries	72 260	(3 792)	52 600	2 140	(113)	1 558

The net cash flows generated from the sale of subsidiaries as at 31 March 2021 are, as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>			<i>(in thousands of Euros)</i>		
	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"	LLC "Lyaschivka"	ALC "Novoivanivskiy sugar plant"	LLC "Agrosvit Savyntsi"
Cash received from sale of the subsidiaries	14 560	28 500	63 845	431	844	1 892
Cash sold as a part of subsidiaries	(8)	(1)	(1)	-	-	-
Net cash inflow on date of disposal	14 552	28 499	63 844	431	844	1 892

As subsidiaries were sold prior to 31 March 2021, the assets and liabilities classified as held for sale are no longer included in the statement of financial position.

The following assets and liabilities were reclassified as held for sale in relation to the discontinued operation as at 31 December 2020:

	<i>(in thousands of Ukrainian hryvnias)</i>			<i>(in thousands of Euros)</i>		
	31 March 2021	31 December 2020	31 March 2020	31 March 2021	31 December 2020	31 March 2020
ALC "Novoivanivskiy sugar plant"	-	49 493	-	-	1 425	-
LLC "Lyaschivka"	-	63 821	-	-	1 837	-
LLC "Agrosvit Savyntsi"	-	44 413	-	-	1 278	-
Non-current assets held for sale	-	157 727	-	-	4 540	-

	<i>(in thousands of Ukrainian hryvnias)</i>			<i>(in thousands of Euros)</i>		
	31 March 2021	31 December 2020	31 March 2020	31 March 2021	31 December 2020	31 March 2020
ALC "Novoivanivskiy sugar plant"	-	15 066	-	-	434	-
LLC "Lyaschivka"	-	43 643	-	-	1 256	-
LLC "Agrosvit Savyntsi"	-	25 291	-	-	728	-
Liabilities classified as held for sale	-	84 000	-	-	2 418	-

5 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>	31 March 2021 (unaudited)	31 December 2020 (audited)	31 March 2020 (unaudited)
Right-of-use assets			
Land	3 031 515	3 061 307	3 425 435
Office premises	188 336	194 267	197 320
Agriculture equipment	-	13 632	82 879
Warehouse	2 216	2 506	10 545
	3 222 067	3 271 712	3 716 179
Lease liabilities			
Non-current	2 504 400	2 522 108	2 739 840
Current portion	825 505	898 493	912 255
	3 329 905	3 420 601	3 652 095

<i>(in thousands of Euros)</i>	31 March 2021 (unaudited)	31 December 2020 (audited)	31 March 2020 (unaudited)
Right-of-use assets			
Land	92 641	88 122	110 635
Office premises	5 755	5 592	6 373
Agriculture equipment	-	392	2 676
Warehouse	68	72	341
	98 464	94 178	120 025
Lease liabilities			
Non-current	76 533	72 600	88 491
Current portion	25 227	25 864	29 464
	101 760	98 464	117 955

Additions to the right-of-use assets during the 3 months 2021 financial year were UAH 102,098 thousand or EUR 3,024 thousand (3 months 2020: UAH 124,050 thousand or EUR 4,007 thousand).

(ii) Amounts recognised in the consolidated income statement

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

	Notes	(in thousands of Ukrainian hryvnias)		(in thousands of Euros)	
		2021	2020	2021	2020
Depreciation charge of right-of-use assets					
Land	11	130 103	139 318	3 856	5 045
Office premises	12	3 747	3 023	111	109
Agriculture equipment	11	-	1 847	-	67
Warehouse	13	492	2 068	15	75
		134 342	146 256	3 982	5 296
Interest expense on lease liabilities (cost of disposal included)	15	173 979	184 587	5 154	6 684
Expenses relating to short-term leases (included in operating expense)	11, 12	1 986	1 262	59	46
Expenses relating to variable lease payments not included in the measurement of lease liabilities (included in operating expenses)	11, 12	11 864	1 833	352	66

The total cash outflow for leases for 3 months 2021 was UAH 353,878 thousand (3 months 2020: UAH 315,051 thousand) or EUR 10,483 thousand (3 months 2020: EUR 11,409 thousand), including cash outflow for land lease in amount of UAH 333,624 thousand (3 months 2020: 298,992 thousand) or EUR 9,884 thousand (3 months 2020: EUR 10,827 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.

6 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 31 March biological assets comprise the following groups:

(in thousands of Ukrainian hryvnias)

	31 March 2021		31 December 2020		31 March 2020	
	Units	Amount	Units	Amount	Units	Amount
		(unaudited)		(audited)		(unaudited)
Non-current biological assets:						
Cattle	21 832	762 187	21 966	830 718	21 933	763 773
Other livestock		143		175		249
		762 330		830 893		764 022
Current biological assets						
Crops:	Hectares		Hectares		Hectares	
Sugar beet	-	-	-	-	16 004	392 119
Winter wheat	46 527	775 451	46 530	620 770	47 673	646 731
Sunflower	-	-	-	-	2 927	42 088
Barley	16	297	-	-	1 190	7 684
Rapeseeds	7 241	160 459	7 244	124 452	1 573	17 754
Other	-	-	-	-	256	1 795
	53 784	936 207	53 774	745 222	69 623	1 108 171
Total biological assets		1 698 537		1 576 115		1 872 193

(in thousands of Euros)

	31 March 2021		31 December 2020		31 March 2020	
	Units	Amount	Units	Amount	Units	Amount
		(unaudited)		(audited)		(unaudited)
Non-current biological assets:						
Cattle	21 832	23 292	21 966	23 912	21 933	24 668
Other livestock		4		5		8
		23 296		23 917		24 676
Current biological assets						
Crops:	Hectares		Hectares		Hectares	
Sugar beet	-	-	-	-	16 004	12 665
Winter wheat	46 527	23 697	46 530	17 869	47 673	20 888
Sunflower	-	-	-	-	2 927	1 359
Barley	16	9	-	-	1 190	248
Rapeseeds	7 241	4 904	7 244	3 583	1 573	573
Other	-	-	-	-	256	59
	53 784	28 610	53 774	21 452	69 623	35 792
Total biological assets		51 906		45 369		60 468

7 INVENTORIES

Inventories as at 31 March are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	31 March 2021	31 December 2020	31 March 2020
	(unaudited)	(audited)	(unaudited)
Finished goods:			
Sugar products	719 175	1 255 243	1 422 810
Agricultural produce	548 649	1 064 968	555 456
Soybean processing	139 455	251 890	174 916
Cattle farming	1 359	1 191	1 590
	1 408 638	2 573 292	2 154 772
Raw materials and consumables for:			
Agricultural produce	680 092	139 070	848 207
Sugar production	124 174	38 670	137 642
Cattle farming	129 711	183 663	107 688
Consumables for joint utilization	52 533	38 017	17 732
Other production	14 538	12 831	17 517
	1 001 048	412 251	1 128 786
Investments into future crops	1 094 765	748 404	1 060 796
	3 504 451	3 733 947	4 344 354

<i>(in thousands of Euros)</i>	31 March 2021	31 December 2020	31 March 2020
	(unaudited)	(audited)	(unaudited)
Finished goods:			
Sugar products	21 977	36 133	45 954
Agricultural produce	16 766	30 656	17 940
Soybean processing	4 262	7 251	5 649
Cattle farming	42	34	51
	43 047	74 074	69 594
Raw materials and consumables for:			
Agricultural produce	20 783	4 003	27 395
Sugar production	3 795	1 113	4 446
Cattle farming	3 964	5 287	3 478
Consumables for joint utilization	1 605	1 094	573
Other production	444	368	564
	30 591	11 865	36 456
Investments into future crops	33 455	21 543	34 262
	107 093	107 482	140 312

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.

8 TRADE AND OTHER ACCOUNTS RECEIVABLE AND PREPAYMENTS

Trade and other accounts receivable and prepayments are as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	31 March 2021 (unaudited)	31 December 2020 (audited)	31 March 2020 (unaudited)
Long-term receivables and prepayments			
Advances to suppliers	7 152	6 395	6 835
Other long-term receivables	8 408	115	29 762
	15 560	6 510	36 597
Current accounts receivable and prepayments			
Trade receivables	480 687	518 139	479 988
Less credit loss allowance	(51 130)	(51 626)	(68 223)
	429 557	466 513	411 765
Prepayments and other non-financial assets:			
VAT recoverable and prepaid	758 217	705 500	745 873
Advances to suppliers	217 372	192 975	274 060
Less allowance	(95 176)	(94 655)	(65 376)
	880 413	803 820	954 557
Other financial assets:			
Government bonds	34 688	43 488	8 265
Consideration receivable for subsidiary disposal	79 424	-	-
Other receivables	22 384	10 265	21 084
Less credit loss allowance	(4 086)	(3 794)	(3 757)
	132 410	49 959	25 592
	1 012 823	853 779	980 149
	1 442 380	1 320 292	1 391 914
<i>(in thousands of Euros)</i>			
	31 March 2021 (unaudited)	31 December 2020 (audited)	31 March 2020 (unaudited)
Long-term receivables and prepayments			
Advances to suppliers	219	184	221
Other long-term receivables	257	3	961
	476	187	1 182
Current accounts receivable and prepayments			
Trade receivables	14 689	14 915	15 503
Less credit loss allowance	(1 562)	(1 486)	(2 203)
	13 127	13 429	13 300
Prepayments and other non-financial assets:			
VAT recoverable and prepaid	23 171	20 308	24 090
Advances to suppliers	6 643	5 555	8 852
Less allowance	(2 909)	(2 725)	(2 112)
	26 905	23 138	30 830
Other financial assets:			
Government bonds	1 060	1 252	267
Consideration receivable for subsidiary disposal	2 427	-	-
Other receivables	684	296	681
Less credit loss allowance	(125)	(109)	(121)
	4 046	1 439	827
	30 951	24 577	31 657
	44 078	38 006	44 957

9 OTHER LIABILITIES AND ACCOUNTS PAYABLE

Other accounts payable as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	31 March 2021	31 December 2020	31 March 2020
	(unaudited)	(audited)	(unaudited)
Other liabilities:			
Advances received from customers	35 464	80 704	114 042
VAT payable	108 099	42 955	13 927
	143 563	123 659	127 969
Other accounts payable:			
Accrual for unused vacations	57 391	64 736	52 729
Other taxes and charges payable	44 475	33 204	21 939
Salaries payable	86 536	19 463	38 982
Social insurance payable	15 105	4 190	12 747
Accounts payable for property, plant and equipment	17 212	15 961	107 722
Other payables	14 053	53 830	15 215
	234 772	191 384	249 334
	378 335	315 043	377 303

<i>(in thousands of Euros)</i>	31 March 2021	31 December 2020	31 March 2020
	(unaudited)	(audited)	(unaudited)
Other liabilities:			
Advances received from customers	1 084	2 323	3 683
VAT payable	3 303	1 236	450
	4 387	3 559	4 133
Other accounts payable:			
Accrual for unused vacations	1 754	1 863	1 703
Other taxes and charges payable	1 359	956	709
Salaries payable	2 644	560	1 259
Social insurance payable	462	121	412
Accounts payable for property, plant and equipment	526	459	3 479
Other payables	430	1 551	492
	7 175	5 510	8 054
	11 562	9 069	12 187

10 REVENUES

Revenues for the three months ended 31 March are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021	2020	2021	2020
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Sugar production	970 728	794 069	28 756	28 755
Crops	493 712	1 081 697	14 626	39 170
Soybean processing products	989 102	617 157	29 301	22 348
Cattle farming	309 191	277 308	9 159	10 042
Other sales	33 516	28 412	993	1 029
	2 796 249	2 798 643	82 835	101 344

11 COST OF REVENUES

Cost of revenues for the three months ended 31 March by product is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021	2020	2021	2020
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Sugar production	588 066	681 307	17 421	24 671
Crops	407 147	839 803	12 061	30 411
Soybean processing products	861 915	495 673	25 533	17 949
Cattle farming	215 913	227 107	6 396	8 224
Other sales	29 201	19 140	865	693
	2 102 242	2 263 030	62 276	81 948

Cost of revenues include effect of fair value measurement of agricultural produce in amount of UAH 185,317 thousand or EUR 5,491 thousand (2020: UAH 257,277 thousand or EUR 9,316 thousand).

12 GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses for the three months ended 31 March are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021	2020	2021	2020
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Salary and related charges	144 311	106 415	4 275	3 853
Professional services	17 574	16 250	521	588
Depreciation	17 508	21 272	519	770
Fuel and other materials	2 940	4 372	87	158
Taxes other than corporate income tax	2 565	2 751	76	100
Other	23 930	11 125	708	404
	208 828	162 185	6 186	5 873

13 SELLING AND DISTRIBUTION EXPENSES

Selling and distribution expenses for the three months ended 31 March are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)
Storage and logistics	56 461	74 142	1 672	2 685
Transportation	45 040	146 789	1 334	5 315
Salary and related charges	23 018	17 621	682	638
Depreciation	7 236	7 196	214	261
Fuel and other materials	5 716	5 101	169	185
Professional services	1 765	3 553	52	129
Customs duties and services	626	3 455	19	125
Other	5 206	10 157	155	367
	145 068	268 014	4 297	9 705

14 OTHER OPERATING EXPENSES

Other operating expenses for the three months ended 31 March are as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)
Penalties paid	31 328	12 175	928	441
Depreciation	12 325	13 043	365	472
Allowance for other accounts receivable	9 549	-	283	-
Other salary and related charges	5 317	4 406	157	160
VAT written off	3 362	3 719	100	135
Charity and social expenses	3 349	10 355	99	375
Loss on disposal of property, plant and equipment	6 821	35 807	202	1 297
Write down of inventories	-	2 649	-	96
Other	5 906	4 405	175	158
	77 957	86 559	2 309	3 134

15 FINANCE (COSTS) INCOME

Finance (costs) income for the three months ended 31 March is as follows:

	<i>(in thousands of Ukrainian hryvnias)</i>		<i>(in thousands of Euros)</i>	
	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)
Finance costs				
Interest expense				
Bank loans	(24 965)	(68 124)	(738)	(2 467)
Borrowings from non-financial institutions	(1 071)	-	(32)	-
Net profit attributable to non-controlling interests of limited liability company subsidiaries	8 892	783	263	28
Interest expense on lease liability	(173 979)	(184 587)	(5 154)	(6 684)
Other finance costs	(28 478)	(6 042)	(844)	(219)
Total finance costs	(219 601)	(257 970)	(6 505)	(9 342)
Finance income				
Interest income	3 999	4 358	119	158
Other finance income	664	-	19	-
Total finance income	4 663	4 358	138	158

16 SEGMENT REPORTING

At 31 March 2021 and 2020, 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 three months ended 31 March 2021 is as follows:

<i>(in thousands of Ukrainian hryvnias)</i>	Sugar production		Agriculture		Cattle farming		Soybean processing		Unallocated		Total	
	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)	2021 (unaudited)	2020 (unaudited)
Revenues from external customers	970 728	794 069	493 712	1 081 697	309 191	277 308	989 102	617 157	33 516	28 412	2 796 249	2 798 643
Inter-segment revenues	-	-	147 946	108 914	-	-	-	-	-	-	147 946	108 914
Cost of revenues	(588 066)	(681 307)	(407 147)	(839 803)	(215 913)	(227 107)	(861 915)	(495 673)	(29 201)	(19 140)	(2 102 242)	(2 263 030)
Inter-segment cost of revenues	-	-	-	-	(147 946)	(108 914)	-	-	-	-	(147 946)	(108 914)
Changes in fair value of biological assets and agricultural produce	-	-	49 454	274 656	(79 428)	14 461	-	-	-	-	(29 974)	289 117
Gross profit	382 662	112 762	136 019	516 550	13 850	64 662	127 187	121 484	4 315	9 272	664 033	824 730
General and administrative expense	(62 606)	(43 824)	(95 289)	(89 758)	(25 379)	(13 484)	(6 465)	(4 451)	(19 089)	(10 668)	(208 828)	(162 185)
Selling and distribution expense	(42 020)	(46 974)	(69 143)	(169 164)	(11 570)	(6 091)	(20 724)	(43 834)	(1 611)	(1 951)	(145 068)	(268 014)
Other operating (expense) income	(13 221)	(8 607)	(28 492)	(18 261)	(1 632)	(1 080)	(4 400)	(4 332)	(3 034)	(32 119)	(50 779)	(64 399)
Profit (loss) from operations	264 815	13 357	(56 905)	239 367	(24 731)	44 007	95 598	68 867	(19 419)	(35 466)	259 358	330 132
Interest expense on lease liability	(4 181)	(4 893)	(161 342)	(170 767)	-	-	-	-	(8 456)	(8 927)	(173 979)	(184 587)
Foreign currency exchange (loss) gain	1 770	(197 341)	16 579	(301 323)	-	-	(2 374)	(20 354)	(2 671)	21 815	13 304	(497 203)
Interest expense	(4 980)	(24 329)	(20 726)	(40 028)	-	-	(11)	(3 285)	(319)	(482)	(26 036)	(68 124)
Interest income	-	-	-	-	-	-	-	-	3 999	4 358	3 999	4 358
Other (expense) income	-	-	-	-	-	-	-	-	67 481	(3 180)	67 481	(3 180)
Profit (loss) before tax	257 424	(213 206)	(222 394)	(272 751)	(24 731)	44 007	93 213	45 228	40 615	(21 882)	144 127	(418 604)
Taxation	-	-	-	-	-	-	-	-	(21 624)	50 886	(21 624)	50 886
Net profit (loss)	257 424	(213 206)	(222 394)	(272 751)	(24 731)	44 007	93 213	45 228	18 991	29 004	122 503	(367 718)
Consolidated total assets	2 870 403	4 005 289	10 769 389	12 243 823	1 241 609	1 266 344	1 060 737	1 025 651	1 213 913	1 885 461	17 156 051	20 426 568
Consolidated total liabilities	324 087	1 588 689	4 371 997	6 630 900	4 945	6 949	104 372	429 938	494 106	545 377	5 299 507	9 201 853
Other segment information:												
Depreciation and amortisation	63 074	80 722	301 053	324 046	9 431	9 989	12 088	10 973	10 429	11 145	396 075	436 875
Additions to non-current assets:												
Property, plant and equipment	14 050	1 342	103 280	189 474	2 584	-	1 935	2 049	168	3 732	122 017	196 597
Intangible assets	1 977	-	-	18	28	-	-	-	69	173	2 074	191
Right-of-use asset	1 311	5	100 198	93 975	-	-	-	-	589	30 070	102 098	124 050

(in thousands of Euros)	Sugar production		Agriculture		Cattle farming		Soybean processing		Unallocated		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenues from external customers	28 756	28 755	14 626	39 170	9 159	10 042	29 301	22 348	993	1 029	82 835	101 344
Inter-segment revenues	-	-	4 382	3 944	-	-	-	-	-	-	4 382	3 944
Cost of revenues	(17 421)	(24 671)	(12 061)	(30 411)	(6 396)	(8 224)	(25 533)	(17 949)	(865)	(693)	(62 276)	(81 948)
Inter-segment cost of revenues	-	-	-	-	(4 382)	(3 944)	-	-	-	-	(4 382)	(3 944)
Changes in fair value of biological assets and agricultural produce	-	-	1 465	9 945	(2 353)	524	-	-	-	-	(888)	10 469
Gross profit	11 335	4 084	4 030	18 704	410	2 342	3 768	4 399	128	336	19 671	29 865
General and administrative expense	(1 855)	(1 587)	(2 823)	(3 250)	(752)	(488)	(192)	(161)	(564)	(387)	(6 186)	(5 873)
Selling and distribution expense	(1 245)	(1 701)	(2 048)	(6 126)	(343)	(221)	(614)	(1 587)	(47)	(70)	(4 297)	(9 705)
Other operating (expense) income	(392)	(311)	(844)	(661)	(48)	(40)	(131)	(157)	(89)	(1 163)	(1 504)	(2 332)
Profit (loss) from operations	7 843	485	(1 685)	8 667	(733)	1 593	2 831	2 494	(572)	(1 284)	7 684	11 955
Interest expense on lease liability	(124)	(177)	(4 780)	(6 184)	-	-	-	-	(250)	(323)	(5 154)	(6 684)
Foreign currency exchange (loss) gain	52	(7 146)	491	(10 912)	-	-	(70)	(737)	(79)	790	394	(18 005)
Interest expense	(147)	(881)	(613)	(1 450)	-	-	-	(119)	(10)	(17)	(770)	(2 467)
Interest income	-	-	-	-	-	-	-	-	119	158	119	158
Other (expense) income	-	-	-	-	-	-	-	-	1 998	(116)	1 998	(116)
Profit (loss) before tax	7 624	(7 719)	(6 587)	(9 879)	(733)	1 593	2 761	1 638	1 206	(792)	4 271	(15 159)
Taxation	-	-	-	-	-	-	-	-	(641)	1 843	(641)	1 843
Net profit (loss)	7 624	(7 719)	(6 587)	(9 879)	(733)	1 593	2 761	1 638	565	1 051	3 630	(13 316)
Consolidated total assets	87 717	129 363	329 105	395 451	37 943	40 900	32 415	33 126	37 097	60 896	524 277	659 736
Consolidated total liabilities	9 904	51 311	133 605	214 165	151	224	3 190	13 886	15 099	17 616	161 949	297 202
Other segment information:												
Depreciation and amortisation	1 868	2 923	8 918	11 734	279	362	358	397	310	404	11 733	15 820
Additions to non-current assets:												
Property, plant and equipment	416	49	3 060	6 861	77	-	57	74	5	135	3 615	7 119
Intangible assets	59	-	-	1	1	-	-	-	2	6	62	7
Right-of-use asset	39	-	2 968	3 036	-	-	-	-	17	971	3 024	4 007

17 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 31 March 2021 as well as balances with related parties as at 31 March 2021:

<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	1 218	10 608	5 995	101 986
	1 218	10 608	5 995	101 986

<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	36	314	183	3 117
	36	314	183	3 117

The following table summarises transactions that have been entered into with related parties for the three months ended 31 March 2020 as well as balances with related parties as at 31 March 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	660	8 484	6 202	109 449
	660	8 484	6 202	109 449

<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	24	307	200	3 535
	24	307	200	3 535

Other transactions

As at 31 March 2021, the Group had a USD denominated loan from the entity under control of a shareholder of UAH 97,553 thousand (31 March 2020: UAH 105,511 thousand) or EUR 2,981 thousand (31 March 2020: EUR 3,408 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 31 March 2021, the Group had the lease liability in amount of UAH 209,721 thousand or EUR 6,409 thousand and respective right-of-use asset in amount of UAH 188,336 thousand or EUR 5,755 thousand (2020: UAH 203,513 thousand or EUR 6,573 thousand and UAH 197,320 thousand or EUR 6,373 thousand respectively) (Note 5). During 3 months 2021 the Group recognized depreciation charge of right-of-use asset in amount of UAH 3,747 thousand or EUR 111 thousand as General and administrative expenses (2020: UAH 3,023 thousand or EUR 109 thousand) (Note 5 and Note 12). During 3 months 2021 the interest expense was charged in amount of UAH 7,998 thousand or EUR 237 thousand (2020: UAH 8,872 thousand or EUR 321 thousand) (Note 5 and Note 15).

18 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. Gladky (signed)

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

H. Dahl (signed)

G. Mettetal (signed)

H. Arslan (signed)

17 May 2021

Amsterdam, the Netherlands



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Holding N.V.

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