



JSC „ALITA“

**INTERIM CONSOLIDATED REPORT FOR THE SIX
MONTHS OF 2007**

**PREPARED IN ACCORDANCE WITH THE RULES ON PREPARATION AND SUBMISSION
OF PERIODIC AND ADDITIONAL INFORMATION OF THE LITHUANIAN SECURITIES
COMMISSION**

THE CONTENTS

I.	GENERAL PROVISIONS	3
II.	INFORMATION ABOUT THE ISSUER'S AUTHORISED CAPITAL, ISSUED SECURITIES AND MEMBERS OF THE MANAGEMENT BODIES.....	5
III.	THE FINANCIAL SITUATION.....	8
IV.	THE ESSENTIALS EVENTS IN THE ISSUER'S ACTIVITY.....	13

I. GENERAL PROVISIONS

1. Reporting period for which this report has been prepared

The first half-year of 2007.

2. The principal data about the Issuer (Emitentas).

The name of the Issuer	Joint-Stock Company „Alita“.
The authorised capital	50 827 209 Lt.
The address of the residence	Miškininkų 17, 62200 Alytus, Lithuania.
Tel.:	(8-315) 5 72 43
Fax.:	(8-315) 7 94 67
E-mail:	alita@alita.lt
Website:	www.alita.lt
Legal-organizational form	Joint-Stock Company
The Registration date and place	December 10, 1990, Alytus Municipality
Re-registration date and place	April 14, 1995, Alytus Municipality
The Register number	AB 95-1.
The Company Code	149519891

3. Information where and when you are able to have a look at the report and papers according to which the report was prepared.

You are able to have a look at the report and papers, according to which the report was prepared, in the JSC „Alita“, Miškininkų 17, Alytus, during the working time from 7:30 to 16:00.

All material events related to the Company activity and information about the place and date of the General Meeting, and other accounts that must be rendered to the shareholders and other persons, are published in the newspaper „Lietuvos Rytas“ according to the rules of the Lithuanian Republic laws.

4. The persons who are responsible for the given information in the Report:

4.1 JSC „Alita“

Arvydas Stankevičius. JSC „Alita“ Production Director, deputizing the General Director, tel.: (8-315) 5 72 08, fax.: (8-315) 7 94 67

Vilmantas Pečiūra, JSC „Alita“ Finance and Administration Director, tel.: (8-315) 5 75 00, fax.: (8-315) 7 94 67

4.2 Adviser

JSC „Hansabankas“, the Department of Security Safekeeping, Savanorių pr. 19, 03502 Vilnius, tel.: (8-5) 268 4485, fax.: (8-5) 298 4170, represented by Indrė Navickaitė, expert of the Department of Security Safekeeping, that is responsible for the correct perfection of the information presented by the Company.

The first half-year report of 2007

JSC „ALITA“

5. The approval of the members of the management bodies, workers and administration manager of the Issuer and the adviser of the Issuer who are responsible for the preparation of the report in order that the information, given in the report, agrees the reality and there are no concealed facts.

The Joint-Stock Company „Alita“ represented by Arvydas Stankevičius, the Production Director, deputizing the General Director, and Vilmantas Pečiūra, the Finance and Administration Director, justifies that the presented information meets the reality and there are no concealed facts, that could have impact on the decisions of the investors to buy or to sell the Company's securities, to influence the market price of the securities and their evaluation.

JS bank „Hansabankas“, the SS (Security Safekeeping) Department, represented by the SSD expert Indrė Navickaitė confirms that all the information was presented in the report, that was passed to the SSD of „Hansabankas“ by the workers of the Company. The SSD of the bank „Hansabankas“ is responsible for the proper perfection of the presented information. The Company is responsible for the correctness of the information.

JSC „ALITA“ Production Director,
Deputizing General Director
August 30, 2007



Arvydas Stankevičius

JSC „ALITA“ Finance and Administration
Director
August 30, 2007

Vilmantas Pečiūra

JS bank „Hansabankas“
Security Safekeeping Department
Expert

Indrė Navickaitė

Indrė Navickaitė

August 29, 2007

The report was made in Vilnius, August 29, 2007.

II. INFORMATION ABOUT THE ISSUER'S AUTHORISED CAPITAL, ISSUED SECURITIES AND MEMBERS OF THE MANAGEMENT BODIES

6. The Issuer's authorised capital:

6.1. The authorised capital registered in the Register of Enterprises

The Company authorised capital, registered in the Register of Enterprises, is 50 827 209 Lt. The structure of the authorised capital of the JSC „ALITA“ according to the types of shares is given in the table below:

Share types	Share number	Nominal value (Lt)	General nominal value (Lt)	Percentage in the authorised capital (%)
Ordinary nominal skares	50 827 209	1	50 827 209	100,00
Total:	50 827 209	-	50 827 209	100,00

All the shares of the JSC „ALITA“ are paid-up.

6.2. Information about the intended increase of the authorised capital by converting or changing issued debt or derivative securities into the shares .

7. The Shareholders

The total number of the JSC „ALITA“ shareholders in June 30, 2007, was 495.

The shareholders who had more than 5% of the Company authorised capital in June 30, 2007:

Shareholder's name, surname (company name, type, address of the residence, Company Register Code)	Number of the nominal shares owned by a shareholder (u.)	Available part of the authorised capital	The given part of votes on the ground of owned shares	The part of votes belonging to a shareholder together with acting persons (%)
Vytautas Junevčius 36004140014	21 293 235	41.89%	41.89%	83,77
Arvydas Jonas Stankevičius 35002050210	8 511 333	16.75%	16.75%	83,77
Darius Vėželis 37303260039	6 386 693	12.57%	12.57%	83,77
Vilmantas Pečiūra 36903270629	6 386 693	12.57%	12.57%	83,77

These persons are acting together.

8. The securities unmarking the presence in the authorised capital, but their turnover is regulated by the Law on Security Market.

The Company did not issue any securities unmarking the presence in the authorised capital.

9. The secondary turnover of the securities

50 827 209 units of one litas nominal value of the JSC „Alita“ ordinary nominal value shares, equal to ordinary nominal value of 50 827 209 Lt., are registered in Vilnius Stock Exchange (VSE) current list. CD code is 11 865.

The information about the self-acting fulfilment of the VSE prices and turnover of the sold transactions during the first half-year of 2007 is shown in the table below:

The year and quarter	Price in Lt.		The turnover of trading session Lt.		The last trading days of the period			The total turnover of the quarter	
	Max.	Min	Max.	Min.	Price	Turnover Lt.	Date	Unit	Lt
2007 I	4.89	3.60	287135.35	0.00	4.18	17653.60	2007.03.30	1000554	4270635.28
2007 II	4.47	3.75	259635.00	0.00	4.45	0.00	2007.06.29	353766	1462269.39

The Company shares are not sold in the other Stock Exchanges except VSE.

10. The contracts with the brokers of the securities of the public turnover.

In November 18, 2003 the Company signed a contract with with JS bank „Hansabankas“, represented by the Security Safekeeping Department on the transfer of the Issuer's security accounting. Savanorų pr. 19, LT-03502, Vilnius, tel.: (8-5) 268 4485, fax.: (8-5) 268 4170.

11. The members of the management bodies.

The Board from 18 10 2004 to the day of the preparation of the report

Name, surname, personal code	Position	Available part of the authorised capital, %	The vote part according to the owned shares*
Vytautas Junevičius 36004140014	Chairman	41,89	41,89
Vilmantas Pečiūra 36903270629	Member	12,57	12,57
Arvydas Jonas Stankevičius 35002050210	Member	16,75	16,75
Darius Vėželis 37303260039	Member	12,57	12,57

The Company Board as together acting persons had 83.77% of votes in 30 06 2007.

The Board is appointed for four years.

Administration

Name, surname, personal code	Position	Available part of the authorised capital, %	The vote part according to the owned shares*
Vytautas Junevičius 36004140014	General Director since 1994	41,89	41,89
Alina Miežiūnienė 46805100114	Accountant-general since 2005	-	-

* The Company Board as together acting persons had 83.77% of votes in 30 06 2007.

The data about the presence in the activity of the other companies and organizations

Name, surname	The company, office, organization name, position	The part of the company capital and vote, %
<i>Vytautas Junevičius</i>	PJSC „Šiaulių banko investicijų valdymas“	5,6
	PJSC „Aunuva“	48
	JSC „Anykščių vynas“, Chairman of the Board	
	JSC „Šiaulių bankas“ Member of the Board	
<i>Vilmantas Pečiūra</i>	AB „Anykščių vynas“ Member of the Board	-
<i>Arvydas Jonas Stankevičius</i>	PJSC „Lieda“	40
	PJSC „Alytaus vaistinė“	40
	JSC „Anykščių vynas“ Member of the Board	
<i>Darius Vėželis</i>	JSC „Anykščių vynas“ Member of the Board	-
<i>Alina Miežiūnienė</i>		-

III. THE FINANCIAL SITUATION

12. Balance Sheet

Consolidated balance of the first half-year of 2007 (Thousands of litas)

Note		30 06 2007	31 12 2006	30 06 2006
	ASSETS			
	Long term assets			
3	Long term intangible assets	472	359	400
	Prestige	4,920		
3	Investment assets	1,004	1,024	1,043
3	Long term tangible assets	80,303	74,032	77,152
4	Investment for market	17,935	18,230	14,060
	The other financial long term assets	-	4,168	4,168
	Postponed corporation tax assets	-	-	-
	Total long term assets	104,634	97,813	96,823
	SHORT TERM ASSETS			
5	Stocks	35,717	28,581	27,362
6	Prepayments and deferred expenses	2,022	860	1,451
7	Amounts receivable from the customers	24,424	34,363	20,867
	The other amounts receivable	3,406	190	122
	The other short term assets	64	586	850
8	Cash and its equivalents	5,600	3,676	3,123
	Total short term assets	71,233	68,256	53,775
	TOTAL ASSETS	175,867	166,069	150,598
	LIABILITIES AND OWNER'S EQUITY			
	SHAREHOLDER'S EQUITY			
9	Share capital	50,827	50,827	50,827
	Compulsary reserve	5,083	5,083	5,083
	Revaluation reserve	9,979	10,073	7,929
	Profit brought forward	20,826	24,965	11,900
	Total capital and reserves	86,715	90,948	75,739
	Minority shares	1,982	1,962	1,689
	Total shareholder's equity	88,697	92,910	77,428

Interim consolidated report for the six months of 2007

JSC Alita

LONG TERM LIABILITIES

12	Long term bank credits	4,459	3,396	33,853
	Obligation of the postponed profit taxes	1,742	1,742	2,562
	Total long term liabilities	6,201	5,138	36,415

SHORT TERM LIABILITIES

12	Short term portion of long term loans	12,006	24,457	12,643
12	Short term bank loans	28,066	11,485	2,766
	Trade creditors	13,945	7,875	11,249
	Payable profit tax	275	255	229
11	Accumulated liabilities	26,677	23,949	10,276
	Total short term liabilities	80,969	68,021	37,163

**TOTAL LIABILITIES AND
SHAREHOLDER'S EQUITY**

175,867	166,069	150,598
----------------	----------------	----------------

13. Profit (loss) statement**Consolidated profit (loss) statement of the first half-year of 2007 (Thousands of litas)**

<u>Note</u>	<u>The first half-year of 2007</u>	<u>The first half-year of 2006</u>
SALES, NET PROFIT	77,548	58,437
Cost of goods sold	(51,712)	(35,101)
GROSS PROFIT	25,836	23,336
Sales and distribution expenses	(10,860)	(10,033)
General and administration expenses	(10,230)	(7,220)
PROFIT FROM OPERATIONS	4,746	6,083
Financial and other revenues (expenses), net profit	204	(397)
PROFIT BEFORE TAXES	4,950	5,686
Income tax	(937)	(1,107)

NET PROFIT OF THE YEAR	4,013	4,579
Attributable to:		
Equity holders of the parent	3,993	4,559
Minority interest	20	20
NET PROFIT OF THE YEAR	<u>4,013</u>	<u>4,579</u>
Profit for one share	0,08	0,09

14. Explanatory message.

The notes of the consolidated financial statement of the first half-year of 2007. (Thousands of litas, if not shown.)

3. Long term tangible and intangible assets

During the first half-year of 2007 the Company acquired assets for 3,775 thousand Lt., transferred and discarded for 158 thousand Lt., the depreciation of tangible assets amounts to 4,368 thousand Lt.

In the first half-year of 2007 the depreciation of intangible assets amounts to 155 thousand Lt.

4. Long term financial assets

Investments designed for the sales are made of:	<u>30 06 2007</u>	<u>31 12 2006</u>
JS „Šiaulių bankas“ shares	6,179	6,379
The other securities	-	<u>1</u>
Total	<u>6,179</u>	<u>6,380</u>
The value decrease in the beginning of the year	-	(1)
The value increase at the end of the year	<u>11,756</u>	<u>11,851</u>
Total	<u>17,935</u>	<u>18,230</u>

In 2007 ended 30 June due to increase of the share capital of AB Šiaulių Bankas AB Alita received 489,546 free of charge ordinary registered shares and for the same period disposed 200,000 ordinary registered shares. On 30 June 2007 AB Alita held 4,939,964 ordinary registered shares with a nominal value of 1 Lit as each.

Interim consolidated report for the six months of 2007

JSC Alita

5. Stocks

The stocks are made of:	<u>30 06 2007</u>	<u>31 12 2006</u>
Raw material	5,908	1,870
Packing material	5,749	6,021
Aid material	1,974	1,180
Unfinished production	11,252	12,462
Final production	9,062	9,553
Goods for sales	<u>3,746</u>	<u>69</u>
Stock value decrease	<u>(1,974)</u>	<u>(2,574)</u>
Total	<u>35,717</u>	<u>28,581</u>

6. Prepayments and deferred expenses

The prepayments and deferred expenses are made of:	<u>30 06 2007</u>	<u>31 12 2006</u>
The prepayments for the local suppliers	1,267	269
The prepayments for the foreign suppliers	45	203
Prepaid taxes	66	-
Deferred expenses	<u>644</u>	<u>388</u>
Total	<u>2,022</u>	<u>860</u>

7. Trade accounts receivable

Trade accounts receivable consist of:	<u>30 06 2007</u>	<u>1 12 2006</u>
Trade accounts receivable	26,259	36,200
Impairment at the end of the year	<u>(1,835)</u>	<u>(1,837)</u>
Total	<u>24,424</u>	<u>34,363</u>

8. Cash and cash equivalents

Cash and cash equivalents comprise:	<u>30 06 2007</u>	<u>31 12 2006</u>
Cash at bank	5,383	3,648
Cash on hand	<u>217</u>	<u>28</u>
Total	<u>5,600</u>	<u>3,676</u>

Interim consolidated report for the six months of 2007

JSC Alita

9. Shareholder's equity

Revaluation reserve	<u>30 06 207</u>	<u>31 12 2006</u>
Increase in value of AB Šiaulių bankas shares	11,757	11,851
Deferred income tax to equity	<u>(1,778)</u>	<u>(1,778)</u>
Total	<u>9,979</u>	<u>10,073</u>

The profit placing

In April 27, 2007 the General Meeting allocated 8 132 thousand Lt. of dividends.

10. The profit for one share

The profit for one share is calculated so:	<u>The first half-</u>	<u>The first half-</u>
	<u>year of 2007</u>	<u>year of 2006.</u>
Net profit, attributable to the shareholders	3,993	4,559
The share number (in thousands)	50,827	50,827
The profit for one share (Lt)	<u>0,08</u>	<u>0,09</u>

AB Alita has no dilutive potential shares or convertibles. The diluted earnings per share are the same as the basic earnings per share.

11. Accumulated liabilities

Accumulated liabilities comprise:	<u>30 06 2007</u>	<u>31 12 2006</u>
Excise	7,532	12,184
Import excise	2,752	-
Value added tax (VAT)	2,829	5,519
Import VAT	488	-
Advances received	1,822	2,164
Salaries	853	491
Accrued social security tax	557	372
Withholding income tax	323	121
Vacation pay	1,226	1,003
Other accrued liabilities	<u>8,295</u>	<u>2,095</u>
Total	<u>26,677</u>	<u>23,949</u>

12. Long-term and short-term bank loans and leasing liabilities

The balance of liabilities of long and short term loans and redeemable release for June 30, 2007.

	<u>30 06 2007</u>	<u>31 12 2006</u>
Long term loans	3,396	3,396
Liabilities of redeemable release	1,255	-
Short term loans	<u>39,880</u>	<u>35,942</u>

Total	<u>44,531</u>	<u>39,338</u>
-------	---------------	---------------

The loan redemption term is 2007 and 2008.

15. Information about audit

Consolidated financial statements for the six month period ended 30 June 2007 was not audited. An audit will be performed for the full financial year 2007.

The comparative information is taken from consolidated financial statements for the year 2006, which was prepared in and audited accordance with International Financial Reporting Standards as adopted by European Union.

IV. THE ESSENTIAL EVENTS IN THE ISSUER'S ACTIVITY

16. The essential events in the Issuer's activity.

21 02 2007 Interim results of the year activity in 2006.

The JSC „Alita“ interim consolidated net profit of 2006 amounts to 17 606 thousand Lt. (5 099 thousand EUR), last year the consolidated net profit amounted to 18 156 thousand Lt (5 258 thousand EUR). In 2006 the consolidated sale incomes were 143 463 thousand Lt (41 550 thousand EUR), in 2005 – 136 494 thousand Lt (39 531 thousand EUR).

21 03 2007 Convocation of the JSC „Alita“ General Meeting

In April 27, 2007 the JSC „Alita“ General Meeting is called on the Board's initiative and it will take place in the Company hall (Miškininkų 17, Alytus). The registration starts at 11 o'clock. The shareholders must have an identification paper, the assignees must have an identification paper and a letter of authorization approved according to the law. The accounting day of the General Meeting is April 20, 2007. The shareholders can have a look at the Company papers related to the agenda of the General Meeting and meeting resolution drafts in the Company headquarters from April 16, 2007.

Agenda of the General Meeting

1. Report on the Company's activities in 2006.
2. Auditor's opinion.
3. Approval of the Company's financial statements in 2006.
4. Approval of profit (loss) appropriation for 2006.
5. Approval of the consolidated financial statement in 2006.
6. Selection of the firm of auditors for 2007-2008 financial years and the establishment of the terms of the remuneration for audit services.

12 04 2007 The acquired pack of the shares

The JSC „Alita“ acquired 100% of shares of alcoholic wholesale plant PJSC „DAIVALDA“ that owns PJSC „Vilkmergės alus“.

27 04 2007 The resolutions of the General Meeting

In April 27, 2007 the General Meeting took place and passed these resolutions:

1. The report of 2006 was heard.
2. The auditor's report was heard.
3. To approve the company financial statement of 2006.

4. To approve the profit (loss) appropriation for 2006
 The profit (loss) brought forward of the previous financial year at the end of the year: 6 206 thousand Lt (1 797 thousand EUR).
 The net profit (loss) of the year: 15 624 thousand Lt (4 525 thousand EUR).
 The total distributable profit (loss) at the end of the financial year: 21 830 thousand Lt. (6 322 thousand EUR).
 The profit appropriation: the part of the profit set to pay dividends: 8 132 thousand L. (2 355 thousand EUR).
 The profit (loss) brought forward at the end of the financial year is transferred to next financial year: 13 698 thousand Lt. (3 967 thousand EUR).
 To assign for dividends 0,16 Lt. (0,046 EUR) for one share and to pay in one month from the day of the resolution of the profit appropriation.
5. To approve the consolidated financial statement of 2006
6. To select the PJSC „KPMG Baltics“ as the Company auditor and to fix the payment of 65 thousand Lt. (18,8 thousand EUR) without VAT for the audit of one year financial year.

04 05 2007 Interim results of the activity of the first quarter of 2007.

The interim consolidated net profit of the JSC „Alita“ of the first quarter amounts to 1 641 thousand Lt (475 thousand EUR) and comparing with the same period of the previous year it increased 20%. According to the interim data the consolidated sale incomes of the first quarter of 2007 amount to 29 129 thousand Lt (8 436 thousand EUR) and comparing with the same period of 2006 it increased 14%.

Alita“ won the competition to acquire drink production plant in Serbia.

2007 06 08. The consortium of the biggest producer of sparkling wine in the country JSC „Alita“ and the Swedish financial-investment company won the privatization competition of the Serbian brewery

„Beogradska Piva“ owned by the state and they won the right to acquire 51.9% of shares of this company. The controlling block of shares in the consortium belongs to the JSC „Alita“, the intended acquisition would be financed with the loans from the Lithuanian banks. The Lithuanian and Swedish consortium bid EUR 21.4 million for the shares of the oldest Serbian brewery and promised to invest EUR 5.1 million in three years.

2007 07 25. Regarding the signing of the contract to acquire shares.

In July 24, 2007, the consortium of the JSC „Alita“ and the Swedish company „United Nordic Beverages“ signed the contract with the Privatization Agency of the Republic of Serbia to acquire 51.9% of shares of the Belgrad brewery „Beogradska Industrija Piva“. 80% of the controlling block of shares in the consortium belong to the JSC „Alita“. According to the contract the consortium will pay EUR 21,4 million for the shares. The transaction will be over on the receipt of the consent of the Competition Committee of the Republic of Serbia. We intend to get the consent in a month.

17. Lawsuits and arbitrage

During the reporting cycle, there were no any juridicial or arbitrage proceedings, wich could have hold over finance.