

GRANT THORNTON BALTIC UAB

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INDEPENDENT AUDITOR'S REPORT**TO THE SHAREHOLDERS OF AB ŽEMAITIJOS PIENAS****Report on the financial statements**

We have audited the interim separate financial statements presented in the accompanying set of interim separate and consolidated financial statements as of 30 June 2016 of AB Žemaitijos pienas (hereinafter – the Company). The audited interim separate financial statements comprise the separate statement of financial position as at 30 June 2016, and the separate statement of comprehensive income, the separate statement of changes in equity, the separate statement of cash flows for the interim 6 month period then ended, and the explanatory notes with a summary of significant accounting policies and other explanatory information (hereinafter – the interim separate financial statements).

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these interim separate financial statements in accordance with the legal acts of the Republic of Lithuania regulating the financial accounting and preparation of the financial statements, and with International Financial Reporting Standards as adopted by the European Union and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these interim separate financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the interim separate financial statements present fairly, in all material respects, the financial position of AB Žemaitijos pienas as at 30 June 2016, and its financial performance and its cash flows for the interim 6 month period then ended in accordance with the legal acts of the Republic of Lithuania regulating the financial accounting and preparation of the financial statements, and with International Financial Reporting Standards as adopted by the European Union.



Emphasis of Matter

We draw an attention to the fact that the interim consolidated financial statements presented in the accompanying Company's set of interim separate and consolidated financial statements as of 30 June 2016, were not audited, therefore we do not express an opinion on them. Also, we do not express an opinion on the information provided in the explanatory notes regarding sums of the interim consolidated financial statements. Our opinion on the interim separate financial statements is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

We have read the accompanying interim report as of 30 June 2016 of AB Žemaitijos pienas and have not identified any material inconsistencies between the financial information included in it and the interim separate financial statements of AB Žemaitijos pienas for the interim period ended at 30 June 2016.

Laimė Jablonskienė
Certified Auditor, member of the Board
Auditor's certificate No. 000091

8 August 2016
Klaipėda

Grant Thornton Baltic UAB
Audit company's certificate No. 001445

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