



**AB “ALT investicijos”
INTERIM REPORT FOR THE
SIX MONTHS OF 2010**

Prepared in accordance with the rules on preparation and submission of periodic and additional information of the Lithuanian Securities Commission

**ALYTUS
2010**

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1. MAIN DATA ABOUT THE ISSUER

1.1. Reporting period for which this report has been prepared.

The Annual Report is prepared for the first half-year of 2010.

1.2. The issuer and its contact information.

Name	AB "ALT investicijos"
Legal form	public company
The registration date and place	December 10, 1990, the Alytus Branch of the State Registry Center
The re-registration date and place	April 14, 1995, the Alytus Branch of the State Registry Center
Registration code:	149519891
Register, in which data about the legal person are accumulated and stored:	Centre of Registers, Alytus branch office
Office address:	Miškininkų St. 17, Alytus, LT-62200, Lithuania
Tel.:	(8 315) 5 72 43
Fax.:	(8 315) 7 94 67
E-mail:	alita@alita.lt
Internet website:	www.alita.lt

The draft resolutions of the Alita AB of the extraordinary General Meeting of shareholders held on 11 June, 2010 was to change the Company's name from public company "ALITA" to AB "ALT investicijos" and In view of change of the Company's name, to amend the Company's Articles of Association and to approve the new wording of the Company's Articles of Association in accordance with the attached form. In this Interim Report AB "ALITA" are renamed to the new company name AB "ALT investicijos", with the exception of historical information of previous years in which the issuer is called the AB "ALITA".

1.3. Type of the issuer's principal activities.

Investment Activities – means activities carried out by AB "ALITA" in connection with (i) the shares held by AB "ALITA" in foreign companies (shares currently held in "Akcionarsko društvo Beogradska industrija piva, slada i bezalkoholnih pića Beograd", company established in the Republic of Serbia (registration number 07013710, registered address: Bulevar Vojvode Putnika 5, 11000 Beograd, Republic of Serbia) ("BIP")), (ii) possession by AB "ALITA" of financial assets (shares in foreign companies and exercise of the related rights and obligations).

1.4. The information on the transactions with the brokers of the securities of the public turnover.

In November 18, 2003 the Company was signed the Issuer's Securities Accounting Management Agreement with the Department of Operations with Securities of AB Swedbank (code 112029651; registered office: Konstitucijos ave. 20A, Vilnius, LT-03502, tel. (+370-5) 258 24 85, fax: (+370-5) 258 21 70).

2. INFORMATION ABOUT THE ISSUER'S AUTHORIZED CAPITAL, THE ISSUED SECURITIES, SHAREHOLDERS AND MEMBERS OF THE MANAGEMENT BODIES

2.1. The main activities of the Issuer.

The securities of the AB "ALITA" were entered in the Secondary List of the NASDAQ OMX Vilnius on May 25, 1998. On 31 December 2009. The authorized capital of AB "ALT investicijos" was 50 827 209 LTL on 30 June 2009.

Hereby it is announced that pursuing to the conditions of the spin-off, approved by the general shareholders meeting on September 29, 2009, the reduced share capital of AB "ALITA" of LTL 23 673 416 and the new Company Group ALITA AB, with share capital of LTL 27 153 793, were registered in the register of legal entities on October 7, 2009. The ISIN Code of these securities is LT0000118655 (The abbr. Is ALT1L).

The structure of the authorized capital of the AB "ALT investicijos" is according to the types of the shares:

The type of a share	The number of the shares	The nominal value (LTL)	The total nominal value (LTL)	The part in the authorized capital (%)
Ordinary registered shares	23,673,416	1	23,673,416	100.00
Total:	23,673,416	-	23,673,416	100.00

All the AB "ALT investicijos" shares are paid-up.

The Company did not issue securities that unmark the participation in the authorized capital.

In the reporting year the Company did not acquire its own shares.

In 2010 there were no announced proposals from the third parties to buy the ordinary registered shares of the AB "ALT investicijos". The Company also did not announce proposals to buy the securities of the other Issuers.

2.2. The data about the Issuer's securities trade.

The information about the self-acting fulfilment of the VSE prices and turnover of the sold transactions during 01 01 2010 – 30 06 2010 is given in the table below:

The year and the quarter	The price, LTL		The turnover		The last trading days of the period			The total turnover	
	Max.	Min.	Max.	Min.	Price, LTL	Turnover, LTL	Date	Unit	LTL
2010 I	0.71	0.43	17,930.66	0.00	0.46	4,804.56	31.03.2010	288,168	153,462.73
2010 II	0.48	0.35	18,991.56	0.00	0.37	0.00	30.06.2010	203,952	83,381.70

The capitalization of the AB "ALT investicijos" securities in 2010 is given in the table below:

The date	The capitalization, LTL	The price of a share, LTL
31.03.2010	10,889,771.36	0.46
30.06.2010	8,759,163.92	0.37

The data about the outside Stock Exchange transactions of AB "ALT investicijos" ordinary registered shares are given in the table below:

The year and the quarter	The price, LTL		The total turnover of the quarter, Unit.	
	Maximum	Minimum	Cash payment	Indirect payment
2010 I	0.00	0.00	0,000	4,658
2010 II	0.00	0.00	0,000	2,282

The Company did not sell the ordinary registered shares in the other Stock Exchanges except the NASDAQ OMX Vilnius.

2.3. The restrictions of the securities transfer.

There are no restrictions of the securities transfer of the AB "ALT investicijos".

2.4. The shareholders.

The total number of the AB "ALT investicijos" shareholders was 745 on June 30, 2010.

The shareholders, who had more than 5% of the Company authorized capital on June 30, 2010:

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 Junevičius*	9,916,457	41.89	41.89	83.77
Arvydas Jonas Stankevičius*	3,964,579	16.75	16.75	83.77
Vilmantas Pečiūra*	2,974,922	12.57	12.57	83.77
Darius Vėželis*	2,974,922	12.57	12.57	83.77

*These persons are co-owners of the Company and persons acting in concert.

2.5. The shareholders who has the special control rights and the description of these rights.

There are no such shareholders.

2.6. All the restrictions of the voting rights.

There are no restrictions.

2.7. The shareholders' inter-agreements about which the Issuer knows and for which the securities transfer and (or) voting rights may be restricted.

There are no such inter-agreements.

2.8. Amendment procedure of the Articles of Association.

The Company's Articles of Association may be amended by the decision of the general meeting of shareholders, which was adopted by a qualified majority of vote of at least 2/3 of all the votes carried by the shares of the shareholders attending the meeting, whose shares grant them more than 1/2 of all votes.

2.9. The issuer's management bodies.

The management bodies of AB "ALT investicijos" consist of:

- The General Meeting of Shareholders;
- The Board (of 4 members elected for a period of 4 years);
- The Company's manager (Director General), elected or removed from office by the Board.

The Company's Board consists of 4 members, who were elected for a term of four years by the General Meeting of Shareholders held on 29 April 2008.

Information about the Chairman of the Board and its members:

Name, surname	Position held	Portion of the authorised capital held, %	Portion of the votes attaching to the shares held by the right of ownership, %
Vytautas Junevičius*	Chairman of the Board	41.89	41.89
Arvydas Jonas Stankevičius*	Member of the Board	16.75	16.75
Vilmantas Pečiūra*	Member of the Board	12.57	12.57
Darius Vėželis*	Member of the Board	12.57	12.57

*The listed shareholders of the Company as members of the Board are deemed to be acting in concert pursuant to Par. 48 of Article 2 of the Law on Securities and as together acting persons had 83.77 % of votes in 30.06.2010.

The Board of the AB "ALT investicijos" convened 8 meetings in 2010. During the meetings urgent questions were discussed with regard to the Company's management develops its strategy, analyses investment activities and discusses issues of financial obligations.

2.10. The members of the collegial bodies, the Company Manager, the Chief Financier.

The administration

Name, surname	Position	Available part of the authorised capital, %	The vote part according to the owned shares
Vytautas Junevičius	General Director, since 1994	41.89	41.89
Inga Bandzinienė	Accountant-General, since 7 October 2009	-	-

Additional data about members of the Board, the Head of the Administration and Chief Accountant:

Name, surname	Position held	Education (profession)	Jobs during the last 10 years and positions held
Vytautas Junevičius	Chairman of the Board	Higher education (engineer-economist)	From 1994, Director General of AB "ALITA"; October 7–November 30, Director General of AB ALITA Group; from 1 December 2009, advisor to Director General of AB ALITA Group.
Arvydas Jonas Stankevičius	Member of the Board	Higher education (labour economics, economist)	From 1977, Production Director of AB "ALITA"; from 27 October 2009, Production Director of AB ALITA Group

Vilmantas Pečiūra	Member of the Board	Doctor of Social Sciences	From 1999, Finance and Administration Director of AB "ALITA"; from 3 September 2009, Advisor to Director General of AB "ALITA", from 27 October 2009, Advisor to Director General of AB ALITA Group.
Darius Vėželis	Member of the Board	Higher education (Business management; MBA)	From 1999, Sales and Marketing Director of AB "ALITA"; from July 2004, Director of UAB "Invinus"; from November 2004, Sales and Marketing Director of AB "ALITA"; from July 2009, Director of UAB "Alita Distribution" and Sales and Marketing Director of AB "ALITA"; from 27 October 2009, Director of UAB "Alita Distribution" and Sales and Marketing Director of AB ALITA Group; from 1 December 2009, advisor to Director General of AB ALITA Group.
Inga Bandzinienė	Chief Accountant	Higher education (Finance and Credit, economist)	From 1994, Accountant of AB "ALITA"; from 2001, the Company's Financier; from 2005, Deputy Chief Accountant; from 7 October 2009, Acting Chief Accountant of AB ALITA Group (during the period of A.Miežiūnienė's maternity leave) and Chief Accountant of AB "ALITA"; from 2003 has worked as Accountant for D.Bandzinis firm Binoras.

The data about the participation in the activities of the other companies and organizations

Name, surname	The company, office, organization name, position	The part of the company capital and vote, %
Vytautas Junevičius	Chairman of the Board Company Group ALITA AB	41.9
	Chairman of the Board of AB "Anykščių vynos"	
	PJSC "Šiaulių banko investicijų valdymas"	5.6
	JSC "Šiaulių bankas" Member of the Board PJSC "Aunuva"	50.0
Arvydas Jonas Stankevičius	Member of the Board Company Group ALITA AB	16.74
	Member of the Board AB "Anykščių vynos"	
	PJSC "Lieda" PJSC "Alytaus vaistinė"	40.0 40.0
Vilmantas Pečiūra	Member of the Board Company Group ALITA AB	12.56
	Member of the Board AB "Anykščių vynos"	
	Chairman of the Board JSC "Beogradska Industrija Piva"	
Darius Vėželis	Member of the Board Company Group ALITA AB	12.56
	Member of the Board AB "Anykščių vynos"	
	Member of the Board JSC "Beogradska Industrija Piva"	
Inga Bandzinienė	Does not take part in the activity and capital of the other companies	-

No loans, guarantees or warranties with respect to fulfilment of their obligations were granted to members of the managing bodies over the reporting period.

2.11. The significant transactions.

There were no significant transactions whose one party was the Issuer.

2.12. The transactions of the Issuer and the members or employees of his body.

There were no significant transactions of the Issuer or the members or employees of his body.

2.13. Audit Committee.

The general meeting of the Company's shareholders held on 29 September 2009 approved the Audit Committee. Comprising an independent auditor Ona Katlauskienė. The meeting approved the Regulations of the Audit Committee defining its main functions to be as follows:

- submit to the Board of the Company recommendations concerning the selection, appointment, repeated appointment or dismissal of the external auditor, and the terms of the agreement with an audit firm;
- Monitor the external audit process;
- Monitor the compliance by the external auditor and the audit firm with the principles of independence and objectivity;
- Monitor the financial reporting process;
- Forthwith notify the Manager of the Company of the information provided by the audit firm to the Audit Committee on audit-related problem issues, specifically in case any material deficiencies related to financial statements are established;
- Perform other functions prescribed by the relevant legal acts of the Republic of Lithuania and the guidelines contained in the Corporate Governance Code for companies listed at the Vilnius Stock Exchange.

Neither in respect of the Members of the Board, executive management nor the independent auditor have been filed any official or public charges, nor they have been subjected to any injunctions to hold positions in the administrative, management or supervisory bodies, hold a managing position or manage business related to the issuer.

3. INFORMATION ABOUT THE ISSUER'S BUSINESS ACTIVITIES

3.1. Overview of Company's business activities

The consortium of AB "ALITA" and Swedish finance-investment company "United Nordic Beverages" on 8 June 2007 become the winner of the Serbian state owned brewery "Beogradska Industrija Piva" Privatization contest. The consortium acquires 51,9 percent of the brewery. AB "ALITA" has 80 % block of shares in the consortium.

In September 2007, on the basis of the Privatization Agreement concluded between AB "ALITA" and the Serbian Privatization Agency, AB "ALITA" acquired a 41.52 percent interest holding in the brewery Beogradska Industrija Piva in Belgradeconsisting of 3,781,012 ordinary registered shares, each of 600 RSD in nominal value (equivalentto approximately LTL 26.28) for LTL 70,437,000.

On 19 February 2010 public company ALITA has received by fax two official notifications from the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia.

The aforementioned institutions informed public company ALITA that on 16 February 2010 the decision to terminate the 24 July 2007 share sale-purchase agreement of the 51,90242% shares (the Shares) of Akcionarsko društvo Beogradska industrija piva (the Company), concluded between the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia, from one side, and public company ALITA and United Nordic Beverages AB, acting as a consortium of legal entities (the Buyer), from the other side (the Privatisation Agreement) was adopted.

Considering the abovementioned, the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia has informed public company ALITA that the Shares of the Company shall be transferred to the Share Fund of the Republic of Serbia.

In the abovementioned notifications the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia have also indicated that according to breaches of the Privatisation Agreement and on the ground of Article 8.6 of the Privatisation Agreement, the decision to claim the following contractual penalties from the Buyer was adopted:

- to claim the fine amounting to 50 % of the purchase price of the Shares – for the breach of obligation to make investments into the Company, as stipulated in Article 8.1.2 of the Privatisation Agreement;
- to claim the fine amounting to double value of the transferred fixed assets of the Company – for the breach of the obligation, stipulated in Article 8.2.2 of the Privatisation Agreement (i.e. for the failure to secure that the Company would dispose its fixed assets in accordance with the provisions of the Privatisation Agreement);
- to claim the fine amounting to 100% of the purchase price of the Shares – for the breach of the obligation, stipulated in Article 8.2.4 of the Privatisation Agreement (i.e. for causing the Company to be put into the enforced settlement by way of sale of Company's fixed assets or any other similar proceeding and failure to prevent such proceedings).

While responding to such a request, on 5 March 2010 public company AB "ALITA", has informed the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia, that it does not agree with such alleged breaches of the Privatization Agreement and, accordingly, the request to pay the penalties, deems such request as not reasonable and does not agree to pay the requested penalties; and also deems that the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia have violated the contractual rights and applicable laws. Currently the Buyer together with its lawyers is still analysing the situation and possible strategies to challenge the aforementioned requests of the institutions of the Republic of Serbia.

On 12 May 2010 Company sent an official notice to the Government of the Republic of Serbia with a copy to the Privatisation Agency of the Republic of Serbia, the Share Fund of the Republic of Serbia and the Embassy of the Republic of Lithuania in Serbia.

In the sent notice the Company stated that decisions adopted and actions performed by the authorities of the Republic of Serbia infringe the interests of the Company, as an investor, and do not comply with the principles established in the 29 March 2005 Agreement of the Government of the Republic of Lithuania and the Council of Ministers of Serbia and Montenegro on reciprocal investment promotion and protection (the Agreement).

The Company also stated that the Republic of Serbia is responsible for the violations of the provisions of the Agreement and the international law committed by its authorities and must remunerate the losses sustained by the Company.

An official notice of the Company by which the Company informs the Republic of Serbia on the existing dispute, initiates official negotiations with the Government of the Republic of Serbia regarding infringement of the rights of the Company, as an investor, and invites to resolve the existing dispute by way of amicable negotiations and agree on the place and time of the first meeting, has been filed in accordance with the provisions of the Agreement.

The Company has also informed that basing on Article 9 of the Agreement, in case of failure to resolve the dispute within 6 months by way of amicable negotiations, the Company reserves the right to apply to International Investment Dispute Resolution Centre or invoke another way of dispute resolution stipulated in the Agreement.

AB "ALT investicijos" losses from investment activity amounted LTL 118 thousand (EUR 34.2 thousand) of the first half-year of 2010. Total net result for the year 2010 amounted LTL 6.3 million (EUR 1.8 million) losses.

Read the Balance Sheet and the Profit (loss) Statement of the AB "ALT investicijos" for the six month period ended 30 June 2010 according to the reference annual financial statements.

3.2. The personnel.

The data about the personnel for the six months of 2009-2010:

The employees of the AB "ALT investicijos" personnel in 2008-2009 according to personnel groups:

Employees	7 October – 31 December 2009		The first half-year of 2010	
	Amount	Average wages	Amount	Average wages
Managers	2	1,096	3	1,502
Specialists and employees	1	55	1	55
Total:	3	1,123	3	1,019

3.3. Risk factors related to the issuer's activity.

The information concerning risk factors disclosed in this Section should not be considered an exhaustive and comprehensive survey of all risk factors concerning the Company and its shares.

It is possible to indicate these principal risk factors that had the influence on the Company economic-financial activity in 2009 or able to have an influence in future:

Financing risk. Loans and interest rates

As at 30 June 2010, the Company has the following long-term loans: EUR 17,936 thousand and its repayment terms are the years 2011. The average variable interest rate for the loans was from 3.526 % to 3.406 % in 2010.

More information see in The Interim financial statements for the six month period ended 30 June 2010, in the notes No.12.

Risks associated with the dividend

The amount of the future dividend will mainly depend on the performance of the Company, its financial status, ability to create cash flows, the need for capital resources, etc. Furthermore, payment of dividend may be opposed by the Company's creditors if payment of dividend were in violation of the provisions of respective loan agreements. Therefore there are no guarantees that in the future the Company will be able to pay dividend.

3.4. Lawsuits and arbitrage

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

4. UPDATE AND ESSENTIAL EVENTS OF THE ISSUER'S ACTIVITIES

The Company, acting according to the law acts regulating the Stock Exchange during last 6 months, published this information in the OMX Company News Service system of the information disclosure and distribution of the NASDAQ OMX Vilnius website: www.nasdaqomx.com/vilnius and in the AB "ALT investicijos" website www.alita.lt/investuotojams:

Date of disclosure	Brief description of disclosed information
18.02.2010	Due published information about cancelled agreement of privatization
20.02.2010	Re the termination of the privatisation agreement of the shares of akcionarsko društvo Beogradska industrija piva
23.02.2010	Due specification of published information
26.02.2010	Consolidated non-audited results of 2009 year
05.03.2010	Re response to the claims on payment of penalties of the Share Fund of the Republic of Serbia and the Privatisation Agency of the Republic of Serbia
10.03.2010	CORRECTION: AB ALITA unaudited Interim Financial Statements for the year 2009
06.04.2010	Convocation of the Ordinary General Meeting of Shareholders
07.04.2010	Re the information publicly announced on 6 April 2010, regarding the nationalization of Beogradska industrija piva shares
09.04.2010	Audited financial statements for the year 2009 of the ALITA AB
12.04.2010	Re the clarification of information
27.04.2010	Resolutions of the Annual General Meeting of ALITA AB
12.05.2010	Re specification of information
21.05.2010	Regarding extraordinary general meeting of shareholders of public company ALITA AB
27.05.2010	ALITA AB financial statements for the three months of 2010
11.06.2010	Resolutions of the extraordinary General Meeting of ALITA AB

General Director



Vytautas Junevičius