



Abc Grupp

ABC GRUPI AS

Consolidated interim report for the first half of 2009

(Translation of the Estonian original)

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Commercial registry number	10419384
Legal address	Laki 25, Tallinn 12915, Republic of Estonia
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Web page	www.abc.ee
Main activities	Retail and Wholesale Trade
Auditor	Rimess OÜ
Beginning and end of reporting period	01.01.2009-30.06.2009

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INTERIM MANAGEMENT REPORT

The primary areas of activity of the companies of the ABC Group include retail and wholesale trade. In the first half of 2009, the average number of employees at ABC Group was 508. The parent company is located and has been registered at 25 Laki in Tallinn, Estonia.

As of 30th of June 2009, following companies belong to the ABC Group:

	Country of location	Area of activity	Participation as of 30.06.09	Participation as of 31.12.08
Abestock AS	Estonia	wholesale trade	100%	100%
Agora Logistika AS	Estonia	logistics	100%	100%
Comarket AS	Estonia	retail trade	100%	100%
ABC Motors AS	Estonia	car trade	100%	100%
Oma Varahalduse AS	Estonia	real estate	100%	100%
ABC Vara AS	Estonia	real estate	1,81% (98,2% indirect)	1,81% (98,2% indirect)
Supersam OÜ	Estonia	retail trade	100%	100%
6 PO AS	Estonia	services	100% indirect	100% indirect
Vending Automaadid OÜ	Estonia	services	26% indirect	26%
Viimsi Kaubanduse OÜ	Estonia	trade	100%	

All companies belonging to the Group which are subjects for auditing have been audited by OÜ Rimess as of 31 December 2008.

Consolidated performance results of the first half of 2009

For the ABC Grupi AS companies the first half of 2009 was a period of cost saving and adaptation to the fast economic downturn. As compared to the first half of 2008 we succeeded to reduce staff, interest and other operating expenses by 23.9 million EEK while the net sales only fell by 6.7% to 650.96 million EEK. The consolidated loss amounted to 2.87 million EEK. This was the result of reduction in the value of real estate and loss from the principal activities of the vehicle segment.

Significant events of the group ABC Grupi AS that took place in the first half of 2009 and between the end of the reporting period and the disclosure of the Interim Report were the following:

- Abestock AS started selling the Nestle Purina animal feeds;
- in July ABC Motors AS sold 75 new vehicles, making thus Renault the market leader of new vehicles in Estonia.

Retail trade

As compared to the first half of 2008, the net sales of the stores of Comarket AS increased in the first half of 2009 by 1.8%, amounting to 279.0 million EEK. The number of stores operated has increased by one store over the year. The company sustained a loss of 0.98 million EEK, while at the same period in 2008 the profit amounted to 0.8 million EEK. At the same time staff costs decreased in Q2 of 2009 by 17.6% as compared to the same period in 2008 and the profit of the quarter amounted to 0.14 million EEK. The market share of Comarket in the retail turnover of stores specialised in food and convenience goods (predominantly food products) was 2.6%.

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Wholesale trade

The net sales of Abestock AS in the first half of 2009 decreased by 2.7% to 279,2 million EEK as compared to the first half of 2008. At the same time profit increased by 12.0% to 7.34 EEK. Since June the current net sales has reached the level of the previous year.

Vehicle trade

The net sales of ABC Motors AS in the first half of 2009 decreased by 34,7% to 80,4 million EEK as compared to the first half of 2008. The company sustained a loss amounting to 5.63 million EEK. The sales of new vehicles reduced by 53% to 230 vehicles, while the sales of used vehicles increased by 2.7% to 153 vehicles. The decrease in the net sales and operating expenses has been proportionate; the reason behind the decline in the margin is the sales of used vehicles at a low price due to the market situation as well as the reduction in the average cost of service work.

Real estate

The loss of the real estate segment in the first half of 2009 amounted to 3,2 million EEK as compared to the profit of 15,6 million EEK of the same period in 2008. At the same time revenue from rent increased by 47,2% to 9,12 million EEK. The reduction in the revenue of the segment has been due to the impairment of assets.

Future perspectives

In the second half of 2009 we will mainly focus on increasing the net sales and improving the efficiency. In retail trade we are planning to open a store of new conception in the Solaris Centre and increase the efficiency of the company to a significant extent. In wholesale trade we are planning to continue the extension of the product portfolio and reach a 5% increase in net sales and a larger profit than a year before. In vehicle trade we are planning to continue the sales of new cars that started successfully in July and retain better sales results until the end of the year. In real estate segment we are planning to partially dispose real estate objects with cash flow. To support tenants, we are planning to improve our campaigns. We are planning to reduce the costs of 2009 by up to 50 million EEK instead of the 30 million EEK planned earlier.

Financial Ratios 2008-2009

(thousands)

	EEK	EEK	EUR	EUR
Statement of comprehensive income	6 m 2009	6 m 2008	6 m 2009	6 m 2008
Net sales	650 955	697 222	41 603	44 560
Operating profit	9 925	42 625	635	2 725
Net profit	-2 869	23 806	-183	1 521
Statement of financial position	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Current assets	289 583	316 147	18 508	20 206
Non-current assets	677 409	702 850	43 294	44 920
Total assets	966 992	1 018 997	61 802	65 126
Current liabilities	460 882	394 974	29 456	25 245
Non-current liabilities	186 934	301 978	11 947	19 299
Total liabilities	647 816	696 952	41 403	44 544
Equity	319 176	322 045	20 399	20 582
Equity ratio (%)	33,0%	31,6%	33,0%	31,6%
INCREASES (%)				
Increase in net sales	-6,6%	55,8%	-6,6%	55,8%
Increase in assets	-4,6%	10,0%	-4,6%	10,0%
Increase in equity	-0,9%	3,0%	-0,9%	3,0%
PROFITABILITY RATIOS (%)				
EBIT margin	1,5%	6,1%	1,5%	6,1%
ROE (Return of Equity)	-0,9%	2,9%	-0,9%	2,9%
ROA (Return of Assets)	-0,3%	0,9%	-0,3%	0,9%
Net margin	-0,4%	0,6%	-0,4%	0,6%
LIQUIDITY RATIOS				
Quick ratio	0,63	0,80	0,63	0,80
Debt ratio	0,67	0,68	0,67	0,68
EFFICIENCY RATIOS				
Inventory turnover ratio	3,68	4,34	3,68	4,34
Net sales per employee	1 281,4	1 258,5	81,9	80,4
Average number of employees	508	554	508	554
EBIT margin	= Operating profit / Net sales			
Equity ratio	= Equity / (Liabilities + Equity)			
ROE (Revenue of Equity)	= Net profit / Average equity ¹			
ROA (Return of Assets)	= Net profit / Average assets ¹			
Net margin	= Net profit / Net sales			
Quick ratio	= Current assets / Current liabilities			
Debt ratio	= Total liabilities / (Liabilities + Equity)			
Inventory turnover ratio	= Net sales / Average Inventory ¹			
Net sales per employee	= Net sales / Average number of employees			

¹ 12 months average

Member of the Management Board

REPORT ON CORPORATE GOVERNANCE CODE OF THE TALLINN STOCK EXCHANGE

ABC Grupi AS follows most of the mandatory guidelines of the Corporate Governance Code (CGC). At the same time, there are some guidelines which the Company does not follow due to the peculiarities characteristic to the Company. The following is a list of guidelines not observed by the Company:

Unlike clause 2.2.1 of the Corporate Governance, the management board of ABC Grupi AS has only one member, because it is a holding company that had no paid employees until Q2 of 2009 and, thus, there was no need for a management board consisting of several members. Each subsidiary has a management board of one, two or three members, depending on the number of employees.

In all the subsidiaries resolutions are adopted by the management, the members of which are in addition to the members of the management board also key employees.

The areas of responsibility, duties and authorities have been clearly determined among the members of the Management Board. If necessary, the management shall involve consultants and experts in the decision-making process. Such allocation complies with the needs of the Group in the best manner, ensures sufficient and effective management and does not financially or administratively overburden the Group companies.

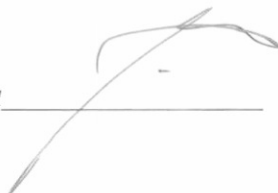
Unlike clause 2.2.3 of the CGC, the Supervisory Board discusses and regularly reviews not only the fundamentals of the remuneration paid to the Management Board, but also the fundamentals of the remuneration paid to the entire management and prepared by the chairman of the Management Board.

The Supervisory Board of ABC Grupi AS considers justified in the interests of the Company that the remuneration of each member of the Management Board is not separately disclosed (CGC 2.2.7). The Group is convinced that it is important to disclose to the investors the total of the remunerations of persons responsible for the management activities of the entire company and well-being of the shareholders (Management Boards of the Group companies) and is of the opinion that the remuneration disclosed separately for each member constitutes a business secret, and the Group does not want to disclose it to the competitors.

Pursuant to the CGC, several guidelines are recommended for the members of the Supervisory Board and their activities, which pertain to the persons of the members of the Supervisory Board, conflicts of interest, cooperation with the Management Board, etc. ABC Grupi AS does not comply with some of these recommended guidelines in detail and formally, but the Supervisory Board (members thereof) and their work is arranged in the manner that actual supervision over the activities of the Management Board is ensured and the resolutions significant for the companies are adopted by as wide circle of decision-makers as possible, and experts of the relevant fields are also involved in the decision-making process. Among other things, the principle applies that the Supervisory Boards shall form the respective development and monitoring committees to adopt resolution in substantial matters (areas).

There is active cooperation between the supervisory boards and management boards of the subsidiaries of ABC Grupi AS through the development and supervisory committees created by the supervisory boards. Usually, the heads of the committees are heads of the divisions of ABC Grupi AS and thus the best experts of the respective field in the Group.

Member of the Management Board _____



DECLARATION OF THE MANAGER

The manager confirms to the best of its knowledge that:

A. the Interim Report of the consolidated activities of ABC Grupi AS in the first half of 2009 presented on pages 3 to 6 gives a true and fair view of the important events that took place during the first six months of the financial year and the effect thereof on the abridged financial statement and contains a description of the main risks and uncertainties of the remaining six months of the financial year;

B. the consolidated abridged financial statement of ABC Grupi AS of the first half of 2009 presented on pages 8 to 36:

1. has been prepared applying the accounting principles and manner of presentation of information, which are in compliance with the International Financial Reporting Standards as adopted by the European Union;
2. gives a fair and true view of the
 - a. assets;
 - b. liabilities;
 - c. equity;
 - d. performance results and
 - e. cash flowof ABC Grupi AS and companies involved in the consolidation as a whole.

The manager confirms that ABC Grupi AS and its subsidiaries are going concerns.

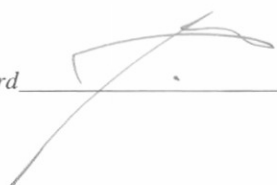
Tallinn, 28 December 2009



Member of the Management Board

Jüri Vips

Member of the Management Board



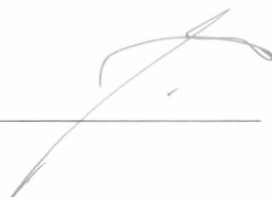
ABRIDGED FINANCIAL STATEMENT

Consolidated Statement of Financial Position

(thousands)

	Note no	EEK 30.06.2009	EEK 31.12.2008	EUR 30.06.2009	EUR 31.12.2008
ASSETS					
Current assets					
Cash	2	2 931	13 394	187	856
Short-term financial investments		1 536	3 751	98	240
Receivables and prepayments	3,4	124 561	105 422	7 961	6 738
Inventories	5	160 555	193 580	10 262	12 372
Total current assets		289 583	316 147	18 508	20 206
Non-current assets					
Long-term financial investments	6,7	10 010	13 104	640	838
Investment properties	8	454 393	463 975	29 041	29 653
Tangible assets	9	138 004	152 021	8 820	9 716
Intangible assets	10	75 002	73 750	4 793	4 713
Total non-current assets		677 409	702 850	43 294	44 920
TOTAL ASSETS	16	966 992	1 018 997	61 802	65 126
LIABILITIES AND EQUITY					
Current liabilities					
Interest bearing loans and borrowings	11	284 797	242 762	18 202	15 515
Payables and prepayments	4,12	176 085	152 212	11 254	9 730
Total current liabilities		460 882	394 974	29 456	25 245
Non-current liabilities					
Interest bearing loans and borrowings	11	185 583	300 250	11 860	19 189
Other non-current liabilities		1 351	1 728	87	110
Total non-current liabilities		186 934	301 978	11 947	19 299
TOTAL LIABILITIES	16	647 816	696 952	41 403	44 544
EQUITY					
Equity attributable to equity holders of the parent company					
Share capital	13	100 280	100 280	6 409	6 409
Issue premium		18 575	18 575	1 187	1 187
Legal reserve		2 180	2 180	139	139
Retained profit (loss)		201 010	191 950	12 847	12 268
Net profit (loss) for the period		-2 869	9 060	-183	579
TOTAL EQUITY		319 176	322 045	20 399	20 582
TOTAL LIABILITIES AND EQUITY		966 992	1 018 997	61 802	65 126

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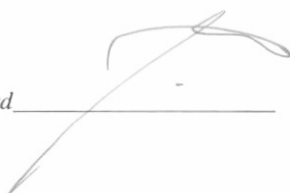


Consolidated Statement of Comprehensive Income

(thousands)

	Note no	EEK 6 m 2009	EEK 6 m 2008	EUR 6 m 2009	EUR 6 m 2008
Net sales	14,16	650 955	697 222	41 603	44 560
Other operating revenues		12 671	47 636	809	3 044
Goods, raw materials and services	15	-555 331	-584 801	-35 492	-37 375
Other operating expenses		-31 592	-39 242	-2 019	-2 508
Staff costs					
Wages and salaries		-40 716	-49 527	-2 602	-3 165
Social taxes		-13 583	-16 490	-868	-1 053
Total staff costs		-54 299	-66 017	-3 470	-4 218
Depreciation and impairment of non-current assets	9,10	-6 599	-6 943	-421	-444
Other operating charges		-5 880	-5 230	-375	-334
Operating profit (loss)	16	9 925	42 625	635	2 725
Financial income and expenses					
Financial income and expenses from investments in subsidiaries	7	-439	0	-28	0
Financial income and expenses from investments in affiliates	7	10	86	0	5
Interest expenses		-14 229	-18 853	-909	-1 205
Profit (loss) on conversion of foreign currencies		412	-55	26	-4
Other financial income and expenses		1 452	119	93	7
Total financial income and expenses		-12 794	-18 703	-818	-1 197
Profit (loss) before income tax		-2 869	23 922	-183	1 528
Company income tax		0	-116	0	-7
Total comprehensive income (loss)		-2 869	23 806	-183	1 521
EPS (kroons/euros)		-2,9	14,8	-0,18	0,95
Dilluted EPS (kroons/euros)		-2,9	14,8	-0,18	0,95

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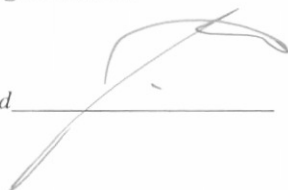


Consolidated Cash Flow Statement [starting with operating profit]

(thousands)

	Note No	EEK 2009 6 m	EEK 2008 6 m	EUR 2009 6 m	EUR 2008 6 m
Operating activities					
Operating profit		9 925	42 625	635	2 725
Adjustments:					
Depreciation and impairment of non-current assets	9,10	6 599	6 943	421	444
Profit (loss) from sales and write-off of non-current assets		4 431	-37	283	-2
Profit (loss) from conversion of foreign currencies		412	-55	26	-4
Waiving claims		0	-5 000	0	-320
Gains on revaluation of investment properties		0	-29 250	0	-1 869
Change in receivables and prepayments relating to operating activities		-10 685	2 104	-683	134
Change in inventories	5	33 025	-4 115	2 111	-263
Change in liabilities and prepayments relating to operating activities		24 745	-29 658	1 582	-1 896
Interest paid		-15 457	-15 742	-988	-1 006
Total cash flow from operating activities		52 995	-32 185	3 387	-2 057
Investing activities					
Acquisition of tangible assets	9	-2 762	-28 771	-177	-1 839
Acquisition of intangible assets	10	-133	0	-8	0
Acquisition of investment properties	8	-895	-5 021	-57	-321
Disposal of tangible assets		2 460	99	157	6
Disposal of investment properties		4 540	0	290	0
Disposal of affiliate		400	0	26	0
Subsidiaries acquired		0	-1 450	0	-93
Acquisition of other financial investments		-5 661	0	-362	0
Sale of other financial investments		9 174	0	586	0
Receipt of financial lease		80	31	5	2
Repayments of loans issued		0	600	0	38
Dividends received		1	3	0	1
Interest received		269	32	17	2
Total cash flow from investing activities		7 473	-34 477	477	-2 204
Financing activities					
Debt securities (net)	11	-71 958	31 106	-4 599	1 988
Loans raised	11	69 321	118 606	4 430	7 580
Repayments of loans raised	11	-65 329	-85 505	-4 175	-5 465
Repayments of financial lease principal		-2 959	-1 498	-189	-95
Total cash flow from financing activities		-70 925	62 709	-4 533	4 008
Total cash flow		-10 457	-3 953	-669	-253

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ABC GRUPI AS Consolidated interim report for the first half of 2009

Cash and cash equivalents at the beginning of period	2	13 394	6 886	856	440
Change in cash and cash equivalents		-10 457	-3 953	-669	-253
Decrease during business combination		-6	0	0	0
Cash and cash equivalents at the end of period	2	2 931	2 933	187	187

Member of the Management Board

A handwritten signature in black ink, written over a horizontal line.

Consolidated Statement of Changes in Owners' Equity

(thousands EEK)

	Share capital	Issue premium	Legal reserve	Retained profit / loss	Profit / loss for financial year	Total
Balance as of 31.12.2007	21 800	18 575	2 180	206 997	63 868	313 420
Comprehensive income for the preceding financial period	0	0	0	63 868	-63 868	0
Comprehensive income for the first half of 2008	0	0	0	0	23 806	23 806
Balance as of 30.06.2008	21 800	18 575	2 180	270 865	23 806	337 226
Increase in share capital	78 480	0	0	-78 480	0	0
Loss of the second half of 2008	0	0	0	0	-14 746	-14 746
Dividends paid out	0	0	0	-435	0	-435
Balance as of 31.12.2008	100 280	18 575	2 180	191 950	9 060	322 045
Comprehensive income for the preceding financial period	0	0	0	9 060	-9 060	0
Loss of the first half of 2009	0	0	0	0	-2 869	-2 869
Balance as of 30.06.2009	100 280	18 575	2 180	201 010	-2 869	319 176

(thousands EUR)

	Share capital	Issue premium	Legal reserve	Retained profit / loss	Profit / loss for financial year	Total
Balance as of 31.12.2007	1 393	1 187	139	13 230	4 082	20 031
Comprehensive income for the preceding financial period	0	0	0	4 082	-4 082	0
Comprehensive income for the first half of 2008	0	0	0	0	1 521	1 521
Balance as of 30.06.2008	1 393	1 187	139	17 312	1 521	21 552
Increase in share capital	5 016	0	0	-5 016	0	0
Loss of the second half of 2008	0	0	0	0	-942	-942
Dividends paid out	0	0	0	-28	0	-28
Balance as of 31.12.2008	6 409	1 187	139	12 268	579	20 582
Comprehensive income for the preceding financial period	0	0	0	579	-579	0
Loss of the first half of 2009	0	0	0	0	-183	-183
Balance as of 30.06.2009	6 409	1 187	139	12 847	-183	20 399

Member of the Management Board

Note 1 Accounting Policies and Procedures Used upon Preparing Annual Accounts

General Information

The consolidated interim report for the first half of 2009 of ABC Grupi AS and its subsidiaries and affiliates (hereinafter the Group) as of 30 June 2009 has been prepared and signed by the Management Board on 31 August 2009 and the adjusted consolidated interim report for the first half of 2009 has been signed by the Management Board on 28 December 2009.

These consolidated financial statements are not audited and only include consolidated statements of the Group.

General Fundamentals of Preparing the Annual Accounts

The consolidated interim report for the first half of 2009 of the Group and its subsidiaries has been prepared in accordance with the International Financial Accounting Standards, as adopted by the European Union, including IAS 34 and mostly following same accounting principles than in preparing Annual Accounts of 2008.

Consolidated financial statements are presented in thousand of Estonian kroons that is the functional and presenting currency of the parent company, and additionally in Euros according to the rules and regulations of NASDAQ OMX Tallinn.

Changes in the presentation of information in 2009

In connection with changes in IAS 1 "Presentation of Financial Statements", which became into force from 1 January 2009, the Group's first half year 2009 consolidated income statement was replaced with the statement of comprehensive income. The comprehensive income statement also includes all non-owner changes previously recognized in equity. Pursuant to IAS 1, the term "balance sheet" used previously is replaced by the term "statement of financial position". The presentation of basic reports and the new terms do not affect the recognition of transactions and balances of the accounting principles.

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Note 2 Cash

(thousands)	EEK	EEK	EEK	EUR	EUR	EUR
	30.06.2009	31.12.2008	30.06.2008	30.06.2009	31.12.2008	30.06.2008
Cash in hand	1 456	719	620	93	46	40
Cash in bank	930	12 675	1 179	59	810	75
Recovered cash (cash in transit)	545	0	1 134	35	0	72
Total cash	2 931	13 394	2 933	187	856	187

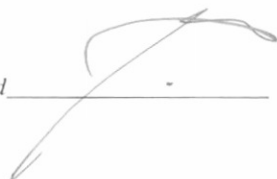
Note 3 Receivables and Prepayments

(thousands)	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Trade receivables	52 863	51 181	3 379	3 271
Factored receivables with recourse	33 178	30 973	2 120	1 980
Doubtful accounts	0	-361	0	-23
Total trade receivables	86 041	81 793	5 499	5 228
Prepaid and deferred taxes (note 4)	778	761	50	49
Other short-term receivables	36 664	20 066	2 343	1 282
<i>inc. other accrued income</i>	6 568	3 576	419	229
Prepaid expenses	1 078	2 802	69	179
Total prepayments	38 520	23 629	2 462	1 510
Total receivables and prepayments	124 561	105 422	7 961	6 738

Note 4 Taxes

(thousands)	EEK	EEK	EEK	EEK	EUR	EUR	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008	30.06.2009	31.12.2008	30.06.2009	31.12.2008
	Pre-paid	Payable	Pre-paid	Payable	Pre-paid	Payable	Pre-paid	Payable
	Note 3	Note 12	Note 3	Note 12	Note 3	Note 12	Note 3	Note 12
VAT	778	5 259	761	6 739	50	336	49	431
Corporate income tax	0	15	0	169	0	1	0	11
Personal income tax	0	1 591	0	1 977	0	102	0	126
Social tax	0	4 042	0	5 050	0	258	0	323
Mandatory funded pension	0	1	0	176	0	0	0	11
Unemployment insurance premium	0	304	0	113	0	19	0	7
Land tax	0	0	0	0	0	0	0	0
Interest payable	0	13	0	13	0	1	0	1
Total	778	11 225	761	14 237	50	717	49	910

Member of the Management Board



Note 5 Inventories

(thousands)	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Goods for resale	160 555	193 580	10 262	12 372
Total inventories	160 555	193 580	10 262	12 372


Written down and written off:

	30.06.2009	31.12.2008	30.06.2009	31.12.2008
used vehicles	0	495	0	32
goods for resale	0	378	0	24
Total	0	873	0	56

Note 6 Long-term Financial Investments

(thousands)	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Shares in affiliates (Note 7)	925	3 517	59	225
Other financial investments	0	40	0	3
Other long-term receivables	9 085	9 547	581	610
Total long-term financial investments	10 010	13 104	640	838

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Note 7 Subsidiaries and Affiliates

The following companies belong to ABC Grupi AS as of 30 June 2009:

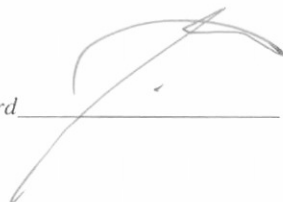
Name of company	Location	Area of activity	Direct holding	Indirect holding	Acquisition value (thousands of EEK)	Acquisition year
Abestock AS	Tallinn, Laki 25	Wholesale trade	100%		13 066	1999
Agora Logistika AS	Tallinn, Laki 25	Logistics services	100%		19 150	2000
ABC Motors AS	Harjumaa Harku, Paldiski mnt 251a	Sales and maintenance of vehicles	100%		100 000	2007
Comarket AS	Tallinn, Ädala 1a	Retail trade	100%		17 990	2000
ABC Vara AS	Tallinn, Laki 25	Real estate development	1,80%	98,20%	181	2004
6 PO AS	Tallinn, Laki 25	Management of telephone central office		100%		
Oma Varahalduse AS	Tallinn, Laki 25	Administration and lease of real estate	100%		57 950	2004
Supersam OÜ	Tallinn, Laki 25	Trade	100%		40	2007
Viimsi Kaubanduse OÜ	Tallinn, Laki 25	Trade	100%		40	2009

Disposal of 100% of Modera Consulting OÜ 100% to the external counterparty on 26.01.2009

(thousands)	EEK	EUR
Sale price	2 000	128
Profit/Loss	-439	-28

Purchase of 100% Viimsi Kaubanduse OÜ 4.03.2009

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Affiliates of ABC Grupi AS

Name	Location	Area of activity
Vending Automaadid OÜ	Tallinn, Suur-Sõjamäe 42a	Trade
Modera Software OÜ (until 26.01.2009)	Tallinn, Laki 25	Software sales

(thousands of EEK)

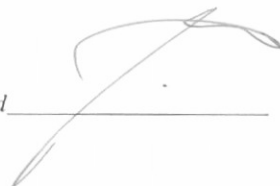
	Vending Automaadid OÜ	Modera Software OÜ	Total
Book value 31.12.2007	966	200	1 166
Acquisition cost 31.12.2007	10	2 500	
Holding % 31.12.2007	26%	50%	
Profit calculated pursuant to equity method	86	0	86
Book value 30.06.2008	1 052	200	1 252
Acquisition cost 30.06.2008	10	2 500	
Holding % 30.06.2008	26%	50%	
Profit calculated pursuant to equity method	-137	102	-35
Correction of Book value 31.12.2007	0	2 300	2 300
Book value 31.12.2008	915	2 602	3 517
Acquisition cost 31.12.2008	10	2 500	
Holding % 31.12.2008	26%	50%	
Decreased during business combination	0	-2 602	-2 602
Profit calculated pursuant to equity method	10	0	10
Book value 30.06.2009	925	0	925
Acquisition cost 30.06.2009	10		
Holding % 30.06.2009	26%		

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(thousands of EUR)	Vending Automaadid OÜ	Modera Software OÜ	Total
Book value 31.12.2007	62	13	75
Acquisition cost 31.12.2007	1	160	
Holding % 31.12.2007	26 %	50 %	
Profit calculated pursuant to equity method	5	0	5
Book value 30.06.2008	67	13	80
Acquisition cost 30.06.2008	1	160	
Holding % 30.06.2008	26 %	50 %	
Profit calculated pursuant to equity method	-8	6	-2
Correction of Book value 31.12.2007	0	147	147
Book value 31.12.2008	59	166	225
Acquisition cost 31.12.2008	1	160	
Holding % 31.12.2008	26 %	50 %	
Decreased during business combination	0	-166	-166
Book value 30.06.2009	59	0	59
Acquisition cost 30.06.2009	1		
Holding % 30.06.2009	26 %		

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Note 8 Investment Properties

(thousands)

	EEK	EEK	EUR	EUR
	6 m 2009	6 m 2008	6 m 2009	6 m 2008
Rent earned on investment properties	9 117	6 189	583	395
Charges in investment properties:	EEK	EUR		
Balance as of 31.12.2007	375 237	23 982		
Acquisition and improvements	5 020	321		
Profit / loss revaluation	29 250	1 869		
Balance as of 30.06.2008	409 507	26 172		
Acquisition and improvements	9 490	606		
Reclassification of construction-in-progress	67 818	4 334		
Profit / loss from revaluation	-5 631	-359		
Reclassification	-17 209	-1 100		
Balance as of 31.12.2008	463 975	29 653		
Sales	-9 740	-622		
Acquisition and improvements	158	10		
Balance as of 30.06.2009	454 393	29 041		

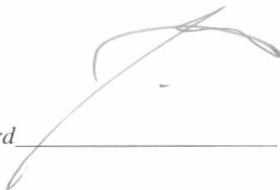
Land and buildings held for the purpose of increasing the market value, not used in the Group's operations and not held for the purpose of resale in the course of ordinary business operations are recorded as investment properties. Investment properties have been initially registered in the Statement of Financial Position at the acquisition value, which includes transaction costs directly attributable to the acquisition: notary fees, state fees, pay to advisers and other costs and expenses without incurring of which the transaction would probably not have taken place. Henceforth, investment properties have been accounted at the fair value, which is determined on the basis of a valuation by an independent expert. Gains/losses from changes in the value are reported in the Statement of Comprehensive Income for the accounting period.

Regarding the fair value of the investment properties the circumstance should be considered that was high-lighted by the independent expert in his expert opinion as of 31.12.2008: the fair value of certain investment properties may rely on the market value as of 31.12.2007 as

- 1) Sudden decrease in the number of real estate market transactions in 2008 has led to difficulties in accounting fair value;
- 2) The material condition, the vacancy rate and the rental prices of the properties have remained unchanged since 31.12.2007.

According to the judgement of the management boards of the subsidiaries there has been no need for revaluation of the investment properties during the first half of 2009. The next tests of the fair value of the investment properties are scheduled for 31 December 2009.

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Note 9 Tangible Assets

(thousands of EEK)

	Land and buildings	Machinery and equipment	Fixtures, fittings and tools	Unfinished non-current assets	Prepayment for non-current assets	Total
Acquisition cost as of 31.12.2007	95 130	31 411	18 058	28 254	17 942	190 795
Acquisition	534	1 291	925	24 960	2 777	30 487
Sales (-)	0	-2 155	-344	0	0	-2 499
Write-off (-)	-10	-36	-246	0	0	-292
Acquisition cost as of 30.06.2008	95 654	30 511	18 393	53 214	20 719	218 491
Acquisition	2 022	11 416	1 876	18 983	-3 791	30 506
Sales (-)	0	1 897	344	0	0	2 241
Reclassified as investment property	0	0	0	-67 818	0	-67 818
Write-off (-)	-199	-285	-528	0	0	-1 012
Reclassified as non-current assets	14 209	0	0	0	0	14 209
Acquisition cost as of 31.12.2008	111 686	43 539	20 085	4 379	16 928	196 617
Acquisition	0	72	279	1 470	-36	1 785
Sales (-)	-7 620	0	0	0	0	-7 620
Write-off (-)	0	-43	-52	0	0	-95
Reclassified as fixed assets	2 587	0	0	-2 587	0	0
Decreased during business combination	0	-4 414	-597	0	0	-5 011
Acquisition cost as of 30.06.2009	106 653	39 154	19 715	3 262	16 892	185 676
Accumulated depreciation as of 31.12.2007	6 100	14 405	11 240	0	0	31 745
Current depreciation (+)	3 083	2 309	1 347	0	0	6 739
Depreciation of non-current assets sold (-)	0	-378	-33	0	0	-411
Depreciation of assets written off (-)	-4	-16	-202	0	0	-222
Accumulated depreciation as of 30.06.2008	9 179	16 320	12 352	0	0	37 851
Depreciation calculated for financial year (+)	3 114	2 927	1 283	0	0	7 324
Depreciation of non-current assets sold (-)	0	185	33	0	0	218
Depreciation of assets written off (-)	-111	-184	-502	0	0	-797
Accumulated depreciation 31.12.2008	12 182	19 248	13 166	0	0	44 596
Depreciation calculated for financial year (+)	2 350	2 615	1 417	0	0	6 382
Depreciation of non-current assets sold (-)	-732	0	0	0	0	-732
Depreciation of assets written off (-)	0	-40	-40	0	0	-80
Decreased during business combination	0	-2 494	0	0	0	-2 494
Accumulated depreciation 30.06.2009	13 800	19 329	14 543	0	0	47 672
Residual value as off 31.12.2007	89 030	17 006	6 818	28 254	17 942	159 050
Residual value as off 30.06.2008	86 475	14 191	6 041	53 214	20 719	180 640
Residual value as off 31.12.2008	99 504	24 291	6 919	4 379	16 928	152 021
Residual value as off 30.06.2009	92 853	19 825	5 172	3 262	16 892	138 004

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Tangible Assets

(thousands of EUR)

	Land and buildings	Machinery and equipment	Fixtures, fittings and tools	Unfinished non-current assets	Prepayment for non-current assets	Total
Acquisition cost as of 31.12.2007	6 078	2 007	1 155	1 804	1 146	12 190
Acquisition	36	83	59	1 598	178	1 954
Sales (-)	0	-138	-22	0	0	-160
Write-off (-)	-1	-2	-17	0	0	-20
Acquisition cost as of 30.06.2008	6 113	1 950	1 175	3 402	1 324	13 964
Acquisition	128	730	121	1 210	-242	1 947
Sales (-)	0	121	22	0	0	143
Reclassified as investment property	0	0	0	-4 334	0	-4 334
Write-off (-)	-13	-18	-34	0	0	-65
Reclassified as non-current assets	908	0	0	0	0	908
Acquisition cost as of 31.12.2008	7 136	2 783	1 284	278	1 082	12 563
Acquisition	0	5	18	94	-2	115
Sales (-)	-487	0	0	0	0	-487
Write-off (-)	0	-3	-3	0	0	-6
Reclassified as non-current assets	165	0	0	-165	0	0
Decreased during business combination	0	-282	-38	0	0	-320
Acquisition cost as of 30.06.2009	6 814	2 503	1 261	207	1 080	11 865
Accumulated depreciation as of 31.12.2007	388	920	717	0	0	2 025
Depreciation (+)	198	148	88	0	0	434
Depreciation of non-current assets sold (-)	0	-24	-2	0	0	-26
Depreciation of assets written off (-)	0	-1	-13	0	0	-14
Accumulated depreciation as of 30.06.2008	586	1 043	790	0	0	2 419
Depreciation calculated for the period (+)	198	187	80	0	0	465
Depreciation of non-current assets sold (-)	0	12	2	0	0	14
Depreciation of assets written off (-)	-7	-12	-32	0	0	-51
Accumulated depreciation 31.12.2008	777	1 230	840	0	0	2 847
Depreciation calculated for the period (+)	150	167	93	0	0	410
Depreciation of non-current assets sold (-)	-47	0	0	0	0	-47
Depreciation of assets written off (-)	0	-3	-3	0	0	-6
Decreased during business combination	0	-159	0	0	0	-159
Accumulated depreciation 30.06.2009	880	1 235	930	0	0	3 045
Residual value as off 31.12.2007	5 690	1 087	438	1 804	1 146	10 165
Residual value as off 30.06.2008	5 527	907	385	3 402	1 324	11 545
Residual value as off 31.12.2008	6 359	1 553	444	278	1 082	9 716
Residual value as off 30.06.2009	5 934	1 268	331	207	1 080	8 820

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Note 10 Intangible Assets

(thousands of EEK)

	Computer software	Operating fees	Goodwill	Total
Acquisition cost 31.12.2007	12 232	2 574	74 423	89 229
Acquisition	594	0	0	594
Acquisition cost 30.06.2008	12 826	2 574	74 423	89 823
Acquisition	-587	0	0	-587
Write-off	-2	0	0	-2
Decreased during business combination	0	0	-2 300	-2 300
Acquisition cost 31.12.2008	12 237	2 574	72 123	86 934
Acquisition	1 827	0	0	1 827
Decreased during business combination	-1 135	0	0	-1 135
Acquisition cost as of 30.06.2009	12 929	2 574	72 123	87 626
Accumulated depreciation as of 31.12.2007	10 712	2 238	0	12 950
Depreciation calculated	85	64	0	149
Accumulated depreciation as of 30.06.2008	10 797	2 302	0	13 099
Depreciation calculated for the period	23	64	0	87
Depreciation of non-current assets written-off	-2	0	0	-2
Accumulated depreciation as of 31.12.2008	10 818	2 366	0	13 184
Depreciation calculated for the period	38	64	0	102
Decreased during business combination	-662	0	0	-662
Accumulated depreciation as of 30.06.2009	10 194	2 430	0	12 624
Residual value as of 31.12.2007	1 520	336	74 423	76 279
Residual value as of 30.06.2008	2 029	272	74 423	76 724
Residual value as of 31.12.2008	1 419	208	72 123	73 750
Residual value as of 30.06.2009	2 735	144	72 123	75 002

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Intangible Assets

(thousands of EUR)

	Computer software	Operating fees	Goodwill	Total
Acquisition cost 31.12.2007	780	164	4 756	5 700
Acquisition	38	0	0	38
Acquisition cost 30.06.2008	818	164	4 756	5 738
Acquisition	-38	0	0	-38
Decreased during business combination	0	0	-148	-148
Acquisition cost 31.12.2008	780	164	4 608	5 552
Acquisition	117	0	0	117
Decreased during business combination	-73	0	0	-73
Acquisition cost as of 30.06.2009	824	164	4 608	5 596
Accumulated depreciation as of 31.12.2007	683	142	0	825
Depreciation calculated	4	4	0	8
Accumulated depreciation as of 30.06.2008	687	146	0	833
Depreciation calculated for the period	2	4	0	6
Accumulated depreciation as of 31.12.2008	689	150	0	839
Depreciation calculated for the period	2	4	0	6
Decreased during business combination	-42	0	0	-42
Accumulated depreciation as of 30.06.2009	649	154	0	803
Residual value as of 31.12.2007	97	22	4 756	4 875
Residual value as of 30.06.2008	131	18	4 756	4 905
Residual value as of 31.12.2008	91	14	4 608	4 713
Residual value as of 30.06.2009	175	10	4 608	4 793

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Note 11 Interest Bearing Loans and Borrowings

(thousands of EEK)

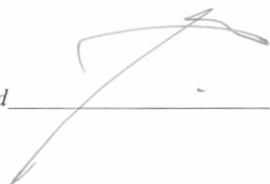
	Balance as of 30.06.2009	Due date			Currency	Interest rate
		Within 12 months	Within 1-5 years	Over 5 years		
Debt securities	97 212	97 212	0	0	EUR	14,47%
Long-term bank loans	170 935	11 008	108 972	50 956	EUR	2,8-6%
Overdrafts	107 469	107 469	0	0	EUR	4-6,5%
Financial lease liabilities	38 588	12 933	25 655	0	EUR	2,5-6,5%
Warehouse financing	26 769	26 769	0	0	EUR	3,5-8,25%
Leaseback liability	29 406	29 406	0	0	EUR	3,5-4%
Total	470 380	284 797	134 627	50 956		
Incl. long-term loans and borrowings	185 583					

	Balance as of 31.12.2008	Due date			Currency	Interest rate
		Within 12 months	Within 1-5 years	Over 5 years		
Debt securities	168 908	67 205	101 703	0	EUR	12-13,5%
Long-term bank loans	176 187	9 302	141 379	25 506	EUR	5,2-5,8%
Overdrafts	71 048	71 048	0	0	EUR	3%-5,0%
Financial lease liabilities	24 773	6 436	18 337	0	EUR	4,7-7,5%
Factoring liabilities	27 616	27 616	0	0	EUR	6,6%
Warehouse financing	47 743	47 743	0	0	EUR	3%-8%
Leaseback liability	26 737	13 412	13 325	0	EUR	5,0-7,0%
Total	543 012	242 762	274 744	25 506		
Incl. long-term loans and borrowings	300 250					

(thousands EUR)

	Balance as of 30.06.2009	Due date			Currency	Interest rate
		Within 12 months	Within 1-5 years	Over 5 years		
Debt securities	6 213	6 213	0	0	EUR	14,47%
Long-term bank loans	10 924	704	6 964	3 256	EUR	2,8-6%
Overdrafts	6 869	6 869	0	0	EUR	4-6,5%
Financial lease liabilities	2 467	827	1 640	0	EUR	2,5-6,5%
Warehouse financing	1 711	1 711	0	0	EUR	3,5-8,25%
Factoring liabilities	1 878	1 878	0	0	EUR	3,5-4%
Total	30 062	18 202	8 604	3 256		
Incl. long-term loans and borrowings	11 860					

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	Balance as of 31.12.2008	Due date			Currency	Interest rate
		Within 12 months	Within 1-5 years	Over 5 years		
Debt securities	10 795	4 295	6 500	0	EUR	12-13,5%
Long-term bank loans	11 261	595	9 036	1 630	EUR	5,2-5,8%
Overdrafts	4 541	4 541	0	0	EUR	3-5%
Financial lease liabilities	1 582	411	1 171	0	EUR	4,7-7,5%
Factoring liabilities	1 765	1 765	0	0	EUR	7%
Warehouse financing	3 051	3 051	0	0	EUR	3-8%
Leaseback liability	1 709	857	852	0	EUR	5-7%
Total	34 704	15 515	17 559	1 630		
Incl. long-term loans and borrowings	19 189					

Note 12 Payables and Prepayments

(thousands)	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Trade creditors	150 552	118 334	9 622	7 563
Employee-related payables	10 769	13 403	688	857
Taxes payable (Note 4)	11 225	14 237	717	910
Other payable	1 371	3 208	89	205
Interest payable	204	1 432	13	92
Deferred income	493	524	31	33
Prepayments received	1 471	655	94	42
Other accrued expenses	0	419	0	28
Total payables and prepayments	176 085	152 212	11 254	9 730

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Note 13 Equity

(thousands)	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Share capital	100 280	100 280	6 409	6 409
Number of shares (pieces)	1 002 800	1 002 800	1 002 800	1 002 800
Nominal value of shares	0,1	0,1	0,01	0,01
	EEK	EEK	EUR	EUR
	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Available to equity holders	198 141	201 010	12 664	12 847
Net dividends	156 531	158 798	10 005	10 149
Income tax	41 610	42 212	2 659	2 698

Earnings Per Share

To calculate the basic net profit per share, the net profit for the period, which is attributable to shareholders of the parent company, is divided by the weighted average number of outstanding ordinary shares for the period.

	EEK	EEK	EUR	EUR
	6 m 2009	2008	6 m 2009	2008
Net profit (thousands)	-2 869	9 060	-183	579
Weighted average number of shares of the financial year	1 002 800	610 400	1 002 800	610 400
Earnings per share (kroons/euros)	-2,9	14,8	-0,18	0,95
Dilluted earnings per share (kroons/euros)	-2,9	14,8	-0,18	0,95

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Note 14 Net Sales

(thousands)

By area of activity, the net sales of the Group is divided as follows:


Area of activity / products	EEK	EEK	EUR	EUR
	2009	2008	2009	2008
	6 m	6 m	6 m	6 m
Sales of food products and industrial goods	558 197	584 182	35 675	37 336
Labour force mediation (7830)	1 786	1 665	114	106
Sales of vehicles (45111)	64 891	85 313	4 147	5 453
Sales of spare parts for vehicles (45321)	12 140	11 685	776	747
Car rent and insurance	3 326	1 587	213	101
Lease of real estate	9 117	6 189	583	395
IT services	803	3 280	51	210
Other services	695	3 321	44	212
Total	650 955	697 222	41 603	44 560

Note 15 Goods, Raw Materials and Services

(thousands)

	EEK	EEK	EUR	EUR
	2009	2008	2009	2008
	6 m	6 m	6 m	6 m
Goods for resale (food products and industrial goods)	470 947	473 717	30 098	30 276
Goods for resale (cars)	63 961	85 313	4 088	5 453
Goods for resale (spare parts of cars)	7 634	11 685	488	747
Car rent and insurance	2 954	1 587	189	101
Other services	9 835	12 499	629	798
Total goods, raw materials and services	555 331	584 801	35 492	37 375

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Note 16 Segment Information

Financial information about the Group's segments of 6 months 2009 and as of 30 June 2009.
Financial information about the Group's segments of 6 months 2008 and as of 30 June 2008.

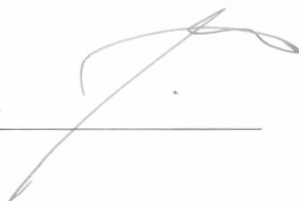
The primary segment of the Group is an operating segment.
The second segment of the Group is a geographical segment.

Operating segment

(thousands of EEK)

6 months 2009	Car trade	Wholesale trade	Retail trade	Real estate	Other	Total
External sales	80 357	279 186	279 011	9 117	3 284	650 955
Operating profit	-4 293	6 159	-675	6 070	2 664	9 925
Net profit	-5 635	7 339	-978	-3 233	-362	-2 869
Assets of the segment	115 820	271 273	101 066	476 605	2 228	966 992
Liabilities of the segment	84 392	140 867	84 443	330 227	7 887	647 816
6 months 2008	Car trade	Wholesale trade	Retail trade	Real estate	Other	Total
External sales	123 114	287 006	274 159	6 189	6 754	697 222
Operating profit	2 158	6 034	648	28 862	4 923	42 625
Net profit	486	6 551	796	15 615	358	23 806
Assets of the segment	139 545	175 294	90 642	514 171	58 057	977 709
Liabilities of the segment	107 576	86 705	72 094	322 142	51 966	640 483

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Geographical segment

(thousands of EEK)

6 months 2009	Food products, industrial goods	Vehicles, spare parts	Real estate	Labour mediation	Other	Total
Estonia	557 309	66 447	9 117	0	1 498	634 371
Latvia	888	2 284	0	0	0	3 172
Lithuania	0	3 485	0	1 086	0	4 571
Finland	0	152	0	700	0	852
Poland	0	4 226	0	0	0	4 226
France	0	1 486	0	0	0	1 486
Russia	0	92	0	0	0	92
Germany	0	522	0	0	0	522
England	0	1 663	0	0	0	1 663
Total sales	558 197	80 357	9 117	1 786	1 498	650 955

6 months 2008	Food products, industrial goods	Vehicles, spare parts	Real estate	Labour mediation	Other	Total
Estonia	560 916	114 554	6 189	0	5 089	686 748
Latvia	203	0	0	0	0	203
Lithuania	46	3 270	0	1 101	0	4 418
Poland	0	0	0	563	0	563
Russia	0	1 697	0	0	0	1 697
Spain	0	3 593	0	0	0	3 593
Total sales	561 165	123 114	6 189	1 664	5 089	697 222

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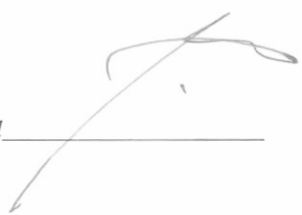


Operating segment

(thousands of EUR)

6 months 2009	Car trade	Wholesale trade	Retail trade	Real estate	Other	Total
External sales	5 136	17 843	17 832	583	209	41 603
Operating profit	-274	394	-43	388	170	635
Net profit	-360	469	-63	-207	-22	-183
Assets of the segment	7 402	17 338	6 459	30 461	142	61 802
Liabilities of the segment	5 394	9 003	5 397	21 105	504	41 403
6 months 2008	Car trade	Wholesale trade	Retail trade	Real estate	Other	Total
External sales	7 868	18 343	17 522	395	432	44 560
Operating profit	138	386	41	1 845	315	2 725
Net profit	31	419	51	998	22	1 521
Assets of the segment	8 919	11 203	5 793	32 862	3 710	62 487
Liabilities of the segment	6 875	5 541	4 608	20 589	3 321	40 934

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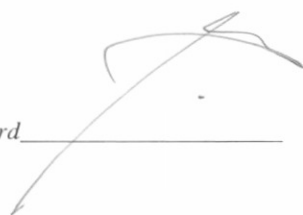
Geographical segment

(thousands of EUR)

6 months 2009	Food products, industrial goods	Vehicles, spare parts	Real estate	Labour mediation	Other	Total
Estonia	35 618	4 247	583	0	95	40 543
Latvia	57	146	0	0	0	203
Lithuania	0	223	0	70	0	293
Finland	0	10	0	44	0	54
Poland	0	270	0	0	0	270
France	0	95	0	0	0	95
Russia	0	6	0	0	0	6
Germany	0	33	0	0	0	33
England	0	106	0	0	0	106
Total sales	35 675	5 136	583	114	95	41 603

6 months 2008	Food products, industrial goods	Vehicles, spare parts	Real estate	Labour mediation	Other	Total
Estonia	35 849	7 321	395	0	326	43 891
Latvia	13	0	0	0	0	13
Lithuania	3	209	0	70	0	282
Poland	0	0	0	36	0	36
Russia	0	108	0	0	0	108
Spain	0	230	0	0	0	230
Total sales	35 865	7 868	395	106	326	44 560

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Note 17 Related parties

(thousands)

Related parties to the Group companies are:

- The owners of ABC Grupi AS – Landcom OÜ and Jüri Vips
- Affiliated companies
- Members of the executive and supervisory boards and members of their families
- Other related parties like legal entities related to the related parties listed above.

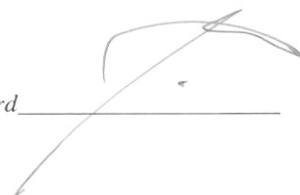
This in the judgement of the Management that all transactions with related parties have been based on market conditions.

There were the following transactions between the Group and related parties:

	EEK	EEK	EUR	EUR
SALES	6 m 2009	6 m 2008	6 m 2009	6 m 2008
Services				
Owners	3	525	0	33
Affiliated companies	259	310	17	20
Other related parties	1 508	10	96	1
Services total	1 770	845	113	54
Fixed assets				
Owners	12 200	0	780	0
Other related parties	40	0	2	0
Fixed assets total	12 240	0	782	0
SALES TOTAL	14 010	845	895	54

	EEK	EEK	EUR	EUR
PURCHASES	6 m 2009	6 m 2008	6 m 2009	6 m 2008
Goods				
Owners	1 022	3 497	65	224
Other related parties	5 343	0	342	0
Goods total	6 365	3 497	407	224
Services				
Affiliated companies	91	101	6	6
Other related parties	4 216	0	269	0
Services total	4 307	101	275	6
Fixed assets				
Other related parties	1 800	0	115	0
Fixed assets total	1 800	0	115	0
PURCHASES TOTAL	12 472	3 598	797	230

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LOANS ISSUED AND ACCOUNTED INTERESTS	EEK 6 m 2009	EEK 6 m 2008	EUR 6 m 2009	EUR 6 m 2008
Owners	6 424	0	411	0
Executive and supervisory board	204	0	13	0
Other related parties	2 519	2	161	0
Loans issued and accounted interests total	9 147	2	585	0

LOANS RECEIVED AND ACCOUNTED INTERESTS	EEK 6 m 2009	EEK 6 m 2008	EUR 6 m 2009	EUR 6 m 2008
Other related parties	486	0	31	0
Loans received and accounted interests total	486	0	31	0

Balances with related parties:

Amounts owed by related parties	EEK 30.06.2009	EEK 31.12.2008	EUR 30.06.2009	EUR 31.12.2008
Owners	1	0	0	0
Other related parties	3 398	295	217	19
Trade receivables	3 399	295	217	19
Affiliated companies	43	14	3	1
Receivables from affiliated companies	43	14	3	1
Owners	11 624	0	743	0
Executive and supervisory board	204	0	13	0
Other related parties	4 483	162	286	10
Other current receivables	16 311	162	1 042	10
Owners	6 564	6 564	420	420
Other related parties	601	686	38	43
Other non-current receivables	7 165	7 250	458	463
Total amounts owed by related parties	26 918	7 721	1 720	493

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	EEK	EEK	EUR	EUR
Amounts owed to related parties	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Owners	770	361	49	23
Other related parties	4 089	292	262	19
Payables to suppliers	4 859	653	311	42
Affiliated companies	5	7	0	0
Payables to affiliated companies	5	7	0	0
Other related parties	503	9	32	1
Other current liabilities	503	9	32	1
Owners	0	321	0	20
Other non-current liabilities	0	321	0	20
Total amounts owed to related parties	5 367	990	343	63

	EEK	EEK	EUR	EUR
PAYMENTS TO MEMBERS OF THE MANAGEMENT BOARDS	6 m 2009	6 m 2008	6 m 2009	6 m 2008
Wages and salaries (incl. Social taxes)	1 461	1 600	93	102

	EEK	EEK	EUR	EUR
GUARANTEES ISSUED AND RECEIVED	30.06.2009	31.12.2008	30.06.2009	31.12.2008
Guarantees received from Owners	25 000	25 000	1 598	1 598
Guarantees issued to other related parties	23 444	11 793	1 498	754

Note 18 Financial Risks

From the point of view of management of financial risks the business activities in the real estate market are primarily related to the adequate evaluation of the investment period and yield and systematic hedging of risks arising from possible inaccuracies. The successfulness of the management of financial risks is expressed in the actual changes of the liquidity, exchange rates, creditworthiness of the interest rates and the positions of the fair value in comparison with the possible maximum.

The risk management of ABC Grupi AS is based on the understanding that the successfulness of the Group depends on constant monitoring, assessment and skilful handling of the risks. The main goal of risk management is to prevent losses which could threaten the continuity of the activities of ABC Grupi AS. For the purpose of hedging risks policies are developed and activities are implemented for the purpose of risk assessment and specification as well as time and geographical hedging of risks.

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Liquidity Risk

The liquidity risk arises from the potential change of the financial status, which reduces the Group's ability to produce sufficiently positive cash flow in order to pay the obligations assumed in a timely manner. Liquidity is primarily influenced by the following circumstances:

- the ability of the Group companies to personally generate positive business cash flow and the seasonal nature of cash flow;
- the due dates of receipt and payment of assets and liabilities and changes thereof;
- tempo and volume of real estate development;
- volume and tempo of acquisition of new investments;
- volume and tempo of expansion of business activities;
- proportions of financing.

The financial service of the Group proceeds from the liquidity management strategy, which is adjusted according to changes in the investment plan.

Upon management of short-term liquidity it is proceeded first and foremost from the budgets approved for the financial year of the Group companies. The purpose of the management of the short-term liquidity is to ensure the existence of sufficiently liquid funds (i.e. cash and cash equivalents and quickly realisable real estate). Liquidity management functions mainly through a group account pooling the funds of the Group companies. The money required for the continuance of the ordinary business operations of the Group companies can be estimated to be EEK 20-30 million a year.

The management of long-term liquidity is the most affected by investment decisions. It is invested pursuant to the principle that the net cash flow of the business operations of the companies along with the net cash flow from investment activities must enable to cover all the financing expenses of the Group. Thus, the purpose of the long-term liquidity management is to ensure sufficient liquidity of the real estate (investment) portfolio, coordination of the time of emergence of the investment and financing cash flow and finding the suitable financing proportion. In the case of long-term projects it is observed that the terms of the cash flow from investment and the amounts would not significantly differ from the terms and amounts of the cash flow from financing. As a rule, the equity capital rate required upon financing an investment project is below 30% of the total cost of the project.

Currency Risk

Currency risk is a possible loss from unfavourable movement of exchange rates with regard to the Estonian kroon. The Bank of Estonia has fixed the exchange rate of the kroon against the euro (EUR 1 = EEK 15.6466). The Group operates in states the currencies of which have been fixed against the euro as follows:

Country	Currency	EUR as of 30.06.2009	Status
Estonia	kroon (EEK)	15.6466	Fixed exchange rate

In order to hedge the currency risk of the Group companies, most of the transactions and principal contracts are bound to the euro or a currency pegged to the euro.

The currency risk arises from purchases from states of non-euro zone, which brings along the changes in exchange rates.

Interest Risk

The interest risk lies in the fact that in connection with an increase of the interest rate the financial expenditure of the Company increases considerably. At the moment, most of the loans of ABC Grupi AS are bound to EURIBOR and, thus, the financial expenditure depends largely on the movements of the European financial markets.

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Credit Risk

Credit risk means a loss which arises from the inability of the counterparties of transactions to perform their obligations in front of ABC Grupi AS as well as the ability of subsidiaries and joint ventures to pay their obligations in front of the parent company. Upon management of the credit risk, it is observed that the Group does not develop any significant concentrations of the accumulated credit risk. The activities of the companies for prevention and minimisation of the credit risk involve daily observation and direction of the payment behaviour of the clients, which allows taking operative measures. The Group companies only enter into transactions with counterparties that have been declared creditworthy.

Fair Value

The main financial assets and liabilities of the Group companies have been indicated in the Balance Sheet, i.e. the Group does not have any significant off-Balance Sheet financial assets and liabilities which would not be mentioned in this Annual Report. Proceeding from the accounting policies and procedures used the book value of the financial assets and liabilities of the Group companies does not differ from their fair value, which has been determined by way of the discounted cash flow method in the case of almost all financial assets and liabilities. The fair value of the receivables and payables with a fixed interest rate is not considered to be significantly different from their book value, because the fixed interest rate does not considerably differ from the market interest rate.

Note 19 Recognition of Comparative Data

The consolidated interim report for the first half of 2009 of ABC Grupi AS and its subsidiaries has been prepared in conformity with the requirements of the International Financial Reporting Standards (IFRS).

The Annual Accounts for 2007 were the first made in compliance with the IFRS as adopted by the European Union. Upon transition to the IFRS, it has been proceeded from the requirements of the First-time Adoption of IFRS, IFRS 1 Presentation of Financial Statements. The date of transition to the IFRS by the Group is 1 January 2007 and the date of adoption is 1 January 2007.

Until 31 December 2006 the consolidated Annual Accounts of ABC Grupi AS were prepared in accordance with accounting principles generally accepted in Estonia, the basic requirements of which have been established in the Accounting Act of the Republic of Estonia and in the guidelines issued by the Estonian Accounting Standards Board.

Upon the first-time adoption of the IFRS, the Annual Accounts for 2006 of the Group have been analysed from the point of view of whether the adoption of the IFRS causes the necessity to change the comparative data of 2006 and/or their manner of presentation in the Balance Sheet, Income Statement or Cash Flow Statement.

The Group has recognised investment properties at fair value since 1 January 2002, which is in compliance with the principles of IAS 40. To determine the fair value, the Group uses the valuation of independent external experts. The recognition of investment properties at the fair value had a significant effect on the Annual Accounts prepared as of 31 December 2002, but did not cause a necessity to adjust the comparative data as of 31 December 2006.

Transition to the adoption of the IFRS has not had any effect on the recognition the financial assets and liabilities (incl. assets recognised at the fair value) in the comparative data of 2006, either. Further information in the Notes to the Annual Accounts has been disclosed pursuant to the requirements of the IFRS.

Based on the above, a conclusion has been reached that the first-time adoption of the IFRS does not have any effect on the financial condition, economic results and cash flow disclosed on 31 December 2006. The Management Board confirms that the comparative data of 2007 have been disclosed in the Annual Accounts for 2008 in compliance with the IFRS as adopted by the European Union.

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