

Highlights for the nine months reporting period

- **Sales volume** for the period 1 January to 30 September 2009 amounted to 373,820 tons, compared to 76,567 tons in corresponding period last year.
- **Total revenue and gains** from continuing operations rose 62.1% to RUR 1,520,443 thousand (USD* 50,526 thousand) compared with RUR 937,790 thousand (USD* 31,164 thousand) same period previous year. Gain on revaluation of biological assets and agricultural produce constituted 1.5% of total revenue, compared to 46.1% in the same period last year. Average price received from sales of crops in nine months 2009 was 38.6% lower than same period last year.
- **Loss before income tax from continuing operations** was RUR 927,324 thousand (USD* 30,815 thousand) compared to a loss of RUR 117,449 thousand (USD* 3,902 thousand) last year.
- **Loss for the period** was RUR 935,185 thousand (USD* 31,077 thousand) compared to a loss of RUR 126,425 thousand (USD* 4,201 thousand) last year.
- **Basic loss per share from continuing and discontinued operations** was RUR 7.51 (USD* 0.25) compared with a loss per share of RUR 1.02 (USD* 0.03) same period last year.
- **Net cash from operating activities** was RUR -618,400 thousand (USD* -20,550 thousand) compared with RUR -1,665,404 thousand (USD* -55,343 thousand) same period previous year.

Significant events after the end of the reporting period

- In November, the Company's local subsidiary Agro-Invest, has recruited a team of sales and logistics professionals headed by Alexander Fomin, a former General Director of OOO "OGO Trading", one of the leading Russian grain traders with proven experience in export grain trading and logistics.
- The Company started harvesting on 14 July 2009 and as of 4 November 2009 the Group had fully completed the 2009 harvest with a total of 531 thousand tons of gross commercial harvest gathered from 183 thousand hectares. Resulting average gross crop yield, spread over all cultures, was 2.9 tons per hectare, compared to 3.1 tons per hectare in 2008. Following subsequent post-harvest cleaning and drying of the harvested crops the final clean weight of commercial harvest has just now been determined at 511 thousand tons, which is lower than targeted, while quality is better. As of 30 September 2009, the Company had realized 50 thousand tons of 2009 harvest at relatively low market prices. If the prices for which the Company will be able to realise the remaining crops do not significantly improve in the short term, the target for full year 2009 EBITDA breakeven as communicated in connection with the IPO back in the end of 2007, will unlikely be met.

* The USD equivalent figures are provided for information purposes only and do not form part of the interim consolidated financial statements – refer to note 2 (c).

Reporting period in figures

Result	RUR			RUR		
	9 m. 2009	9 m. 2008	Year-on-year change	3Q 2009	Q3 2008	Year-on-year change
<i>In thousands of</i>						
Revenue	1,497,868	505,546	196%	311,400	207,583	50%
Total revenue and gains	1,520,443	937,790	62%	217,319	222,862	-2%
Gross profit ¹	40,150	119,587	-66%	-29,856	52,021	-157%
Gross margin ²	2.7%	23.7%	-89%	-9.6%	25.1%	-138%
Operating loss	-844,473	-169,167	399%	-501,732	-247,509	103%
Operating margin	-56.4%	-33.5%	n/a	-161.1%	-119.2%	n/a
Loss for the period from continuing operations	-877,689	-120,567	628%	-539,199	-264,255	104%
Loss for the period from discontinued operations	-57,496	-5,858	881%	0	-1,057	-100%
Loss for the period	-935,185	-126,425	640%	-539,199	-265,312	103%
Net margin in continuing operations	-58.6%	-23.8%	146%	-173.2%	-127.3%	36%
EBITDA	-594,231	11,441	-5294%	-476,090	-361,711	32%
EBITDA Margin	-39.7%	2.3%	-1853%	-152.9%	-174.2%	-12%

Result	USD*			USD*		
	9 m. 2009	9 m. 2008	Year-on-year change	3Q 2009	Q3 2008	Year-on-year change
<i>In thousands of</i>						
Revenue	49,776	16,800	196%	10,348	6,898	50%
Total revenue and gains	50,526	31,164	62%	7,222	7,406	-2%
Gross profit ¹	1,334	3,974	-66%	-992	1,729	-157%
Gross margin ²	2.7%	23.7%	-89%	-9.6%	25.1%	-138%
Operating income loss	-28,063	-5,622	399%	-16,673	-8,225	103%
Operating margin	-56.4%	-33.5%	n/a	-161.1%	-119.2%	n/a
Loss for the period from continuing operations	-29,167	-4,007	628%	-17,918	-8,782	104%
Loss for the period from discontinued operations	-1,911	-195	881%	0	-35	-100%
Loss for the period	-31,077	-4,201	640%	-17,918	-8,817	103%
Net margin in continuing operations	-58.6%	-23.8%	146%	-173.2%	-127.3%	36%
EBITDA	-19,747	380	-5294%	-15,821	-12,020	32%
EBITDA Margin	-39.7%	2.3%	-1853%	-152.9%	-174.2%	-12%

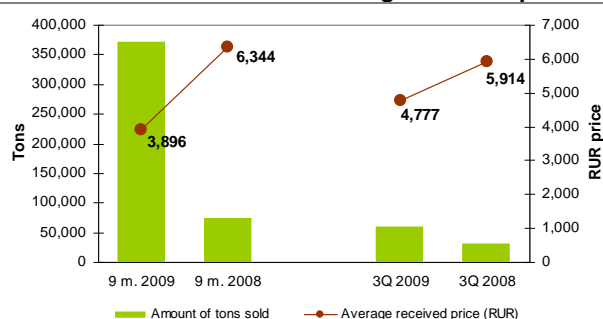
¹ Gross profit excluding Gain on revaluation of biological assets and agricultural produce

² Gross profit margin on sold goods and services excluding gain on revaluation of biological assets and agricultural produce

Revenue versus gross profitability



Sales volume versus average received price



*Excluding Gain on revaluation of biological assets and agricultural produce

Sales volume and price	9 m. 2009	9 m. 2008	3Q 2009	3Q 2008	2008	2007
Amount of tons sold	373,820	76,567	62,365	33,705	117,066	58,274
Year-on-year change	388%	-	85%	-	101%	801%
Average received price (RUR)	3,896	6,344	4,777	5,914	5,586	6,148
Year-on-year change	-39%	-	-19%	-	-9%	72%

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Reporting period in figures

Land holdings (hectares)	30-Sep-09	30-Sep-08	31-Dec-08	31-Dec-07	31-Dec-06
Land in the process of ownership registration with the relevant authorities	82	241	214	247	115
Land in registered ownership	196	83	95	29	7
Land under long-term lease agreements	45	8	8	13	7
Total amount of controlled land	323	333	317	289	129

Personnel	3Q 2009	Q3 2008	2008	2007	2006
Full-time employees at the end of the period	2,127	2,270	1,942	1,180	50
Average number of employees during the period	2,069	2,159	2,095	799	37

Operational Storage Capacity	2009E	2008
Tons - on farm storage	204,000	82,000
Tons - Grain Elevator storage	100,000	80,000
Total capacity as % of actual/expected commercial production	57%	37%

During the year, the Company has continued to build out its own internal grain storage capacity by means of construction and/or renovating new/existing hangars and warehouses thereby adding 122,000 tons of on-farm storage capacity. The Company has also acquired an old, Soviet-era 20,000 tons elevator in the Novokhopersk region of Voronezh; this facility is now undergoing extensive renovation. In sum total, the Company currently has a grain storage capacity in excess of 300,000 tons, or in excess of 57% of 2009 gross harvest.

CEO'S COMMENT

9 months and 3Q Financial Highlights

Our disappointing financial performance has been extended into third quarter. Total Revenue for 9 months and 3Q amounted to \$50.5M and \$7.2M, respectively. Gross Profit, \$2.0M and negative \$4.1M, respectively for 9 months and 3Q; resulting in Operating Loss of \$28M for 9 months and \$16.7M for 3Q. Net Loss from Continuing Operations, \$29.2M and \$17.9M, for 9 months and 3Q, respectively.

Our 3Q financial underperformance mainly stems from two negative factors:

1. 2009 harvested crop yields and, by extension, harvested net volume is 19% (or about 120 thousand tons) lower than planned, due to both less than optimal weather conditions in some areas, high weed competition in other previous fallow areas as well as some Company specific operational short comings. As a result of this, our Cost of Goods Sold has increased by 16.7% compared to budgeted while they are in fact less than budgeted per hectare;

2. Average price received for crops sold in nine months 2009 were 38% lower than same period in 2008. The quality of the Company's two major crops, wheat and barley, were higher than in 2008, however prices for all classes are down year-on-year.

Thus, for 3Q Total Revenue of \$7.2M the Company has showed Cost of Sales of \$11.2M thereby resulting in negative Gross Margin of \$4.1M

Current Inventory & Sales strategy

The remaining 2009 harvest inventory of approximately 345,500 tonnes is currently valued at approximately \$48M USD comprised as follows (tons):

Wheat –	202,570 (59%)
Barley –	119,535 (34%)
Corn -	13,726 (4%)
Sunflower seeds -	9,658 (3%)

As of 30th September, we have sold approximately 50K tons of 2009 harvest at the average price of approximately \$159 USD/ton.

We have significantly strengthened our Sales department by hiring a team of grain sales professionals with proven experience in export sales and logistics. We will now endeavor to participate directly into export-oriented grain sales deals thereby giving us a better opportunity to engage in large volume sales and increase our margins through in-house sales logistics.

The Company will continue to actively sell the remaining grain inventory, reducing time the grain is stored and thereby reducing our external elevator storage costs. However, If the prices for which we will be able to realise the remaining crops do not significantly improve in the short term, the target for full year EBITDA breakeven will unlikely be met.

In this challenging environment, our current strategy is to continue on improving our costs infrastructure with the aim of becoming one of the lowest cost grain producers in Russia. The Company is right now focusing on several specific projects to improve profitability.

Revenue and Other Income

- Ramp up internal sales expertise with aim towards export sales and logistic thereby ensuring best possible per ton realized prices;
- Better coordinate production and sales forecast with aim to reduce slow moving, illiquid inventory of grains;
- Explore forward hedging sales arrangements with major current and prospective buyers;
- Obtain more available local and federal subsidies;

Cost Cutting initiatives

- Further reduce General & Administrative staff by establishing a Central Service infrastructure encompassing Finance, Legal, Economic Security departments. In the third quarter 72 employees within this category have been terminated (35 from Moscow HQ);
- Review & revise compensation structure at all levels;

Productivity and Efficiency:

- Perform comprehensive review of our farming machinery utilization with aim towards reducing third-party service providers;
- Finalize construction of three grain elevators with combined storage capacity in excess of 100,000 tons to be operational by/before 2010 harvest; with new/additional capacity, the Company's total grain storage capacity (both elevators and on-farm) will be in excess of 400,000 tons;
- Explore various alternatives to hedging our production costs such as fertilizers, sprays, fuel, etc.;

In conclusion I would like to stress that we are fully committed on improving our profitability and establishing a sustainable and profitable agro-industrial company in Russia.

On behalf of the Board - 23 November 2009
Sture Gustavsson
CEO and President

The Market

Following last year's record grain harvest in Russia, with over 108 million tons produced, despite some droughts in the South of Russia this year, production estimates for Russia has almost monthly been revised upwards by the likes of USDA, compared to original estimates. 2009 now looks to be almost equally good as 2008 with estimated gross grain harvest in the neighborhood of 100 million tons of grain, mainly because of a huge Siberian wheat harvest that sets a historical record for this region. Exceptional weather conditions coupled with an apparent increase in fertilizer applications contributed to the result. Despite the Siberian wheat record the Russian national wheat production is down compared to last year, but not as much as anticipated and given large carryover stocks from 2008 the ending stocks for 2009 is expected to be even higher than last year. Ergo there is no respite for downward pressure on grain prices in Russia and also globally higher than expected production coupled with weakened demand has the projected world stocks-to-use ratio for wheat at above 29 percent, the highest since 2001/02, a period when wheat prices were generally lower. This year Malting Barley has been struck a significant blow by lower demand for beer, coupled with Russian beer producers lowering the malting content to economize. Malting Barley prices are now about half of what they were a year ago. Sunflower with prices around 9,500 rubles per tonne is one of the few crops which exhibit good profitability.

The three major crop producing countries of the Black Sea region, Russia, Ukraine and Kazakhstan have with their large supplies of grain become serious competitors to all traditional major wheat exporters. In Russia, domestic prices could go very low. The low domestic prices will motivate higher grain exports. The main reason is that grain storage capacity is inadequate after two successive years of bumper crops, and also following last year's State intervention purchases of about 10 million tons of grain a lot of storage capacity is already filled up. There is however still a limiting factor in the Country's export infrastructure and if Russia consistently will have harvests around 100 million tons of grain due to larger planted area and modernization, then export must go above 18 million tons which is the current yearly maximum export capacity via existing infrastructure. Significant increase in domestic usage is not expected in the short term.

President Dmitry Medvedev said in his state of the union address on 12 November 2009 that they would continue the successful support to the agricultural sector. The awaited government interventions which started on 21 October has, however, so far not really helped the general market price levels. The Government is having financial problems with storage costs for last year's acquired grain, and the Federal budget did not anticipate these additional expenses. As a result, government intervention purchases aimed at supporting grain prices have been cut by half to 9.9 billion rubles, compared to originally voiced 20 billion. The Government is hence expected to only acquire up to 2.1 million tons of milling wheat and rye.

Furthermore, this year the newly formed Russian champion, the United Grain Company, will likely be given state funds to subsidize grain (mainly wheat) exports. It appears that even the recent strengthening of the Russian ruble vis-a-vis the euro will not hurt exports significantly, with Russian wheat exports expected to be on par with last year's export volume of about 18.0 million tons.

Ukrainian grain exports have also been strong, because the export ports are relatively close to producers and the Ukrainian currency (hryvnia) has been depreciating vis-a-vis both the euro and Russian ruble.

Wheat	Country	2008/2009	2009/2010	Year-on-year change
Production (1000 MT)	Russia	63,700	59,500	-7%
	World	682,751	671,887	-2%
Ending Stocks (1000 MT)	Russia	8,429	9,429	12%
	World	164,739	188,277	14%
Corn	Country	2008/2009	2009/2010	Year-on-year change
Production (1000 MT)	Russia	6,600	4,400	-33%
	World	791,917	789,730	0%
Ending Stocks (1000 MT)	Russia	217	117	-46%
	World	145,946	132,409	-9%

Source: United States Department of Agriculture

Barley	Country	2008/2009	2009/2010	Year-on-year change
Production (1000 MT)	Russia	23,100	18,000	-22%
	World	153,734	147,824	-4%
Ending Stocks (1000 MT)	Russia	3,693	2,493	-32%
	World	30,214	32,003	6%
Sunflower	Country	2008/2009	2009/2010	Year-on-year change
Production (1000 MT)	Russia	7,350	7,000	-5%
	World	33,095	31,684	-4%
Ending Stocks (1000 MT)	Russia	575	475	-17%
	World	3,638	3,039	-16%

Financial performance

Revenue

For the nine months ended 30 September 2009 revenue from sales of goods and services increased significantly in comparison with the same period 2008, and amounted to RUR 1,497,868 thousand (USD* 49,776 thousand) up from RUR 505,546 thousand (USD* 16,800 thousand) for nine months in 2008. Sales of crops constituted 97.2% of revenue from continuing operations.

Revenue from realisation of goods and services	RUR thousand	RUR thousand	Year on year change	RUR thousand	RUR thousand	Year on year change
	9 m. 2009	9 m. 2008		Q3 2009	Q3 2008	
Revenues from sales of crop production	1,456,350	485,702	199.8%	297,893	199,318	49.5%
Revenue from sales of milk and meat	20,314	19,342	5.0%	8,003	6,143	30.3%
Revenues from sales of other goods and services	22,488	4607	388.1%	5,504	4,149	32.7%
<i>Revenue from discontinued operations</i>	<i>-1,284</i>	<i>-4105</i>	<i>-68.7%</i>	<i>0</i>	<i>(2,027)</i>	<i>-100.0%</i>
Total	1,497,868	505,546	196.3%	311,400	207,583	50.0%

Revenue from realisation of goods and services	USD* thousand	USD* thousand	Year on year change	USD* thousand	USD* thousand	Year on year change
	9 m. 2009	9 m. 2008		Q3 2009	Q3 2008	
Revenues from sales of crop production	48,396	16,140	199.8%	9,899	6,624	49.5%
Revenue from sales of milk and meat	675	643	5.0%	266	204	30.3%
Revenues from sales of other goods and services	747	153	388.1%	183	138	32.7%
<i>Revenue from discontinued operations</i>	<i>-43</i>	<i>-136</i>	<i>-68.7%</i>	<i>0</i>	<i>-67</i>	<i>-100.0%</i>
Total	49,776	16,800	196.3%	10,348	6,898	50.0%

The Company sold 62,365 tons during the third quarter 2009, which is 85% more than the 33,705 tons sold during the third quarter 2008, crops sold in the third quarter was predominantly from the new 2009 harvest but also some remains from the 2008 harvest. The large increase in sold volume is due to much larger harvest in 2009 than 2008. Average local rouble prices received for crops sold in the third quarter 2009 were however 19% lower than same period 2008, the majority of crops sold was as usual for the third quarter Sunflowers, Rape Seed and Wheat. For 9 months 2009 sales volume increased 388% compared to 2008 and average received local rouble price was 39% lower year-on-year.

Financial performance

Revenue

Sales of crops Jan-Sep 2009	2008 harvest		2009 harvest		Total		Average price 9m. 2009	Average price 9m. 2008
	RUR thousand	Tons	RUR thousand	Tons	RUR thousand	Tons	(RUR/ton)	(RUR/ton)
Wheat	656,694	176,972	63,312	19,980	720,006	196,952	3,656	5,557
Spring barley	249,203	98,043	1,380	1,179	250,583	99,222	2,525	6,911
Sunflowers	194,909	22,496	68,243	7,749	263,152	30,245	8,701	n/a
Corn	65,278	19,449	132	30	65,410	19,479	3,358	2,888
Waste grains	2,275	1,361	9,994	4,962	12,269	6,323	1,940	1,526
Spring rape seed	23,166	2,988	49,816	7,854	72,982	10,842	6,731	7,204
Winter rape seed	-	-	71,948	10,757	71,948	10,757	6,688	7,694
Total	1,191,525	321,309	264,825	52,511	1,456,350	373,820	3,896	6,344

Sales of crops Jan-Sep 2009	USD*		USD*		USD*		Average price 9m. 2009	Average price 9m. 2008
	thousand	Tons	thousand	Tons	thousand	Tons	(USD/ton)	(USD/ton)
Wheat	21,823	176,972	2,104	19,980	23,927	196,952	121	220
Spring barley	8,281	98,043	46	1,179	8,327	99,222	84	274
Sunflowers	6,477	22,496	2,268	7,749	8,745	30,245	289	n/a
Corn	2,169	19,449	4	30	2,174	19,479	112	114
Waste grains	76	1,361	332	4,962	408	6,323	64	60
Spring rape seed	770	2,988	1,655	7,854	2,425	10,842	224	285
Winter rape seed	-	-	2,391	10,757	2,391	10,757	222	305
Total	39,596	321,309	8,800	52,511	48,396	373,820	129	251

Sales of crops Q3 2009	2008 harvest		2009 harvest		Total		Average price Q3 2009	Average price Q3 2008
	RUR thousand	Tons	RUR thousand	Tons	RUR thousand	Tons	(RUR/ton)	(RUR/ton)
Wheat	15,373	3,952	63,312	19,980	78,685	23,932	3,288	4,376
Spring barley	13,429	5,378	1,380	1,179	14,809	6,557	2,259	4,940
Sunflowers	4,195	487	68,243	7,749	72,438	8,236	8,795	n/a
Corn	71	37	132	30	203	67	3,030	2,897
Waste grains	-	-	9,994	4,962	9,994	4,962	2,014	1,381
Spring rape seed	-	-	49,816	7,854	49,816	7,854	6,343	7,204
Winter rape seed	-	-	71,948	10,757	71,948	10,757	6,688	7,694
Total	33,068	9,854	264,825	52,511	297,893	62,365	4,777	5,914

Sales of crops Q3 2009	USD*		USD*		USD*		Average price Q3 2009	Average price Q3 2008
	thousand	Tons	thousand	Tons	thousand	Tons	(USD/ton)	(USD/ton)
Wheat	511	3,952	2,104	19,980	2,615	23,932	109	70
Spring barley	446	5,378	46	1,179	492	6,557	75	148
Sunflowers	139	487	2,268	7,749	2,407	8,236	292	207
Corn	2	37	4	30	7	67	101	133
Waste grains	-	-	332	4,962	332	4,962	67	148
Spring rape seed	-	-	1,655	7,854	1,655	7,854	211	285
Winter rape seed	-	-	2,391	10,757	2,391	10,757	222	305
Total	1,099	9,854	8,800	52,511	9,899	62,365	159	209

Financial performance

Gain on revaluation (inventory)

As of 30 September 2009 the Company had about 401,672 tons of final weight of harvested crops held in storage and recorded in inventory as finished product, compared to 347,709 tons at the same time in 2008.

Finished product/crops in inventory	30-Sep-09	30-Sep-08	31-Dec-08	31-Dec-07	31-Dec-06
Tons	401,672	347,709	335,600	42,459	1,828

Gain on revaluation of biological assets and agricultural produce for the period Jan – Sep 2009 amounted to RUR 22,575 thousand (USD* 750 thousand) compared with RUR 432,244 thousand (USD* 14,364 thousand) same period previous year. Gain on revaluation of biological assets and agricultural produce only constituted 1.5% of net turnover in the period, compared to 46.1% in the same period last year. For the third quarter the Gain on revaluation of biological assets and agricultural accounting adjustment item was negative in the amount of RUR 94,081 thousand (USD* 3,126 thousand). Gain on revaluation as per 30 September 2009 is comparatively low against 30 September 2008, this is mainly due to depressed prices compared to a year ago, as well as lower than expected yields and hence higher per unit production costs.

The revaluation of the biological assets and agricultural produce is done in accordance with the requirements of IAS 41 which states that a biological asset shall be measured on initial recognition and at each balance sheet date at its fair value less estimated point-of-sale costs. In accordance with the standard, gain or loss arising on initial recognition of a biological asset at fair value less estimated point-of-sale costs shall be included in the profit or loss for the period in which it arises. See the annual report 2008 Note 7 for more in depth description of Gain on revaluation of biological assets and agricultural produce calculation and other accounting principles.

When calculating fair value of crops in inventory and subsequently gain on revaluation of crop in inventory - market prices from the Chamber of Commerce and Industry as of the reporting date are used for the different crops and crop classes. The majority of the 2009 crops being harvested by 30 September were consequently reclassified from biological assets in Q2, into finished goods. Fair value of harvested crops in inventory as per 30 September 2009 was RUR 1,184,098 thousand (USD* 39,349 thousand).

Balance value of crop production <i>In thousand of</i>	RUR	RUR	USD*	USD*
	30-Sep-09	30-Jun-09	30-Sep-09	30-Jun-09
Finished goods	1,184,098	77,199	39,349	2,565
Raw materials and consumables	247,697	270,368	8,231	8,985
Biological assets (no livestock only crops)	660,581	1,701,410	21,952	56,540
Total	2,092,376	2,048,977	69,532	68,090

Below are the prices used for valuing the inventory of the most important crops as of 30 September 2009 compared to 30 September 2008.

Crop	RUR/ton 30 Sep 2009	RUR/ton 30 Sep 2008
Wheat-3 class	3,950	6,100
Wheat-4 class	3,270	4,900
Wheat-5 class/feed	2,450	3,400
Corn	4,200	3,800

Crop	RUR/ton 30 Sep 2009	RUR/ton 30 Sep 2008
Barley-Malting	4,400	4,100
Barley-Feed	2,000	3,400
Rape seed	6,000	9,000
Sunflowers	9,000	9,200

Financial performance

Costs

Cost of sales for continuing operations for the period 1 January to 30 September 2009 amounted to RUR 1,457,718 thousand (USD* 48,442 thousand) in contrast to RUR 385,959 thousand (USD* 12,826 thousand) for the same period in 2008. The large increase is driven off of the 388% increase in crops sold in the period. Below is a breakdown of accounting Cost of sales indicators per crop and ton. The cost of sales per ton for crops sold in 9 months 2009 was 22.1% lower than same period last year, however, average received price per ton was 38% lower than corresponding period 2008.

Cost of goods sold	RUR Thousand		USD Thousand*		Year on year change
	Jan-Sep 2009	Jan-Sep 2008	Jan-Sep 2009	Jan-Sep 2008	
Sunflowers	196,965	n/a	6,545	n/a	n/a
Wheat	717,595	127,872	23,847	4,249	461%
Spring barley	288,936	137,376	9,602	4,565	110%
Corn	50,826	608	1,689	20	8255%
Spring rape seed	77,253	85,554	2,567	2,843	-10%
Winter rape seed	93,650	24,052	3,112	799	289%
Waste grains	10,038	2,681	334	89	274%
Others	22,454	7,815	746	260	187%
Total	1,457,718	385,959	48,442	12,826	278%

Cost of goods sold indicators per crop per ton	RUR		USD*		Year on year change
	Jan-Sep 2009	Jan-Sep 2008	Jan-Sep 2009	Jan-Sep 2008	
Sunflowers	6,512	n/a	216	n/a	n/a
Wheat	3,644	4,864	121	162	-25.1%
Spring barley	2,912	4,818	97	160	-39.6%
Corn	2,609	2,270	87	75	14.9%
Spring rape seed	7,125	5,820	237	193	22.4%
Winter rape seed	8,706	7,070	287	235	23.1%
Waste grains	1,588	1,234	53	41	28.7%
Average	3,839	4,939	128	164	-22.3%

Distribution expenses increased 65% for nine months ended 30 September 2009 compared to the same period 2008. The increase in distribution expenses is explained by the large increase in tons stored and handled compared to 2008. In the third quarter however, when the new harvest began to be stored, distribution expense increased 9% to Q3 2008, while the gross harvested volume was 24% larger year-on-year, more internal storage has helped limit the distribution cost increase.

General and administrative expenses for continuing operations for nine months ended 30 September 2009 increased 20.4% to RUR 654,972 thousand (USD* 21,765 thousand), in contrast to RUR 543,911 thousand (USD* 18,075 thousand) for the same period in 2008. The increase in general and administrative expenses is mainly driven by 25.5% percent higher personnel expenses, which is the single largest item responsible for about 58% of General and administrative expenses. Termination payments in the amount of RUR 43,224 thousand (USD* 1,436 thousand), of which USD* 931 thousand in the third quarter also drove the expenses higher. Other costs of a non-recurring nature included in General and administrative expenses for nine months 2009 are costs directly related to the NASDAQ OMX listing in June 2009, in the amount of RUR 27,973 thousand (USD* 894 thousand).

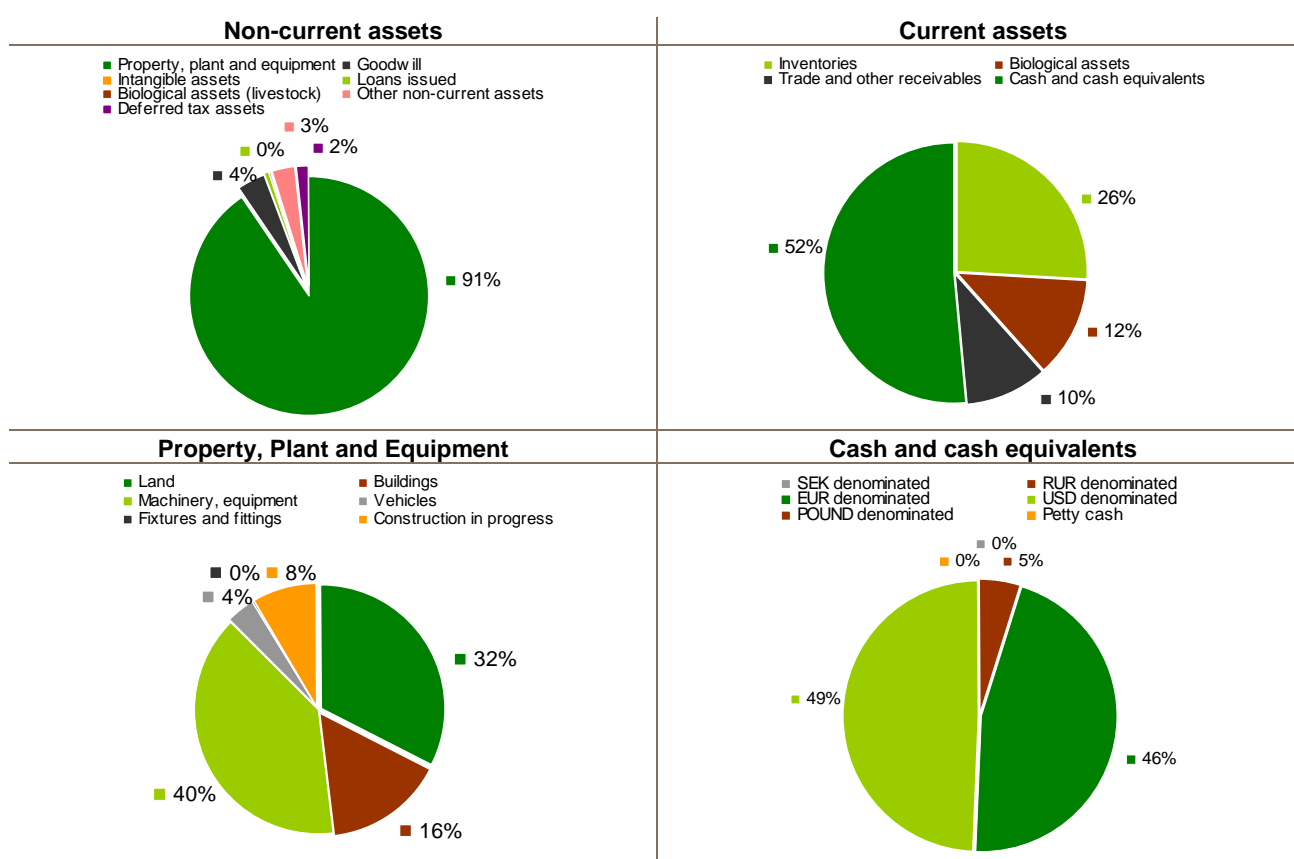
Financial performance

Assets

As of 30 September 2009 about 90.5% of the Company's non-current assets were made up of Property, Plant and equipment, which in turn is dominated by Land and Agricultural Machinery and Equipment.

Property, plant and equipment 30 September 2009	RUR Thousand	USD* Thousand
Land	1,783,247	59,259
Buildings	854,924	28,410
Machinery, equipment	2,168,335	72,056
Vehicles	206,155	6,851
Fixtures and fittings	15,285	508
Construction in progress	461,220	15,327
Total	5,489,166	182,412

The Company had as of 30 September 2009 Cash and Cash equivalents in the amount of RUR 2,837,586 thousand (USD* 94,296 thousand) placed on deposit in different currencies with a variety of established banks. As of 30 September 2009 deposits in Rouble accounted for 4.8% of total Cash and Cash Equivalents. See annual report 2008 Note 30 for more in depth description of financial risks and management of the same.



Equity

Ratios	30-Sep-09	30-Sep-08	31-Dec-08	31-Dec-07	31-Dec-06
Equity ratio, percent	79%	80.50%	80%	81%	99%
Debt /Equity ratio, percent	20.0%	19.70%	19.30%	19.70%	n/a

Share data	RUR	RUR	USD*	USD*
	30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08
Net asset value (Equity) thousands	9,143,651	10,054,557	303,855	334,125
Net asset value per Share	73.43	81.12	2.44	2.70
Basic profit/(loss) per Share	(7.51)	(1.02)	(0.25)	(0.03)

Operational Performance

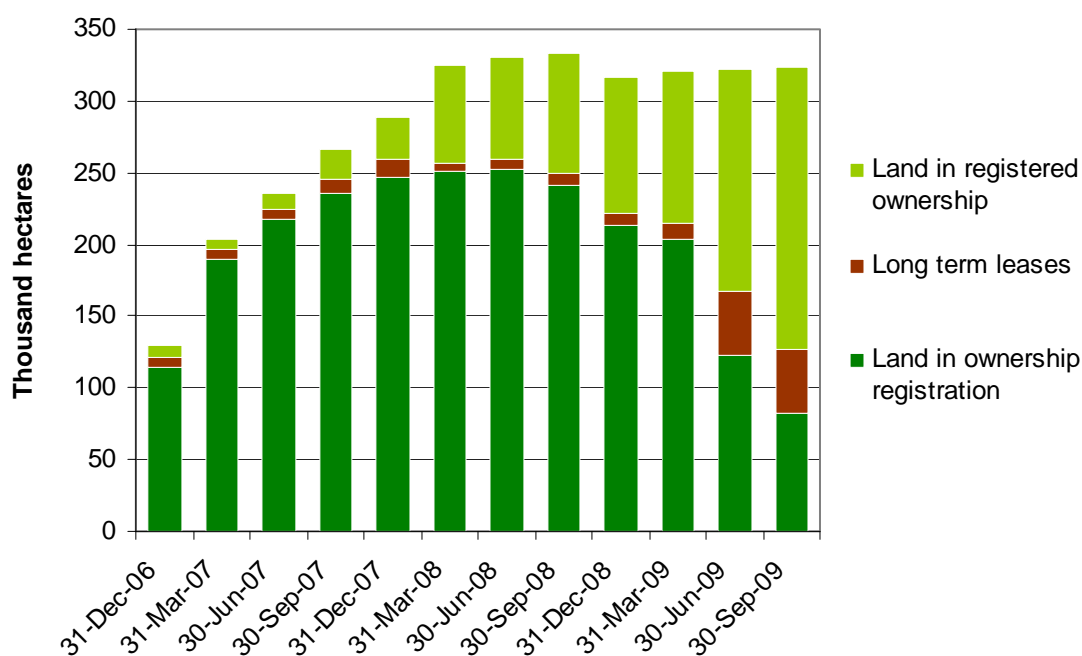
Land

Total land holdings remained more or less unchanged between second and third quarter and amounted to 323 thousand hectares as of 30 September 2009. The amount of land in ownership was successfully increased 27% compared to 30 June 2009, to 196 thousand hectares.

The process of obtaining the ownership rights to agricultural land in Russia is as previously described, complicated as well as time consuming and associated with certain risks. See risk section in Annual Report 2008 for a more comprehensive description of risk related to land acquisition and registration.

Consolidation and further improvement of the operational efficiencies in and around the existing farm blocks remains the Company's key targets. Divestment of some less beneficial land assets as well as potential swaps of land with other external parties is a possibility in the strife to improve the overall quality and value of the Company's asset base, which may result in inter-quarterly figures showing a reduction in the total figure for land.

Land holdings



Land holdings (thousand hectares)	31-Dec-07	31-Mar-08	30-Jun-08	30-Sep-08	31-Dec-08	31-Mar-09	30-Jun-09	30-Sep-09
Land under control	289	325	331	333	317	321	322	323
Quarter-on-quarter change	8.6%	12.5%	1.8%	0.5%	-4.7%	1.2%	0.3%	0.3%
Land in long term lease	12.8	5	8.1	8.1	8.1	11	45	45
Quarter-on-quarter change	28.0%	-60.9%	62.0%	0.0%	0.0%	35.8%	309.1%	0.0%
Land in registered ownership	29	69	71	83	95	106	154	196
Quarter-on-quarter change	45.5%	137.1%	2.9%	17.4%	14.0%	11.6%	45.3%	27.3%

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

Operational Performance

Production

The Company started harvesting on 14 July 2009 and as of 4 November 2009 the Group had fully completed the 2009 harvest with a total of 531 thousand tons of gross commercial harvest gathered from 183 thousand hectares with a resulting average gross crop yield, spread over all cultures of 2.9 tons per hectare, in comparison with 3.1 tons per hectare in 2008. Final clean weight of commercial crops has been determined at 511 thousand tons. As mentioned earlier there is record harvest in Siberia this year, however, in the Central Federal District where Black Earth Farming's farms are located, the preliminary average grain yield as communicated by the Russian Ministry of Agriculture on 11 November 2009 are down from 3.22 tons per hectare in 2008 to 3.02 tons per hectare in 2009.

Winter wheat: The Company has harvested wheat with an average gross yield of 3,455 kg/ha, 19% below 2008 gross yields. The resulting gross output of 292,657 tons represents an increase of 41% compared to last year. The quality of winter wheat product is significantly better than last year and the price premium for milling quality wheat compared to 5th class continues to be approximately 40-50%, however prices have fallen across all classes year-on-year. Quality proportions in accordance with Russian classification are:

3rd Class -58% (13% last year)

4th Class – 29% (47% last year)

5th Class – 13% (40% last year)

Main cause of lower than targeted yield performance:

- poor germination after seeding, autumn 2008, in Voronezh region
- high competition of volunteers from last years crop
- deliberate late fertilizing to obtain high quality rather than high quantity

Winter rape: Final harvested area 91.5 % of the 7,700 ha planted with and average gross yield of 1,637 kg/ha, 7% lower than 2008. Comments to yield performance:

- late germination after seeding in autumn 2008, resulted in too small and too weak plants in the spring. 9 % of the areal froze during the cold nights mid March.
- The frozen area was replanted with sunflower.

Winter triticale: The Company has harvested Triticale with an average yield of 2,348 kg/ha, significantly below target. This is the first year the Company has tried to grow triticale. This crop is seeded only in the very dry areas in east Voronezh. Shortage of rainfall during May and June is the reason for the low yield

Spring barley. The Company has harvested Barley with an average yield of 2,968 kg/ha, 12% below 2008 gross yields. Comments to yield performance:

- some areas was seeded as first crop after fallow
- due to low price expectations of the harvest, the fertilizer input was decreased during the spring.

Barley product quality indicators are good, approximately 54% of Malting quality (52.8% last year) and the remaining 46% of feed quality (47.2% last year), prices for Barley are however significantly depressed.

Spring wheat. The Company has harvested spring wheat with an average gross yield of 2,292 kg/ha, 22% below last year's gross yields. Comments to yield performance:

There was extremely high grass weed competition in western Kursk.

Spring rape. Final harvested area 97 % of the 7,375 ha with an average yield of 1,361 kg/ha. 5 % down compared to last year. Comments to yield performance:

- the lower yield due to high weed competition
- some of the planned spring rape area was replaced with sunflower

Sunflower: Gross yield for Sunflower has been 1,761 kg/ha, which is 23% higher than in 2008 and more or less on mark with previous target. Successful use of Eurolighting seeds contributed to result.

Corn: The Company has harvested Corn with an average gross yield of 3,442 kg/ha, 31% above gross yields in 2008.

Operational Performance

Production

Actual gross harvest figures for 2007-2009 are shown below. For 2010 about 82 thousand hectares of winter wheat has been planted along with 8.5 thousand hectares of winter rape and some 3 thousand hectares of Triticale. The exact crop mix of the spring campaign is at the moment left somewhat open to be adjusted according to market situation for different crops, however, in total the area to be planted and harvested for 2010 season is currently planned around 208 thousand hectares.

Production expansion table

Planted area breakdown

(hectares)	2007	2008	2009E	2009 Actual
Winter wheat	16,805	48,636	84,700	84,698
Winter rape	5,005	875	7,700	7,045
Winter triticale	n/a	n/a	2,798	2,740
Total winter crops	21,810	49,511	95,198	94,483
Spring Barley	20,180	42,638	41,938	43,053
Spring wheat	n/a	4,339	3,034	3,824
Spring rape	7,035	13,149	7,375	7,132
Sunflower	2,541	19,378	24,900	26,466
Corn maize	1,215	9,950	6,833	8,084
Total spring crops	30,971	89,454	84,080	88,559
Total commercial crops	52,781	138,965	179,278	183,042
Forage crops	670	2,968	1,775	381
Total planted area	53,451	141,933	181,053	183,423

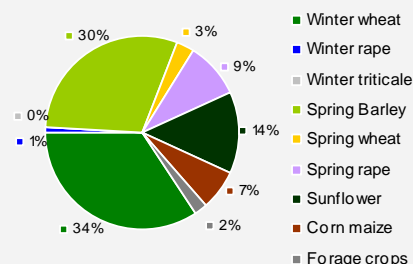
Average Gross Crop Yield

(ton/hectar)	2007	2008	2009E	2009 Actual
Winter wheat	3.3	4.3	4.4	3.5
Winter rape	1.3	1.8	2	1.6
Winter triticale	n/a	n/a	4.5	2.3
Spring barley	2	3.4	3.3	3.0
Spring wheat	n/a	2.9	3	2.3
Spring rape	0.9	1.4	1.8	1.4
Sunflower	2.4	1.4	1.8	1.8
Corn maize	5.5	2.6	3.8	3.4

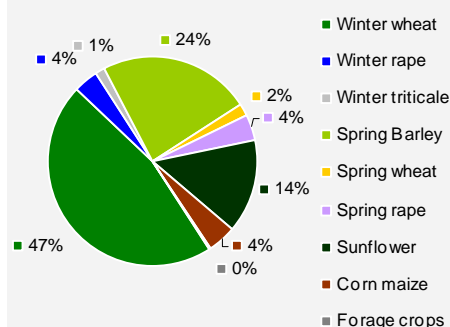
Gross harvest

(ton)	2007	2008	2009E	2009 Actual
Winter wheat	49,262	206,961	372,680	292,657
Winter rape	0	1,536	15,400	11,527
Winter triticale	n/a	n/a	12,591	6,432
Total winter crops	49,262	208,497	400,671	310,616
Spring barley	42,477	143,259	138,395	127,793
Spring wheat	0	12,779	9,102	8,764
Spring rape	12,859	18,761	13,275	9,708
Sunflower	3,815	27,742	44,820	46,602
Corn	1,311	26,088	25,965	27,823
Total spring crops	60,462	228,630	231,558	220,689
Total commercial crops	109,724	437,127	632,229	531,305
Forage crops	2,659	22,928	56,217	3,381
Total output	112,383	460,056	688,445	534,686

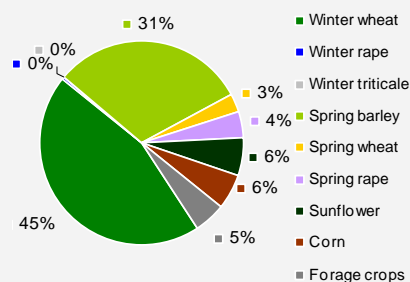
Breakdown of planted area 2008



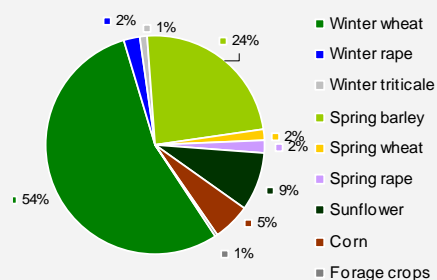
Breakdown of planted area 2009



Breakdown of gross harvest 2008



Breakdown of gross harvest 2009



The Share

Outstanding shares

As of 30 September 2009 the amount of outstanding shares was 124,521,667

Compiled SDR information	
Official listing:	Nasdaq OMX Stockholm
Form of listing:	Swedish Depository Receipt ("SDR")
Round lot:	1
Sector:	Agricultural Products
Exchange ISIN code:	SE0001882291
Short name:	BEF SDB
Reuters:	BEFsdb.ST
Bloomberg:	BEFSDB SS

Shareholders

The total number of shareholders, as of 30 September 2009, amounted to about 9,000.

Trade data for the period 1 Jan 2009 - 16 Nov 2009

Average Turnover (SEK)	Average No of Traded Shares	Average No of daily trades
5,248,122	214,624	183

Source: NASDAQ OMX

Top 5 shareholders per 30 September 2009

Owner	% of votes & capital
VOSTOK KOMI (CYPRUS) LTD ¹	24.8%
KINNEVIK NEW VENTURES AB	20.9%
ALECTA PENSIONS FÖRSÄKRING	8.0%
LÄNSFÖRSÄKRINGAR	3.0%
SIX SIS AG, W8IMY ¹	2.2%

Source: Euroclear Sweden share registry & shareholders' reference

¹ Subsidiary of Vostok Nafta Investment Ltd.

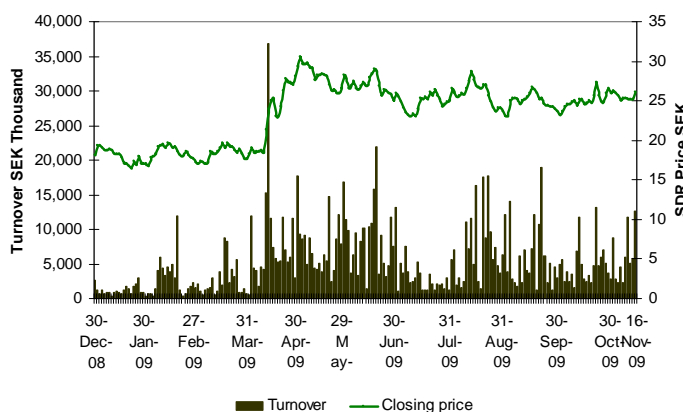
² In its capacity as nominee.

Share Performance vs Stockholm index



Source: NASDAQ OMX

Share Price and Turnover



Source: NASDAQ OMX

BEF SDB	30-Dec-08	30-Jan-09	27-Feb-09	31-Mar-09	30-Apr-09	31-May-09	30-Jun-09	31-Jul-09	31-Aug-09	30-Sep-09	30-Oct-09	16-Nov-09
Closing Price (SEK/SDR)	18.1	17	17.6	17.7	28.1	26.5	25	25	24.1	24	26.5	26.1
Development since 31 Dec 2008 (%)	-	-6.1%	-2.8%	-2.2%	55.2%	46.4%	38.1%	38.1%	33.1%	32.6%	46.4%	44.2%
Development since IPO 27 Dec 2007 (%)	-63.8%	-66.0%	-64.8%	-64.6%	-43.8%	-47.0%	-50.0%	-50.0%	-51.8%	-52.0%	-47.0%	-47.8%

More historic share data and information, including current list of analysts following Black Earth Farming, can be found on the Company's website – www.blackearthfarming.com.

Risks and Uncertainties are described in the annual report for 2008 on pages 32-33. The risks can be summarised as Risks relating to the Company, Risks relating to the Company's business and Risks relating to Russia. All significant risks and uncertainty factors that existed on 31 December 2008 also exist on 30 September 2009.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2009

In thousands of

	Notes	RUR Nine months ended 30-Sep- 2009	RUR 30-Sep- 2008	RUR Three months ended 30-Sep- 2009	RUR 30-Sep- 2008
Continuing operations					
Revenue		1,497,868	505,546	311,400	207,583
Gain on revaluation of biological assets and agricultural produce		22,575	432,244	(94,081)	15,279
Total revenue and gains		1,520,443	937,790	217,319	222,862
Cost of sales		(1,457,718)	(385,959)	(341,256)	(155,562)
Gross profit		62,725	551,831	(123,937)	67,300
Distribution expenses		(226,991)	(137,605)	(141,199)	(129,284)
General and administrative expenses		(654,972)	(543,911)	(235,320)	(201,855)
Taxes other than on income		(14,476)	(13,423)	(5,238)	(8,029)
State grants and subsidies		32,904	17,728	23,706	17,728
Other income and expenses		(43,663)	(43,787)	(19,744)	6,631
Operating loss		(844,473)	(169,167)	(501,732)	(247,509)
Financial income		144,634	234,231	(43,611)	(98,860)
Financial expenses		(227,485)	(182,513)	(61,627)	(39,117)
Loss before income tax		(927,324)	(117,449)	(606,970)	(385,486)
Income tax benefit/(expense)		49,635	(3,118)	67,771	121,231
Loss for the period from continuing operations		(877,689)	(120,567)	(539,199)	(264,255)
Discontinued operations					
Loss for the period from discontinued operations	4	(57,496)	(5,858)	-	(1,057)
Loss for the period		(935,185)	(126,425)	(539,199)	(265,312)
Other comprehensive income		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(935,185)	(126,425)	(539,199)	(265,312)

Earnings per share (amounts are indicated in)

	8	RUR	RUR
From continuing and discontinued operations:	8		
Loss per share, basic		(7.51)	(1.02)
Loss per share, diluted		(7.51)	(1.02)
From continuing operations:	8		
Loss per share, basic		(7.05)	(0.97)
Loss per share, diluted		(7.05)	(0.97)

The condensed consolidated statement of comprehensive income is to be read in conjunction with the notes to and forming part of the interim consolidated financial statements set out on pages 20 to 15.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2009

In thousands of

	USD*	USD*	USD*	USD*
	Nine months ended		Three months ended	
Notes	30-Sep- 2009	30-Sep- 2008	30-Sep- 2009	30-Sep- 2008
Continuing operations				
Revenue	49,776	16,800	10,348	6,898
Gain on revaluation of biological assets and agricultural produce	750	14,364	(3,126)	508
Total revenue and gains	50,526	31,164	7,222	7,406
Cost of sales	(48,442)	(12,826)	(11,340)	(5,170)
Gross profit	2,084	18,338	(4,118)	2,236
Distribution expenses	(7,543)	(4,573)	(4,692)	(4,296)
General and administrative expenses	(21,765)	(18,075)	(7,820)	(6,708)
Taxes other than on income	(481)	(446)	(174)	(267)
State grants and subsidies	1,093	589	788	589
Other income and expenses	(1,451)	(1,455)	(656)	220
Operating loss	(28,063)	(5,622)	(16,672)	(8,226)
Financial income	4,807	7,785	(1,449)	(3,285)
Financial expenses	(7,559)	(6,065)	(2,048)	(1,300)
Loss before income tax	(30,815)	(3,902)	(20,169)	(12,811)
Income tax benefit/(expense)	1,649	(104)	2,252	4,029
Loss for the period from continuing operations	(29,166)	(4,006)	(17,917)	(8,782)
Discontinued operations				
Loss for the period from discontinued operations	4 (1,911)	(195)	-	(35)
Loss for the period	(31,077)	(4,201)	(17,917)	(8,817)
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(31,077)	(4,201)	(17,917)	(8,817)

Earnings per share (amounts are indicated in)

	USD*	USD*
From continuing and discontinued operations:		
8		
Loss per share, basic	(0.25)	(0.03)
Loss per share, diluted	(0.25)	(0.03)
From continuing operations:		
8		
Loss per share, basic	(0.23)	(0.03)
Loss per share, diluted	(0.23)	(0.03)

The condensed consolidated statement of comprehensive income is to be read in conjunction with the notes to and forming part of the interim consolidated financial statements set out on pages 20 to 26.

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2009

<i>In thousands of</i>		RUR	RUR	USD*	USD*
	Notes	30-Sep-09	31-Dec-08	30-Sep-09	31-Dec-08
ASSETS					
<i>Non-current assets</i>					
Property, plant and equipment		5,489,166	4,407,639	182,412	146,471
Goodwill		238,164	238,164	7,914	7,914
Intangible assets		9,780	11,848	325	394
Loans issued		24,183	152,478	804	5,067
Biological assets (livestock)		23,693	28,225	787	938
Other non-current assets		172,730	263,993	5,740	8,773
Deferred tax assets		108,994	70,888	3,622	2,356
Total non-current assets		6,066,710	5,173,235	201,604	171,913
<i>Current assets</i>					
Inventories		1,431,795	1,496,473	47,580	49,729
Biological assets (crop production)		660,581	688,558	21,952	22,882
Trade and other receivables		566,852	580,321	18,838	19,285
Cash and cash equivalents		2,837,586	4,604,591	94,296	153,016
Total current assets		5,496,814	7,369,943	182,666	244,912
Total assets		11,563,524	12,543,178	384,270	416,825
EQUITY AND LIABILITIES					
<i>Equity</i>					
Share capital		32,898	32,898	1,093	1,093
Share premium		11,269,910	11,269,910	374,513	374,513
Reserves		118,386	94,107	3,934	3,127
Retained earnings		(2,277,543)	(1,342,358)	(75,685)	(44,608)
Total equity		9,143,651	10,054,557	303,855	334,125
LIABILITIES					
<i>Non-current liabilities</i>					
Non-current loans and borrowings	9	1,827,793	1,935,503	60,739	64,319
Deferred tax liabilities		27,317	48,133	908	1,600
Total non-current liabilities		1,855,110	1,983,636	61,647	65,919
<i>Current liabilities</i>					
Current loans and borrowings	9	281,111	344,206	9,342	11,438
Trade and other payables		283,652	160,779	9,426	5,343
Total current liabilities		564,763	504,985	18,768	16,781
Total liabilities		2,419,873	2,488,621	80,415	82,700
Total equity and liabilities		11,563,524	12,543,178	384,270	416,825

The condensed consolidated statement of financial position is to be read in conjunction with the notes to and forming part of the interim consolidated financial statements set out on pages 20 to 26.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2009

<i>In thousands of</i>	RUR	RUR	RUR	RUR	RUR
	Share capital	Share premium	Equity-settled employee benefits reserve	Retained earnings	Total
Balance as at 1 January 2008	31,680	10,366,308	6,674	(608,735)	9,795,927
Issue of shares	1,218	903,602	-	-	904,820
Loss for the period	-	-	-	(126,425)	(126,425)
Recognition of share-based payments	-	-	57,453	-	57,453
Balance as at 30 September 2008	32,898	11,269,910	64,127	(735,160)	10,631,775
Balance as at 1 January 2009	32,898	11,269,910	94,107	(1,342,358)	10,054,557
Issue of shares	-	-	-	-	-
Loss for the period	-	-	-	(935,185)	(935,185)
Recognition of share-based payments	-	-	24,279	-	24,279
Balance as at 30 September 2009	32,898	11,269,910	118,386	(2,277,543)	9,143,651

<i>In thousand of</i>	USD*	USD*	USD*	USD*	USD*
	Share capital	Share premium	Equity-settled employee benefits reserve	Retained earnings	Total
Balance as at 1 January 2008	1,053	344,485	222	(20,229)	325,531
Issue of shares	39	30,028	-	-	30,067
Loss for the period	-	-	-	(4,201)	(4,201)
Recognition of share-based payments	-	-	1,909	-	1,909
Balance as at 30 September 2008	1,092	374,513	2,131	(24,430)	353,306
Balance as at 1 January 2009	1,093	374,513	3,127	(44,608)	334,125
Issue of shares	-	-	-	-	-
Loss for the period	-	-	-	(31,077)	(31,077)
Recognition of share-based payments	-	-	807	-	807
Balance as at 30 September 2009	1,093	374,513	3,934	(75,685)	303,855

The consolidated statement of changes in equity is to be read in conjunction with the notes to and forming part of the consolidated financial statements set out on pages 20 to 26.

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2009

<i>In thousands of</i>		RUR	RUR	USD*	USD*
	Notes	9 m. 2009	9 m. 2008	9 m. 2009	9 m. 2008
OPERATING ACTIVITIES					
Loss for the period		(935,185)	(126,425)	(31,077)	(4,201)
<i>Adjustments for:</i>					
Income tax (benefit) / expense		(49,705)	3,118	(1,652)	104
Depreciation and amortisation		214,974	124,440	7,144	4,135
Foreign exchange gain		(82,005)	(46,389)	(2,725)	(1,542)
Interest income		(62,629)	(187,842)	(2,081)	(6,242)
Interest expense		227,485	182,513	7,560	6,065
Loss/ (gain) on disposal of property, plant and equipment and intangible assets		35,958	(12,473)	1,195	(414)
Warrant expense		24,279	56,213	807	1,868
Loss on disposal of subsidiaries		31,238	-	1,038	-
Change in value of biological assets		(22,575)	(432,244)	(750)	(14,364)
Operating loss before changes in working capital		(618,165)	(439,089)	(20,541)	(14,591)
Decrease/(increase) in inventories		189,797	(1,011,407)	6,307	(33,610)
Increase in trade and other receivables		(2,644)	(188,783)	(88)	(6,273)
Increase/(decrease) in trade payables and other short-term liabilities		132,359	(17,233)	4,398	(573)
Cash flows utilised by operating activities before income tax paid		(298,653)	(1,656,512)	(9,924)	(55,047)
Interest paid		(311,030)	(6,974)	(10,336)	(232)
Income tax paid		(8,717)	(1,918)	(290)	(64)
Net cash from operating activities		(618,400)	(1,665,404)	(20,550)	(55,343)
INVESTING ACTIVITIES					
Interest received		69,509	187,842	2,310	6,242
Acquisition of subsidiaries		-	(285,496)	-	(9,487)
Acquisition of land plots		(204,514)	(436,518)	(6,797)	(14,506)
Acquisition of property, plant and equipment		(1,220,363)	(861,978)	(40,554)	(28,645)
Acquisition of intangible assets		(8,063)	(3,227)	(268)	(107)
Proceeds from disposal of securities		-	350,023	-	11,632
Proceeds from the repayment of loans issued		128,295	110,381	4,263	3,668
Prepayments for property, plant and equipment and other non-current assets		85,156	41,189	2,830	1,369
Cash flows from investing activities		(1,149,980)	(897,784)	(38,216)	(29,834)
FINANCING ACTIVITIES					
Proceeds from the issue of shares		-	906,053	-	30,109
(Repurchase of bonds) / Proceeds from the issue of bonds	9	(262,355)	-	(8,718)	-
Proceeds from borrowings		18,631	-	619	-
Loan repayment (AgroLipetsk)		-	(454,128)	-	(15,091)
Cash flows from financing activities		(243,724)	451,925	(8,099)	15,018
Net decrease in cash and cash equivalents		(2,012,105)	(2,111,263)	(66,865)	(70,159)
Cash and cash equivalents at beginning of year		4,604,591	7,373,985	153,016	245,046
Effect of exchange rate fluctuations on cash and cash equivalents		245,100	18,883	8,145	628
Cash and cash equivalents at end of the period		2,837,586	5,281,605	94,296	175,515

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2009

1 Background

(a) Organisation and operations

Black Earth Farming Limited (the "Company") is a limited liability company incorporated in Jersey, Channel Islands, on 20 April 2005. The Company is the holding company for a number of legal entities established under the legislation of Cyprus and the Russian Federation. Those entities are together referred to as the "Group".

The Company's registered office is 8 Church Street, St. Helier, Jersey, JE4 OSG, Channel Islands.

The Group is involved in the acquisition and subsequent management of agricultural companies in Russia. The Group's activities include farming, production of crops and dairy produce and the distribution of related products in the Russian Federation. The Group commenced operations in 2005. The majority of the subsidiaries was established in 2006 and had limited activities.

(b) Russian business environment

The Russian Federation has been experiencing political and economic change that has affected, and may continue to affect, the activities of enterprises operating in this environment. Consequently, operations in the Russian Federation involve risks that typically do not exist in other markets. The consolidated financial statements reflect management's assessment of the impact of the Russian business environment on the operations and the financial position of the Group. The future business environment may differ from management's assessment.

(c) Seasonality

Agricultural production cycle (including selling of harvested crop) encompasses approximately eighteen months from the seeding stage - late August thru beginning of October for winter crops and beginning of April thru mid-May for spring crops - onto germination - October thru June followed by harvesting - early July thru mid-October culminating in storing and ultimately selling the harvested grain during late fall, winter and 1Q of the following calendar year.

Typically, during the spring period - April thru June - the crops undergo active germination phase which also entails significant works related to tilling, seeding, and fertilizing. At the end of June, seeded crop production is substantial enough in order to start defining its fair value in accordance with IAS 41.

As of September 30 2009, our biological assets have been comprised of two categories: the 2009 crop which has not been harvested - predominantly consisting of sunflowers and corn - and the newly planted crop for the 2010 harvesting season.

In accordance with IAS 41, the calculated amount of revaluation of biological assets and agricultural produce is based on the prevailing market price times the actual yield - less estimated point-of-sale costs. The planned crop yield is only applied for the crop which remains to be harvested from the 2008 production cycle.

Revenue from sales of crop production for the nine months ended 30 September 2009 includes predominantly sales of 2008 crop production cycle and a relatively small portion of 2009 crop production.

2 Basis of preparation

(a) Statement of compliance

The condensed financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRSs") and in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting.

(b) Functional and presentation currency

The currency of the Russian Federation is the Russian Rouble (“RUR”), which is the Group’s functional currency and the currency in which these consolidated financial statements are presented. The Group’s main activities are RUR denominated. All financial information presented in RUR has been rounded to the nearest thousand.

(c) Convenience translation

In addition to presenting the consolidated financial statements in RUR, supplementary information in United States dollars (“USD”) has been presented for the convenience of users of the consolidated financial statements.

All amounts in the consolidated financial statements, including comparatives, are translated from RUR to USD at the closing exchange rate at 30 September 2009 of RUR 30.0922 to USD 1. All financial information in USD has been rounded to the nearest thousand.

3 Significant accounting policies

The condensed financial statements have been prepared under historical cost convention, except that financial investments classified as available-for-sale are stated at fair value and biological assets measured at fair value less estimated point-of-sale costs.

The same accounting policies, presentation and methods of computation are followed in these condensed financial statements as were applied in the preparation of the Group’s financial statements for the year ended 31 December 2008, except for the impact of the adoption of the Standards described below.

- *IFRS 8 Operating Segments*

IFRS 8 is a disclosure Standard that has resulted in a redesignation of the Group reportable segments, but had no impact on the reported results or financial position of the Group.

- *Amendment to IAS 1 Presentation of Financial Statements*

The revised Standard has an impact on the presentation of the financial statements of the Group.

4 Discontinued operations

On 14 April 2009 the Group signed the contract for the sale of two subsidiaries – ZAO “Kaluga Agro-Invest” and OOO “Rus”. ZAO “Kaluga Agro-Invest” was an inoperative company which was the parent company to OOO “Rus”. The price stated in the contract is RUR 13 thousand (USD* 432).

(a) Result for the period from discontinued operations

The results of the discontinued operations included in the income statement are set out below. The historical loss for discontinued operations for the nine months ended 30 September 2008 has been presented solely for comparative purposes.

<i>In thousands of</i>	RUR <u>9 m. 2009</u>	RUR <u>9 m. 2008</u>	USD* <u>9 m. 2009</u>	USD* <u>9 m. 2008</u>
Revenue	1,284	4,105	43	136
Expenses	(21,783)	(9,963)	(724)	(331)
Loss on disposal	<u>(37,067)</u>	-	<u>(1,232)</u>	-
Loss before income tax	(57,566)	(5,858)	(1,913)	(195)
Income tax benefit	<u>70</u>	-	<u>2</u>	-
Loss for the period from discontinued operations	<u>(57,496)</u>	<u>(5,858)</u>	<u>(1,911)</u>	<u>(195)</u>

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

Loss on disposal besides the complete write-off of net assets pertaining to OOO "Rus" and ZAO "Kaluga Agro-invest" includes write-off of two promissory notes which were issued by ZAO "Kaluga Agro-Invest", then bought by the Group and which the Group does not expect to call back.

The disclosure of the loss on disposal is presented in the table below:

<i>In thousands of</i>	RUR	USD*
	30-Sep-09	30-Sep-09
Consideration received	13	0
Promissory notes written off	(5,621)	(187)
Net assets write-off		
- Property, plant and equipment	(14,825)	(493)
- Other non-current assets	(10,709)	(356)
- Inventories	(13,157)	(437)
- Trade and other receivables	(1,540)	(51)
- Cash and cash equivalents	(221)	(7)
- Trade and other payables	8,993	299
Loss on disposal	(37,067)	(1,232)

5 Acquisition of subsidiaries

In 2009 the Group has created an entity – Selino Agro-Invest LLC by investing RUR 100 thousand (USD* 3.3 thousand). Selino Agro-Invest has been created for the facilitation of land registration in Kursk region.

In 2008, the Group has obtained 100% ownership in five entities. A preliminary valuation of assets and liabilities was conducted on a provisional basis. During the reporting period, independent appraisers have concluded their formal valuation of these entities.

As a result of this valuation, the provisional value of identifiable net assets as at the date of acquisition decreased by RUR 185,419 thousand (USD* 6,162 thousand). As a result, goodwill increased from the provisional accounting of RUR 58,534 thousand (USD* 1,945 thousand) to the adjusted amount of RUR 238,164 thousand (USD* 7,914 thousand). The previously reported balance sheet as at 31 December 2008 has been adjusted in order to properly to reflect the final values from the date of acquisition.

The difference between the published and adjusted results is presented in the table below:

<i>In thousands of RUR</i>	Storozhevoye Agro	Usmanskaya zemlya	Agrolipetzk	Agroterminal	Don	Total
Provisional accounting:						
Property, plant and equipment	198,345	108,282	232,731	296,447	8,596	844,401
Net assets at date of acquisition	199,570	99,856	64,510	47,355	(696)	410,595
Consideration paid	193,781	100,290	118,571	50,689	10	463,341
Goodwill	-	434	54,061	3,333	706	58,534
Profit recognized in Income statement	5,789	-	-	-	-	5,789
Adjusted results:						
Property, plant and equipment	109,348	99,463	195,005	246,570	8,596	658,982
Net assets at date of acquisition	110,573	91,037	26,784	(2,521)	(696)	225,177
Consideration paid	193,781	100,290	167,938	1,322	10	463,341
Goodwill	83,208	9,253	141,154	3,843	706	238,164
Profit recognized in Income statement	-	-	-	-	-	-

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

<i>In thousands of USD</i>	Storozhevoye Agro	Usmanskaya zemlya	Agrolipetzsk	Agroterminal	Don	Total
Provisional accounting:						
Property, plant and equipment	6,591	3,598	7,734	9,851	286	28,060
Net assets at date of acquisition	6,632	3,318	2,143	1,574	(23)	13,644
Consideration paid	6,440	3,333	3,940	1,684	-	15,397
Goodwill	-	15	1,797	110	23	1,945
Profit recognized in Income statement	192	-	-	-	-	192
Adjusted results:						
Property, plant and equipment	3,634	3,305	6,480	8,194	286	21,899
Net assets at date of acquisition	3,675	3,026	889	(84)	(23)	7,483
Consideration paid	6,440	3,333	5,580	44	-	15,397
Goodwill	2,765	307	4,691	128	23	7,914
Profit recognized in Income statement	-	-	-	-	-	-

The acquired companies comprise a contiguous modern agro-industrial enterprise located in the Lipetsk region. The consideration paid for this combination reflects management's prior experience by creating viable agro-industrial clusters thru synergies and economies of scale.

On 30 September 2009 the Group assessed the recoverable amount of goodwill, and determined that goodwill has been not impaired. Goodwill has been allocated for impairment testing purposes to the Agroterminal and AgroLipetsk cash-generating units. AgroLipetzsk cash-generating unit includes four companies – one operating company, AgroLipetzsk, and three land holding companies Storozhevoye Agro, Usmanskaya zemlya and Usman'. Furthermore, the recoverable amount of the cash generating units have been calculated in accordance with the discounted cash flow methodology (applying 15% discount rate) and based upon prospective cash inflows for the next 7 years.

As a result of these calculations, management has concluded that any reasonable detrimental change in the key assumptions on which the recoverable amount has been calculated will not in effect exceed the aggregate recoverable amount of the cash-generating unit.

6 Segment information

The Group has not adopted IFRS 8 Operating Segments previously, so these financial statements include the first adoption of IFRS 8.

The operating segments definitions were developed by senior management in order to enable effective and efficient operating performance based of the geographic and sub-climatic split of the cropped areas in the four Black Earth regions; namely, Kursk, Lipetsk, Tambov and Voronezh. The Group also has one operating company in Samara region, however, for segment reporting purposes it was included in Tambov, as the company's result is not material as a single operating segment. The management company is located in Moscow. The parent company Black Earth Farming Ltd. is not included in any of the operating segments, as it does not generate any revenue, therefore its assets and expenses have been reflected in the Corporate segment of the assets and expenses.

The Group does not have reliable comparative data. The prior year segment reports included the result of the current year harvest (without last year stored goods and their sales), therefore the information is incommensurable, especially for the first and second quarter of 2008.

(a) Segment revenues and results

<i>In thousands of</i>	RUR Revenue 9 m. 2009	RUR Net result 9 m. 2009	USD* Revenue 9 m. 2009	USD* Net result 9 m. 2009
Agricultural companies				
- Voronezh region	438,818	(11,016)	14,582	(366)
- Kursk region	347,974	(106,568)	11,564	(3,540)
- Lipetsk region	303,046	(72,449)	10,071	(2,408)
- Tambov region	79,386	(75,691)	2,638	(2,515)
Management company			-	-
- Moscow	307,527	(435,641)	10,219	(14,477)
Revenues from sales of other goods and services	21,117	-	702	-
Total	1,497,868	(701,366)	49,074	(23,306)
Gain on revaluation of biological assets and agricultural produce		22,575		750
Prior year revaluation of biological assets in cost of goods sold		(73,141)		(2,431)
Additional administrative costs and director's salaries		(147,037)		(4,886)
Bad debt provision		(9,555)		(318)
Other income and expenses		6,555		218
Finance income, net		(82,851)		(2,753)
Loss for the period from discontinued operations		57,496		1,911
Profit before tax		(927,324)		(30,815)

The accounting principles of the reportable segments are not exactly the same as the Group's accounting policies according to IFRS. The profit before tax for the reportable segments was reconciled to the reported profit before tax as the accounting policies of the segments differ in the following areas:

- There is no revaluation of biological assets and agricultural produce in segment reporting, therefore segment reports do not include current gain on revaluation in Revenue and do not deduct previous (prior year) revaluation from Cost of sales;
- Segment reporting does not include additional administrative expenses related to Black Earth Farming Ltd (standalone).

(b) Segment assets

<i>In thousands of</i>	RUR 30-Sep-09	RUR 31-Dec-08	USD* 30-Sep-09	USD* 31-Dec-08
Agricultural companies				
- Lipetsk region	2,657,391	2,059,775	88,308	68,449
- Voronezh region	2,072,022	1,984,530	68,856	65,948
- Kursk region	1,965,117	1,608,046	65,303	53,437
- Tambov region	1,383,469	1,123,386	45,974	37,331
Management company				
- Moscow	1,004,632	1,305,316	33,385	43,377
Total segment assets	9,082,631	8,081,053	301,826	268,542
Corporate assets	2,480,893	4,462,125	82,444	148,283
Consolidated total assets	11,563,524	12,543,178	384,270	416,825

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

(c) Revenues from major products

The Group's revenues from its major products were as follows:

<i>In thousands of</i>	RUR	RUR	USD*	USD*
	9 m. 2009	9 m. 2008	9 m. 2009	9 m. 2008
Wheat	720,010	146,109	23,926	4,855
Sunflowers	263,152	-	8,745	-
Spring barley	250,583	197,065	8,327	6,550
Spring rape seed	72,982	105,902	2,425	3,519
Winter rape seed	71,948	26,179	2,391	870
Corn	65,410	774	2,174	26
Milk and meat	20,314	15,237	675	506
Waste grains	12,265	9,673	408	321
Other goods and services	21,204	4,607	705	153
	1,497,868	505,546	49,776	16,800

(d) Geographical information

The Group operates in the Russian Federation. The Group has a head office in Jersey; however the head office does not own any non-current assets and generates only financial income and expenses in addition to administration costs and directors' salaries. Therefore all non-current assets locate in Russia and all of the Group's operations are in Russia.

7 Dividends

The Company is not permitted to pay dividends until the bonds have been redeemed. Therefore, during the nine months period no dividends were neither paid out nor declared.

8 Earnings per share

<i>The amounts are indicated in</i>	RUR	RUR	USD*	USD*
	9 m. 2009	9 m. 2008	9 m. 2009	9 m. 2008
Profit/(loss) for the purpose of basic and diluted earnings per share				
Loss for the period from continuing and discontinued operations	(935,185,000)	(126,425,000)	(31,077,322)	(4,201,255)
Loss for the period from continuing operations	(877,689,000)	(120,567,000)	(29,166,661)	(4,006,586)
Number of shares				
Weighted average number of ordinary shares for the purpose of basic earnings per share	124,521,667	123,946,667	124,521,667	123,946,667
Effect of dilutive share options	1,406,666	850,000	1,406,666	850,000
Weighted average number of shares for the purpose of diluted earnings per share	125,928,333	124,796,667	125,928,333	124,796,667
Loss per share from continuing and discontinued operations:				
Basic	(7.51)	(1.02)	(0.25)	(0.03)
Diluted	(7.51)	(1.02)	(0.25)	(0.03)
Loss per share from continuing operations:				
Basic	(7.05)	(0.97)	(0.23)	(0.03)
Diluted	(7.05)	(0.97)	(0.23)	(0.03)

* The USD equivalent figures are provided for information purposes only and do not form part of the condensed consolidated financial statements – refer to note 2 (c).

9 Repurchase and repayment of debt and equity securities

During first nine months 2009, the Group has repurchased a total of 610 units of its bonds at a weighted average of 95% of its nominal value. The Group has spent a total of RUR 277,323 thousand (USD* 9,216 thousand) which represented a total nominal value of RUR 262,355 thousand (USD* 8,718 thousand) and accrued interest of RUR 14,968 thousand (USD* 498 thousand). As a result of these transactions, the Group has realized a net gain of RUR 6,630 thousand (USD* 220 thousand).

On 15 March 2009 the first Interest Payment Date occurred and the Group paid annual interest payment at the amount of RUR 295,575 thousand (USD* 9,822 thousand).

As of 30 September 2009 the Group has in total repurchased 1,015 out of 5,500 bonds issued in 2007.

10 Contingencies and commitments

The Group continues to register and acquire land and build up its production as well as real estate portfolio, the latter mainly consist of grain storage and drying capacity. Investment in land includes mainly registration towards ownership of already controlled land plots. Till the end of the 2009 year the Group intends to spend about RUR 45,878 thousand (USD* 1,525 thousand) on land related expenditures. Investments into production predominantly consist of purchases of agricultural machinery and equipment and vehicles. The Group plans to spend RUR 39,245 thousand (USD* 1,304 thousand) on production investment. Investment in infrastructure mainly concerns grain storing facilities, internal drying capacity and other grain handling infrastructure. Till the end of the 2009 year the Group plans capital expenditures related to infrastructure in the amount of RUR 238,045 thousand (USD* 7,910 thousand).

11 Subsequent events

- In November, the Company's local subsidiary Agro-Invest, has recruited a team of sales and logistics professionals headed by Alexander Fomin, a former General Director of OOO "OGO Trading", one of the leading Russian grain traders with proven experience in export grain trading and logistics;

Black Earth Farming Ltd

The Board of Directors and the managing director confirm that the interim report for the period 1 January – 30 September 2009 gives a true and fair view of the group's operations, financial position and results of operations and describes significant risks and uncertainties the Company is exposed to.

NOMINATION COMMITTEE FOR THE 2010 ANNUAL GENERAL MEETING

In accordance with the resolution of the 2009 Annual General Meeting, the Chairman of the Board Per Brilioth has convened a Nomination Committee consisting of members representing the three largest shareholders in the Company. The Nomination Committee is comprised of Per Brilioth, on behalf of Vostok Nafta Investment Ltd, Mia Brunell Livfors, on behalf of Kinnevik New Ventures AB (a subsidiary of Investment AB Kinnevik), and Leif Törnvall, on behalf of Alecta.

Shareholders wishing to propose candidates for election to the Board of Directors of Black Earth Farming should submit their proposal in writing to the Nomination Committee's chairman Per Brilioth via e-mail nominationcommittee@blackearthfarming.com or by mail, Black Earth Farming Ltd, attention Nomination Committee, PO Box 781, 8 Church Street, JE4 0SG ST Helier, Jersey. Proposals should be submitted not later than March 1st, 2010.

FINANCIAL CALENDAR

Year end report January-December 2009.....26 February 2010

For further information contact:

Gustav Wetterling
Director of Investor Relations
+44 [0] 2071 178 100
gustav@blackearthfarming.com

Group's website: www.blackearthfarming.com

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION to the shareholders of Black Earth Farming Limited

Introduction

We have reviewed the accompanying consolidated statement of financial position of Black Earth Farming Limited as of September 30, 2009 and the related consolidated statements of comprehensive income, changes in equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standards (IAS 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial information does not give a true and fair view of the financial position of the entity as at September 30, 2009, and of its financial performance and its cash flows for the nine-month period then ended in accordance with IAS 34.

Emphasis of Matter

Our audit was conducted for the purpose of forming a conclusion on the condensed consolidated interim financial information as a whole. The supplementary United States dollar amounts, which are presented solely for the convenience of users as described in note 2 (c), do not form part of the interim financial information and have not been subject to the procedures or conclusion described above.

Deloitte AB

Svante Forsberg

Stockholm

November 23, 2009

Terms and Definitions

Units

1 hectare (ha) = 2.47105 acres
1 hectare (ha) = 10,000 square meters

1 metric ton = 2,204.622 pounds (lb)
1 metric ton = 10 centners
1 metric ton of wheat = 36.74 bushels of wheat
1 metric ton of corn = 39.37 bushels of corn

“AGRO-Invest Group”

The Company's subsidiary OOO Management Company AGRO-Invest and its subsidiaries, including OOO Management Company AGRO-Invest-Regions.

“Black Earth”

A soil type which contains a very high percentage of organic matter in the form of humus, rich in phosphorus.

“Black Earth Farming” or the “Company”

Black Earth Farming Limited, a company incorporated in Jersey, Channel Islands, under the 1991 Law with company registration number 89973, including its subsidiaries, unless otherwise is apparent by the surrounding context.

“Black Earth Region”

A territory located in parts of Russia, Ukraine and Kazakhstan endowed with Black Earth.

“Cadastre”

A Russian state register of real property including details of the area owned, the owners and the value of the land.

“CIS”

Commonwealth of Independent States which consists of the former republics of the Soviet Union, excluding the Baltic States. The following countries are included Armenia, Azerbaijan, Belarus, Georgia, Kazakhstan, Kyrgyzstan, Moldova, Russia, Tajikistan, Turkmenistan (associated member), Ukraine and Uzbekistan.

“Crop year”

An crop year in Europe typically begins in late summer with the seeding of winter crops and ends approximately one and a half years later depending on when the crops is being harvested and sold.

“Debt/Equity Ratio”

Total amount of long term borrowings divided by total shareholders equity.

“EBITDA”

EBITDA represents net income (loss) before interest expense, interest income, income tax expense (benefit), depreciation of property and equipment, amortization of intangible assets, and extraordinary or non-recurring income and expenses.

“Earnings per Share”

Net profit attributable to shareholders holding ordinary shares divided by the number of shares issued.

“Equity/Assets Ratio”

Total shareholders equity divided by total assets.

“EU-27”

The following EU membership countries: Austria, Belgium, Czech Republic, Cyprus, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, Netherlands, Poland, Portugal, Slovakia, Slovenia, Spain, Sweden the United Kingdom, Bulgaria and Romania.

“Fallow land”

Land which is not being cultivated.

“FOB”

Free On Board - an export pricing term where the seller covers all costs up to and including the loading of goods aboard a vessel, but not following freight/shipping costs.

“Grains”

Generic name for wheat, barley, oats, rye, rye-wheat, durra millet, maize and rice

“Grain elevator”

Building or complex of buildings for drying, cleaning, storage and shipment of grain.

“Land in Ownership”

Land where the Company has obtained the, in the central Cadastre, registered rights of ownership to the land.

“Land under control”

Refers to all land under the Company's control, including fully registered ownership, long term leased land and acquired cropping rights (Pais) in the process of being registered as ownership rights.

“Oblast”

An administrative region of Russia.

“Oilseeds”

A wide variety of seeds which are grown as a source of oils, e.g. cottonseed, sesame, rape seed, sunflower and soybean. After extraction of the oil the residue is a valuable source of protein, especially for animal feedstuffs.

“OOO”

“Closed joint stock company”, the Russian equivalence to a limited liability company.

“Operating Margin”

Operating income divided by net sales.

“Pai”

A share in jointly-owned land received by a farm worker (in the Company's transactions often comprising approximately 2 to 17 hectares of undefined land).

“Russian Export taxes”

There are currently no export taxes for wheat or barley. For Sunflowers and Oil seed rape there is a 20% export tax.

“SDR”

The Swedish depository receipts issued representing the Shares according to the general terms and conditions for depository receipts in Black Earth Farming.

“VPC”

VPC AB, the Swedish central securities depository and clearing house with address Regeringsgatan 65, Box 7822, SE-103 97, Stockholm, Sweden.

“Öhman”

E. Öhman J:or Fondkommission AB, company registration number 556206-8956, Box 7415, SE-103 91, Stockholm, Sweden.