



20 May 2019

ROS AGRO financial results for Q1 2019

20 May 2019 – Today ROS AGRO PLC (the “Company”), the holding company of Rusagro Group (the “Group”), a leading Russian diversified food producer with vertically integrated operations, has announced the financial results for the three months ended 31 March 2019.

Q1 2019 Highlights

- Sales amounted to RR 32,167 million (US\$ 495 million¹), an increase of RR 16,899 million compared to Q1 2018;
- Adjusted EBITDA² amounted to RR 4,094 million (US\$ 63 million), an increase of RR 2,379 million compared to Q1 2018;
- Adjusted EBITDA margin increased from 11% in Q1 2018 to 13% in Q1 2019;
- Net profit for the period amounted to RR 1,422 million (US\$ 22 million);
- Net debt position³ as of Q1 2019 amounted to RR 54,188 million (US\$ 837 million);
- Net Debt/ Adjusted EBITDA (LTM⁴) as of Q1 2019 was 2.92x.

Commenting on the results, Maxim Basov, a member of the Board of Directors of ROS AGRO PLC and CEO of the Group, said:

“Q1 2019 showed good results as sales and adjusted EBITDA of the Group continued to improve. Agriculture and Sugar segments benefited from high sales prices leading to adjusted EBITDA margin growth. Meanwhile, Meat and Oil & Fats segments showed strong sales results, but experienced margins drop. Meat segment continued to grow processed pork sales volumes, but it was negatively influenced by higher grain prices. Oil & Fats sales were triggered by growth of bottled oil sales and tolling agreement with Solnechnye Producty plants. However, the margin of this segment dropped due to the lack of EBITDA from Solnechnye Producty assets on Ros Agro balance.”

Key consolidated financial performance indicators

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	32,167	15,268	16,899	111
Gross profit	5,017	2,954	2,062	70
<i>Gross margin, %</i>	<i>14%</i>	<i>19%</i>	<i>-5%</i>	
Adjusted EBITDA	4,094	1,715	2,379	139
<i>Adjusted EBITDA margin, %</i>	<i>13%</i>	<i>11%</i>	<i>2%</i>	
Net profit / (loss) for the period*	1,422	210	1,212	578
<i>Net profit margin %</i>	<i>4%</i>	<i>1%</i>	<i>3%</i>	

* Net profit for the period is affected by non-cash loss on revaluation of biological assets and agricultural produce. See details in business-sections below.

Key financial performance indicators by segments

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales, incl.	32,167	15,268	16,899	111
<i>Sugar</i>	4,525	5,213	(688)	(13)
<i>Meat</i>	5,188	4,326	862	20
<i>Agriculture</i>	5,555	1,467	4,088	279
<i>Oil and Fat</i>	16,928	4,478	12,451	278
<i>Milk products</i>	861	-	861	-
<i>Other</i>	446	75	371	492
<i>Eliminations</i>	(1,337)	(291)	(1,045)	(359)
Gross profit / (loss), incl.	5,017	2,955	2,062	70
<i>Sugar</i>	1,436	1,127	308	27
<i>Meat</i>	294	966	(671)	(70)
<i>Agriculture</i>	812	119	693	582
<i>Oil and Fat</i>	1,797	1,020	778	76
<i>Milk products</i>	71	-	71	-
<i>Other</i>	21	9	13	147
<i>Eliminations</i>	585	(286)	871	-
Adjusted EBITDA, incl.	4,094	1,715	2,379	139
<i>Sugar</i>	1,118	669	449	67
<i>Meat</i>	837	1,141	(305)	(27)
<i>Agriculture</i>	1,451	63	1,388	2,188
<i>Oil and Fat</i>	313	393	(81)	(21)
<i>Milk products</i>	(6)	-	(6)	-
<i>Other</i>	(623)	(244)	(379)	(156)
<i>Eliminations</i>	1,005	(309)	1,314	-
Adjusted EBITDA margin, %	13%	11%	2%	18
<i>Sugar</i>	25%	13%	12%	92
<i>Meat</i>	16%	26%	-10%	(38)
<i>Agriculture</i>	26%	4%	22%	550
<i>Oil and Fat</i>	2%	9%	-7%	-
<i>Milk products</i>	-2%	0%	-	-

Sugar Segment

The financial results of the sugar segment for Q1 2019 compared to Q1 2018 are presented in the table below:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	4,525	5,213	(688)	(13)
Cost of sales	(3,086)	(4,085)	999	24
Net gain from trading derivatives	(3)	(1)	(2)	(234)
Gross profit	1,436	1,127	308	27
<i>Gross profit margin</i>	<i>32%</i>	<i>22%</i>	<i>10%</i>	
Distribution and selling expenses	(460)	(657)	197	30
General and administrative expenses	(365)	(419)	54	13
Other operating income / (expenses), net	(48)	11	(59)	-
Operating profit	562	62	500	805
Adjusted EBITDA	1,118	669	449	67
<i>Adjusted EBITDA margin</i>	<i>25%</i>	<i>13%</i>	<i>12%</i>	

Sales decreased in Q1 2019 compared to Q1 2018 mainly due to sugar sales volume decreased by 62 thousand tons or 37%. Revenue decrease was partially compensated by growth in sales prices of sugar by 31%.

Sugar sales, production volumes and average sales prices per kilogram (excl. VAT) were as follows:

	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sugar production volume (in thousand tonnes)	18	9	9	98
Sales volume (in thousand tonnes)	104	166	(62)	(37)
Sale price (roubles per kg, excl. VAT)	36.5	27.9	8.6	31

Distribution and selling expenses in Q1 2019 compared to Q1 2018 decreased by RR 197 million mainly due to decrease in sales volume.

General and administrative expenses in Q1 2019 compared to Q1 2018 decreased by RR 54 million mainly due to decrease in payroll expenses.

The sales price increase was the main reason of a positive dynamics in profitability of the segment.

Meat Segment

The financial results of the meat segment for Q1 2019 compared to Q1 2018 are presented in the table below:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	5,188	4,326	862	20
Net gain / (loss) on revaluation of biological assets and agricultural produce	(359)	(27)	(332)	(1,252)
Cost of sales	(4,535)	(3,334)	(1,201)	(36)
Gross profit / (loss)	294	966	(671)	(70)
<i>Gross profit margin</i>	<i>6%</i>	<i>22%</i>	<i>-17%</i>	
<i>Gross profit excl. effect of biological assets revaluation</i>	<i>283</i>	<i>992</i>	<i>(709)</i>	<i>(71)</i>
<i>Adjusted gross profit margin</i>	<i>5%</i>	<i>23%</i>	<i>-17%</i>	

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Distribution and selling expenses	(157)	(112)	(45)	(40)
General and administrative expenses	(365)	(212)	(153)	(72)
Other operating income, net	15	34	(18)	(54)
Operating profit / (loss)	(212)	675	(888)	-
Adjusted EBITDA	837	1,141	(305)	(27)
<i>Adjusted EBITDA margin</i>	<i>16%</i>	<i>26%</i>	<i>-10%</i>	

Sales in the meat segment increased by 20% in Q1 2019 compared to the respective periods of prior year because of an increase in sales prices and sales volumes of processed pork.

Pork sales volumes and the average pork sales prices per kilogram (excl. VAT) were as follows:

	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales volume (in thousand tonnes), incl.	41	39	2	4
livestock pigs	4	7	(2)	(32)
processed pork	36	33	4	11
Sale prices (roubles per kg, excl. VAT):				
livestock pigs	70.7	79.7	(9.0)	(11)
processed pork	133.0	116.5	16.5	14

Net loss on revaluation of biological assets and agricultural produce in Q1 2019 resulted mainly from a decrease in market prices for live pigs during the period and a respective decrease in fair value of livestock in the closing balance compared to the beginning of the year.

An increase in *Distribution and selling expenses* in Q1 2019 compared to prior year periods includes an increase in sales volume related to growth in staff of logistic department.

Agricultural Segment

As at 31 March 2019 the segment's area of controlled land stands at 649 thousand hectares (31 March 2018: 675 thousand hectares). Land bank was reduced as the result of disposal of non-arable land. The financial results of the agricultural segment for Q1 2019 compared to Q1 2018 are presented below:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	5,555	1,467	4,088	279
Net gain / (loss) on revaluation of biological assets and agricultural produce	(1,403)	(281)	(1,122)	(399)
Cost of sales	(3,340)	(1,067)	(2,273)	(213)
Net gain/ (loss) from trading derivatives	-	-	-	-
Gross profit / (loss)	812	119	693	582
<i>Gross profit margin</i>	<i>15%</i>	<i>8%</i>	<i>7%</i>	
<i>Gross profit excl. effect of biological assets and agricultural produce revaluation</i>	<i>2,215</i>	<i>400</i>	<i>1,815</i>	<i>454</i>
<i>Adjusted gross profit margin</i>	<i>40%</i>	<i>27%</i>	<i>13%</i>	
Distribution and selling expenses	(892)	(209)	(682)	(326)
General and administrative expenses	(272)	(291)	19	6
Other operating income, net	(38)	(15)	(23)	(148)
<i>incl. reimbursement of operating costs (government grants)</i>	<i>36</i>	<i>27</i>	<i>8</i>	<i>30</i>
Operating profit / (loss)	(390)	(397)	6	2

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Adjusted EBITDA	1,451	63	1,388	2,188
<i>Adjusted EBITDA margin</i>	<i>26%</i>	<i>4%</i>	<i>22%</i>	

A significant increase in sales volumes was due to an increase in sales prices of all crops and sales volume of grains and soybeans compared to Q1 2018.

Sales volumes by product were as follows:

Thousand tonnes	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
sugar beet	-	2	(2)	(100)
wheat	179	39	140	363
barley	49	32	17	52
sunflower seeds	0	2	(2)	(80)
corn	85	42	44	105
soy	38	17	21	125

The average sale prices per kilogram (excl. VAT) were as follows:

RR per kilogram, excl. VAT	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
sugar beet	-	1.0	-	-
wheat	13.1	6.3	6.8	107
barley	11.5	6.5	5.0	77
sunflower seeds	18.7	18.3	0.5	3
corn	12.7	9.4	3.2	34
soy	22.8	20.2	2.5	12

Net loss on revaluation of biological assets and agricultural produce in Q1 2019 and 2018 figures represents the realisation of gain from crops revaluation, recognised in the previous year financial statements and remained unrealised as at the year-end.

Net gain/(loss) on revaluation of crops and its subsequent realisation do not affect the Adjusted EBITDA figure.

Distribution and selling expenses increased by RR 682 million in Q1 2019 against 2018 as a result of higher sales volumes of all types of crops sold during the current quarter.

General and administrative expenses decreased by RR 19 million in Q1 2019 compared to 2018, which is attributed mainly to the lower payroll costs as a result of lower number of employees in administrative function.

Oil and Fat segment

The financial results of the oil and fat segment for Q1 2019 as compared to Q1 2018 are presented in the table below:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	16,928	4,478	12,451	278
Cost of sales	(15,131)	(3,458)	(11,673)	(338)
Gross profit	1,797	1,020	778	76
<i>Gross profit margin</i>	<i>11%</i>	<i>23%</i>	<i>-12%</i>	
Distribution and selling expenses	(1,307)	(556)	(751)	(135)
General and administrative expenses	(320)	(193)	(127)	(66)
Other operating income/ (expenses), net	(18)	15	(33)	-
Operating profit / (loss)	152	286	(134)	(47)
Adjusted EBITDA	313	393	(81)	(21)
<i>Adjusted EBITDA margin</i>	<i>2%</i>	<i>9%</i>	<i>-7%</i>	

The breakdown of Sales, Gross profit and Adjusted EBITDA between the Samara oil plant, the Ekaterinburg fat plant and Far East operations is as follows:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales, incl.	16,928	4,478	12,451	278
<i>Samara oil plant</i>	10,496	2,207	8,289	376
<i>Ekat. fat plant</i>	9,356	1,685	7,671	455
<i>Far East</i>	852	909	(57)	(6)
<i>Eliminations(*)</i>	(3,776)	(324)	(3,452)	(1,065)
Gross profit, incl.	1,797	1,020	778	76
<i>Samara oil plant</i>	839	399	439	110
<i>Ekat. fat plant</i>	916	511	406	79
<i>Far East</i>	43	136	(93)	(68)
<i>Eliminations(*)</i>	(1)	(26)	26	98
Adjusted EBITDA, incl.	313	393	(81)	(21)
<i>Samara oil plant</i>	201	166	35	21
<i>Ekat. fat plant</i>	110	163	(53)	(33)
<i>Far East</i>	(6)	60	(67)	-
<i>Eliminations(*)</i>	8	4	4	104
Adjusted EBITDA margin, %	2%	9%	-7%	(79)
<i>Samara oil plant</i>	2%	8%	-6%	(75)
<i>Ekat. fat plant</i>	1%	10%	-9%	(88)
<i>Far East</i>	-1%	6.6%	-7%	-

Intra-segment sales include sales of bulk oil from Samara oil plant and bulk and bottled oil from Far East to Ekaterinburg fat plant.

Sales volumes to third parties by product were as follows:

thousand tons	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
mayonnaise	26	10	16	167
margarine	10	8	2	30
bottled oil	36	9	27	313
bulk oil	148	36	112	315
meal	187	65	122	187

The average sale prices per kilogram (excl. VAT) for sales to third parties were as follows:

RR per kilogram, excl. VAT	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
mayonnaise	79.4	79.7	(0.3)	(0)
margarine	81.3	77.4	3.9	5
bottled oil	54.7	53.7	0.9	2
bulk oil	43.3	41.1	2.2	5
meal	15.8	15.6	0.2	1

Increase in *Distribution and selling expenses* by RR 751 million in Q1 2019 compared to the prior period is attributed to higher transportation and loading services expenses related to an increase in sales volume in Oil and Fat segment.

Increase in *General and administrative expenses* by RR 127 million in Q1 2019 compared to the prior period is attributed to higher number of employees in administrative function in Oil and Fat segment.

Milk Products Segment

The financial results of the Milk Products segment for Q1 2019 are presented in the table below:

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Sales	861	-	-	-
Net gain / (loss) on revaluation of biological assets and agricultural produce	-	-	-	-
Cost of sales	(790)	-	-	-
Gross profit / (loss)	71	-	-	-
<i>Gross profit margin</i>	<i>8%</i>	-	-	-
Distribution and selling expenses	(64)	-	-	-
General and administrative expenses	(13)	-	-	-
Other operating income, net	(9)	-	-	-
Operating profit / (loss)	(15)	-	-	-
Adjusted EBITDA	(6)	-	-	-
<i>Adjusted EBITDA margin</i>	<i>-2%</i>	-	-	-

Group is now focusing on entering the retail chains with a consumer product, developing brands and increasing sales profitability.

Key consolidated cash flow indicators (not IFRS presentation*)

The key consolidated cash flow indicators presented according to management accounts methodology were as follows:

in mln Roubles	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Net cash from operating activities, incl.	2,498	3,914	(1,417)	(36)
<i>Operating cash flow before working capital changes</i>	3,594	2,121	1,473	69
<i>Working capital changes</i>	(1,058)	1,887	(2,945)	-
Net cash from investing activities, incl.	(4,823)	(3,129)	(1,693)	(54)
<i>Purchases of property, plant and equipment and inventories intended for construction</i>	(2,968)	(3,099)	131	4
Net cash from financing activities	1,467	(4,167)	5,635	-
Net effect of exchange rate changes on cash and cash equivalents	(25)	(1)	(24)	(1,862)
Net (decrease) / increase in cash and cash equivalents	(883)	(3,384)	2,501	74

(*) See Appendix 4

The main investments in property, plant and equipment and inventories intended for construction in Q1 2019 were made in the Meat segment in the amount of RR 2,031 million (Q1 2018: RR 2,055 million), related to the construction project in the Tambov and Far East regions. Significant investments were also made in Sugar segment in the amount of RR 1,367 million (Q1 2018: RR 700 million) in constructions of second line of desugarisation. Investments in the Oil and Fat segment amounted to RR 856 million (Q1 2018: RR 306 million) and in the Agriculture segment amounted to RR 569 million (Q1 2018: RR 37million), related to purchases of machinery and equipment.

Debt position and liquidity management

in RR million	31 March 2019	31 December 2018	Variance	
			Units	%
Gross debt	91,483	95,101	(3,618)	(4)
<i>Short-term borrowings</i>	27,416	32,514	(5,098)	(16)
<i>Long-term borrowings</i>	64,067	62,588	1,479	2
Cash and cash equivalents, bank deposits and bonds	(37,295)	(40,760)	3,465	9
<i>Short-term cash, deposits and bonds</i>	(1,082)	(4,543)	3,461	76
<i>Long-term cash, deposits and bonds</i>	(36,213)	(36,217)	4	0
Net debt	54,188	54,342	(154)	(0)
<i>Short-term borrowings, net</i>	26,333	27,971	(1,638)	(6)
<i>Long-term borrowings, net</i>	27,854	26,371	1,483	6
Adjusted EBITDA (LTM⁴)	18,559	16,179	2,380	15
Net debt/ Adjusted EBITDA (LTM)	2.92	3.36	(0.4)	

Net finance income/ (expense)

in RR million	Three months ended		Variance	
	31 March 2019	31 March 2018	Units	%
Net interest expense	(1,576)	(682)	(894)	(131)
<i>Gross interest expense</i>	(1,798)	(825)	(973)	(118)
<i>Reimbursement of interest expense</i>	222	143	79	55
Interest income	2,995	942	2,053	218
Net gains / (losses) from bonds held for trading	(4)	31	(35)	-
Other financial income, net	32	2	30	1,420
<i>Net foreign exchange gains / (losses)</i>	(58)	(20)	(37)	(183)
<i>Other financial income/ (expenses), net</i>	90	23	67	298
Total net finance income	1,447	293	1,154	393

(1) The exchange rates used for translation of RR amounts into USD represent average Central Bank official exchange rate for the respective reporting period for income, expenses and profits and the Central Bank official exchange rate as at the reporting date for balance figures.

(2) Adjusted EBITDA is defined as operating profit before taking into account (i) depreciation included in operating profit, (ii) other operating income/ (expenses), net (other than reimbursement of operating costs (government grants)), (iii) net gain/ (loss) on revaluation of biological assets and agricultural produce, (iv) provision/ (reversal of provision) for net realizable value of agricultural products in stock, (v) share-based remuneration (see Appendix 2 for the detailed calculation of Adjusted EBITDA). Adjusted EBITDA is not a measure of financial performance under IFRS. It should not be considered as an alternative to profit for the period as a measure of operating performance or to cash flows from operating activities as a measure of liquidity. Our calculation of Adjusted EBITDA may be different from the calculation used by other companies and therefore comparability may be limited. We believe that Adjusted EBITDA provides useful information to investors because it is an indicator of the strength and performance of our ongoing business operations, including our ability to fund discretionary spending such as capital expenditures, acquisitions of subsidiaries and other investments and our ability to incur and service debt.

(3) The Group determines the net debt as short-term borrowings and long-term borrowings less cash and cash equivalents, bank deposits, bank promissory notes and bonds held for trading.

(4) LTM – The abbreviation for the “Last twelve months”.

Note:

ROS AGRO PLC (LSE: AGRO) – a holding company of Rusagro Group, a leading Russian diversified food producer with vertically integrated operations in the following branches:

Sugar:

Rusagro is one of the leading Russian sugar producers (№3 with 13% share in sugar production in Russia and №1 with 48% share of cubed sugar market), producing sugar from sugar beet at nine production sites in four regions. Group produces white and brown cube sugar and packaged sugar sold under the brands Russkii Sakhar, Chaikofsky, Mon Cafe and Brauni. Sugar segment is vertically integrated and sugar beet is supplied by Rusagro's Agriculture segment, which ensures a consistent supply of raw material. Sugar segment also operates a cereal plant and sell buckwheat and rice under the brand Tyoplye Traditsii.

Meat:

Rusagro is the fourth largest pork producer in Russia with 5% share of pork produced in Russia. It operates 18 commercial pork complexes with correspondence to high biosecurity standards, has own compound feed production, slaughterhouses and meat processing plants in Tambov and Belgorod Regions. Since 2016 Rusagro sells retail products under its own brand Slovo Myasnika (Butcher's word).

Agricultural:

The Group currently controls one of the largest land banks among Russian agriculture producers, with 649 thousand hectares of land under control located in the highly fertile Black Earth region of Russia (in the Belgorod, Tambov, Voronezh, Kursk and Orel regions) and in the Far East Primorie Region. Land and production sites are strategically located within the same regions to optimize efficiency and minimize logistical costs. Rusagro is one of the major sugar beet producers in Russia, but it also produces wheat and barley, sunflower seeds and soybeans. These products are partially consumed by the meat segment, supporting a synergistic effect and lowering price change risk.

Oil and Fat:

Rusagro is one of the leading producers of mayonnaise and consumer margarine in Russia sold under a number of brands, such as EZhK, Schedroye Leto, Mechta Khozyaiki, Gotovim Doma, Maslava and Soyaco.. The Group operates an Oil extraction plant in Samara and two oil and fats plant in Ekaterinburg and in the Far East Primorie Region. Own sunflower and soy oil production allowsto control the source of the vegetable oil required to produce oil and fats products. In 2018 Rusagro acquired the debt of Solnechnye Producty from Russian Agriculture bank and is planning to purchase assets of some of its plants increasing the production and its market share.

Forward-looking statements

This announcement includes statements that are, or may be deemed to be, forward-looking statements. These forward-looking statements do not relate to historical or current events, or to any future financial or operational activity of the Group.

By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances, a number of which are beyond the Rusagro Group's control. As a result, actual future results may differ materially from the plans and expectations set out in these forward-looking statements.

The Group undertakes no obligation to release the results of any revisions to any forward-looking statements that may occur due to any change in its expectations or to reflect events or circumstances after the date of this document.

Rusagro management is organizing a conference call about its Q1 2019 financial results for investors and analysts.

Details of call:

Date	20 May 2019
Time	4:00 PM (Moscow) / 2:00 PM (London)
Subject	ROS AGRO PLC Financial results Q1 2019
UK Toll Free	0800 376 6183
UK Local Line	+44 207 194 3759
USA Toll Free	1 844 286 06 43
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Appendix 1. Consolidated statement of comprehensive income for the Three month ended 31 March 2019 (in RR thousand)

	Three month ended 31 March	
	2019	2018
Sales	32,166,957	15,267,554
Net gain / (loss) on revaluation of biological assets and agricultural produce	(1,959,103)	(358,724)
Cost of sales	(25,187,898)	(11,953,331)
Net gain from trading derivatives	(3,281)	(982)
Gross profit	5,016,675	2,954,517
Distribution and selling expenses	(2,791,943)	(1,659,487)
General and administrative expenses	(1,853,265)	(1,323,689)
Other operating income/ (expenses), net	(284,263)	(32,123)
Operating profit	87,204	(60,782)
Interest expense	(1,575,777)	(681,935)
Interest income	2,995,073	941,962
Net gain from bonds	(3,501)	31,359
Other financial income/ (expenses), net	31,692	2,085
Share of results of associates	-	-
Profit before income tax	1,534,691	232,689
Income tax expense	(111,722)	(24,135)
Profit for the year	1,422,969	208,554
Other comprehensive income:		
Items that may be subsequently reclassified to profit and loss:		
Change in value of available-for-sale financial assets	-	-
Income tax relating to other comprehensive income	-	-
Total comprehensive income for the period	1,422,969	208,554
Profit is attributable to:		
Owners of ROS AGRO PLC	1,419,341	203,933
Non-controlling interest	3,628	4,621
Profit for the period	1,422,969	208,554
Total comprehensive income is attributable to:		
Owners of ROS AGRO PLC	1,419,341	203,933
Non-controlling interest	3,628	4,621
Total comprehensive income for the period	1,422,969	208,554
Earnings per ordinary share for profit attributable to the owners of ROS AGRO PLC, basic and diluted (in RR per share)	52.77	7.58

Appendix 2. Segment information for the Three month ended 31 March 2019 (in RR thousand)

Three months ended 31 March 2019	Sugar	Meat	Agriculture	Oil and Fat	Other	Elimination	Total
Sales	4,524,875	5,188,310	5,555,004	16,928,447	1,307,205	(1,336,883)	32,166,958
Net gain / (loss) on revaluation of biological assets and agricultural produce	-	(358,887)	(1,402,881)	-	-	(197,335)	(1,959,103)
Cost of sales	(3,086,085)	(4,535,142)	(3,340,157)	(15,131,051)	(1,215,177)	2,119,713	(25,187,899)
<i>incl. depreciation</i>	<i>(487,921)</i>	<i>(690,011)</i>	<i>(310,748)</i>	<i>(115,985)</i>	<i>(1,974)</i>	<i>(3,599)</i>	<i>(1,610,238)</i>
Net gain/ (loss) from trading derivatives	(3,278)	-	-	-	(3)	-	(3,281)
Gross profit / (loss)	1,435,512	294,281	811,966	1,797,396	92,025	585,495	5,016,675
General and administrative expenses, Distribution and selling expenses	(825,306)	(521,987)	(1,164,133)	(1,627,043)	(728,596)	221,857	(4,645,208)
<i>incl. depreciation</i>	<i>(19,385)</i>	<i>(15,538)</i>	<i>(54,040)</i>	<i>(26,447)</i>	<i>(5,369)</i>	<i>3,599</i>	<i>(117,180)</i>
Other operating (expenses)/ income, net	(47,944)	15,403	(38,267)	(18,292)	(321,916)	126,752	(284,264)
<i>incl. Reimbursement of operating costs (government grants)</i>	<i>-</i>	<i>-</i>	<i>35,591</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>35,591</i>
Operating profit / (loss)	562,262	(212,303)	(390,434)	152,061	(958,487)	934,104	87,203
Adjustments:							
Depreciation included in Operating Profit	507,307	705,549	364,788	142,432	7,343	-	1,727,419
Other operating income, net	47,944	(15,403)	38,267	18,292	321,916	(126,752)	284,264
Reimbursement of operating costs (government grants)	-	-	35,591	-	-	-	35,591
Net gain / (loss) on revaluation of biological assets and agricultural produce	-	358,887	1,402,881	-	-	197,335	1,959,103
Adjusted EBITDA	1,117,513	836,730	1,451,093	312,785	(629,228)	1,004,687	4,093,580

* Non-IFRS measure

Appendix 2 (continued). Unaudited segment information for the three months ended 31 March 2018 (in RR thousand)

Three months ended 31 March 2018	Sugar	Meat	Agriculture	Oil and Fat	Other	Eliminations	Total
Sales	5,212,748	4,326,388	1,466,963	4,477,551	75,334	(291,430)	15,267,554
Net gain/ (loss) on revaluation of biological assets and agricultural produce	-	(26,538)	(280,873)	-	-	(51,313)	(358,724)
Cost of sales	(4,084,644)	(3,334,280)	(1,067,102)	(3,457,700)	(66,811)	57,206	(11,953,331)
<i>incl. depreciation</i>	<i>(592,320)</i>	<i>(462,499)</i>	<i>(102,584)</i>	<i>(91,107)</i>	-	<i>(1,898)</i>	<i>(1,250,408)</i>
Net gain/ (loss) from trading derivatives	(982)	-	-	-	-	-	(982)
Gross profit / (loss)	1,127,122	965,570	118,988	1,019,851	8,523	(285,537)	2,954,517
Distribution and Selling, General and administrative expenses	(1,076,074)	(324,087)	(500,425)	(748,976)	(258,867)	(74,745)	(2,983,174)
<i>incl. depreciation</i>	<i>(25,631)</i>	<i>(10,896)</i>	<i>(34,046)</i>	<i>(31,491)</i>	<i>(6,544)</i>	<i>1,898</i>	<i>(106,710)</i>
Other operating income/(expenses), net	11,100	33,774	(15,411)	14,720	(40,944)	(35,364)	(32,125)
<i>incl. reimbursement of operating costs (government grants)</i>	-	-	<i>27,357</i>	-	-	-	<i>27,357</i>
Operating profit / (loss)	62,148	675,257	(396,848)	285,595	(291,288)	(395,646)	(60,782)
Adjustments:							
Depreciation included in Operating Profit	617,952	473,395	136,631	122,598	6,544	-	1,357,120
Other operating (income) /expenses, net	(11,100)	(33,774)	15,411	(14,720)	40,944	35,362	32,123
Reimbursement of operating costs (government grants)	-	-	27,357	-	-	-	27,357
Net gain/ (loss) on revaluation of biological assets and agricultural produce	-	26,538	280,873	-	-	51,313	358,724
Adjusted EBITDA*	669,000	1,141,416	63,424	393,473	(243,800)	(308,969)	1,714,544

* Non-IFRS measure

**Appendix 3. Consolidated statement of financial position as at 31 March 2019
(in RR thousand)**

	31 March 2019	31 December 2018
ASSETS		
Current assets		
Cash and cash equivalents	845,507	1,728,396
Restricted cash	147,873	49
Short-term investments	4,331,993	8,551,238
Trade and other receivables	6,104,466	6,226,403
Prepayments	2,659,433	2,194,971
Current income tax receivable	536,132	533,459
Other taxes receivable	3,267,553	4,420,011
Inventories and short-term biological assets	53,854,004	53,076,878
Total current assets	71,746,961	76,731,405
Non-current assets		
Property, plant and equipment	70,470,634	68,606,452
Inventories intended for construction	4,050,486	4,136,855
Goodwill	2,364,942	2,364,942
Advances paid for non-current assets	9,097,960	9,681,448
Long-term biological assets	2,543,026	2,650,201
Long-term investments and receivables	55,072,021	54,494,252
Investments in associates	7,320	7,320
Deferred income tax assets	2,403,217	1,866,593
Other intangible assets	3,983,015	2,202,786
Other non-current assets	-	215,417
Non-current assets held for sale	820,950	820,950
Total non-current assets	150,813,571	147,047,216
Total assets	222,560,532	223,778,621
Liabilities and EQUITY		
Current liabilities		
Short-term borrowings	27,415,570	32,513,595
Trade and other payables	13,846,290	12,190,160
Current income tax payable	90,588	60,913
Other current liability	3,021,956	4,023,910
Total current liabilities	44,374,404	48,788,611
Non-current liabilities		
Long-term borrowings	64,067,132	62,587,531
Government grants	7,304,969	7,310,975
Deferred income tax liability	705,154	359,051
Other non-current liability	2,314,293	2,465,813
Total non-current liabilities	74,391,548	72,723,370
Total liabilities	118,765,952	121,511,981
Equity		
Share capital	12,269	12,269
Treasury shares	(490,606)	(490,606)
Additional paid-in capital	26,964,542	26,964,479
Other reserves	1,308,188	1,326,579
Retained earnings	75,868,434	74,286,089
Equity attributable to owners of ROS AGRO PLC	103,662,827	102,098,809
Non-controlling interest	131,753	167,831
Total equity	103,794,580	102,266,640
Total liabilities and equity	222,560,532	223,778,621

Appendix 4. Consolidated statement of cash flows for the three months ended 31 March 2019

(in RR thousand) – NOT IFRS PRESENTATION (*)

	Three months ended 31 March 2018	Three months ended 31 March 2018
Cash flows from operating activities		
Profit before income tax	1,534,691	232,690
<i>Adjustments for:</i>		
Depreciation and amortization	2,037,886	1,912,444
Interest expense	1,796,826	825,352
Government grants	(389,014)	(259,450)
Interest income	(3,014,886)	(941,962)
Loss/ (gain) on disposal of property, plant and equipment	105,074	1,071
Net (gain) / loss on revaluation of biological assets and agricultural produce	1,959,103	358,724
Change in provision for net realisable value of inventory	(18,844)	(5,240)
Share of results of associates	-	-
Change in provision for impairment of receivables and prepayments	39,375	2,400
Foreign exchange (gain) / loss, net	51,379	27,603
Net (gain) / loss from bonds held for trading	3,505	(31,359)
Settlement of loans and accounts receivable previously written-off	(11)	-
Change in provision for impairment of advances paid for property, plant and equipment	12,492	(2,611)
Loss on other investments	(149,920)	9,136
Other non-cash and non-operating expenses, net	(374,686)	(8,045)
Operating cash flow before working capital changes	3,593,640	2,120,753
Change in trade and other receivables and prepayments	476,579	610,851
Change in other taxes receivable	1,152,457	937,444
Change in inventories and biological assets	(2,428,906)	1,058,593
Change in trade and other payables	640,444	(18,811)
Change in other taxes payable	(898,864)	(701,228)
Cash generated from operations	2,535,350	4,007,603
Income tax paid	(37,818)	(93,464)
Net cash from operating activities	2,497,532	3,914,140
Cash flows from investing activities	-	-
Purchases of property, plant and equipment	(2,921,781)	(2,636,808)
Purchases of other intangible assets	(1,868,174)	(4,691)
Proceeds from sales of property, plant and equipment	36,763	4,993
Purchases of inventories intended for construction	(45,962)	(461,957)
Purchases of associates	-	(23,279)
Investments in subsidiaries, net of cash acquired	77	80
Movement in restricted cash	(147,787)	(7,632)
Net cash from investing activities	(4,822,579)	(3,129,294)
Cash flows from financing activities	-	-
Proceeds from borrowings	(1,103,286)	2,578,317
Repayment of borrowings	(2,115,588)	(2,115,588)
Interest paid	(1,494,145)	(545,177)
Change in cash on bank deposits*	2,571,104	(2,777,613)
Loans given*	2,747,066	(1,402,520)
Loans repaid*	2,500	2,500
Interest received*	716,805	130,686
Proceeds from government grants	157,795	27,352
Purchases of non-controlling interest	(6,636)	(56,816)
Proceeds from sales of treasury shares	-	-
Lease payments	(8,437)	(8,611)
Other financial activities	158	-
Net cash from financing activities	1,467,212	(4,167,469)
Net effect of exchange rate changes on cash and cash equivalents	(25,053)	(1,277)
Net increase/ (decrease) in cash and cash equivalents	(882,889)	(3,383,900)
Cash and cash equivalents at the beginning of the period	1,728,396	4,860,335
Cash and cash equivalents at the end of the period	845,507	1,476,435

(*) For the purpose of conformity with the methodology of the Group's net debt calculation, investments in financial assets related to financial activities are presented in Cash flows from financing activities in the Group's management accounts.