

**KSG Agro S.A.**

**Current report No. 6/2011**

**dated 02 June, 2011**

**ACQUISITION OF LLC “Dniproagrostandart”**

The Board of Directors of KSG Agro S.A. (the "Company") informs that on 1st of June 2011 The Antymonopoly Commitee of Ukraine has given a permission to KSG Agricultural and Industrial Holding Limited, Cyprus subholding of the Company, and PUAH #2 Limited, an Ukrainian subsidiary of the Company, for an execution of the agreement concerning acquisition of 100 % of shares in LLC “Dniproagrostandart”, with its seat in 18 Gagarina str., smt. Pismenne, 52630, Dnepropetrovsk region, Ukraine.

LLC “Dniproagrostandart” is an agricultural entity which has approximately 4 000 hectares of arable land under lease. All the lands are sawed with crops for this year harvest.

The acquisition will allow the Company to enlarge its land bank in the Dnepropetrovsk region, which is target region for KSG Agro S.A., and to reach its targets in the current year. All the lands are sawed with crops for this year harvest.

After the acquisition of these assets total arable land under lease of the Company will be increased to 43 200 hectares.

**Legal grounds:** Article 56.1 of Polish Act of 29 July 2005 on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organized Trading, and Public Companies, and Article 14 of the Luxembourg law of 11 January 2008 relating to the transparency requirements in relation to information about issuers whose securities are admitted to trading on a regulated market.

Signature of individuals authorized to represent the Company:

Alexandr Perov