

Morpol ASA

FOURTH QUARTER 2010 REPORT



Highlights for the quarter

- High raw material prices continue to impact results
- Severe weather in December damaged sales
- Increased sales, despite lower demand for high end products
- Solid results from farming division in UK
- Refinancing of the Group completed

HIGHLIGHTS

Key figures

<i>EUR thousands</i>	Q4 2010	Q4 2009	FY 2010	FY 2009
Revenues	163 105.5	138 912.7	430 013.7	353 654.2
EBITDA	15 126.6	23 844.0	23 465.5	54 219.8
EBITDA%	9.3 %	17.2 %	5.5 %	15.3 %
EBIT pre fair value	12 257.3	22 116.6	15 402.7	48 663.1
EBIT%	7.5 %	15.9 %	3.6 %	13.8 %
Total assets	597 492.7	227 377.5	597 492.7	227 377.5
Equity	257 774.5	62 953.4	257 774.5	62 953.4
Equity ratio	43.1 %	27.7 %	43.1 %	27.7 %
Net interest bearing debt	(148 661.0)	(75 642.7)	(148 661.0)	(75 642.7)
Cash and cash equivalents	55 456.9	21 239.1	55 456.9	21 239.1
Volume sold Processing (net tonnes thousands)	22 423	18 858	72 673	56 796
Increase in volume year on year	18.9 %		28.0 %	
Volumes sold Farming (thousands, gwe)	6 137	-	7 741	-
EBIT per kg Farming	1.1	-	1.1	-

Operational EBIT was EUR 12.9 million for the quarter. Included in the EBITDA and EBIT reported for fourth quarter 2010, are EUR 645.8 thousand in transaction and related costs of the farming and processing acquisitions made in the year.

FINANCIAL REVIEW

Revenues

Morpol's operating revenues in the fourth quarter were above prior year at EUR 163.1 million (EUR 138.9 million). The revenue increase was due to farming revenues which were not included prior year. Processing revenues in the quarter are at the same level as prior year, with increased volumes and unit prices offset by change in product mix. Some by-product sales were made in the fourth quarter but were carried forward from the previous quarter inventory. In addition, contract processing income and expenses were recognised in gross amounts in 2009 by EUR 43.1 and 40.1 million respectively. In 2010, only the service is recognised as income by EUR 7.9 million and related cost of EUR 5.6 million. Overall sales volumes were 18.9 percent higher than prior year.

EBIT

EBIT for the quarter decreased from prior year's quarter to EUR 12.3 million (EUR 22.1 million). One off exceptional costs related to acquisitions totalling EUR 0.65 million were included in the results, meaning the operational EBIT was EUR 12.9 million in the fourth quarter.

Salmon commodity prices remained at a high level in the quarter, impacting processing margins negatively. The farming segment benefit from the high prices.

Financing

There was a net financial expense in the quarter of EUR 0.3 million compared to an income of EUR 1.5 million prior year. These figures include currency gains and losses.

The Group had net interest bearing debt (NIBD) of EUR 148.7 million, down from 156.0 million at the end of third quarter. The decrease is mainly due to higher cash balances due to the equity issue of approximately EUR 38 million made in December. This was partially offset by higher working capital in the quarter due to the seasonal peak in sales.

Net result

The Group had a net profit for continuing operations of EUR 11.9 million (EUR 18.9 million) in the fourth quarter. The lower profitability in the quarter reflected the higher prices paid for raw material in 2010 and change in product mix.

Exchange rates impacts against last year

Morpol's main currency exposures are to EUR, PLN, GBP and NOK. The majority of the sales and purchases of the processing segment are made in EUR to mitigate foreign exchange exposure. Certain costs such as administration and overhead costs as well as labour cost (salaries and other) are mainly Polish Zloty (PLN) denominated. The salmon farming businesses costs are mainly in GBP with sales made in GBP and EUR mainly. Exchange rate impacts on the results are minimal when compared to prior year.

Acquisitions

Companies acquired during third quarter are included in the Group's consolidated results for the fourth quarter. The seabass/bream in Spain and cobia operations in Vietnam and Belize acquired with Marine Farms are classified as held for sale and are presented as discontinued operations; please also refer to note 6.

The acquisition of Jøkelfjord Laks AS was completed after the year end. Please refer to note 2 for more details.

Discontinued operations

The assets held for sale returned a net operating loss of EUR 1.9 million. The operations of Culmarex in Spain, sea bass and sea bream, were profitable at EUR 1.5 million in operating profit in the fourth quarter. The cobia businesses in Vietnam and Belize reported a total operating loss of EUR 3.4 million. The assets, particularly biomass in Vietnam, were written down to reflect stocks and inventories that were valued at above market prices at the year end. Morpol adjusted the values to substantially reduce the risk against large losses in 2011 on unsold stocks carried forward.

OPERATIONAL REVIEW

Processing

Record high raw material prices continue

Raw material prices of salmon were the highest ever recorded during a fourth quarter. The global supply of salmon has been impacted by the decline in Chilean salmon production due to disease. Though Norway, the leading producer, has had growth in volumes in 2010, this has not offset the reduction from Chile on a global basis. During the period EU consumption of salmon was down 3 percent compared to the same period last year.

The prevailing record high price of gutted salmon exported from Norway, and in particular the extreme price spike experienced in December, has impacted negatively on margins for Mopol during the period.

Additionally, poor weather conditions across continental Europe during the busiest week of the year for smoked salmon sales created logistical chaos and as a consequence led to a reduced sales volume and the return of non-delivered goods.

Depending on the client and product mix, final product prices are agreed ad hoc or fixed for a longer period. Significant changes in raw material prices allow for adjustments in fixed contract prices. However, as was the case during the previous period, Mopol's final product prices during the fourth quarter were always lagging behind the constantly high raw material prices.

Although it is challenging to pass through any price increases to customers during the fourth quarter, in the run up to the Christmas retail period, price increases were passed through to approximately 25 percent of the Mopol customer base in the middle of the period.

Strong sales growth continues

Despite increasing retail prices for salmon products, Mopol continued to experience strong sales growth during the period, total sales volume grew by 19 percent versus the fourth quarter 2009. There was good volume development compared to previous year in all categories with the exception of Specialities.

Cold smoked salmon sales growth resumed in the fourth quarter, despite Mopol's restructuring of sales channels to more direct sales by ceasing supply via traders earlier in the year. Specialities sales were down by 18 percent

versus prior year. This development is mainly due to later phasing of product introduction by the retailers for the festive sales period and the delisting of Speciality products by certain retailers. Other product sales grew by 29 percent versus fourth quarter 2009, continuing the trend experienced earlier this year.

By-product sales grew rapidly by 65 percent compared to prior year, partly due to the implementation of a production technology (earlier in the year) designed to provide better quality core products and enhance full value realisation per kg of fish processed, referred to as the by-product sales programme. A percentage of by-product sales were produced in the third quarter with the inventory carried forward and sold this quarter.

Sales volumes for the fourth quarter and for the year 2010 compared to prior year were as follows:

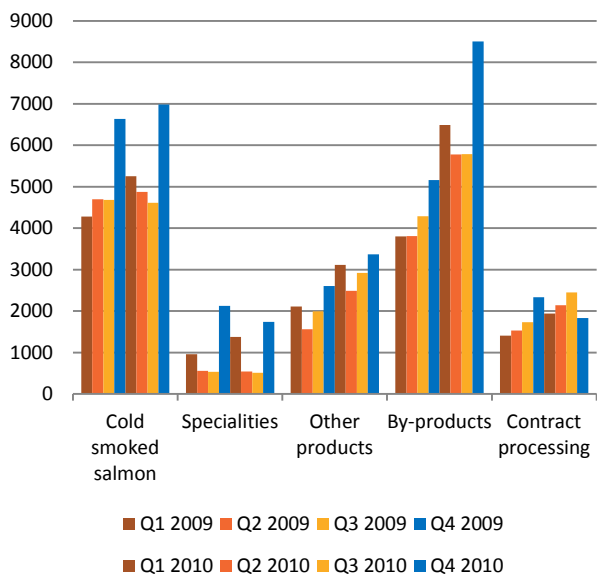
Volume growth

Sales - Tonnes	Q4 2010	Q4 2009	% Var	FY 2010	FY 2009	% Var
Cold smoked salmon	6 984	6 631	5 %	21 725	20 288	7 %
Specialities	1 738	2 125	(18%)	4 157	4 173	0 %
Other products	3 368	2 607	29 %	11 879	8 277	44 %
By-products	8 503	5 162	65 %	26 555	17 062	56 %
Contract processing	1 830	2 334	(22%)	8 356	6 996	19 %
TOTAL SALES	22 423	18 858	19 %	72 673	56 796	28 %

Product development

Mopol's market shares in smoked salmon in the large and high priced markets of France, the UK and Italy remain well behind the current market share in Germany. Mopol continued to pursue the expansion of market share in these "new" markets during the fourth quarter.

Mopol is rapidly increasing the utilisation and sales of other products extracted from the manufacture of the cold smoked salmon. By-product volumes have increased faster than cold smoked salmon in both volume and percentage terms compared to prior year as illustrated below.



Farming

The farming operations in the UK generated an EBIT pre fair value of EUR 6.8 million. Sales volumes in the quarter were 6 137 metric tonnes gutted fish equivalent returning an EBIT/kg of EUR 1.10. Morpol only acquired the salmon companies in the UK during 2010 so there are no previous year figures reported. Sales prices in the fourth quarter increased from third quarter levels though the company was not able to take full advantage of a rising spot price in December due to an overall contract coverage of over 50 percent. Contract prices, many set in early 2010, were lower than spot prices and will be renegotiated in early 2011 with a view to increasing returns.

Regarding the sanitary situation, some sea lice issues were reported in Shetland, with minor impacts on the overall cost of production. In addition, a higher level of maturation in some stocks in Orkney resulted in a higher percentage of downgraded products with higher costs and lower sales prices.

The salmon operations in the UK were renamed Meridian Salmon Group in February 2011 and a full integration

will take place during 2011 encompassing the activities of Lakeland Group and Northern Isles Salmon as well as Westray and Rysa, the four operations acquired by Morpol in 2010.

An increasing percentage of the UK production is being sent to Morpol's main processing plant in Poland. The company expects to increase the internal utilisation with an aim to increase returns on low and large size fish as well as upgrading profit margins on downgraded salmon that would otherwise be sold at lower prices than superior product.

Operational Costs

The cost of sales increased in the quarter to EUR 131.7 million (EUR 108.8 million) in part due to the higher cost of raw material purchased and the higher volume processed but mainly due to the inclusion of farming operations in 2010 costs. All cost categories increased year on year due to the inclusion of farming in 2010 and also to the large growth in the processing segment during the year. Distribution costs in the quarter were EUR 12.3 million (EUR 5.5 million) with farming accounting for over EUR 2.1 million of the variance, but principally due to certain processing customers being charged on a delivered basis rather than collecting ex-plant as was the case prior years. Sales, general and administration costs also were higher in the fourth quarter than prior year at EUR 7.3 million (EUR 3.0 million) due to various factors including increased resources worldwide to handle higher volumes and more markets as well as extra office costs in certain countries to support growth in future years. In addition, EUR 1.8 million of extra costs were related to farming expenses not included in 2009.

FINANCIAL SITUATION

The Group's net interest bearing debt decreased in the fourth quarter mainly due to higher cash balances following capital increase of EUR 38.2 million in the quarter. At the end of the quarter NIBD was 148.7 million compared to EUR 75.6 million in the corresponding period prior year.

The equity ratio was 43.1 percent at quarter end compared to 27.7 percent prior year. Total assets of the Group were EUR 597.5 million compared to EUR 227.4 million prior year fourth quarter. The increased asset base is mainly due to the inclusion of the UK salmon farming companies acquired during the third quarter and to the growth in the processing in Poland.

Following the signing of the EUR 250 million 5-year debt facility in December, a significant portion of interest bearing loans are classified as non-current at year end.

The EUR 250 million facility has been used to consolidate and refinance existing loans in early 2011. The Group is adequately funded to maintain capital investment programmes and to fund strategic growth options.

<i>EUR thousands</i>	31.12.2010	31.12.2009
Borrowings long term	(160 370.0)	(66 184.8)
Borrowings current	(43 747.9)	(30 697.0)
Cash and cash equivalents	55 456.9	21 239.1
Net interest bearing debt	(148 661.0)	(75 642.7)

CASH FLOW

The consolidated cash flow from operating activities for the year 2010 was an outflow of EUR 0.9 million (inflow of EUR 20.7 million). Morpol business has grown substantially in 2010 and the negative cash flow was mainly due to the associated increased inventories and receivables and paid taxes.

Investments in intangibles and property, plant and equipment for the year amounted to EUR 35.1 million (EUR 16.6 million). Acquisition of subsidiaries amounts to EUR 130.8 million (EUR 260.9 thousand) for the year following the acquisitions of Northern Isles Salmon, Marine Farms and Brookside Products. Total cash outflow from investing activities was EUR 174.2 million (EUR 5.7 million).

Cash flow from financing activities year to date was positive at EUR 210.7 million (outflow EUR 10.4 million), mainly due to share capital increases.

MARKET OVERVIEW

Demand for Mopol's products continued to develop positively during the fourth quarter. Due to increasing retail prices for the products, a certain degree of uncertainty with regards to the development of consumer demand for the products remains. However, markets continued to grow strongly in the period.

France

Full year 2010 versus 2009 sales of smoked salmon products in hypermarkets, supermarkets and hard discounters grew by 7.5 percent volume and 10.5 percent value. The majority of the value increase was driven by price increases.

Quarter four sales of smoked salmon products in hypermarkets, supermarkets and hard discounters grew by 4.9 percent volume and 7.1 percent value, whereas sales in supermarkets and hypermarkets (excluding hard discounters) grew by only 4.1 percent volume and 5.6 percent value.

Hard discounters continue to take market share in France. During 2010, German hard discounters operating in France have grown smoked salmon sales volume by 14 percent, whilst the incumbent French hard discounters smoked salmon sales have declined by 3.5 percent. By the end of 2010 smoked salmon sales in hard discount accounted for 25 percent of all retail sales in the category.

It is significant that fresh salmon sales in retail have declined during 2010 by 14 percent in volume, but have increased by 1 percent in value. Consumer prices of smoked salmon have not yet experienced the same increases as fresh salmon.

Germany

Total sales of smoked and marinated salmon grew by approximately 5.5 percent by volume and 11.2 percent in value in the fourth quarter 2010 versus the previous year. Full year 2010, retail sales grew by 6.8 percent in volume and 14.8 percent in value.

Retailers have absorbed the majority of the price increases on smoked salmon in 2010 and have chosen not to fully pass them through to the consumer. As prices increase further it will become impossible for the retailers to continue to absorb these increases and it is

likely that consumer prices will move up further during 2011.

UK

Retail sales of smoked salmon, and marinated salmon show a volume decline of approximately 3 percent for the fourth quarter versus the previous year, whereas full year smoked salmon sales were flat. Value growth was 6.3 percent for both the fourth quarter as well as the full year.

This is also the case for fresh salmon sales at retail where the sales volume fell by 18 percent in 2010 whereas value declined by only 5 percent. Consumption in the UK is adjusting to higher prices.

Italy

Retail sales by volume of smoked and marinated salmon grew by 0.2 percent in the fourth quarter versus the previous year. In value terms the growth was 5 percent. Full year 2010, volume growth was 4.8 percent versus value growth of 9.2 percent. Although growth is slowing in Italy, discounters continued to gain market share during the fourth quarter.

Other

In EU, the Atlantic salmon import volume declined by almost 3 percent during the fourth quarter versus the previous year. The US market consumption stagnated in the fourth quarter. The increased prices of Atlantic Salmon products at retail level and the weaker dollar have been the main factors. Russia consumption growth for Atlantic picked up in the fourth quarter, increasing by 27 percent versus 2009.

In general, the full effects of the increased salmon prices have not yet been felt on the demand side. Although spot prices for salmon have risen dramatically during 2010, prices at retail have not yet been fully adjusted, particularly for the smoked salmon category.

The full adjustments are now only starting to be felt as retailers finally pass through the higher raw material costs to the consumer following the expiration of any existing supply contracts in place with salmon farmers and processors. However, certain retailers are accepting lower margins in an attempt to not breach historically high retail prices. That being said, signs of shifting consumer behaviour are clearly evident, particularly in demand for natural fresh and frozen salmon products in

Germany, France and the USA as the consumers opt for more competitive proteins.

SUBSEQUENT EVENTS

On 12 January 2011, Morpol ASA entered into an agreement to buy all shares in Jøkelfjord Laks AS. The transaction was completed on 7 February 2011 at a total cash consideration of NOK 547.8 million, reflecting increased cash balances due to positive movements in the company's net working capital up until 7 February 2011.

On 17 January 2011, Morpol ASA completed the issuance of a NOK 500 million unsecured bond issue in the Norwegian bond market. The settlement date is 3 February 2011 and the maturity date is 3 February 2014.

SHARE INFORMATION

Morpol listed on 30 June 2010, allocating 66 million shares at share price NOK 22. A further 809 099 shares and 15 200 000 shares were issued 30 July and 15 December respectively. Total number of shares outstanding at year end was 168.0 million shares. Total number of shareholders were 740 at year end. Morpol's share price was NOK 21.50 at 31 December 2010.

OUTLOOK

Processing

Raw material prices for salmon remained high in the fourth quarter. Though consumption has slowed in the second half 2010, global supply is still impacted by the

disease crisis in Chile. The higher raw material prices will continue to impact Morpol processing margins and EBIT during 2011 if current raw material prices prevail. Though sales prices have been increased throughout 2010 and are increasing further in early 2011, the increases will not fully offset the higher costs of fish purchased.

To partially hedge the impact of higher raw material prices of salmon, the Group has entered into Fish Pool contracts of 3 000 tons through 2011. In addition, Morpol will source from its own salmon production, giving the Group an improved position entering 2011.

Farming

Profitability is expected to be good in both the Norwegian and UK farming operations during 2011 given continuing high salmon prices.

Morpol intends to grow the farming business in both Norway and Scotland over the coming years to take advantage of un-utilised licences and capacity.

The acquisition of Jøkelfjord gives an opportunity for the company to grow in the Troms area with the company having access to 20 sites though currently utilising only 7 seawater licences.

A targeted volume of over 25 000 tonnes is the goal by 2013 in the UK. During 2011, the company expects to harvest approximately 21 200 metric tonnes in Scotland. The farming business will supply Morpol's processing operations with raw material, as well as being used as a platform to grow the company's market share in France, UK and US markets.

Forecast sales volumes - farming

Sales volumes (gwt)	Q1 2011	Q2 2011	Q3 2011	Q4 2011	FY 2011
Scotland	2 900	4 200	6 300	7 800	21 200
Norway	2 050	1 350	650	2 500	6 550
Estimated sales volumes	4 950	5 550	6 950	10 300	27 750

FINANCIAL STATEMENTS

Condensed consolidated interim statement of income

<i>EUR thousands</i>	Q4 2010	Q4 2009	FY 2010	FY 2009
<i>Continuing operations:</i>				
Revenue:	163 105.5	138 912.7	430 013.7	353 654.2
Sale of finished goods	157 652.5	138 302.4	411 121.7	350 584.6
Sale of services	2 075.3	3.0	7 978.2	214.5
Sale of merchandise and materials	3 377.8	607.4	10 913.8	2 855.1
Cost of sales	(131 667.0)	(108 815.6)	(368 395.7)	(284 013.7)
Finished goods sold	(126 340.3)	(109 500.9)	(352 102.7)	(283 074.5)
Services	(2 255.8)	(0.1)	(6 320.1)	(1.9)
Merchandise and materials sold	(3 070.9)	685.5	(9 972.9)	(937.3)
Gross profit/(loss)	31 438.5	30 097.2	61 618.0	69 640.5
Distribution costs	(12 350.8)	(5 515.7)	(28 200.0)	(14 918.1)
Sales, general and administrative expenses	(7 290.5)	(2 996.6)	(17 174.1)	(7 518.6)
Other income	2 587.1	992.5	4 592.8	2 446.7
Other expenses	(1 481.3)	(460.8)	(2 434.5)	(987.3)
Transaction costs	(645.8)	-	(2 999.5)	-
EBIT pre fair value	12 257.3	22 116.6	15 402.7	48 663.1
Unrealised fair value adjustments	(2 733.8)	-	(4 245.2)	-
EBIT	9 523.5	22 116.6	11 157.6	48 663.1
Finance income	3 357.1	2 082.7	8 176.5	6 462.6
Finance costs	(3 641.7)	(609.0)	(5 570.9)	(7 445.1)
Profit/(loss) before tax	9 238.8	23 590.3	13 763.1	47 680.6
Income tax expense	2 676.0	(4 697.6)	486.0	(9 335.9)
Net profit/(loss) continuing operations	11 914.8	18 892.7	14 249.1	38 344.6
Net income/(loss) discontinued operations	(2 454.0)	-	(2 454.0)	-
Net profit/(loss)	9 460.7	18 892.7	11 795.1	38 344.6
Net profit/(loss) for the period attributable to:				
- Owners of the parent	9 009.2	18 887.8	11 350.6	38 339.7
- Non-controlling interests	451.5	4.9	444.5	5.0
Earnings per share (EUR)				
Basic and diluted EPS continuing operations	0.07	0.19	0.11	0.38
Basic and diluted EPS discontinued operations	(0.02)	-	(0.02)	-
Basic and diluted EPS total operations	0.06	0.19	0.09	0.38
<i>The costs are presented "by function" and include depreciation and amortisation with the following amounts</i>				
Depreciation and amortisation	(2 869.3)	(1 727.4)	(8 062.7)	(5 556.6)
EBITDA	15 126.6	23 844.0	23 465.5	54 219.8

The Group's key earnings measure is EBIT pre fair value as this reflects earnings on sales during the period.

Condensed consolidated interim statement of comprehensive income

<i>EUR thousands</i>	Q4 2010	Q4 2009	FY 2010	FY 2009
Net profit/(loss)	9 460.7	18 892.7	11 795.1	38 344.6
<i>Other comprehensive income</i>				
Exchange differences on translation of foreign operations	(3 655.0)	(990.5)	(5 471.7)	225.1
Total comprehensive income	5 805.7	17 902.2	6 323.4	38 569.7
Total comprehensive income attributable to:				
- Owners of the parent	5 407.0	17 903.1	5 930.3	38 564.7
- Non-controlling interests	398.7	(0.9)	393.0	5.0

Condensed consolidated interim statement of financial position

<i>EUR thousands</i>	FY 2010	FY 2009
ASSETS		
Deferred tax asset	10 162.9	2 905.6
Intangible assets	113 295.7	279.2
Property, plant & equipment	100 182.2	55 961.4
Other non-current assets	16 018.3	3 621.1
Total non-current assets	239 659.1	62 767.4
Inventories	43 512.0	26 648.4
Biological inventory at cost	40 631.7	-
Biological inventory fair value adjustment	6 340.0	-
Trade and other receivables	136 949.8	111 417.1
Other current assets	9 256.8	5 054.8
Cash and cash equivalents	55 456.9	21 239.1
Assets and disposal group classified as held for sale	65 686.4	250.7
Total current assets	357 833.6	164 610.1
Total assets	597 492.7	227 377.5
EQUITY AND LIABILITIES		
Share capital	2 150.5	7 925.7
Share premium	249 057.5	-
Retained earnings	2 345.7	55 019.2
Non-controlling interests	4 220.8	8.5
Total equity	257 774.5	62 953.4
Deferred tax liabilities	20 353.4	1 292.0
Other long-term liabilities	8 079.8	9 001.5
Long-term interest bearing debt	160 370.0	66 184.8
Non-current liabilities	188 803.2	76 478.3
Trade and other payables	72 181.3	49 138.7
Current tax liabilities	3 384.0	2 884.0
Borrowings and other interest-bearing short-term debt	43 747.9	30 697.0
Other short-term liabilities	12 765.6	5 226.3
Liabilities included in disposal group held for sale	18 836.3	-
Current liabilities	150 915.0	87 945.9
Total liabilities	339 718.2	164 424.2
Total equity and liabilities	597 492.7	227 377.5

Condensed consolidated interim statement of changes in equity

EUR thousands	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Share capital	Share premium	Other equity	Total		
Balance 01.01.2009	7 833.8	-	15 981.0	23 814.8	3.5	23 818.2
Correction of errors	-	-	(65.4)	(65.4)	-	(65.4)
Restated balance 01.01.2009	7 833.8	-	15 915.6	23 749.3	3.5	23 752.8
Total comprehensive income	92.0	-	39 103.6	39 195.6	5.0	39 200.6
Balance at 31.12.2009	7 925.7	-	55 019.2	62 944.9	8.5	62 953.4
Issue of share capital	2 110.0	244 579.7	1 019.5	247 709.2	-	247 709.2
Share swap	(7 925.7)	-	(55 019.2)	(62 944.9)	-	(62 944.9)
Change in non-controlling	-	-	-	-	3 733.5	3 733.5
Transactions with owners	(5 815.7)	244 579.7	(53 999.7)	184 764.3	3 733.5	188 497.8
Total comprehensive income	40.5	4 477.8	1 326.2	5 844.6	478.8	6 323.4
Balance at 31.12.2010	2 150.5	249 057.5	2 345.7	253 553.7	4 220.8	257 774.5

Condensed consolidated interim statement of cash flows

<i>EUR thousands</i>	FY 2010	FY 2009
Operating activities		
Profit/(loss) before tax	13 763.1	47 680.6
Adjustments:		
Depreciation and impairment of property, plant and equipment	7 893.2	5 536.1
Amortisation and impairment of intangible assets	169.6	20.5
Fair value adjustments on financial assets and liabilities	(5 356.8)	(15 271.5)
Impairment of financial assets	-	482.1
(Gain)/loss on disposal of non-financial assets	(21.1)	53.9
(Gain)/loss on disposal of non-derivative financial assets	(11.5)	(226.8)
Foreign exchange impact	103.1	(4 387.8)
Interest expenses	3 189.1	2 881.8
Interest and dividend income	(1 196.9)	(37.7)
Other	1 415.4	18.0
Total adjustments	6 184.1	(10 931.2)
Change in inventories	(10 373.4)	(15 057.2)
Change in trade and other receivables	(16 834.1)	(17 663.0)
Change in trade and other payables	8 121.3	18 140.8
Change in provisions, accruals and prepaid expenses	4 145.8	(1 980.6)
Net changes in working capital	(14 940.4)	(16 560.1)
Settlement of derivative financial instruments	4 475.2	5 643.4
Interest paid (operating activities only)	(39.5)	297.4
Income taxes paid	(10 373.1)	(5 458.2)
Cash flow from operating activities	(930.6)	20 671.8
Investing activities		
Purchase of intangible assets	(9 283.2)	(196.8)
Purchase of property, plant and equipment	(25 818.0)	(16 363.5)
Acquisition of subsidiaries, net of cash	(130 765.3)	(260.9)
Acquisition of other financial assets	(9 743.1)	(10 070.3)
Proceeds from disposals of property, plant and equipment	56.4	667.2
Proceeds from disposals of subsidiaries, net of cash	-	2 490.3
Proceeds from disposals of other financial assets	1 319.6	9 652.6
Proceeds from government grants	-	8 410.8
Cash flow from investing activities	(174 233.5)	(5 670.7)
Financing activities		
Net change in interest bearing debt	36 564.9	(8 139.3)
Interest paid	(3 191.6)	(2 762.3)
Proceeds from issue of share capital	177 301.6	523.2
Cash flow from financing activities	210 675.0	(10 378.4)
Net change in cash and cash equivalents	35 510.8	4 622.7
Cash and cash equivalent, beginning of period	21 239.1	16 267.2
Exchange differences on cash and cash equivalents	(1 293.1)	349.2
Cash and cash equivalent, end of period	55 456.9	21 239.1

Selected notes disclosure

1. Basis of preparation

1.1. Statement of compliance

The interim accounts are presented in accordance with IAS 34 Interim Financial Reporting. These condensed consolidated interim financial statements were approved by the Board on 24 February 2011.

The condensed consolidated interim financial statements are unaudited. The financial statements are presented in EUR, rounded to the nearest thousand, unless otherwise stated. As a result of rounding differences, numbers or percentages may not add up to the total.

The consolidated financial statements for the year ended 31 December 2009 are available upon request from the company's registered office at Tjuvholmen Allé 3, Oslo or at www.Morpol.com.

1.2. Accounting principles

The accounting policies applied in the interim financial statements are consistent with those applied in the consolidated financial statements for the year ended 31 December 2009, except for the adoption of new standards and interpretations as of 1 January 2010:

- revised IFRS 3 Business combinations
- revised IAS 27 Consolidated and Separate Financial Statements

The changes affect the valuation of non-controlling interests, goodwill achieved in stages and contingent liabilities. Further, transaction costs are expensed as incurred.

Following the acquisition of fish farming operations, IAS 41 Agriculture has been implemented. This implies that live biomass is valued at fair value less costs to sell in the balance sheet, with the corresponding unrealised fair value adjustments shown on a separate line in the income statement. Acquired fish farming licences are considered to have indefinite lives.

Other amendments to standards and interpretations as outlined in the financial statements for the year ended 2009, have not affected the recognition and measurement of assets, liabilities, revenues and costs principles applied by the Group.

2. Significant events and transactions in the quarter and after the reporting period

On 15 December 2010 the share capital increase in relation to the private placement was completed and registered. 15.2 million new shares were allocated at a subscription price of NOK 20.5 per share. Net proceeds amounted to EUR 38.2 million.

On 21 December 2010 Morpol ASA signed a EUR 250 million 5-year debt facility.

On 12 January 2011, Morpol ASA entered into an agreement to buy all shares in Jøkelfjord Laks AS. The transaction was completed on 7 February 2011. Total cash consideration was NOK 547.8 million, reflecting increased cash balances due to positive movements in the company's net working capital up until 7 February 2011.

Assets acquired and liabilities assumed at the date of acquisition and goodwill arising on the acquisition

<i>EUR thousands</i>	<i>Jøkelfjord Laks</i>
ASSETS	
Intangible assets	33 612.8
Property, plant & equipment	7 061.6
Other non-current assets	6.0
Total non-current assets	40 680.4
Inventory	19 064.7
Trade and other receivables	5 289.2
Other current assets	4 037.1
Cash and cash equivalents	1 527.0
Total current assets	29 918.1
Total assets	70 598.5
LIABILITIES	
Deferred tax liabilities	14 386.6
Other long-term liabilities	25.6
Long-term interest bearing debt	886.3
Non-current liabilities	15 298.4
Current liabilities	6 100.7
Total liabilities	21 399.2
Fair value of identifiable net assets acquired	49 199.4
Consideration	70 118.4
Fair value of identifiable net assets acquired	(49 199.4)
Goodwill arising on acquisition	20 919.0

The opening balance disclosed is based on unaudited numbers for the year 2010 of Jøkelfjord Laks AS and the purchase price allocation is provisional. The values may be reassessed based on improved knowledge of operations in subsequent periods.

Goodwill arose on the acquisition following consideration paid included amounts in relation to benefit expected synergies, revenue growth, future market devel-

opment and the assembled work force. These benefits are not recognised separately from goodwill as they do not meet the recognition criteria for identifiable intangible assets.

The financial effects of the above transaction have not been brought to account at 31 December 2010. The operating results and assets and liabilities of the company will be brought to account from 1 January 2011.

Pro-forma numbers

Below are listed the pro-forma numbers for the Group as the acquisitions of Northern Isles Salmon and Marine Farms' salmon operations acquired in third quarter were effective as from 1 January 2009. The acquisition of Jøkelfjord Laks AS in 2011 is not reflected in the below proforma numbers, following reassessment to the Group's accounting policies for previous year's numbers not finalised. The unaudited N-GAAP 2010-numbers of Jøkelfjord Laks AS for revenue, EBIT pre fair value and net result are EUR 30.7, 14.2 and 10.1 million respectively for the full year.

The pro-forma numbers represent an approximate measure of the performance of the combined Group to provide a reference point for comparison in future periods. In preparation of the pro-forma numbers, intercompany sales have been eliminated. Borrowing costs have not been adjusted following the acquisitions mainly being financed by issued share capital. The pro-forma numbers only include continuing operations.

EUR thousand	Proforma	Proforma	Proforma	Proforma
	Q4 10	Q4 09	FY 10	FY 09
<i>Continuing operations:</i>				
Operating revenue	163 105.5	163 509.5	500 697.8	440 449.0
Cost of sales	(131 667.0)	(127 358.3)	(417 094.1)	(350 862.9)
Gross profit (loss)	31 438.5	36 151.2	83 603.7	89 586.1
Distribution costs	(12 350.8)	(7 620.0)	(31 552.1)	(20 713.7)
Administrative expenses	(7 290.5)	(4 800.2)	(22 142.8)	(12 917.5)
Other income	2 587.1	1 047.8	4 599.6	2 509.6
Other expenses	(1 481.3)	(536.1)	(2 623.4)	(1 547.7)
Transaction costs	(645.8)	-	(2 999.5)	-
EBIT pre fair value	12 257.3	24 242.7	28 885.5	56 916.9
Unrealised FV adjustments	(2 733.8)	1 736.6	808.4	2 394.4
EBIT	9 523.5	25 979.3	29 693.9	59 311.2
Profit/(loss) before tax	9 238.8	27 284.0	30 569.3	57 097.3
Income tax expense	2 676.0	(5 182.2)	(2 963.1)	(11 790.5)
Net profit/(loss) continuing operations	11 914.8	22 101.9	27 606.2	45 306.8
Depreciation/amortisation	(2 869.3)	(2 674.5)	(11 095.2)	(9 528.6)
EBITDA	15 126.6	26 917.2	39 980.7	66 445.5

3. Earnings per share

The basic earnings per share is calculated according to the net profit attributable to the shareholder of the parent company divided by the average weighted number of ordinary shares in the relevant period. Morpol currently has no share-based compensation that results in a dilutive effect on earnings per share. The number of shares issued in the contribution in kind in June 2010 was 100 million shares, and this is also reflected in the EPS-calculation for 2009.

Total operations	Q4 2010	Q4 2009	FY 2010	FY 2009
Profit attributable to equity holders of the company (EUR million)	9 009.2	18 887.8	11 350.6	38 339.7
Weighted average number of shares (basic and diluted)	155 617 795	100 000 000	127 835 097	100 000 000
Basic and diluted EPS (EUR)	0.06	0.19	0.09	0.38
Continuing operations	Q4 2010	Q4 2009	FY 2010	FY 2009
Profit attributable to equity holders of the company (EUR million)	11 489.5	18 887.8	13 830.9	38 339.7
Weighted average number of shares (basic and diluted)	155 617 795	100 000 000	127 835 097	100 000 000
Basic and diluted EPS (EUR)	0.07	0.19	0.11	0.38
Discontinued operations	Q4 2010	Q4 2009	FY 2010	FY 2009
Profit attributable to equity holders of the company (EUR million)	(2 480.3)	-	(2 480.3)	-
Weighted average number of shares (basic and diluted)	155 617 795	-	127 835 097	-
Basic and diluted EPS (EUR)	(0.02)	-	(0.02)	-

4. Seasonality of business activity

The main business activities of the Group are fish processing, sales and salmon farming. The Group generates higher revenues and profits in second half of the year. The main factor influencing the seasonal patterns throughout the year is the weighting of sales volumes according to market demands and biological

cycle. The main period of sales of smoked salmon is the period leading up to and at the Christmas holiday season in December. Additionally, the salmon production cycle normally follows a pattern where more fish are harvested in the second half of a calendar year.

5. Operating segments

Morpol has two segments; fish farming and fish processing. Fish processing includes processing and preserving of fish and other fishery products and distribution and sale of those. The main product is smoked salmon, but other products are having an increased importance to the Group's profitability. Fish

farming involves the breeding and on-growing of salmon, as well as slaughtering, processing, sale and distribution of salmon. The Group discloses segment information in accordance with IFRS 8.

EUR thousands	Processing		Fish farming		Group activities		Eliminations		Consolidated	
	Q4 10	Q4 09	Q4 10	Q4 09	Q4 10	Q4 09	Q4 10	Q4 09	Q4 10	Q4 09
<i>Continuing operations:</i>										
External sales	139 155.6	138 912.7	23 949.9	-	-	-	-	-	163 105.5	138 912.7
Internal sales	-	-	6 073.7	-	-	-	(6 073.7)	-	-	-
Operating revenue	139 155.6	138 912.7	30 023.6	-	-	-	(6 073.7)	-	163 105.5	138 912.7
Cost of sales	(117 022.9)	(108 815.6)	(20 717.8)	-	-	-	6 073.7	-	(131 667.0)	(108 815.6)
Gross profit (loss)	22 132.7	30 097.2	9 305.8	-	-	-	-	-	31 438.5	30 097.2
Distribution costs	(10 206.8)	(5 515.7)	(2 144.0)	-	-	-	-	-	(12 350.8)	(5 515.7)
SGA expenses	(4 716.3)	(2 996.6)	(1 797.7)	-	(776.5)	-	-	-	(7 290.5)	(2 996.6)
Other income	1 090.5	992.5	1 496.6	-	-	-	-	-	2 587.1	992.5
Other expenses	(1 388.2)	(460.8)	(93.1)	-	-	-	-	-	(1 481.3)	(460.8)
Transaction costs	-	-	-	-	(645.8)	-	-	-	(645.8)	-
EBIT pre fair value	6 912.0	22 116.6	6 767.6	-	(1 422.3)	-	-	-	12 257.3	22 116.6
Unrealised FV adj.	-	-	(2 733.8)	-	-	-	-	-	(2 733.8)	-
EBIT	6 912.0	22 116.6	4 033.8	-	(1 422.3)	-	-	-	9 523.5	22 116.6
Profit/(loss) before tax	6 079.0	23 590.3	3 679.8	-	(520.1)	-	-	-	9 238.8	23 590.3
Income tax expense	(501.6)	(4 697.6)	3 177.6	-	-	-	-	-	2 676.0	(4 697.6)
Net profit/(loss) cont.op.	5 577.4	18 892.7	6 857.5	-	(520.1)	-	-	-	11 914.8	18 892.7
Net profit/(loss) disc.op.	-	-	(2 454.0)	-	-	-	-	-	(2 454.0)	-
Net profit/(loss)	5 577.4	18 892.7	4 403.4	-	(520.1)	-	-	-	9 460.7	18 892.7
Depreciation/amortis.	(1 617.0)	(1 727.4)	(1 251.9)	-	(0.4)	-	-	-	(2 869.3)	(1 727.4)
EBITDA	8 529.0	23 844.0	8 019.6	-	(1 422.0)	-	-	-	15 126.6	23 844.0

EUR thousands	Processing		Fish farming		Group activities		Eliminations		Consolidated	
	FY 10	FY 09	FY 10	FY 09	FY 10	FY 09	FY 10	FY 09	FY 10	FY 09
<i>Continuing operations:</i>										
External sales	399 300.2	353 654.2	30 713.5	-	-	-	-	-	430 013.7	353 654.2
Internal sales	-	-	6 833.6	-	10.3	-	(6 843.9)	-	-	-
Operating revenue	399 300.2	353 654.2	37 547.1	-	10.3	-	(6 843.9)	-	430 013.7	353 654.2
Cost of sales	(349 119.3)	(284 013.7)	(26 110.0)	-	-	-	6 833.6	-	(368 395.7)	(284 013.7)
Gross profit (loss)	50 180.9	69 640.5	11 437.1	-	10.3	-	(10.3)	-	61 618.0	69 640.5
Distribution costs	(25 752.3)	(14 918.1)	(2 447.7)	-	-	-	-	-	(28 200.0)	(14 918.1)
SGA expenses	(13 507.6)	(7 518.6)	(2 159.6)	-	(1 517.2)	-	10.3	-	(17 174.1)	(7 518.6)
Other income	3 094.2	2 446.7	1 498.6	-	-	-	-	-	4 592.8	2 446.7
Other expenses	(2 292.9)	(987.3)	(141.6)	-	-	-	-	-	(2 434.5)	(987.3)
Transaction costs	-	-	-	-	(2 999.5)	-	-	-	(2 999.5)	-
EBIT pre fair value	11 722.3	48 663.1	8 186.8	-	(4 506.3)	-	(0.0)	-	15 402.7	48 663.1
Unrealised FV adj.	-	-	(4 245.2)	-	-	-	-	-	(4 245.2)	-
EBIT	11 722.3	48 663.1	3 941.6	-	(4 506.3)	-	(0.0)	-	11 157.6	48 663.1
Profit/(loss) before tax	13 224.8	47 680.6	3 547.6	-	(3 009.3)	-	0.0	-	13 763.1	47 680.6
Income tax expense	(2 719.2)	(9 335.9)	3 177.6	-	27.6	-	-	-	486.0	(9 335.9)
Net profit/(loss) cont.op.	10 505.6	38 344.6	6 725.2	-	(2 981.7)	-	0.0	-	14 249.1	38 344.6
Net profit/(loss) disc.op.	-	-	(2 454.0)	-	-	-	-	-	(2 454.0)	-
Net profit/(loss)	10 505.6	38 344.6	4 271.2	-	(2 981.7)	-	0.0	-	11 795.1	38 344.6
Depreciation/amort.	(6 495.6)	(5 556.6)	(1 566.7)	-	(0.4)	-	-	-	(8 062.7)	(5 556.6)
EBITDA	18 218.0	54 219.8	9 753.5	-	(4 506.0)	-	(0.0)	-	23 465.5	54 219.8
Total assets	287 151.5	227 377.5	275 033.0	-	119 463.0	-	(84 154.8)	-	597 492.7	227 377.5

6. Discontinued operations

The operations in seabass/seabream through Culmarex and emerging operations in cobia farming acquired with Marine Farms are classified as held for sale as from 30 September 2010 and depreciation ceased from the same date. The results in the discontinued businesses are reported separately under the heading Discontinued

operations in the Group's income statement as from 1 October 2010. Cash flows from discontinued operations are presented separately. Fair value of assets held for sale is by management estimated at EUR 46.9 million at year end.

Summary of financial data for discontinued operations

Discontinued operations	Q4 2010	Q4 2009	FY 2010	FY 2009
Revenue	12 614.8	-	12 614.8	-
Cost of sales	(11 319.4)	-	(11 319.4)	-
Gross profit/(loss)	1 295.4	-	1 295.4	-
Distribution costs	(3 887.5)	-	(3 887.5)	-
Administrative expenses	(404.4)	-	(404.4)	-
Other income	1 951.4	-	1 951.4	-
Operating profit/(loss) pre fair value	(1 045.0)	-	(1 045.0)	-
Fair value adjustment on biomass	(900.8)	-	(900.8)	-
Operating profit/(loss)	(1 945.8)	-	(1 945.8)	-
Profit/(loss) before tax	(2 385.8)	-	(2 385.8)	-
Income tax expense	(68.2)	-	(68.2)	-
Profit/(loss) for the period from discontinued operations	(2 454.0)	-	(2 454.0)	-
Net income/loss discontinued operations attributable to:				
Owners of the parent	(2 480.3)	-	(2 480.3)	-
Non-controlling interests	26.3	-	26.3	-

Discontinued operations	Q4 2010	Q4 2009	FY 2010	FY 2009
Cash flow from operating activities	2 488.9	-	2 488.9	-
Cash flow from investing activities	(688.4)	-	(688.4)	-
Cash flow from financing activities	1 029.4	-	1 029.4	-
Total cashflow discontinued operation	2 829.9	-	2 829.9	-

7. Biological inventory

Tonnes	FY 2010	FY 2009
Smolts, fry and brood stock	694.0	-
Non harvestable fish	785.1	-
Harvestable fish	11 906.9	-
Total biomass	13 386.0	-

Biological assets comprise juveniles, smolt and fish in the sea. Salmon is normally considered harvestable at 4 kg, but classification in the table above reflects fish > 1 kg as harvestable and subject to fair value estimation in accordance with IAS 41.

8. Financial items

<i>Finance income</i>	FY 2010	FY 2009
Interest income	1 879.4	462.5
Net profit on financial assets and liabilities at fair value	5 151.0	2 250.5
Foreign exchange gain	621.7	3 098.2
Other financial income	524.3	651.4
Total finance income	8 176.5	6 462.6
<i>Finance costs</i>	FY 2010	FY 2009
Interest expense	(3 371.1)	(3 246.8)
Net loss on financial assets and liabilities at fair value	-	(482.1)
Foreign exchange loss	(2 167.2)	(3 710.1)
Other financial expense	(32.6)	(6.1)
Total finance cost	(5 570.9)	(7 445.1)
Net finance	2 605.6	(982.5)

9. Transactions with related parties

Mopol SA has over the last financial years entered into several agreements with related parties. The agreements relate to inter alia loan agreements, guarantee agreements and purchase agreements. All transactions are entered into in the ordinary course of business of

the Group and the agreements pertaining to the transactions are all entered into on market terms.

Details of significant transactions and outstanding balances with related parties are disclosed below.

		Transaction value		Outstanding amount	
		FY 2010	FY 2009	31 December 2010	31 December 2009
MK Ustka	Loan	-	-	5 600.0	20 000.0
Euro-Industry	Loan	-	-	8 362.4	-
Jantar Ltd.	Loan	-	-	328.0	-
Epigon	Loan	-	-	308.1	-
Euro-Industry	Machinery and construction work	(19 855.6)	(20 732.0)	(1 299.6)	(846.0)
Epigon	Sales of finished goods	8 665.9	4 936.0	979.3	1 292.0
MK Delikatesy	Sales of finished goods	1 465.1	868.0	1 015.6	917.0
MK Delikatesy	Purchase of fish	(831.9)	(41.0)	(9.7)	-
Laschinger GmbH	Purchase of machinery, brand name	(9 761.5)	(8 198.0)	(142.5)	(6 564.0)
Jantar Ltd	Sales of finished goods	1 065.2	63.0	899.8	25.0
Net outstanding				16 041.3	14 824.0

Outstanding loan with the Euro-Industry Group were related to the sale of Laschinger GmbH in 2008.

10. Foreign currency rates versus EUR

Currency	31.12.10	30.09.10	30.06.10	31.03.10	31.12.09	30.09.09	30.06.09	31.03.09	31.12.08
PLN	0.25	0.25	0.24	0.26	0.24	0.24	0.22	0.21	0.24
GBP	1.16	1.16	1.22	1.12	1.12	1.10	1.17	1.07	1.03
NOK	0.13	0.13	0.13	0.12	0.12	0.12	0.11	0.11	0.10

11. Largest shareholders 31 December 2010

Shareholder	Country	Number of shares held	Ownership
FRIENDMALL LTD	Cyprus	76 731 705	45.7%
MKS SP. Z.O.O.	Poland	10 056 140	6.0%
SKAGEN VEKST	Norway	6 295 483	3.7%
ODIN NORGE	Norway	4 846 318	2.9%
JPMORGAN CHASE BANK	United Kingdom	4 283 687	2.5%
BREMESCO HOLDINGS LIMITED	Cyprus	3 822 155	2.3%
CITIBANK N.A. (LONDON BRANCH)	United Kingdom	3 488 700	2.1%
KVERVA AS	Norway	3 429 100	2.0%
BNP PARIBAS SECS SERVICES PARIS	France	3 185 112	1.9%
CACEIS BANK	France	3 160 000	1.9%
BAZMONTA HOLDINGS LIMITED	Cyprus	3 000 000	1.8%
VERDIPAPIRFONDET HANDELSBANKEN	Norway	2 671 200	1.6%
JPMORGAN CHASE BANK	United Kingdom	2 465 729	1.5%
ODIN NORDEN	Norway	2 303 100	1.4%
VARMA MUTUAL PENSION INSURANCE	United Kingdom	1 902 166	1.1%
CREDIT SUISSE SECURITIES	United Kingdom	1 754 356	1.0%
DNB NOR SMB VPF	Norway	1 482 344	0.9%
JPMORGAN CHASE BANK	United Kingdom	1 345 827	0.8%
JPMORGAN CHASE BANK	United Kingdom	1 149 558	0.7%
VITAL FORSIKRING ASA	Norway	1 083 374	0.6%
Total 20 largest shareholders		138 456 054	82.4%
Total other shareholders		29 553 045	17.6%
Total number of shares		168 009 099	100.0%

12. Quarterly historical information

Processing – actual numbers

EUR thousands	Q4 2010	Q3 2010	Q2 2010	Q1 2010	Q4 2009	Q3 2009	Q2 2009	Q1 2009
<i>Continuing operations:</i>								
Revenue	139 155.6	86 526.2	83 378.3	90 240.2	138 912.7	67 740.8	68 069.1	78 931.5
Cost of sales	(117 022.9)	(77 645.2)	(76 763.5)	(77 687.8)	(108 815.6)	(60 579.8)	(53 241.8)	(61 376.5)
Gross profit/(loss)	22 132.7	8 881.0	6 614.8	12 552.4	30 097.2	7 161.0	14 827.3	17 555.0
Distribution costs	(10 206.8)	(5 177.8)	(5 584.8)	(4 782.9)	(5 515.7)	(2 805.8)	(3 214.3)	(3 382.3)
Administrative expenses	(4 716.3)	(3 058.0)	(2 932.1)	(2 923.3)	(2 996.6)	(1 615.0)	(1 085.8)	(1 821.2)
Other income	1 090.5	1 103.6	458.5	441.5	992.5	164.2	864.6	425.3
Other expenses	(1 388.2)	(180.2)	(651.9)	(72.6)	(460.8)	(23.6)	(385.5)	(117.4)
EBIT	6 912.0	1 568.6	(2 095.5)	5 215.1	22 116.6	2 880.8	11 006.3	12 659.4
Profit/(loss) before tax	6 079.0	3 611.6	(1 846.0)	5 281.6	23 590.3	4 649.4	12 326.1	7 114.8
Income tax expense	(501.6)	(195.9)	(326.8)	(1 667.3)	(4 697.6)	(705.7)	(1 395.3)	(2 537.4)
Net profit/(loss) continuing operations	5 577.4	3 415.7	(2 172.7)	3 614.3	18 892.7	3 943.7	10 930.8	4 577.4
<i>The costs are presented "by function" and include depreciation and amortisation with the following amounts</i>								
Depreciation and amortisation	(1 617.0)	(1 752.0)	(1 737.8)	(1 499.7)	(1 727.4)	(1 323.6)	(1 407.8)	(1 097.8)
EBITDA	8 529.0	3 320.6	(357.7)	6 714.8	23 844.0	4 204.4	12 414.1	13 757.2

EUR thousands	Q4 2010	Q3 2010	Q2 2010	Q1 2010	Q4 2009	Q3 2009	Q2 2009	Q1 2009
Cost of raw material (fish)	95 081.0	61 891.0	62 904.5	67 645.0	76 106.5	52 632.4	44 322.0	49 130.0
Other COGS	21 941.9	15 754.2	13 859.0	10 042.8	32 709.1	7 947.4	8 919.8	12 246.5
Total cost of sales	117 022.9	77 645.2	76 763.5	77 687.8	108 815.6	60 579.8	53 241.8	61 376.5

Sales - Thousand tonnes	Q4 2010	Q3 2010	Q2 2010	Q1 2010	Q4 2009	Q3 2009	Q2 2009	Q1 2009
Cold smoked salmon	6 984	4 613	4 875	5 253	6 631	4 678	4 698	4 282
Specialities	1 738	508	537	1 374	2 125	533	558	957
Other products	3 368	2 917	2 485	3 110	2 607	1 994	1 564	2 112
By-products	8 503	5 788	5 781	6 484	5 162	4 290	3 811	3 799
Contract processing	1 830	2 447	2 140	1 940	2 334	1 730	1 529	1 402
Total sales volume	22 423	16 273	15 817	18 160	18 858	13 224	12 161	12 552

Specialities include grill salmon, organic salmon, wild salmon, mix, fillets and raw fish.
Other products include other fish and new frozen products.

Farming

The table below shows actual numbers for Q4 2010, the remaining quarters presented are pro-forma numbers. Jøkelfjord Laks AS, acquired in 2011, is not included in the below numbers.

<i>EUR thousands</i>	Q4 2010	Q3 2010	Q2 2010	Q1 2010	Q4 2009	Q3 2009	Q2 2009	Q1 2009
<i>Continuing operations:</i>								
Revenue	30 023.6	29 369.6	29 120.9	20 156.8	24 596.8	22 161.7	21 329.2	18 840.7
Cost of sales	(20 717.8)	(21 858.1)	(18 614.6)	(14 057.7)	(18 542.7)	(17 947.5)	(14 997.0)	(15 495.5)
Gross profit/(loss)	9 305.8	7 511.6	10 506.3	6 099.1	6 054.0	4 214.2	6 332.1	3 345.2
EBIT pre fair value	6 767.6	4 433.6	7 311.3	3 157.0	2 126.1	1 803.1	3 339.5	985.0
Unrealised fair value adjustments	(2 733.8)	(3 253.7)	4 836.2	1 959.7	1 736.6	(3 281.6)	2 486.5	1 453.0
EBIT	4 033.8	1 179.9	12 147.5	5 116.8	3 862.7	(1 478.5)	5 826.0	2 438.0
Profit/(loss) before tax	3 679.8	(50.9)	12 018.6	4 706.1	3 693.7	(2 018.3)	5 996.1	1 745.2
Income tax expense	3 177.6	(797.9)	(1 498.3)	(1 152.9)	(484.6)	39.2	(1 052.6)	(956.6)
Net profit/(loss) continuing operations	6 857.5	(848.8)	10 520.4	3 553.2	3 209.2	(1 979.1)	4 943.5	788.6
Net income/(loss) discount. operations	(2 454.0)	(924.3)	(6 535.6)	(1 035.2)	(2 971.3)	205.1	(540.2)	(1 649.7)
Net profit/(loss)	4 403.4	(1 773.0)	3 984.8	2 518.0	237.9	(1 774.0)	4 403.3	(861.1)
<i>The costs are presented "by function" and include depreciation and amortisation with the following amounts</i>								
Depreciation and amortisation	(1 251.9)	(1 179.6)	(1 123.6)	(1 044.1)	(947.1)	(1 037.8)	(1 030.3)	(956.8)
EBITDA	8 019.6	5 613.2	8 434.9	4 201.1	3 073.2	2 840.9	4 369.8	1 941.8
Volumes (tonnes, gwe)	6 137	4 135	4 972	3 587	5 319	4 563	4 599	4 629
EBIT pre fair value per kg	1.1	1.1	1.5	0.9	0.4	0.4	0.7	0.2