

## STOCK EXCHANGE ANNOUNCEMENT

no. 12/2008, August 18, 2008  
25 pages

# schouw+co

## INTERIM REPORT – FIRST HALF OF 2008

### HIGHLIGHTS

- ▶ Consolidated revenue was up by 18% to DKK 4,339 million.
- ▶ Operating profit improved by DKK 9 million to DKK 150 million.
- ▶ Profit before tax rose by DKK 37 million to DKK 122 million, stated net of the effects of the holding of Vestas shares.
- ▶ The holding of Vestas shares contributed DKK 371 million to the profit before tax, against DKK 575 million in H1 2007.
- ▶ Proceeds of DKK 270 million from the sale of 401,700 Vestas shares. The remaining holding had a market value of DKK 2,726 million at June 30, 2008.
- ▶ BioMar's process of integrating activities acquired from Provimi Aqua progressing to plan and the first stage has now been completed.
- ▶ Sluggish demand and more intensified competition, especially in Norway, has led BioMar to lower its profit forecast substantially.
- ▶ Record performance by Grene. Forecasts upgraded.
- ▶ Greater uncertainty about Martin's full-year profit.
- ▶ Schouw & Co. downgrades its forecast for the full-year 2008 profit before tax to approximately DKK 325 million from the previous forecast of DKK 400 million, excluding the effects from the holding of Vestas shares.

Schouw & Co. will be reviewing the financial statements for the six months to June 30, 2008 online and will be hosting a teleconference (in Danish) for analysts, the media and other interested parties on

**Monday, August 18, 2008 at 15.30**

The presentation will be webcast. A link to the presentation is available at the Schouw & Co. web site, [www.schouw.dk](http://www.schouw.dk), where the presentation will also be available for subsequent viewing. Those wishing to attend the teleconference are invited to call tel. +45 3271 4767.

### AKTIESELSKABET SCHOUW & CO.

Chr. Filtenborgs Plads 1  
DK-8000 Aarhus C  
CVR No.: 63965812  
Tel +45 86 11 22 22  
Fax +45 86 11 33 22

### INDHOLD

Financial highlights.....	2
Interim report .....	3
Business areas .....	6
Income statement .....	16
Balance sheet .....	17
Cash flow statement .....	19
Notes to the financial statement ...	20
Statement by the board of directors and the management board.....	25

## KEY FIGURES

Amounts in DKK million

	Q2 2008	Q2 2007	YTD 2008	YTD 2007	2007 (total)
<b>REVENUE</b>	2,421.4	1,966.3	4,339.0	3,684.5	8,150.3
Operating profit before goodwill	128.8	98.9	150.0	141.1	438.8
Goodwill amortisation and impairment	0.0	0.0	0.0	0.0	0.0
Profit/(loss) from associates before goodwill	(0.1)	(0.5)	0.8	(0.2)	(3.0)
Goodwill amortisation and impairment in associates	0.0	0.0	0.0	0.0	0.0
Profit/loss from divestment of equity investments	0.0	0.0	21.4	0.0	0.0
Net financials	487.7	211.1	321.4	518.9	1,330.3
Profit/(loss) before tax	616.4	309.5	493.6	659.8	1,766.1
Tax on the profit/loss for the period	(30.0)	(10.6)	(21.1)	(15.2)	(102.4)
<b>PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS</b>	586.4	298.9	472.5	644.6	1,663.7
Profit for the year from discontinued operations	(0.9)	1.0	(14.2)	(4.0)	19.5
<b>PROFIT/(LOSS) FOR THE PERIOD</b>	585.5	299.9	458.3	640.6	1,683.2
Attributable to:					
Shareholders of Schouw & Co.	585.2	296.2	469.6	644.1	1,652.5
Minority interests	0.3	3.7	(11.3)	(3.5)	30.7
Share of equity attributable to shareholders of Schouw	5,942.0	4,018.0	5,942.0	4,018.0	4,972.4
Minority interests	269.7	593.1	269.7	593.1	669.1
<b>TOTAL EQUITY</b>	6,211.7	4,611.1	6,211.7	4,611.1	5,641.5
Total assets	12,379.3	9,313.7	12,379.3	9,313.7	10,316.4
<b>OTHER FINANCIAL DATA</b>					
Average number of employees in the year	3,911	3,504	3,779	3,424	3,541
Investments in property, plant and equipment	119.0	7.8	206.2	112.4	308.8
Depreciation of property, plant and equipment	93.4	83.4	178.8	163.9	300.5
Return on equity (%) *	29.7	45.5	29.7	45.5	39.2
ROIC (%) *	9.2	11.1	9.2	11.1	10.3
Equity ratio (%)	50.2	49.5	50.2	49.5	54.7
<b>PER SHARE DATA</b>					
Earnings per share (of DKK 10)	24.75	12.63	20.02	27.51	70.74
Diluted earnings per share (of DKK 10)	24.75	12.59	20.02	27.43	70.45
Net asset value per share (of DKK 10)	224.35	171.39	224.35	171.39	215.42
Share price at year end (of DKK 10)	178.37	252.41	178.37	252.41	220.70
Price/net asset value	0.80	1.47	0.80	1.47	1.02
P/E *	2.82	3.93	2.82	3.93	3.12
<b>MARKET CAPITALISATION</b>	4,724	5,917	4,724	5,917	5,094

The financial ratios have been calculated in accordance with "Recommendations & Ratios 2005", issued by the Danish Society of Financial Analysts.

Key ratios per share have been adjusted to reflect the issue of bonus shares.

\* Annualised over the latest 12 months.

## INTERIM REPORT – SIX MONTHS ENDED 30 JUNE 2008

### FINANCIAL PERFORMANCE

	Q2 2008	Q2 2007	Change
Revenue	2,421.4	1,966.3	455.1
EBITDA	229.5	182.3	47.2
EBIT	128.8	98.9	29.9
Value adj. - Vestas	520.0	240.9	279.1
EBT	616.4	309.5	306.9

	YTD 2008	YTD 2007	Change
Revenue	4,339.0	3,684.5	654.5
EBITDA	343.7	305.1	38.6
EBIT	150.0	141.1	8.9
Value adj. - Vestas	371.3	574.7	(203.4)
EBT	493.6	659.8	(166.2)

The Schouw & Co. Group improved the consolidated revenue by DKK 654.5 million, or by 17.8%, from DKK 3,684.5 million in H1 2007 to DKK 4,339.0 million in the first half-year of 2008.

The improvement derived mainly from the fish feed activities acquired from Provimi Aqua, which have been recognised in BioMar's revenue as from February 1, 2008. Grene also reported substantial improvements, while Fibertex generated revenue in line with last year. Both Martin and Xergi suffered setbacks.

Operating profit (EBIT) was DKK 150.0 million, a DKK 8.9 million increase from DKK 141.1 million in H1 2007. The moderate improvement was composed of advances by Grene and Fibertex and declines by Martin and Xergi. BioMar incurred a slight decline as a result of approximately DKK 12 million in non-recurring costs from the integration and DKK 7.7 million in higher depreciation and amortisation charges resulting from the purchase price allocation following the acquisition of Provimi Aqua, which operations did not contribute to the operating profit due to normal seasonal fluctuations.

Profit before tax and before value adjustment of the holding of Vestas shares improved by DKK 37.2 million to DKK 122.3 million from DKK 85.1 million in H1 2007.

In addition to the immediate effect of the change in operating profit and the higher interest expenses resulting from the acquisition of the operations from Provimi Aqua, among other things, factors affecting the H1 2008 profit before tax were the DKK 21.4 million profit from the sale of Martin Security Smoke and the DKK 36.4 million profit from the sale of BioMar's shares in Aqua Gen.

Finally, the H1 2008 profit before tax included a positive value adjustment of DKK 371.3 million on the holding of Vestas shares, of which DKK 50.6 million was a realised capital gain. In H1 2007, the holding of Vestas shares had positive impact of DKK 574.7 million.

Accordingly, the profit before tax fell by DKK 166.2 million to DKK 493.6 million in H1 2008 from DKK 659.8 million in H1 2007.

The consolidated profit after tax also included a DKK 14.2 million loss in BioMar's subsidiary Sjøtroll Havbruk, which is recognised separately in "Profit from discontinuing operations". In H1 2007, the share represented a loss of DKK 4.0 million.

The Group's profit after tax fell by DKK 182.3 million to DKK 458.3 million in H1 2008 from DKK 640.6 million in H1 2007.

The consolidated profit after tax includes the share attributable to minority interests. Of the H1 2008 profit after tax, a DKK 11.3 million loss was attributable to minority interests, leaving the profit after tax attributable to the shareholders of Schouw & Co. at DKK 469.6 million.

The Group's total assets increased to DKK 12,379 million at June 30, 2008, from DKK 10,316 million at December 31, 2007. The increase was mainly attributable to BioMar, as this company acquired Provimi Aqua during the reporting period, but Grene, Fibertex and Martin also contributed to increasing total assets.

Generally, the performance of the Group's cash flows from operating activities was not satisfactory, but all Schouw & Co. businesses have taken initiatives to reduce their working capital.

### VESTAS WIND SYSTEMS

At both December 31, 2007, and March 31, 2008, Schouw & Co. held 4,800,000 shares in Vestas, equal to a 2.59% ownership interest.

Schouw & Co. sold a total of 401,700 Vestas shares in the second quarter of 2008 at an average price of DKK 672.69 per share for total proceeds of DKK 270.2 million.

As a result, Schouw & Co. held, and continues to hold, 4,398,300 shares in Vestas at June 30, 2008, equal to a 2.37% ownership interest.

---

The official share price (all trades) was DKK 546.85 per share at December 31, 2007, while it was DKK 515.87 at March 31, 2008, and DKK 619.78 at June 30, 2008.

Accordingly, there was a positive effect of DKK 371.3 million from the holding of Vestas shares in the first half-year of 2008, of which the realised capital gain amounted to DKK 50.6 million.

The sole reason why Schouw & Co. sold Vestas shares in the second quarter of 2008 was to strengthen the cash resources for the continued development of the Group.

Schouw & Co. does not consider the holding of Vestas shares to be a long-term strategic stake, but continues to see a significant potential for the wind turbine industry.

The strong liquidity in Vestas shares makes this a marketable and valuable asset that provides the Group with a degree of financial versatility and a significant development potential.

At June 30, 2008, the market value of the holding of Vestas shares amounted to DKK 2,726 million.

#### **THE SCHOUW & CO. SHARE**

At both December 31, 2007, and March 31, 2008, Schouw & Co.'s share capital comprised 12,470,000 shares with a nominal value of DKK 10 each for a total share capital of DKK 124,700,000. Each share carries one vote, for a total of 12,470,000 votes.

At the company's annual general meeting held on April 16, 2008, the shareholders approved a proposal to issue bonus shares to the existing shareholders at a ratio of one new share for every share held, which doubled the company's share capital from a nominal value of DKK 124,700,000 to DKK 249,400,000.

Also at the general meeting, the shareholders resolved to merge Schouw & Co. and BioMar Holding. As part of the merger, the share capital was increased by a further nominal value of DKK 30,600,000.

As a result, Schouw & Co.'s share capital comprises 28,000,000 shares with a nominal value of DKK 10 each for a total share capital of DKK 280,000,000. Each share carries one vote, for a total of 28,000,000 votes.

As a result of the 1:1 bonus share issue, the official historical prices have been halved.

Schouw & Co. shares depreciated by 12.7% during the first quarter of 2008, from DKK 220.70 per share (all trades) at December 31, 2007 to DKK 192.78 at March 31, 2008. In Q2 2008, Schouw & Co. shares fell by an additional 7.5% to DKK 178.37 per share.

#### **TREASURY SHARES**

At the end of 2007, the company held 928,734 treasury shares, equal to 7.45% of the share capital.

During the first quarter of 2008, Schouw & Co. applied 30,000 of its treasury shares in the Group's share incentive scheme and applied 15,375 treasury shares in employee share schemes in Group businesses.

At March 31, 2008, the company held 883,359 treasury shares, equal to 7.08% of the share capital.

During the second quarter of 2008, Schouw & Co. applied 90,000 of its treasury shares in the Group's share incentive scheme and 1,014 treasury shares in employee share schemes in Group businesses, reducing the holding of treasury shares to 792,345.

In a bonus issue made in April 2008, the holding doubled to 1,584,690 treasury shares, of which 369,048 were used as consideration in relation to the merger with BioMar Holding.

Subsequently, Schouw & Co. has increased the holding, acquiring 298,810 treasury shares at a total value of DKK 57.4 million.

At June 30, 2008, and presently, the company holds 1,514,452 treasury shares, equal to 5.41% of the share capital.

The portfolio of treasury shares is recognised at DKK 0.

#### **EVENTS AFTER THE BALANCE SHEET DATE**

Schouw & Co. is not aware of events occurring after June 30, 2008, which are expected to have a material impact on the Group's financial position or outlook.

---

## **OUTLOOK**

Overall, the businesses of the Schouw & Co. Group got off to a good start to 2008, even though their outlooks were marked by factors of uncertainty of a general and/or company-specific nature.

During the second quarter, their full-year profit expectations developed quite differently from company to company.

Grene is reporting such good developments that the company has raised its profit forecast by about DKK 10 million, expressing reasonable confidence that the forecast will materialise.

Fibertex and Xergi both face positive as well as negative issues. Fibertex has raised its profit forecast by DKK 10-20 million, while Xergi retains its forecast. Both forecasts are subject to standard uncertainty, however.

Martin has had to contend with delayed product launches and an unfavourable impact from exchange rate developments, and the company is facing a severe challenge in meeting its previous forecasts. Martin lowers its full-year profit target to close to DKK 70 million before tax, but this target is subject to substantial uncertainty.

Finally, BioMar has encountered such a deterioration in market conditions that it has reduced its full-year forecast by DKK 80-100 million to around DKK 100 million before tax.

Overall, Schouw & Co. thus still projects consolidated full-year 2008 revenue of approximately DKK 10 billion, but the profit before tax is now expected to be around DKK 325 million, instead of the previous forecast of approximately DKK 400 million, stated excluding the effects from the holding of Vestas shares and the contribution to profit from Sjøtroll Havbruk.

## **ACCOUNTING POLICIES**

The interim report is presented in accordance with IAS 34 "Interim financial reporting" as adopted by the EU and additional Danish disclosure requirements for interim reports of listed companies.

The accounting policies are unchanged from the policies applied in the Annual Report 2007, to which reference is made.

The annual report for 2007 contains the full description of the accounting policies.

## **JUDGMENTS AND ESTIMATES**

The preparation of interim reports requires management to make accounting judgments and estimates that affect the use of accounting policies and recognised assets, liabilities, income and expenses. Actual results may differ from these estimates.

The most significant estimates made by management when using the Group's accounting policies to prepare the interim report, and the most significant judgment uncertainty related thereto, are the same as those used to prepare the 2007 the annual report.

### **FINANCIAL CALENDAR 2008**

November 6, 2008      Release of Q3 2008 interim report and teleconference.

The company will provide more detailed information about contacts and times for the teleconference on its website, [www.schouw.dk](http://www.schouw.dk), and in its stock exchange announcements.

BioMar is the world's third-largest manufacturer of quality feed for the fish farming industry.

On April 16, 2008, Biomar Holding A/S, then 68.82%-owned, merged with Schouw & Co. with the latter as the continuing company.

Subsequently, an optimised structure has been set up for the BioMar businesses under the parent company BioMar Group A/S which is now wholly owned by Schouw & Co.

Also in the first half-year, BioMar integrated the fish-feed operations acquired from Provimi Aqua. The integration process went according to plan and the first stage has now been completed. In the final stage, which is about to start, the company will aim to achieve synergies by optimising the production structure of the entire business.

Obviously, the restructuring and integration of the operations acquired from ProvimiAqua involved a large number of practical assignments which put an extra strain on the BioMar organisation, mainly in the Danish and Chilean operations, but the process has not triggered costs in excess of what had been expected.

On the other hand, BioMar faced market conditions that deteriorated substantially relative to the beginning of the year.

Even though BioMar generated a revenue increase from DKK 1,426.6 million in H1 2007 to DKK 2,026.9 million in H1 2008, the underlying volume improvement was still not as big as had been expected in light of the fact that the activities from ProvimiAqua now form part of the portfolio.

At the same time, the financial performance declined from a loss before tax of DKK 14.5 million in H1 2007 to a DKK 15.7 million loss in H1 2008. This year's figure includes the DKK 36.4 million profit from the sale of the shares in Aqua Gen AS as well as approximately DKK 36 million in non-recurring costs, increased depreciation and amortisation charges and higher interest expenses from the acquisition of Provimi Aqua. Due to normal seasonal fluctuations, this company's operations did not contribute to the profit.

Overall, the performance was not satisfactory, due to the severely deteriorated market conditions. Subdued demand in Chile and other markets and intensified competition, especially in the important Norwegian market, has put earnings under pressure.

Given the prevailing market conditions, the company was not in a position to achieve the anticipated volume growth, nor was it able to sufficiently offset the effects of the surging price increases of raw materials experienced recently or the impact of other increases, such as energy and freight costs.

Rising interest rates and a greater-than-expected increase in working capital triggered financial expenses that further impacted the profit outlook.

Market conditions are not expected to improve by a significant margin in the short term. As a result, BioMar has lowered its forecast for the full-year financial results. However, the company's long-term prospects, including in relation to the acquisition of Provimi Aqua, remain intact.

BioMar retains the revenue forecast of approximately DKK 5 billion, but the profit from continuing operations before tax, i.e. net of the profit/loss from Sjøtroll Havbruk, is now expected to be around DKK 100 million instead of the previous forecast range of DKK 180-200 million.

The profit/loss from discontinuing operations, which is stated after tax, relates to the subsidiary Sjøtroll Havbruk (50.9%-owned), which is also experiencing a challenging year in 2008, in part due to disease in fish stocks.

A loss of DKK 14.2 million was recorded in Sjøtroll Havbruk in H1 2008, of which a DKK 7.0 million loss was attributable to minority interests in Sjøtroll Havbruk. In H1 2007, Sjøtroll Havbruk was recognised at a DKK 4.0 million loss.

	Q2 2008	Q2 2007	H1 2008	H1 2007
Volume (1000 t)	179	114	301	211
Revenue	1,225	785	2,027	1,427
- North Sea	520	445	855	796
- Chile	333	106	597	246
- Continental Europe	372	234	575	385
Direct prod. costs	-935	-586	-1,541	-1,076
Gross profit	290	199	486	351



	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>INCOME STATEMENT</b>				
<b>REVENUE</b>	<b>1,225.2</b>	<b>785.0</b>	<b>2,026.9</b>	<b>1,426.6</b>
<b>GROSS PROFIT</b>	157.0	106.5	236.8	169.9
<b>EBITDA</b>	<b>64.9</b>	<b>43.8</b>	<b>66.1</b>	<b>47.6</b>
Depreciation	36.5	25.2	71.2	50.1
<b>EBIT</b>	<b>28.4</b>	<b>18.6</b>	<b>(5.1)</b>	<b>(2.5)</b>
Share of profit from ass. companies	0.0	0.0	0.0	0.0
Financial items, net	(20.9)	(8.4)	(10.6)	(12.0)
<b>PROFIT BEFORE TAX (EBT)</b>	<b>7.5</b>	<b>10.2</b>	<b>(15.7)</b>	<b>(14.5)</b>
Tax for the period	(1.0)	(7.6)	13.5	(1.7)
<b>PROFIT FROM CONTINUING OPERATIONS</b>	<b>6.5</b>	<b>2.6</b>	<b>(2.2)</b>	<b>(16.2)</b>
Profit from discontinuing operations	(0.9)	1.0	(14.2)	(4.0)
<b>PROFIT FOR THE PERIOD</b>	<b>5.6</b>	<b>3.6</b>	<b>(16.4)</b>	<b>(20.2)</b>
Cash flow from operating activities	(245.0)	(47.4)	(318.5)	48.8
Cash flow from investing activities	(18.3)	15.9	(455.1)	(228.8)
Cash flow from financing activities	247.1	11.7	680.4	135.3
<b>BALANCE SHEET</b>				
Intangible assets	312.4	0.0	312.4	0.0
Property, plant and equipment	931.7	801.7	931.7	801.7
Other non-current assets	124.1	165.3	124.1	165.3
Cash and cash equivalents	99.0	43.5	99.0	43.5
Other current assets	1,697.2	995.4	1,697.2	995.4
Assets held for sale	1,225.0	1,114.7	1,225.0	1,114.7
<b>TOTAL ASSETS</b>	<b>4,389.4</b>	<b>3,120.6</b>	<b>4,389.4</b>	<b>3,120.6</b>
Equity	1,448.6	1,359.0	1,448.6	1,359.0
Interest-bearing debt	1,470.2	640.6	1,470.2	640.6
Other creditors	898.6	581.6	898.6	581.6
Liabilities classified as held for sale	572.0	539.4	572.0	539.4
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>4,389.4</b>	<b>3,120.6</b>	<b>4,389.4</b>	<b>3,120.6</b>
Schouw & Co.'s share of equity	1,190.9	1,129.9	1,190.9	1,129.9
Average number of employees	821	509	702	504
<b>FINANCIAL KEY FIGURES</b>				
EBITDA ratio	5.3%	5.6%	3.3%	3.3%
EBIT ratio	2.3%	2.4%	-0.3%	-0.2%
ROIC (annualised over the latest 12 months.)	9.3%	16.5%	9.3%	16.5%

Fibertex is a leading manufacturer of nonwovens, supplying needlepunch products for industrial and technical applications (Technical Division) and spunbond/meltblown products for the personal care industry (Personal Care Division).

Fibertex reported revenue of DKK 807.0 million in H1 2008, which was slightly below expectations, compared with DKK 806.5 million in H1 2007.

The anticipated revenue improvement failed to materialise, in part because the weak US dollar witnessed during the reporting period made it difficult to utilise the excess production capacity in Europe for exports to dollar-based markets.

The profit before tax for the period was DKK 31.2 million against DKK 8.8 million in H1 2007. However, the H1 2008 profit includes the recognition of an investment grant of DKK 20 million related to the establishment of the factory in Malaysia, which amount was not reflected in the original guidance.

Fibertex continues to experience high and volatile raw materials prices in Europe. In addition, the Personal Care Division's markets are suffering from a certain degree of excess capacity, because demand has not grown in line with the capacity inflow seen over the last two years.

On the other hand, the Personal Care Division is seeing substantial growth in demand in Asia, where the market has experienced more moderate raw materials prices. However, raw materials prices rose sharply in Asia towards the end of the second quarter, which will have a negative impact on the Malaysian factory's financial results until the fourth quarter when the higher prices are expected to be offset by price adjustments.

In the summer of 2007, the Technical Division launched a plan intended to restore earnings in the division, and the effects of the plan are beginning to show. Stronger sales of high-value products and the elimination of loss-making businesses combined with the implementation of cost cuts in the parent company are expected to improve future financial results.

The part of the plan that involves upgrading the production platform in Denmark and the Czech Republic is also progressing to plan. The plan involves investments totalling approximately DKK 130 million, mainly for the two production lines currently being run in, one in Denmark and the other in the Czech Republic. The two lines have a promising technological

potential, and both are expected to commence commercial production as planned by the end of the third quarter.

However, 2008 will be a year of transition for the Technical Division, and the full effects of the efficiency-improvement plan are not expected to be achieved until in 2009.

Both divisions hold a strong market position and Fibertex has a competitive platform in both Europe and Asia that will be further optimised and restructured with a view to achieving a satisfactory return going forward.

From the beginning of 2008, Fibertex anticipated a year of challenging raw materials prices and exchange rate developments. Recent developments in raw materials prices in Asia have made market conditions even more difficult for a part of 2008, reducing the full-year profit forecast, but the recognition of the investment grant in Malaysia will more than offset this effect.

In addition, the company has generally strengthened its position through its dedicated efforts towards ensuring good capacity utilisation, strong efficiency and careful spending.

Against this background, Fibertex maintains its full-year 2008 forecast of revenue of approximately DKK 1.7 billion and raises its forecast for profit before tax to the DKK 40-50 million range from the previous guidance of about DKK 30 million.

	Q2 2008	Q2 2007	H1 2008	H1 2007
Revenue	399	414	807	807
- Technical Division	135	157	282	310
- Denmark	85	104	181	212
- Czech Republic	50	53	101	98
- Personal Care	264	257	525	497
- Denmark	163	156	332	304
- Malaysia	101	101	193	193





# FIBERTEX

Amounts in DKK million

JANUARY 1 – JUNE 30

	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>INCOME STATEMENT</b>				
<b>REVENUE</b>	<b>399.0</b>	<b>413.6</b>	<b>807.0</b>	<b>806.5</b>
<b>GROSS PROFIT</b>	59.8	65.8	124.4	134.6
<b>EBITDA</b>	<b>56.2</b>	<b>48.4</b>	<b>108.4</b>	<b>100.0</b>
Depreciation	32.7	36.1	66.9	70.7
<b>EBIT</b>	<b>23.5</b>	<b>12.3</b>	<b>41.5</b>	<b>29.3</b>
Financial items, net	1.9	(9.3)	(10.3)	(20.5)
<b>PROFIT BEFORE TAX (EBT)</b>	<b>25.4</b>	<b>3.0</b>	<b>31.2</b>	<b>8.8</b>
Tax for the period	(11.0)	8.1	(11.2)	7.4
<b>PROFIT FOR THE PERIOD</b>	<b>14.4</b>	<b>11.1</b>	<b>20.0</b>	<b>16.2</b>
Cash flow from operating activities	44.6	6.4	80.6	17.9
Cash flow from investing activities	(58.4)	6.8	(96.7)	(137.1)
Cash flow from financing activities	17.1	(15.4)	22.7	115.3
<b>BALANCE SHEET</b>				
Intangible assets	31.0	27.4	31.0	27.4
Property, plant and equipment	1,162.2	1,156.1	1,162.2	1,156.1
Other non-current assets	75.1	0.0	75.1	0.0
Cash and cash equivalents	13.5	6.7	13.5	6.7
Other current assets	547.9	511.9	547.9	511.9
<b>TOTAL ASSETS</b>	<b>1,829.7</b>	<b>1,702.1</b>	<b>1,829.7</b>	<b>1,702.1</b>
Equity	525.1	527.8	525.1	527.8
Interest-bearing debt	980.6	956.0	980.6	956.0
Other creditors	324.0	218.3	324.0	218.3
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,829.7</b>	<b>1,702.1</b>	<b>1,829.7</b>	<b>1,702.1</b>
Schouw & Co.'s share of equity	525.1	527.8	525.1	527.8
Average number of employees	776	809	783	801
<b>FINANCIAL KEY FIGURES</b>				
EBITDA ratio	14.1%	11.7%	13.4%	12.4%
EBIT ratio	5.9%	3.0%	5.1%	3.6%
ROIC (annualised over the latest 12 months.)	4.1%	3.4%	4.1%	3.4%

## GRENE

## WHOLLY OWNED

Grene is a leading supplier of spare parts and accessories for the agricultural sector, and of hydraulics, technical articles, electrical products and services for industry.

The H1 2008 financial results are the best in company history.

All three core business areas, Agro, Hydraulics and Industry, reported strong revenue improvements during the first half-year.

The overall revenue improved by 14.6% to DKK 922.8 million in H1 2008 from DKK 805.0 million in H1 2007. The improvement was mainly attributable to Hydra-Grene, Grene Poland and Chr. C. Grene, but the other Grene businesses also reported improvements. Included in the DKK 117.8 million revenue improvement was approximately DKK 25 million from favourable exchange rate developments, especially in PLZ/DKK.

The profit before tax improved from DKK 60.6 million in H1 2007 to DKK 79.1 million in H1 2008, as particularly Hydra-Grene and Chr. C. Grene as well as the Grene businesses in Poland, Sweden and Norway reported very satisfactory performances.

In the Agro sector, Grene is experiencing strong business activity in both traditional and emerging markets in Eastern and Central Europe.

In the first half-year, Grene and its longstanding Dutch business partner Kramp Groep set up business operations in Russia and began construction of a 6,800 m<sup>2</sup> warehouse and office facilities some 50 kilometres south of Moscow, which are expected to be operational in the summer of 2009.

Grene expects to continue developing the promising emerging markets of Eastern and Central Europe, and these operations are expected to incur financial losses during the next few years.

In Denmark, Grene has begun to add a 3,000 m<sup>2</sup> warehouse to the Chr. C. Grene central warehouse in Skjern. The facility is expected to be operational in the summer of 2009.

Hydra-Grene continues the very strong performance in the hydraulics business, and has begun to extend its production facilities by constructing a 2,600 m<sup>2</sup> production facility at Skjern in order to build up sufficient production capacity to match the international expansion of its major clients.

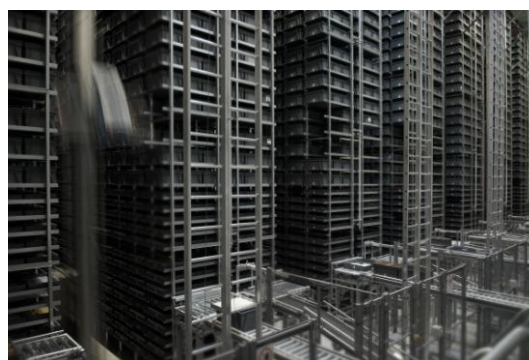
Grene is reporting good activity in the Industry sector, and overall developments are considered to be positive, not least in light of the drop in expectations for some of the industry segments seen at the beginning of the year.

Concurrently with its direct marketing initiatives, Grene is working to develop its organisation and infrastructure, especially in IT.

Overall, Grene is so well positioned in all three business areas that very satisfactory results are expected for 2008 in spite of a number of market challenges.

Grene now expects to generate full-year 2008 revenue of approximately DKK 1.8 billion, against the previous forecast of DKK 1.7 billion, and a profit before tax of around DKK 140 million against the previous forecast of DKK 130 million.

	Q2 2008	Q2 2007	H1 2008	H1 2007
Revenue	505	420	923	805
- Agro	259	223	460	410
- Hydraulics	144	111	271	223
- Industry	102	86	192	172



	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>INCOME STATEMENT</b>				
<b>REVENUE</b>	<b>505.0</b>	<b>420.2</b>	<b>922.8</b>	<b>805.0</b>
<b>GROSS PROFIT</b>	164.7	135.6	300.7	258.7
<b>EBITDA</b>	<b>76.4</b>	<b>42.2</b>	<b>123.0</b>	<b>83.5</b>
Depreciation	18.6	8.0	30.8	15.4
<b>EBIT</b>	<b>57.8</b>	<b>34.2</b>	<b>92.2</b>	<b>68.1</b>
Share of profit from ass. companies	0.0	0.0	0.0	0.0
Financial items, net	(7.1)	(4.0)	(13.1)	(7.5)
<b>PROFIT BEFORE TAX (EBT)</b>	<b>50.7</b>	<b>30.2</b>	<b>79.1</b>	<b>60.6</b>
Tax for the period	(12.5)	(4.6)	(19.7)	(13.2)
<b>PROFIT FOR THE PERIOD</b>	<b>38.2</b>	<b>25.6</b>	<b>59.4</b>	<b>47.4</b>
Cash flow from operating activities	(14.2)	(9.9)	(30.8)	(13.6)
Cash flow from investing activities	(28.6)	(27.1)	(56.4)	(53.6)
Cash flow from financing activities	45.2	27.7	90.3	59.9
<b>BALANCE SHEET</b>				
Intangible assets	19.5	21.8	19.5	21.8
Property, plant and equipment	390.7	337.6	390.7	337.6
Other non-current assets	1.5	2.4	1.5	2.4
Cash and cash equivalents	9.1	8.3	9.1	8.3
Other current assets	937.9	729.2	937.9	729.2
<b>TOTAL ASSETS</b>	<b>1,358.7</b>	<b>1,099.3</b>	<b>1,358.7</b>	<b>1,099.3</b>
Equity	452.2	381.2	452.2	381.2
Interest-bearing debt	643.4	492.5	643.4	492.5
Other creditors	263.1	225.6	263.1	225.6
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,358.7</b>	<b>1,099.3</b>	<b>1,358.7</b>	<b>1,099.3</b>
Schouw & Co.'s share of equity	448.1	377.0	448.1	377.0
Average number of employees	1,100	1,032	1,090	989
<b>FINANCIAL KEY FIGURES</b>				
EBITDA ratio	15.1%	10.0%	13.3%	10.4%
EBIT ratio	11.4%	8.1%	10.0%	8.5%
ROIC (annualised over the latest 12 months.)	17.4%	17.8%	17.4%	17.8%

Martin is the world's leading manufacturer of computer-controlled effect lighting for the entertainment industry and experience economy and a major manufacturer of smoke machines.

Martin generated H1 2008 revenue of DKK 558.7 million compared with DKK 594.3 million in H1 2007. The fall was due to lower settlement exchange rates on invoicing currencies and lost revenue resulting from the divestment of the business unit Martin Security Smoke. In other words, the underlying operations were in line with the H1 2007 level, which was at a record-high and marked a very strong improvement relative to the previous year.

Activities in 2008 began at a high level of activity, with sales including the final shipment of products for the Olympics in Beijing, where Martin products were used for the opening and closing ceremonies. On the other hand, the latter part of the reporting period was characterised by weaker demand, fewer project completions and delayed product launches, particularly of the MAC III, Martin's most powerful Moving Head product for the professional market to date. The MAC III is now expected to be ready for the market in the fourth quarter of 2008.

The delay of the MAC III will also have a negative impact on Q3 2008 sales, but on the other hand Martin is generating very satisfactory sales of its new LED products. The two LED products launched in 2007 have already become industry standards, and the launch of two more LED products in August 2008 is expected to partly offset the effects of the MAC III delay.

Profit before tax was DKK 35.7 million in H1 2008 against DKK 39.1 million in H1 2007. The first-half profit had been expected to decline somewhat at the beginning of the year.

However, the H1 2008 profit includes a DKK 21.4 million profit from the sale of the subsidiary Martin Security Smoke in March 2008. Adjusted for this transaction, the decline has proved to be larger than expected, mainly as a result of the drop in exchange rates against Danish kroner.

Overall, Martin is expected to generate 2008 revenue of approximately DKK 1.2 billion.

The company lowers the full-year profit target to close to DKK 70 million before tax. A positive market reaction to the major product launches planned for the third and fourth quarters of 2008 is absolutely essential for achieving this target. This applies especially to the market's response to the MAC III and a new, revolutionising, flexible outdoor wall-hanging light product, both of which offer a substantial potential.

Achieving this profit target will also be subject to the USD/DKK exchange rate, as a significant part of the sales improvements is expected to derive from the US market.

Accordingly, the overall full-year profit forecast is subject to significant uncertainty.



	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>INCOME STATEMENT</b>				
<b>REVENUE</b>	<b>280.3</b>	<b>319.8</b>	<b>558.7</b>	<b>594.3</b>
<b>GROSS PROFIT</b>	82.3	104.3	159.0	179.9
<b>EBITDA</b>	<b>31.8</b>	<b>50.1</b>	<b>50.4</b>	<b>78.4</b>
Depreciation	12.3	13.7	23.9	26.9
<b>EBIT</b>	<b>19.5</b>	<b>36.4</b>	<b>26.5</b>	<b>51.5</b>
Share of profit from ass. companies	0.6	(0.3)	0.8	(0.3)
Financial items, net	(7.2)	(6.1)	(13.0)	(12.1)
Profit from divestments	0.0	0.0	21.4	0.0
<b>PROFIT BEFORE TAX (EBT)</b>	<b>12.9</b>	<b>30.0</b>	<b>35.7</b>	<b>39.1</b>
Tax for the period	(5.4)	(8.4)	(5.8)	(11.0)
<b>PROFIT FOR THE PERIOD</b>	<b>7.5</b>	<b>21.6</b>	<b>29.9</b>	<b>28.1</b>
Cash flow from operating activities	(10.3)	30.0	(24.6)	46.6
Cash flow from investing activities	(25.9)	(32.0)	(27.2)	(41.0)
Cash flow from financing activities	45.8	1.2	67.5	(15.6)
<b>BALANCE SHEET</b>				
Intangible assets	137.3	94.1	137.3	94.1
Property, plant and equipment	210.7	214.1	210.7	214.1
Other non-current assets	47.6	44.7	47.6	44.7
Cash and cash equivalents	23.6	8.8	23.6	8.8
Other current assets	710.8	633.7	710.8	633.7
<b>TOTAL ASSETS</b>	<b>1,130.0</b>	<b>995.4</b>	<b>1,130.0</b>	<b>995.4</b>
Equity	282.4	244.0	282.4	244.0
Interest-bearing debt	610.5	509.6	610.5	509.6
Other creditors	237.1	241.8	237.1	241.8
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,130.0</b>	<b>995.4</b>	<b>1,130.0</b>	<b>995.4</b>
Schouw & Co.'s share of equity	274.7	236.5	274.7	236.5
Average number of employees	1,168	1,110	1,159	1,087
<b>FINANCIAL KEY FIGURES</b>				
EBITDA ratio	11.3%	15.7%	9.0%	13.2%
EBIT ratio	7.0%	11.4%	4.7%	8.7%
ROIC (annualised over the latest 12 months.)	10.7%	12.6%	10.7%	12.6%

Xergi is a leading supplier of turnkey energy systems, including biogas and organic fertiliser separation systems.

Xergi is owned on a fifty/fifty basis by Schouw & Co. and Dalgasgroup (Hedeselskabet) and is recognised in the consolidated financial statements on a pro rata basis.

Xergi generated moderate H1 2008 revenue of DKK 33.3 million compared with DKK 90.9 million in H1 2007.

The H1 2008 revenue fell short of expectations, and the shortfall was attributable to postponed revenue on existing orders, which have subsequently been started, and a delay in the order inflow, mainly in the UK market. The company believes that the developments mainly involve a time lag from the first to the second half-year, but there is a possibility that the situation could cause part of the expected revenue to be postponed until 2009.

In the US market, where Xergi operates through a licence partner, construction has now begun on three major projects that had also been postponed.

Xergi posted a loss before tax of DKK 9.2 million in H1 2008 against a profit of DKK 0.4 million in H1 2007, which is a logical consequence of the revenue time lag.

In the first quarter of 2008, Xergi introduced ManuPower, a biogas concept based exclusively on livestock manure with no industrial waste or energy crops added, something which all other biogas plants require. The agreement Xergi signed with Novozymes as early as in June 2007 for the development of micro-organisms, which can contribute to an optimisation of the biogas production processes, is expected to support the concept in the longer term.

Xergi has previously expressed an interest in developing or acquiring other technologies that may support the concept. For example, the company recently acquired co-ownership of patent rights to a pre-treatment process of

biomass for biogas plants, giving it exclusive rights in a number of European countries. When combined with Xergi's existing technology, the acquired technology, which facilitates an increase in gas yield from livestock manure by more than 20%, will make the company a more competitive player in the market.

Xergi will remain in a development phase both in 2008 and over the next few years and will have to continue working the markets and pursuing product development, regardless of the possibility that sales opportunities may fluctuate in individual markets over a short term horizon.

The project-driven nature of the company's business entails a risk of substantial fluctuations in revenue and earnings, but Xergi seeks to achieve a certain degree of risk diversification by working several different markets in Europe.

Xergi continues its other activities concurrently with these projects, including the long-standing partnership with Woking Borough Council in the UK, which enables the company to retain its skills and know-how in areas that also relate to biogas.

To sum up, Xergi lowers the 2008 forecast to revenue in the DKK 100-150 million range, and still with a loss of up to DKK 10 million.



	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>INCOME STATEMENT</b>				
<b>REVENUE</b>	<b>16.8</b>	<b>48.4</b>	<b>33.3</b>	<b>90.9</b>
<b>GROSS PROFIT</b>	1.6	2.8	2.4	7.8
<b>EBITDA</b>	<b>(3.6)</b>	<b>(0.9)</b>	<b>(8.0)</b>	<b>0.6</b>
Depreciation	0.6	0.4	1.1	0.9
<b>EBIT</b>	<b>(4.2)</b>	<b>(1.3)</b>	<b>(9.1)</b>	<b>(0.3)</b>
Share of profit from ass. companies	0.0	0.0	0.0	0.0
Financial items, net	0.5	0.5	(0.1)	0.7
<b>PROFIT BEFORE TAX (EBT)</b>	<b>(3.7)</b>	<b>(0.8)</b>	<b>(9.2)</b>	<b>0.4</b>
Tax for the period	1.0	(0.8)	2.5	(0.8)
<b>PROFIT FOR THE PERIOD</b>	<b>(2.7)</b>	<b>(1.6)</b>	<b>(6.7)</b>	<b>(0.4)</b>
Cash flow from operating activities	3.1	(6.3)	5.4	(8.4)
Cash flow from investing activities	0.0	(2.6)	0.0	0.3
Cash flow from financing activities	(2.2)	0.0	(8.6)	(20.0)
<b>BALANCE SHEET</b>				
Intangible assets	8.5	7.1	8.5	7.1
Property, plant and equipment	4.5	4.4	4.5	4.4
Other non-current assets	12.9	7.6	12.9	7.6
Cash and cash equivalents	24.6	15.5	24.6	15.5
Other current assets	38.4	117.8	38.4	117.8
<b>TOTAL ASSETS</b>	<b>88.9</b>	<b>152.4</b>	<b>88.9</b>	<b>152.4</b>
Equity	36.6	48.3	36.6	48.3
Interest-bearing debt	16.4	0.0	16.4	0.0
Other creditors	35.9	104.1	35.9	104.1
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>88.9</b>	<b>152.4</b>	<b>88.9</b>	<b>152.4</b>
Schouw & Co.'s share of equity	18.2	24.1	18.2	24.1
Average number of employees	70	69	70	68
<b>FINANCIAL KEY FIGURES</b>				
EBITDA ratio	-21.4%	-1.9%	-24.0%	0.7%
EBIT ratio	-25.0%	-2.7%	-27.3%	-0.3%
ROIC (annualised over the latest 12 months.)	neg.	35.5%	neg.	35.5%

# CONSOLIDATED INCOME STATEMENT

Amounts in DKK million

JANUARY 1 – JUNE 30

Note	Q2 2008	Q2 2007	YTD 2008	YTD 2007
1 <b>REVENUE</b>	2,421.4	1,966.3	4,339.0	3,684.5
Cost of sales	(1,953.6)	(1,550.0)	(3,510.5)	(2,930.7)
<b>GROSS PROFIT</b>	467.8	416.3	828.5	753.8
Other operating income	17.0	0.7	17.9	1.0
Distribution costs	(255.7)	(225.6)	(493.7)	(428.9)
2 Administrative expenses	(99.6)	(92.6)	(201.8)	(184.8)
Other operation expenses	(0.7)	0.1	(0.9)	0.0
<b>OPERATION PROFIT</b>	128.8	98.9	150.0	141.1
Income from investments in associates after tax	(0.1)	(0.5)	0.8	(0.2)
Profit from divestment of equity investments	0.0	0.0	21.4	0.0
Financial income	395.1	250.9	437.1	596.4
Financial expenses	92.6	(39.8)	(115.7)	(77.5)
<b>PROFIT BEFORE TAX</b>	616.4	309.5	493.6	659.8
Tax on profit for the period	(30.0)	(10.6)	(21.1)	(15.2)
<b>PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS</b>	586.4	298.9	472.5	644.6
Profit for the period from discontinued operations	(0.9)	1.0	(14.2)	(4.0)
<b>PROFIT FOR THE PERIOD</b>	585.5	299.9	458.3	640.6
<b>ATTRIBUTABLE TO</b>				
Shareholders of Schouw & Co.	585.2	296.2	469.6	644.1
Minority interests	0.3	3.7	(11.3)	(3.5)
	585.5	299.9	458.3	640.6
3 Earnings per share (DKK)	24.75	12.63	20.02	27.51
3 Diluted earnings per share (DKK)	24.75	12.59	20.02	27.43
3 Earnings per share from continuing operations (DKK)	24.77	12.62	20.24	27.64
3 Diluted Earnings per share from continuing operations (DKK)	24.77	12.58	20.24	27.56
<b>RECOGNISED COMPREHENSIVE INCOME FOR THE GROUP</b>				
Exchange rate adjustment of foreign subsidiaries ect.	16.6	1.1	(17.5)	1.2
Value adjustment of hedging instruments recognised during the period	(7.6)	3.2	(17.8)	0.7
Value adjustment of securities available for sale	0.0	0.0	(37.5)	0.0
Tax on items taken directly to equity	2.0	0.0	2.0	0.0
Net income recognised directly in equity	11.0	4.3	(70.8)	1.9
Profit for the period	585.5	299.9	458.3	640.6
<b>TOTAL RECOGNISED COMPREHENSIVE INCOME</b>	596.5	304.2	387.5	642.5
<b>ATTRIBUTABLE TO</b>				
Shareholders of Schouw & Co.	593.5	295.6	417.6	641.0
Minority interests	3.0	8.6	(30.1)	1.5
	596.5	304.2	387.5	642.5



## CONSOLIDATED BALANCE SHEET

Amounts in DKK million

Note	AT JUN. 30. 2008	AT DEC. 31, 2007	AT JUN. 30, 2007	AT DEC. 31, 2006
<b>ASSETS</b>				
<b>NON-CURRENT ASSETS</b>				
<b>INTANGIBLE ASSETS</b>				
Goodwill	1,105.5	502.5	502.6	502.3
Patents and licences	0.9	1.0	1.1	1.5
Completed development projects	55.8	55.6	62.5	52.4
Development projects in progress	68.8	49.7	17.6	17.4
	<b>1,231.0</b>	<b>608.8</b>	<b>583.8</b>	<b>573.6</b>
<b>PROPERTY, PLANT AND EQUIPMENT</b>				
Land and buildings	1,211.2	1,154.8	1,126.6	1,120.3
Leasehold improvements	5.0	5.7	4.8	5.5
Plant and machinery	1,248.8	1,230.4	1,156.8	1,219.3
Rental equipment	0.7	1.0	1.5	3.4
Other fixtures, tools and equipment	109.5	96.2	74.3	74.4
Assets under construction, etc.	209.2	76.4	230.6	149.7
	<b>2,784.4</b>	<b>2,564.5</b>	<b>2,594.6</b>	<b>2,572.6</b>
<b>OTHER NON-CURRENT ASSETS</b>				
Equity investments in associates	102.0	67.8	70.6	288.9
4 Securities	2,765.3	2,668.3	1,753.8	1,177.5
Deferred tax	89.3	33.2	122.2	115.6
Receivables	107.7	24.4	70.2	26.4
	<b>3,064.3</b>	<b>2,793.7</b>	<b>2,016.8</b>	<b>1,608.4</b>
	<b>TOTAL NON-CURRENT ASSETS</b>	<b>7,079.7</b>	<b>5,967.0</b>	<b>5,195.2</b>
<b>CURRENT ASSETS</b>				
Inventories	1,868.6	1,415.1	1,405.9	1,208.9
Receivables	2,023.1	1,392.0	1,470.4	1,310.8
Construction contracts	5.6	0.7	37.5	21.1
Prepayments	14.4	17.2	15.0	15.2
4 Securities	2.0	45.8	0.0	0.0
Cash and cash equivalents	160.9	227.1	75.0	155.2
	<b>4,074.6</b>	<b>3,097.9</b>	<b>3,003.8</b>	<b>2,711.2</b>
10 Assets held for sale	1,225.0	1,251.5	1,114.7	0.0
	<b>TOTAL ASSETS</b>	<b>12,379.3</b>	<b>10,316.4</b>	<b>9,313.7</b>
		<b>7,465.8</b>		

## CONSOLIDATED BALANCE SHEET

Amounts in DKK million

Note	AT JUN. 30. 2008	AT DEC. 31, 2007	AT JUN. 30, 2007	AT DEC. 31, 2006	
<b>LIABILITIES AND EQUITY</b>					
5	<b>EQUITY</b>				
	Share capital	280.0	124.7	124.7	124.7
	Hedge transaction reserve	(18.3)	(5.6)	(3.0)	(5.6)
	Exchange adjustment reserve	(21.2)	(7.7)	7.7	13.4
	Fair value adjustment reserve	0.0	25.8	0.0	0.0
	Retained earnings	5,701.5	4,760.4	3,888.6	3,253.3
	Proposed dividend	0.0	74.8	0.0	74.8
	Share of equity attributable to the parent company	5,942.0	4,972.4	4,018.0	3,460.6
	Minority interests	269.7	669.1	593.1	380.8
	<b>TOTAL EQUITY</b>	<b>6,211.7</b>	<b>5,641.5</b>	<b>4,611.1</b>	<b>3,841.4</b>
	<b>LIABILITIES</b>				
	<b>LONG-TERM LIABILITIES</b>				
	Deferred tax	212.7	148.9	149.9	168.3
	Pensions and similar liabilities	21.4	21.6	22.0	47.9
	Provisions	13.9	14.0	32.5	15.9
	Credit institutions	1,806.0	1,267.6	1,261.9	1,341.9
	Other liabilities	5.8	3.3	3.3	6.2
	Accruals and deferred income	46.6	0.0	0.0	0.0
		2,106.4	1,455.4	1,469.6	1,580.2
	<b>SHORT-TERM LIABILITIES</b>				
	Short-term portion of long-term debt	150.8	181.7	176.6	361.2
	Credit institutions	1,847.9	1,419.1	1,368.3	523.7
	Construction contracts	8.6	6.6	0.0	0.0
	Trade payables and other payables	1,420.4	958.0	1,089.1	1,062.6
	Income tax	23.9	23.6	35.4	79.8
	Provisions	16.7	22.4	9.6	10.3
	Accruals and deferred income	20.9	6.6	14.6	6.6
		3,489.2	2,618.0	2,693.6	2,044.2
	<b>TOTAL LIABILITIES</b>	<b>5,595.6</b>	<b>4,073.4</b>	<b>4,163.2</b>	<b>3,624.4</b>
10	Liabilities associated with assets classified as held for sale	572.0	601.5	539.4	0.0
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>12,379.3</b>	<b>10,316.4</b>	<b>9,313.7</b>	<b>7,465.8</b>
11	Notes without reference				

# CONSOLIDATED CASH FLOW STATEMENT

Amounts in DKK million

JANUARY 1 – JUNE 30

Note	Q2 2008	Q2 2007	YTD 2008	YTD 2007
<b>PROFIT BEFORE TAX</b>	616.4	309.5	493.6	659.8
Adjustment for operating items of a non-cash nature, etc.				
Depreciation and impairment losses	100.7	83.3	193.7	164.0
Other operating items, net	(30.1)	5.4	(98.0)	6.9
Provisions	(5.5)	2.6	(5.6)	6.1
Income from investments in associates after tax	0.1	0.5	(0.8)	0.2
Financial income	(395.1)	(250.9)	(437.1)	(596.4)
Financial expenses	(92.6)	39.8	115.7	77.5
Cash flow before changes in working capital	193.9	190.2	261.5	318.1
Changes in working capital	(360.8)	(164.2)	(458.8)	(110.3)
Cash flow from operating activities	(166.9)	26.0	(197.3)	207.8
Interest income received	18.3	17.8	63.2	28.1
Interest expenses paid	(57.1)	(50.4)	(115.6)	(82.7)
<b>CASH FLOW FROM ORDINARY ACTIVITIES</b>	(205.7)	(6.6)	(249.7)	153.2
Income tax paid	(17.4)	(21.3)	(33.4)	(60.6)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	(223.1)	(27.9)	(283.1)	92.6
Purchase of intangible assets	(16.5)	(10.6)	(30.5)	(21.0)
Sale of intangible assets	0.0	(0.3)	0.0	0.1
Purchase of property, plant and equipment	(119.0)	(7.8)	(206.2)	(112.4)
Sale of property, plant and equipment	3.7	0.4	4.5	0.4
7 Acquisition of enterprises	(5.7)	0.0	(466.7)	(181.0)
Acquisition of minority interests in subsidiaries	0.0	0.0	0.0	(135.5)
8 Divestment of subsidiaries	0.0	0.0	13.9	0.0
Purchase of securities	(8.4)	(13.7)	(12.1)	(14.4)
Sale of securities	287.0	(6.7)	334.4	1.7
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	141.1	(38.7)	(362.7)	(462.1)
Debt financing:				
Repayment of long-term liabilities	(54.5)	(196.6)	(78.9)	(457.9)
6 Proceeds from incurring financial liabilities	26.5	0.0	570.6	0.0
Increase (repayment) of debt to credit institutions	229.8	309.3	195.6	844.6
Shareholders:				
Costs of capital increase	(1.1)	0.0	(1.1)	0.0
Dividend paid	(85.3)	(85.3)	(85.3)	(85.3)
Purchase / sale of treasury shares, net	(30.2)	2.6	(21.2)	(12.1)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	85.2	30.0	579.7	289.3
<b>CASH FLOW FROM DISCONTINUED OPERATIONS</b>	1.7	0.0	(1.5)	0.0
<b>CASH FLOWS FOR THE PERIOD</b>	4.9	(36.6)	(67.6)	(80.2)
Cash and cash equivalents at January 1	159.6	111.7	232.2	155.2
Value adjustment of cash and cash equivalents	0.0	(0.1)	(0.1)	0.0
9 <b>CASH AND CASH EQUIVALENTS AT JUNE 30</b>	164.5	75.0	164.5	75.0

# NOTES

Amounts in DKK million

Note

## 1 SEGMENT REPORTING

Activities - primary segment - YTD 2008	BioMar	Fibertex	Grene	Martin	Not allocated / eliminations	Continuing activities	Discontinui ng activities	Group
Revenue	2,026.9	807.0	922.6	558.5	24.0	4,339.0	293.6	4,632.6
Intra-group revenue	0.0	0.0	0.2	0.2	(0.4)	0.0	(120.9)	(120.9)
Revenue	2,026.9	807.0	922.8	558.7	23.6	4,339.0	172.7	4,511.7
Profit for the period	(2.2)	20.0	59.4	29.9	365.4	472.5	(14.2)	458.3
Attributable to:								
Shareholders of Schouw & Co.	1.4	20.0	59.2	28.9	365.4	474.9	(5.3)	469.6
Minority interests	(3.6)	0.0	0.2	1.0	0.0	(2.4)	(8.9)	(11.3)

Activities - primary segment - YTD 2007	BioMar	Fibertex	Grene	Martin	Not allocated / eliminations	Continuing activities	Discontinui ng activities	Group
Revenue	1,426.6	806.5	804.3	594.3	52.8	3,684.5	152.1	3,836.6
Intra-group revenue	0.0	0.0	0.7	0.0	(0.7)	0.0	(67.3)	(67.3)
Revenue	1,426.6	806.5	805.0	594.3	52.1	3,684.5	84.8	3,769.3
Profit for the period	(16.2)	16.2	47.4	28.1	569.1	644.6	(4.0)	640.6
Attributable to:								
Shareholders of Schouw & Co.	(11.2)	16.2	47.3	25.8	569.1	647.2	(3.1)	644.1
Minority interests	(5.0)	0.0	0.1	2.3	0.0	(2.6)	(0.9)	(3.5)

## 2 SHARE BASED PAYMENT

Schouw & Co. has had a share-based incentive scheme for members of the Management Board and other senior executives since 2003. The scheme was described in the 2007 Annual Report. On March 25, 2008, a resolution was made to issue and grant up to 200,000 share options on the terms set out below and which were adjusted to the bonus share issue made in April.

The members of the Management Board of Schouw & Co., President Jens Bjerg Sørensen and Vice President Peter Kjær, will be granted 24,000 and 12,000 share options, respectively. Other senior executives, including managers of subsidiaries, comprising 13 persons, will be granted up to a total of 164,000 share options.

The options are exercisable during a period of 24 months following the publication of the Schouw & Co. Group's full-year profit announcement for the 2009 financial year. Each option entitles the holder to purchase one Schouw & Co. share of DKK 10 nominal value at an exercise price equivalent to the average official closing price during the first five business days after the publication of the Schouw & Co. Group's 2007 Annual Report (DKK 192.20), plus a premium of 4% p.a. as from the date of grant.

Accordingly, the options become exercisable at a price of DKK 207.89 and can be exercised immediately after the publication of the full-year profit announcement for the 2009 financial year and at a price of DKK 224.85 on expiry of the 24-month period in which the options may be exercised.

The new options have an aggregate theoretical market value of DKK 7.6 million, calculated on the basis of the Black & Scholes model using 12-month historical volatility (29.47%) based on daily average prices, a risk-free interest rate (4.0% p.a.) and the share price (DKK 192.20) at the date of issue.

## 3 EARNINGS PER SHARE (DKK)

	Q2 2008	Q2 2007	YTD 2008	YTD 2007
Share of the profit for the period attributable to shareholders of Schouw & Co.	585.2	296.2	469.6	644.1
Of which profit for the year from continuing operations	585.8	295.8	474.9	647.2
Of which profit for the year from discontinuing operations	(0.6)	0.4	(5.3)	(3.1)
Average number of shares	24,074,835	12,470,000	18,272,418	12,470,000
Average number of treasury shares	-1,247,226	-748,565	-1,083,410	-762,797
Average number of outstanding shares	22,827,609	11,721,435	17,189,008	11,707,203
Average dilutive effect of outstanding share options	0	39,399	0	32,909
Diluted average number of outstanding shares	22,827,609	11,760,834	17,189,008	11,740,112
Earnings per share in Danish kroner of DKK 10 *	24.75	12.63	20.02	27.51
Diluted earnings per share in Danish kroner of DKK 10 *	24.75	12.59	20.02	27.43
Earnings per share in Danish kroner of DKK 10 from continuing operations *	24.77	12.62	20.24	27.64
Diluted earnings per share in Danish kroner of DKK 10 from continuing operations *	24.77	12.58	20.24	27.56

\* Key ratios per share have been adjusted to reflect the issue of bonus shares.

## NOTES

Amounts in DKK million

	AT JUN. 30, 2008	AT DEC. 31, 2007	AT JUN. 30, 2007	AT DEC. 31, 2006
Note				
<b>4 SECURITIES</b>				
Shares in Vestas Wind Systems A/S	2,726.0	2,624.9	1,732.8	1,158.1
Other securities	41.3	89.2	21.0	19.4
	<b>2,767.3</b>	<b>2,714.1</b>	<b>1,753.8</b>	<b>1,177.5</b>

### SECURITIES MEASURED AT FAIR VALUE

#### Non current assets

Cost at January 1	408.6	389.4	386.8	526.3
Reclassification	0.0	-10.4	2.2	0.0
Foreign exchange adjustment	0.0	0.4	-0.6	0.0
Additions	0.0	32.2	0.1	1.6
Disposals	-29.4	-2.9	0.0	-141.1
<b>Cost at June 30</b>	<b>379.2</b>	<b>408.7</b>	<b>388.5</b>	<b>386.8</b>
Adjustments at January 1	2,259.7	788.1	790.7	206.9
Reclassification	0.0	4.9	0.0	0.0
Foreign exchange adjustment	0.0	0.0	0.0	0.0
Disposals on divestment	-193.6	0.0	0.0	-77.9
This periods adjustments entered through the income statement	321.0	1,466.6	574.6	661.7
This periods adjustments entered through the equity	-1.0	0.0	0.0	0.0
<b>Adjustments at June 30</b>	<b>2,386.1</b>	<b>2,259.6</b>	<b>1,365.3</b>	<b>790.7</b>
<b>Carrying amount of non-current assets at end period</b>	<b>2,765.3</b>	<b>2,668.3</b>	<b>1,753.8</b>	<b>1,177.5</b>

#### Current assets

Cost at January 1	12.6	0.0	0.0	0.0
Reclassification	0.0	12.6	0.0	0.0
Foreign exchange adjustment	0.0	0.0	0.0	0.0
Additions	0.0	0.0	0.0	0.0
Disposals	-6.0	0.0	0.0	0.0
<b>Cost at June 30</b>	<b>6.6</b>	<b>12.6</b>	<b>0.0</b>	<b>0.0</b>
Adjustments at January 1	33.2	0.0	0.0	0.0
Reclassification	0.0	-4.9	0.0	0.0
Foreign exchange adjustment	0.0	-0.1	0.0	0.0
Disposals on divestment	-35.8	0.0	0.0	0.0
This periods adjustments entered through the income statement	-2.0	0.7	0.0	0.0
This periods adjustments entered through the equity	0.0	37.5	0.0	0.0
<b>Adjustments at June 30</b>	<b>-4.6</b>	<b>33.2</b>	<b>0.0</b>	<b>0.0</b>
<b>Carrying amount of current assets at end period</b>	<b>2.0</b>	<b>45.8</b>	<b>0.0</b>	<b>0.0</b>

<b>CARRYING AMOUNT AT JUNE 30</b>	<b>2,767.3</b>	<b>2,714.1</b>	<b>1,753.8</b>	<b>1,177.5</b>
-----------------------------------	----------------	----------------	----------------	----------------

At June 30, 2008, the company held 4,398,300 shares in Vestas Wind Systems recognised at a price of DKK 619.78 per share. At DKK 2,726.0 million, the fair value of the holding corresponded to the market price at June 30, 2008. The shares in Vestas Wind Systems have an initial cost of DKK 336.8 million.

Management continuously monitors the fair value of the securities portfolio.

The holding is classified as a holding measured at fair value and for which value adjustments are recognised in the income statement as a financial income or a financial expense. The same method of recognition was applied for the 2007 financial year.

## 5 EQUITY

### SHARE CAPITAL

At June 30, 2008, the share capital consisted of 28,000,000 shares with a nominal value of DKK 10 each. All shares rank equally.

The share capital was in april increased with 12,470,000 shares in connection with the issuance of bonus shares and 3,060,000 shares in connection with the merger of BioMar Holding A/S and Schouw & Co.

### TREASURY SHARES

	Number of		Nominal value		Cost		Percentage of share	
	30/6 2008	30/6 2007	30/6 2008	30/6 2007	30/6 2008	30/6 2007	30/6 2008	30/6 2007
January 1	928,734	777,926	9,287,340	7,779,260	216.2	119.7	7.45%	6.24%
Group employee share scheme	-16,429	-4,822	-164,290	-48,220	-2.2	-0.8	-0.13%	-0.04%
Share option programme	-120,000	-96,000	-1,200,000	-960,000	-15.0	-18.0	-0.96%	-0.77%
Bonus shares	792,345	0	7,923,450	0	0.0	0.0	0.00%	0.00%
Merger with BioMar Holding A/S	-369,048	0	-3,690,480	0	-19.6	0.0	-1.32%	0.00%
Bought	298,850	71,130	2,988,500	711,300	57.4	30.2	1.07%	0.57%
<b>June 30</b>	<b>1,514,452</b>	<b>748,234</b>	<b>15,144,520</b>	<b>7,482,340</b>	<b>236.8</b>	<b>131.1</b>	<b>5.41%</b>	<b>6.00%</b>

In the first half of 2008 Schouw & Co. has sold treasury shares for DKK 36,2 million for settlement of the Group's share option programme and employee share scheme.

Schouw & Co. has been authorised by the shareholders in general meeting to acquire up to 2,800,000 treasury shares, equal to 10.0% of the share capital. The authorisation is valid until the company's next annual general meeting, at which time a proposal will be made to renew it. The company acquires treasury shares for allocation to the Group's employee share schemes and share option programmes.

## NOTES

Amounts in DKK million

Note  
5

### EQUITY - CONTINUED

	Share capital	Hedge transaction reserve	Ex-change adjustment reserve	Fair value adjustment reserve	Retained earnings	Proposed dividend	Total	Minority interests	Total equity
Equity at april 1 2008	124.7	(13.9)	(33.8)	0.0	4,655.2	74.8	4,807.0	636.0	5,443.0
Changes in equity in Q2 2008									
Total recognised comprehensive income	0.0	(4.4)	12.6	0.0	585.3	0.0	593.5	3.0	596.5
Share-based payment	0.0	0.0	0.0	0.0	1.7	0.0	1.7	0.0	1.7
Dividend distributed	0.0	0.0	0.0	0.0	4.8	(74.8)	(70.0)	(15.3)	(85.3)
Capital increase	155.3	0.0	0.0	0.0	486.6	0.0	641.9	0.0	641.9
Addition/disposal of minority interests	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(354.0)	(354.0)
Treasury shares bought / sold	0.0	0.0	0.0	0.0	(30.2)	0.0	(30.2)	0.0	(30.2)
Other adjustment on equity	0.0	0.0	0.0	0.0	(1.9)	0.0	(1.9)	0.0	(1.9)
Changes in equity in Q2 2008	155.3	(4.4)	12.6	0.0	1,046.3	(74.8)	1,135.0	(366.3)	768.7
<b>EQUITY AT JUNE 30, 2008</b>	<b>280.0</b>	<b>(18.3)</b>	<b>(21.2)</b>	<b>0.0</b>	<b>5,701.5</b>	<b>0.0</b>	<b>5,942.0</b>	<b>269.7</b>	<b>6,211.7</b>
Equity at January 1, 2008	124.7	(5.6)	(7.7)	25.8	4,760.4	74.8	4,972.4	669.1	5,641.5
Changes in equity YTD 2008									
Total recognised comprehensive income	0.0	(12.7)	(13.5)	(25.8)	469.6	0.0	417.6	(30.1)	387.5
Share-based payment	0.0	0.0	0.0	0.0	3.2	0.0	3.2	0.0	3.2
Dividend distributed	0.0	0.0	0.0	0.0	4.8	(74.8)	(70.0)	(15.3)	(85.3)
Capital increase	155.3	0.0	0.0	0.0	486.6	0.0	641.9	0.0	641.9
Addition/disposal of minority interests	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(354.0)	(354.0)
Treasury shares bought / sold	0.0	0.0	0.0	0.0	(21.2)	0.0	(21.2)	0.0	(21.2)
Other adjustment on equity	0.0	0.0	0.0	0.0	(1.9)	0.0	(1.9)	0.0	(1.9)
Changes in equity YTD 2008	155.3	(12.7)	(13.5)	(25.8)	941.1	(74.8)	969.6	(399.4)	570.2
<b>EQUITY AT JUNE 30, 2008</b>	<b>280.0</b>	<b>(18.3)</b>	<b>(21.2)</b>	<b>0.0</b>	<b>5,701.5</b>	<b>0.0</b>	<b>5,942.0</b>	<b>269.7</b>	<b>6,211.7</b>
Equity at april 1 2007	124.7	(7.2)	12.5	0.0	3,584.8	74.8	3,789.6	657.7	4,447.3
Changes in equity in Q2 2007									
Total recognised comprehensive income	0.0	4.2	(4.8)	0.0	296.2	0.0	295.6	8.6	304.2
Share-based payment	0.0	0.0	0.0	0.0	2.2	0.0	2.2	0.0	2.2
Dividend distributed	0.0	0.0	0.0	0.0	4.5	(74.8)	(70.3)	(73.2)	(143.5)
Addition/disposal of minority interests	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasury shares bought / sold	0.0	0.0	0.0	0.0	0.9	0.0	0.9	0.0	0.9
Changes in equity in Q2 2007	0.0	4.2	(4.8)	0.0	303.8	(74.8)	228.4	(64.6)	163.8
<b>EQUITY AT JUNE 30, 2007</b>	<b>124.7</b>	<b>(3.0)</b>	<b>7.7</b>	<b>0.0</b>	<b>3,888.6</b>	<b>0.0</b>	<b>4,018.0</b>	<b>593.1</b>	<b>4,611.1</b>
Equity at January 1, 2007	124.7	(5.6)	13.4	0.0	3,253.3	74.8	3,460.6	380.8	3,841.4
Changes in equity YTD 2007									
Total recognised comprehensive income	0.0	2.6	(5.7)	0.0	644.1	0.0	641.0	1.5	642.5
Share-based payment	0.0	0.0	0.0	0.0	2.4	0.0	2.4	0.0	2.4
Dividend distributed	0.0	0.0	0.0	0.0	4.5	(74.8)	(70.3)	(73.2)	(143.5)
Addition/disposal of minority interests	0.0	0.0	0.0	0.0	(1.9)	0.0	(1.9)	284.0	282.1
Treasury shares bought / sold	0.0	0.0	0.0	0.0	(13.8)	0.0	(13.8)	0.0	(13.8)
Changes in equity YTD 2007	0.0	2.6	(5.7)	0.0	635.3	(74.8)	557.4	212.3	769.7
<b>EQUITY AT JUNE 30, 2007</b>	<b>124.7</b>	<b>(3.0)</b>	<b>7.7</b>	<b>0.0</b>	<b>3,888.6</b>	<b>0.0</b>	<b>4,018.0</b>	<b>593.1</b>	<b>4,611.1</b>

#### HEDGE TRANSACTION RESERVE

The hedge transaction reserve contains the accumulated net change in the fair value of hedging transactions that meet the criteria for hedging future cash flows and for which the hedged transaction has yet to be realised.

#### EXCHANGE ADJUSTMENT RESERVE

The exchange adjustment reserve contains all foreign exchange adjustments arising on the translation of financial statements for units that have a functional currency other than Danish kroner, foreign exchange adjustments relating to assets and liabilities representing a part of the Group's net investment in such units, as well as foreign exchange adjustments relating to hedging transactions used to hedge

#### FAIR VALUE ADJUSTMENT RESERVE

Fair value adjustment reserve includes value adjustments on securities available for sale, recognised directly in equity.

## NOTES

Amounts in DKK million

Note

### 6 CREDIT INSTITUTIONS

In the first half of 2008, agreement has been made for a debt facility of up to EUR 90 million. The facility has been used to fund BioMar's acquisition of Provimi's fish feed operations and to assume existing credit liabilities.

### 7 ACQUISITION OF SUBSIDIARIES AND BUSINESS ACTIVITIES

	YTD 2008		YTD 2007	
	Fair value at time of acquisition	Carrying amount prior to acquisition	Fair value at time of acquisition	Carrying amount prior to acquisition
Intangible assets	53.5	0.0	0.0	0.0
Property, plant and equipment	203.9	132.3	0.0	0.0
Financial assets	40.4	40.4	0.0	0.0
Inventories	72.1	70.5	0.0	0.0
Receivables	266.2	266.2	0.0	0.0
Tax asset	6.7	18.4	0.0	0.0
Cash and cash equivalents	15.9	15.9	0.0	0.0
Credit institutions	(233.2)	(233.2)	0.0	0.0
Deferred tax	(19.6)	(2.4)	0.0	0.0
Trade payables	(106.9)	(106.9)	0.0	0.0
Other liabilities	(84.3)	(83.6)	0.0	0.0
<b>NET ASSETS ACQUIRED</b>	<b>214.7</b>	<b>117.6</b>	<b>0.0</b>	<b>0.0</b>
Goodwill	270.4		0.0	
Negativ goodwill (badwill)	0.0		0.0	
<b>COST</b>	<b>485.1</b>		<b>0.0</b>	
Of which cash and cash equivalents	(15.9)		0.0	
<b>CASH COST</b>	<b>469.2</b>		<b>0.0</b>	
Share of cost not yet payed	(2.5)		0.0	
Company bought - transferred to discontinued operations	0.0		181.0	
<b>CASH COST TOTAL</b>	<b>466.7</b>		<b>181.0</b>	
			YTD 2008	YTD 2007
Identified value revisions				
Intangible assets			53.5	0.0
Property, plant and equipment			71.6	0.0
Inventories			1.6	0.0
Tax asset			(11.7)	0.0
Deferred tax			(17.2)	0.0
Other liabilities			(0.7)	0.0
Total			97.1	0.0

#### 2008

In the first quarter of 2008, BioMar acquired Provimi's fish feed operations in Chile, Denmark and Spain. In connection with the acquisition, BioMar has revalued assets and liabilities for a total of DKK 96.3 million. The total cash acquisition price for Provimi's fish feed operations was DKK 460.9 million. It should be noted that this is a preliminary figure, as the final adjustment of the purchase price will not be made until in the third quarter of 2008.

Overall, the profit from the acquired businesses is believed to have met expectations.

It is not possible to prepare an exact statement, because some of the acquired operations have already been integrated with BioMar's existing activities.

In the second quarter of 2008, Martin acquired R&D International NV, a Belgian company that specialises in the research and development of hardware and software for the lighting industry. In connection with the acquisition, Martin has revalued assets and liabilities for a total of DKK 0.8 million.

#### 2007

BioMar Norway acquired additional shares in associated company Sjøtroll Havbruk AS in 2007 for a cash consideration of DKK 181.0 million, giving BioMar a 50.91% majority interest in the company. In connection with the acquisition, BioMar announced that the entire 50.91% stake in Sjøtroll Havbruk AS is for sale and, accordingly, the company is classified as an asset held for sale.

## NOTES

Amounts in DKK million

Note

### 8 DIVESTMENT OF SUBSIDIARIES AND ACTIVITIES

Carrying amount at the time of divestment of:	YTD 2008	YTD 2007
Intangible assets	6.8	0.0
Inventories	0.8	0.0
Receivables	4.8	0.0
Cash and cash equivalents	0.8	0.0
Deferred tax	(0.9)	0.0
Trade payables	(2.1)	0.0
Other liabilities	(6.3)	0.0
<b>NET ASSETS SOLD</b>	<b>3.9</b>	<b>0.0</b>
Disposal of goodwill regarding divested companies	0.0	0.0
Gain / loss from divestment of equity investments	21.4	0.0
<b>SELLING PRICE</b>	<b>25.3</b>	<b>0.0</b>
Loan to the buying company	(10.6)	0.0
Of which cash and cash equivalents	(0.8)	0.0
<b>CASH SELLING PRICE</b>	<b>13.9</b>	<b>0.0</b>

In the first half of 2008, Martin divested its subsidiary Martin Security Smoke at a total price of DKK 25.3 million. As part of the divestment, the company has received cash proceeds of DKK 15.0 million, which amount will be reduced by cash outflows of DKK 0.8 million and acquisition costs of DKK 0.3 million, bringing the total cash acquisition price to DKK 13.9 million.

9 CASH AND CASH EQUIVALENTS	AT JUN. 30. 2008	AT DEC. 31. 2007	AT JUN. 30. 2007	AT DEC. 31. 2006
Cash and cash equivalents comprise:				
Cash	160.9	227.1	75.0	155.2
Cash classified as assets held for sale	3.6	5.1	0.0	0.0
	<b>164.5</b>	<b>232.2</b>	<b>75.0</b>	<b>155.2</b>

10 DISCONTINUING OPERATIONS AND ASSETS HELD FOR SALE	Q2 2008	Q2 2007	YTD 2008	YTD 2007
Earnings per share from discontinuing operations (DKK)	-0.02	0.01	-0.22	-0.13
Diluted Earnings per share from discontinuing operations (DKK)	-0.02	0.01	-0.22	-0.13

Discontinued activities in the Schouw group consist of the activities in Sjøtroll Havbruk AS.

### 11 RELATED PARTY TRANSACTIONS

Under Danish legislation, Givesco A/S, Svinget 24, DK-7323 Give, members of the Board of Directors, the Management Board and senior management as well as their family members are considered to be related parties. Related parties also comprise companies in which the individuals mentioned above have material interests. Pursuant to Section 31 of the Securities Trading Act, the three shareholders Givesco A/S, Direktør Svend Hornsylds Legat and Erling Eskildsen are to be considered as a single shareholder of Aktieselskabet Schouw & Co. The three shareholders hold in aggregate 42.67 % of the shares in Aktieselskabet Schouw & Co. Related parties also comprise subsidiaries and associates, in which Schouw & Co. has a controlling influence, as well as members of the Board of Directors, Management Board and senior management.

Other than as set out in note 2, there were no other related party transactions.



## STATEMENT BY THE BOARD OF DIRECTORS AND THE MANAGEMENT BOARD

---

The Board of Directors and the Management of Aktieselskabet Schouw & Co. today considered and approved the interim report for the period January 1–June 30, 2008.

The interim report, which is unaudited and has not been reviewed by the company's auditors, is presented in accordance with IAS 34 "Interim financial reporting" as adopted by the EU and additional Danish disclosure requirements for interim reports of listed companies.

In our opinion, the interim report gives a true and fair view of the Group's assets and liabilities and financial position at June 30, 2008 and of the results of the Group's operations and cash flows for the period January 1–June 30, 2008.

Furthermore, in our opinion the Management's report gives a true and fair view of developments in the activities and financial position of the Group, the results for the period and of the Group's financial position in general and describes significant risk and uncertainty factors that may affect the Group.

Aarhus, August 18, 2008

### MANAGEMENT BOARD

Jens Bjerg Sørensen  
*President*

Peter Kjær

### BOARD OF DIRECTORS

Jørn Ankær Thomsen  
*Chairman*

Erling Eskildsen  
*Deputy Chairman*

Niels K. Agner

Erling Lindahl

Kjeld Johannesen