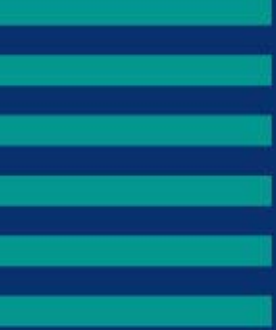


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H1 – 2007

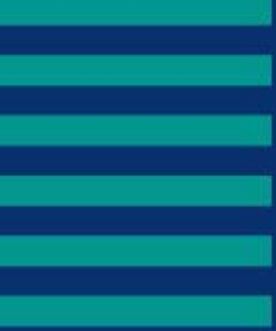
Highlights

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H1 Highlights

Sales: €729.2 million in H1 and €344.0 in Q2

EBITDA: €18.5 million in H1 and 4.3 in Q2

EBIT: €9.0 million in H1 and operating loss €0.5 million in Q2

Net profit: €2.2 million in H1 and net loss in Q2 amounting to €0.1 million



H1 Highlights contd.:

Cash generated from operations: €29.7 million.

Return on Equity: 2.5 %

Total Assets: €892.7 million

Equity Ratio: 19.8 %



Events in Q2

Icelandic Group acquired Tilapia farming and processing in China

Icelandic Group sold all its shares in VGI in April. Profit accounted for in Q2

FPI shares from CAD 7.59 at year end to CAD 14.45 in end June and are currently CAD 14.8

The Icelandic USA plant in Cambridge Maryland closed earlier than previously planned

Coldwater Seafood UK received The Grocer award for the most outstanding product in the frozen fish category – Tesco Finest Steam Fish Smoked Haddock Florentine

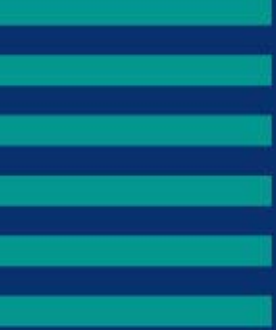


Events after the half year

Pickenpack Gelmer SAS's Managing Director, Gudmundur Stefansson, resigns his position

Torsten Krüger, former CFO of Pickenpack Hussmann & Hahn, takes over the position as Managing Director





H1 – 2007

Highlights

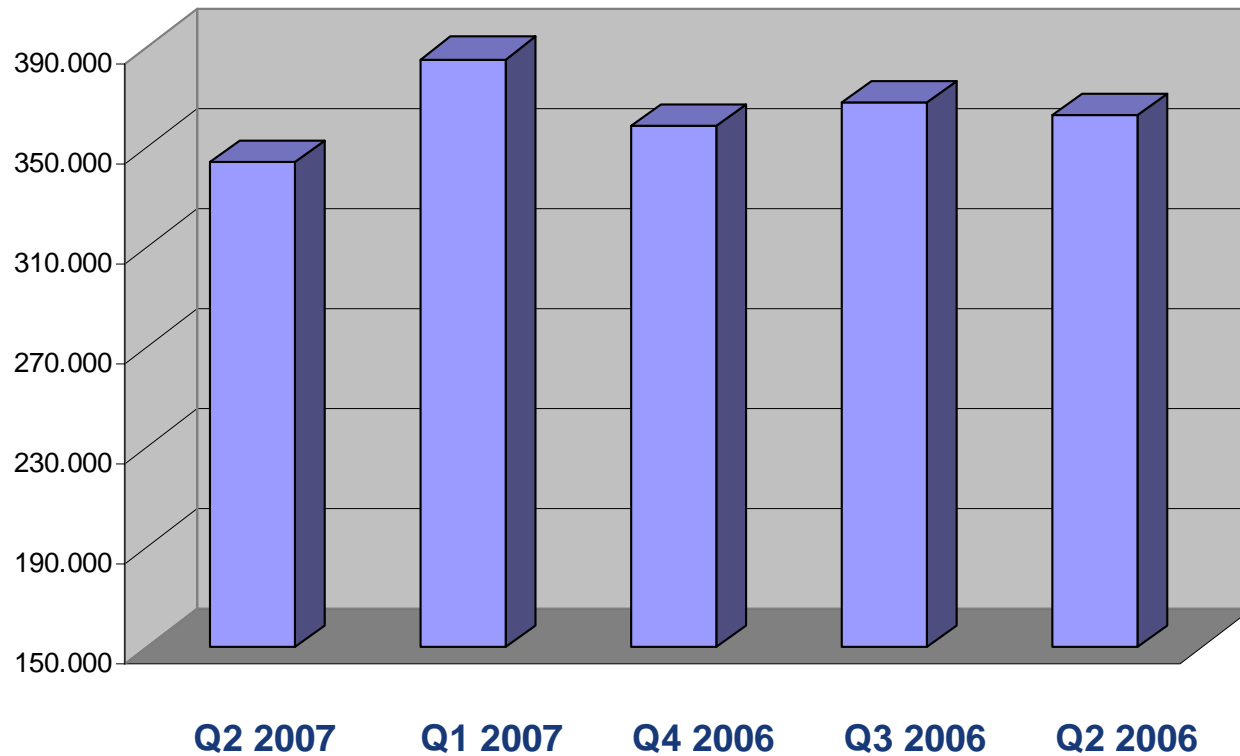
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Sales – €'000

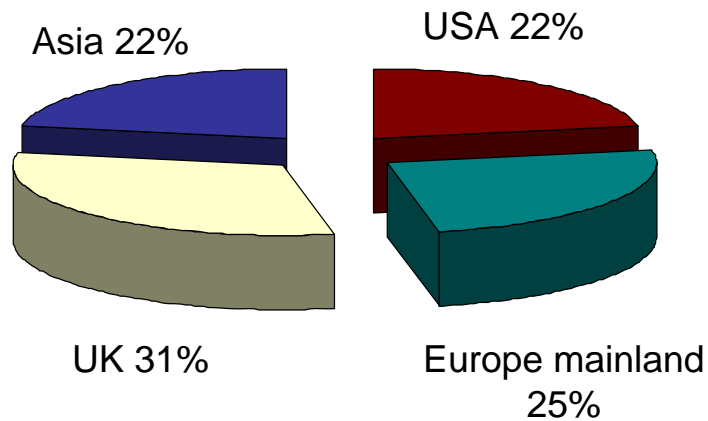


Sales by geographical segments – €'000

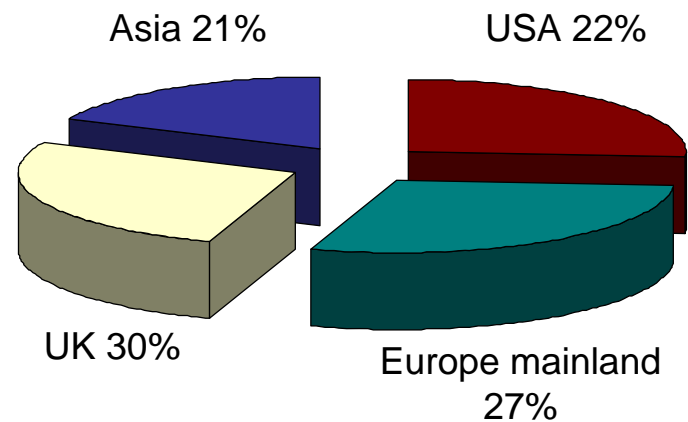
	H1 2007	H1 2006
USA	195.217	189.667
Europe without UK	218.173	228.779
UK	277.392	264.477
Asia	198.913	180.886
Total	889.695	863.809
Inter-company sales	(160.533)	(118.701)
Net sales	729.162	745.108

Sales by geographical segments

H1 2007



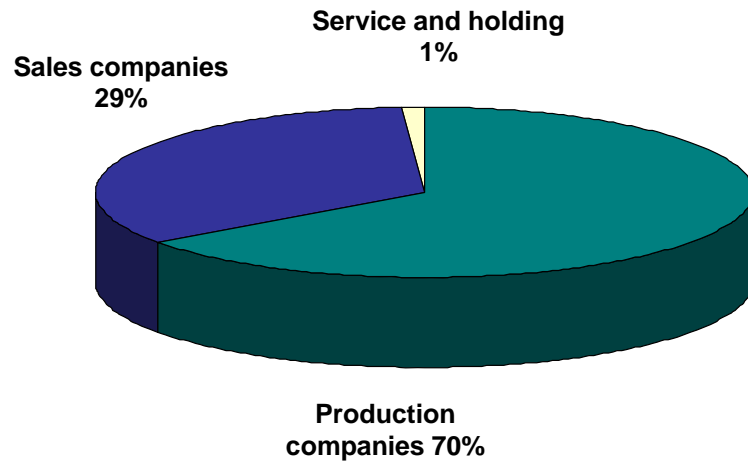
H1 2006



Sales by business segments

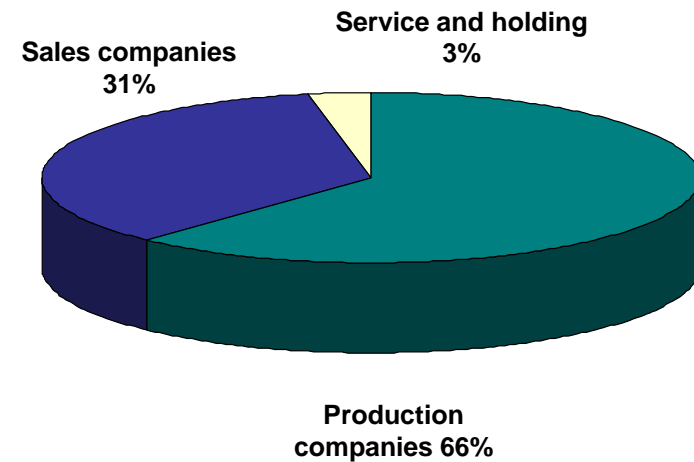
H1 2007

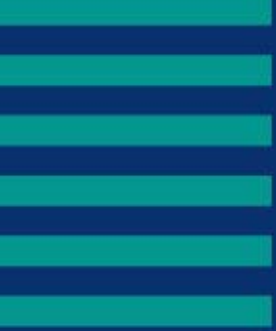
Total sales: €729 m



H1 2006

Total sales: €745 m





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United Kingdom:

Sales: € 205.2 million

The restructuring of Coldwater Seafood UK is on track. Many new products for the main retailers in the UK

The transfer of production of frozen seafood products to Pickenpack Gelmer



Operational Review

USA:

Sales: € 185.4 million – decrease of 1% (increase of 6% in local currency). Results in line with budget

The early closure of the plant in Cambridge Maryland improves operations in the future

The merger of the two plants has been according to plan and improved operation result



Operational Review

Asia:

Sjóvík Sales: €81.4 million – a decrease of 4% (4% increase in local currency). Results on budget

Icelandic Japan sales: €54.7 million – a decrease of 17 % (7% in local currency). Result above budget



Operational Review

Pickenpack:

Pickenpack H&H Sales: € 106.5 million, an increase of 11%. Results below budget due to lower sales. Very aggressive price war with other producers

Pickenpack Gelmer Sales: € 36.6 million. Results below budget due to transfer of production from Coldwater, which has been more difficult than foreseen



Operational Review

Spain:

Sales: €51.5 million

Increase of 17 %, of which 8% were organic

Results according to budget



Operational Review

France:

Sales: EUR 17.5 million

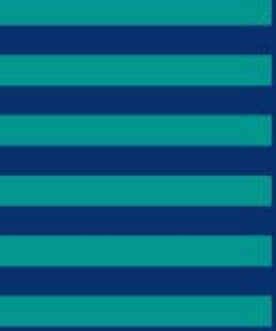
Decrease of 51 %

Results from regular operations below budget

A lot of effort put into decreasing stock, which were reduced by 49 % in H1 and by 70% since August 2006.

Closure of office in Evry in March and plans to close office in Marseille in 2007 will improve results in the future





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Income Statement – Key Figures

Income statement - key figures						
Amounts in € '000	Q2 2007	Q2 2006	Change%	1H 2007	1H 2006	Change%
Sales	344.001	362.901	-5,2%	729.162	745.108	-2,1%
Cost of goods sold	<u>(312.604)</u>	<u>(324.085)</u>	<u>-3,5%</u>	<u>(655.531)</u>	<u>(664.618)</u>	<u>-1,4%</u>
Gross margin	31.397	38.816	-19,1%	73.631	80.490	-8,5%
Other operating income	1.230	3.610	-65,9%	2.886	5.021	-42,5%
Other operating expenses ...	(33.136)	(36.363)	-8,9%	(67.470)	(73.446)	-8,1%
Share of (loss) profit of equity accounted investees.....	<u>(11)</u>	<u>136</u>		<u>(54)</u>	<u>136</u>	
EBIT	(520)	6.199	-108,4%	8.993	12.201	-26,3%
Net financial expenses	<u>(1.214)</u>	<u>(5.562)</u>	<u>-78,2%</u>	<u>(7.086)</u>	<u>(9.435)</u>	<u>-24,9%</u>
Pre-tax (loss) profit	(1.734)	637	-372,2%	1.907	2.766	-31,1%
Income tax	<u>1.650</u>	<u>648</u>	<u>154,6%</u>	<u>296</u>	<u>(467)</u>	<u>-163,4%</u>
Net (loss) earnings.....	<u>(84)</u>	<u>1.285</u>	<u>-106,5%</u>	<u>2.203</u>	<u>2.299</u>	<u>-4,2%</u>
EBITDA	4.295	10.939	-60,7%	18.465	21.388	-13,7%
EBITDA ratio.....	1,2%	3,0%		2,5%	2,9%	
Earnings per share.....	(0,0001)	0,0004		0,0008	0,0008	

Balance Sheet – Key Figures

Balance sheet - key figures			
Amounts in € '000	30.6.2007	31.12.2006	Change%
Non-current assets	415.380	407.282	2,0%
Current assets	<u>477.353</u>	<u>499.468</u>	<u>-4,4%</u>
Total assets	<u>892.733</u>	<u>906.750</u>	<u>-1,5%</u>
Equity	177.143	176.241	0,5%
Non-current liabilities	214.500	228.182	-6,0%
Current liabilities	<u>501.090</u>	<u>502.327</u>	<u>-0,2%</u>
Total equity and liabilities	<u>892.733</u>	<u>906.750</u>	<u>-1,5%</u>

Statement of Cash Flow

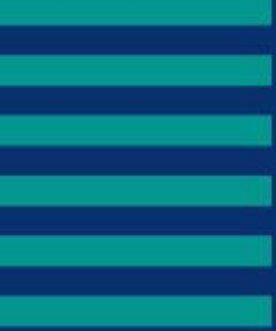
Statement of Cash flows

Amounts in € '000

	1H 2007	1H 2006	Change %
Cash generated from operations	29.660	169	17450%
Net cash from (used in) operating activities	13.738	(12.304)	212%
Net cash from (used in) investing activities	5.664	(9.494)	160%
Net cash (used in) from financing activities	(8.262)	14.025	159%
Increase (decrease) in cash and cash equivalents	11.140	(7.773)	243%

Income Statement – quarterly summary

Income statement - quarterly summary					
Amounts in € '000	2Q 2007	1Q 2007	4Q 2006	3Q 2006	2Q 2006
Sales	344.001	385.161	358.312	367.896	362.901
Cost of goods sold	<u>(312.604)</u>	<u>(342.927)</u>	<u>(326.274)</u>	<u>(323.954)</u>	<u>(324.085)</u>
Gross margin	31.397	42.234	32.038	43.942	38.816
Other operating income	1.230	1.656	2.370	3.196	3.610
Other operating expenses	(33.136)	(34.334)	(48.699)	(40.148)	(36.363)
Share of (loss) profit of equity accounted investees	<u>(11)</u>	<u>(43)</u>	<u>(184)</u>	<u>748</u>	<u>136</u>
EBIT	(520)	9.513	(14.475)	7.738	6.199
Financial expenses	<u>(1.214)</u>	<u>(5.872)</u>	<u>(7.147)</u>	<u>(7.423)</u>	<u>(5.562)</u>
Pre-tax (loss) profit	(1.734)	3.641	(21.622)	315	637
Income tax	<u>1.650</u>	<u>(1.354)</u>	<u>6.947</u>	<u>638</u>	<u>648</u>
Net (loss) earnings for the period	<u>(84)</u>	<u>2.287</u>	<u>(14.675)</u>	<u>953</u>	<u>1.285</u>
EBITDA	4.295	14.170	1.986	13.572	10.939
EBITDA ratio	1,2%	3,7%	0,6%	3,7%	3,0%



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EBITDA for second half of 2007 is projected at € 35 million

Increased focus on food and Icelandic is today well equipped to meet the market demands

Increased focus on healthy foods, in which fish plays a important role and Icelandic is well positioned to fulfill the market needs



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