

# Atorka Group – Results Q1 2007

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May 2007



## Financial highlights Q1 2007 – Parent Company



- After-tax profit ISK 3,032 million
- Total assets ISK 51,120 million
- Shareholders equity ISK 18,459 million
- Equity ratio is 36%
- Annualised return on equity 70%
- Earnings per share ISK 0,96

## Highlights in 2007



- Jarboreanir purchased 3 high tech German rigs for over ISK 6 billion to support expansion and growth in Europe with focus on Germany
- Promens completed refinancing of its subsidiary Polimoon with syndicated bank facilities from DnB NOR, Nordea and LBNord
- Atorka increased its share in InterBulk to 40% in relation with the acquisition of UTI, a leading company in containerised bulk transport in Europe
- Atorka acquired 30% stake in Clyde Process Solutions (CPS) in relation with the acquisition of MAC Equipment, a leading provider of Pneumatic Conveying systems in North America
- Renewable Energy Resources acquired 22% share in Romag, a leading producer of photovoltaic glass solutions
- Atorka decided to sell it's companies in the healthcare sector

# Income statement Q1 – Parent company

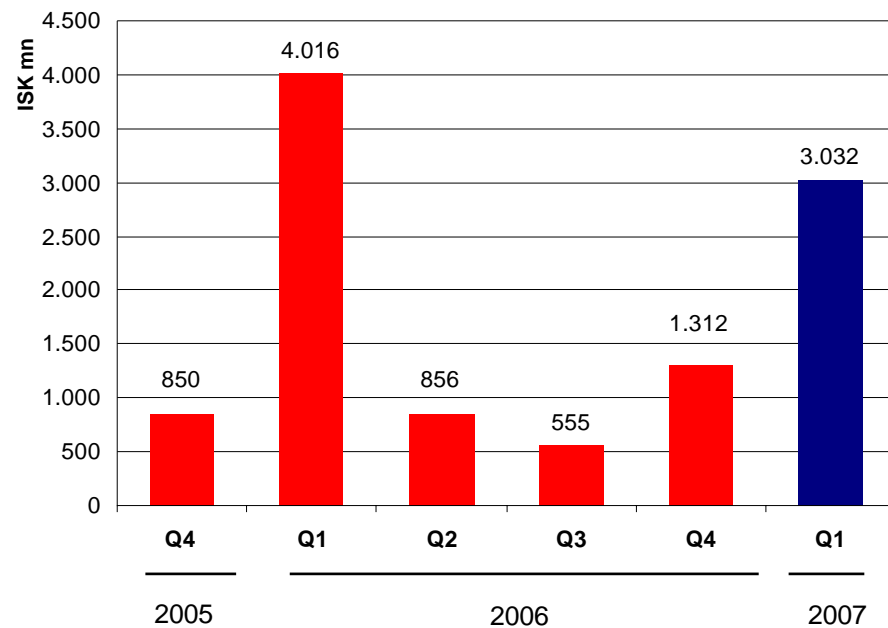


<b>Income statement (ISK millions)</b>	<b>Q1 2007</b>
Interest income and other financial income	291
Dividend income	76
Fair value changes on investments and other financial assets	4.006
Interest expenses	-967
<b>Net financial income</b>	<b>3.406</b>
Operating expenses	296
Net profit before taxes	3.110
Income tax	-78
<b>Net profit</b>	<b>3.032</b>

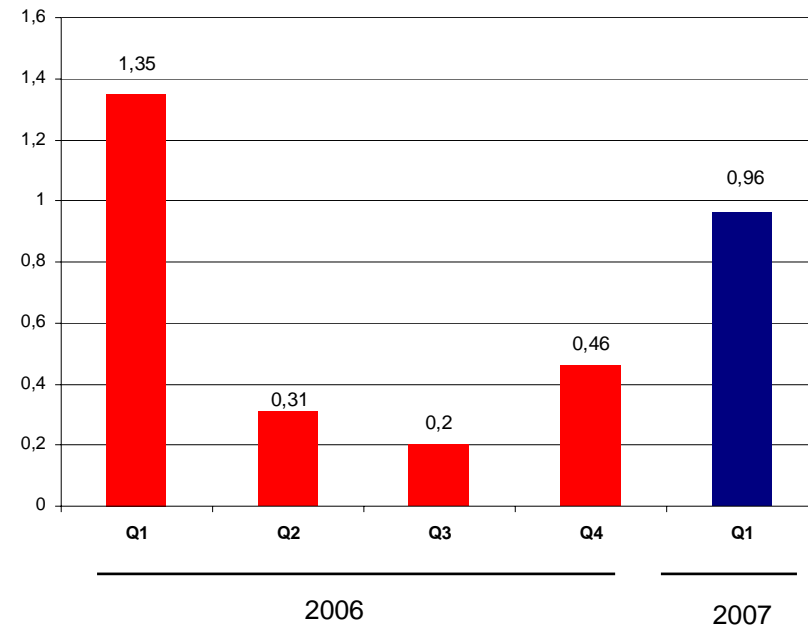
# Profit and Earnings per share



### Net profit pr quarter (ISK millions)



### Earnings per share



## Balance sheet – Parent Company



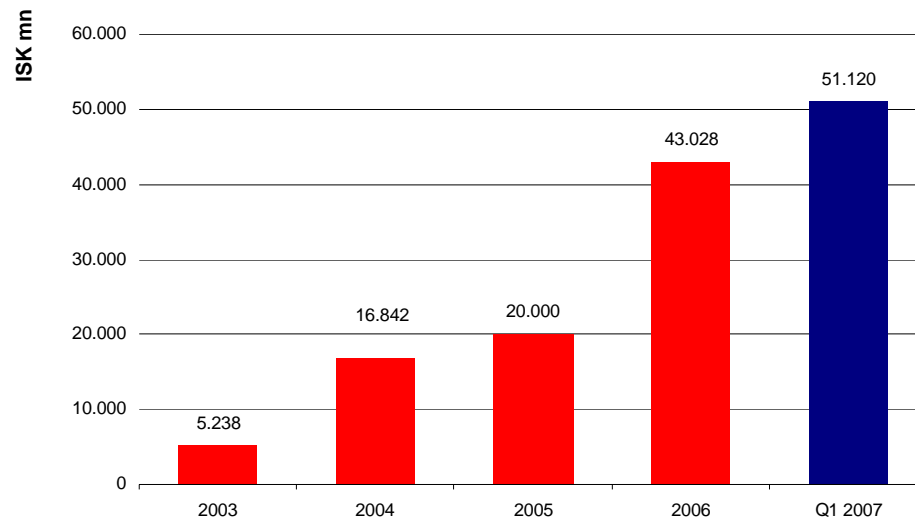
<b>Assets (ISK millions)</b>	<b>31/03/07</b>	<b>31/12/06</b>
Loans and other receivables, non-current	3.724	4.294
Loans and other receivables, current assets	1.748	741
Investment projects	39.856	33.272
Derivative financial instruments	366	0
Cash and cash equivalents	5.426	4.721
<b>Total assets</b>	<b>51.120</b>	<b>43.028</b>

<b>Equity and liabilities (ISK millions)</b>	<b>31/03/07</b>	<b>31/12/06</b>
<b>Equity</b>	<b>18.459</b>	<b>17.226</b>
Deferred tax liability	2.002	1.924
Borrowings, non current	21.627	18.854
Trade and other payables	3.615	358
Borrowings, current	5.394	4.665
Derivative financial instruments	22	0
<b>Total liability</b>	<b>32.661</b>	<b>25.802</b>

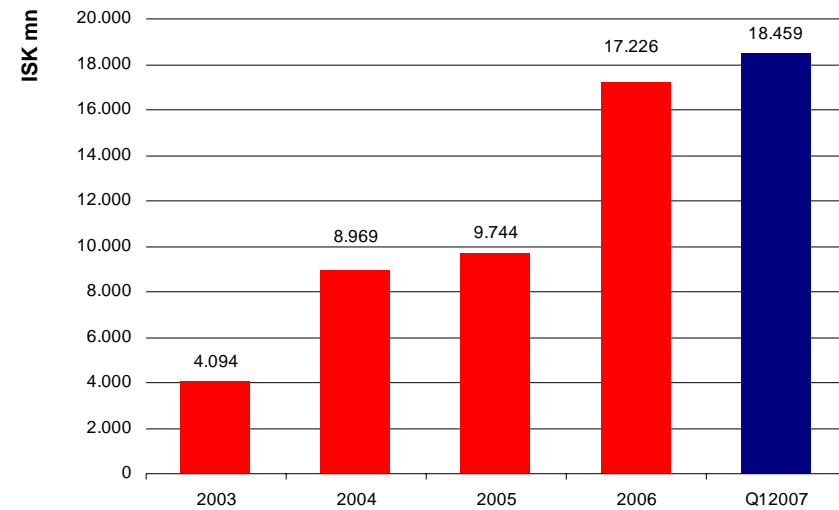
# Good performance



## Assets



## Equity



# INVESTMENT PROJECTS



# Main investments projects



## Renewable energy



## Rigid plastics



## Industrial



## Logistics



# Renewable Energy

- Renewable Energy Resources ehf (RER) is 100% owned by Atorka and focuses on investments in renewable energy
- This sector is expected to grow exponentially in the next few years
- Many governments are enforcing green policies to reduce carbon emissions
- Green energy projects will benefit from substantial governmental subsidies and tax refunds
- High oil prices will support extensive growth of other energy sources such as geothermal and solar energy
- Technology advances have made renewable energy more competitive



# Renewable Energy Resources (RER)



## Jarðboranir

- RER owns Jarðboranir 100%
- Well positioned to become a world leader in the field of geothermal drilling and exploitation of geothermal energy
- Masters unique know-how and expertise in this field
- Already a very strong market position and project pipeline in Iceland
- High potential for further growth, especially in Central Europe and USA
- Has recently purchased three German high tech rigs for over ISK 6 billion
- The first drilling projects with these new rigs will take place before the end of this year in southern Germany
- Strong financial outlook for 2007



# Renewable Energy Resources



## Enex

- An active participant in the development of geothermal projects worldwide
- Is currently engaged in projects in United States, Germany, Hungary, Slovakia and China
- RER owns 16% in Enex

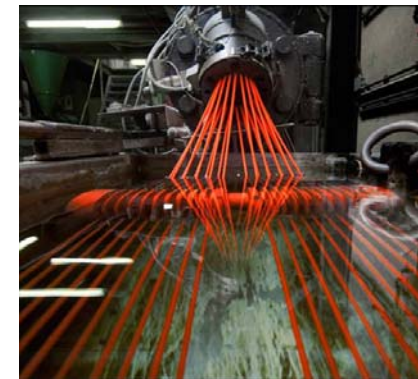


## Romag

- A world leading producer of specialised glass products and solutions
- Romag has developed photovoltaic glass which converts light into electricity. That division grew 300% last year
- Listed on the AIM market in London
- RER has been increasing its stake in Q1 and is the largest shareholder with 22% holding



- Use of plastics has increased over the years, because of several advantages it has over other materials
  - Flexibility, durability, affordability, weight
  - Recyclable, environmental friendly
  - More and more conversions to plastics from other material such as steel, glass and concrete
- High growth potential in selected segments and areas
- Currently a very fragmented market with consolidation opportunities. Buy and build
- Great potential for growth in Eastern Europe and Asia



- Promens is one of Iceland's largest industrial companies
- 61 plants in 20 countries in Europe, North America and Asia. 5.800 employees
- Focus on specific market segments in packaging, components and material handling
- Utilizing all main plastic conversion technologies: injection molding, blow molding, thermoforming and rotomolding
- Very strong and diversified blue chip customer base
- In 2007 emphasis will be on operational efficiency, internal growth and synergies
- Strong financial outlook for 2007
- Fully diluted share of Atorka is 63%
- The objective is to list the company before year end

# Logistics – Containerised bulk

- Significant trend continues toward increased containerisation and intermodal transportation for bulk products
- Growing demand for global “door-door” solutions
- Very high safety requirements for transportation of chemical products
- High barriers to entry due to solid track record requirements



- Interbulk is a global leader in specialized container logistics for the chemical industry for both liquid and dry bulk
- Atorka increased in Q1 it's stake to 40% and supported the acquisition of United Transport International
- After that acquisition Interbulk is a leading provider in Europe of dry bulk door to door logistics and number three worldwide in transportation of liquid bulk
- Interbulk is listed on the AIM market in London.
- Two representatives from Atorka have been appointed to the Board of Directors



- CPS is a world leader in the production of highly developed pneumatic conveying systems for various production processes
- These systems greatly enhance efficiency and reduce costs and pollution
- CPS recently acquired MAC Equipment which is a leading provider of pneumatic conveying systems in North America
- Strong and growing blue chip customer base
- CPS is listed on the AIM market in London
- Atorka has about 30% holding
- A representative from Atorka has been appointed to the Board of Directors

## Other Investment Projects



- Amiad is one of the global leaders in water filtration systems
- Amiad is listed on the AIM marked
- Atorka has 19% holding



- NWF is in distribution and retailing in the UK
- Listed on the AIM marked
- Atorka has 20% holding



- Pioneer in the construction of wharves and coastal areas in Iceland
- Atorka has 100% holding

- Atorka will focus on enlarging existing platforms as well as investing in new platforms that fulfill the investment strategy
- The objective is to list Promens before year end
- Atorka will put more emphasis on investments in renewable energy
- Jardboranir will focus on external growth as well as substantial organic growth
- InterBulk has huge potential for consolidation in a fragmented industry in addition to good organic growth prospects
- Atorka will support further growth of CPS
- Outlook for 2007 remains strong

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