



Iceland Seafood International hf.

Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

Iceland Seafood International hf.
Köllunarklettsvegur 2
104 Reykjavík
Iceland
TIN 611088-1329

Contents

	Page
Statement and Endorsement by the Board of Directors and the CEO	2-3
Review Report on the Condensed Consolidated Interim Financial Statements	4
Consolidated Interim Statement of Income	5
Consolidated Interim Statement of Comprehensive Income	6
Consolidated Interim Statement of Financial Position	7
Consolidated Interim Statement of Changes in Equity	8
Consolidated Interim Statement of Cash Flows	9
Notes to the Condensed Consolidated Interim Financial Statements	10-15

Company Information

Name	Iceland Seafood International hf.
TIN	611088-1329
BOD	Birna Einarsdóttir, Chairman Bergþór Baldvinsson, Board Member Halldór Leifsson, Board Member Ingunn Agnes Kro, Board Member Jakob Valgeir Flosason, Board Member
CEO	Ægir Páll Friðbertsson
Address	Köllunarklettsvegi 2 104 Reykjavík Iceland
Web	www.icelandseafood.com
Auditors	Deloitte ehf. Dalvegur 30 201 Kópavogur Iceland www.deloitte.is
Reporting currency	Euro (EUR)

Statement and Endorsement

by the Board of Directors and the CEO

Statement

It is the opinion of the Board of Directors and the CEO of Iceland Seafood International hf. (the Company), that these Condensed Consolidated Interim Financial Statements present the necessary information to evaluate the financial position of the Company at the end of June 2024 and the operating results and financial developments for the six months then ended.

The Condensed Consolidated Interim Financial Statements are prepared in accordance with the International Accounting Standard IAS 34, *Interim Financial Reporting*, and should be read in conjunction with the Company's Financial Statements for the year ended 31 December 2023.

The Condensed Consolidated Interim Financial Statements do not include all of the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to understand the changes in the Company's financial position and performance from year end 2023.

The Condensed Consolidated Interim Financial Statements are reviewed by the Company's auditors.

The Company

The Company is a holding company for a Group of subsidiaries that are leading suppliers of North Atlantic seafood, one of the largest exporters of seafood from Iceland and a key processor of high quality seafood in the Spanish and Irish markets. The Group is headquartered in Iceland and has subsidiaries in Spain, Argentina, Ireland, Iceland, France, Germany and the United Kingdom.

The Group operates across three divisions, Value Added Southern Europe, Value Added Northern Europe and Sales and Distribution Division which has offices in Iceland, France and Germany. The Value Added Divisions have processing factories and coldstores in their respective regions with Southern Europe also having a satellite facility in Argentina.

Operations for the period

In the first six months of this year, total sales reached EUR 212.0 million, marking a 5% decrease from the previous year. This decline is primarily due to lower sales in Value-Added Southern Europe (VA S-Europe), driven by reduced prices and volumes. The Sales & Distribution (S&D) division saw an 8% drop in sales compared to last year, mainly because no capelin quota was issued in 2024, unlike the significantly high quota in 2023. In Value-Added Northern Europe (VA N-Europe), despite a decrease in volumes, higher sales prices partially offset this, leading to a modest sales increase of 0.8% compared to the previous year.

During the reporting period, the Normalized Profit Before Tax (NPBT) reached EUR 1.1 million, showing an improvement of EUR 1.9 million compared to the previous year. This positive outcome was achieved despite a significant rise in salmon prices, which continued the sharp increases seen over the past two years. This increase negatively impacted the profitability of the VA N-Europe division and Ahumados Dominguez in Spain, resulting in operational losses for the period. Although margins improved in Iberica compared to the previous year and currency results from Argentina were favorable, these gains were offset by higher finance costs. The overall finance cost for the Group from regular operations increased to EUR 3.3 million, up from EUR 1.9 million in the same period last year. The Sales & Distribution (S&D) division continued to perform solidly, with NPBT slightly higher than in Q2 2023.

Total assets on 30 June 2024 of EUR 253.3 million were EUR 1.5 million lower than at the end of 2023. Net debt at end of June of EUR 105.2 million was EUR 7.8 million higher than at year end 2023.

Equity amounted to EUR 72.5 million on 30 June 2024 or EUR 0.2 million lower than at the end of 2023. The equity ratio was 28.6% on 30 June 2024, compared to 28.5% at year end 2023.

Statement and Endorsement

by the Board of Directors and the CEO

The management of the Company is actively exploring economical refinancing options to strengthen the company's financial position. With the credit facility with an Icelandic bank expiring in April 2025 and the Nasdaq Iceland listed bond maturing in June 2025. Management is working to identify and secure suitable solutions ahead of these deadlines.

The Company is listed on the NASDAQ Iceland main market (ticker: ICESEA). The closing price at the end of June 2024 was ISK 5.30 per share (2023 year end: ISK 5.70), giving the Company a market capitalization of EUR 109.5 million (2023: EUR 116.8 million), a 6% decrease from year end 2023.

Shareholders

The number of shareholders at the end of June 2024 were 759 (2023 year end: 820). The ten largest were (shares are in millions):

	30.6.2024		31.12.2023	
FISK Seafood ehf	363	12%	363	12%
Brim hf.	350	11%	350	11%
Jakob Valgeir ehf	320	10%	340	11%
Nesfiskur ehf	312	10%	312	10%
Birta lífeyrissjóður	166	5%	170	6%
Lífsverk lífeyrissjóður	164	5%	164	5%
Stapi lífeyrissjóður	159	5%	170	6%
Frjálsi lífeyrissjóðurinn	139	5%	139	5%
Kvika banki hf.	135	4%	48	2%
Lífeyrissjóður starfsmanna ríkisins A-deild	122	4%	122	4%
	<u>2.230</u>	<u>71%</u>	<u>2.178</u>	<u>72%</u>
Other shareholders (2024: 749 and 2023: 810)	834	29%	886	28%
	<u>3.064</u>	<u>100%</u>	<u>3.064</u>	<u>100%</u>

For an overview of changes in equity, see the Consolidated Interim Statement of Changes in Equity.

Endorsement

The Board of Directors and the CEO of Iceland Seafood International hf. hereby confirm the Condensed Consolidated Interim Financial Statements of the Company for the six months ended 30 June 2024 with their signatures.

Reykjavík, 20 August 2024.

Birna Einarsdóttir
Chairman of the Board

Bergþór Baldvinsson
Board Member

Halldór Leifsson
Board Member

Ingunn Agnes Kro
Board Member

Jakob Valgeir Flosason
Board Member

Ægir Páll Friðbertsson
Chief Executive Officer

Review Report

on the Condensed Consolidated Interim Financial Statements

To the Board of Directors and shareholders of Iceland Seafood International hf.

We have reviewed the accompanying Consolidated Interim Statement of Financial Position of Iceland Seafood International hf. as of 30 June 2024 and the related statements of Consolidated Interim Statement of Income, Consolidated Interim Statement of Comprehensive Income, Consolidated Interim Changes in Equity and Consolidated Interim Statement of Cash Flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes.

Management's and the Board of directors Responsibility for the Financial Statements

The Board of Directors and management are responsible for the preparation and fair presentation of this Consolidated Interim Financial Statements in accordance with International Financial Reporting Standards for Interim Financial Reporting, IAS 34, as adopted by the EU.

Auditor's Responsibility

Our responsibility is to express a conclusion on this Consolidated Interim Financial Statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements, ISRE 2410. A review of Consolidated Interim Financial Statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Consolidated Interim Financial Statements does not give a true and fair view of the financial position of the Group as at 30 June 2024, and of its financial performance and its cash flows for the six-month period then ended in accordance with IAS 34 as adopted by the EU.

Kópavogur, 20 August 2024.

Heiðar Þór Karlsson
State Authorised Public Accountant

Deloitte ehf.
Dalvegur 30
201 Kópavogur
Iceland

Consolidated Interim Statement of Income

for the six months ended 30 June 2024

	Note	1H 2024			1H 2023		
		Normalised results	Significant items*	IFRS	Normalised results	Significant items*	IFRS
Gross profit							
Sales of seafood		212.018		212.018	222.277		222.277
Cost of sales		(181.833)		(181.833)	(191.987)		(191.987)
		30.185		30.185	30.290		30.290
Operating expenses							
Operating expenses	6	(24.659)	(444)	(25.103)	(26.852)	(18)	(26.870)
Operating profit (EBITDA)		5.526	(444)	5.082	3.438	(18)	3.420
Change in fair value of investment property							
		(126)		(126)			
Depreciation and amortisation		(1.892)		(1.892)	(1.778)		(1.778)
Results from operating activities (EBIT) ..		3.508	(444)	3.064	1.660	(18)	1.642
Net finance costs	6	(3.338)	(835)	(4.173)	(1.954)		(1.954)
Net exchange rate difference		969		969	(484)		(484)
Profit (loss) before income tax		1.139	(1.279)	(140)	(778)	(18)	(796)
Income tax	6	(648)	58	(590)	(578)	4	(574)
Profit (loss) from continuing operations .		491	(1.221)	(730)	(1.356)	(14)	(1.370)
Discontinued operations, net of tax						(13.885)	(13.885)
Profit (loss) for the period		491	(1.221)	(730)	(1.356)	(13.899)	(15.255)
Attributable to							
Owners of the Company		572	(1.221)	(649)	(1.176)	(13.899)	(15.075)
Non-controlling interests		(81)		(81)	(180)		(180)
Profit (loss) for the period		491	(1.221)	(730)	(1.356)	(13.899)	(15.255)
Earnings per share							
From continuing operations							
Basic (cents per thousand shares)		0,0160		(0,0238)	(0,0495)		(0,0500)
Diluted (cents per thousand shares)		0,0160		(0,0238)	(0,0495)		(0,0500)
From continuing and discontinued operations							
Basic (cents per thousand shares)		0,0160		(0,0238)	(0,0495)		(0,5569)
Diluted (cents per thousand shares)		0,0160		(0,0238)	(0,0495)		(0,5569)

* See note no 6 for information on significant items.

See note no 4 for results of Q2 2024.

The notes on pages 10 to 15 are an integral part of the Condensed Consolidated Interim Financial Statements.

Consolidated Interim Statement of Comprehensive Income

for the six months ended 30 June 2024

	Note	1H 2024			1H 2023		
		Normalised results	Significant items*	IFRS	Normalised results	Significant items*	IFRS
Profit (loss) for the period		491	(1.221)	(730)	(1.356)	(13.899)	(15.255)
Items that may be reclassified subsequently to profit or loss							
Net fair value of cash flow hedges					(299)		(299)
Translation difference		147		147	(386)		(386)
Total comprehensive income (loss)		638	(1.221)	(583)	(2.041)	(13.899)	(15.940)
Attributable to							
Owners of the Company		719	(1.221)	(502)	(1.861)	(13.899)	(15.760)
Non-controlling interests		(81)		(81)	(180)		(180)
Total comprehensive income (loss)		638	(1.221)	(583)	(2.041)	(13.899)	(15.940)

* See note no 6 for information on significant items.

The notes on pages 10 to 15 are an integral part of the Condensed Consolidated Interim Financial Statements.

Consolidated Interim Statement of Financial Position

at 30 June 2024

	Note	30.6.2024	31.12.2023	30.6.2023
Assets				
Non-current assets				
Property, plant and equipment		30.660	30.125	29.315
Investment property		2.903	1.663	
Leased assets		1.341	1.592	1.782
Intangible assets	8	56.522	56.447	56.547
Finance lease receivables		1.221	1.401	
Deferred tax assets		2.584	2.461	2.852
Other long term assets		124	120	69
Total non-current assets		95.355	93.809	90.565
Current assets				
Inventories		77.817	76.989	83.411
Finance lease receivables		379	334	
Trade and other receivables		56.152	59.442	56.196
Other assets		7.602	7.708	7.963
Cash and bank balances		16.019	16.524	9.277
		157.969	160.997	156.847
Assets classified as held for sale				25.210
Total current assets		157.969	160.997	182.057
Total assets		253.324	254.806	272.622
Equity and liabilities				
Capital and reserves				
Issued capital and share premium		71.524	71.540	86.170
Translation reserve		(358)	(505)	(696)
Other reserves		(46)	(30)	(33)
Accumulated deficit and unrealised profit from subsidiaries ..		(649)		(15.998)
Equity attributable to owners of the Company		70.471	71.005	69.443
Non-controlling interests		2.005	1.726	1.788
Total equity		72.476	72.731	71.231
Non-current liabilities				
Borrowings	10	13.723	39.663	32.967
Lease liabilities		1.029	1.245	1.429
Retirement benefit and other obligations		1.524	1.620	1.330
Deferred tax liabilities		2.269	2.490	1.734
Total non-current liabilities		18.545	45.018	37.460
Current liabilities				
Borrowings	10	107.466	74.209	77.215
Lease liabilities		490	525	533
Trade and other payables		46.123	54.022	42.915
Other liabilities		8.224	8.301	6.680
		162.303	137.057	127.343
Liabilities assoc. with assets classified as held for sale				36.588
Total current liabilities		162.303	137.057	163.931
Total liabilities		180.848	182.075	201.391
Total equity and liabilities		253.324	254.806	272.622

The notes on pages 10 to 15 are an integral part of the Condensed Consolidated Interim Financial Statements.

Consolidated Interim Statement of Changes in Equity

for the six months ended 30 June 2024

	Restricted equity							Attributable to owners of the Company	Non - controlling interests	Total equity	
	Share capital	Share premium	Translation reserve	Hedging reserve	Statutory reserve	Equity reserve	Unrealised profit of subsidiaries				Accumulated deficit
Balances at 1 January 2023	25.134	55.157	(310)	(336)	430	163	19.150	(20.267)	79.121	1.968	81.089
Profit (loss)							1.543	(16.618)	(15.075)	(180)	(15.255)
Net fair value loss on cash flow hedges				(299)					(299)		(299)
Translation of shares held in foreign currencies ..			(386)						(386)		(386)
Total comprehensive income			(386)	(299)			1.543	(16.618)	(15.760)	(180)	(15.940)
Issue of share capital	988	4.891							5.879		5.879
Other adjustments						9		194	203		203
Balances at 30 June 2023	26.122	60.048	(696)	(635)	430	172	20.693	(36.691)	69.443	1.788	71.231
Profit (loss)							2.964	(8.102)	(5.138)	50	(5.088)
Net fair value loss on cash flow hedges				(6)					(6)		(6)
Dissolved on sale of subsidiary											
Translation of shares held in foreign currencies ..			191						191		191
Total comprehensive income			191	(6)			2.964	(8.102)	(4.953)	50	(4.903)
Issue of share capital	1.334	5.831							7.165		7.165
Transfer from share premium to accumulated deficit		(21.795)						21.795			
Dividend declared from subsidiaries to parent							(2.000)	2.000			
Other adjustments						9		(659)	(650)	(112)	(762)
Balances at 31 December 2023	27.456	44.084	(505)	(641)	430	181	21.657	(21.657)	71.005	1.726	72.731
Profit (loss)							2.890	(3.539)	(649)	(81)	(730)
Translation of shares held in foreign currencies ..			147						147		147
Total comprehensive income			147				2.890	(3.539)	(502)	(81)	(583)
Issue of share capital										360	360
Other adjustments		(16)				(16)			(32)		(32)
Balances at 30 June 2024	27.456	44.068	(358)	(641)	430	165	24.547	(25.196)	70.471	2.005	72.476

The notes on pages 10 to 15 are an integral part of the Condensed Consolidated Interim Financial Statements.

Consolidated Interim Statement of Cash Flows

for the six months ended 30 June 2024

	Note	1H 2024	1H 2023
Operating activities			
Operating profit (loss) from continuing and discontinued operations		3.064	(11.389)
Change in fair value of investment property		126	
Depreciation and amortisation		1.892	10.578
Gain on disposal of non-current assets		(63)	(24)
Change in obligations and other calculated liabilities		(46)	(2.334)
		<u>4.973</u>	<u>(3.169)</u>
Working capital generated from (used in) operations			
(Increase) decrease in inventories		(828)	2.195
Decrease in receivables and other assets		3.392	1.691
Decrease in payables and other liabilities		(8.612)	(2.813)
		<u>(1.075)</u>	<u>(2.096)</u>
Cash used in operations before interests and taxes			
Interest received		789	947
Interest paid		(4.983)	(3.929)
Income taxes paid		(394)	(916)
		<u>(5.663)</u>	<u>(5.994)</u>
Net cash used in operating activities			
Investing activities			
Payments for property, plant and equipment		(3.377)	(3.697)
Payments for intangible assets		(91)	(142)
Proceeds from disposal of non-current assets		73	65
		<u>(3.395)</u>	<u>(3.774)</u>
Net cash used in investing activities			
Net cash before financing activities			
		<u>(9.058)</u>	<u>(9.768)</u>
Financing activities			
Net proceeds from revolving credit facilities		10.871	918
Net (payments) proceeds from bills		(1.040)	4.284
Proceeds from new long term borrowings		1.500	5.583
Repayment of other borrowings		(4.287)	(8.804)
Proceeds from issue of share capital, net of issue costs		360	5.879
		<u>7.404</u>	<u>7.860</u>
Net cash generated by financing activities			
Net decrease in cash and bank balances		(1.654)	(1.908)
Cash and bank balances at the beginning of period		16.524	11.991
Effect of exchange rate changes on cash held in foreign currencies		1.149	(189)
		<u>16.019</u>	<u>9.894</u>
Cash and bank balances at the end of period			
Cash and bank balances at period end are as follows:			
Cash and bank balances from continuing operation		16.019	9.277
Cash and bank balances from discontinued operation			617
		<u>16.019</u>	<u>9.894</u>
Cash and bank balances at the end of period			

The notes on pages 10 to 15 are an integral part of the Condensed Consolidated Interim Financial Statements.

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

1. General information

Iceland Seafood International hf. (the Company) is a limited liability company incorporated and domiciled in Iceland. The address of its registered office is Köllunarklettsvegur 2, 104 Reykjavík.

The Condensed Consolidated Interim Financial Statements of the Company as at and for the six months ended 30 June 2024, comprise the Company and its subsidiaries (together referred to as "the Group").

The Company is a holding company for a Group of subsidiaries that are leading suppliers of North Atlantic seafood and one of the largest exporters of seafood from Iceland. The Group is headquartered in Iceland and has subsidiaries in the Spain, Argentina, Ireland, Iceland, France, Germany and United Kingdom.

The Company's shares are listed on NASDAQ main market in Iceland (ticker: ICESEA).

2. Statement of compliance

The Condensed Consolidated Interim Financial Statements are prepared in accordance with the International Accounting Standard on Interim Financial Reporting, IAS 34, as adopted by the European Union.

The Condensed Consolidated Interim Financial Statements do not include all of the information required for a complete set of consolidated annual financial statements and should be read in conjunction with the Consolidated Financial Statements of the Company for the year ended 31 December 2023, which is available on the Company's website, www.icelandseafood.com/investors.

The same accounting policies, presentation and methods of computation (except mentioned here above) are followed in these Condensed Consolidated Interim Financial Statements as were applied in the latest Financial Statements for the year ended 31 December 2023.

3. Use of estimates and judgements

The preparation of the Condensed Consolidated Interim Financial Statements in line with IAS 34, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these Condensed Consolidated Interim Financial Statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the Consolidated Financial Statements for the year ended 31 December 2023.

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

4. Quarterly statements

	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023
Revenue:					
Sales of seafood	105.712	127.153	124.453	104.913	112.443
Intercompany	(7.515)	(13.332)	(12.640)	(9.098)	(13.281)
	<u>98.197</u>	<u>113.821</u>	<u>111.813</u>	<u>95.815</u>	<u>99.162</u>
Operating results:					
Operating profit (loss)	720	2.788	5.983	242	(290)
Net finance costs	(1.443)	(926)	(3.406)	(1.362)	(1.528)
Normalised PBT	<u>(723)</u>	<u>1.862</u>	<u>2.577</u>	<u>(1.120)</u>	<u>(1.818)</u>
Income tax	330	(978)	(1.714)	676	261
Normalised profit (loss)	<u>(393)</u>	<u>884</u>	<u>863</u>	<u>(444)</u>	<u>(1.557)</u>
Significant items and discontinued operations	(415)	(806)	(460)	(5.047)	(11.476)
Profit (loss) for the period	<u>(808)</u>	<u>78</u>	<u>403</u>	<u>(5.491)</u>	<u>(13.033)</u>
Assets	<u>253.324</u>	<u>272.419</u>	<u>254.806</u>	<u>250.314</u>	<u>272.622</u>
Liabilities	<u>180.848</u>	<u>199.546</u>	<u>182.075</u>	<u>184.184</u>	<u>201.391</u>

Quarterly statements have not been reviewed by the Group's auditors.

5. Segment reporting

For 1H 2024	Value added S-Europe	Value added N-Europe	Sales and distribution	Other and Eliminations	Consolidated
Revenue:					
Sales of seafood	114.556	30.700	87.609		232.865
Intercompany	(7.619)	(3.970)	(3.213)	(6.045)	(20.847)
	<u>106.937</u>	<u>26.730</u>	<u>84.396</u>	<u>(6.045)</u>	<u>212.018</u>
Operating results:					
Operating profit (loss)	2.554	29	1.510	(585)	3.508
Net finance costs	(349)	(287)	47	(1.780)	(2.369)
Normalised PBT	<u>2.205</u>	<u>(258)</u>	<u>1.557</u>	<u>(2.365)</u>	<u>1.139</u>
Income tax	(564)	(36)	(332)	284	(648)
Normalised profit (loss)	<u>1.641</u>	<u>(294)</u>	<u>1.225</u>	<u>(2.081)</u>	<u>491</u>
Significant items	(5)		(229)	(987)	(1.221)
Profit (loss)	<u>1.636</u>	<u>(294)</u>	<u>996</u>	<u>(3.068)</u>	<u>(730)</u>
Assets	<u>142.367</u>	<u>42.978</u>	<u>25.887</u>	<u>42.092</u>	<u>253.324</u>
Liabilities	<u>93.442</u>	<u>30.029</u>	<u>19.955</u>	<u>37.422</u>	<u>180.848</u>

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

For 1H 2023	Value added S-Europe	Value added N-Europe	Sales and distribution	Other and Eliminations	Consolidated
Revenue:					
Sales of seafood	133.567	29.380	95.540		258.487
Intercompany	(20.112)	(2.992)	(3.505)	(9.601)	(36.210)
	<u>113.455</u>	<u>26.388</u>	<u>92.035</u>	<u>(9.601)</u>	<u>222.277</u>
Operating results:					
Operating profit (loss)	744	121	1.487	(692)	1.660
Net finance costs	(888)	(142)	(70)	(1.338)	(2.438)
Normalised PBT	(144)	(21)	1.417	(2.030)	(778)
Income tax	(604)	(50)	(289)	365	(578)
Normalised profit (loss)	(748)	(71)	1.128	(1.665)	(1.356)
Significant items and discontinued operations	56	(13.885)	(70)		(13.899)
Profit (loss)	(692)	(13.956)	1.058	(1.665)	(15.255)
Assets	<u>145.223</u>	<u>50.591</u>	<u>24.986</u>	<u>51.822</u>	<u>272.622</u>
Liabilities	<u>100.014</u>	<u>55.428</u>	<u>18.507</u>	<u>27.442</u>	<u>201.391</u>

6. Significant items

In 2024 the Group incurred exceptional costs associated with the following:

- Group management changes EUR 0.4 million.
- Interest cost of bond ICESEA 25 06 related to the sale of Iceland Seafood UK, EUR 0.8 million (see note 10).

In 2023 the Group incurred exceptional incomes and costs associated with the following:

- Net restructuring costs in the period of EUR 14 thousand.

Exceptional income and costs, net of income tax:	1H 2024	1H 2023
Exceptional income	4	72
Exceptional costs	(1.283)	(90)
Income tax	58	4
Significant items, net of income tax	<u>(1.221)</u>	<u>(14)</u>

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

7. Earnings per share

	1H 2024	1H 2023
Loss for the period	(730)	(15.255)
Weighted average number of ordinary shares (ISK '000) for basic EPS	3.064.480	2.739.480
Shares to be issued in respect of employee options		19.681
Weighted average number of ordinary shares (ISK '000) for diluted EPS	3.064.480	2.759.161
<i>From continued operations (EUR cents per thousand shares)</i>		
Basic earnings per share	(0,0238)	(0,0500)
Diluted earnings per share	(0,0238)	(0,0500)
<i>From continued and discontinued operations (EUR cents per thousand shares)</i>		
Diluted earnings per share	(0,0238)	(0,5569)
Diluted earnings per share	(0,0238)	(0,5569)

8. Intangible assets

Goodwill is tested for impairment at least annually at year-end. In the opinion of management there were no indicators of impairment of goodwill present at the 30 June 2024 reporting date.

	30.6.2024	31.12.2023	30.6.2023
Goodwill at beginning of period	56.216	56.216	56.216
Goodwill at end of period	56.216	56.216	56.216
Other intangible assets at end of period	306	231	331
Intangible assets at end of period	56.522	56.447	56.547

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

9. Subsidiaries

At 30 June 2024, the Company directly owned nine subsidiaries that are all included in the consolidation. The direct subsidiaries in addition owned a further five subsidiaries. The Company holds the majority of voting power in all of its subsidiaries.

Name of company	incorporation	30.6.2024	31.12.2023	30.6.2023	activity
<i>Subsidiaries:</i>					
Iceland Seafood ehf.	Iceland	100%	100%	100%	Sale of seafood
Solo Export ehf.	Iceland	100%	100%	100%	Not active
Iceland Seafood Ibérica S.A.U.	Spain	100%	100%	100%	Sale of seafood
- Achernar S.A.	Argentina	100%	100%	100%	Sale of seafood
ELBA S.L.	Spain			100%	Sale of seafood
Ahumados Domínguez S.A.	Spain	85%	85%	85%	Sale of seafood
Iceland Seafood Barraclough	UK	100%	100%	100%	Holding
- F. Barraclough Ltd.	UK			100%	Liquidation
- Iceland Seafood UK Ltd.	UK			100%	Sale of seafood
Oceanpath Ltd.	Ireland	100%	100%	100%	Sale of seafood
- Dunns Seafare Ltd.	Ireland	100%	100%	100%	Sale of seafood
- Mondi Properties Ireland Ltd.	Ireland	100%	100%	100%	Real estate
- Carr & Sons Seafood Ltd.	Ireland	100%	100%	100%	Sale of seafood
- H J Nolan Ltd.	Ireland	100%	100%	100%	Sale of seafood
Iceland Seafood France S.A.S.	France	100%	100%	100%	Sale of seafood
ISG Iceland Seafood GmbH	Germany	100%	100%	100%	Sale of seafood
ISI Seafood Inc.	USA	100%	100%	100%	Not active
<i>Investments in other companies:</i>					
Febin Marine Foods Priv. Ltd.	India			5%	Seafood supply

Notes to the Condensed Consolidated Interim Financial Statements

for the six months ended 30 June 2024

10. Financing

The Group's main sources of financing are a multi currency revolving credit facility with an Icelandic financial institution, a four year unsecured bond listed on Nasdaq Iceland, two three month bills listed on Nasdaq Iceland, credit facilities with number of banks in Spain which finance the Southern Europe division and credit facilities with an European bank which finances the Northern Europe division. At end of June 2024 the total headroom of the Group was EUR 37.7 million including cash.

The facility with the institution in Iceland has a cap of EUR 20 million with EUR 10.5 million draw down at end of June 2024 (2023 year end: EUR 8.6 million). The facility will expire in April 2025.

The Group has credit facilities in place with number of banks in Spain. Total amount of these loans was EUR 54.2 million at end of June 2024 (2023 year end: EUR 48.6 million).

The Group's subsidiaries in UK and Ireland (Northern Europe division) entered into a loan agreement with a foreign bank, which was finalised in December 2021. In relation to the sale of Iceland Seafood UK, an amendment agreement was finalised for that facility, to reflect a reduction in borrowing need post the transaction. After that amendment, the loan agreement consist of a 3 year term loan of GBP 3.8 million against pledge in the Groups properties in UK and Ireland, and a revolving borrowing base facility of EUR 10.8 million against inventories and receivables in Ireland.

The Company concluded a private placement of four years unsecured bond, in June 2021. The amount of the placement was ISK 3,400 million and was fixed through a currency swap at EUR 23.1 million. The bond has semi-annual interest payments, balance will be paid with one installment in June 2025. The bond is listed on Nasdaq Iceland. As detailed in the Group's financial statement 2023, an amendment and waiver letter was approved for terms of the bond in relation to the sale of Iceland Seafood UK Ltd in October 2023.

The Company concluded two offerings of 3 month bills for ISK 2,460 million in total, at end of June 2024. In both cases hedging was put in place to fix the liability in EUR. The total fixed amount at end of June 2024 amounts to EUR 15.9 million. The bills are listed on Nasdaq Iceland.

The management of the Company is actively exploring economical refinancing options to strengthen the Group's financial position. With the credit facility with an Icelandic bank expiring in April 2025 and the Nasdaq Iceland listed bond maturing in June 2025. Management is working to identify and secure suitable solutions ahead of these deadlines.

Borrowings are secured with most of the Group's assets, except from assets and equity of the Spanish subsidiaries. The revolving credits are secured with inventories, receivables, intellectual property rights and shares in subsidiaries. The other bank loans are secured with inventories, receivables and PP&E. The finance leases are secured with the assets leased.

11. Approval of financial statements

The Condensed Consolidated Interim Financial Statements have been approved for issue by the Board of Directors and the CEO on 20 August 2024.