

PRELIMINARY

HIGHLIGHTS / DIRECTORS COMMENT'S

Marine Farms ASA First Quarter 2007

In the 1st quarter 2007 Marine Farms achieved total sales in the amount of NOK 155.3 mill, a 31% increase compared to the same period last year. In the 1st quarter 2007 EBIT before fair value adjustment biomass ended at record NOK 19.4 mill, compared to NOK 8.5 mill last year. The operating profit for 1st quarter 2007 includes NOK -5.1 mill in provisions.

Consolidated Marine Farms ASA	<i>figures in NOK 1.000</i>	1 st Q 07	1 st Q 06	Yr 2006	Yr 2005
Operating revenue		155.276	118.250	599.015	421.066
EBITDA before fair value adjustment biomass		29.413	16.493	129.022	80.810
EBIT before fair value adjustment biomass		19.406	8.525	94.221	50.629
EBIT		13.550	1.523	124.126	68.904
Result before tax		15.558	-2.694	111.156	56.202
Tax		-5.707	-5.737	-33.478	-5.992
Result after tax		9.851	-8.431	77.678	50.210
<i>Net interest-bearing debt</i>		<i>180.000</i>	<i>205.000</i>	<i>227.000</i>	<i>218.500</i>

The company is reporting in accordance with the international reporting standards known as IFRS. The transition from Norwegian reporting standard and the corresponding effects are described in the company's annual IFRS report for 2005 and 2006 (see www.marinefarms.no).

Operations

Marine Farms ASA has been involved in the fish farming business since 1976 and has considerable knowledge of all aspects of fish farming, from broodfish to the finished product. Marine Farms' core competence is its technical and biological know-how and innovativeness. The company's operations mainly consist of salmon farming in the U.K. and seabass / seabream in Spain. These activities are run through the 100% owned companies Lakeland (U.K.) and Culmarex (Spain), both being fully integrated companies and among the most profitable in their respective markets. In addition, Marine Farms ASA is engaged in farming of the fast growing marine specie cobia in America (Florida and Belize) and in Vietnam, as well as a cod hatchery in the U.K. The Group had a turnover of approximately NOK 600 mill in 2006 and had 361 employees per 31.12.2006.

Salmon (Lakeland)

Lakeland has been operating within the salmon farming industry since 1987, and specialises in vertically integrated production of Atlantic salmon, all the way from the broodfish through egg, fry, parr, smolt and fully grown salmon to the sale of gutted salmon and fresh fillets.

Lakeland's hatchery business is considered to be the largest independent supplier of salmon ova and smolt to the UK market. The Company has a production capacity of 40 mill ova and 7,5 mill smolt. Broodfish are tested individually for the virus disease IPN which is a major selling point. Demand for salmon smolt and ova in the UK is increasing.

Lakeland was one of the most profitable salmon producers in the UK in 2006, with an EBIT/kg gwt sold fish of NOK 10.1. In the 1st quarter of 2007, Lakeland generated some NOK 11.0/kg gwt sold fish, which was NOK 3.1 higher than the year before. The improvement is mainly due to higher salmon prices and better result from the freshwater business. The company has experienced a somewhat higher proportion of fish being downgraded in 1st quarter 2007, due to early maturation.

Historic development

<i>NOK mill</i>	2004	2005	2006*	1.Q 2006*	1.Q 2007	2.Q 2007e	3.Q 2007e	4.Q 2007e
Sale of own salmon (gwt tonnes)	7 742	7 674	9 264	2 353	1 806	2 400	2 400	2 800
Sale of 3rd party salmon (gwt tonnes)	-	-	872	158	216	200	200	200
Total sale of salmon (gwt tonnes)	7 742	7 674	10 136	2 511	2 022	2 600	2 600	3 000
Revenue Lakeland Group	195,6	231,6	388,7	88,6	98,2			
EBIT before fair value adjustment (1)	8,5	45,4	93,6	18,7	19,9			
EBIT/kg gwt own fish sold (NOK)	1,1	5,9	10,1	7,9	11,0			

(1) EBIT = EBIT before fair value adjustments, extraordinary items and provisions.

* Pro forma figures include SPoS Ltd and MP Ltd, which was acquired 100% and 80% respectively 01.09.06

Lakeland is planning to produce and sell about 9,400 tonnes gwt salmon in 2007 (production capacity is approximately 9,500 tonnes). In addition, the company is planning to sell about 800 tonnes gwt salmon for 3rd parties. Approximately 40% of the volumes for 2007 are already sold on fixed prices contracts, which is similar to the situation at the beginning of 2006. The average contract price in 2007 is higher compared to 2006.

Seabass/seabream (Culmarex)

Culmarex was founded in 1986 and commenced the production of various marine species such as yellowtail and oysters. In 1990 the Company was purchased by Marine Farms ASA and it was then decided to focus its activities on seabass and seabream, two relatively highly priced white meat fish from the Mediterranean. The fish grow relatively slowly and are sold round from 350g and upwards.

Culmarex is today a vertically integrated supplier of seabass and seabream, and conducts all parts of the production, from broodfish through the pre-ongrowing of juveniles up until the fish is ready for the market. Culmarex has approximately 200 employees which are renowned for their good service and high quality. This is reflected in the prices the company achieves in the market for its fish.

The Culmarex group was one of the largest and most profitable seabass/seabream producers in Spain in 2006, with an EBIT/kg sold fish of approximately NOK 11.3. In the 1st quarter of 2007, Culmarex obtained an EBIT per kg sold fish of approximately NOK 13.1, which is NOK 5.3 better compared to the same period in 2006. The improvement is mainly due to higher average seabass/seabream prices and lower average production cost.

Historic development

<i>NOK mill</i>	2004	2005	2006 *	1.Q 2006 *	1.Q 2007	2.Q 2007e	3.Q 2007e	4.Q 2007e
Sale of own seabass/seabream (tonnes)	1 707	2 239	4 112	945	799	900	1 500	1 500
Sale of 3rd party seabass/seabream (tonnes)	1 164	1 051	622	94	274	200	400	300
Total sale of seabass/seabream (tonnes)	2 871	3 291	4 734	1 039	1 073	1 100	1 900	1 800
Revenue - Culmarex Group	175,8	179,3	246,8	49,2	57,0			
EBIT before fair value adj (1)	13,7	24,6	46,7	7,4	10,5			
EBIT/kg own fish sold (NOK)	8,0	11,0	11,3	7,8	13,1			

(1) EBIT = EBIT before fair value adjustments, extraordinary items and provisions.

* Pro forma figures include PIAGUA which was acquired 1st of July 2006. Note also that quarterly revenue has been restated.

Culmarex is planning to sell about 4,700 tonnes of its own produced seabass/seabream in 2007 (production capacity is approximately 7,200 tonnes). In addition, the company is planning to sell about 1.200 tonnes seabass/seabream for 3rd parties.

Cobia (Belize and Vietnam)

Cobia is a white meat fish that lives in tropical waters (20C°-30C°). It grows from 1 gram to 5-6 kg in less than one year and the fillets are popular in sushi and other dishes. Cobia is a relatively unknown species in the fish farming industry. However, Cobia has all the traits you want for a farmed fish such as good eating qualities, large fillets, do well in cages, fast growth, year round egg supplies and an efficient production.

Marine Farms have operated a cobia hatchery in Florida since 2002 and are in the process of building up fully integrated operations for cobia in Belize in Central America (for export to the American market) and in Vietnam (for export to the Asian market). First priority is to get Belize up and running. The experience gained in Belize will then be used to develop Vietnam.

Cobia juveniles have been put into sea both in Belize and in Vietnam. In Belize the mortalities continues to be low and the fish is growing according to plan. In Vietnam, the mortalities have been higher. The company is planning to harvest approximately 300 tonnes gwt cobia in 2007. Production capacity is estimated to be around 8,000 tonnes.

Cod (Scotland)

Marine Farms owns 51% of Machrihanish Marine Farms Ltd. Stirling University owns the remaining 49%. The hatchery generated a negative EBIT of approximately NOK -1.3 mill in 1st quarter 2007. It has an annual production capacity of approximately 3 mill juveniles. All production for 2007 is sold.

Balance sheet and capital structure

Total assets per 31.03.07 amounted to NOK 896 mill, which is NOK 41 mill higher than per 31.12.2006. Biomass amounted to NOK 395 mill, an increase of NOK 25 mill compared year end 2006. Net interest-bearing debt per 31.03.2007 amounted to NOK 180 mill, a NOK 47 mill reduction compared to year end 2006. As per 14.05.2007 the group had NOK 119 mill in free cash and available credit facilities.

Equity per 31.03.2007 was NOK 465 mill (51.9% equity ratio), compared to NOK 405 mill (47.4%) at year end 2006.

Marine Farms ASA is in the process of finalising a new NOK 500 mill corporate lending facility with DnB NOR. Parts of this new facility will be used to refinance existing facilities, at improved terms. Together with a good cash flow, the group should have enough available free liquidity to finance its planned organic growth over the next few years.

Share information

On the 12th of October 2006 Marine Farms ASA was listed on the Oslo Stock Exchange, trading under the “MAFA” ticker. At 31.03.2007, total number of shares outstanding was 36,618,628 and the share price was NOK 20.90/share.

Going forward

Marine Farms ASA combines farming of salmon with profitable farming of marine species. In addition the Company is exploiting opportunities within new marine species such as cobia and to a lesser extent cod. Marine Farms has a clearly defined strategy to invest in regions/segments where it may become one of the top 25% producer’s earnings wise. Focus is on large and efficient clusters, controlling the entire value chain from broodfish to customer. Its activity shall be diversified in terms of species and markets, leveraging on established species and investing in new ones. The company will seek market leadership in selected niches by being an innovative and trustworthy supplier of high quality seafood products.

The Company’s geographical diversification and the diversity of species, plus having most of its production inside the EU, makes Marine Farms less susceptible to political risk and cyclic fluctuations. Over the past few years, the company has acquired new businesses both in the UK and in Spain. The focus on bigger and more efficient business units will continue. The Company is well positioned for further growth.

Bergen, 14th of May 2007

The Board of Directors
Marine Farms ASA

MARINE FARMS GROUP CONSOLIDATED

Income statement

Figures in NOK 1 000	1 Q 2007 IFRS	1 Q 2006 IFRS	Yr 2006 IFRS	Yr 2005 IFRS
Sales revenues	155 276	118 250	599 015	421 066
Total operating revenues	155 276	118 250	599 015	421 066
Change in inventory (cost of production)	19 355	-3 858	35 738	-5 372
Cost of materials	-78 550	-45 547	-288 308	-174 058
Salaries and personal expenses	-29 171	-25 011	-93 359	-70 177
Other operating expenses	-37 497	-27 341	-124 064	-90 649
EBITDA before fair value adj. on biomass	29 413	16 493	129 022	80 810
Depreciations	-10 007	-7 968	-34 801	-30 181
EBIT before fair value adj. on biomass	19 406	8 525	94 221	50 629
Fair value acquired companies (Note 4)	-2 135	0	-6 645	0
Fair value adjustment on biomass (IAS 41)	-3 720	-7 002	36 550	18 275
OPERATING PROFIT (EBIT)	13 550	1 523	124 126	68 904
Income from associates	0	60	-4 646	195
Write down on financial assets	0	0	0	0
Finance revenue	498	87	5 324	1 151
Interest costs	-2 908	-2 719	-13 378	-14 048
Other finance costs	4 418	-1 645	-270	0
Profit before tax	15 558	-2 694	111 156	56 202
Taxes	-5 707	-5 737	-33 478	-5 992
Net profit from continued operations	9 851	-8 431	77 678	50 210
Net profit/(-) loss from discontinued operations	0	0	0	-625
Net profit (loss)	9 851	-8 431	77 678	49 585
Majority interest	9 067	-1 149	77 532	51 986
Minority interest	784	-7 282	146	-2 401

Balance sheet

Figures in NOK 1 000	31.03.07	31.12.06	31.12.05
ASSETS			
Licences	49 592	42 808	30 878
Goodwill	31 797	32 455	18 188
Total intangible assets	81 389	75 263	49 066
Total tangible assets	231308	219 739	172 841
Total financial assets	1 992	2 056	11 832
Total non-current assets	314 689	297 058	233 739
Non-current assets discontinued operations	0	0	0
Biomass	395 437	370 377	250 694
Other inventories	14 037	15 103	10 112
Total inventories	409 473	385 480	260 806
Total receivables	120 520	131 633	81 729
Cash and cash equivalents	51 617	40 989	23 114
Total current assets	581 611	558 102	365 649
TOTAL ASSETS	896 299	855 160	599 388
EQUITY AND LIABILITIES			
Total equity	465 284	405 243	209 134
Liabilities to financial institutions	114 218	118 821	153 568
Other non-current liabilities	55 824	54 028	37 983
Total non-current liabilities	170 042	172 849	191 551
Non-current liabilities discontinued operations	0	0	0
Liabilities to financial institutions	117 108	149 203	88 128
Other current liabilities	143 865	127 865	110 575
Total current liabilities	260 973	277 068	198 703
Total liabilities	431 015	449 917	390 254
TOTAL EQUITY AND LIABILITIES	896 299	855 160	599 388