PRESS RELEASE

Amersfoort, 29 July 2010

Excellent results for the first half of 2010: Strong increase in operating result (EBITA) to EUR 84 million

- **Revenues of EUR 2,250.5 million; an increase of 5.8% compared with the first half of 2009**
- **Strong increase in volume of Fish feed and Premix and feed specialties**
- **All business segments report better operating results compared with the first half of 2009**
- **2010 interim dividend of EUR 0.50 in cash or shares**
- **For the full year 2010, Nutreco expects an increase of approximately 25% in EBITA before exceptional items compared with 2009 (EUR 175.2 million)**

Key figures
(EUR x million)

	H1 2010	H1 2009	Change
Revenue from 'continuing operations'	2,250.5	2,127.7	5.8%
Operating result before exceptional items and amortisation (EBITA)	84.0	41.6	101.9%
Operating result from 'continuing operations' before amortisation (EBITA)	74.1	38.5	92.5%
Profit after tax from 'continuing operations'	40.4	13.7	194.9%
Basic earnings per share from 'continuing operations' (EUR)	1.13	0.36	213.9%
Interim dividend per ordinary share (EUR)	0.50	0.20	150.0%

Wout Dekker, CEO Nutreco: "We have had excellent first six months. The results are better than in the same period last year for all business segments. These results, the recovery of the markets and our good financial situation give us confidence for the future. We are also very pleased with the composition and quality of our results. For the second half of the year, we expect results in line with the very strong second half of 2009. For the full year this will lead to an increase of approximately 25% in EBITA before exceptional items."

All business segments report better operating results
"Our premix and feed specialties operations have very good results, with a growth in volume and an improved product mix. Fish feed operations show strong growth in Norway and we experience a recovery in the Chilean aquaculture sector. Our compound feed operations in Europe reported business results in line with the trend of the last quarters of 2009. The results in The Netherlands improved substantially compared with the first half of 2009. In Spain the acquisition of Cargill's compound feed operations contributed to revenues. The integration and optimisation of factories is progressing well. Our meat operations had good results, slightly better than in the first half of 2009."

No audit performed

Focus on strengthening global position in Fish feed and Premix and feed specialties
"The recent acquisition of a fish and shrimp feed business in Vietnam is in line with our strategy to further strengthen our position in feed for amongst others shrimp, tilapia, barramundi, snapper and grouper, in countries of strategic importance. After China and India, Vietnam is the world's largest aquaculture producer. For Nutreco, the acquisition is a good entry into the Vietnamese market and a basis for further growth.

Next to this acquisition Nutreco is investing in renewing and expanding its production capacity. In March we announced the investment of EUR 20 million in upgrading and expanding the fish feed factory in Australia. The investment will enable Skretting to meet the growing demand for high-quality fish feed for salmon, trout, barramundi and tuna in both Australia and New Zealand. Since 2001, the volume for fish feed in this region has grown by 10% annually.

In April, Nutreco announced a EUR 6 million investment in upgrading and expanding the production capacity of Selko, a producer of additives for animal nutrition. This investment will enable Selko to meet the globally growing demand for alternatives to antibiotics and for products that can contribute to controlling the development of salmonella in animal nutrition, raw materials for animal nutrition and drinking water.

Nutreco remains focused on growth by innovations and we continue to execute our strategy to further strengthen our global market position in Premix and feed specialties and Fish feed by means of organic growth and acquisitions."

NOTES ON FINANCIAL RESULTS

Revenue

(EUR x million)	**H1 2010**	**H1 2009**	**∆%**
Premix and feed specialties	520.8	492.8	5.7%
Fish feed	521.0	438.4	18.8%
Compound feed Europe	509.5	469.2	8.6%
Animal Nutrition Canada	192.4	190.5	1.0%
Meat and other	506.8	536.8	-5.6%
Total revenue Nutreco	**2,250.5**	**2,127.7**	**5.8%**

Revenue from Nutreco's 'continuing operations' was EUR 2,250.5 million in the first half of 2010, up 5.8% over the same period in 2009. Of this increase, 2.6% was due to higher volume. There was a strong increase in volume, particularly in Fish feed, Premix and feed specialties of respectively 10.5% and 8.1%. The price effect in revenue was -5.0%. This was related to price decreases as lower raw material prices were passed on. The contribution from acquisitions was 4.2% and concerned the acquisition of compound feed operations from Cargill in Spain and Portugal and the acquisition of premix and fish feed operations from Fri-Ribe in Brazil. The exchange rate effect was 4.0% and was mainly caused by a positive translation effect as a result of a stronger Canadian dollar, US dollar and Norwegian krone.

EBITA before exceptional items

(EUR x million)	**H1 2010**	**H1 2009**	**∆%**
Premix and feed specialties	42.4	31.8	33.3%
Fish feed	19.1	11.1	72.1%
Compound feed Europe	10.2	-12.9	-
Animal Nutrition Canada	10.4	9.7	7.2%
Meat and other	12.8	11.3	13.3%
Corporate	-10.9	-9.4	16.0%
EBITA '*continuing operations'* before exceptional items	**84.0**	**41.6**	**101.9%**

Operating result

In the first half of the year, EBITA before exceptional items increased by 101.9% to EUR 84.0 million (2009: EUR 41.6 million).

The **Premix and feed specialties** segment achieved excellent results due to an increase in sales and a strong focus on products with more added value. EBITA before exceptional items rose by 33.3% to EUR 42.4 million (2009: EUR 31.8 million).
The **Fish feed** segment achieved EBITA before exceptional items that were 72.1% higher at EUR 19.1 million compared with EUR 11.1 million in 2009. The operating result for the first half of the year is better than for the first half of 2009, mostly due to increased volume in salmon supplies from Norway, a recovery in volume from Chile as well as the positive impact of the exchange rates.
EBITA before exceptional items for the **Compound feed Europe** segment was EUR 10.2 million (2009: EUR -12.9 million). Profitability recovered well compared with the first half of 2009; raw materials prices have decreased and prices for meat, eggs and dairy products are now higher than a year ago.
EBITA before exceptional items for **Animal Nutrition Canada** increased by 7.2% to EUR 10.4 million (2009: EUR 9.7 million), partly as a result of a favourable translation result for the Canadian dollar.
The **Meat and other** segment reported an increase of 13.3%. EBITA before exceptional items rose to EUR 12.8 million compared with EUR 11.3 million in the first half of 2009.

Net financing costs

Net financing costs for 'continuing operations' amounted to EUR 13.0 million (2009: EUR 15.2 million) and decreased mainly as a consequence of a one-time benefit.

Financial expenses amounted to EUR 18.8 million (2009: EUR 17.6 million). The financial expenses mainly consist of interest paid on the US private placements, the revolving credit facility and the dividend on cumulative preference shares 'A'.

Financial income increased to EUR 4.2 million (2009: EUR 2.9 million). The foreign currency exchange result for the first half of 2010 was a profit of EUR 1.6 million (2009: a loss of EUR 0.5 million), which included a release of a reserve for translation differences.

Income tax expenses

Income tax expenses on 'continuing operations' increased from EUR 5.6 million to EUR 15.0 million. The effective tax rate on 'continuing operations' in the first half of 2009 was 27.1%. The effective tax rate for the full year 2010 is expected to be 26-28%.

Result for the period

The result after tax from 'continuing operations' increased by 194.9% from EUR 13.7 million to EUR 40.4 million. Basic earnings per share for 'continuing operations' increased by 213.9% to EUR 1.13 (2009: EUR 0.36). The result for the period attributable to equity holders of Nutreco was EUR 39.3 million (2009: EUR 12.3 million).

Cash position and capital structure

The net debt position as at 30 June 2010 was EUR 313.1 million (31 December 2009: EUR 222.9 million). A significant part of the borrowings is denominated in Canadian and US dollars as a net investment hedge; the strengthening in both currencies led to an increase in net debt of EUR 54 million. At the same time this led to an increase of the assets in most foreign currencies. Total equity as at 30 June 2010 was EUR 761.6 million (31 December 2009: EUR 740.7 million). The net working capital of EUR 181.0 million was EUR 74.2 million lower than on 30 June 2009 (EUR 255.2 million).

In May 2010, Nutreco extended the maturity of its existing revolving credit facility from May 2012 to May 2014. The interest margins and fees were reduced. The facility is supported by an international group of banks. With this amendment Nutreco has further extended its debt maturity profile.

Interim dividend

The interim dividend is EUR 0.50 per ordinary share (2009: EUR 0.20). The dividend will be paid out in shares or in cash, at the shareholder's option. The value of the dividend in shares will be virtually equal to that of the cash dividend. The ex-dividend date is 30 July 2010. The exchange ratio will be determined after the close of markets on 13 August 2010, based on the weighted average rate of the past three days of the selected option period, which is 11, 12 and 13 August 2010. Both the cash and stock dividends will be made payable on 19 August 2010. Nutreco's policy is to pay out a dividend of 35-45% of the annual profit over the fiscal year, excluding impairment and results on disposed activities.

Outlook

Barring unforeseen circumstances, Nutreco expects EBITA before exceptional items in the second half of the year to be in line with the very strong second half of 2009 (EUR 133.6 million). For the full year 2010 this will result in an increase of approximately 25% in EBITA before exceptional items compared with 2009 (EUR 175.2 million).

Strategy

Nutreco will continue to focus on growth in animal nutrition and fish feed by means of:

- Focusing on geographical regions and markets with prospects for structural profitable growth in countries such as Brazil, China, Russia and Vietnam;
- Participating in consolidation in countries where Nutreco has a leading position in compound feed, such as Canada/North America, the Netherlands and Spain;
- Further strengthen our global market position in Premix and feed specialties and Fish feed through independent growth and acquisitions;
- Implementing Nutreco's innovation strategy.

Nutreco will publish a trading update on the third quarter of 2010 on 28 October 2010.

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Nutreco

Nutreco is a global leader in animal nutrition and fish feed. Our advanced feed solutions are at the origin of food for millions of consumers worldwide. Quality, innovation and sustainability are guiding principles, embedded in the Nutreco culture from research and raw material procurement to products and services for agriculture and aquaculture. Experience across 100 years brings Nutreco a rich heritage of knowledge and experience for building its future. Nutreco employs approximately 9,700 people in 30 countries, with sales in 80 countries. Nutreco is listed on the NYSE Euronext stock exchange in Amsterdam and with annual revenues of EUR 4.5 billion in 2009.

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Cautionary note regarding forward-looking statements

This announcement contains forward-looking statements. Forward-looking statements are statements that are not based on historical fact, including statements about our beliefs and expectations. Any statement in this announcement that expresses or implies our intentions, beliefs, expectations or predictions (and the assumptions underlying them) is a forward-looking statement. Such statements are based on plans, estimates and projections as currently available to the management of Nutreco. Forward-looking statements therefore speak only as of the date they are made and we assume no obligation to publicly update any of them in the light of new information or future events.

Forward-looking statements involve inherent risks and uncertainties. A number of significant factors could therefore cause actual future results to differ materially from those expressed or implied in any forward-looking statement. Such factors include but are not limited to conditions on the markets in Europe, the United States and elsewhere from which we derive a substantial portion of our revenue, potential defaults on the part of borrowers or trading counterparties, the implementation of our restructuring programme including the envisaged reduction in headcount and the reliability of our risk management policies, procedures and methods. For more information on these and other factors, please refer to our annual report. The forward-looking statements contained in this announcement are made as of the date hereof and the companies assume no obligation to update any forward-looking statement contained in this announcement.

OPERATING SEGMENT INFORMATION

Premix and feed specialties
Key figures
(EUR x million)

	H1 2010	H1 2009	Change
Revenue (third parties)	520.8	492.8	5,7%
EBITDA*	47.1	36.1	30.5%
EBITA*	42.4	31.8	33.3%
Operating margin (EBITA*/revenue)	8.1%	6.5%	
Operating result (EBIT*)	40.5	30.2	34.1%

* Before exceptional items

Revenue in Premix and feed specialties was EUR 520.8 million (first half of 2009: EUR 492.8 million). Volumes in Premix and feed specialties were up 8.1%, primarily due to higher revenue in Poland, Turkey and the United Kingdom. Volume increased as a result of globally improved market conditions in agriculture. Prices were 4.8% lower on average due to lower raw materials prices. The acquisition of Fri-Ribe in Brazil contributed 5.4% to revenue. The exchange rate effect was 3.2%. This analysis excludes EUR 34.0 million in compound feed revenue outside Europe in the first half of 2009 (first half of 2010: EUR 7.1 million), reported under Premix and feed specialties.

EBITA before exceptional items for Premix and feed specialties increased by 33.3% to EUR 42.4 million compared with EUR 31.8 million in the first half of 2009. The improved result was due to higher volumes, an improved product mix including more higher-margin products and the contribution of the acquisition of Fri-Ribe in Brazil.

In April, Nutreco announced an investment of EUR 6 million in renewing and expanding the production capacity of Selko, a producer of additives for animal nutrition.This investment enables Selko to meet the globally growing demand for alternatives to antibiotics and for products that can control the development of salmonella in animal nutrition, raw materials for animal nutrition and drinking water. The increased demand is also due to increasingly extensive legislation and new food safety requirements. Selko products enable animal nutrition companies and livestock operations to meet increasingly stringent legislation, improve food safety further and maintain the nutritional value of their products. Increasing demand for Selko products in Asia, Europe and the Americas makes such renewal and expansion essential.

Fish feed
Key figures
(EUR x million)

	H1 2010	H1 2009	Change
Revenue (third parties)	521.0	438.4	18.8%
EBITDA*	28.0	19.5	43.6%
EBITA*	19.1	11.1	72.1%
Operating margin (EBITA*/revenue)	3.7%	2.5%	
Operating result (EBIT*)	18.9	10.8	75.0%

* Before exceptional items

Fish feed revenue of EUR 521.0 million is 18.8% higher than in the first half of 2009. In the first half year, volume increased by 10.5%, the price effect was 0.5% and the exchange rate effect was 7.8%. There was strong volume growth in Norway in the first half of the year, as well as in other regions to a lesser extent. The situation in Chile is showing clear signs of improvement and, compared to 2009, this year a market growth of 12% in salmon feed is expected.

The business result for the first half of the year is better than in the first half of 2009, primarily due to strong demand in Norway and a recovery in demand in Chile. The introduction of the new nutrition concept known as MicroBalance^{TM} in 2010 was a great success. MicroBalance^{TM} enables Nutreco to replace the scarce raw material fish meal with vegetable alternatives. This means the fish feed contains 15% fish meal compared with 45% a few years ago.

In July 2010, Nutreco announced the acquisition of Tomboy Aquafeed (Skretting Vietnam), a renowned and profitable Vietnamese fish and shrimp feed business. The transaction is expected to be completed by the end of September 2010. The company is the fourth-largest player in the Vietnamese shrimp market. It recently invested in a new factory to produce feed for tilapia, barramundi, snapper and grouper. The company has two plants – one near Ho Chi Minh City and one in Long An province - employing about 300 people. Revenue in 2009 was EUR 18 million.

After China and India, Vietnam is the largest global player in aquaculture. The country is one of the world's largest producers of shrimp. With 3,260 kilometres of coastline and the Mekong Delta, the aquaculture sector has been able to grow considerably in the past decade, initially in both shrimp and catfish in particular, and more recently in other marine fish species. Vietnam is developing into a leading producer and processor of cultivated shrimp and marine fish in Asia, with a strong emphasis on exports. This acquisition also offers a platform for further growth in Asia.

Nutreco is also investing EUR 20 million in modernising and expanding the fish feed factory in Australia. The investment enables Skretting to meet the growing demand for high-quality fish feed for salmon, trout, barramundi and tuna in both Australia and New Zealand. Since 2001, the volume for fish feed in this region has grown by 10% annually. The investment in the factory, which results in capacity being doubled to 120,000 tonnes a year, includes the installation of a second product line, modernisation of the silos and integration of an existing line in the renovated factory.

Compound feed Europe

Key figures

(EUR x million)

	H1 2010	H1 2009	Change
Revenue (third parties)	509.5	469.2	8.6%
EBITDA*	16.4	-7.2	-
EBITA*	10.2	-12.9	-
Operating margin (EBITA*/revenue)	2.0%	-2.7%	
Operating result (EBIT*)	9.5	-13.4	-

* Before exceptional items

Revenue in Compound feed Europe sector increased by EUR 40.3 million to EUR 509.5 million (first half of 2009: EUR 469.2). The largest contribution to the increase in revenue resulted from the acquisition of the compound feed operations of Cargill in Spain and Portugal (16.3%). The price effect on revenue was -4.5% and volumes were 3.2% lower than in the same period in 2009.

EBITA for Compound feed Europe was EUR 10.2 million (first half of 2009: EUR -12.9 million). Profitability has recovered well compared with the first half of 2009; raw materials prices have decreased and due to the favourable developments in the prices of meat, eggs and dairy products, demand for these products is displaying slight improvement and is now higher than a year ago. The market conditions in Spain have not yet recovered entirely. This is primarily a result of the economic situation in which the country finds itself.

The integration of Cargill's compound feed operations in Spain and Portugal, acquired in 2009, is progressing according to plan. Nutreco's aim is to bring the profitability of the acquired operations into line with existing operations.

Animal Nutrition Canada

Key figures

(EUR x million)

	H1 2010	H1 2009	Change
Revenue (third parties)	192.4	190.5	1.0%
EBITDA*	13.0	11.9	9.2%
EBITA*	10.4	9.7	7.2%
Operating margin (EBITA*/revenue)	5.4%	5.1%	
Operating result (EBIT*)	7.6	7.3	4.1%

* Before exceptional items

Revenue in the first half of 2010 for Animal Nutrition Canada was EUR 192.4 million compared with EUR 190.5 million in the first half of 2009. The increase was the result of the exchange rate effect of 15.3%. Prices (-9.4%) and volumes (-4.9%) were lower than in the first half of 2009. Feed volumes for chickens and cattle are stable but those for pigs are still lower as a result of the weaker export markets. The price effect of -9.4% is the result of charging lower raw materials prices to the price of the feed.

EBITA increased from EUR 9.7 million to EUR 10.4 million due to the effect of conversion from the Canadian dollar to the euro.

Meat and other

Key figures

(EUR x million)

	H1 2010	H1 2009	Change
Revenue (third parties)	506.8	536.8	-5,6%
EBITDA*	17.5	16.1	8.7%
EBITA*	12.8	11.3	13.3%
Operating margin (EBITA*/revenue)	2.5%	2.1%	
Operating result (EBIT*)	12.3	10.9	12.8%

* Before exceptional items

Revenue for Meat and other operations declined by 5.6%, mainly as a result of a price decrease of 9.4% due to passing on lower feed prices. Volumes were 2.0% higher than in the previous year. The acquisition effect was 0.9% and relates to the acquisition of Cargill's operations in Spain and Portugal.

EBITA for Meat and other was EUR 12.8 million compared with EUR 11.3 million in the first half of 2009. The increased profitability in poultry and pigs was the result of a margin improvement due to lower feed prices. Poultry farms in Canada achieved slightly higher results due to a positive translation impact of the Canadian dollar and the euro.

Consolidated income statement

(EUR x million)	H1 2010	H1 2009	∆%
Revenue	**2,250.5**	**2,127.7**	**5.8%**
Raw materials and consumables used	-1,760.7	-1,703.9	3.3%
Change in fair value of biological assets	0.4	-4.3	-
Changes in inventories of finished goods and work in progress	8.3	-3.0	-
Gross margin	**498.5**	**416.5**	**19.7%**
Other operating income	10.4	12.6	-17.5%
Personnel costs	-242.8	-215.1	12.9%
Depreciation and amortisation expenses	-34.5	-31.6	9.2%
Impairment of long-lived assets	0.0	-3.1	-
Other operating expenses	-164.0	-146.2	12.2%
Operating result from ‘continuing operations’	**67.6**	**33.1**	**104.2%**
Financial income	4.2	2.9	
Financial expenses	-18.8	-17.6	
Foreign exchange result	1.6	-0.5	
Net financing costs	**-13.0**	**-15.2**	**-14.5%**
Share in results of associates	0.8	1.4	-42.9%
Result before tax from ‘continuing operations’	**55.4**	**19.3**	**187.0%**
Income tax expense	-15.0	-5.6	167.9%
Result after tax from ‘continuing operations’	**40.4**	**13.7**	**194.9%**
Result after tax from ‘discontinued operations’	0.0	0.0	
Total result for the period	**40.4**	**13.7**	**194.9%**
Attributable to:			
Equity holders of Nutreco	39.3	12.3	219.5%
Non-controlling interest	1.1	1.4	
Total result for the period	**40.4**	**13.7**	**194.9%**
Key figures on operating result (EUR x million)			
Earnings Before Interest, Tax and Amortization (EBITA)	74.1	38.5	92.5%
Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA)	102.1	64.7	57.8%

Key figures per share for 'continuing operations'	H1 2010	H1 2009	Δ%
Basic earnings per share for 'continuing operations' (EUR)	1.13	0.36	213.9%
Diluted earnings per share for 'continuing operations' (EUR)	1.13	0.36	213.9%
Weigthted average number of shares outstanding for the period (x thousand)	34,854	34,378	
Weighted average number of diluted shares outstanding for the period (x thousand)	34,854	34,383	
Number of ordinary shares outstanding as at 30 June (x thousand)	34,778	34,695	
Key figures per share (EUR)			
Basic earnings per share	1.13	0.36	213.9%
Diluted earnings per share	1.13	0.36	213.9%

Consolidated statement of comprehensive income

(EUR x million)	H1 2010	H1 2009
Total result for the period	**40.4**	**13.7**
Other comprehensive income		
Net investment hedges		
- Revaluation investments	109.4	33.1
- Revaluation net investment hedge	-81.1	-27.1
	28.3	**6.0**
Changes in cash flow hedges other than currency	1.3	4.4
Non-controlling interest	0.3	-
Income tax relating to components of comprehensive income	-0.6	-1.3
Other comprehensive income for the period, net of income tax	**29.3**	**9.1**
Total comprehensive income for the period	**69.7**	**22.8**
Total comprehensive income attributable to:		
Equity holders of Nutreco	68.3	21.4
Non-controlling interest	1.4	1.4
Total comprehensive income for the period	**69.7**	**22.8**

Condensed operating segments

(EUR x million)	H1 2010	H1 2009	∆%
Revenues by segment '*continuing operations*'			
Revenues to third parties			
Premix and feed specialties	520.8	492.8	5.7%
Fish feed	521.0	438.4	18.8%
Compound feed Europe	509.5	469.2	8.6%
Animal Nutrition Canada	192.4	190.5	1.0%
Meat and other	506.8	536.8	-5.6%
Revenues '*continuing operations*'	**2,250.5**	**2,127.7**	**5.8%**
Operating result before exceptional items and amortisation (EBITA) per segment '*continuing operations*'			
Premix and feed specialties	42.4	31.8	33.3%
Fish feed	19.1	11.1	72.1%
Compound feed Europe	10.2	-12.9	-
Animal Nutrition Canada	10.4	9.7	7.2%
Meat and other	12.8	11.3	13.3%
Corporate	-10.9	-9.4	16.0%
EBITA '*continuing operations*' before exceptional items	**84.0**	**41.6**	**101.9%**
Restructuring	-9.9	-4.2	
Impairment charges	-	-3.1	
Other	-	4.2	
Total exceptional items	**-9.9**	**-3.1**	
Total EBITA '*continuing operations*'	**74.1**	**38.5**	**92.5%**
Operating result by segment from '*continuing operations*' (EBIT)			
Premix and feed specialties	40.5	30.2	34.1%
Fish feed	18.9	10.8	75.0%
Compound feed Europe	9.5	-13.4	-%
Animal Nutrition Canada	7.6	7.3	4.1%
Meat and other	12.3	10.9	12.8%
Corporate	-11.3	-9.6	17.7%
Operating result '*continuing operations*' before exceptional items	**77.5**	**36.2**	**114.1%**
Total exceptional items	**-9.9**	**-3.1**	
Total operating result from '*continuing operations' before exceptional items* (EBIT)	**67.6**	**33.1**	**104.2%**

No audit performed

Condensed segment reporting
Revenue per quarter

(EUR x million)	Q1 2010	Q1 2009	∆%	Q2 2010	Q2 2009	∆%
Revenues to third parties						
Premix and feed specialties	254.9	257.9	-1.2%	265.9	234.9	13.2%
Fish feed	217.1	189.4	14.6%	303.9	249.0	22.0%
Compound feed Europe	261.6	238.4	9.7%	247.9	230.8	7.4%
Animal nutrition Canada	91.1	92.6	-1.6%	101.3	97.9	3.5%
Meat and other	247.9	265.6	-6.7%	258.9	271.2	-4.5%
Revenues '*continuing operations*'	**1,072.6**	**1,043.9**	**2.7%**	**1,177.9**	**1,083.8**	**8.7%**

Consolidated balance sheet

(EUR x million)	30 June 2010	31 December 2009
Assets		
Property, plant and equipment	544.4	517.1
Intangible assets	350.7	310.4
Investments in associates	22.3	19.8
Other investments	31.5	43.4
Deferred tax assets	30.0	26.3
Total non-current assets	**978.9**	**917.0**
Inventories	303.8	251.0
Biological assets	113.3	104.9
Income tax receivables	11.5	13.8
Trade and other receivables	639.9	606.0
Cash and cash equivalents	202.3	232.6
Total current assets	**1,270.8**	**1,208.3**
Total assets	**2,249.7**	**2,125.3**
Issued and paid-up share captial	8.4	8.4
Share premium	159.5	159.5
Treasury shares	-15.9	-1.2
Hedging reserve	-12.2	-13.5
Retained earnings	564.3	507.9
Undistributed result	39.3	90.3
Translation reserve	7.1	-21.2
Equity attributable to equity holders of Nutreco	**750.5**	**730.2**
Non-controlling interest	11.1	10.5
Total equity	**761.6**	**740.7**
Liabilities		
Interest-bearing borrowings	469.5	414.0
Employee benefits	12.4	11.1
Provisions	3.6	3.6
Deferred tax liabilities	22.6	15.4
Total non-current liabilities	**508.1**	**444.1**
Interest-bearing borrowings	45.9	41.5
Employee benefits	33.4	42.6
Provisions	8.2	14.6
Income tax liabilities	16.5	15.6
Trade and other payables	876.0	826.2
Total current liabilities	**980.0**	**940.5**
Total liabilities	**1,488.1**	**1,384.6**
Total equity and liabilities	**2,249.7**	**2,125.3**

No audit performed

Consolidated cash flow statement

(EUR x million)	H1 2010	H1 2009
Total result for the period	**40.4**	**13.7**
Net financing costs ‘continuing operations’	13.0	15.2
Share in results of associates	-0.8	-1.4
Income tax expense ‘continuing operations’	15.0	5.6
Impairment losses on long-lived assets	0.0	3.1
Depreciation ‘continuing operations’	28.0	26.2
Amortisation ‘continuing operations’	6.5	5.4
Equity settled share-based payment expense	1.8	1.6
Changes in fair value of other investments	-0.6	0.0
Changes in fair value of biological assets	-0.4	4.3
Changes in fair value foreign exchange contracts	-2.1	4.9
Changes in fair value of commodity contracts	0.0	-11.1
Loss on sale of property, plant and equipment	-0.1	-0.2
Loss on sale of intangible assets	0.0	-4.3
Cash flows from operating activities before changes in working capital and provisions	**100.7**	**63.0**
Increase in working capital	-40.1	-10.6
Decrease/increase in employee benefits	-10.5	0.9
Decrease in provisions	-6.5	-0.5
Cash generated from operations	**43.6**	**52.8**
Interest received	2.1	2.8
Interest paid	-18.9	-16.2
Income taxes paid	-8.1	-8.7
Dividends received	0.5	0.3
Net cash from operating activities	**19.2**	**31.0**
Acquisition of property, plant and equipment	-23.4	-30.7
Acquisition of intangible assets	-1.6	-0.7
Acquisition of group companies net of cash acquired	-0.5	0.0
Acquisition of non-controlling interest	-1.6	0.0
Acquisition of associates	0.0	-2.8
Acquisition of other investments	-0.8	-8.4
Proceeds from the sale of property, plant and equipment	1.6	3.8
Proceeds from the sale of intangible assets	0.0	0.3
Proceeds from the sale of business	0.0	5.0
Disposal of subsidiaries net of cash disposed of	-0.8	0.0
Proceeds from the sale of share in associates	0.5	0.0
Repayments on other investments	10.7	0.4
Net cash used in investing activities	**-15.9**	**-33.1**
Usage of treasury shares	0,7	0.9
Repurchase shares	-27.7	0.0
Dividends paid to equity holders of Nutreco	-19.3	-24.7
Dividends paid to minority shareholders	0.0	-0.6
Repayment of borrowings	-17.3	-181.0
Proceeds from borrowings	20.3	166.1
Net cash used in financing activities	**-43.3**	**-39.3**
Decrease in cash and cash equivalents	-40.0	-41.4
Cash and cash equivalents at 1 January	201.0	151.8
Effect of exchange rate fluctuations on cash held	8.1	1.7
Cash and cash equivalents at 30 June	**169.1**	**112.1**
Cash and cash equivalents at 30 June	202.3	179.7
Bank overdrafts at 30 June	-33.2	-67.6
Cash and cash equivalents for the cash flow statements at 30 June	**169.1**	**112.1**

No audit performed

Statement of changes in equity

(EUR x million)	Issued and paid-up share capital	Share premium account	Treasury shares	Hedging reserve	Retained earnings	Undistributed result	Translation reserve	Total attributable to equity holders	Non-controlling interest	Total equity
As at 1 January 2009	**8.4**	**159.5**	**-28.0**	**-14.1**	**444.2**	**114.8**	**-29.8**	**655.0**	**10.5**	**665.5**
Transactions with shareholders										
Undistributed result					114.8	-114.8		0.0		0.0
Dividend on ordinary shares					-28.6			-28.6	-1.2	-29.8
Stock dividend			18.7		-18.7			0.0		0.0
Usage of treasury shares			8.0		-6.7			1.3		1.3
Divestment								0.0	-1.5	-1.5
Share-based payments					3.0			3.0		3.0
Options exercised			0.1					0.1		0.1
Total transactions with shareholders	**0.0**	**0.0**	**26.8**	**0.0**	**63.8**	**-114.8**	**0.0**	**-24.2**	**-2.7**	**-26.9**
Comprehensive income for the period										
Total result for the period						90.3		90.3	2.7	93.0
Other comprehensive income for the period (net of income tax)				0.6	-0.1		8.6	9.1		9.1
Comprehensive income for the period	**0.0**	**0.0**	**0.0**	**0.6**	**-0.1**	**90.3**	**8.6**	**99.4**	**2.7**	**102.1**
As at 31 December 2009	**8.4**	**159.5**	**-1.2**	**-13.5**	**507.9**	**90.3**	**-21.2**	**730.2**	**10.5**	**740.7**
Transactions with shareholders										
Undistributed result					90.3	-90.3		0.0		0.0
Dividend on ordinary shares					-19.3			-19.3		-19.3
Stock dividend			16.8		-16.8			0.0		0.0
Usage of treasury shares			-1.1		1.9			0.8		0.8
Acquisition of non controlling interest					-1.0			-1.0	-0.6	-1.6
Divestment								0.0	-0.2	-0.2
Share-based payments					1.8			1.8		1.8
Options exercised			0.0		0.1			0.1		0.1
Repurchase own shares			-30.4					-30.4		-30.4
Total transactions with shareholders	**0.0**	**0.0**	**-14.7**	**0.0**	**57.0**	**-90.3**	**0.0**	**-48.0**	**-0.8**	**-48.8**
Comprehensive income for the period										
Total result for the period						39.3		39.3	1.1	40.4
Other comprehensive income for the period (net of income tax)				1.3	-0.6		28.3	29.0	0.3	29.3
Comprehensive income for the period	**0.0**	**0.0**	**0.0**	**1.3**	**-0.6**	**39.3**	**28.3**	**68.3**	**1.4**	**69.7**
As at 30 June 2010	**8.4**	**159.5**	**-15.9**	**-12.2**	**564.3**	**39.3**	**7.1**	**750.5**	**11.1**	**761.6**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(1) PRINCIPAL ACCOUNTING POLICIES

1. Reporting entity

Nutreco N.V. ('Nutreco') is a company domiciled in the Netherlands. The condensed consolidated interim financial statements of the company for the first half of 2010 comprise Nutreco and its subsidiaries (the 'Group') and Nutreco's interest in associates and jointly controlled entities.

The Group's consolidated financial statements for 2009 are available on request from the Nutreco Head office, Prins Frederiklaan 4, 3818 KC Amersfoort, Netherlands, or can be obtained from the website www.nutreco.com.

2. Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU (IFRS), IAS 34 *Interim Financial Reporting*. They do not contain all the information required for a complete full-year set of financial statements and should be read in conjunction with the Group's consolidated financial statements for 2009.

3. Use of estimates

The preparation of consolidated interim financial statements requires management to make estimates and judgements that affect the application of the policies and the reported amounts of assets and liabilities, income and expenses. The actual figures may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the principal judgments formed by management in applying the Group's accounting policies and the principal sources of the estimates used were the same as the judgments and sources used in preparing the consolidated financial statements for 2009.

4. (Change in) Accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are consistent with those applied by the Group in the consolidated financial statements for 2009.

From 1 January 2010 the Group has applied IFRS 3 Business Combinations in accounting for business combinations. The change in accounting policy has been applied prospectively; there was no impact on earnings per share in the current period.
For acquisitions on or after 1 January 2010, the Group measures goodwill as the fair value of the consideration transferred (including the fair value of any previously-held equity interest in the acquiree) and the recognised amount of any non-controlling interest in the acquiree, less the net recognised amount of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date. When the excess is negative, a bargain purchase gain is recognised immediately in profit or loss,

From 1 January 2010 the Group has applied IAS 27 Consolidated and Separate Financial Statements in accounting for acquisitions of non-controlling interests. The change in accounting policy has been applied prospectively; there was no impact on earnings per share in the current period.
From 1 January 2010, acquisitions of non-controlling interests are accounted for as transactions with equity holders in their capacity as equity holders and therefore no goodwill is recognised. Previously, goodwill arising on the acquisition on non-controlling interests in a subsidiary has been recognised,

and represented the excess of the cost of the additional investment over the carrying amount of the interest in the net assets acquired at the date of transaction.

5. Risk management

In our 2009 Annual report the most important financial, operational, compliance and strategic risks are reported together with Nutreco's general risk management and control systems to monitor these risks. See for more information the pages 52-58 of the Nutreco Annual Report 2009. These risk factors are deemed to be included by reference in this report.

For the remainder of 2010, we see the following particular risks and uncertainties:

- The risk that price developments in the international markets for raw materials influence revenue and margins
- The risk that prices for poultry and pigs could influence the Nutreco business, which is directly exposed to market prices
- The occurrence of animal diseases in livestock farming could lead to a significant reduction of the number of animals and as a consequence to a lower demand for feed. The livestock of Nutreco could be exposed to animal diseases
- Exchange rate fluctuations relating to either to either the purchase of raw materials or sales of finished products to customers could influence margins

We do not foresee significant additional risks in 2010. Additional risks not known to us, or currently believed not to be material, may apply and could later turn out to have a material impact on our business, financial objectives or capital resources.

(2) OPERATING SEGMENTS OF THE FIRST HALF YEAR

Nutreco has structured its organisation in five segments: Premix and feed specialties, Fish feed, Compound feed Europe, Animal Nutrition Canada and Meat and other. The segment Meat and other mainly covers Nutreco's poultry and pork activities in Spain and Nutreco's poultry activities in Canada. The segments are in accordance with the management responsibilities and in line with internal management reporting.

Reportable segments

(EUR x million)	**Third party revenue**		**Intersegment**		**Total revenue**		**Operating result before amortisation**	
	H1 2010	**H1 2009**	**H1 2010**	**H1 2009**	**H1 2010**	**H1 2010**	**H1 2010**	**H1 2009**
Premix and feed specialties	520.8	492.8	48.8	42.6	569.6	535.4	42.4	31.8
Fish feed	521.0	438.4	4.5	6.4	525.5	444.8	19.1	11.1
Compound feed Europe	509.5	469.2	141.4	142.4	650.9	611.6	10.2	-12.9
Animal Nutrition Canada	192.4	190.5	10.0	9.4	202.4	199.9	10.4	9.7
Meat and other	506.8	536.8	0.3	0.3	507.1	537.1	12.8	11.3
	2,250.5	**2,127.7**	**205.0**	**201.1**	**2,455.5**	**2,328.8**	**94.9**	**51.0**
Eliminations	-	-	-274.8	-201.1	-274.8	-201.1		
Corporate and other	-	-	69.8	-	69.8	-	-10.9	-9.4
Exceptional items							-9.9	-3.1
Continuing operations	**2,250.5**	**2,127.7**	**0.0**	**0.0**	**2,250.5**	**2,127.7**	**74.1**	**38.5**
Discontinued operations	-	-	-	-	-	-	-	-
Consolidated	**2,250.5**	**2,127.7**	**0.0**	**0.0**	**2,250.5**	**2,127.7**	**74.1**	**38.5**

(3) NET FINANCING COSTS

Net financing costs for 'continuing operations' amounted to EUR 13.0 million (2009: EUR 15.2 million) and decreased mainly as a consequence of a one-time benefit.

Financial expenses amounted to EUR 18.8 million (2009: EUR 17.6 million). The financial expenses mainly consist of interest paid on the US private placements, the revolving credit facility and the dividend on cumulative preference shares ‘A’.

Financial income increased to EUR 4.2 million (2009: EUR 2.9 million). The foreign currency exchange result for the first half of 2010 was a profit of EUR 1.6 million (2009: a loss of EUR 0.5 million), which included a release of a reserve for translation differences.

(4) INCOME TAX EXPENSE

Income tax expense increased from EUR 5.6 million to EUR 15.0 million (effective tax rate of 27%). The effective tax rate in 2010 is expected to be 26-28%, depending on the profit realised in the various countries.

(5) EARNINGS PER SHARE

Basis earnings per share
The calculation of the basic earnings per share as at 30 June 2010 has been based on the profit for the first half year attributable to equity holders of Nutreco, amounting to EUR 39.3 million (30 June 2009: EUR 12.3 million) and a weighted average number of ordinary shares outstanding (x thousand) of 34,854 during the first half year ending 30 June 2010 (30 June 2009: 34,378).

Share capital
The authorised share capital of the company as at 30 June 2010 amounted to EUR 41.5 million (2009: EUR 41.5 million) and consists of 55 million ordinary shares, 16 million cumulative preference shares ‘A’, 71 million cumulative preference shares ‘D’ and 31 million cumulative financing preference shares ‘E’, all with a nominal value of EUR 0.24.

The movements in the treasury shares can be summarised as follows:

EUR x 1,000	**2010**		**2009**	
	Number of shares	**Amount**	**Number of shares**	**Amount**
As at 1 January	**123,913**	**1,261**	**589,624**	**28,058**
Options	-7,600	-2	-1,200	-56
Conversion of final dividend	-425,352	-16,763	-395,740	-18,646
Shares issued	-4,988	1,073	-18,831	-754
Share issuance/repurchase	654,339	30,333	250,000	60
As at 30 June	**340,312**	**15,902**	**423,853**	**8,662**

In the first half of 2010, Nutreco purchased 654,339 of its ordinary shares at an average price of EUR 46.19 per share, with the purpose to cover employee stock plans and stock dividend. In the first half year of 2009 Nutreco issued 250,000 new ordinary shares to meet the needs of the existing stock and option plans and as a reserve to pay the stock dividend.

(6) PROPERTY, PLANT AND EQUIPMENT

In the first half year of 2010 capital expenditures have been made in all segments to further optimise the asset base. Nutreco applies a strict capital expenditure policy.

(7) LOANS AND BORROWINGS

The analysis of the total of interest-bearing borrowings is as follows:

(EUR x million)	**30 June 2010**	**31 December 2009**
Non-current	469.5	414.0
Current	45.9	41.5
Total	**515.4**	**455.5**

As at 30 June 2010, the long-term debt of EUR 469.5 million is made up primarily of the cumulative preference shares, amounting to EUR 54.5 million, the private placement of EUR 247.9 million and the revolving credit facility of EUR 167.1 million.

On 26 May 2010, Nutreco successfully extended the maturity of its existing revolving credit facility from May 2012 to May 2014. In addition, interest margins and fees were reduced to improved market circumstances. The amended facility was very well oversubscribed and the facility amount is EUR 500.0 million. The facility is supported by an international group of banks.

The financial covenants, which are based on net senior debt compared to EBITDA and EBITDA compared to net financing costs, have not changed. The company maintains a prudent financial policy and uses internal criteria that are well within the criteria set in its credit facilities. With the amended revolving credit facility, Nutreco has further extended its debt maturity profile and ensured sufficient liquidity and a strong balance sheet for the upcoming years.

(8) PROVISIONS

(EUR x million)	**Restructuring**	**Claims**	**Guarantees**	**Total**
As at 1 January 2010	**6.9**	**11.2**	**0.1**	**18.2**
Additions charged	0.4	2.0		2.4
Release	-0.7	-4.6	-	-5.3
Utilised	-1.8	-1.6	-0.1	-3.5
As at 30 June 2010	**4.8**	**7.0**	**0.0**	**11.8**
Non-current	*1.6*	*2.0*	-	*3.6*
Current	*3.2*	*5.0*	-	*8.2*

On 30 June 2010 the restructuring provisions consist mainly of the remaining part for the reorganisation of the compound feed activities in Western Europe and the premix activities in France and Italy.

The major part of the provision for claims as at 30 June 2010 consists of exposures from several customers of Nutreco which relate to discussions about feed quality.

(9) RELATED PARTY TRANSACTIONS

Nutreco indentifies its associates, joint ventures, Nutreco Pension Funds and Key management as related parties. Nutreco considers the members of the Executive Board as key management.

Transactions between parties are subject to conditions that usually govern comparable sales and purchases with other parties.

(10) SUBSEQUENT EVENTS

On July 1, 2010 Nutreco announced that it has acquired 100% of the shares in Tomboy Aquafeed JSC in Vietnam, a reputable and profitable Vietnamese fish and shrimp feed company. Tomboy has two plants near Ho Chi Min City and in the Long An Province and employs approximately 300 staff. Annual revenues amounted to EUR 18 million in 2009.

(11) RESPONSIBILITY STATEMENT EXECUTIVE BOARD

This report contains the semi-annual figures of Nutreco N.V. for the first six months of 2010. This report consist of the semi annual management report (press release), segment reporting, condensed consolidated financial statements, notes to the condensed consolidated interim financial statements, and the responsibility statement of the Executive Board. The financial information in this report is unaudited.

The Executive Board of Nutreco hereby declares that the best of their knowledge, the semi-annual financial statements, which have been prepared in accordance with International Financial Accounting Standards (IFRS) as adopted by the EU and additional Dutch disclosure requirements for half-yearly financial reports , give a true and fair view of the assets, liabilities, financial position and profit or loss of the company and the undertakings included in the consolidation taken as a whole, and the semi annual management report gives a fair view of the information pursuant to section 5:25d subsection 8 and 9 of the Dutch Financial Markets Supervision Act.

Amersfoort, 29 July 2010

W. Dekker – CEO
C. van Rijn – CFO
K. Nesse – EVP Aquaculture
F. Tielens – EVP Specialties
J. Vergeer – EVP Agriculture