



PRESS RELEASE

Amersfoort, 30 July 2009

Nutreco reports half-year revenues of EUR 2.1 billion and EBITA of EUR 41.6 million

- Revenue of EUR 2,127.7 million; a decrease of 8.5% from first half 2008 mainly due to 7.0% lower volumes
- Performance in line with outlook in the Q1 trading update
- The agreed acquisition of twelve compound feed plants from Cargill in Spain and Portugal will strengthen Nutreco's leading market position
- Company wide programmes to reduce working capital and operational costs are contributing to the result
- Nutreco secured financing with a syndicated loan and a private placement and maintained a strong balance sheet
- Interim 2009 dividend EUR 0.20 at choice of shareholder in cash or stock

Wout Dekker, Nutreco CEO: "The Nutreco performance in the first half year is in line with our outlook given in the Q1 trading update. Our premix and feed specialties business performed well and the fundamentals in the fish feed business are good, although demand for fish feed in Chile is reduced as a consequence of the ISA virus in salmon farming. The compound feed business in the Netherlands suffered a major loss at the beginning of the year, but measures have been taken to restore profitability. In Spain the poultry business returned to profitability due to lower feed prices and higher poultry prices. We are strengthening the compound feed business in Spain and Portugal, with the acquisition in those countries of the animal nutrition business from Cargill. This acquisition fits in our growth strategy of participating in the consolidation process in those markets where we have leading positions. Due to the expansion of Nutreco and to support further growth we extended our Executive Board to five members by appointing three Executive-Vice Presidents."

Long-term prospects remain positive

"Animal nutrition and fish feed products are directly linked to the basic needs of consumers for food products such as dairy products, meat and fish. Due to the global financial downturn there is a temporary shift in consumer spending to less expensive food categories and a temporary decline in volumes. As a consequence the demand for milk and meat products would decline slightly leading to lower milk and pig prices. Farmers are used to adjusting to such situations by measures including cost savings, which could lead to a temporary reduction in animal feed purchases. However, demand for food will increase again as the global economies recover and population numbers rise. In June Nutreco organised the fifth biennial Agri Vision multi stakeholder conference. The main question during the conference was 'will we be able to feed and fuel 9 billion people in 2050 in a sustainable way?' The majority of the 375 participants was optimistic since current knowledge and technology can still increase agricultural productivity substantially and targeted research can boost it even further. Nutreco operates at the critical junction between the raw materials and the producers of meat, fish, dairy and eggs. Our slogan 'Feeding the future' reflects our ambition to have a leading role in developing advanced feed solutions that contribute to feeding a growing world population."

Key figures

(EUR x million)

	H1 2009	H1 2008	Change
Revenue from 'continuing operations'	2,127.7	2,324.2	-8.5%
Operating result before exceptionals and amortisation (EBITA)	41.6	82.3	-49.5%
Operating result from 'continuing operations' (EBIT)	33.1	80.1	-58.7%
Profit after tax from 'continuing operations'	13.7	48.8	-71.9%
Profit for the period attributable to equity holders of Nutreco	12.3	51.3	-76.0%
Basic earnings per ordinary share for 'continuing operations' (EUR)	0.36	1.38	-73.9%

NOTES ON FINANCIAL RESULTS

General:

In comparing the first half year results of 2009 with 2008 two major events should be taken into consideration:

1. Nutreco had a negative one-off of approximately EUR 20 million in compound feed in the first half of 2009.
2. The first half year results of 2008 were the best results in the history of Nutreco. This was partly related to EUR 20 million benefits related to favourable raw material position in a market with increasing prices.

Furthermore the majority of Nutreco's result is generated in the second half of the year. As we indicate in the outlook of this report the second half year results will be more in line with the second half of 2008.

Revenue

Revenue from Nutreco's 'continuing operations' amounted to EUR 2,127.7 million in the first half of 2009, a decrease of 8.5% compared with the same period in 2008. Of this decrease 7.0% relates to a lower demand for feed in line with market developments and -1.6% consisted of price-effect related to lower raw material prices. Acquisitions contributed 1.0% and the foreign exchange rate effect was -0.9 %.

Operating result

The EBITA before exceptional items from 'continuing operations' was 49.5 % lower at EUR 41.6 million compared with EUR 82.3 million in the first half of 2008. This decline was partly due to the exceptionally strong result in the first half of 2008 as explained before.

The **Premix and feed specialties** business reported an EBITA of EUR 31.8 million (2008: EUR 45.1 million) a decrease of 29.5%. The operational performance is in line with last year excluding the one-time benefit that was approximately EUR 15 million in the first half of 2008. The result in the first half-year of **Compound feed Europe** was EUR -12.9 million (2008: EUR 24.4 million). The operating loss relates to a one-off loss of approximately EUR 20 million in the Dutch business, which is partly compensated by the results in Compound feed Spain. Measures have been implemented to restore profitability in the Netherlands. The EBITA from **Animal Nutrition Canada** was 5.4% higher at EUR 9.7 million (2008: EUR 9.2 million).

The EBITA from **Fish feed** was EUR 11.1 million compared with EUR 13.3 million in 2008. The lower result is mainly related to a volume effect due to the continuing health challenges in the Chilean fish farming market. As a consequence of the ISA virus in Chile the fish farming industry had to downscale operations. The decline is partly compensated by a volume growth in other salmon farming areas such as Norway and Canada.

The EBITA from **Meat and other activities** was EUR 11.3 million compared with EUR 0.3 million in the first half of 2008. The return to profitability of Meat and other activities in the first half of 2009 is mainly due to lower cost prices because of lower feed prices and an improvement in poultry prices in Spain.

More details can be found about the performance of the various business segments under the heading 'Condensed segment Information'.

Net financing costs

Net financing costs from 'continuing operations' amounted to EUR 15.2 million (2008: EUR 13.4 million) and increased mainly due to higher interest rates.

The financial expenses, amounting to EUR 17.6 million (2008: EUR 15.6 million) consisted mainly of interest paid on the US private placement, the syndicated loan and the dividend on the cumulative preference shares 'A'.

The financial income of EUR 2.9 million (2008: EUR 1.5 million) increased as a consequence of an average higher cash position. The foreign exchange result for the first half of 2009 was a loss of EUR 0.5 million (2008: EUR 0.7 million profit).

Income tax expense

Income tax expense decreased from EUR 18.2 million to EUR 5.6 million (effective tax rate of 29%). The effective tax rate in 2009 is expected to be 26-28% (2008: 26%), mainly depending on the profit realised in the various countries.

Result after tax from 'continuing operations'

The profit after tax from 'continuing operations' was 71.9% lower at EUR 13.7 million (2008: EUR 48.8 million).

Earnings per ordinary share

Earnings per ordinary share from 'continuing operations' were 73.9% lower at EUR 0.36 (2008: EUR 1.38). The profit for the first half year attributable to equity holders of Nutreco was EUR 12.3 million, compared with EUR 51.3 million in 2008.

Cash position and capital structure

The net debt position on 30 June 2009 was EUR 396.5 million (31 December 2008: EUR 367.1 million). The total equity of Nutreco on 30 June 2009 was EUR 665.6 million (31 December 2008: EUR 665.5 million). The net working capital of EUR 255.2 is stable compared with the net working capital balance at 31 December 2008 (EUR 253.8 million) and decreased compared with the balance at 30 June 2008 (EUR 324.8 million). The improvement was the result of a company wide programme to reduce working capital and of lower raw material prices compared with last year.

On 8 April 2009, Nutreco issued USD 150 million in senior notes in a private placement in the United States of America. The notes have been used to repay the maturing USD 46 million tranche of the notes that were issued in 2004 and to refinance existing bank debt by long-term debt. The senior notes consist of three tranches with maturities of five, seven and ten years and are placed with six institutional investors.

On 20 May 2009, Nutreco successfully refinanced its existing revolving credit facility which would have matured in March 2010. The new facility amounts to EUR 550 million and has a maturity of three years. The facility is supported by an international group of banks.

With both the private loan and the new revolving credit facility, Nutreco has extended its debt maturity profile and ensured sufficient liquidity and a strong balance sheet for the upcoming years.

Interim dividend

The interim dividend amounts to EUR 0.20 per ordinary share. The dividend will be payable in shares or cash at the shareholder's option. The value of the stock dividend will be virtually identical to the cash dividend. The ex-dividend date will be 31 July 2009. The conversion ratio will be determined on 14 August 2009 after close of trading, based on the weighted average share price on the last three days of the period allowed for shareholders to notify the company of their preference, namely 12, 13 and 14 August 2009. Both the cash and stock dividends will be placed at the shareholders' disposal on 20 August. The policy of Nutreco is to pay a dividend of 35-45% of the annual result excluding impairment and the book result on disposed activities.

Outlook second half-year 2009:

The following developments are expected for the second half-year of 2009:

Animal Nutrition

Premix and feed specialties: operational result slightly lower than the second half of last year.

Compound feed Europe: Nutreco expects a return to profitability in the second half of 2009 and a marginal profit over the full year 2009.

Animal Nutrition Canada: operational result expected to be in line with the second half of 2008.

Fish feed

Strong growth in Norway due to 12% harvest volume growth will largely compensate for the decline in Chile as a result of the ISA virus in the Chilean salmon farming market. Nutreco expects a slightly lower result in the second half of 2009 than in 2008.

Meat and other

The Spanish poultry business expects a profit for the second half of the year.

Actions

Nutreco has implemented a company-wide programme to control the development of working capital and to achieve operational costs savings.

Nutreco will continue to grow in animal nutrition and fish feed and will in 2009:

- Further strengthen its global market positions in feed specialties and fish feed by organic growth and acquisitions;
- Focus on new geographic regions and markets with a perspective of structural profitable growth;
- Participate in the compound feed consolidation process in Canada, the Netherlands and Spain where Nutreco has leading local positions;
- Focus on innovation.

* * * * *

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 almost 9,300 people in 30 countries, with sales in 80 countries. Nutreco is listed on the Euronext stock exchange in Amsterdam and with annual revenues of EUR 4.9 billion in 2008.

For more information:

Jurgen Pullens, Director Investor Relations and Corporate Communications Nutreco

Telephone: +31 33 422 6134

Mobile: +31 6 5159 9483

E-mail: jurgen.pullens@nutreco.com

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.

SEGMENT INFORMATION

Animal nutrition

The Animal nutrition segment subdivides into:

Premix and feed specialties are the activities of Trouw Nutrition International, which holds a strong position in the world market for premix and innovative specialty feed products such as feed additives, young animal feeds and animal health products

Compound feed Europe comprises the compound feed businesses from the Hendrix companies in The Netherlands, Belgium and Germany and from Nanta and Agrovic in Spain and Portugal

Animal Nutrition Canada is the animal nutrition business in Canada and USA

The 2009 interim results for these reporting lines are analysed below:

Premix and feed specialties

Key figures

(EUR x million)

	H1 09	H1 08	Change
Revenue (third parties)	492.8	509.1	-3.2%
EBITDA*	36.1	49.4	-26.9%
EBITA*	31.8	45.1	-29.5%
Operating margin (EBITA*/revenue)	6.5%	8.9%	
Operating result (EBIT*)	30.2	43.7	-30.9%

* Before exceptional items

The premix and feed specialties business reported a 3.2% decrease in revenue compared with the strong first half of 2008. Volumes were 10.5 % lower due to a lower demand for feed partly as a result of the economic downturn. The positive price-effect was 7.9% and fully related to the first quarter of 2009. Acquisitions contributed 2.1% and here was a -2.7% currency exchange effect.

The EBITA decreased to EUR 31.8 million. The EBITA in the first half 2008 of EUR 45.1 million contained a one-time benefit of approximately EUR 15 million. Excluding this benefit the operational performance in the first half of 2009 was in line with last year. The EBITA-margin was above the target level of 6% due to cost savings, the procurement initiative and a focus on higher margins. The main raw material prices are currently in the middle between the high and lows of 2008, but still higher than the price levels in 2007.

Compound feed Europe

Key figures

(EUR x million)

	H1 09	H1 08	Change
Revenue (third parties)	469.2	635.1	-26.1%
EBITDA*	-7.2	9.3	-124.6%
EBITA*	-12.9	24.4	-152.9%
Operating margin (EBITA*/revenue)	-2.7%	3.8%	
Operating result (EBIT*)	-13.4	23.8	-156.3%

* Before exceptional items

The revenue of Compound feed Europe was EUR 165.9 million lower than in the first half of 2008. Compared with the first half of 2008 the average input prices of the main raw material prices like grain and soya were 20-25% lower resulting in 18.8% lower sales prices. Volumes decreased by 8.3% and acquisitions contributed 1.0%. Demand for compound feed is facing a temporary volume decline because of low prices for farmer products like milk and pigs.

The EBITA before exceptional items was EUR -12.9 million (2008: EUR 24.4 million). The result in the first half year of 2009 was impacted by a one-off loss of approximately EUR 20 million in the Netherlands mainly relating to purchase positions in raw materials. Measures have been implemented to restore profitability.

Animal nutrition Canada

Key figures

(EUR x million)

	H1 09	H1 08	Change
Revenue (third parties)	190.5	193.3	-1.4%
EBITDA*	11.9	11.6	2.6%
EBITA*	9.7	9.2	5.4%
Operating margin (EBITA*/revenue)	5.1%	4.8%	
Operating result (EBIT*)	7.3	6.6	10.6%

* Before exceptional items

The revenue in the first half of 2009 was EUR 190.5 million a decrease of 1.4% compared with the first half in 2008. The volumes declined with 5.2%, compensated by a positive price effect of 5.9%.

The volumes in poultry feed and feed for dairy cows were relatively stable. In the market for pig feed a decline of 8-10% is related to low pig prices. The foreign exchange effect was -2.1%.

The increase in EBITA was 5.4% to EUR 9.7 million and mainly due to cost savings, restructuring and margin improvement.

Fish feed

Key figures

(EUR x million)

	H1 09	H1 08	Change
Revenue (third parties)	438.4	454.0	-3.4%
EBITDA*	19.5	20.9	-6.7%
EBITA*	11.1	13.3	-16.5%
Operating margin (EBITA*/revenue)	2.5%	2.9%	
Operating result (EBIT*)	10.8	12.9	-16.3%

* Before exceptional items

Fish feed revenue in the first half of 2009 declined by 3.4% compared with the same period in 2008 mainly due to a decline in volumes of 9.3%. The impact of higher prices on revenue was 6.0%, acquisitions added 0.7% and there was a -0.8% exchange effect. A strong market development started in Norway in the second quarter of 2009 with 12% market growth. The volume decline is mainly related to continuing health challenges in the Chilean fish farming market. As a consequence of the ISA virus in Chile the fish farming industry had to downscale operations which impacted on the volumes. The salmon farming industry in Chile is waiting for the implementation of solutions to recover from the ISA situation. Current harvest volumes are down with close to 50% compared with the levels in 2007. This harvest decline is partly compensated by a strong volume growth in Norway and to a lesser extent in Canada.

Meat and other

Key figures

(EUR x million)

	H1 09	H1 08	Change
Revenue (third parties)	536.8	532.7	0.8%
EBITDA*	16.1	4.7	242.6%
EBITA*	11.3	0.3	-
Operating margin (EBITA*/revenue)	2.1%	0.1%	
Operating result (EBIT*)	10.9	-0.2	-

* Before exceptional items

The revenue from the Meat and other businesses was 0.8% higher due to higher prices (1.5%) and a small contribution from acquisitions (0.5%), which compensated for a slight decline in volumes (1.2%). The EBITA increased from EUR 0.3 million to EUR 11.3 million in the first half of 2009.

The recovery of the profitability is mainly related to an improvement of the Spanish poultry business. The Spanish poultry margins increased due to 15-20% lower feed prices and slightly higher average poultry prices. The Spanish pig business suffered from low pig prices, but this was partly compensated by lower feed prices. The poultry hatchery business in Canada performed well and benefited from the high demand for eggs used for vaccine production.

Consolidated income statement

(EUR x million)

	1H 2009	1H 2008	Δ%
Revenue	2,127.7	2,324.2	-8.5%
Raw materials and consumables used*	-1,703.9	-1,872.6	-9.0%
Change in fair value of biological assets	-4.3	1.4	
Changes in inventories of finished goods and work in progress	-3.0	10.2	
Gross margin	416.5	463.2	-10.0%
Other operating income	12.6	15.8	-20.3%
Personnel costs	-215.1	-215.3	0.0%
Depreciation and amortisation expenses	-31.6	-29.8	6.0%
Impairment of long lived assets	-3.1	-	
Other operating expenses*	-146.2	-153.8	-4.9%
Operating expenses	-396.0	-398.9	-0.7%
Operating result from 'continuing operations'	33.1	80.1	-58.7%
Financial income	2.9	1.5	
Financial expenses	-17.6	-15.6	
Foreign exchange result	-0.5	0.7	
Net financing costs	-15.2	-13.4	13.4%
Share in results of associates	1.4	0.3	
Result before tax from 'continuing operations'	19.3	67.0	-71.1%
Income tax expense	-5.6	-18.2	-69.2%
Result after tax from 'continuing operations'	13.7	48.8	-71.9%
Result after tax from 'discontinued operations'	-	3.7	
Total result for the period	13.7	52.5	-73.9%
Attributable to:			
Equity holders of Nutreco	12.3	51.3	-76.0%
Minority interest	1.4	1.2	
Total result for the period	13.7	52.5	-73.9%
Key figures per share 'continuing operations'			
Basic earnings per share 'continuing operations' (EUR)	0.36	1.38	-73.9%
Diluted earnings per share 'continuing operations' (EUR)	0.36	1.38	-73.9%
Basic earnings per share 'continuing operations' before impairment of goodwill (EUR)	0.36	1.38	-73.9%
Average number of shares outstanding during the period (x thousand)	34,378	34,410	
Average number of diluted shares outstanding during the period (x thousand)	34,383	34,419	
Number of shares outstanding as at 30 June (x thousand)	34,695	34,117	

Key figures per share (EUR)

Basic earnings per share	0.36	1.49	-75.8%
Diluted earnings per share	0.36	1.49	-75.8%
Basic earnings per share before impairment of goodwill	0.36	1.49	-75.8%

* Raw materials and consumables used for 2008 are for comparison reasons adjusted with EUR 22.6 million for the freight costs, which were reported under other operating expenses.

Consolidated statement of comprehensive income

(EUR x million)	1H 2009	1H 2008	Δ%
Total result for the period	13.7	52.5	-73.9%
Other comprehensive income			
Foreign exchange translation differences	6,0	-13,9	
Income tax relating to components of other comprehensive income	-1,3	-	
Changes in cash flow hedges	4,4	-0,6	
Changes in hedges of foreign exchange transactions	-	-1,3	
Other comprehensive income for the period, net of tax	9,1	-15,8	
Total comprehensive income for the period	22,8	36,7	-37,9%
Total comprehensive income attributable to:			
Equity holders of Nutreco	21.4	35.5	-39.7%
Minority interest	1.4	1.2	
Total comprehensive income for the period	22.8	36.7	-37.9%

Condensed segment reporting

(EUR x million)

	1H 2009	1H 2008	Δ%
Revenues by segment 'continuing operations'			
Revenues to third parties			
Premix and specialty feed	492.8	509.1	-3.2%
Compound feed Europe	469.2	635.1	-26.1%
Animal Nutrition Canada	190.5	193.3	-1.4%
Animal Nutrition	1,152.5	1,337.5	-13.8%
Fish feed	438.4	454.0	-3.4%
Meat and other	536.8	532.7	0.8%
Revenues 'continuing operations'	2,127.7	2,324.2	-8.5%
Operating result before exceptional items and amortisation (EBITA) per segment 'continuing operations'			
Premix and specialty feed	31.8	45.1	-29.5%
Compound feed Europe	-12.9	24.4	-152.9%
Animal Nutrition Canada	9.7	9.2	5.4%
Animal Nutrition	28.6	78.7	-63.7%
Fish feed	11.1	13.3	-16.5%
Meat and other	11.3	0.3	-
Corporate	-9.4	-10.0	-6.0%
EBITA 'continuing operations' before exceptionals	41.6	82.3	-49.5%
Negative goodwill on acquisitions	-	9.9	
Restructuring charges	-4.2	-6.6	
Other	1.1	-	
Total exceptional items	-3.1	3.3	
Total EBITA 'continuing operations'	38.5	85.6	-55.0%
Operating result by segment from 'continuing operations' (EBIT)			
Premix and specialty feed	30.2	43.7	-30.9%
Compound feed Europe	-13.4	23.8	-156.3%
Animal Nutrition Canada	7.3	6.6	10.6%
Animal Nutrition	24.1	74.1	-67.5%
Fish feed	10.8	12.9	-16.3%
Meat and other	10.9	-0.2	-
Corporate	-9.6	-10.0	-4.0%
Operating result before exceptional items	36.2	76.8	-52.9%
Exceptional items	-3.1	3.3	
Total operating result from 'continuing operations' (EBIT)	33.1	80.1	-58.7%

Condensed segment reporting

Quarterly revenues

(EUR x million) Q1 2009 Q1 2008 Δ%

Revenues by segment '*continuing operations*'

Revenues to third parties

Premix and feed specialties	257.9	247.5	4.2%
Compound feed Europe	238.4	316.7	-24.7%
Animal Nutrition Canada	92.6	94.9	-2.4%
Animal Nutrition	588.9	659.1	-10.7%
Fish feed	189.4	202.8	-6.6%
Meat and other	265.6	260.4	2.0%
Revenues '<i>continuing operations</i>'	1,043.9	1,122.3	-7.0%

(EUR x million)

Q2 2009 Q2 2008 Δ%

Revenues by segment '*continuing operations*'

Revenues to third parties

Premix and feed specialties	234.9	261.6	-10.2%
Compound feed Europe	230.8	318.4	-27.5%
Animal Nutrition Canada	97.9	98.4	-0.5%
Animal Nutrition	563.6	678.4	-16.9%
Fish feed	249.0	251.2	-0.9%
Meat and other	271.2	272.3	-0.4%
Revenues '<i>continuing operations</i>'	1,083.8	1,201.9	-9.8%

Consolidated balance sheet

(EUR x million)

	30 June 2009	31 December 2008
Assets		
Property, plant and equipment	486.9	478.1
Intangible assets	292.1	286.2
Investments in associates	18.9	14.4
Other investments	42.3	35.8
Deferred tax assets	31.3	26.5
Total non-current assets	871.5	841.0
Inventories	253.1	281.7
Biological assets	104.8	102.6
Income tax receivables	11.8	12.4
Trade and other receivables	626.4	721.8
Cash and cash equivalents	179.7	228.3
Total current assets	1,175.8	1,346.8
Total assets	2,047.3	2,187.8
Issued and paid-up share capital	8.4	8.4
Share premium	159.5	159.5
Treasury shares	-8.6	-28.0
Hedging reserve	-9.7	-14.1
Retained earnings	516.1	444.1
Undistributed result	12.3	114.8
Translation reserve	-23.8	-29.7
Equity attributable to equity holders of Nutreco	654.2	655.0
Minority interest	11.4	10.5
Total equity	665.6	665.5
Liabilities		
Interest-bearing borrowings	499.5	467.0
Employee benefits	10.3	9.0
Provisions	4.8	4.7
Deferred tax liabilities	13.5	11.9
Total non-current liabilities	528.1	492.6
Interest-bearing borrowings	76.7	128.4
Employee benefits	30.1	29.6
Provisions	6.9	7.5
Income tax liabilities	10.8	11.9
Trade and other payables	729.1	852.3
Total current liabilities	853.6	1,029.7
Total liabilities	1,381.7	1,522.3
Total equity and liabilities	2,047.3	2,187.8

Consolidated cash flow statement

(EUR x million)

	1H 2009	1H 2008
Total result for the period	13.7	52.5
Net financing costs 'continuing operations'	15.2	13.4
Share in results of associates	-1.4	-0.4
Income tax expense continued operations	5.6	18.2
Income tax expense 'discontinued operations'	-	0.8
Impairment charges long lived assets	3.1	-
Depreciation 'continuing operations'	26.2	24.4
Amortisation 'continuing operations'	5.4	5.4
Negative goodwill	-	-9.9
Equity settled share-based payment expense	1.6	1.7
Changes in fair value of other investments	-	0.1
Changes in fair value of biological assets	4.3	-1.4
Changes in fair value foreign exchange contracts	4.9	1.9
Changes in fair value of commodity contracts	-11.1	-1.7
Gain on sale of property, plant and equipment	-0.2	-
Gain on sale of intangible assets/business	-4.3	-
Cash flows from operating activities before changes in working capital and provisions	63.0	105.0
Decrease in working capital	-10.6	-138.7
Increase/decrease in employee benefits	0.9	-6.0
Decrease in provisions	-0.5	-1.2
Cash generated from operations	52.8	-40.9
Interest received	2.8	2.0
Interest paid	-16.2	-17.9
Income taxes paid	-8.7	-16.8
Dividends received	0.3	0.5
Net cash from operating activities	31.0	-73.1
Acquisition of property, plant and equipment	-30.7	-34.4
Acquisition of intangible assets	-0.7	-3.8
Acquisition of group companies net of cash acquired	-	-53.0
Acquisition of associates	-2.8	-
Acquisition of other investments	-8.4	-0.1
Proceeds from sale property, plant and equipment	3.8	2.1
Proceeds from sale of associates	-	1.9
Proceeds from sale of intangible assets	0.3	-
Proceeds from sale of business	5.0	-
Repayments on other investments	0.4	1.7
Payments of transaction costs	-	-0.6
Net cash used in investing activities	-33.1	-86.2
Proceeds from the reissuance of treasury shares	0.9	0.8
Repurchase own shares	-	-33.1
Dividends paid to equity holders of Nutreco	-24.7	-25.0
Dividends paid to minority shareholders	-0.6	-0.5
Repayment of borrowings	-181.0	-20.7
Proceeds from borrowings	166.1	144.1
Net cash used/from in financing activities	-39.3	65.6
Net decrease in cash and cash equivalents	-41.4	-93.7
Cash and cash equivalents at 1 January	151.8	135.4
Effect of exchange rate fluctuations on cash held	1.7	1.2
Cash and cash equivalents at 30 June	112.1	42.9

Cash and cash equivalents at 30 June	179.7	181.2
Bank overdrafts at 30 June	-67.6	-138.3
Cash and cash equivalents for the cash flow statements at 30 June	112.1	42.9

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	Minority interest	Total equity
As at 1 January 2008	8.4	159.5	-31.7	-4.0	388.5	118.6	4.1	643.4	7.8	651.2
Transactions with shareholders										
Undistributed result					118.6	-118.6				
Dividend on ordinary shares					-25.1			-25.1	-0.6	-25.7
Stock dividend			20.9		-20.9					
Repurchase own shares			-33.1					-33.1		-33.1
Usage of treasury shares			7.8		-7.0			0.8		0.8
Share based payments					1.7			1.7		1.7
Options exercised			0.2		-0.1			0.1		0.1
Total transactions with shareholders			-4.2		67.2	-118.6		-55.6	-0.6	-56.2
Comprehensive income for the period										
Total result for the period						51.3		51.3	1.2	52.5
Other comprehensive income for the period (net of tax)				-1.9			-13.9	-15.8		-15.8
Comprehensive income for the period				-1.9		51.3	-13.9	35.5	1.2	36.7
As at 30 June 2008	8.4	159.5	-35.9	-5.9	455.7	51.3	-9.8	623.3	8.4	631.7
Transactions with shareholders										
Dividend on ordinary shares					-6.9			-6.9		-6.9
Stock dividend			7.3		-7.3					
Usage of treasury shares			0.6					0.6		0.6
Share based payments					1.4			1.4		1.4
(De)consolidations									1.5	1.5
Total transactions with shareholders			7.9		-12.8			-4.9	1.5	-3.4
Comprehensive income for the period										
Total result for the period						63.5		63.5	0.9	64.4
Other comprehensive income for the period (net of tax)				-8.2	1.3		-20.0	-26.9	-0.3	-27.2
Comprehensive income for the period				-8.2	1.3	63.5	-20.0	36.6	0.6	37.2
As at 31 December 2008	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				
Dividend on ordinary shares					-24.7			-24.7	-0.5	-25.2
Stock dividend			18.7		-18.7					
Usage of treasury shares			0.6		0.2			0.8		0.8
Share based payment					1.6			1.6		1.6
Options exercised			0.1					0.1		0.1
Total transactions with shareholders			19.4		73.2	-114.8		-22.2	-0.5	-22.7
Comprehensive income for the period										
Total result for the period						12.3		12.3	1.4	13.7
Other comprehensive income for the period (net of tax)				4.4	-1.3		6.0	9.1		9.1
Comprehensive income for the period				4.4	-1.3	12.3	6.0	21.4	1.4	22.8
As at 30 June 2009	8.4	159.5	-8.6	-9.7	516.1	12.3	-23.8	654.2	11.4	665.6

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(1) PRINCIPAL ACCOUNTING POLICIES

1. Reporting entity

Nutreco Holding N.V. ('Nutreco') is a company domiciled in the Netherlands. The condensed consolidated interim financial statements of the company for the first half of 2009 comprise Nutreco and its subsidiaries (the 'Group') and Nutreco's interest in associates and jointly controlled entities.

The Group's consolidated financial statements for 2008 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 2008.

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 2008.

4. 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 2008, except for the adoption of the amendments to IAS 1 'Presentation of Financial Statements'. The amendments to IAS 1 are the most significant changes in accounting policies for Nutreco and mainly concern the presentation of changes in equity, in which changes as a result of results processed directly in equity should be presented separately and for which a different format of the overview of the changes in equity can be selected. Nutreco has chosen to present all results processed directly in equity in two statements (a separate income statement and a statement of comprehensive income). This Standard is applicable to the company as of January 1, 2009.

5. Risk management

In our 2008 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 55-66 of the Nutreco Annual Report 2008.

One of the operational risks, risks related to (volatility of) commodities did materialise in the first half of 2009. In the compound feed business in the Netherlands Nutreco reported an operational loss of approximately EUR 20 million related to purchase positions in raw materials. Measures

have been implemented to restore the profitability and the management has been changed. Measures to monitor the risk exposure have been tightened.

For the remainder of 2009 we do not foresee significant additional risks.

(2) CONSOLIDATED INCOME STATEMENT RECONCILIATION

The reconciliation between 'continuing operations' and 'discontinued operations' for the first half year is as follows.

	1H 2009			1H 2008		
	Continuing operations	Discont. Operations	Total	Continuing operations	Discont. Operations	Total
Revenue	2,127.7		2,127.7	2,324.2		2,324.2
Raw materials and consumables used	-1,703.9		-1,703.9	-1,872.6		-1,872.6
Change in fair value of biological assets	-4.3		-4.3	1.4		1.4
Changes in inventories of finished goods and work in progress	-3.0		-3.0	10.2		10.2
Gross margin	416.5		416.5	463.2		463.2
Other operating income	12.6		12.6	15.8	4.8	20.6
Personnel cost	-215.1		-215.1	-215.3		-215.3
Depreciation and amortisation expenses	-31.6		-31.6	-29.8		-29.8
Impairment of long lived assets	-3.1		-3.1			
Other operating expenses	-146.2		-146.2	-153.8	-0.4	-154.2
Operating result	33.1		33.1	80.1	4.4	84.5
Financial income	2.9		2.9	1.5		1.5
Financial expenses	-17.6		-17.6	-15.6		-15.6
Foreign exchange result	-0.5		-0.5	0.7		0.7
Net financing costs	-15.2		-15.2	-13.4	0.0	-13.4
Share in result of associates	1.4		1.4	0.3		0.3
Result before tax	19.3		19.3	67.0	4.4	71.4
Income tax expense	-5.6		-5.6	-18.2	-0.7	-18.9
Total result for the period	13.7		13.7	48.8	3.7	52.5
Attributable to:						
Equity holders of Nutreco	12.3		12.3	47.6	3.7	51.3
Minority interest	1.4		1.4	1.2		1.2

(3) SEGMENT REPORTING OF THE FIRST HALF YEAR

Nutreco is basically organised into animal nutrition and fish feed operations. The company also has a presence in various stages in the poultry and pork production chains mainly in Spain and Canada. Intersegment pricing is determined on an arm's length base.

Segment Reporting	Third party revenue		Intersegment		Total revenue		Operating result	
	1H 2009	1H 2008	1H 2009	1H 2008	1H 2009	1H 2008	1H 2009	1H 2008
Compound feed Europe	469.2	635.1	142.4	223.4	611.6	858.5	-13.4	23.8
Premix and specialty feed	492.8	509.1	42.6	42.4	535.4	551.5	30.2	43.7
Animal Nutrition Canada	190.5	193.3	9.4	9.7	199.9	203.0	7.3	6.6
Animal Nutrition	1,152.5	1,337.5	194.4	275.5	1,346.9	1,613.0	24.1	74.1
Fish feed	438.4	454.0	6.4	3.6	444.8	457.6	10.8	12.9
Meat and other	536.8	532.7	0.3	0.3	537.1	533.0	10.9	-0.2
	2,127.7	2,324.2	201.1	279.4	2,328.8	2,603.6	45.8	86.8
Eliminations	-	-	-201.1	-282.3	-201.1	-282.3		
Unallocated	-	-	-	2.9	-	2.9	-12.7	-6.7
Continuing operations	2,127.7	2,324.2	0.0	0.0	2,127.7	2,324.2	33.1	80.1
Discontinued operations	-	-	-	-	-	-	-	4.4
Consolidated	2,127.7	2,324.2	0.0	0.0	2,127.7	2,324.2	33.1	84.5

(4) NET FINANCING COSTS

Net financing costs from 'continuing operations amounted to EUR 15.2 million (2008: EUR 13.4 million) and increased mainly due to higher interest rates.

The financial expenses, amounting to EUR 17.6 million (2008: EUR 15.6 million) consisted mainly of interest paid on the US private placement, the syndicated loan and the dividend on the cumulative preference shares.

The financial income of EUR 2.9 million (2008: EUR 1.5 million) increased as a consequence of a on average higher cash position. The foreign exchange result for the first half of 2009 was a loss of EUR 0.5 million (2008: EUR 0.7 million profit).

(5) INCOME TAX EXPENSE

Income tax expense decreased from EUR 18.2 million to EUR 5.6 million (effective tax rate of 29%). The effective tax rate in 2009 is expected to be 26-28%, depending on the profit realised in the various countries.

(6) EARNINGS PER SHARE

Basis earnings per share

The calculation of the basic earnings per share as at 30 June 2009 has been based on the profit for the first half year attributable to equity holders of Nutreco, amounting to EUR 12.3 million (2008: EUR 51.3 million) and a weighted average number of ordinary shares outstanding (x thousand) of 34,378 during the first half year ending 30 June 2009 (2008: 34,410).

Share capital

The authorised share capital of the Company as at 30 June 2009 amounted to EUR 41.5 million (2008: 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.

MOVEMENT IN TREASURY SHARES	1H 2009	1H 2008
(number of shares)		
As at 1 January	589,624	612,423
Options	-1,200	-3,950
Conversion of final dividend	-395,740	-413,011
Shares issued	-18,831	-143,518
Purchase own shares	-	699,374
Issuance of new shares	250,000	-
As at 30 June	423,853	751,318

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. In the first half year of 2008 Nutreco purchased 699,374 of its ordinary shares to meet the needs of the existing stock and option plans and to pay the stock dividend.

(7) PROPERTY, PLANT AND EQUIPMENT

In the first half year of 2009 capital expenditures have been made in all segments to further optimise the asset base. Currently Nutreco applies a strict capital expenditure policy.

(8) LOANS AND BORROWINGS

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

LOANS AND BORROWINGS		
(EUR x million)	30 June 2009	31 December 2008
Interest-bearing borrowings (non-current)	499.5	467.0
Interest-bearing borrowings (current)	76.7	128.4
Total	576.2	595.4

As at 30 June 2009, the long-term debt of EUR 499.5 million is made up primarily of the cumulative preference shares, amounting to EUR 54.5 million, the syndicated loan of EUR 228.3 million, and the private placement of EUR 215.4 million.

On 8 April 2009, Nutreco has issued USD 150 million in senior notes in a private placement in the United States of America. The notes have been used to repay the maturing USD 46 million tranche of the notes that were issued in 2004 and to refinance existing bank debt by long-term debt. The senior notes consist of three tranches with maturities of five, seven and ten years and are placed with six institutional investors.

On 20 May 2009, Nutreco successfully refinanced its existing revolving credit facility EUR 550 million which would have matured in March 2010. The new facility amounts to EUR 550 million and has a maturity of three years. The facility is supported by an international group of relationship banks.

With both the private loan and the new revolving credit facility, Nutreco has extended its debt maturity profile and ensured sufficient liquidity for the upcoming years.

(9) PROVISIONS

PROVISIONS				
(EUR x million)	Restructuring	Claims	Guarantees	Total
As at 1 January 2009	8.5	3.5	0.2	12.2
Additions charged	1.3	1.3	0.1	2.7
Release	-0.1	-0.1	-	-0.2
Utilised	-1.4	-1.5	-0.1	-3.0
Transfer	-0.1	0.1	-	0.0
Effect of movement in foreign exchange	-	-	-	-
As at 30 June 2009	8.2	3.3	0.2	11.7
<i>Non-current</i>	<i>1.8</i>	<i>3.0</i>		<i>4.8</i>
<i>Current</i>	<i>6.4</i>	<i>0.3</i>	<i>0.2</i>	<i>6.9</i>

On 30 June 2009 the restructuring provisions consist mainly of the remaining part for the reorganisation of the premix activities in France and Italy, the compound feed activities in Western Europe and the Animal Nutrition activities in Canada.

The major part of the provision for claims as at 30 June 2009 consists of exposures from several customers of Nutreco which relate to discussions about feed quality.

(10) EXECUTIVE BOARD

On Tuesday, 30 June 2009 the Extraordinary General Meeting of Shareholders approved Nutreco's proposal to appoint Messrs. Jerry Vergeer, Knut Nesse and Frank Tielens as members of the Executive Board next to CEO Wout Dekker and CFO Cees van Rijn. The appointments as Executive Vice President are for a (renewable) period of 4 years, effective July 1, 2009 and terminating on June 30, 2013.

Mr J.A. Vergeer (1963), Canadian, is responsible for the division Agriculture (compound feed and meat businesses).

Mr K. Nesse (1967), Norwegian, is responsible for the division Aquaculture (global fish feed businesses).

Mr F.J. Tielens (1962), Dutch, is responsible for the division Specialties (global premix and feed specialties businesses).

For the remuneration of the newly appointed Executive Board members please see the Nutreco website (agenda Extraordinary General Meeting of Shareholders 30 June 2009).

(11) RELATED PARTY TRANSACTIONS

Nutreco identifies its associates, joint ventures, Nutreco Pension Funds and Key management as related parties. Nutreco considers the members of the executive board as key management (see note 10 Executive Board).

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

The details are as follows:

Related party transactions	1H 2009	2008
Revenue to related parties	11.6	18.9
Amounts owned from related parties	4.1	3.7
Net financing cost	0.1	0.9
Investments in debt securities	12.1	12.1

(12) SUBSEQUENT EVENTS

Nutreco announced on 28 July 2009 that it has agreed to acquire the animal nutrition business of Cargill in the Iberian Peninsula. The acquisition includes Cargill's 12 animal production facilities in Iberia, with a production volume of around 700,000 metric tonnes, annual sales of approximately EUR 240 million and 450 employees. With this acquisition Nutreco strengthens its leading market position in animal nutrition in Spain and Portugal. The closing of the transaction is subject to the approval of the European Commission anti-trust authorities.

(13) RESPONSIBILITY STATEMENT EXECUTIVE BOARD

This report contains the semi-annual figures of Nutreco Holding N.V. for the first six months of 2009. 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 the applicable financial reporting standards for interim financial reporting, 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, 30 July 2009
Executive Board

W. Dekker – Chief Executive Officer
C. van Rijn – Chief Financial Officer
J. Vergeer – Executive Vice-President Agriculture
F. Tielens – Executive Vice-President Specialties
K. Nesse – Executive Vice-President Aquaculture