



P/f. Bakkafrost

625 Glyvrar

*P/f. Skrá nr. 2089
Reg.No. 2089*

KONSERN- OG ÁRSROKNSKAPUR 2005
ANNUAL REPORT 2005



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**ÁRSFRÁGREIÐING/Annual report**

1

Virksemi

Virksemi felagsins er framleiðsla av liðugvörum úr laksi umframt framleiðslu av styroporkøssum til feskfisk.

Fíggjarliga gongdin

Ársins úrslit fyri 2005 eftir skatt er kr. 14.974.751. Hetta metir leiðsla felagsins vera nøktandi.

Íløgur

Felagið gjørði íløgur fyri íalt kr 1.057.974 í árinum. Íløgurnar eru ymisk framleiðsluútgærd í samband við virksemi felagsins.

Framtíðarútlit

Mett verður at alivinnan fer at menna seg í komandi árum. Framtíðar útlitini vera tí mett hampulig.

Hendingar aftaná roknskaparlok

Frá statusdegnum til ídag eru ongar broytingar sum viðføra broytingar av ársroknskapinum. Tó eru samráðingar við onnur virkið innan alivinnuna um eina móguliga samanlegging.

Partaeigaraviðurskifti

Partapeningurin er kr. 500.000. Hesir eru á virlitinum, samb. § 28b í partafelagslógini:

Hans Jacobsen,
J. Regin Jacobsen,
Martin Jakobsen.

Activities

The company's activities are production and sales of salmon products and production of styroporpacking for fresh fish.

Financial performance

The profit of the financial year of 2005 was DKK. 14,974,751 after tax. The Directors find the result satisfactory.

Investment

The company has made investments for DKK 1,057,974 during the year. The investments include production plant's that have connection with the company's activities.

Future prospect

Estimated is that the breeding production will make progress in the future. Future prospect is therefore estimated to be moderately good

Events after the accounting period

From the closing of the balance up until this date, nothing has occurred which significantly changes the assessment of the annual accounts. There are ongoing negotiations with other company's in the breeding business about a possible merger.

Ownership

The share capital is DKK. 500,000. The following shareholders are listed in accordance to section 28b in the Limited Company law.

Hans Jacobsen,
J. Regin Jacobsen,
Martin Jakobsen.

**ÁRSFRÁGREIÐING/Annual report**

2

Konsernviðurskipti

Felagið er partur av konsern saman við P/F Alistøðini á Bakka.

The Concern's affairs

The Company is part of the concern together with P/F Alistøðini á Bakka.

Býti av ársúrslitinum

Ársúrslitið er kr. Kr. 14.974.751
Flutt frá seinasta ári Kr. 25.865.526

Allocation of profit

The profit of the year. DKK. 14,974,751
Carried forward DKK. 25,865,526

Til taks Kr. 40.840.277

Total retained earnings DKK. 40,840,277

sum nevndin mælir til at flyta til næsta ár.

As the board recommend to be carried forward.

Eginpeningur ultimo Kr. 58.032.081

Total shareholder Equity DKK. 58,032,081

Átekning:

Ársroknskapurin fyri 2005 verður, saman við ársfrágreiðingini, lagdur fyri aðalfundin við tilmæli um góðkenning.

Management report:

The annual accounts for 2005 together with the annual report are submitted to the general meeting for approval.

Glyvrrar hin, _____ / _____ - 2006

Stjórn/Managing director:

Regin Jacobsen

Nevnd/Board:

Martin Jakobsen fm.

Hans Jacobsen

Regin Jacobsen

**GRANNSKOÐARA ÁTEKNING/Auditor's report**

3

Grannskoðan:

Vit hava grannskoðað konsern- og ársroknskapin hjá P/f. Bakkafrost fyri árið 2005.

Grannskoðanin er framd samsvarandi vanligu góðkendum grannskoðanarreglum og fevnir um tey grannskoðanartiltøk, sum vit hava hildið verið neyðug.

Roknskapurin er settur upp eftir teimum roknskaparkrøvum, sum lógir og viðtøkur áseta, og gevur eftir okkara tykki, eina rætta mynd við atliti til ogn, skuld, eginpening og úrslit.

Skála, hin 28. juni 2006

Auditor's report:

We have audited the consolidated and the annual financial statement of P/f. Bakkafrost for 2005.

The audit is performed and planned in accordance with generally accepted auditing standards and covers all auditing actions we have found necessary.

The statements have been presented in accordance with the accounting laws and conventions, and in our opinion it gives a true and fair view of the company's assets and liabilities, financial position and profit/loss for the year

Páll Højgaard

Skrás. grannskoðari fr/Registered Chartered Accountant

AÐALFUNDARSAMTYKT/General meeting's approval:

Soleiðis góðkendur á ársaðalfundi hin, _____ / _____ - 2006
Approved by the general meeting on,

Fundarstjóri/Chairman


NÝTTUR ROKNSKAPARHÁTTUR/ACCOUNTING PRACTICE:

4

Roknskaparuppsetingin:

Roknskapurin er uppsettur á sama hátt sum seinasta ár.

The annual report:

The accounting practice is the same as the previous years.

Materiell støðisogn:

Materiell støðisogn umfatar bygningar, innrættan, maskinur og telduútgærd. Ognirnar eru uppgjörðar til útveganarvirði við frágongd og samansavnaðum avskrivningum. Avskrivað verður liniert yvir væntaða livitíð.

Tangible fixed assets:

Tangible fixed assets include buildings, plants, machinery and computers. The value of the assets are costs value minus accumulated depreciations. Depreciations are based on expected time of use and have been made with as big a yearly percentage share as:

Bygningar	25 ár
Innrættan	10 ár
Rakstrargøgn	5-10 ár
Telduútgærd o.t.	5 ár

Buildings	25 years
Arrangements	10 years
Machinery etc.	5-10 years
Computers etc.	5 years

Við ársenda er materiella støðisognin virðismett og uppskriving er gjørd tilsvarendi. Uppskrivningin er tilsamans kr. 20.355.859 hvarav kr. 3.664.055 eru settar av sum útsettur skattur og kr. 16.691.804 eru settar í uppskrivingargrunn undir eginognini. Avskrivað er ikki uppá uppskrivingina í 2005, og avskrivningarprofilurin verður broyttur frá 2006.

At the end of the fiscal year the tangible fixed assets are valued and appreciations are done accordingly. The appreciation is total DKK 20,355,859 of this DKK 3,664,055 are placed as deferred taxes and DKK 16,691,804 are placed as reserve for revaluation as a part of shareholders value. Depreciations are not done in 2005, and depreciations profile will be changed starting in 2006.

Fíggarlig støðisogn:

Kapitalpartar í atknýttum og leysari atknýttuk virkjum eru upptiknir til innravirðið, uppskrivingin er sett av sum tiltakspeningur av nettouppskrivning eftir innanvirðisháttinum. Aðrir kapitalpartar eru upptiknir til útveganarvirði við frádrátti av møguligum niðurskrivingum.

Capital fixed assets:

Capital investments in subsidiaries and associated companies are valued in accordance with the equity method. Capital investments in associated companies and other investments in financial fixed assets are valued at costs price minus deduction of possible depreciations.

Vørugoymslur:

Alifiskur og smolt, sum er við í goymsluni hjá dótturfelagnum er uppgjørt eftir full-cost meginregluni.

Stocks on hand:

Breeding fish and smolts are valued at the full-costs method.

Aðrar goymslur eru uppgjörðar til kostprís.

Other goods are valued at cost price.

Áogn:

Áogn er upptikin til áljóðandi. Upphæddirnar eru mettar hvør sær við atliti til tapsvanda.

Account receivable:

Accounts receivable are included at nominal values. The amounts are individually assessed regarding to the risk of loss.



NÝTTUR ROKNSKAPARHÁTTUR/ACCOUNTING PRACTICE:

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Skattur:

Samskating fer fram fyri konsernina. Konsernin hevur ongan skatt goldið í árinum, og fer ikki at gjalda skatt av ársúrslitinum. Útreiðsluførði skatturin svarar til partafelagsskattin íroknað javning av útsetta skattinum. Útsetti skatturin svarar til 18 % av muninum millum bókført virði og skattliga saldo á materiellari støðisogn.

Konsolidering:

Konsolideringin fevnir um móðurfelagið P/f. Bakkafrost og dótturfelag P/f. Alistøðin á Bakka sum P/f. Bakkafrost eigur 100%.

Konsernroknskapurin er greiddur í samsvar við ta lóggávu, sum er galdandi fyri konsernir í Føroyum, og í sambandi við uppsetanina av konsernroknskapinum eru elimineringsgjørðar av millumrokningum og internum faktureringum.

Taxes:

The concern is assessed as one company. During the year the concern has not paid income tax, and are not going to pay income tax of the year's profit. Taxes entered as expenditure equivalent of company taxes including adjustment of deferred taxes. Deferred taxes are equivalent to 18 % of the difference between book value and tax value.

Consolidated accounts.

The consolidated accounts cover the parent company P/f. Bakkafrost and the subsidiary P/f. Alistøðin á Bakka in which P/f. Bakkafrost holds 100%

In the consolidated accounts all internal accounts has been eliminated in accordance with Faroese legislation



RAKSTRARROKNSKAPUR

PROFIT AND LOSS ACCOUNT

	Nota	Konsern/Concern		Móðurfelag/Parent Company	
		2005	2004	2005	2004
Søla	1	144.031.921	153.488.559	144.031.921	153.488.559
<i>Net sales</i>					
Broyting í goymslu af lidnum vörum og vörum í gerð		6.028.218	14.331.784	1.532.943	-930.946
<i>Changes in finished goods and goods in progress</i>					
		150.060.139	167.820.343	145.564.864	152.557.613
Útreiðslur til rávöru og hjálptilfar	2	-83.855.526	-117.291.231	-112.606.640	-107.156.708
<i>Expenditure on raw materials and consumables</i>					
Annar kostnaður	3	-14.468.809	-11.548.430	-7.240.633	-6.976.304
<i>Other expenditure</i>					
Bruttovinningur		51.735.804	38.980.682	25.717.592	38.424.600
<i>Gross profit</i>					
Starvsfólkakostnaður	4	-24.704.020	-26.490.009	-21.040.565	-23.420.602
<i>Employee expenditure</i>					
Rakstraravlop		27.031.784	12.490.672	4.677.027	15.003.998
<i>Profit before depreciation</i>					
Avskrivningar av materiellari stöðisogn	16	-3.549.248	-4.492.420	-1.091.796	-2.106.618
<i>Depreciation on tangible fixed assets</i>					
Úrslit áðrenn rentur og skatt		23.482.536	7.998.252	3.585.231	12.897.380
<i>Primary operating profit</i>					
Inntøkur av atknýttum virkjum	8	0	0	13.050.537	109.435
<i>Profit in subsidiaries</i>					
Inntøkur av leysari atknýttum virkjum	8	0	0	0	0
<i>Profit in associated companies</i>					
Rentuinntøkur og tilíkt	5	6.831	128.442	6.831	128.442
<i>Interest income etc.</i>					
Niðurskr. av fíggjarligari stöðisogn	8	-65.105	-30.099	-65.105	-30.099
<i>Interest expenses etc.</i>					
Rentuútreiðslur og tilíkt	5	-3.935.545	-3.826.980	-852.220	-1.285.544
<i>Interest expenses etc.</i>					
Úrslit áðrenn óvanligt er tikið við		19.488.716	4.269.615	15.725.273	11.819.615
<i>Profit before extraordinary entries and tax</i>					
Óvanligur missur	6	-64.800	-116.689	-64.800	-7.666.689
<i>Extraordinary expenses</i>					
Úrslit áðrenn skattur er drigin frá		19.423.916	4.152.926	15.660.473	4.152.926
<i>Profit before tax</i>					


RAKSTRARROKNSKAPUR (framhald)

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PROFIT AND LOSS ACCOUNT

	Nota	Konsern/ <i>Concern</i>		Móðurfelag/ <i>Parent Company</i>	
		2005	2004	2005	2004
Úrslit áðrenn skattur er drigin frá		19.423.916	4.152.926	15.660.473	4.152.926
<i>Profit before tax</i>					
Skattur av ársúrsliti	15	-4.449.165	0	-685.722	0
<i>Tax on the year's result</i>					
Ársins úrslit		14.974.751	4.152.926	14.974.751	4.152.926
<i>Profit for the year</i>					
Sum nevndin mælir til at nýta soleiðis: <i>Allocation of profit:</i>					
At flyta til tiltakspening av netto- uppskriving eftir innanvirðisháttinum		-65.105	-30.098,81	12.985.432	79.336
<i>Set aside to reserve funds of net revaluation acc. to the equity method</i>					
At flyta til fluttan vinning		15.039.856	4.183.025	1.989.319	4.073.590
<i>Carried forward</i>					
Íalt		14.974.751	4.152.926	14.974.751	4.152.926
<i>Profit for the year</i>					



FÍGGJARSTØÐA

BALANCE SHEET

	Nota	Konsern/Concern		Móðurfelag/Parent Company	
		31.12.05	31.12.04	31.12.05	31.12.04
OGN:					
<i>Assets:</i>					
Bygningar		10.726.160	7.509.209	4.726.160	1.956.970
<i>Buildings</i>					
Maskinur		35.438.707	20.879.473	18.045.711	10.218.388
<i>Machinery</i>					
Rakstrargögn og innbúgv		105.120	16.720	105.120	16.720
<i>Other operating equipment</i>					
Materiell stöðisogn	16	46.269.987	28.405.402	22.876.991	12.192.078
<i>Total tangible fixed assets</i>					
Kapitalpartar í atknýttum virkjum		0	0	22.964.504	2.149.502
<i>Capital investments in subsidiaries</i>					
Kapitalpartar í leysari atk. virkjum		317.821	382.926	317.821	382.926
<i>Capital inv. in associated companies</i>					
Virðisbrøv og kapitalanpartar		387.828	387.828	135.828	135.828
<i>Other shares</i>					
Onnur áogn		24.850	24.850	0	0
<i>Other reseivables</i>					
Fíggjarlig stöðisogn	8	730.499	795.604	23.418.153,3	2.668.256
<i>Total capital fixed assets</i>					
Stöðisogn íalt		47.000.486	29.201.007	46.295.145	14.860.334
<i>Total fixed assets</i>					
Rávøra og hjálpitilfar		2.692.101	1.678.750	1.888.465	1.249.070
<i>Raw materials and consumables</i>					
Vøra í gerð		44.959.829	40.464.554		
<i>Goods in progress</i>					
Liðugvøra		2.185.959	653.016	2.185.959	653.016
<i>Finished goods and consumables</i>					
Vørugoymslur íalt	7	49.837.889	42.796.320	4.074.424	1.902.086
<i>Total stocks on hand</i>					
Áogn av sølu		22.235.716	24.764.381	22.090.303	24.764.381
<i>Trade receivable</i>					
Áogn í atknýttum virkjum	9			0	8.767.371
<i>Reseivable from subsidiaries</i>					
Áogn í leysari atknýttum virkjum	10	2.756.409	2.058.353	2.756.409	2.058.353
<i>Reseivable from associated companies</i>					
Onnur áogn	11	1.251.369	341.158	434.705	0
<i>Other reseivables</i>					
Áogn íalt		26.243.494	27.163.892	25.281.417	35.590.106
<i>Total reseivables</i>					
Tøkur peningur	12	871	14.536	871	14.536
<i>Available funds</i>					
Ogn í umferð íalt		76.082.253	69.974.749	29.356.711	37.506.728
<i>Total current assets</i>					
OGN ÍALT		123.082.740	99.175.755	75.651.856	52.367.062
TOTAL ASSETS					



FÍGGJARSTØÐA (framhald)

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BALANCE SHEET

	Nota	Konsern/Concern		Móðurfelag/Parent Company	
		31.12.05	31.12.04	31.12.05	31.12.04
EGINPENINGUR, AVSETINGAR OG SKULD:					
SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES:					
Partapeningur	13	500.000	500.000	500.000	500.000
<i>Share capital</i>					
Uppskrivngargrunnur.....		16.691.804	0	8.927.339	0
<i>Reserve for revaluation</i>					
Tiltakspeningur av nettouppskrivng eftir innanvirðisháttinum		67.821	132.926	22.882.326	2.132.429
<i>Reserve for net revaluation according to equity method</i>					
Flutt frá undanfarnum árum		25.732.600	21.549.575	23.733.097	19.659.508
<i>Retained balance from earlier year's</i>					
Fluttur partur av úrsliti í árinum		15.039.856	4.183.025	1.989.319	4.073.590
<i>Retained profit for the year</i>					
Fluttur vinningur íalt		40.772.456	25.732.600	25.722.417	23.733.097
<i>Total retained earnings</i>					
Eginpeningur íalt		58.032.081	26.365.526	58.032.081	26.365.526
Total shareholders equity					
Sett av til útsettan skatt	15	8.113.220	0	2.645.381	0
<i>Provisions for deferred taxes</i>					
Avsetingar íalt		8.113.220	0	2.645.381	0
Total provisions					
Kreditfeløg	14	10.559.530	12.240.698	43.000	78.200
<i>Credit institutions</i>					
Langfreistað skuld		10.559.530	12.240.698	43.000	78.200
<i>Total long term liabilities</i>					
Kreditfeløg	14	31.489.456	44.481.457	8.301.619	17.540.399
<i>Credit institutions</i>					
Vøru- og tænauskuld		14.624.496	15.521.644	6.103.953	7.406.472
<i>Trade payables</i>					
Áøgn í atknýttum virkjum	9			332.042	0
<i>Reseivable from subsidiaries</i>					
Skuld til leysari atknýtt virki	10	75.207	566.429	75.207	566.429
<i>Payable to associated companies</i>					
Partafelagsskattur	15	0	0	0	0
<i>Corporation tax</i>					
Onnur skuld	11	188.750	0	118.572	410.036
<i>Other payables</i>					
Stuttfreistað skuld íalt		46.377.908	60.569.531	14.931.393	25.923.336
<i>Total current liabilities</i>					
Skuld íalt		56.937.438	72.810.229	14.974.393	26.001.536
Total liabilities					
EGINP., AVSET. OG SKULD ÍALT		123.082.740	99.175.755	75.651.856	52.367.062
TOTAL SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES					

Um aðrar skyldur sí notu 17 á síðu 20.
Mortgages and commitments on page 17 note 20.



NOTUR

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NOTES TO THE ANNUAL ACCOUNTS

Nota 1 Nettosøla:*Note 1 Net sales:*

Nettosøla
Nett sales
 Íalt
Total

	Konsern/ <i>Concern</i>		Móðurfelag/ <i>Parent Company</i>	
	2005	2004	2005	2004
Nettosøla <i>Nett sales</i>	144.031.921	153.488.559	144.031.921	153.488.559
Íalt <i>Total</i>	144.031.921	153.488.559	144.031.921	153.488.559
Nota 2 Útr. til rávöru og hjálptilfar: <i>Note 2 Raw material and consumables:</i>				
Keyp av rávöru <i>Raw material</i>	56.847.740	93.727.227	106.762.209	100.610.682
Keyp, smolt, yngul og rogn <i>Smolts, fry and spawns</i>	747.389	880.180		
Tryggingarendurgjald fyri smolt <i>Insurance compensation</i>	0	-452.454		
Fóður <i>Feed</i>	20.415.966	16.590.252		
Olja <i>Oil</i>	648.905	496.207	648.905	496.207
Ravmagn <i>Electricity</i>	1.275.913	1.532.902	1.275.913	1.532.902
Flutningur <i>Transport</i>	3.919.613	4.516.917	3.919.613	4.516.917
Íalt <i>Total</i>	83.855.526	117.291.231	112.606.640	107.156.708

**NOTUR (framhald)**

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NOTES TO THE ANNUAL ACCOUNTS

Nota 3 Annar kostnaður:*Nota 3 Other expenditure:*

	Konsern/ <i>Concern</i>		Móðurfelag/ <i>Parent Company</i>	
	2005	2004	2005	2004
Viðlíkahald <i>Maintenance</i>	4.133.287	4.020.421	2.357.984	2.554.102
Vaccinación v.m. <i>Vaccination etc.</i>	1.963.054	892.216		
Arbeiðsklæðir <i>Employee expenses</i>	265.471	518.403	245.250	512.999
Reingerðingsevni <i>Cleaning</i>	517.085	326.468	517.085	326.468
Heilsufrøðisligur kostnaður <i>Veterinary expenses</i>	286.610	206.316	286.610	206.316
Tryggingar og vegskattur <i>Insurance etc.</i>	1.012.668	1.423.262	296.449	311.719
Goymsluleiga <i>Storage</i>	65.753	39.306	65.753	39.306
Leiga av amboðum <i>Leasing of equipments</i>	138.000	0	138.000	0
Olja <i>Oil</i>	1.478.543	660.727		
Súrløga <i>Ensilage</i>	121.520	0		
Ruskkostnaður <i>Refuse disposal</i>	603.976	235.797	592.594	219.496
Annar kostnaður <i>Other expenses</i>	917.710	470.404	103.054	304.498
Telefon <i>Telephone</i>	207.962	179.297	171.676	138.231
Postgjald <i>Postage</i>	16.205	16.375	16.205	16.375
Skrivstovuhald <i>Administration expenses</i>	181.378	130.834	173.960	126.443
Smiðjuútreiðslur <i>Workshop expenses</i>	133.931	167.177	133.931	167.177
Viðlíkahald av bygningi <i>Maintenance building</i>	666.564	369.325	664.634	362.852
Umboðan og salgsfremjan v.m. <i>Promotional costs</i>	184.599	129.333	141.375	105.179
Klagur <i>Complaints</i>	0	46.088	0	46.088
Lima- og haldaragjald <i>Membership and subscription cost</i>	203.728	168.356	74.547	64.656
Ráðgeving <i>Advice</i>	51.750	4.473	51.750	4.473
Grannskoðan <i>Auditor</i>	61.000	59.000	37.000	35.000
Sakarkostnaður <i>Legal advice</i>	0	109.026	0	109.026
Leiga av bygningi og lendi <i>Leasing of property and buildings</i>	1.251.420	1.369.006	1.166.490	1.319.080
Útr. uttan skattligan frádrátt <i>Expensen with no taxdeduction</i>	6.594	6.820	6.285	6.820
Íalt <i>Total</i>	14.468.809	11.548.430	7.240.633	6.976.304

**NOTUR (framhald)**

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NOTES TO THE ANNUAL ACCOUNTS

Nota 4 Starvsfólkaútreiðslur:*Note 4 Employee expenditure:*

	Konsern/ <i>Concern</i>		Móðurfelag/ <i>Parent Company</i>	
	2005	2004	2005	2004
Lønir	22.944.361	24.796.472	19.525.414	21.998.417
<i>Wages</i>				
Skyldug lön ultimo	186.475	0	118.572	0
<i>Payable wages at the end of the year</i>				
Av hesum goldið fyri aðrar	0	0	0	-65.014
<i>Payed for others</i>				
Goldið av øðrum	4.763	0	0	15.750
<i>Payed by others</i>				
Arbeidsmarknaðargjöld	359.316	353.224	302.865	297.781
<i>Unemployment insurance etc.</i>				
Hjálpafólkatrygging	40.105	132.118	60.177	88.795
<i>Employees insurance.....</i>				
Eftirlønartryggingar v.m.	1.168.999	1.208.196	1.033.537	1.084.873
<i>Pension etc.....</i>				
Íalt	24.704.020	26.490.009	21.040.565	23.420.602
<i>Total</i>				
Løn útgöldin til stjórn	1.049.953	1.062.614	524.976	524.976
<i>Managing director</i>				
Nevndarsamsýning	0	0	0	0
<i>Board</i>				
Ársverk í meðal	98	106	87	97
<i>Man-years</i>				
Nota 5 Rentur:				
<i>Note 5 Interest:</i>				
Inntøkur:				
<i>Income:</i>				
Renta av innistandandi	265	228	265	228
<i>Interest on cash in bank</i>				
Renta og kursvinningur av útistandandi	6.565	128.215	6.565	128.215
<i>Interest on trade receivable</i>				
Íalt	6.831	128.442	6.831	128.442
<i>Total</i>				
Útreiðslur:				
<i>Expences:</i>				
Renta av ognarum	12.796	8.725	12.796	8.725
<i>Interest on trade payables</i>				
Bankakostnaður og kurstap	7.197	4.670	7.197	4.670
<i>Bank expenditure</i>				
Renta av kredittum	2.949.907	3.024.249	819.165	1.186.238
<i>Interest on short running loans</i>				
Renta av uttanlandaláni	0	2.209	0	2.209
<i>Interest on foreign loans</i>				
Renta av øðrum føstum lánum	965.645	787.127	13.063	83.702
<i>Interest on longterm loans</i>				
Íalt	3.935.545	3.826.980	852.220	1.285.544
<i>Total</i>				

**NOTUR (framhald)**

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NOTES TO THE ANNUAL ACCOUNTS

	Konsern/Concern		Móðurfelag/Parent Company	
	2005	2004	2005	2004
Nota 6 Óvanligt:				
<i>Note 6 Extraordinary:</i>				
Missur:				
<i>Expenses:</i>				
Tap við sölu av rakstrargögnum	0	38.784	0	38.784
<i>Loss on tangible fixed assets</i>				
Tap í sb. við atknýtt virki	0	0	0	7.550.000
<i>Loss on subsidiaries</i>				
Tap uppá skuldarar v.m.	64.800	77.905	64.800	77.905
<i>Loss on trade receivable</i>				
Íalt	64.800	116.689	64.800	7.666.689
<i>Total</i>				
Nota 7 Vørugoymsla:				
<i>Note 7 Stocks on hand:</i>				
Rávøra og hjálpitilfar	2.692.101	1.678.750	1.888.465	1.249.070
<i>Raw material and consumables</i>				
Vøra í gerð (alifiskur):				
<i>Goods in progress</i>				
Alifiskur	38.305.189	36.382.879		
<i>Breeding fish</i>				
Smolt	6.654.640	4.081.675		
<i>Smolts</i>				
Íalt	44.959.829	40.464.554		
<i>Total</i>				
Liðugvøra	2.185.959	653.016	2.185.959	653.016
<i>Finished goods and consumables</i>				
Íalt	49.837.889	42.796.320	4.074.424	1.902.086
<i>Total</i>				



NOTUR (framhald)

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NOTES TO THE ANNUAL ACCOUNTS

Nota 8 Fíggjarlig stöðisogn:

Note 8 Capital fixed assets:

Kapitalpartar í atknýttum virkjum: *)

Capital inv. in subsidiaries:

	Konsern/Concern		Móðurfelag/Parent Company	
	2005	2004	2005	2004
Útveganarvirði við ársbyrjan	0	0	150.000	150.000
<i>Establishment value</i>				
Virðisøking við ársbyrjan	0	0	1.999.502	1.890.067
<i>Additions in previous years</i>				
Virðisøking í árinum	0	0	20.815.002	109.435
<i>Additions during the year</i>				
Virðisøking íalt	0	0	22.814.504	1.999.502
<i>Additions total</i>				
Íalt (nom. virðið 500.000)	0	0	22.964.504	2.149.502
<i>Total (nom. value 500.000)</i>				

*) Partabrøv í P/f. Alistøðini á Bakka

Shares in P/f. Alistøðin á Bakka.

Kapitalpartar í leysari atknýttum virkjum: **)

Capital inv. in associated company:

Útveganarvirði við ársbyrjan	250.000	250.000	250.000	250.000
<i>Establishment value</i>				
Virðisøking við ársbyrjan	132.926	163.025	132.926	163.025
<i>Additions in previous years</i>				
Virðisøking í árinum	-65.105	-30.099	-65.105	-30.099
<i>Additions during the year</i>				
Virðisøking íalt	67.821	132.926	67.821	132.926
<i>Additions total</i>				
Íalt (nom. virðið 250.000)	317.821	382.926	317.821	382.926
<i>Total (nom. value 250.000)</i>				

**) Partabrøv í P/f. Føroya Kassasøla

Shares in P/f. Føroya Kassasøla only.

Onnur virðisbrøv og kapitalpartar:

Other bonds and shares:

Útveganarvirði við ársbyrjan	387.828	387.828	135.828	135.828
<i>Establishment value at the beginning of the year</i>				
Komið afturat í árinum	0	0	0	0
<i>Addition during the year</i>				
Farið burturav í árinum	0	0	0	0
<i>Disposal during the year</i>				
Niðurskrivað í árinum	0	0	0	0
<i>Revaluation/Depreciation</i>				
Útveganarvirði við ársenda	387.828	387.828	135.828	135.828
<i>Establishment value at the end of the year</i>				



NOTUR (framhald)

NOTES TO THE ANNUAL ACCOUNTS

Nota 9 Millumv. við atknýtt virki:

Note 9 Reseivable from subsidiaries:

P/f. Alistøðin á Bakka

Nota 10 Millumv. við leysari atkn. virki:

*Note 10 Reseivable from and payable
to associated companies:*

Áøgn:

Reseivable from:

P/f. 21. desember 1992

Íalt

Total

Skuld:

Payable to:

P/f. 21. desember 1992

P/f. Føroya Kassasøla

Íalt

Total

Nota 11 Onnur áøgn og skuld:

Note 11 Other reseivables/payables:

MVG v.m.

VAT etc.

Tilgóðahavandi tryggingarendurgjald

Insurance

Íalt

Total

MVG v.m.

VAT etc.

Skyldug løn.....

Payable wages

Íalt

Total

Nota 12 Tøkur peningur:

Note 12 Available funds:

Kassapeningur

Cash in hand

Føroya Banki Valuta USD

Suðuroyar Sparikassi 101.435.9

Norðoya Sparikassi 100.802.6

Før. Sparikassi 123.960.2

Íalt

Total

	Konsern/Concern		Móðurfelag/Parent Company	
	2005	2004	2005	2004
Nota 9 Millumv. við atknýtt virki:				
<i>Note 9 Reseivable from subsidiaries:</i>				
P/f. Alistøðin á Bakka			-332.042	8.767.371
Nota 10 Millumv. við leysari atkn. virki:				
<i>Note 10 Reseivable from and payable to associated companies:</i>				
Áøgn:				
<i>Reseivable from:</i>				
P/f. 21. desember 1992	2.756.409	2.058.353	2.756.409	2.058.353
Íalt	2.756.409	2.058.353	2.756.409	2.058.353
<i>Total</i>				
Skuld:				
<i>Payable to:</i>				
P/f. 21. desember 1992	0	0	0	0
P/f. Føroya Kassasøla	75.207	566.429	75.207	566.429
Íalt	75.207	566.429	75.207	566.429
<i>Total</i>				
Nota 11 Onnur áøgn og skuld:				
<i>Note 11 Other reseivables/payables:</i>				
MVG v.m.	934.898	237.599	434.705	0
<i>VAT etc.</i>				
Tilgóðahavandi tryggingarendurgjald	316.471	103.559	0	0
<i>Insurance</i>				
Íalt	1.251.369	341.158	434.705	0
<i>Total</i>				
MVG v.m.	0	0	0	410.036
<i>VAT etc.</i>				
Skyldug løn.....	188.750	0	118.572	0
<i>Payable wages</i>				
Íalt	188.750	0	118.572	410.036
<i>Total</i>				
Nota 12 Tøkur peningur:				
<i>Note 12 Available funds:</i>				
Kassapeningur	-265	13.709	-265	13.709
<i>Cash in hand</i>				
Føroya Banki Valuta USD	188	148	188	148
Suðuroyar Sparikassi 101.435.9	419	419	419	419
Norðoya Sparikassi 100.802.6	0	0	0	0
Før. Sparikassi 123.960.2	529	260	529	260
Íalt	871	14.536	871	14.536
<i>Total</i>				

**NOTUR (framhald)**

NOTES TO THE ANNUAL ACCOUNTS

Nota 13 Partapeningur:*Note 13 Share capital*

7 partabrøv á kr. 50.000.....

7 shares at kr. 50,000

50 partabrøv á kr. 1.000

50 shares at kr. 1,000

Íalt

Total

Partaeigarar sum eiga meira enn 5% hvør:

Shareholders who own more than 5% each

Hans Jacobsen, 625 Glyvrar.

J. Regin Jacobsen, 625 Glyvrar.

Martin Jacobsen, 100 Tórshavn.

Nota 14 Kredittfeløg:*Note 14 Credit institutions:*

Langfreistað:

Long term liabilities:

Før. Banki EUR 29.245 á 755,16

Føroya Banki 054.277.8

Føroya Banki 011.396.6

Føroya Banki 014.940.5

Føroya Banki 068.353.3

Føroya Banki 025.057.2

Føroya Banki 010.866.0

Føroya Realkreditstovnur 334250

Føroya Realkreditstovnur 313425

Føroya Realkreditstovnur 376011

Føroya Realkreditstovnur 317611

Avdráttir komandi ár

Repayments in the following year

Langfreistað íalt

Long term total

Restskuld tá 5 ár eru liðin

Balance of debts after 5 years

Stuttfreistað:

Short term liabilities:

Flutt frá langfreistaðari skuld

Repayments in the following year

Før. Banki 201.574.0

Før. Banki 200.696.2

Før. Banki 200.349.1

Før. Banki 200.521.4

Før. Banki 201.530.9

Íalt

Short term total

	Konsern/Concern		Móðurfelag/Parent Company	
	2005	2004	2005	2004
7 partabrøv á kr. 50.000.....	350.000	350.000	350.000	350.000
7 shares at kr. 50,000				
50 partabrøv á kr. 1.000	150.000	150.000	150.000	150.000
50 shares at kr. 1,000				
Íalt	500.000	500.000	500.000	500.000
Total				
Partaeigarar sum eiga meira enn 5% hvør:				
Shareholders who own more than 5% each				
Hans Jacobsen, 625 Glyvrar.				
J. Regin Jacobsen, 625 Glyvrar.				
Martin Jacobsen, 100 Tórshavn.				
Nota 14 Kredittfeløg:				
<i>Note 14 Credit institutions:</i>				
Langfreistað:				
<i>Long term liabilities:</i>				
Før. Banki EUR 29.245 á 755,16	0	0	0	0
Føroya Banki 054.277.8	30.825	446.645		
Føroya Banki 011.396.6	110.141	151.097		
Føroya Banki 014.940.5	10.725.000	12.025.000		
Føroya Banki 068.353.3	0	124.452	0	124.452
Føroya Banki 025.057.2	0	200.000	0	200.000
Føroya Banki 010.866.0	78.200	113.400	78.200	113.400
Føroya Realkreditstovnur 334250	387.500	465.000		
Føroya Realkreditstovnur 313425	116.250	155.000		
Føroya Realkreditstovnur 376011	540.000	630.000		
Føroya Realkreditstovnur 317611	250.000	312.500		
Avdráttir komandi ár	-1.678.386	-2.382.396	-35.200	-359.652
<i>Repayments in the following year</i>				
Langfreistað íalt	10.559.530	12.240.698	43.000	78.200
<i>Long term total</i>				
Restskuld tá 5 ár eru liðin	4.315.000	5.782.500	0	0
<i>Balance of debts after 5 years</i>				
Stuttfreistað:				
<i>Short term liabilities:</i>				
Flutt frá langfreistaðari skuld	1.678.386	2.382.396	35.200	359.652
<i>Repayments in the following year</i>				
Før. Banki 201.574.0	2.594.947	1.283.242		
Før. Banki 200.696.2	7.141.844	0		
Før. Banki 200.349.1	0	15.578.067		
Før. Banki 200.521.4	11.807.859	8.057.006		
Før. Banki 201.530.9	8.266.419	17.180.747	8.266.419	17.180.747
Íalt	31.489.456	44.481.457	8.301.619	17.540.399
<i>Short term total</i>				



NOTUR (framhald)

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NOTES TO THE ANNUAL ACCOUNTS

	Konsern/Concern		Móðurfelag/Parent Company	
	2005	2004	2005	2004
Nota 15 Skattur av ársúrsliti:				
<i>Nota 15 Taxes:</i>				
Úrslit sb. rakstur	19.423.916	4.152.926	15.660.473	4.152.926
<i>Profit before tax</i>				
Úrslit frá dótturfelag	0	0	-13.050.537	-109.435
<i>Profit in subsidiaries</i>				
Úrslit frá leysari atkn. virki.....	65.105	30.099	65.105	30.099
<i>Profit in associated companies</i>				
Óvanligur missur/vinningur	-64.800	38.784	-64.800	38.784
<i>Extraordinary expenses/income</i>				
Útr. utan skattligan frádrátt	6.594	6.820	6.285	6.820
<i>Regulated expenses</i>				
Skattligt roknskaparúrslit	19.430.816	4.228.629	2.616.526	4.119.193
<i>Taxible account profit</i>				
Roknskaparligar avskrivningar	3.549.248	4.492.420	1.091.796	2.106.618
<i>Account depreciations</i>				
Skattligar avskrivningar	0	0	0	0
<i>Fiscal depreciations</i>				
Roknskaparlig goymslubroyting	-4.495.275	-15.262.730		
<i>Account stocks change</i>				
Skattlig goymslubroyting	0	-26.214.522		
<i>Fiscal stocks change</i>				
Skattligt hall frá samskattaðum virki	-18.484.789	0	-3.708.322	-6.225.812
<i>Fiscal loss in subsidiaries</i>				
Skattligt úrslit	0	-32.756.203	0	0
<i>Taxible result</i>				
Partafelagsskattur 20%	0	0	0	0
<i>Corporation tax 20%</i>				
Broyting í útsettu skatti	4.449.165	0	685.722	0
<i>Changes in deferred tax</i>				
Útreiðsluförður skattur	4.449.165	0	685.722	0
<i>Total taxes</i>				
Útsettur skattur primo.....	0	0	0	0
<i>Deferred tax at the beginning of the year</i>				
Útsettur skattur av uppskriving.....	3.664.055	0	1.959.660	0
<i>Deferred taxes form revaluation</i>				
Útsettur skattur annars.....	4.449.165	0	685.722	0
<i>Deferred taxes other</i>				
Útsettur skattur íalt	8.113.220	0	2.645.381	0
<i>Deferred tax</i>				

*) Konsernin verður samskattað.

*) The concern is assessed as one company.

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NOTES TO THE ANNUAL ACCOUNTS

Nota 16 Materíell stöðisogn (Móðurfelag)

Note 16 Tangible fixed assets (Parent company)

	Bygningar <i>Buildings</i>	Innrættan í leigaðum holi <i>Arrangements in leased buildings</i>	Maskinur <i>Machinery tools etc.</i>	Teldur <i>Computres</i>
Útveganarvirði primo <i>Establishment value</i>	2.629.700	1.955.210	25.007.279	195.880
Nýútvegan og ábøtur í árinum <i>Additions during the year</i>	0	175.066	616.245	98.400
Farið burturav í árinum <i>Disposals during the year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Útveganarvirði ultimo <i>Establishment value</i>	<u>2.629.700</u>	<u>2.130.276</u>	<u>25.623.524</u>	<u>294.280</u>
Uppskrivning primo..... <i>Revaluation at the beginning of the year</i>	0	0	0	0
Uppskrivning í árinum <i>Revaluation of the year</i>	<u>1.423.633</u>	<u>1.339.735</u>	<u>8.123.631</u>	<u>0</u>
Uppskrivning íalt <i>Revaluation at the end of the year</i>	<u>1.423.633</u>	<u>1.339.735</u>	<u>8.123.631</u>	<u>0</u>
Av- og niðurskriving primo <i>Depreciation at the beginning of the year</i>	1.479.972	1.147.968	14.788.891	179.160
Av- og niðurskriving av frágongd <i>Depreciation on disposals</i>	0	0	0	0
Av- og niðurskriving í árinum <i>Depreciations of the year</i>	<u>73.360</u>	<u>95.883</u>	<u>912.552</u>	<u>10.000</u>
Av- og niðurskrivingar íalt <i>Depreciation at the end of the year</i>	<u>1.553.333</u>	<u>1.243.851</u>	<u>15.701.444</u>	<u>189.160</u>
Bókfært virði ultimo <i>Booked value at the end of the year</i>	<u>2.500.000</u>	<u>2.226.160</u>	<u>18.045.711</u>	<u>105.120</u>
Skattlig saldo: <i>Taxible value:</i>				
Útveganarvirði primo <i>Establishment value</i>	2.629.700	1.955.210		
Áður avskrivað <i>Depreciation at the beginning of the year</i>	<u>1.908.041</u>	<u>963.709</u>		
Saldo primo <i>Value at the beginning of the year</i>	721.659	991.501	5.532.143	45.414
Komið afturat <i>Additions during the year</i>	0	175.066	616.245	98.400
Farið burturav <i>Disposals during the year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Skattlig saldo til avskrivningar <i>Taxible value to depreciation</i>	721.659	1.166.567	6.148.388	143.814
Avskrivningar í ár (max. 7/10/30%) <i>Depreciations of the year (max. 7/10/30%)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Skattlig saldo ultimo <i>Taxible value at the end of the year</i>	<u>721.659</u>	<u>1.166.567</u>	<u>6.148.388</u>	<u>143.814</u>



NOTUR (framhald)

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NOTES TO THE ANNUAL ACCOUNTS

Nota 16 Materíell stöðisogn (Konsern):

Note 16 Tangible fixed assets (Parent company)

	Bygningar <i>Buildings</i>	Innrættan í leigaðum holi <i>Arrangements in leased buildings</i>	Maskinur <i>Machinery tools etc.</i>	Teldur <i>Computres</i>
Útveganarvirði primo <i>Establishment value</i>	11.433.491	1.955.210	48.911.078	195.880
Nýútvegan og ábøtur í árinum <i>Additions during the year</i>	0	175.066	784.508	98.400
Farið burturav í árinum <i>Disposals during the year</i>	0	0	0	0
Útveganarvirði ultimo <i>Establishment value</i>	11.433.491	2.130.276	49.695.586	294.280
Uppskrivning primo..... <i>Revaluation at the beginning of the year</i>	0	0	0	0
Uppskrivning í árinum <i>Revaluation of the year</i>	2.269.021	1.339.735	16.747.103	0
Uppskrivning íalt <i>Revaluation at the end of the year</i>	2.269.021	1.339.735	16.747.103	0
Av- og niðurskriving primo <i>Depreciation at the beginning of the year</i>	4.731.524	1.147.968	28.031.605	179.160
Av- og niðurskriving av frágongd <i>Depreciation on disposals</i>	0	0	0	0
Av- og niðurskriving í árinum <i>Depreciations of the year</i>	470.988	95.883	2.972.376	10.000
Av- og niðurskrivingar íalt <i>Depreciation at the end of the year</i>	5.202.512	1.243.851	31.003.982	189.160
Bókfært virði ultimo <i>Booked value at the end of the year</i>	8.500.000	2.226.160	35.438.707	105.120
Skattlig saldo: <i>Taxible value:</i>				
Útveganarvirði primo <i>Establishment value</i>	11.433.491	1.955.210		
Áður avskrivað <i>Depreciation at the beginning of the year</i>	5.529.777	963.709		
Saldo primo <i>Value at the beginning of the year</i>	5.903.714	991.501	13.554.829	45.414
Komið afturat <i>Additions during the year</i>	0	175.066	784.508	98.400
Farið burturav <i>Disposals during the year</i>	0	0	0	0
Skattlig saldo til avskrivningar <i>Taxible value to depreciation</i>	5.903.714	1.166.567	14.339.337	143.814
Avskrivningar í ár (max. 7/30%) <i>Depreciations of the year (max. 7/10/30%)</i>	0	0	0	0
Skattlig saldo ultimo <i>Taxible value at the end of the year</i>	5.903.714	1.166.567	14.339.337	143.814

**NOTUR (framhald)**

NOTES TO THE ANNUAL ACCOUNTS

Nota 17 Aðrar skyldur:*Note 17 Mortgage and commitments:*

P/f. Føroya Banki hevur pant í fylgjandi øgnum:

P/f. Føroya Banki has mortgage on following assets:

Fastogn á leigaðum grundøki:

Buildings and operations plant built on leased plot:

Hjá móðurfelag <i>Parent company</i>	10.000.000
Hjá dótturfelag <i>Subsidiaries</i>	10.150.000

Leysafæ so sum bátar, bilar, trukkar, aliringar,
maskinur og rakstrargøgn annars:*Various equipments and machinery, boats, cars**trucks, breeding rings etc.:*

Hjá móðurfelag <i>Parent company</i>	12.240.000
Hjá dótturfelag <i>Subsidiaries</i>	30.200.000

Herumframt hevur P/f. Føroya Banki skiftandi veð í
alífiskinum umframt transport í sølu- og mvg ágóða.*In addition the this P/f. Føroya Banki has mortgage on**breeding fish, salesincome and vat reseivable at changing valus*Føroya Realkreditstovnur hevur 1. & 2. veðrætt
í M/b. Mjóanes og M/b. Grønalið uppá tilsamans

2.485.000

*Føroya Realkreditstovnur has 1st. & 2nd. mortgage**on the boat "Mjóanes" and "Grønalið"*

Móður- og dótturfelagið borgað hvørt fyri annað fyri
allari skuld til P/f. Føroya Banka, umframt at tey eisini
borgað fyri allari skuld hjá P/f. 21. Desember 1992 til
P/f. Føroya Banka. P/f. 21. Desember borgar hinvegin
fyri allari skuld hjá P/f. Bakkafrost og P/f. Alistøðini
á Bakka.