



Iceland Seafood International hf.

Condensed Consolidated Interim Financial Statements
for the six months ended 30 June 2019

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

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Company Information

Name	Iceland Seafood International hf.
TIN	611088-1329
BOD	Magnús Bjarnason, Chairman Liv Bergþórsdóttir, Board Member Jakob Valgeir Flosason, Board Member Ingunn Agnes Kro, Alternate Board Member
CEO	Bjarni Ármannsson
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Reporting currency	Euro (EUR)

Statement and Endorsement

by the Board of Directors and the CEO

Statement

It is the opinion of the Board of Directors and the CEO of Iceland Seafood International hf. (the Company), that these Condensed Consolidated Interim Financial Statements present the necessary information to evaluate the financial position of the Company at the end of June 2019 and the operating results and financial developments for the six months then ended.

The Condensed Consolidated Interim Financial Statements are prepared in accordance with the International Accounting Standard IAS 34, *Interim Financial Reporting*, and should be read in conjunction with the Company's Financial Statements for the year ended 31 December 2018.

The Condensed Consolidated Interim Financial Statements do not include all of the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to understand the changes in the Company's financial position and performance from year end 2018.

The Company

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

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

Operations for the period

The Board of Directors and CEO are very pleased to report a strong performance for the six-month period ending 30 June 2019. Total sales of EUR 232.1 million were 55% up on the prior year, benefiting from a EUR 63.6 million contribution from Icelandic Iberica and EUR 7.6 million from Oceanpath. Underlying, like for like sales growth of 7% was driven by strong sales in Iceland, supported by close cooperation with producers in the region.

Normalised PBT of EUR 5.5 million is 150% ahead of the prior year supported by the acquisitions of Solo Seafood and Oceanpath. Significant item costs of EUR 1.3 million largely reflect costs incurred in relation to parent company management changes and restructuring costs in Spain, related to the ongoing merger of Icelandic Iberica and Iceland Seafood Spain. Normalised Profit for the period of EUR 4.2 million is up 133% on the prior year.

Total assets as at 30 June 2019 of EUR 204.0 million are EUR 10.2 million higher than at end of 2018, with higher inventories driven by increased sales and higher cash headroom in Icelandic Iberica. Resultant net debt of EUR 80.2 million is EUR 1.7 million higher than at year end 2018.

Equity amounted to EUR 62.4 million as at 30 June 2019 or EUR 3.1 million higher than at end of 2018. The equity ratio was 30.6% at 30 June 2019 or same as at year end 2018.

The Group, for the first time, has applied IFRS 16 Leases. At initial application on 1 January 2019 the Group recognised additional lease liabilities of EUR 3.6 million and leased asset of EUR 3.1 million. The difference of EUR 0.5 million was booked as an adjustment on opening balance of retained earnings (see note no 3).

Merging of Icelandic Iberica and Iceland Seafood Spain

As announced in February 2019, the work of merging Icelandic Iberica and Iceland Seafood Spain has started and is expected to finish in the second half of the year, with a merged legal entity operating from beginning of 2020.

Statement and Endorsement

by the Board of Directors and the CEO

Iceland's Nasdaq Main Market listing

The management team of the company has started preparation for listing the company's shares on Iceland's Nasdaq Main Market, with the aim of completing the process in October. In relation to the listing the company will issue and sell 225 million new shares in a public offering. In the 1H 2019 the Board of Directors set a dividend policy, where the company will pay 20-40% of profit after tax annually as dividend. At the same time the targeted equity ratio will be set at 35%, this target shall be reached within the next three years.

Market capitalization

The Company is listed on the Nasdaq First North Iceland exchange (ticker: ICESEA). The closing price at the end of June 2019 was ISK 8.95 per share (2018 year end: ISK 8.70), giving the Company a market capitalization of EUR 148.0 million (2018: EUR 152.3 million), a 3% decrease for the six months ended 30 June 2019.

Shareholders

The number of shareholders at the end of June 2019 was 311 (2018 year end: 289). The ten largest are (shares are in ISK millions):

	30.6.2019		31.12.2018	
Sjávarsýn ehf	248	11%	248	11%
Nesfiskur ehf	239	10%	239	10%
FISK Seafood ehf	239	10%	239	10%
Jakob Valgeir ehf	228	10%	203	9%
Solo Holding ehf	209	9%	209	9%
Frjálsi lífeyrissjóðurinn	104	4%	89	4%
Akta Sjóðir	90	4%	89	4%
Lífsværk lífeyrissjóður	90	4%	70	3%
Arion Banki hf.	89	4%	118	5%
Kvika banki hf.	88	4%	97	4%
International Seafood Holdings			122	5%
	1.624	70%	1.723	74%
Other	712	30%	602	26%
	2.336	100%	2.325	100%

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

Endorsement

The Board of Directors and the CEO of Iceland Seafood International hf. hereby confirm the Condensed Consolidated Interim Financial Statements of the Company for the six months ended 30 June 2019 with their signatures.

Reykjavík, 28 August 2019.

Magnús Bjarnason
Chairman of the Board

Liv Bergþórsdóttir
Board Member

Jakob Valgeir Flosason
Board Member

Bjarni Ármannsson
Chief Executive Officer

Review Report

on the Condensed Consolidated Interim Financial Statements

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

We have reviewed the accompanying Condensed Consolidated Statement of Financial Position of Iceland Seafood International hf. as of 30 June 2019 and the related statements of Condensed Consolidated Statement of Income, Condensed Consolidated Comprehensive Income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes.

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

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

Auditor's Responsibility

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

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Consolidated Interim Financial Statements does not give a true and fair view of the financial position of the Group as at 30 June 2019, and of its financial performance and its cash flows for the six-month period then ended in accordance with IAS 34 as adopted by the EU.

Kópavogur, 28 August 2019.

Ingvi Björn Bergmann
State Authorised Public Accountant

Deloitte ehf.
Smáratorg 3
201 Kópavogur
Iceland

Condensed Consolidated Statement of Income

for the six months ended 30 June 2019

	Note	1H 2019			1H 2018 **		
		Normalised results	Significant items*	IFRS	Normalised results	Significant items*	IFRS
Gross profit							
Sales of seafood		232.109		232.109	149.990		149.990
Cost of sales		(200.823)		(200.823)	(130.151)		(130.151)
		<u>31.286</u>		<u>31.286</u>	<u>19.839</u>		<u>19.839</u>
Operating expenses							
Operating expenses		(22.981)	(1.650)	(24.631)	(16.274)	(521)	(16.795)
Depreciation and amortisation		(1.471)		(1.471)	(521)		(521)
		<u>6.834</u>	<u>(1.650)</u>	<u>5.184</u>	<u>3.044</u>	<u>(521)</u>	<u>2.523</u>
Operating profit							
Net finance costs		(1.134)		(1.134)	(900)		(900)
Net exchange rate difference		(210)		(210)	27		27
		<u>5.490</u>	<u>(1.650)</u>	<u>3.840</u>	<u>2.171</u>	<u>(521)</u>	<u>1.650</u>
Normalised profit before tax							
Income tax expense		(1.258)	329	(929)	(409)	103	(306)
		<u>4.232</u>	<u>(1.321)</u>	<u>2.911</u>	<u>1.762</u>	<u>(418)</u>	<u>1.344</u>
Profit for the period							
Attributable to							
Owners of the Company		3.888	(1.319)	2.569	1.549	(416)	1.133
Non-controlling interests		344	(2)	342	213	(2)	211
		<u>4.232</u>	<u>(1.321)</u>	<u>2.911</u>	<u>1.762</u>	<u>(418)</u>	<u>1.344</u>
Earnings per share							
Basic (cents per thousand shares)	7	0,1811		0,1246	0,1356		0,1034
Diluted (cents per thousand shares)		0,1803		0,1240	0,1339		0,1022

* See note no 6 for information on significant items.

** The Condensed Consolidated Interim Statement of Income for the period ended 30 June 2018 have not been reviewed by the Group's auditors.

Condensed Consolidated Statement of Comprehensive Income

for the six months ended 30 June 2019

	Note	1H 2019			1H 2018 **		
		Normalised results	Significant items*	IFRS	Normalised results	Significant items*	IFRS
Profit for the period		4.232	(1.321)	2.911	1.762	(418)	1.344
Items that may be reclassified subsequently to profit or loss							
Net fair value of cash flow hedges		228		228	(363)		(363)
Translation difference		113		113	(44)		(44)
Other adjustments		(167)		(167)			
Total comprehensive income		4.406	(1.321)	3.085	1.355	(418)	937
Attributable to							
Owners of the Company		4.132	(1.319)	2.813	1.142	(416)	726
Non-controlling interests		274	(2)	272	213	(2)	211
		4.406	(1.321)	3.085	1.355	(418)	937

* See note no 6 for information on significant items.

** The Condensed Consolidated Interim Statement of Comprehensive Income for the period ended 30 June 2018 have not been reviewed by the Group's auditors.

Condensed Consolidated Statement of Financial Position

at 30 June 2019

	Note	30.6.2019	31.12.2018	30.6.2018*
Assets				
Non-current assets				
Property, plant and equipment		16.456	14.435	10.519
Leased assets	3	3.309		
Intangible assets		44.622	44.689	19.066
Investments in associates	8	90	89	41
Deferred tax assets		2.941	2.535	1.811
Other long term assets		54	54	
Total non-current assets		67.472	61.802	31.437
Current assets				
Inventories		62.437	62.107	31.147
Trade and other receivables		61.135	62.452	42.486
Other assets		3.465	3.466	1.799
Cash and bank balances		9.461	3.967	3.776
Total current assets		136.498	131.992	79.208
Total assets		203.970	193.794	110.645
Equity and liabilities				
Capital and reserves				
Issued capital and share premium		53.627	53.156	18.356
Translation reserve		(788)	(901)	(803)
Other reserves		766	538	(5)
Retained earnings		5.636	3.659	777
Equity attributable to owners of the Company		59.241	56.452	18.325
Non-controlling interests		3.162	2.890	2.435
Total equity		62.403	59.342	20.760
Non-current liabilities				
Borrowings		9.706	6.640	7.568
Lease liabilities	3	3.803		
Retirement benefit and other obligations		1.120	914	239
Deferred tax liabilities		903	832	603
Total non-current liabilities		15.532	8.386	8.410
Current liabilities				
Borrowings		79.941	75.828	51.413
Trade and other payables		40.215	44.872	24.916
Other liabilities		5.879	5.366	5.146
Total current liabilities		126.035	126.066	81.475
Total liabilities		141.567	134.452	89.885
Total equity and liabilities		203.970	193.794	110.645

* The Condensed Consolidated Balance Sheet for the period ended 30 June 2018 have not been reviewed by the Group's auditors.

Condensed Consolidated Statement of Changes in Equity

for the six months ended 30 June 2019

	Restricted equity						Unrealised profit of subsidiaries	Accumu- lated deficit	Attributable to owners of the Company	Non - controlling interests	Total equity
	Share capital	Share premium	Translation reserve	Hedging reserve	Statutory reserve	Equity reserve					
Balances at 1 January 2018	14.369	3.987	(759)	(93)	430	13	2.308	(2.664)	17.591	129	17.720
Profit (loss)							2.616	(1.483)	1.133	211	1.344
Net fair value (loss) on cash flow hedges				(363)					(363)		(363)
Translation of shares held in foreign currencies ..			(44)						(44)		(44)
Total comprehensive income			(44)	(363)			2.616	(1.483)	726	211	937
Non-controlling interest arising from acquisitions of a subsidiary										2.095	2.095
Recognition of share-based payments						8			8		8
Balances at 30 June 2018 *	14.369	3.987	(803)	(456)	430	21	4.924	(4.147)	18.325	2.435	20.760
Profit (loss)							5.961	(3.075)	2.886	447	3.333
Net fair value gain on cash flow hedges				540					540		540
Translation of shares held in foreign currencies ..			(98)						(98)	(1)	(99)
Other adjustments						3		(4)	(1)	9	8
Total comprehensive income			(98)	540		3	5.961	(3.079)	3.327	455	3.782
Issue of share capital	8.020	26.780							34.800		34.800
Dividend declared from subsidiaries to parent							(5.222)	5.222			
Balances at 31 December 2018	22.389	30.767	(901)	84	430	24	5.663	(2.004)	56.452	2.890	59.342
Effect of implementation of IFRS 16								(495)	(495)		(495)
Adjusted balance at 1 January 2019	22.389	30.767	(901)	84	430	24	5.663	(2.499)	55.957	2.890	58.847
Profit (loss)							4.456	(1.887)	2.569	342	2.911
Net fair value gain on cash flow hedges				228					228		228
Translation of shares held in foreign currencies ..			113						113		113
Other adjustments								(97)	(97)	(70)	(167)
Total comprehensive income			113	228			4.456	(1.984)	2.813	272	3.085
Issue of share capital	88	383							471		471
Balances at 30 June 2019	22.477	31.150	(788)	312	430	24	10.119	(4.483)	59.241	3.162	62.403

* The Condensed Consolidated Interim Statement of Changes in Equity for the period ended 30 June 2018 have not been reviewed by the Group's auditors.

Condensed Consolidated Statement of Cash Flows

for the six months ended 30 June 2019

	Note	1H 2019	1H 2018 *
Operating activities			
Operating profit		5.184	2.528
Depreciation and amortisation		1.471	521
(Gain) loss on disposal of property, plant and equipment		(28)	2
Change in obligations and other calculated liabilities		(548)	(482)
Working capital generated from operations		6.079	2.569
(Increase)/decrease in inventories		(330)	664
Decrease / (increase) in receivables and other assets		1.317	(3.254)
Decrease in payables and other liabilities		(3.168)	(4.260)
Cash generated from / (used in) operations before interests and taxes		3.898	(4.281)
Interest received		62	66
Interest paid		(1.195)	(966)
Income taxes paid		(1.005)	(280)
Net cash generated by / (used in) operating activities		1.760	(5.461)
Investing activities			
Payments for property, plant and equipment		(3.354)	(204)
Payments for intangible assets		(67)	
Proceeds from disposal of property, plant and equipment		107	77
Net cash outflow on acquisition of subsidiary			(4.832)
Net cash used in investing activities		(3.314)	(4.959)
Net cash before financing activities			
		(1.554)	(10.420)
Financing activities			
Net proceeds from revolving credit facility		3.874	7.364
Net proceeds from borrowings on new term loan	10	6.500	5.000
Net proceeds from/(repayment of) other borrowings		(3.586)	(418)
Proceeds from issue of share capital, net of issue costs		471	
Net cash generated by financing activities		7.259	11.946
Net increase in cash and bank balances		5.705	1.526
Cash and bank balances at the beginning of period		3.967	2.223
Effect of exchange rate changes on cash held in foreign currencies		(210)	27
Cash and bank balances at the end of period		9.462	3.776

* The Condensed Consolidated Interim Statement of Cash Flows for the period ended 30 June 2018 have not been reviewed by the Group's auditors.

Notes to the Condensed Consolidated Financial Statements

for the six months ended 30 June 2019

1. General information

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

The Condensed Consolidated Interim Financial Statements of the Company as at and for the six months ended 30 June 2019, comprise the Company and its subsidiaries (together referred to as "the Group").

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

The Company is listed on the Nasdaq First North Iceland exchange (ticker: ICESEA).

The Condensed Consolidated Interim Financial Statements of the Company as at and for the six months ended 30 June 2019, have been reviewed by the Company's external auditors. Comparative figures in the Condensed Consolidated Interim Financial Statements for the six months ended 30 June 2018 have not been reviewed by the Company's external auditors.

2. Statement of compliance

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

The Condensed Consolidated Interim Financial Statements do not include all of the information required for a complete set of consolidated annual financial statements and should be read in conjunction with the Consolidated Financial Statements of the Company for the year ended 31 December 2018.

Comparative figures in the Condensed Consolidated Interim Financial Statements have been restated. The Group had a discontinued operation related to its subsidiary Iceland Seafood Hellas S.A. in Greece which is in liquidation process. The effects from the change are as follows:

- In the Condensed Consolidated Statement of Income the loss from operation amounting to EUR 5 thousand has been restated from Discontinued operation to Operating expenses.
- In the Condensed Consolidated Statement of Financial Position EUR 74 thousand is restated from Assets classified as held for sale to Other assets and EUR 8 thousand from Liabilities associated with assets classified as held for sale to Other liabilities.

The same accounting policies (except mentioned here above), presentation and methods of computation are followed in these Condensed Consolidated Interim Financial Statements as were applied in the latest Financial Statements for the year ended 31 December 2018, except for IFRS 16 Leases, effective 1 January 2019, see note 3.

3. Significant accounting policies

3.1 Adoption of new and revised Standards

In the current year, the Group, for the first time, has applied IFRS 16 Leases. IFRS 16 introduces new or amended requirements with respect to lease accounting. It introduces significant changes to the lessee accounting by removing the distinction between operating and finance lease requirements and by requiring the recognition of a leased asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets. The impact of the adoption of IFRS 16 on the Group's consolidated financial statements is described below.

Notes to the Condensed Consolidated Financial Statements

for the six months ended 30 June 2019

The Group has applied IFRS 16 using the modified retrospective approach, with no restatement of comparative information. The Group has elected to apply the practical expedient to grandfather the definition of a lease on transition, and thereby applying IFRS 16 to all contracts entered into before 1 January 2019 and identified as leases in accordance with IAS 17 and IFRIC 4.

With the application of IFRS 16, the nature of expenses related to operating leases will now change because the Group will recognise a depreciation charge for leased assets and interest expense on lease liabilities. Previously, the Group recognised operating lease expense on a straight-line basis over the term of the lease. The effects on Income Statement line items are as follows: Increase in depreciation and amortisation expense by EUR 0.4 million, increase in finance cost by EUR 0.1 million and decrease in cost of sales by EUR 0.1 million and decrease in operating expenses by EUR 0.4 million.

At initial application on 1 January 2019 the Group recognised additional lease liabilities of EUR 3.6 million and leased asset of EUR 3.1 million.

Under IAS 17, all lease payments on operating leases were presented as part of cash flows from operating activities. Consequently, the net cash generated by operating activities in the year 2019 has increased by EUR 0.4 million and net cash used in financing activities increased by the same amount.

4. Use of estimates and judgements

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

In preparing these Condensed Consolidated Interim Financial Statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the Consolidated Financial Statements for the year ended 31 December 2018.

5. Segment reporting

For 1H 2019	Value added S-Europe	Value added N-Europe	Sales and distribution	Other and Eliminations	Consolidated
Revenue:					
Sales of seafood	105.617	48.353	109.111		263.081
Intercompany	(8.820)	(61)	(6.851)	(15.240)	(30.972)
	<u>96.797</u>	<u>48.292</u>	<u>102.260</u>	<u>(15.240)</u>	<u>232.109</u>
Operating results:					
Operating profit (loss)	4.154	1.977	1.166	(463)	6.834
Net finance costs	(316)	(437)	(137)	(454)	(1.344)
Normalised PBT	3.838	1.540	1.029	(917)	5.490
Income tax	(832)	(188)	(214)	(24)	(1.258)
Normalised Profit (loss)	3.006	1.352	815	(941)	4.232
Significant items	(457)	(120)	(109)	(635)	(1.321)
Profit (loss)	2.549	1.232	706	(1.576)	2.911
Assets	95.770	38.446	30.040	39.714	203.970
Liabilities	69.801	24.128	21.116	26.522	141.567

Notes to the Condensed Consolidated Financial Statements

for the six months ended 30 June 2019

For 1H 2018	Value added	Sales and distribution	Other	Eliminations	Consolidated
Revenue:					
Sales of seafood	78.278	99.870			178.148
Intercompany	(253)	(7.846)		(20.059)	(28.158)
	<u>78.025</u>	<u>92.024</u>		<u>(20.059)</u>	<u>149.990</u>
Operating results:					
Operating profit (loss)	3.201	628	(785)		3.044
Net finance costs	(497)	(111)	(265)		(873)
Normalised PBT	2.704	517	(1.050)		2.171
Income tax	(487)	(125)	203		(409)
Normalised profit (loss)	2.217	392	(847)		1.762
Significant items	4		(422)		(418)
Profit (loss)	2.221	392	(1.269)		1.344
Assets	68.905	31.088	72.860	(62.208)	110.645
Liabilities	48.709	22.128	54.197	(35.149)	89.885

6. Significant items

During the six months ended 30 June 2019 the Group incurred costs associated with parent company management changes and restructuring costs in Spain, related to merging of Icelandic Iberica and Iceland Seafood Spain.

During the six months ended 30 June 2018 the Group incurred costs associated with acquisitions and restructuring costs within some of the subsidiaries.

7. Earnings per share

	1H 2019	1H 2018
Profit	2.911	1.344
Weighted average number of ordinary shares (ISK '000) for basic EPS	2.336.345	1.299.588
Shares to be issued for no consideration in respect of employee options	10.967	16.042
Weighted average number of ordinary shares (ISK '000) for diluted EPS	2.347.312	1.315.630
<i>Basic earnings per share (EUR cents per thousand shares):</i>		
Basic earnings per share	0,1246	0,1034
<i>Diluted earnings per share (EUR cents per thousand shares):</i>		
Diluted earnings per share	0,1240	0,1022

Notes to the Condensed Consolidated Financial Statements

for the six months ended 30 June 2019

8. Subsidiaries and other investments

At period-end, 30 June 2019, the Company directly owned ten subsidiaries that are all included in the consolidation. The direct subsidiaries in addition owned a further eight subsidiaries. The Company holds the majority of voting power in all of its subsidiaries.

Name of company	Country of incorporation	Ownership 30.6.2019	Ownership 31.12.2018	Principal activity
<i>Subsidiaries:</i>				
Iceland Seafood ehf.	Iceland	100%	100%	Sale of seafood
Solo Export ehf.	Iceland	100%	100%	Not active
Iceland Seafood S.L.	Spain	100%	100%	Sale of seafood
- Union Islandia Pleamar S.L.	Spain	55%	55%	Not active
Icelandic Iberica	Spain	100%	100%	Sale of seafood
- Ecomsa	Spain	100%	100%	Sale of seafood
- IPDLM	Spain	100%	100%	Not active
- Achernar	Argentina	100%	100%	Sale of seafood
Iceland Seafood Barraclough Ltd.	UK	100%	95%	Sale of seafood
- F. Barraclough Ltd.	UK	100%	100%	Not active
- Havelok Ltd.	UK	67%	67%	Sale of seafood
Oceanpath Limited	Ireland	67%	67%	Sale of seafood
- Dunns (Fish & Poultry) Ltd.	Ireland	100%	100%	Holding
- Dunns Seafare Ltd.	Ireland	100%	100%	Sale of seafood
Iceland Seafood France S.A.S.	France	100%	100%	Sale of seafood
ISG Iceland Seafood GmbH	Germany	100%	100%	Sale of seafood
ISI Seafood Inc.	USA	100%	100%	Sale of seafood
Iceland Seafood Hellas S.A.	Greece	66%	66%	Liquidation
<i>Investments in other companies:</i>				
Credible Properties Ltd.	Ireland	50%		Properties
Febin Marine Foods Private Ltd	India	5%	5%	Seafood supply

9. Share capital

	Issued shares (ISK '000)	Outstanding shares (ISK '000)	Book value (EUR '000)
Ordinary shares	2.336.345	2.336.345	22.477

Fully paid ordinary shares, which have a par value of ISK 1 per share, carry one vote per share and carry a right to dividends.

Notes to the Condensed Consolidated Financial Statements

for the six months ended 30 June 2019

10. Financing

The Group's main source of financing is a multi currency revolving credit facility with an Icelandic financial institution, with a cap of EUR 65.0 million with EUR 36.7 million draw down at end of June 2019 (end of year 2018: EUR 41.6 million). The facility was renewed in November 2018 and extended to May 2022.

At end of June 2019 the Group has credit facilities in place with number of banks in Spain. Total amount of these loans was EUR 40.7 million (end of year 2018: EUR 28.1 million). Most of these loan agreements are short term facilities with 6-12 months duration.

Borrowings are secured with most of the Group's assets. Revolving credit facilities are secured with inventories, receivables, intellectual property rights and shares in subsidiaries. Other bank loans are secured with inventories, receivables and PP&E. Finance leases are secured with the assets leased.

11. Approval of financial statements

The Condensed Consolidated Interim Financial Statements have been approved for issue by the Board of Directors and the CEO on 28 August 2019.