AURIGA INDUSTRIES A/S

Company announcement No. 3/2008

March 27, 2008

Financial Statements of Auriga Industries A/S for 2007

Figures in brackets are the figures for 2006

Revenue for Auriga's continuing operations was up just over 8% in 2007 at DKK 4,368 million and thereby lived up to expectations at the beginning of the year. Cheminova's profit before tax was DKK 91 million, which was higher than expected after Q3 2007. The divested activities, Hardi and Skamol, reduced profit before tax by DKK -96 million. A positive available cash flow of DKK 642 million was realised.

Results in 2007

- Auriga's revenue increased by just over 8% to DKK 4,368 million (DKK 4,032 million), even though the settlement price of the group's main currency, USD, declined to DKK 5.80 from DKK 6.14 in 2006.

- The continuing operations returned an operating profit of DKK 145 million (DKK 7 million). Growth in the agrochemical market in 2007 had a positive impact on Cheminova's revenue and earnings, but the competitive situation in Brazil for the fungicide flutriafol impacted the contribution ratio negatively. Increasing energy and raw material prices led to increasing production costs. Development and registration activities continued at a high level.

- A profit of DKK 76 million from the divestment of Skamol and a loss of DKK -192 million from the divestment of Hardi adjusted for the two companies' contribution to results of DKK 19 million meant that divested activities accounted for a total reduction in profit before tax by DKK -96 million.

- Following the negative contribution from divested activities, the group saw a loss before tax of DKK -13 million (DKK -92 million). A net loss of DKK -52 million was returned (DKK -163 million).

- The group's net interest-bearing debt was reduced by DKK 1,056 million from DKK 1,757 million to DKK 701 million at year end.

Outlook 2008

- For 2008, the Auriga group expects revenue to grow by approx. 15 per cent to just over DKK 5 billion, with a profit before tax of DKK 210-260 million. Cash flow from operating activities is also expected to improve relative to 2007.

General meeting

- The annual general meeting will be held at the company offices in Harboøre, Denmark, on April 21, 2008 at 2 pm. The Board of Directors will propose a dividend of DKK 4.00 per share to be paid.

Ole Steen Andersen	Bjørn Albinus
Chairman of the Board of Directors	President and CEO

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Key Figures 2003 - 2007

DKKm	2003	2004	2005	2006	2007	EURm 2007
Revenue *	3,420	4,094	4,017	4,032	**4,368**	**586**
EBITDA *	502	818	625	175	**327**	**44**
Operating profit, EBIT *	282	630	443	7	**145**	**19**
Net financials *	(65)	(42)	(84)	(87)	**(67)**	**(9)**
Profit/loss before tax *	221	593	362	(75)	**83**	**11**
Profit/loss after tax and minority interests	**89**	**425**	**250**	**(171)**	**(60)**	**(8)**
Balance sheet total	4,897	5,358	5,865	5,642	**4,422**	**593**
Share capital	255	255	255	255	**255**	**34**
Equity	2,156	2,370	2,587	2,304	**2,142**	**287**
Net assets	3,767	3,793	4,298	4,167	**2,905**	**390**
Interest-bearing debt	1,694	1,715	1,933	2,013	**1,211**	**162**
Net debt	**1,444**	**1,143**	**1,565**	**1,757**	**701**	**94**
Cash flows from operating activities *	363	421	83	45	**274**	**37**
Cash flows from investing activities *	(327)	(59)	(211)	(217)	**369**	**49**
- of which invested in property, plant and equipment *	(104)	(61)	(75)	(77)	**(110)**	**(15)**
Available cash flow *	**(49)**	**374**	**(169)**	**(172)**	**642**	**86**
Depreciation, amortisation, impairment losses and write-downs *	219	190	182	168	**182**	**24**
Research and development costs *	134	121	127	131	**138**	**18**
Number of employees *	**1,546**	**1,510**	**1,539**	**1,613**	**1,615**	**1,615**
Profit margin (EBITDA) *	15%	20%	16%	4%	**7%**	**7%**
Profit margin (EBIT) *	8%	15%	11%	0.2%	**3%**	**3%**
NOPLAT *	147	433	305	5	**98**	**13**
ROIC (Return on invested capital) *	4%	11%	7%	0.1%	**3%**	**3%**
NIBD/EBITDA factor *	2.9	1.4	2.5	10.1	**2.1**	**2.1**
NIBD/Equity	0.7	0.5	0.6	0.8	**0.3**	**0.3**
Debt ratio	38%	30%	36%	42%	**24%**	**24%**
Return on equity	**4%**	**17%**	**10%**	**(7%)**	**(3%)**	**(3%)**
Profit/loss in DKK per share of DKK 10	3.6	17.3	10.1	(6.9)	**(2.4)**	**(0.3)**
Cash flows from operating activities in DKK per share of DKK 10	14.7	17.1	3.4	1.8	**11.1**	**1.5**
Equity value in DKK per share of DKK 10	88.1	96.6	105.1	93.4	**86.8**	**11.6**
Dividend in DKK per share of DKK 10	2.4	4.0	4.0	2.4	**4.0**	**0.5**
Quoted price, end of year	62	115	192	158	**91**	**12**
Price/earnings ratio	17	7	19	-23	**-37**	**-37**
Quoted price/equity value	0.70	1.19	1.82	1.70	**1.05**	**1.05**
Market value, end of year	1,581	2,933	4,885	4,039	**2,318**	**311**

* Comparative figures for 2003-2006 have been restated following the divestment of Hardi and Skamol.

Pursuant to the exemption in IFRS 1, comparative figures for 2003 have not been restated.

In the income statement, key figures in EUR are translated using the average exchange rate (745.06), while balance sheet items are translated using the end-of-year exchange rate (745.66).

The financial ratios have been calculated in accordance with the recommendations of the Danish Society of Investment Professionals (Den Danske Finansanalytikerforening).

The financial ratios have been adjusted for the portfolio of treasury shares.

Objectives and strategy

Auriga's overall strategic objective is to ensure long-term value creation for the benefit of shareholders, employees and other stakeholders.

During second half 2007, the two subsidiaries Hardi and Skamol were divested.

In future, value creation will be focused on development of Cheminova. Based on Cheminova's technological platform, massive efforts are currently going into developing and registering new generic products with considerable potential. This will form the basis of sound and strong organic growth. Moreover, the company will contribute to the value creation by playing an active role in connection with the expected structural consolidation within the agrochemical industry.

Auriga's financial target is a stable growth in revenue and an EBIT margin of at least 10 per cent.

Discontinued operations

Skamol

Subject to an agreement signed on July 2, 2007, Skamol A/S was sold to the Danish equity fund Polaris at a price based on an enterprise value of DKK 257 million. Up until the divestment, Skamol contributed net revenue of DKK 134 million in 2007 against DKK 246 million in 2006 and profit before tax of DKK 14 million in 2007 against DKK 12 million in 2006.

The divestment took effect on July 13, 2007, and Skamol's 49.3 per cent stake in Damolin A/S was transferred to Auriga. The net proceeds from the sale of Skamol amounted to DKK 76 million.

Hardi International

Hardi was sold to Exel Industries for takeover on November 30, 2007. Exel Industries is a French listed company and leading supplier of spraying equipment. Up until the divestment, Hardi contributed net revenue of DKK 913 million in 2007 against DKK 906 million in 2006 and a profit before tax of DKK 5 million in 2007 against a loss before tax of DKK -28 million in 2006.

The sales price for Hardi is based on a price of DKK 290 million for the shares, corresponding to an enterprise value of approx. DKK 745 million. The calculated net loss from the sale of Hardi amounts to DKK -192 million, including the amortisation of consolidated goodwill of DKK 169 million.

Continuing operations

Cheminova

After a decline of 4 per cent in 2006, the agrochemical industry saw growth in 2007 at an estimated rate of 9 per cent when calculated in USD. The growth is driven by high prices of agricultural crops caused by an increasing demand in newly industrialised countries such as China and India and by the increased use of crops for production of biofuels.

Cheminova increased its market share in 2007 and revenue increased by just over 8 per cent to DKK 4,361 million. The increase was especially due to strong sales of new generic products and glyphosate. Sales of the new insecticides gamma-cyhalothrin and acrinathrin also developed positively, whereas sales of flutriafol were disappointing in Brazil, where the competitive situation has changed following the introduction of several new products.

The local subsidiaries account for about 85 per cent of Cheminova's sales of plant protection products. This share will increase further following the acquisition of 50 per cent of the German Stähler group which has direct access to the markets in Germany, Austria and Switzerland. During 2007, the new subsidiary in Hungary has been integrated into the group and has achieved the expected results.

In 2007, production costs were impacted by increasing raw materials and energy costs. Development and registration costs remain high, accounting for 5 per cent of revenue.

EBITDA increased by DKK 154 million to DKK 338 million in 2007, corresponding to an EBITDA margin of 7.8 per cent against 4.6 per cent in 2006. After depreciation and amortisation of DKK 178 million, an operating profit of DKK 160 million was realised, corresponding to an EBIT margin of 3.7 per cent against 0.4 per cent in 2006.

Last year Cheminova published its first CSR (Corporate Social Responsibility) report setting out clear objectives within production and supply management as well as the phasing-out of class 1 products. The CSR report for 2007 presents a status for the objectives set out in last year's report as well as four new main themes: development and innovation, human resources, working environment and the EU's chemicals regulation (REACH). The CSR reporting ensures a systematic approach to the efforts related to "responsible conduct" and is also a good communication tool.

On January 1, 2008, Cheminova introduced a new global organisation based on four regions: Europe, ANZAC (Australia, New Zealand, the USA and Canada), Latin America and International.
Together with the Executive Management, the senior vice presidents and the Vice President for Portfolio Management, the four regional presidents make up Cheminova's top management.

On May 1, 2008, Executive Vice President Kurt Pedersen Kaalund takes over as President of Cheminova from Bjørn Albinus, who will continue as President and CEO of Auriga until the end of 2008.

Foreign exchange
Most of the commercial transactions are settled in foreign currencies. The foreign exchange risk is reduced through hedging by means of forward exchange and option contracts with a term of up to 24 months.

Following a decline of just over 10 per cent in 2006, the exchange rate of the main currency (USD) declined by an additional 10 per cent in 2007, the year ending with an exchange rate of DKK 5.07. While the average listed price for USD in 2007 was DKK 5.44, Cheminova realised an effective settlement rate of DKK 5.80 against DKK 6.14 in 2006.

At the end of 2007, hedging of the USD, CAD and AUD exchange rates applied in the budget was carried out in the form of partial hedging of the foreign exchange risk. Thus, just over 40 per cent of Cheminova's expected 2008 exposure in USD has been hedged at an exchange rate of DKK 5.25.

Consolidated profit/loss
The results of Auriga Ejendomme A/S and the associate Damolin A/S are recognised in the consolidated results of Auriga.

Auriga's revenue was up just over 8 per cent in 2007 at DKK 4,368 million (DKK 4,032 million) and was in line with the announced outlook at the beginning of the year (exclusive of Hardi and Skamol).

Increasing raw material and energy costs as well as remaining high development and registration costs have impacted production and capacity costs.

Administrative expenses were down DKK 75 million relative to 2006 when administrative expenses were impacted by, among other things, extraordinary provisions for bad debts in Brazil.

Despite growth in Brazil, earnings were under pressure due to the competitive situation for flutriafol and an increase of 17 per cent in the Brazilian real (BRL) relative to USD.

EBITDA increased in 2007 to DKK 327 million (DKK 175 million). After depreciation and amortisation of DKK 182 million (DKK 168 million), operating profit (EBIT) totalled DKK 145 million (DKK 7 million).

Financial expenses declined to DKK 67 million (DKK 87 million) after a positive development in liquidity and lower financing costs in Brazil. A net profit of DKK 5 million (DKK 5 million) from the associate Damolin A/S has been recognised.

Profit before tax of the continuing operations was DKK 83 million (DKK -75 million), which is in line with expectations after third quarter 2007.

At DKK -96 million, the loss before tax of the discontinued operations was higher than expected due to disappointing results by Hardi.

A consolidated loss before tax of DKK -13 million was thus realised (DKK -92 million).

A net loss for the year of DKK -52 million was realised (DKK -163 million).

As at December 31, 2007, balance sheet total was down DKK 1,220 million at DKK 4,422 million (DKK 5,642 million). Working capital improved and now amounts to 40 per cent of revenue against 58 per cent in 2006. Following the divestment of Hardi and Skamol, net interest-bearing debt was reduced by DKK 1,056 million to DKK 701 million (DKK 1,757 million). At the end of the year, this corresponds to a gearing (net interest-bearing debt relative to EBITDA) of 2.1 (10.1).

Cash flow for the year of continuing operations developed positively with cash flow from operating activities amounting to DKK 274 million (DKK 45 million). Following the divestment of Hardi and Skamol, cash flow from investing activities was positive at DKK 369 million (DKK -217 million), with a realised available cash flow of DKK 642 million (DKK -172 million). Cash flow from discontinued operations was DKK 87 million (DKK 69 million).

Outlook 2008

The positive trend for plant protection products is expected to continue in 2008. Cheminova expects a considerable increase in revenue, primarily due to growth in sales of glyphosate and new generic products, but also due to the acquisition of a 50 per cent stake in the german company Stähler, which will be consolidated pro rata.

Costs of developing and registering new generic products are expected to be maintained at a high level. Further restructuring costs have been included in the 2008 budget.

For 2008 as a whole, Cheminova expects an increase in revenue to just over DKK 5 billion, an EBIT margin of 6-7 per cent and a profit before tax of DKK 200-250 million. Significant uncertainty factors are market prices for glyphosate and availability and prices of key raw materials.

For 2008 as a whole, the Auriga group expects revenue of just over DKK 5 billion, an EBIT margin of 6-7 per cent and a profit before tax of DKK 210-260 million.

In 2008, cash flow from operating activities is expected to improve relative to 2007.

MANAGEMENT'S REVIEW FOR CHEMINOVA A/S

Amounts in DKKm	2007	2006
Revenue	4,361	4,032
Operating profit before depreciation and amortisation (EBITDA)	338	184
Operating profit (EBIT)	160	18
Net financials	(69)	(89)
Profit before tax	91	(71)
Net profit for the year	66	(140)
Total assets	3,990	4,003
Non-current assets	1,010	1,062
Equity	1,537	1,608
Net liabilities	1,150	1,139
Cash flows from operating activities	268	30
Cash flows from investing activities	(148)	(206)
Available cash flow	120	(176)
Investments in long-term assets	114	205
Depreciation and amortisation	178	166
Profit margin (EBITDA)	8%	5%
Profit margin (EBIT)	4%	0.4%

Objectives and strategy
Cheminova's objective is to be the best innovative global supplier of generic products within the agrochemical industry.

Cheminova's strategy is to optimise and develop the five core competences: to identify, develop, register, manufacture and market known plant protection products better and at lower costs than any other company in the industry.

In the period 2008-2010, revenue and earnings must be increased through introduction of new products, through improvements (lean) in operations and all other functions and through active participation in the expected structural consolidation process in the industry. The target is, through organic growth alone, to increase revenue to DKK 5.5 billion by 2010, with an EBIT margin of 10 per cent.

Market developments
After several years of low or zero growth, the industry saw renewed growth within conventional plant protection products in 2007. Growth within genetically modified seed and biotechnology continued, as the areas planted with genetically modified maize and soybeans increased in North and South America and especially in Brazil, where the introduction of glyphosate-resistant soybeans has been delayed due to lack of approvals.

The growth in conventional plant protection products is driven by higher prices of agricultural crops, which makes farmers invest more to improve yields and farm more land, where possible. Prices of the most important agricultural crops have reached record levels as stocks are historically low. Demand for agricultural crops is increasing in step with increasing standards of living in newly industrialised countries such as China and India, and as a result of increasing use of crops to produce biofuels. The favourable conditions for farmers are expected to continue in the near future.

Sales and distribution

Cheminova gained market share in 2007. Calculated in Danish kroner, revenue increased by just over 8 per cent despite the negative development in the USD exchange rate. Growth has primarily been driven by new products. Two new generic products were introduced during the year, and market penetration continued for several new products, the most important being imidacloprid, abamectin, tebuconazole, diflufenican and metsulfuron. Several new products will be introduced in 2008 and in the coming years to ensure continued growth.

In 2007, glyphosate, which is a key product used to control weeds in genetically modified crops, saw an increase in demand, while supply from Chinese suppliers declined. In the second half of the year, this resulted in increasing prices in the market, which has had a positive impact on earnings from sales of glyphosate produced by Cheminova in Denmark.

Sales of pyrethroids increased as market penetration by gamma-cyhalothrin continued. The acquisition of the acrinathrin business outside Europe was followed by a considerable increase in revenue compared to 2006 when Cheminova only held the product rights in Europe.

Sales of flutriafol, the most important fungicide in the portfolio, did not develop as expected. The development of the Asian soybean rust fungal disease in the USA was not sufficient to warrant control measures, and flutiafol's profitability in Brazil was reduced due to a change in the competitive situation with new products in the market. The product has developed as expected in other segments and markets.

The traditional organophosphorous insecticides continue to account for a declining share of sales. In 2007 sales thus accounted for 21 per cent of total revenue. The phasing-out of class I products is progressing according to plan.

Sales of fine chemicals, intermediates, mining chemicals and other fine chemicals are stagnant and accounted for 10 per cent of total revenue in 2007.

Subsidiaries in local markets account for an ever greater share of sales of plant protection products. In 2007, the share reached 85 per cent, and the share is expected to increase in the coming years as the acquisition of a 50 per cent stake in Stähler gives direct access to the markets in Germany, Austria and Switzerland.

During 2007, the new subsidiary in Hungary has been integrated into the group and has achieved the expected results. The European subsidiaries have generally benefitted from improved market conditions to increase sales and strengthen their marketposition. Following years of unsatisfactory results, the subsidiaries in France and Italy are now being restructured under new local managements.

The North American subsidiaries have benefitted from improved market conditions for glyphosate to increase sales and earnings. However, conventional insecticides continue to decline in the US market following a considerable reduction in the cotton acreage.

In Latin America, the subsidiaries in Brazil, Argentina, Mexico and Columbia have benefitted from improved market conditions for glyphosate and have introduced several new products. The higher crop prices have strengthened the financial positions of farmers, and it has been possible to revert some of the provisions made in Brazil in previous years.

The position in the CIS markets (Russia, the Ukraine etc.) has been strengthened, sales have increased, and results have been very satisfactory.

In Australia, first half of 2007 was negative due to drought, but the situation improved in second half. The local subsidiary has benefitted from improved market conditions for glyphosate, introduced several new products and has thereby strengthened earnings and its position in the market.

Production and investments
Production at the factory in Denmark was satisfactory in 2007, except for the loss of production in connection with a twelve-day strike in the spring. The factory in India was affected by brief stoppages in 2007 in connection with the start of its own CHP unit (Combined Heat and Power) and replacement of process computers.

As regards investments, most resources went into establishing a multi-purpose plant for the production of, among other things, the fungicide flutriafol, and installing an energy-saving hydrogen plant which uses waste hydrogen to produce steam. In 2007, investments in property, plant and equipment and intangible assets amounted to DKK 148 million against DKK 206 million in 2006.

With the assistance of external consultants, considerable scope for improving operations in Denmark has been identified. In 2008 and 2009, several projects will be implemented to realise the identified improvements.

Product development
The review of Business Plan 2010 carried out in 2007 meant that the extensive programme for development and registration of new products was confirmed.

According to plan, considerable resources were invested in 2007 in developing processes for new active ingredients, new formulations and in product registrations in relevant markets.

With the new active ingredients and the portfolio of development and registration projects, the target set out in the Business Plan of introducing three new active ingredients a year will be fulfilled. Additionally, local subsidiaries will continue introducing new products.

To enable a high level of development activity, collaboration is increasingly being established with external companies. For several products and product groups, joint production activities are based on production technology developed by Cheminova. In 2007, the commercial production of several sulfonylurea herbicides commenced in collaboration with an external partner. The products will be marketed among others in the USA and Europe in future. At the same time, production at several companies based in Asia is being developed, including the production of a major insecticide based on Cheminova technology.

Cheminova develops own formulations based on modern formulation technology for all new active ingredients. The objective is to develop products with improved efficiency and improved safety for users and the environment. 2007 saw the development of more new formulations than in any other year and twice as many as in 2005.

Given the high level of development activities in recent years, a record number of registrations were obtained in 2007, paving the way for increased sales of new generic products.

Corporate Social Responsibility (CSR)
Cheminova's first CSR report was published in connection with the annual report for 2006. In the past year, Cheminova has gained its first experience with the new way of working with "responsible conduct", in which the CSR reporting is an element. It has proved beneficial because it ensures a systematical approach as well as being a good communication tool.

In the CSR report for 2006, a number of objectives were identified within the areas of product stewardship, production and supply management. The CSR report for 2007 provides a detailed description of the status of the work.

In relation to product stewardship, the primary objective is for Cheminova to discontinue sales of WHO class I products in all countries except the USA, Canada, Australia, Japan and the EU in the period 2007-2010. In 2007, three class I products were phased out, i.e. methomyl in Mexico, carbofuran in Columbia and methyl parathion in Taiwan.

At the factory in India, a natural gas-fired CHP unit has been established, which ensures efficient energy use and reduces emissions of CO_2. At the factory in Denmark, a plant has been commissioned using hydrogen from a processing plant, resulting in energy savings and a considerable reduction in emissions of CO_2. The energy savings correspond to electricity consumption of 7,000 households or energy used to heat 1,750 households.

A supplier code of conduct has been prepared and sent out to relevant suppliers.

The four main themes of the CSR report for 2007 are development and innovation, human resources, occupational health and safety and the EU's new chemicals regulation.

An important theme in Cheminova's development activities is new formulations which reduce undesired side-effects of the products. In this connection, reducing the toxic effects for humans and animals is an important focus area.

The employees play a decisive role in a modern, knowledge-based company such as Cheminova. Therefore it is important that the employees share the same views on what is important for the company. A code of business principles has, therefore, been developed and implemented.

Occupational health and safety, emphasizing the handling of chemicals, is an important focus area for Cheminova. The production facilities in Denmark have been certified in accordance with ISO 14001 environmental management standard and OHSAS 18001 occupational health and safety standard.

EU's new chemicals regulation REACH (Registration, Evaluation and Authorisation of Chemicals) came into force on June 1, 2007. The regulation requires manufacturers and importers of chemicals to document the possible harmful effects of the chemicals for humans and the environment. If harmful effects are observed, the authorities can restrict or ban the use of a chemical. Pursuant to REACH, Cheminova has given notification of several chemicals which are important for operations and sales.

The CSR report for 2007 has been verified by independent auditors. The main purpose is to document that the stated data are correct, and to verify the extent to which Cheminova has fulfilled the objectives set out in the CSR report for 2006.

Organisation and management
With the purpose of optimizing decision-making and work processes, a new global organisation was established on January 1, 2008.

The most important changes are:

- Four regions have been established: Europe, ANZAC (Australia, New Zealand, the USA and Canada), Latin America and International, and four regional presidents have been appointed, and they all report to the group's Board of Executives.
- Together with the senior vice presidents, the Vice President for Portfolio Management and the Executive Management, the four regional presidents make up Cheminova's top management.

A three-year incentive scheme has been introduced for Cheminova's 20-strong global management group based on the economic value added (EVA) in the period 2008-2010. No annual pay adjustments will be made for this group during the period.

On May 1, 2008, Executive Vice President Kurt Pedersen Kaalund takes over as President of Cheminova. Bjørn Albinus will continue as President and CEO of Auriga until the end of 2008.

Income, balance sheet and cash flow
Revenue was up just over 8 per cent in 2007 at DKK 4,361 million (DKK 4,032 million) and thereby lived up to the outlook announced at the start of the year.

Significant increases in raw material costs together with increasing energy prices led to an increase in production costs. Production costs were also impacted by non-recurring expenses related to improvement measures.

Development and registration costs were also at a high level in 2007, corresponding to about 5 per cent of sales.

EBITDA increased by DKK 154 million to DKK 338 million (DKK 184 million), corresponding to an EBITDA margin of 7.8 per cent (4.6 per cent). After depreciation and amortisation of DKK 178 million (DKK 166 million), operating profit (EBIT) was DKK 160 million (DKK 18 million), corresponding to an EBIT margin of 3.7 per cent (0.4 per cent).

Despite growth in Brazil relative to 2006, earnings were under pressure due to the competitive situation for flutriafol and a strong Brazilian real (BRL), which increased by 17 per cent relative to USD in 2007. However, the financial situation for the farmers has generally improved making it possible to reduce provisions for bad debts.

Financial expenses declined to DKK 69 million (DKK 89 million) after a generally better development in liquidity and lower financing costs in Brazil. Profit before tax was then DKK 91 million against a loss of DKK -71 million in 2006.

Balance sheet total was down DKK 13 million at DKK 3,990 million (DKK 4,003 million). The working capital declined to 40 per cent (43 per cent) of revenue, and net interest-bearing debt increased by DKK 11 million to DKK 1,150 million (DKK 1,139 million). At the end of the year, this corresponds to a gearing (net interest-bearing debt relative to EBITDA) of 3.4 (6.2).

Cash flow developed positively, with a cash flow from operating activities of DKK 268 million (DKK 30 million). After investments in property, plant and equipment and intangible assets of DKK 148 million (DKK 206 million), available cash flow was positive at DKK 120 million (DKK -176 million).

Outlook 2008
The global market for plant protection products grew in 2007 by approx. 9 per cent when measured in USD, among other things due to a dramatic increase in demand for biofuels and high crop prices. This positive trend is expected to continue in 2008.

In 2008, Cheminova expects to see a continued increase in demand for glyphosate at high prices following shortage of supply and increasing raw materials costs. Following the introduction of several new products, sales of fungicides are expected to develop positively. A number of new products, including several sulfonylurea herbicides, will be introduced and are expected to make a positive contribution to revenue and earnings already in 2008.

Sales of new insecticides, the pyrethroids, imidacloprid and abamectin, are expected to continue to grow, while sales of organophosphorous insecticides, including malathion, are expected to continue to decline due to the reduced programme for the eradication of boll weevil in cotton in the USA.

The costs of developing and registering new generic products are expected to be maintained at a high level, while restructuring costs have again been included in the 2008 budget. Just over 40 per cent of the expected net position in USD has been hedged by means of forward exchange contracts at a price of DKK 5.25. In 2007, the average settlement price was DKK 5.80.

For 2008 as a whole, Cheminova expects an increase in revenue to just over DKK 5 billion, an EBIT margin of 6-7 per cent and a profit before tax of DKK 200-250 million. Significant uncertainty factors are market prices for glyphosate and access to and prices of key raw materials.

FINANCIAL CALENDAR FOR 2008

Annual Report for 2007	April 7, 2008 (Printed version on April 11, 2008)
Interim financial report, 1st quarter 2008	April 21, 2008
Annual general meeting	April 21, 2008
Interim financial report, 1st half 2008	August 20, 2008
Interim financial report, 3rd quarter 2008	November 10, 2008

Statement by the Boards

The Board of Directors and the Board of Executives have today reviewed and approved the financial statements for 2007 for Auriga Industries A/S.

The financial statements have been presented in compliance with the International Financial Reporting Standards as approved by the EU and additional Danish disclosure requirements concerning presentation of financial statements for listed companies, and in compliance with the regulations governing financial reporting issued by OMX Nordic Exhange in Copenhagen. In our opinion, the accounting policies chosen are expedient, so that the financial statements give a true and fair view of the group's and the parent's assets and liabilities, financial position and results as well as the cash flows of the group and the parent.

The annual report is presented to the General Meeting for adoption.

Harboøre, March 27, 2008

Board of Executives:

Bjørn Albinus *President & CEO*	Kurt Pedersen Kaalund *Vice President*

Board of Directors:

Ole Steen Andersen *Chairman*	Povl Krogsgaard-Larsen *Deputy Chairman*	Gunnar Krarup Andersen	Kenneth Bro	
Johannes Jacobsen	Karl Anker Jørgensen	Ernst Lunding	Jan Stranges	Jørn Sand Tofting

Forward-looking statements

This company announcement contains forward-looking statements such as forecasts of sales and financial results. Forward-looking statements are, by their very nature, associated with risks and uncertainties that may cause actual results to differ materially from expectations. Auriga is only obliged to update and adjust the specifically stated expectations in as far as this is required by law, including the Securities Trading Act.

INCOME STATEMENT 2007

DKK '000	Note	Group 2007	Group 2006	Parent 2007	Parent 2006
Revenue	1	**4,368,187**	4,032,343	-	-
Production costs	2	**3,256,642**	2,990,953	-	-
Gross margin		**1,111,545**	1,041,390	-	-
Other operating income	5	**33,220**	16,254	**1,386**	3,413
Sales and distribution costs	2	**628,013**	611,311	-	-
Administrative expenses	2, 3, 4	**233,688**	308,269	**15,231**	15,930
Research and development costs	2	**137,920**	130,934	-	-
Operating profit/loss		**145,144**	7,129	**(13,845)**	(12,517)
Share of profit in subsidiaries	6	-	-	**100,000**	150,000
Share of profit in associates after tax	14	**4,841**	4,891	-	-
Loss on disposal of investments	15	-	-	**(357,881)**	-
Financial income	7	**160,110**	110,897	**10,668**	6,482
Financial expenses	7	**227,546**	197,975	**1,977**	3,197
Profit/loss before tax of continuing operations		**82,549**	(75,058)	**(263,035)**	140,768
Tax on profit/loss for the year of continuing operations	8	**26,775**	67,284	**2,068**	(2,225)
Net profit/loss of continuing operations		**55,774**	**(142,342)**	**(265,103)**	**142,993**
Net profit/loss of discontinued operations	9	**(108,230)**	(20,438)	-	-
Net profit/loss for the year		**(52,456)**	**(162,780)**	**(265,103)**	**142,993**
To be appropriated as follows:					
To the shareholders of Auriga Industries A/S		**(60,135)**	(170,887)		
Minority interests		**7,679**	8,107		
		(52,456)	(162,780)		
Earnings per share (EPS):					
Continuing and discontinued operations	10	**(2.44)**	(6.93)		
Continuing and discontinued operations, diluted	10	**(2.44)**	(6.93)		
Continuing operations	10	**2.03**	(6.04)		
Continuing operations, diluted	10	**2.03**	(6.04)		
Proposed appropriation of profits:					
Dividend for the financial year				**102,000**	61,200
Retained earnings				**(367,103)**	81,793
				(265,103)	142,993

The Board of Directors recommends to the general meeting that dividend of DKK 4.00 per share (2006: DKK 2.40 per share) be paid for the year.

BALANCE SHEET AS AT DECEMBER 31, 2007

ASSETS

DKK '000	Note	Group 2007	Group 2006	Parent 2007	Parent 2006
Non-current assets					
Intangible assets	11				
Goodwill		**185,273**	413,088	**-**	-
Sales and registration rights		**172,511**	209,558	**-**	-
Know-how		**99,424**	123,537	**-**	-
Total intangible assets		**457,208**	746,183	**-**	-
Property, plant and equipment	12, 13				
Land and buildings		**300,266**	429,126	**1,772**	2,008
Technical plant and machinery		**187,454**	368,157	**-**	-
Fixtures and fittings, tools and equipment		**35,329**	62,123	**258**	345
Plant under construction		**72,208**	34,194	**-**	-
Total property, plant and equipment		**595,257**	893,600	**2,030**	2,353
Financial assets					
Investments in subsidiaries	15	**-**	-	**330,422**	1,329,434
Investments in associates	14	**33,554**	41,027	**75,738**	-
Other financial assets	14	**934**	1,835	**-**	-
Deferred tax asset	20	**91,306**	126,978	**412**	466
Total financial assets		**125,794**	169,840	**406,572**	1,329,900
Total non-current assets		**1,178,259**	1,809,623	**408,602**	1,332,253
Current assets					
Inventories	16	**1,119,572**	1,602,632	**-**	-
Receivables					
Trade receivables	17	**1,341,841**	1,594,627	**-**	-
Receivables from subsidiaries		**-**	-	**292,389**	135,903
Income taxes receivable		**47,271**	82,043	**391**	1,639
Other receivables	17	**225,322**	288,878	**139**	1,112
Total receivables		**1,614,434**	1,965,548	**292,919**	138,654
Securities	18	**2,063**	5,518	**2,063**	5,296
Cash	27	**508,022**	249,829	**256,115**	-
Non-current assets intended for sale	9	**-**	8,901	**-**	-
Total current assets		**3,244,091**	3,832,428	**551,097**	143,950
Total assets		**4,422,350**	5,642,051	**959,699**	1,476,203

BALANCE SHEET AS AT DECEMBER 31, 2007
EQUITY AND LIABILITIES

DKK '000	Note	Group 2007	Group 2006	Parent 2007	Parent 2006
Equity					
Share capital	19	**255,000**	255,000	**255,000**	255,000
Retained earnings		**1,763,317**	1,892,333	**592,811**	1,082,958
Accumulated translation adjustments		**2,534**	50,288	**-**	-
Proposed dividend for the financial year		**102,000**	61,200	**102,000**	61,200
Auriga shareholders' share of equity		**2,122,851**	2,258,821	**949,811**	1,399,158
Minority interests		**19,286**	45,064	**-**	-
Total equity		**2,142,137**	2,303,885	**949,811**	1,399,158
Non-current liabilities					
Mortgage debt	22	**213,026**	99,388	**1,185**	1,331
Employee bonds		**14,167**	14,801	**-**	-
Lease obligations	23	**6,619**	3,862	**-**	-
Credit institutions	22	**277,589**	896,149	**-**	-
Deferred tax	20	**33,254**	80,926	**-**	-
Retirement benefit obligations	21	**4,307**	8,623	**1,052**	1,056
Other provisions	21	**26,278**	27,655	**-**	-
Total non-current liabilities		**575,240**	1,131,404	**2,237**	2,387
Current liabilities					
Long-term debt falling due within one year	22	**280,452**	169,946	**146**	141
Credit institutions	22	**416,899**	826,399	**730**	73,306
Lease obligations	23	**2,337**	2,262	**-**	-
Trade payables		**535,370**	569,200	**-**	-
Payables to associates		**-**	432	**-**	-
Income taxes payable		**33,005**	24,665	**-**	-
Other payables		**425,100**	568,528	**6,577**	1,017
Other provisions	21	**7,324**	31,581	**198**	194
Profit-sharing for the financial year		**4,486**	13,749	**-**	-
Total current liabilities		**1,704,973**	2,206,762	**7,651**	74,658
Total liabilities		**2,280,213**	3,338,166	**9,888**	77,045
Total equity and liabilities		**4,422,350**	5,642,051	**959,699**	1,476,203

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CASH FLOW STATEMENT 2007

DKK '000	Note	Group 2007	Group 2006	Parent 2007	Parent 2006
Net profit/loss for the year		**55,774**	(142,342)	**(7,222)**	(7,007)
Depreciation, amortisation, impairment losses and write-downs, assets		**181,982**	167,634	**322**	396
Other adjustments	25	**99,589**	159,163	**(6,623)**	(5,647)
Change in receivables		**(32,113)**	94,588	**972**	6,239
Change in inventories		**53,442**	(69,424)	**-**	-
Change in trade payables etc.		**(5,351)**	53,287	**5,560**	(1,355)
Cash flows from operating activities before net financials		**353,323**	262,906	**(6,991)**	(7,374)
Financial income		**169,623**	110,897	**10,668**	6,482
Financial expenses		**(233,722)**	(197,848)	**(1,977)**	(3,197)
Cash flows from ordinary activities		**289,224**	175,955	**1,700**	(4,089)
Income taxes paid		**(15,478)**	(131,432)	**(766)**	3,305
Cash flows from operating activities		**273,746**	44,523	**934**	(784)
Acquisition of subsidiaries	26	**(21,403)**	-	**(85,600)**	(30,972)
Divestment of subsidiaries		**516,131**	-	**516,131**	-
Acquisition of intangible assets		**(13,299)**	(141,738)	**-**	-
Acquisition of property, plant and equipment		**(109,688)**	(77,006)	**-**	(430)
Disposal of property, plant and equipment		**1,356**	1,777	**-**	213
Dividend received from associates		**9,862**	2,556	**9,862**	-
Change in minority interests		**(14,307)**	(2,154)	**-**	-
Cash flows from investing activities		**368,652**	(216,565)	**440,393**	(31,189)
Available cash flow		**642,398**	(172,042)	**441,327**	(31,973)
Repayment of long-term debt		**(127,209)**	(81,540)	**(141)**	(136)
Raising of long-term loan		**150,626**	179,162	**-**	-
Issue of employee bonds		**2,072**	3,240	**-**	-
Dividend paid		**(64,906)**	(102,244)	**40,758**	51,263
Sale of treasury shares		**-**	2,434	**-**	2,434
Cash flows from financing activities		**(39,417)**	1,052	**40,617**	53,561
Cash flows from discontinued operations	9	**87,232**	68,791	**-**	-
Change in cash and cash equivalents		**690,213**	(102,199)	**481,944**	21,588
Cash and cash equivalents as at January 1	27	**(597,027)**	(468,853)	**67,893**	46,305
Cash and cash equivalents as at December 31	27	**93,186**	(571,052)	**549,837**	67,893

S T A T E M E N T   O F   C H A N G E S   I N   E Q U I T Y

Group

DKK '000	Share capital	Retained earnings	Accumulated translation adjustments	Proposed dividend for the financial year	Total	Minority interests	Total
Equity as at January 1, 2006	**255,000**	**2,103,661**	**82,125**	**102,000**	**2,542,786**	**44,554**	**2,587,340**
Cash flow hedge:							
- Value adjustment recognised in equity	-	45,426	-	-	45,426	(9)	45,417
- Transferred to the income statement for the period	-	112	-	-	112	-	112
Foreign currency translation adjustment for foreign activities	-	(3,637)	(31,837)	-	(35,474)	(435)	(35,909)
Other changes in equity	-	836	-	-	836	(2,694)	(1,858)
Tax on changes in equity	-	(27,674)	-	-	(27,674)	-	(27,674)
Net gains recognised directly in equity	**-**	**15,063**	**(31,837)**	**-**	**(16,774)**	**(3,138)**	**(19,912)**
Net profit/loss for the year	-	(232,087)	-	61,200	(170,887)	8,107	(162,780)
Comprehensive income	**-**	**(217,024)**	**(31,837)**	**61,200**	**(187,661)**	**4,969**	**(182,692)**
Dividend paid in respect of 2005	-	-	-	(102,000)	(102,000)	(4,459)	(106,459)
Sale of treasury shares	-	2,433	-	-	2,433	-	2,433
Dividend, treasury shares	-	3,263	-	-	3,263	-	3,263
Total changes in equity in 2006	**-**	**(211,328)**	**(31,837)**	**(40,800)**	**(283,965)**	**510**	**(283,455)**
Equity as at December 31, 2006	**255,000**	**1,892,333**	**50,288**	**61,200**	**2,258,821**	**45,064**	**2,303,885**
Cash flow hedge:							
- Value adjustment recognised in equity	-	(13,000)	-	-	(13,000)	-	(13,000)
Foreign currency translation adjustment of foreign activities	-	32,387	(47,754)	-	(15,367)	(428)	(15,795)
Other changes in equity	-	956	-	-	956	(13,880)	(12,924)
Tax on changes in equity	-	10,820	-	-	10,820	-	10,820
Net gains recognised directly in equity	**-**	**31,163**	**(47,754)**	**-**	**(16,591)**	**(14,308)**	**(30,899)**
Net profit/loss for the year	-	(162,135)	-	102,000	(60,135)	7,679	(52,456)
Comprehensive income	**-**	**(130,972)**	**(47,754)**	**102,000**	**(76,726)**	**(6,629)**	**(83,355)**
Dividend paid in respect of 2006	-	-	-	(61,200)	(61,200)	(5,664)	(66,864)
Change in minority interests in respect of discontinued operations	-	-	-	-	-	(13,485)	(13,485)
Dividend, treasury shares	-	1,956	-	-	1,956	-	1,956
Total changes in equity in 2007	**-**	**(129,016)**	**(47,754)**	**40,800**	**(135,970)**	**(25,778)**	**(161,748)**
Equity as at December 31, 2007	**255,000**	**1,763,317**	**2,534**	**102,000**	**2,122,851**	**19,286**	**2,142,137**

Parent

DKK '000	Share capital	Retained earnings	Proposed dividend for the financial year	Total
Equity as at January 1, 2006	**255,000**	**995,595**	**102,000**	**1,352,595**
Other changes in equity	-	(127)	-	(127)
Net gains recognised directly in equity	**-**	**(127)**	**-**	**(127)**
Net profit for the year	-	81,793	61,200	142,993
Comprehensive income	**-**	**81,666**	**61,200**	**142,866**
Dividend paid in respect of 2005	-	-	(102,000)	(102,000)
Acquisition of treasury shares	-	2,434	-	2,434
Dividend, treasury shares	-	3,263	-	3,263
Equity as at December 31, 2006	**255,000**	**1,082,958**	**61,200**	**1,399,158**
Impairment consolidated goodwill 2002	-	(125,000)	-	(125,000)
Net gains recognised directly in equity	**-**	**(125,000)**	**-**	**(125,000)**
Net profit/loss for the year	-	(367,103)	102,000	(265,103)
Comprehensive income	**-**	**(492,103)**	**102,000**	**(390,103)**
Dividend paid in respect of 2006	-	-	(61,200)	(61,200)
Dividend, treasury shares	-	1,956	-	1,956
Equity as at December 31, 2007	**255,000**	**592,811**	**102,000**	**949,811**

NOTES ON THE FINANCIAL STATEMENTS 2007

Unless otherwise indicated, all figures are stated in DKK '000
Comparative figures for 2006 have been restated following the divestment of Hardi and Skamol.

Note 1 – Segment information, group

Activities – Primary segment – 2007

Areas of activity	Chemical industry	Other activities	Group elimination	Continuing activities	Agricultural machinery discontinued activity	Insulation materials discontinued activity	Group
Revenue	**4,361,227**	11,703	**(4,743)**	4,368,187	**913,228**	134,406	**5,415,821**
Internal revenue	-	(4,743)	**4,743**	-	-	-	-
External revenue	**4,361,227**	6,960	-	4,368,187	**913,228**	134,406	**5,415,821**
Operating profit/loss	**160,009**	(10,122)	**(4,743)**	145,144	**3,080**	11,384	**159,608**
Assets	**3,990,106**	1,097,239	**(664,995)**	4,422,350	**-**	-	**4,422,350**
Liabilities	**2,453,298**	119,304	**(292,389)**	2,280,213	**-**	-	**2,280,213**
Investments in intangible assets, property, plant and equipment	**113,812**	9,175	**-**	122,987	**26,338**	4,800	**154,125**
Depreciation and amortisation	**178,748**	3,701	**-**	182,449	**36,039**	8,639	**227,127**
Reversed write-downs	**(467)**	-	**-**	(467)	**-**	-	**(467)**
Share of profit in associates	-	1,886	**-**	1,886	**-**	2,955	**4,841**
Investments in associates	-	-	**-**	-	**-**	(1,700)	**(1,700)**

Discontinued activities: The agricultural machinery segment was included up until the divestment of Hardi on November 30, 2007, and the insulation materials segment was included up until the divestment of Skamol on June 30, 2007. See Note 9 concerning discontinued activities.
Transactions between segments are carried out on market terms.

Geographical – Secondary segment – 2007

	NAFTA countries	Europe	Other	Continuing activities	Agricultural machinery discontinued activity	Insulation materials discontinued activity	Group
Revenue	**1,088,887**	1,184,220	**2,095,080**	4,368,187	**913,228**	134,406	**5,415,821**
Assets	**380,444**	2,797,527	**1,244,379**	4,422,350	**-**	-	**4,422,350**
Investments in intangible assets, property, plant and equipment	**3,215**	116,672	**3,100**	122,987	**26,338**	4,800	**154,125**

Revenue by geographical location of customers. The book values and purchases of assets are distributed according to the physical location of the assets.

Activities - Primary segment - 2006

Areas of activity	Chemical industry	Other activities	Group elimination	Continuing activities	Agricultural machinery discontinued activity	Insulation materials discontinued activity	Group
Revenue	**4,031,643**	2,120	**(1,420)**	4,032,343	**905,653**	245,504	**5,183,500**
Internal revenue	-	(1,420)	**1,420**	-	**-**	-	-
External revenue	**4,031,643**	700	-	4,032,343	**905,653**	245,504	**5,183,500**
Operating profit/loss	**17,720**	(13,856)	**3,265**	7,129	**3,080**	11,384	**21,593**
Assets	**4,002,972**	1,611,680	**(1,277,437)**	4,337,215	**1,037,985**	266,851	**5,642,051**
Liabilities	**2,394,546**	183,672	**(138,059)**	2,440,159	**726,141**	171,866	**3,338,166**
Investments in intangible assets, property, plant and equipment	**204,964**	13,780	**-**	218,744	**49,539**	9,795	**278,078**
Depreciation and amortisation	**163,003**	1,389	**-**	164,392	**42,318**	17,978	**224,688**
Impairment losses and write-downs	**3,242**	-	**-**	3,242	**-**	-	**3,242**
Share of profit in associates	-	4,891	**-**	4,891	**-**	-	**4,891**
Investments in associates	-	(2,556)	**-**	(2,556)	**-**	-	**(2,556)**

Geographical – Secondary segment – 2006

	NAFTA countries	Europe	Other	Continuing activities	Agricultural machinery discontinued activity	Insulation materials discontinued activity	Group
Revenue	**1,042,237**	1,184,158	**1,805,948**	4,032,343	**905,653**	245,504	**5,183,500**
Assets	**309,609**	2,649,303	**1,378,303**	4,337,215	**1,037,985**	266,851	**5,642,051**
Investments in intangible assets, property, plant and equipment	**4,028**	202,724	**11,992**	218,744	**49,539**	9,795	**278,078**

Note 2 – Expenses

Production costs

Production costs include the following main items:

	Group		Parent	
	2007	2006	**2007**	2006
Cost of sales for the year	**3,093,826**	2,875,446	**-**	-
Write-downs for the year relating to inventories	**8,946**	2,711	**-**	-
Reversed write-downs relating to inventories	**(2,334)**	(287)	**-**	-

Out of reversed write-downs relating to inventories totalling DKK 2.3 million, an amount of DKK 1.7 million pertains to flutriafol etc. in Brazil.

Staff costs

Staff costs include the following main items:

	Group		Parent	
	2007	2006	**2007**	2006
Wages and salaries	**440,938**	416,975	**3,644**	5,723
Profit-sharing	**5,290**	9,767	**-**	23
Share-based remuneration	**1,772**	701	**-**	-
Severance payments	**7,861**	4,044	**-**	-
Retirement benefit contributions	**29,619**	28,105	**361**	349
Remuneration for the Board of Directors	**2,375**	2,375	**2,375**	2,375
Social security expenses	**27,484**	30,701	**32**	34
Other staff costs	**10,121**	11,389	**-**	-
Total staff costs	**525,460**	504,057	**6,412**	8,504

Staff costs are recognised as follows:

	Group		Parent	
	2007	2006	**2007**	2006
Production costs	**248,996**	242,420	**-**	-
Sales and distribution costs	**134,689**	125,468	**-**	-
Administrative expenses	**82,538**	79,095	**6,412**	8,504
Research and development costs	**59,237**	57,074	**-**	-
Total staff costs	**525,460**	504,057	**6,412**	8,504

Remuneration for the Board of Executives:	**Board of Executives of Auriga Industries A/S**	
	2007	2006
Remuneration	**6,117**	8,687
Provision for share-based remuneration	**1,772**	701
Acquisition of shares in the company via share options with a favourable price element of	**-**	5,245
Total	**7,889**	14,633

Members of the Board of Executives each have a company car at their disposal.

Average no. of employees:

	Group		Parent	
	2007	2006	**2007**	2006
Average no. of employees	**1,615**	1,613	**5**	5

Depreciation, amortisation, impairment losses and write-downs

Expenses include depreciation, amortisation, impairment losses and write-downs distributed on the following groups of expenses:

	Group		Parent	
	2007	2006	**2007**	2006
Production costs	**93,341**	101,403	**-**	-
Sales and distribution costs	**74,463**	52,540	**-**	-
Administrative expenses	**10,305**	7,221	**322**	396
Research and development costs	**3,873**	6,470	**-**	-
Total depreciation, amortisation, impairment losses and write-downs	**181,982**	167,634	**322**	396

Note 3 – Incentive schemes

The members of the Board of Directors are not comprised by any incentive scheme, but receive a fixed annual remuneration.

The Board of Executives has previously been granted share option schemes which all ended in 2006. No share option schemes were in operation in 2007.

With a view to strengthening the value creation in the group, an agreement was made with the Board of Executives of Auriga for the 2004-2007 period concerning a bonus scheme under which the bonus depends on the performance of the group’s subsidiaries. The bonus earned is not distributed, but is transferred to a bonus pool which is dependent on developments in the price of the Auriga share (phantom shares). The bonus for the 2004 scheme was paid out in April 2006, while the bonus for the 2005 scheme was paid out in April 2007, and the bonus for the 2006 scheme will be paid out in April 2007 and April 2008. In 2007, three members of the Board of Executives were part of the scheme, of whom two earned a bonus based on the consolidated cash flow. At the end of 2007, provisions of DKK 93,000 (DKK 791,000 in 2006) were made in respect of the bonus scheme for 2007. The bonus scheme for 2007 will be paid out in December 2008 and April 2009. In connection with the disbursement of the bonus for 2007, it was calculated that the amount was DKK 250,000 at a share price of 90.90. The bonus agreements are debt schemes.

An agreement concerning bonus pay has been made with the Board of Executives for the 2008-2010 period. Under this agreement, members earn a cash bonus in the 2008-2010 period, which is paid out in April 2011. The size of the cash bonus depends on the combined economic value added (EVA) created during the three-year period in Cheminova A/S. The bonus pay for the entire three-year period can maximally amount to twice the fixed annual pay, which is maintained at the 2008 level throughout this period. The bonus scheme is expensed on an ongoing basis, based on the expected payments to be made in 2011.

Incentive schemes for non-members of the company’s Board of Directors and Board of Executives are also expected to be administered in accordance with these overall guidelines.

Note 4 – Remuneration of auditors appointed by the general meeting

	Group		Parent	
	2007	2006	**2007**	2006
Deloitte, audit of annual report	**3,932**	3,459	**275**	275
Deloitte, other services	**2,026**	1,201	**733**	106
Other audit firms, audit of annual report	**195**	193	**-**	-
Other audit firms, other services	**1,024**	590	**-**	-
Total	**7,177**	5,443	**1,008**	381

Note 5 – Other operating income

	Group		Parent	
	2007	2006	**2007**	2006
Development activities	**-**	2,982	**-**	-
Proceeds on disposal of non-current assets etc.	**1,141**	639	**1,274**	3,273
Other income	**32,079**	12,633	**112**	140
Total	**33,220**	16,254	**1,386**	3,413

Note 6 – Share of profit/loss in subsidiaries

	Parent	
	2007	2006
Dividend from subsidiaries	**100,000**	150,000
Total	**100,000**	150,000

Note 7 – Net financials

	Group		Parent	
	2007	2006	**2007**	2006
Financial income:				
Interest income from subsidiaries	**-**	-	**9,512**	4,534
Interest income	**71,542**	59,953	**1,111**	972
Dividend	**45**	61	**45**	53
Foreign currency translation adjustments	**88,523**	48,350	**-**	-
Adjustment to fair value, financial assets	**-**	2,533	**-**	923
Total	**160,110**	110,897	**10,668**	6,482
Financial expenses:				
Interest expenses to subsidiaries	**-**	-	**-**	(1,564)
Interest expenses	**(150,759)**	(116,511)	**(1,867)**	(1,633)
Foreign currency translation adjustments	**(76,677)**	(81,464)	-	-
Adjustment to fair value, financial assets	**(110)**	-	**(110)**	-
Total	**(227,546)**	(197,975)	**(1,977)**	(3,197)
Total net financials	**(67,436)**	(87,078)	**8,691**	3,285

Note 7 – Net financials, continued

Net gain/loss on financial assets and liabilities, defined in IAS 39:

	Group		Parent	
	2007	2006	**2007**	2006
Adjustment to fair value of derivative financial instruments	**27,402**	16,474	**(110)**	833
Derivative financial instruments	**27,402**	16,474	**(110)**	833
Realised proceeds from sale	**(267)**	14	**-**	90
Financial assets available for sale	**(267)**	14	**-**	90
Net interest income and expenses	**(42,252)**	(26,312)	**8,862**	2,429
Net foreign exchange gain and loss	**14,072**	(15,308)	**-**	-
Loans and receivables	**(28,180)**	(41,620)	**8,862**	2,429
Net interest income and expenses	**(36,653)**	(28,499)	**(61)**	(67)
Net foreign exchange gain and loss	**(29,738)**	(33,447)	**-**	-
Financial liabilities measured at amortised cost	**(66,391)**	(61,946)	**(61)**	(67)
Total	**(67,436)**	(87,078)	**8,691**	3,285

Note 8 – Tax

	Group		Parent	
	2007	2006	**2007**	2006
Tax for the year can be distributed as follows:				
Tax on profit/loss for the year	**26,775**	67,284	**2,068**	(2,225)
Tax on discontinued operations	**(12,222)**	3,703	**-**	-
Tax on changes in equity	**(10,820)**	27,516	**-**	-
Tax for the year	**3,733**	98,503	**2,068**	(2,225)
Tax on profit/loss for the year is calculated as follows:				
Current tax	**56,187**	56,385	**(391)**	(1,639)
Deferred tax	**(16,147)**	10,876	**54**	(466)
Effect of changed tax rate	**(6,649)**	-	**-**	-
Adjustment of tax for previous years	**(6,616)**	23	**2,405**	(120)
Total	**26,775**	67,284	**2,068**	(2,225)
Reconciliation of tax rate:				
Danish income tax rate	**25.0%**	28.0%	**25.0%**	28.0%
Adjustment relating to previous years	**(8.1%)**	0.0%	**(22.8%)**	(1.1%)
Effect of changed tax rate	**(8.0%)**	0.0%	**0.0%**	0.0%
Surtax in associates	**4.1%**	(2.4%)	**0.0%**	0.0%
Surtax in subsidiaries	**22.8%**	(1.3%)	**0.0%**	0.0%
Non-capitalised tax losses	**0.0%**	(83.9%)	**0.0%**	0.0%
Other adjustments	**(3.4%)**	(30.0%)	**(0.1%)**	(2.8%)
Effective tax rate	**32.4%**	(89.6%)	**2.1%**	24.1%

Note 9 – Discontinued operations and assets intended for sale

Discontinued operations:

	Agricultural machinery		Insulation materials		Group	
Sales date	**November 30, 2007**		**June 30, 2007**			
	2007	2006	**2007**	2006	**2007**	2006
Income statement:						
Revenue	**913,228**	905,653	**134,406**	245,504	**1,047,634**	1,151,157
Costs	**(907,867)**	(934,120)	**(120,373)**	(233,803)	**(1,028,240)**	(1,167,923)
Profit/loss before tax	**5,361**	(28,467)	**14,033**	11,701	**19,394**	(16,766)
Tax on profit/loss	**(11,467)**	(2,960)	**(755)**	(712)	**(12,222)**	(3,672)
Net profit/loss	**(6,106)**	(31,427)	**13,278**	10,989	**7,172**	**(20,438)**
Gains and losses from sales	**(191,662)**	-	**76,260**	-	**(115,402)**	-
Gains and losses after tax	**(191,662)**	-	**76,260**	-	**(115,402)**	-
Net profit/loss of discontinued operations	**(197,768)**	(31,427)	**89,538**	10,989	**(108,230)**	**(20,438)**
Cash-flow statement:						
Cash flow from operating activities	**122,385**	62,001	**3,115**	17,822	**125,500**	79,823
Cash flow from investing activities	**(26,338)**	(17,980)	**(4,800)**	(7,239)	**(31,138)**	(25,219)
Cash flow from financing activities	**(1,496)**	(22,051)	**(5,634)**	36,238	**(7,130)**	14,187
Total cash flow	**94,551**	21,970	**(7,319)**	46,821	**87,232**	68,791
Assets intended for sale:						
Property, plant and equipment	**-**	8,901	**-**	-	**-**	8,901
Total assets intended for sale	**-**	8,901	**-**	-	**-**	8,901

Assets intended for sale in 2006 are buildings and operating equipment sold in 2007.

On July 2, 2007, Auriga concluded an agreement with the Polaris equity fund concerning the divestment of Skamol (EV). The selling price was DKK 257 million. The proceeds for accounting purposes from the divestment have been calculated at DKK 76 million.

On November 30, 2007, Auriga concluded an agreement with Exel Industries concerning the divestment of Hardi. The selling price was DKK 290 million. The loss for accounting purposes from the divestment have been calculated at DKK 192 million.

Note 10 – Earnings per share

	Group	
	2007	2006
Net profit/loss of continuing operations	**55,774**	(142,342)
Net profit/loss of discontinued operations	**(108,230)**	(20,438)
Net profit for the year	**(52,456)**	(162,780)
Minority interests' share of net loss for the year	**(7,679)**	(8,107)
Auriga Industries A/S's share of net loss for the year	**(60,135)**	(170,887)
Average no. of shares of DKK 10 each	**25,500,000**	25,500,000
Average no. of treasury shares	**(815,680)**	(826,080)
Average no. of shares	**24,684,320**	24,673,920
Diluted average no. of shares	**24,684,320**	24,673,920
Loss from continuing and discontinued operations, per share of DKK 10	**(2.44)**	(6.93)
Loss from continuing and discontinued operations, diluted, per share of DKK 10	**(2.44)**	(6.93)
Profit/loss from continuing operations, per share of DKK 10	**2.03**	(6.04)
Profit/loss from continuing operations, diluted, per share of DKK 10	**2.03**	(6.04)
Profit/loss from discontinued operations, per share of DKK 10	**(4.47)**	(0.89)
Profit/loss from discontinued operations, diluted, per share of DKK 10	**(4.47)**	(0.89)

Note 11 – Intangible assets, group

	Sales and registration rights	Know-how	Goodwill	Intangible assets, total
Cost as at January 1, 2006	184,958	236,849	805,107	1,226,914
Foreign currency translation adjustment	(721)	(365)	(7)	(1,093)
Additions during the year	138,002	3,736	2,240	143,978
Cost as at December 31, 2006	**322,239**	**240,220**	**807,340**	**1,369,799**
Amortisation and impairment losses as at January 1, 2006	84,320	93,202	394,285	571,807
Foreign currency translation adjustment	(554)	(335)	(33)	(922)
Amortisation for the year	28,915	23,816	-	52,731
Amortisation and impairment losses as at December 31, 2006	**112,681**	**116,683**	**394,252**	**623,616**
Carrying amount as at December 31, 2006	**209,558**	**123,537**	**413,088**	**746,183**
Cost as at January 1, 2007	322,239	240,220	807,340	1,369,799
Foreign currency translation adjustment	(283)	14	(357)	(626)
Additions relating to acquisition of subsidiary	1,124	-	-	1,124
Additions during the year	13,283	16	20,505	33,804
Disposal relating to sale of subsidiary	(30,475)	(582)	(70,120)	(101,177)
Disposals during the year	(2,476)	-	(547,834)	(550,310)
Cost as at December 31, 2007	**303,412**	**239,668**	**209,534**	**752,614**
Amortisation and impairment losses as at January 1, 2007	112,681	116,683	394,252	623,616
Foreign currency translation adjustment	287	-	3	290
Reversed amortisation of and impairment losses on disposals for the year	75	-	(354,459)	(354,384)
Disposal relating to sale of subsidiary	(30,450)	(582)	(15,535)	(46,567)
Amortisation for the year	48,775	24,143	-	72,918
Impairment losses for the year	(467)	-	-	(467)
Amortisation and impairment losses as at December 31, 2007	**130,901**	**140,244**	**24,261**	**295,406**
Carrying amount as at December 31, 2007	**172,511**	**99,424**	**185,273**	**457,208**
Amortised over the following number of years	**5-10 years**	**5-10 years**		

Goodwill:

Goodwill in connection with the acquisition of enterprises is distributed at the time of acquisition on the cash-generating units expected to enjoy the financial advantages of the combination. The useful life of goodwill is indefinite.

Impairment test for goodwill

Pursuant to the rules contained in IAS 36, the management has carried out an impairment test of the carrying amount of goodwill as at December 31, 2007. For each cash-generating unit (CGU), the impairment test compares the discounted value of future cash flows with the carrying amounts. The impairment tests carried out have not given rise to impairment losses on goodwill.

Goodwill has been allocated to the group’s CGU, which is chemistry, with DKK 185 million. Other business areas were sold in

Impairment tests have been carried out for the individual subsidiaries in the group.

Future cash flows are based on the budget for 2008 and strategy plans for the years 2008-2010 as well as assumptions concerning growth after this period. The budget and strategy plans are based on specific business assessments of the business areas, while the projections after 2010 are based on general parameters.

For the group’s CGU, the most important parameters underlying the projections after 2010 are a growth in sales of 2 per cent and a similar growth in EBIT. The discount rate (WACC) is 8.89 per cent before tax corresponding to a WACC of 8 per cent after tax. It is assumed that the cash tax rate is 25 per cent.

Note 12 – Property, plant and equipment, group

	Land and buildings	Technical plant and machinery	Fixtures and fittings, tools and equipment	Plant under construction	Property, plant and equipment total
Cost as at January 1, 2006	888,954	2,681,110	326,380	26,342	3,922,786
Foreign currency translation adjustment	(7,304)	(12,513)	(5,192)	(24)	(25,033)
Transfer	1,322	14,423	4	(15,745)	4
Additions relating to acquisition of subsidiary	-	7,204	61	-	7,265
Additions during the year	22,718	38,142	35,055	46,392	142,307
Reclassification of non-current assets intended for sale	(10,217)	(5,234)	-	-	(15,451)
Disposals during the year	(4,532)	(143,987)	(15,520)	(22,771)	(186,810)
Cost as at December 31, 2006	**890,941**	**2,579,145**	**340,788**	**34,194**	**3,845,068**
Depreciation and impairment losses as at January 1, 2006	436,378	2,247,540	272,511	-	2,956,429
Foreign currency translation adjustment	(2,759)	(9,116)	(4,288)	-	(16,163)
Additions relating to acquisition of subsidiary	-	907	-	-	907
Depreciation for the year	30,530	118,080	23,272	-	171,882
Impairment losses for the year	3,242	-	-	-	3,242
Reclassification of non-current assets intended for sale	(3,733)	(2,818)	-	-	(6,551)
Disposals during the year	(538)	(143,433)	(8,212)	-	(152,183)
Reversed amortisation of and impairment losses on disposals for the year	(1,305)	(172)	(4,618)	-	(6,095)
Depreciation and impairment losses as at December 31, 2006	**461,815**	**2,210,988**	**278,665**	**-**	**2,951,468**
Carrying amount as at December 31, 2006	**429,126**	**368,157**	**62,123**	**34,194**	**893,600**
Of which finance leases	**-**	**-**	**4,071**	**-**	**4,071**
Cost as at January 1, 2007	890,941	2,579,145	340,788	34,194	3,845,068
Foreign currency translation adjustment	(2,428)	218	(2,154)	43	(4,321)
Transfer	2,301	10,732	(150)	(13,270)	(387)
Additions relating to acquisition of subsidiary	-	-	802	-	802
Additions during the year	19,408	30,089	27,475	80,559	157,531
Disposal relating to sale of subsidiary	(263,733)	(601,687)	(135,440)	(26,004)	(1,026,864)
Disposals during the year	(410)	(24,435)	(9,915)	(3,314)	(38,074)
Cost as at December 31, 2007	**646,079**	**1,994,062**	**221,406**	**72,208**	**2,933,755**
Depreciation and impairment losses as at January 1, 2007	461,815	2,210,988	278,665	-	2,951,468
Foreign currency translation adjustment	(625)	14	(1,800)	-	(2,411)
Depreciation for the year	28,604	101,611	23,442	-	153,657
Disposal relating to sale of subsidiary	(143,746)	(481,880)	(106,671)	-	(732,297)
Disposals during the year	-	(20,475)	(4,161)	-	(24,636)
Reversed amortisation of and impairment losses on disposals for the year	(235)	(3,650)	(3,398)	-	(7,283)
Depreciation and impairment losses as at December 31, 2007	**345,813**	**1,806,608**	**186,077**	**-**	**2,338,498**
Carrying amount as at December 31, 2007	**300,266**	**187,454**	**35,329**	**72,208**	**595,257**
Of which finance leases	**-**	**-**	**6,028**	**-**	**6,028**
Depreciated over the following number of years	**15-30 years**	**8 years**	**5 years**		

In 2006, production assets with a carrying amount of DKK 3.2 million were closed down and written down to DKK 0. The amount has been included in production costs in the income statement. Assets intended for sale are buildings and operating equipment sold in 2007.

	Group	
	2007	2006
Carrying amount of land and buildings abroad	**31,866**	74,387
Carrying amount of land and buildings in Denmark	**268,400**	332,902
Carrying amount of land and buildings in Denmark not yet included in the official property assessment	**7,607**	27,294
Cash property assessment value of land and buildings in Denmark	**235,643**	314,691

Note 13 – Property, plant and equipment, parent

	Land and buildings	Fixtures and fittings, tools and equipment	Property, plant and equipment total
Cost as at January 1, 2006	4,087	356	4,443
Additions during the year	-	431	431
Disposals during the year	-	(356)	(356)
Cost as at December 31, 2006	**4,087**	**431**	**4,518**
Depreciation and impairment losses as at January 1, 2006	1,843	68	1,911
Additions during the year	236	161	397
Disposals during the year	-	(143)	(143)
Depreciation and impairment losses as at December 31, 2006	**2,079**	**86**	**2,165**
Carrying amount as at December 31, 2006	**2,008**	**345**	**2,353**
Cost as at January 1, 2007	4,087	431	4,518
Cost as at December 31, 2007	**4,087**	**431**	**4,518**
Depreciation and impairment losses as at January 1, 2007	2,079	86	2,165
Depreciation for the year	236	87	323
Depreciation and impairment losses as at December 31, 2007	**2,315**	**173**	**2,488**
Carrying amount as at December 31, 2007	**1,772**	**258**	**2,030**
Depreciated over the following number of years	**30 years**	**5 years**	

	Parent	
	2007	2006
Cash property assessment value of land and buildings in Denmark	**4,850**	4,670

Note 14 – Financial assets, group

	Investments in associates	Other financial assets	Financial assets total
Cost as at January 1, 2006	15,497	6,829	22,326
Foreign currency translation adjustment	-	(46)	(46)
Additions during the year	-	594	594
Disposals during the year	648	(5,534)	(4,886)
Cost as at December 31, 2006	**16,145**	**1,843**	**17,988**
Revaluation and impairment losses as at January 1, 2006	22,456	-	22,456
Dividend received	(2,465)	-	(2,465)
Foreign currency translation adjustment	-	(8)	(8)
Net profit for the year	4,891	-	4,891
Revaluation and impairment losses as at December 31, 2006	**24,882**	**(8)**	**24,874**
Carrying amount as at December 31, 2006	**41,027**	**1,835**	**42,862**
Cost as at January 1, 2007	16,145	1,843	17,988
Foreign currency translation adjustment	-	1	1
Additions during the year	-	484	484
Disposal relating to sale of subsidiaries	-	(1,127)	(1,127)
Disposals during the year	-	(267)	(267)
Cost as at December 31, 2007	**16,145**	**934**	**17,079**
Revaluation and impairment losses as at January 1, 2007	24,882	(8)	24,874
Dividend received	(12,314)	-	(12,314)
Disposal relating to sale of subsidiaries	-	8	8
Net profit for the year	4,841	-	4,841
Revaluation and impairment losses as at December 31, 2007	**17,409**	**-**	**17,409**
Carrying amount as at December 31, 2007	**33,554**	**934**	**34,488**

Associates and joint-venture companies are:	**Investment in %**	
	2007	2006
Associates:		
United Moler ApS, Nykøbing Mors, Denmark	**-**	50%
Damolin A/S, Copenhagen, Denmark	**49%**	49%
Joint-venture companies:		
Pytech Chemicals GmbH, Horgen, Switzerland (pro-rata consolidated)	**50%**	50%

Selected financial ratios for the group's associates and joint-ventures:	**Group**	
	2007	2006
Revenue	**399,960**	378,156
Net profit for the year	**(4,701)**	(9,317)
Current assets	**212,998**	180,298
Non-current assets	**150,543**	155,225
Current liabilities	**194,691**	449,267
Non-current liabilities	**54,297**	52,400

Note 15 – Investments in subsidiaries

	Parent	
	2007	2006
Cost as at January 1	**1,329,434**	1,298,462
Disposals during the year	**(999,012)**	-
Additions during the year	**-**	30,972
Cost as at December 31	**330,422**	1,329,434
Carrying amount as at December 31	**330,422**	1,329,434

Statement of gains and losses, investments:

	Parent	
	2007	2006
Sale investments	**547,046**	-
Cost price	**(999,012)**	-
Costs	**(30,915)**	-
Impairment, consolidated goodwill 2002	**125,000**	-
Loss	**(357,881)**	-

The parent's investments and voting rights in subsidiaries comprise:

	Investments and voting rights in %	
	2007	2006
Cheminova A/S, Harboøre, Denmark	**100%**	100%
Hardi International A/S, Taastrup, Denmark	**0%**	100%
Skamol A/S, Nykøbing Mors, Denmark	**0%**	100%
Auriga Ejendomme A/S, Harboøre, Denmark	**100%**	100%

Note 16 – Inventories

	Group	
	2007	2006
Finished goods	**811,815**	1,291,101
Work in progress	**49,332**	66,899
Raw materials	**166,960**	156,739
Packaging materials	**45,549**	43,034
Consumables	**6,516**	6,059
Spare parts etc.	**39,400**	38,800
Total	**1,119,572**	1,602,632

Note 17 – Receivables

Trade receivables:

	Group	
	2007	2006
Trade receivables, end of year, gross	**1,596,325**	1,505,083
Write-down to cover bad debts, beginning of year	**260,844**	212,265
Value adjustment	**18,437**	(3,577)
Change in write-down during the year	**(24,797)**	52,157
Write-down to cover bad debts, end of year	**254,484**	260,845
Trade receivables, end of year, net	**1,341,841**	1,244,238
Net receivables from discontinued operations	**-**	350,389
Trade receivables, end of year, net	**1,341,841**	1,594,627

Receivables falling due after more than one year:

	Group	
	2007	2006
Trade receivables	**17,313**	564
Receivables in respect of Pytech Chemicals GmbH	**6,500**	79,234
Other receivables	**30,992**	19,335
Total	**54,805**	99,133

Write-downs of receivables are included under administrative expenses.
The carrying amounts of these receivables reflect the maximum risk of loss attaching to the receivables when taking account of the write-downs made.

Note 18 – Securities

	Group		Parent	
	2007	2006	**2007**	2006
Listed shares	**1,450**	4,683	**1,450**	4,683
Unlisted securities	**613**	835	**613**	613
Total	**2,063**	5,518	**2,063**	5,296

Note 19 – Share capital

	Group 2007	Group 2006	Parent 2007	Parent 2006
Share capital:				
Class A shares (1 share of DKK 75 million)	**75,000**	75,000	**75,000**	75,000
Class B shares (18,000,000 shares of DKK 10)	**180,000**	180,000	**180,000**	180,000
Total share capital	**255,000**	255,000	**255,000**	255,000

The share capital has been fully paid in. The share capital has not changed in the past five years. Class A shares are non-negotiable and carry ten votes per share, while Class B shares carry one vote per share.

Treasury shares

Parent holding of Class B shares in Auriga Industries A/S:

	No. of shares 2007	No. of shares 2006	Nominal value, DKK '000 2007	Nominal value, DKK '000 2006	% of share capital in Auriga Industries A/S 2007	% of share capital in Auriga Industries A/S 2006
Shareholding as at January 1	**815,680**	857,280	**8,157**	8,573	**3.20%**	3.36%
Purchases	**-**	-	**-**	-	**0.00%**	0.00%
Sales	**-**	(41,600)	**-**	(416)	**0.00%**	(0.16%)
Shareholding as at December 31	**815,680**	815,680	**8,157**	8,157	**3.20%**	3.20%

	Parent 2007	Parent 2006
Value of treasury shares as at December 31	**74,147**	129,196
Purchase price of treasury shares purchased during the year	**-**	2,434
Selling price of treasury shares sold during the year	**-**	2,434

In accordance with the accounting policies, the cost of treasury shares has been deducted directly from equity.

Subsidiaries' holding of Class B shares in Auriga Industries A/S:

	No. of shares 2007	No. of shares 2006	Nominal value, DKK '000 2007	Nominal value, DKK '000 2006	% of share capital in Auriga Industries A/S 2007	% of share capital in Auriga Industries A/S 2006
Shareholding as at January 1	**-**	-	**-**	-	**0.00%**	0.00%
Purchases	**9,577**	14,521	**96**	145	**0.04%**	0.06%
Sales	**(9,577)**	(14,521)	**(96)**	(145)	**(0.04%)**	(0.06%)
Shareholding as at December 31	**-**	-	**-**	-	**-**	-

	Subsidiaries 2007	Subsidiaries 2006
Purchase price of treasury shares purchased during the year	**1,555**	2,672
Selling price of treasury shares sold during the year	**(1,517)**	2,764

Share purchases and sales have been effected as part of the profit-sharing scheme for employees.

Note 20 – Deferred tax

	Group 2007	Group 2006	Parent 2007	Parent 2006
Deferred tax as at January 1	**46,052**	72,528	**466**	-
Foreign currency translation adjustment	**3,343**	(6,198)	**-**	-
Deferred tax for the year recognised in net profit/loss for the year	**28,723**	(15,535)	**(54)**	466
Deferred tax for the year recognised in equity	**2,380**	(5,229)	**-**	-
Additions relating to the acquisition and disposals relating to the divestment of subsidiaries	**(22,446)**	486	**-**	-
Deferred tax as at December 31	**58,052**	46,052	**412**	466
Deferred tax is recognised in the balance sheet as follows:				
Deferred tax (asset)	**91,306**	126,978	**412**	466
Deferred tax (liability)	**(33,254)**	(80,926)	**-**	-
Deferred tax as at December 31, net	**58,052**	46,052	**412**	466
Deferred tax pertains to:				
Intangible assets	**(30,288)**	(37,032)	**-**	-
Property, plant and equipment	**(25,029)**	(38,600)	**12**	18
Current assets	**19,224**	40,915	**400**	448
Provisions	**5,064**	1,267	**-**	-
Other liabilities	**7,324**	47,601	**-**	-
Tax losses allowed for carryforward	**81,757**	31,901	**-**	-
Total deferred tax	**58,052**	46,052	**412**	466

Note 20 – Deferred tax, continued

Change in temporary differences during the year:

	Group, 2007					
	Balance sheet Jan. 1	Foreign currency translation adjustment	Disposal relating to divestment of enterprise	Recognised in net profit/loss for the year	Recognised in equity	Balance sheet Dec. 31
Intangible assets	(37,032)	2	1,967	14,502	-	(20,561)
Property, plant and equipment	(38,600)	42	4,671	(870)	-	(34,757)
Receivables	33,026	1,947	(93)	(21,783)	-	13,097
Inventories	17,079	20	(6,455)	4,628	-	15,272
Other current assets	(9,191)	1	(7)	(48)	-	(9,245)
Provisions	1,267	-	-	3,898	-	5,165
Other liabilities	47,601	1,921	(7,702)	(5,006)	2,380	39,194
Tax losses	31,902	(590)	(14,827)	33,402	-	49,887
Total	**46,052**	**3,343**	**(22,446)**	**28,723**	**2,380**	**58,052**

	Group, 2006					
	Balance sheet Jan. 1	Foreign currency translation adjustment	Addition relating to acquisition of enterprise	Recognised in net profit/loss for the year	Recognised in equity	Balance sheet Dec. 31
Intangible assets	(43,157)	(71)	-	6,985	(789)	(37,032)
Property, plant and equipment	(34,590)	313	-	(4,266)	(57)	(38,600)
Receivables	46,250	(1,200)	-	(12,024)	-	33,026
Inventories	19,663	(337)	-	(2,247)	-	17,079
Other current assets	(6,954)	(8)	-	(2,229)	-	(9,191)
Provisions	1,118	-	-	(1,409)	1,558	1,267
Other liabilities	23,538	(1,417)	486	30,935	(5,941)	47,601
Tax losses	66,660	(3,478)	-	(31,280)	-	31,902
Total	**72,528**	**(6,198)**	**486**	**(15,535)**	**(5,229)**	**46,052**

	Group		Parent	
	2007	2006	**2007**	2006
Deferred tax for the Danish companies is calculated at a rate of	**25%**	28%	**25%**	28%
For the group's foreign subsidiaries, deferred tax is based on the applicable local tax rates	**9 - 40%**	9 - 40%	**-**	-
Retaxation liability from jointly taxed foreign subsidiaries	**3,109**	13,508	**-**	-
Non-capitalised tax losses	**265,007**	219,547	**-**	-
Expiry date for utilisation of tax losses:				
1-5 years	**10,769**	2,412	**-**	-
More than 5 years	**435,110**	335,344	**-**	-
No expiry	**69,157**	52,586	**-**	-

Any sale of shares in group enterprises and associates is not expected to give rise to significant taxation.

As regards the tax value of tax losses which can be carried forward and which are included in the balance sheet, it is estimated to be sufficiently likely that the loss will be capitalised within near future.

Note 21 – Provisions

Retirement benefit obligations and other provisions comprise:

	Group		Parent	
	2007	2006	**2007**	2006
Provision for retirement benefits, beginning of year	**10,265**	9,662	**1,250**	1,250
Used during the year	**(1,992)**	(663)	**-**	-
Reversed provisions during the year	**(275)**	(323)	**-**	-
Sale of subsidiary	**(5,859)**	-	**-**	-
Provisions for the year	**2,412**	1,589	**-**	-
Provision for retirement benefits end of year	**4,551**	10,265	**1,250**	1,250
Warranty commitments, beginning of year	**21,648**	19,495	**-**	-
Reversed provisions during the year	**-**	(19,495)	**-**	-
Sale of subsidiary	**(21,648)**	-	**-**	-
Provisions for the year	**-**	21,648	**-**	-
Warranty commitments, end of year	**-**	21,648	**-**	-
Other provisions, beginning of year	**35,946**	47,038	**-**	-
Used during the year	**(4,132)**	(13,578)	**-**	-
Reversed provisions during the year	**(3,549)**	(98)	**-**	-
Sale of subsidiary	**(7,153)**	-	**-**	-
Provisions for the year	**12,246**	2,584	**-**	-
Other provisions, end of year	**33,358**	35,946	**-**	-
Retirement benefit obligations and other provisions, end of year	**37,909**	67,859	**1,250**	1,250
Expected date of maturity for provisions:				
0-1 years	**7,324**	31,581	**198**	194
1-5 years	**3,682**	4,574	**791**	776
After 5 years	**26,903**	31,704	**261**	280
Retirement benefit obligations and other provisions, end of year	**37,909**	67,859	**1,250**	1,250

Other provisions of DKK 33 million (DKK 36 million in 2006) concern provisions for the decontamination of an old factory site, special holidays, anniversary bonuses etc.

Note 21 – Provisions, continued

Defined-benefit plans:

The group's foreign subsidiaries have entered into agreements concerning the payment of certain benefits, including retirement benefits. These commitments, defined-benefit plans, are unfunded or only partly funded. In the consolidated accounts, liabilities include DKK 2 million (DKK 1 million) relating to the group's commitments towards current and former employees after deduction of the plan assets. The unfunded commitments are included in the balance sheet and income statement as set out below.

	Group		Parent	
	2007	2006	**2007**	2006
Retirement benefit obligations:				
Present value of defined-benefit plans	**4,262**	3,325	**-**	-
Fair value of plan assets	**(2,138)**	(2,044)	**-**	-
Net liability recognised in the balance sheet	**2,124**	1,281	**-**	-
Change in recognised liability:				
Net liability, beginning of year	**1,281**	1,027	**-**	-
Net amount recognised in the income statement	**1,818**	1,013	**-**	-
Contributions	**(984)**	(759)	**-**	-
Net liability, end of year	**2,124**	1,281	**-**	-
Costs recognised:				
Retirement benefit costs	**1,063**	462	**-**	-
Calculation of interest on liability	**205**	163	**-**	-
Expected return on plan assets	**(154)**	(116)	**-**	-
Defined-benefit plans recognised in the income statement	**1,114**	509	**-**	-
Actuarial assumptions:				
Discount rate	**8% - 9%**	8% - 9%	**-**	-
Expected return on plan assets	**9%**	8%	**-**	-
Future rate of pay increase	**3% - 6%**	3% - 6%	**-**	-

The expected return is an average of the expected return on the various categories of retirement benefit obligations. The return is based on historical data and on the analysts' forecasts for the market of the assets in the coming year.

	Group 2007	Group 2006	Parent 2007	Parent 2006
Present value of defined-benefit plans:				
Present value, beginning of year	**3,325**	2,915	**-**	-
Retirement benefit costs	**842**	462	**-**	-
Calculation of interest on liability	**205**	163	**-**	-
Benefits disbursed	**(859)**	(607)	**-**	-
Actuarial gains and losses	**749**	392	**-**	-
Present value, end of year	**4,262**	3,325	**-**	-
Fair value of plan assets:				
Fair value of plan assets, beginning of year	**2,044**	1,776	**-**	-
Expected return on plan assets	**165**	124	**-**	-
Contributions from employer	**984**	759	**-**	-
Benefits disbursed	**(859)**	(607)	**-**	-
Actuarial gains and losses	**(196)**	(8)	**-**	-
Fair value of plan assets, end of year	**2,138**	2,044	**-**	-

Note 22 – Mortgage debt and payables to credit institutions

Mortgage debt and payables to credit institutions are recognised in the balance sheet as follows:

	Group		Parent	
	2007	2006	**2007**	2006
Non-current liabilities	**490,615**	995,537	**1,185**	1,331
Current liabilities	**697,351**	996,345	**876**	73,447
Total	**1,187,966**	1,991,882	**2,061**	74,778
Fair value	**1,199,263**	2,003,556	**2,061**	74,778
Nominal value	**1,187,966**	1,991,882	**2,061**	74,778

Note 23 – Finance leases

	Group		Parent	
	2007	2006	**2007**	2006
Minimum lease payments:				
Due after 5 years	**859**	625	-	-
Due between 1 and 5 years	**6,421**	4,039	-	-
Due within 1 year	**2,718**	2,262	-	-
Total minimum lease payments	**9,998**	6,926	-	-
Of which interest	**1,042**	802	-	-
Present value of minimum lease payments	**8,956**	6,124	-	-

	Group		Parent	
	2007	2006	**2007**	2006
Present value:				
Due after 5 years	**776**	593	-	-
Due between 1 and 5 years	**5,843**	3,269	-	-
Due within 1 year	**2,337**	2,262	-	-
Total present value	**8,956**	6,124	-	-
Specification of finance leases:				
IT equipment	**3,622**	815	-	-
Trucks	**5,334**	5,309	-	-
Total finance leases	**8,956**	6,124	-	-

The group has entered into finance leases concerning operating equipment, fixtures and fittings. At the expiry of the leases, the group may acquire the assets at favourable prices.

Note 24 – Foreign currency and interest rate risks

The group's risk management policy is described in section "Risk management" on page 16.

The group's foreign currency risks in the balance sheet:

	December 31, 2007				
Currency	Securities, cash and cash equivalents (DKK '000)	Receivables (DKK '000)	Payables (DKK '000)	Hedged by means of financial contracts (DKK '000)	Net position (DKK '000)
USD	50,714	173,804	(174,887)	(294,367)	**(244,736)**
EUR	71,792	322,580	(212,889)	-	**181,483**
AUD	17,369	20,081	(8,872)	(53,482)	**(24,904)**
CAD	7,031	5,462	(12,214)	-	**279**
GBP	7	651	(11,637)	-	**(10,979)**
BRL	15,695	646,448	(123,566)	-	**538,577**
INR	24,504	153,358	(63,182)	-	**114,680**
Other	322,974	225,258	(283,134)	-	**265,098**
	510,086	**1,547,642**	**(890,381)**	**(347,849)**	**819,498**

	December 31, 2006				
Currency	Securities, cash and cash equivalents (DKK '000)	Receivables (DKK '000)	Payables (DKK '000)	Hedged by means of financial contracts (DKK '000)	Net position (DKK '000)
USD	62,526	295,037	(317,249)	(325,826)	**(285,511)**
EUR	52,439	441,731	(320,678)	-	**173,492**
AUD	4,458	39,400	(56,591)	(46,608)	**(59,342)**
CAD	9,877	31,235	(25,216)	(2,083)	**13,813**
GBP	10,096	37,850	(21,056)	-	**26,890**
BRL	8,287	535,890	(127,758)	-	**416,419**
INR	27,757	135,552	(50,604)	-	**112,705**
Other	79,907	135,616	(240,430)	-	**(24,907)**
	255,347	**1,652,311**	**(1,159,582)**	**(374,517)**	**373,558**

Currency hedging agreements relating to future transactions

Net outstanding currency hedging agreements as at December 31 for the group, which are used for the purpose of and meet the conditions for account hedging of future transactions:

	2007				2006			
	Notional amount (DKK '000)	Foreign exchange gains/losses recognised in equity (DKK '000)	Fair value (DKK '000)	Time to maturity	Notional amount (DKK '000)	Foreign exchange gains/losses recognised in equity (DKK '000)	Fair value (DKK '000)	Time to maturity
USD	446,626	5,130	5,361	< 1 yr	610,743	25,305	21,316	< 1 yr
AUD	8,914	648	576	< 1 yr	32,760	(536)	(588)	< 1 yr
CAD	129,555	4,396	4,106	< 1 yr	24,410	46	33	< 1 yr
	585,095	**10,174**	**10,043**		**667,913**	**24,815**	**20,761**	

Forward exchange contracts concern the hedging of the sale and purchase of goods, cf. the group's policy thereon.
Recognition of foreign exchange gains/losses in the income statement is expected to take place in 2008.

Note 24 – Foreign currency risk, continued

Key currency figures for 2007 (DKKm)

Revenue	**USD**	**EUR**	**DKK**	**AUD**	**CAD**	**GBP**	**Other**	**Total**
Cheminova A/S	1,036	1,225	256	110	148	153	1,467	**4,396**
	24%	28%	6%	3%	3%	3%	33%	**100%**
Other activities	-	-	7	-	-	-	-	**7**
	0%	0%	100%	0%	0%	0%	0%	**100%**
Group total	**1,036**	**1,225**	**263**	**110**	**148**	**153**	**1,467**	**4,403**
	24%	**28%**	**6%**	**3%**	**3%**	**3%**	**33%**	**100%**

Costs	**USD**	**EUR**	**DKK**	**AUD**	**CAD**	**GBP**	**Other**	**Total**
Cheminova A/S	486 *	1,030	1,088	35	39	179	570	**3,427**
	14%	30%	32%	1%	1%	5%	17%	**100%**
Other activities	-	-	13	-	-	-	-	**13**
	0%	0%	100%	0%	0%	0%	0%	**100%**
Group total	**486**	**1,030**	**1,101**	**35**	**39**	**179**	**570**	**3,440**
	14%	**30%**	**32%**	**1%**	**1%**	**5%**	**17%**	**100%**

* Costs in USD are excluding the subsidiaries' external purchases in USD.

Sensitivity analysis

The group's sensitivity analysis shows the estimated change in the income statement and equity which would result from a 1 percentage point increase in the market interest rate and a 5 per cent fall in all currencies against DKK.

Sensitivity analysis as at December 31, 2007 based on change in interest rate:

DKKm	1 percentage point increase in interest rate	Effect on income statement	Effect on equity
Net interest-bearing debt	(7.0)	(7.0)	-
Interest rate swaps	9.4	2.0	7.4
Currency swaps	1.3	1.3	-
Total interest rate sensitivity	**3.7**	**(3.7)**	**7.4**

Sensitivity analysis as at December 31, 2007 based on change in foreign exchange rates:

DKKm	5 per cent fall in all currencies against DKK	Effect on income statement	Effect on equity
Net interest-bearing debt	19.7	12.1	7.6
Currency swaps	7.6	0.9	6.7
Forward exchange contracts	24.3	17.4	6.9
Currency options	7.9	(0.2)	8.1
Investments	(31.2)	-	(31.2)
Other financial receivables	(19.3)	(19.3)	-
Total exchange rate sensitivity	**9.0**	**10.9**	**(1.9)**

Note 24 – Foreign currency and interest rate risks, continued

The group's interest rate risks in the balance sheet:

Interest rate risk as at December 31, 2007					
DKKm	< 1 year	1-5 years	> 5 years	Total	Interest rate (%)
Securities	2	-	-	2	-
Cash	508	-	-	508	4.53
Interest-bearing assets	**510**	**-**	**-**	**510**	**4.53**
Mortgage debt	32	17	196	245	5.04
Other long-term debt	250	98	200	548	4.78
Bank debt	417	-	-	417	10.16
Interest-bearing debt	**699**	**115**	**396**	**1,210**	**6.69**

The rate of interest paid on the bank debt reflects the high financing expenses in South America.

	Group	
	2007	2006
Distribution of interest-bearing debt:		
Fixed interest	**35%**	55%
Floating interest	**65%**	45%
Distribution of mortgage debt and other long-term debt:		
Fixed interest over a 4-year period	**65%**	71%
Floating interest	**35%**	29%
Distribution of bank debt:		
Fixed interest	**0%**	8%
Floating interest	**100%**	92%
Interest-bearing debt by currency:		
Danish kroner	**44%**	42%
Foreign currency, primarily USD, EUR and BRL	**56%**	58%

Note 25 – Other adjustments

	Group		**Parent**	
	2007	2006	**2007**	2006
Share of profit/loss in associates	**(4,841)**	(4,891)	**-**	-
Net financials	**65,159**	87,078	**(8,691)**	(3,285)
Tax on profit/loss for the year	**26,775**	64,502	**2,068**	(2,225)
Adjustment of provisions	**4,813**	(8,694)	**-**	-
Market value adjustments of subsidiaries etc.	**3,857**	11,569	**-**	-
Other	**3,826**	9,599	**-**	(137)
Total adjustments	**99,589**	159,163	**(6,623)**	(5,647)

Note 26 – Acquisitions of subsidiaries

	Group			Parent	
	2007	**2007**	2006	**2007**	2006
	Carrying amount	**Fair value**	**Fair value**	**Fair value**	**Fair value**
Property, plant and equipment	1,961	**1,961**	-	-	113,689
Inventories	1,993	**1,993**	-	-	-
Receivables	1,439	**1,439**	-	-	3,072
Cash	-	-	-	-	1,376
Credit institutions	(415)	**(415)**	-	-	(63,040)
Deferred tax	-	-	-	-	210
Trade payables	-	-	-	-	(586)
Other payables	-	-	-	-	(23,749)
Net assets acquired	4,978	**4,978**	-	-	30,972
Consolidated goodwill	16,251	**16,251**	-	-	-
Acquisition cost	21,229	**21,229**	-	-	30,972
Of which cash less short-term bank debt	174	**174**	-	-	(1,376)
Cash acquisition cost	21,403	**21,403**	-	-	29,596

Cheminova acquired 51 per cent of the shares in Cherole Kft. on January 22, 2007. The parent acquired all the shares in Hardi Ejendomme A/S on August 31, 2006. A specific assessment has been made of the pre-acquisition balance sheet, which has not given rise to significant fair value adjustments of the assets and liabilities taken over.
Consolidated goodwill reflects expected future synergies.

Acquisition of subsidiaries: **Name**	**Primary activity**	**Take-over date**	**Acquired ownership share in %**	**Acquired voting rights in %**	**Cost DKK '000**
Parent:					
Hardi Ejendomme A/S	Property company	August 31, 2006	100%	100%	29,596
Group:					
Cherole Kft., Hungary	Sale of plant protection products	January 22, 2007	51%	51%	21,403

In the period January 1 - January 22, 2007, up until the takeover, Cherole Kft. returned a profit of DKK 0 million. In the period January 1 - August 31, 2006, up until the takeover, Hardi Ejendomme A/S returned a loss of DKK 2 million.

In January 2008, Cheminova A/S acquired 50 per cent of the shares in the German Stähler group at a price of DKK 220 million. The Stähler group has sales of just over DKK 550 million and has approx. 190 employees. The Stähler group is consolidated on a pro rata basis with Cheminova A/S from 2008.

In February 2008, Cheminova A/S has entered into an agreement about taking over the remaining part of the shares in the joint-venture company Pytech Chemicals GmbH.

Note 27 – Cash and cash equivalents

	Group		Parent	
	2007	2006	**2007**	2006
Cash and cash equivalents as at January 1 include:				
Beginning of year	**(571,052)**	(479,652)	**67,893**	46,305
Value adjustment	**(25,975)**	10,799	**-**	-
Cash and cash equivalents as at January 1	**(597,027)**	(468,853)	**67,893**	46,305
Cash and cash equivalents as at December 31 include:				
Securities	**2,063**	5,518	**2,063**	5,296
Cash	**508,022**	249,829	**548,504**	135,903
Bank debt	**(416,899)**	(826,399)	**(730)**	(73,306)
Cash and cash equivalents as at December 31	**93,186**	(571,052)	**549,837**	67,893

Liquidity:

	Group		Parent	
	2007	2006	**2007**	2006
Unused drawing rights	**819,053**	691,000	**74,270**	1,694

Note 28 – Security provided

	Group		Parent	
DKKm	**2007**	2006	**2007**	2006
Outstanding debt on loan with security provided in property, plant and equipment	**324**	457	**1**	1
Carrying amount of charged property, plant and equipment	**268**	289	**2**	2
Lease obligation in respect of finance leases	**9**	6	**-**	-
Carrying amount of assets held under finance leases	**6**	4	**-**	-
Recourse guarantee for subsidiaries, max.	**-**	-	**61**	61

The parent is jointly and severally liable with the other Danish jointly taxed companies for tax up until and including 2004.

Note 29 – Contingent liabilities

The parent and the group comply with all current requirements stipulated by the environmental authorities, also pumping up and treating water from the subsoil to reduce the risk of unwanted environmental impacts to the greatest possible extent. A chemical waste depot established in Denmark also complies with all statutory requirements and approvals. The waste has been deposited under temporary approvals which have been extended several times as it has not been possible to treat the waste. The present approval expires on January 1, 2010. Neither this case nor any other disputes pending or concluded have materially affected or are expected to materially affect the group's financial position.

Note 30 – Contractual liabilities

	Group		Parent	
DKKm	**2007**	2006	**2007**	2006
The group has entered into forward exchange and option contracts for the purchase and sale of various currencies at the equivalent value of	**935**	1,041	-	-
For the purpose of hedging interest rate risks, the group has entered into an interest rate swap covering the interest rate risk attaching to variable-interest loans of	**200**	250	-	-
The group has undertaken to buy minority shareholdings in the period from 2007 to 2011, the calculated max. cost being	**118**	93	-	-

As part of the group's activities, agreements have been made with suppliers etc. on usual terms as well as agreements concerning the possible acquisition of shares.

Note 31 – Operating leases

	Group		Parent	
	2007	2006	**2007**	2006
Non-cancellable operating leases				
0-1 years	**1,749**	5,399	**-**	-
1-5 years	**1,778**	4,713	**-**	-
Total	**3,527**	10,112	**-**	-

	Group		Parent	
	2007	2006	**2007**	2006
Lease payment:				
Expensed lease payment	**1,631**	4,016	**-**	-

	Group		Parent	
	2007	2006	**2007**	2006
Specification of operating leases:				
Vehicles	**3,527**	10,112	**-**	-
Total operating leases	**3,527**	10,112	**-**	-

The group has entered into non-cancellable operating leases concerning operating equipment.

Note 32 – Related parties

Related parties controlling the company include Aarhus University Research Foundation, Aarhus, Denmark, which holds the majority of the voting rights.

Related parties with a significant influence comprise members of the Board of Directors and the Board of Executives and their related family members. Related parties also comprise companies in which the above-mentioned persons have significant interests. Moreover, all group enterprises and associates are considered to be related parties.

Intra-group transactions carried out during the year with group companies and pro rata consolidated associates have been eliminated in the consolidated financial statements. Transactions with the management include remuneration of the management and are disclosed separately in the notes.
Transactions with non-pro rata consolidated associate in the year total:

- Purchase of goods and administrative services of DKK 2,405k (DKK 1,370k in 2006).
- Sale of goods and administrative services DKK 2,239k (DKK 2,635k in 2006).

No other transactions have been carried out nor any agreements made with related parties in 2007.
The parent's transactions with subsidiaries are as follows:

- Management fee DKK 1,273k (DKK 1,400k in 2006).
- Interest income DKK 9,512k (DKK 4,534k in 2006).
- Interest expenses DKK 0 (DKK 1,564k in 2006).
- Loans to subsidiaries, end of year, DKK 292 million (DKK 136 million at the end of 2006)

Note 33 – Events after the balance sheet date

No significant events have taken place after December 31, 2007.

Note 34 – Financial instruments

Equity – fair value reserve:

DKKm	Interest rate instruments	Forward exchange contracts	Total
Gains/losses in connection with fair value valuation	**(2)**	20	**18**
Tax	**1**	(6)	**(5)**
Balance as at December 31, 2006	**(1)**	14	**13**
Changes in 2007:			
Gains/losses in connection with changes in fair value	**4**	(44)	**(40)**
Tax	**(2)**	9	**7**
Total	**2**	(35)	**(33)**
Transferred to the income statement	**-**	(1)	**(1)**
Tax	**-**	-	**-**
Total	**-**	(1)	**(1)**
Fair value reserve as at December 31, 2007	**1**	(22)	**(21)**
Composed as follows:			
Gross gains and losses	**2**	(25)	**(23)**
Tax	**(1)**	3	**2**
Balance as at December 31, 2007	**1**	(22)	**(21)**