

FOURTH QUARTER 2007 QUARTERLY REPORT



marineharvest
excellence in seafood

- ❑ Marine Harvest generated operating revenues of MNOK 3 721.5 in the fourth quarter compared to MNOK (pro forma) 4 477.1 for same period last year. The reduction in revenues relates mainly to a decline in market prices in all markets.
- ❑ EBITDA before fair value adjustment of the biomass was a negative MNOK 124.1 in the fourth quarter compared to MNOK 917.6 in the same quarter last year.
- ❑ EBIT before fair value adjustment of biomass was a negative MNOK 367.7 in the fourth quarter compared to MNOK (pro forma) 703.1 for same period last year. This is due to lower overall market prices as well as the challenging situation in Chile. Currency exchange rates moved adversely relative to the fourth quarter 2006 and had an adverse effect on EBIT with MNOK 126.0.
- ❑ The biological challenges in Chile continue. The Board of Directors have decided to implement a plan which through a fundamental restructuring of the operations will improve the profitability in Chile. MNOK 466.0 is expensed in Q4 as a result of the grave situation of which MNOK 80.0 is communicated to the market in January 2008. MNOK 364.0 is related to the expected consequences of further outbreak of ISA in Chile and MNOK 102.0 is related to write downs of inventory of finished goods.
- ❑ The Purchase Price Allocation (PPA) for the acquisition of Marine Harvest N.V in 2006 has now been completed. The effects from the completion of the PPA are reflected in the figures for the fourth quarter of 2007 and figures for previous periods have been reworked. The depreciation of allocated fair values contributes negatively to EBIT with MNOK 41.5 in the fourth quarter 2007 and MNOK 173.1 for the full year 2007. Estimated effect to EBIT for 2008 is MNOK 90.8.
- ❑ Harvested volumes were 100 084 tonnes gutted weight in the fourth quarter compared to 92 728 tonnes gutted weight for same period last year. The increase is mainly due to an all time high harvest in Norway with more than 52 000 tonnes harvested, while there are reductions in other business units such as Chile and Scotland.
- ❑ At the end of 2007 Marine Harvest had a net interest-bearing debt of MNOK 6 480. The equity ratio was 54.1 %.
- ❑ Åse Aulie Michelet is appointed CEO in Marine Harvest and will take up the position as of 1 March 2008. She comes from a global position as Executive Vice President GE Healthcare, Manufacturing and Supply chain and President GE Healthcare AS (Norway), a position she has held since 2004. Previously Aulie Michelet has served in various positions in the fields of research in biology, production and marketing at Nycomed, subsequently Nycomed Amersham since 1979.
- ❑ The shares in Lighthouse Caledonia ASA were distributed to Marine Harvest's shareholders as dividend in the fourth quarter and have been traded on Oslo Axess since 21 December 2007.

All comparisons in this report are made towards pro forma figures for 2006 which include Fjord Seafood (acquired at the end of first quarter of 2006) and Marine Harvest (acquired at year-end 2006) for the full year. Formal consolidated figures for 2006 are presented elsewhere in the report.

The PPA for the acquisition of Marine Harvest N.V in 2006 has been completed. This has led to allocation of fair value also to other assets than indicated in the preliminary PPA. The effects from the completion of the PPA are reflected in the figures for the fourth quarter of 2007 and figures for previous periods have been reworked, for further information please refer to note 11.

Results for the period

The VAP operations have performed well in the quarter. The projects undertaken in the VAP division to increase profit are starting to have an impact. Norway also shows good performance this quarter. Canada and Scotland is showing good cost development while Chile remains a challenge.

Operating revenues in the fourth quarter of 2007 totalled MNOK 3 721.5, which is a reduction of MNOK 755.6 from the same period last year. The reduction in revenues relates mainly to a decline in market prices in all our markets.

EBITDA before fair value adjustment of the biomass was a negative MNOK 124.1 in the fourth quarter which is a reduction of 1 041.7 from the same period last year. Due to the ISA situation in Chile, further culling of ISA infected fish is expected, and MNOK 364

has been expensed related to this in the quarter. In addition MNOK 102 has been expensed due to the write down of inventory of finished goods. Further information regarding the situation in Chile is given in a separate section in this report. The EBITDA figure also includes restructuring costs of MNOK 34.8 in the quarter. Of the total restructuring costs MNOK 6.4 is related to Norway, MNOK 5.7 to UK, MNOK 4.5 to Chile and MNOK 15.0 to Asia.

EBIT before fair value adjustment to the biomass was a negative MNOK 367.7 in the fourth quarter. Adjusted for restructuring costs, EBIT before fair value adjustment ended at a negative MNOK 332.9 for the period.

The change in fair value adjustment on biomass was MNOK 309.4 in the quarter compared to MNOK 2.8 in the same period last year. Fair value adjustment on biomass in Norway and Canada is positive mainly due to increased volume while the reduction of volume in Chile has a negative impact.

Net financial items in the fourth quarter amounted to a cost of MNOK 55.1. This includes a net currency gain of MNOK 48.6, value adjustment on shares and derivatives to market value of a negative MNOK 50.1 and a negative change in value on interest swap of MNOK 25.9 as well as positive income from associates (Nova Sea) of MNOK 47.9.

Earnings before taxes for discontinued operations ended at a negative MNOK 2.9 in the quarter including effects from the divestment. The operations were divested in 29 November 2007, see note 3 for further information.

A total of 100 084 tonnes salmon gutted weight was harvested in the fourth quarter vs. 92 728 in the same quarter last year.

Marine Harvest Group Million NOK	Q4 ² 2007	Q4 ¹ 2006	2007	2006 ¹
Operating revenues	3 721,5	4 477,1	14 073,0	15 857,1
EBITDA before fair val adj. biom.	-124,1	917,6	1 212,4	3 543,9
EBIT before fair val adj. biom.	-367,7	703,1	407,6	2 823,6
Restructuring costs included above	-34,8	-63,0	-196,3	-75,2
EBIT	-58,3	705,9	53,6	2 922,2
Net financial items	-55,1	-45,2	97,3	-306,4
EBT	-113,4	660,7	150,9	2 615,8
Harvested volume, HOG tonnes (Salmonoids)	100 084	92 728	335 328	315 230
Net interest bearing debt			6 480,0	7 409,3
Book equity			12 484,7	13 542,2
EBITDA before fair val adj. biom. %	-3,3 %	20,5 %	8,6 %	22,3 %
EBIT before fair val adj. biom. %	-9,9 %	15,7 %	2,9 %	17,8 %
EBIT %	-1,6 %	15,8 %	0,4 %	18,4 %
Equity ratio			54,1 %	56,8 %

1) The 2006 profit and loss figures are pro forma figures which include Fjord Seafood and Marine Harvest N.V. entities for the full period of 2006. In notes to the accounts the principles applied for the preparation of the pro forma figures are described.

2) The 2007 Profit and loss figures is reworked as a result of the final PPA from the purchase of Marine Harvest.

Currency exposure, effects on EBIT and hedging policy

Marine Harvest farming entities in Norway, Canada and Chile are exposed to changes in exchange rates as most of their sales are in other currencies than their costs. The movement in currency exchange rates compared to the fourth quarter 2006 has led to a negative effect on EBIT of MNOK 126. Of this, MNOK 78 is related to Norway. The average CAD/USD exchange rates have strengthened by approximately 7 % since the third quarter 2007 while the average NOK/EUR has been relatively unchanged.

Marine Harvest has hedged a significant proportion of its EUR/NOK transaction exposure for the coming years. The realised effect of these contracts was a positive MNOK 22.0 in the fourth quarter 2007, and is included in the financial items in the P/L.

As per the end of Q4 2007 Marine Harvest had a net interest bearing debt of MNOK 6,480.0, of which the currency composition is 42 % in EUR, 35 % in USD, 10 % in CAD, 6 % in GBP, 5 % in NOK and 2 % in other currencies.

Segment figures for the fourth quarter 2007

All comparison with figures for 2006 in the subsequent sections is towards pro forma figures comprising the former Pan Fish, Fjord Seafood and Marine Harvest operations for the whole period. All figures for 2007 include the effects from the final PPA from the Marine Harvest acquisition. Please refer to note 11 for further details.

MARINE HARVEST GROUP Pro forma segment information ¹	Operating revenues		EBITDA before biomass adj. and restructuring		EBIT before biomass adj. and restructuring		Restructuring cost		EBIT before fair value adj. on biomass		Fair value adj. on biomass		EBIT after fair value adj. on biomass	
	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06
Q4 2007 NOK Million														
Marine Harvest Norway	1 560,0	1 552,6	268,6	418,5	181,7	348,7	-6,4	0,0	175,3	348,7	532,3	47,3	707,5	396,1
Marine Harvest Chile/US	560,1	1 201,0	-571,8	304,9	-580,7	276,1	-8,7	-3,2	-589,4	272,9	-207,3	110,9	-796,7	383,8
Marine Harvest UK	324,7	354,4	41,0	60,3	4,7	46,0	-5,1	0,0	-0,4	46,0	2,9	-110,5	2,5	-64,5
Marine Harvest Canada	260,7	289,5	64,7	94,0	10,6	49,5	-2,5	-3,2	8,0	46,3	-14,9	-24,8	-6,9	21,5
Marine Harvest VAP	1 218,7	1 272,9	108,4	105,8	92,5	83,9	-0,9	-10,9	91,6	72,9	0,0	0,0	91,6	72,9
Other entities	228,9	286,4	-0,1	-2,9	-41,7	-37,9	-11,3	-45,7	-53,0	-83,8	-3,4	-20,2	-56,4	-103,9
Eliminations and adj.	-431,6	-479,8	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Group total	3 721,6	4 477,1	-89,1	980,6	-332,9	766,1	-34,9	-63,0	-367,8	703,2	309,5	2,8	-58,3	705,9

¹) 2006 figures are pro forma figures for the combined operations. Fjord Seafood was acquired at the start of the second quarter of 2006, and Marine Harvest N.V. was acquired at year-end 2006. Accounting principles applied when preparing the pro forma figures are presented on the page for the pro forma profit and loss account and further details are given in the quarterly report for the first quarter of 2007. All figures are unaudited.

Of the Group's operating revenues in the fourth quarter of 2007, 42 percent derive from Norway, 15 percent from Chile, and 33 percent from the VAP operations. The traditional increase in European demand for the Holiday season was material also in 2007 and contributed to a significant increase in the share of revenues derived from Norway and VAP in the period compared to preceding quarters.

In the table below, the Pro Forma figures for 2006 is not adjusted for depreciation of allocated fair values on assets identified in the Marine Harvest PPA. The depreciation constitutes an average effect of approximately NOK 0.40 pr kg for the quarter.

Salmon production (tonnes)	Harvesting (HOG)				EBIT per Kg ¹			
	Q4. 07	Q4. 06	2007	2006	Q4. 07	Q4. 06 ³	2007	2006 ³
Marine Harvest Norway	52 385	41 806	168 221	141 152	3,47	8,34	5,15	12,22
Marine Harvest Chile/US ²	24 341	27 017	90 557	100 415	-23,86	10,22	-4,62	8,86
Marine Harvest UK	9 499	8 652	26 570	31 003	0,50	5,32	2,21	6,49
Marine Harvest Canada	9 739	8 992	39 497	33 987	1,08	5,51	5,40	6,71
Marine Harvest Ireland	2 410	1 547	5 117	5 782	4,65	11,53	4,20	9,05
Marine Harvest Faroes	1 710	1 550	5 366	2 891	2,78	4,03	0,91	7,65
Group total	100 084	89 564	335 328	315 230				

1) Calculation based on EBIT before fair value adjustment on biomass, excluding restructuring costs.

2) Volumes presented for Chile 2006 are sold volumes. Harvested volumes in Chile in Q4 2006 were 31 560 tonnes.

3) The Pro Forma figures for 2006 is not adjusted for depreciation of allocated fair values on assets identified in the Marine harvest PPA.

The depreciations constitutes an effect of approximately NOK 0.40 pr kg.

Marine Harvest Norway

Overall Marine Harvest Norway delivered strong figures in the fourth quarter with record high harvest volume and reduced costs.

Revenues, prices and volumes

Revenues ended at MNOK 1 560.0 for the quarter. This is MNOK 7.4 higher than the same period last year, and MNOK 330.9 higher than third quarter 2007. Market prices developed favourably towards the end of the period, but still ended below the same period in 2006 and the third quarter of 2007. The market price (FHL price FCA Oslo average all sizes) was NOK 22.80 in the fourth quarter of 2007 compared to NOK 25.90 in the fourth quarter of 2006 (a reduction of 15 %). Marine Harvest Norway continues to achieve prices above the FHL level due to favourable contract prices and active market development but a less favourable product mix in this quarter compared to last year (higher share of big fish) impacted the achieved prices in 2007 negatively. Marine Harvest Norway's harvested volume in the quarter was record high at 52 385 tonnes gutted weight. This is 11 797 tonnes higher than in the same period in 2006 and also up 16 938 tonnes from the third quarter of 2007. The quality of fish harvested in the period has been good with a superior share of 92%.

Operations and actions

EBIT before fair value adjustment on biomass and restructuring costs was MNOK 181.7 in the fourth quarter, which is a reduction of MNOK 167 from the same period last year. The reduction is due to lower market prices (as explained above) and currency effects. Sales are mainly made in EUR and USD and the estimated negative profit effect from adverse currency fluctuations is MNOK 78.3 for the quarter compared to the last quarter 2006. Costs developed favourably in the period. Fourth quarter 2006 figures were positively affected by MNOK 26 from a legal settlement.

There have been some challenges related to Pancreas Disease (PD) in the quarter. Extraordinary mortality costs amounts to MNOK 9.4 in the fourth quarter. Still Marine Harvest Norway has made a good result with an EBIT margin of 11%. Marine Harvest Norway has secured sufficient vaccine to vaccinate smolt put to sea in the most exposed areas in 2008. The vaccine combined with other PD mitigating actions taken by the company is expected to contribute favourably to the biological performance in 2008.

Marine Harvest Chile

The biological situation in Chile remains a challenge. It will take time to get back to historic levels for cost and harvest volume.

Revenues, prices and volumes

Revenues ended at MNOK 560.1 for the quarter, which is MNOK 640.9 lower than the same period last year, but MNOK 47.0 higher than the third quarter 2007. The reduction compared to same period last year is due to a significant reduction in prices and volume sold. The Urner Barry reference price for Atlantic salmon was USD 3.39 per lb compared with USD 4.09 in the fourth quarter 2006. Lower coho and trout prices and the impact of smaller size on the salmon harvested also affects the revenues achieved in the quarter negatively.

Volume sold in the period was 24 341 tonnes gutted weight compared to 27 017 tonnes gutted weight in the fourth quarter last year. Harvested and sold volumes were affected negatively by restrictions related to ISA containment and lost production due to the elevated mortality and growth challenges throughout 2007.

Operations and actions

EBIT before fair value adjustment on biomass and restructuring costs amounted to negative MNOK 580.7 in the fourth quarter, a reduction of MNOK 856.7 compared to the same period last year.

Marine Harvest announced in the third quarter report that culling of fish would take place in the fourth quarter and provision was made for that. It has been decided to cull ISA infected fish in the first quarter 2008. As a result of the restructuring of the operations in Chile further culling in high risk areas is expected and a total of MNOK 364 has been expensed in the fourth quarter to account for this. In addition the inventory of finished goods has been written down with MNOK 102. In total this amounts to MNOK 466 of which MNOK 80 is related to culling of fish that was announced to the market in January 2008. This fish would normally have been harvested in the fourth quarter of 2008 and the first quarter of 2009 and the estimated harvest volume for 2008 is therefore lowered to 50 000 tonnes of gutted weight. Mortality related to other causes than ISA has been reduced compared to the fourth quarter 2006.

The reduction in EBIT is further caused by adverse movement in several underlying factors; harvest volume, price, product mix (losses made on sales of trout and coho), expected mortality costs, increasing cost of harvested fish and exchange rates.

Compared to the fourth quarter of 2006 the peso has strengthened substantially and the estimated profit effect is negative MNOK 14.2 for the quarter.

Due to the ISA situation in Chile and the increasing number of outbreaks of ISA affecting the farming operations in region 10, the scope of Marine Harvest operations will be redesigned. This will imply downsizing and restructuring of the processing, freshwater and seawater facilities and a substantial short term reduction of the harvest volume. The change to land based smolt production will be accelerated and smolt production in region 10 will be reduced in 2008 to one third compared to 2007. Through the actions to be taken, Marine Harvest will reduce the pressure on the environment in Region 10. In total the ISA situation including write-down of inventory, has lead to MNOK 556 in extraordinary costs in 2007 for Marine Harvest Chile.

Marine Harvest UK

Results for the quarter are impacted by decreasing prices, but the underlying performance in Marine Harvest UK in 2007 follows the target for the turn around of the Scottish operations.

Revenues, prices and volumes

For Marine Harvest UK, revenues ended at MNOK 324.7 for the quarter, which is MNOK 29.7 lower than the same period last year but an increase of MNOK 61 compared to third quarter 2007. The reduction from last year is due to reduced prices. In a market where prices have declined, Marine Harvest UK has managed to retain favourable prices through good promotional planning. The price was approximately NOK 3 per kg lower in this quarter compared to the same quarter in 2006.

Compared to the fourth quarter 2006 volume is up by 943 tonnes gutted weight to 9 499 tonnes.

Operations and actions

EBIT before value adjustment to biomass and restructuring was in the period MNOK 4.7, which is a reduction of MNOK 41.3 compared to the same period last year. Price reduction is the main cause of the declining profit compared to 2006. Marine Harvest Scotland has a high share of contracts with fixed prices. This is expected to reduce the impact of price variations going forward.

As of year end, the biological situation in Marine Harvest UK is satisfactory despite the mortality losses encountered in 2007. The cost related to extraordinary mortality from PD and gill disease in the fourth quarter amounts to MNOK 12.6. The new PD vaccine is expected to be approved in Scotland by end May 2008 and sufficient dosages will be available for the fall stocking. It is expected that vaccination will mitigate the problem with PD.

The effects of the restructuring processes initiated in 2007, where farming will be concentrated in the best farms, is expected to eventually bring the cost per kg down and improvement will begin materializing in 2008.

Marine Harvest Canada

Results for the quarter is impacted by decreasing prices, but the performance in Marine Harvest Canada continues to progress according to plan.

Revenues, prices and volumes

Revenues ended at MNOK 260.7 for the quarter, which is MNOK 28.8 lower than the same period last year but an increase of MNOK 53.8 compared to the third quarter 2007. The price reduction experienced in the third quarter continued also into the fourth quarter. The price achieved in the period was USD 4.83 per kg compared to USD 5.78 per kg in fourth quarter 2006. Revenues and profit were also negatively influenced by the adverse development in the USD/CAD exchange rate. During 2007 the Canadian dollar strengthened substantially towards the main trading currency (US dollar). The estimated negative profit effect resulting from the difference in the CAD/USD exchange rates between the fourth quarter of 2006 and the fourth quarter of 2007 is MNOK 33.9. The average CAD/USD exchange rate in the fourth quarter 2006 was 0.88 compared with 1.02 in the fourth quarter 2007, a change of 16 %.

Harvested volume increased by 810 tonnes gutted weight to 9 739 tonnes in the fourth quarter of 2007.

Operations and actions

EBIT before fair value adjustment on biomass and restructuring ended at MNOK 10.6. This is a reduction of MNOK 38.9 compared to the same period last year. Marine Harvest Canada has partly hedged its cost position in USD for 2008. The biological situation has been favourable during fourth quarter with virtually no disease issues present.

Marine Harvest VAP Europe

Marine Harvest VAP Europe consists of the sourcing, processing and sales activities in Belgium, Holland, France and Poland, as well as sales companies in Spain and Italy and minority holding in two Icelandic white fish companies. Marine Harvest VAP Europe has made substantial operational improvements in 2007. Entities that were loss making in 2006 now make a profit and EBIT in the fourth quarter has increased by close to 9 % compared to the same period in the previous year.

Revenues, prices and volumes

The fourth quarter is the high season for sales of fresh, smoked and elaborated seafood products in the European market and fourth quarter's VAP revenues ended at MNOK 1 218.7, which is MNOK 54.2 lower than the same period last year, but up by MNOK 474.4 compared to the third quarter. The reduction in revenues from the same period last year is partly linked to a change of product portfolio and customer rationalisation carried out to achieve profit improvement.

Operations and actions

EBIT before restructuring was MNOK 92.5 in the fourth quarter, which is an increase of MNOK 8.6 compared to the same period last year. This is an EBIT margin increase from 6.6 % in the fourth quarter 2006 to 7.6 % in the fourth quarter in 2007. The fourth quarter result confirms the positive development within the VAP division in 2007. The turn-around of previously loss making French entities is particularly encouraging and the main reason for the profit improvement.

Compared to 2006 the salmon raw material price has been more favourable for VAP, but the margin contribution from this specie was outweighed by the significant increase in white fish prices. Due to the increasing prices on white fish species like cod, saithe and plaice, these species are more often being substituted by cheaper alternatives like pangasius and tilapia. Marine Harvest VAP Europe continues the strong focus on developing new products.

Other entities

MARINE HARVEST GROUP Pro forma segment information ¹	Operating revenues		EBITDA before biomass adj. and restructuring		EBIT before biomass adj. and restructuring		Restructuring cost		EBIT before fair value adj. on biomass		Fair value adj. on biomass		EBIT after fair value adj. on biomass	
	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06	Q4. 07	Q4. 06
NOK Million														
Marine Harvest Ireland	114,4	66,1	13,8	11,0	11,2	7,1	0,0	0,0	11,2	7,1	3,3	20,1	14,5	27,2
Marine Harvest Faroes	46,4	40,5	5,9	18,6	4,7	15,9	0,0	0,0	4,7	15,9	0,0	-21,2	4,7	-5,3
Marine Harvest Asia	8,5	113,2	21,7	-8,8	5,3	-8,8	-6,5	0,0	-1,2	-8,8	9,7	0,0	8,5	-8,8
Marine Harvest Other species	59,5	75,5	-1,7	-9,6	-7,7	-16,0	-8,4	-4,8	-16,1	-16,0	-16,5	-9,1	-32,6	-25,2
Corporate and other entities	0,0	21,3	-39,8	-50,9	-55,3	-51,4	3,6	-40,9	-51,6	-63,8	0,0	-1,3	-51,6	-65,1
Other entities	228,9	316,5	-0,1	-39,7	-41,7	-53,3	-11,3	-45,7	-52,9	-65,7	-3,4	-11,5	-56,4	-77,2

1) 2006 figures are pro forma figures for the combined operations. Fjord Seafood was acquired at the start of the second quarter of 2006, and Marine Harvest N.V. was acquired at year-end 2006. Accounting principles applied when preparing the pro forma figures are presented on the page for the pro forma profit and loss account and further details are given in the quarterly report for the first quarter of 2007. All figures are unaudited.

For **Marine Harvest Ireland**, revenues ended at MNOK 114.4 for the quarter, which is MNOK 48.3 higher than the same period last year and an increase of MNOK 57.8 compared to the third quarter 2007. Prices for organic Irish salmon are holding up well, but profit is affected by relatively high costs due to elevated PD mortality. EBIT before value adjustment to biomass and restructuring amounted to MNOK 11.2 (EBIT margin of 10%) compared to MNOK 7.1 in the fourth quarter of 2006. Sufficient dosages of PD vaccines have been secured both for spring and fall stockings in 2008.

Marine Harvest Faroes revenues ended at MNOK 46.4 for the fourth quarter which is an increase of MNOK 5.9 from MNOK 40.5 in the same quarter last year. EBIT before value adjustment to biomass and restructuring amounted to MNOK 4.7 (EBIT margin of 10 %) compared to MNOK 15.9 in the fourth quarter of 2006. The margins were reduced from the fourth quarter 2006 to fourth quarter 2007 due to lower prices. Harvest volumes ended at 1 710 tonnes in the fourth quarter compared to 1 550 tonnes in the same quarter last year.

Marine Harvest Other Species contains production of yellowtail and halibut, as well as production and sale of cod juveniles.

Marine Harvest's Halibut operation was turned around in 2007 and recorded an EBIT of MNOK 1.6 (EBIT margin of 8.5 %) in the fourth quarter. There are no biological concerns in the Halibut operations.

The fourth quarter EBIT for the cod juvenile operation amounted to a negative MNOK 5.6. This operation includes a cod vaccine trial that was decided written off in the fourth quarter.

As communicated in the third quarter Marine Harvest will terminate its engagement in farming of Yellowtail in Japan and the closure process will be completed in 2008. Due to low prices in the Japanese market, the operations generated a negative EBIT of MNOK 8.3 in the fourth quarter. This is mainly due to restructuring costs of MNOK 7.9 related to closing down the business in Japan.

EBIT before biomass adjustment and restructuring costs for the business area other species amounted to a negative MNOK 7.7 in the fourth quarter of 2007 compared to negative MNOK 16 in the same period in 2006.

Synergy capture

During 2007 synergies in the amount of MNOK 280 have been realized. The main contribution is coming from efficiency improvements in the processing and packaging operations in Norway, Chile and VAP Europe, reduction in management and administration costs globally in addition to lower feed prices and related components. Synergy capture will continue going forward. Despite some delayed projects the synergy potential of MNOK 900 to be achieved by end 2009 is confirmed.

The cost related to restructuring amounted to MNOK 196.3 in 2007 which implies that synergy capture net of restructuring cost amounted to MNOK 83.7.

Balance sheet

The book value of the Group's assets totalled MNOK 23 077.3 at the end of the fourth quarter of 2007. Biomass accounts for MNOK 5 553.9 of the Group's current assets. This is a reduction of MNOK 22.7 since the end of the third quarter. Cash and cash equivalents amount to MNOK 362.6. The book value of farming licences accounts for MNOK 5 566.6 of the Group's fixed assets, while the book value of goodwill amount to MNOK 3 344.6.

Marine Harvest Group Million NOK	12.31 ¹ 2007	09.30 ¹ 2007	06.30 ¹ 2007	12.31 ^{1/2} 2006	09.30 ² 2006
Fixed assets	13 805,1	14 564,9	14 674,0	15 112,7	8 064,4
Current assets	9 272,2	9 287,3	9 351,7	12 104,9	13 976,7
Assets held for sale	0,0	926,9	935,5	640,0	0,0
Total assets	23 077,3	24 779,1	24 961,2	27 857,6	22 041,1
Book equity	12 484,7	13 339,9	13 614,5	13 542,2	12 525,4
Long term liabilities	7 217,9	8 292,0	8 811,5	10 036,1	7 724,7
Current liabilities	3 374,6	3 027,1	2 400,9	4 165,4	1 791,1
Liabilities held for sale	0,0	120,1	134,2	113,9	0,0
Total equity and liabilities	23 077,3	24 779,1	24 961,0	27 857,6	22 041,1
Cash and cash equivalents	362,6	642,9	888,7	2 182,5	331,0
Net interest bearing debt	6 480,0	6 501,3	6 489,3	7 409,3	7 539,1
Equity ratio	54,1 %	53,8 %	54,5 %	48,6 %	56,8 %

1) The balance sheet includes the final purchase price allocation of the Marine

Harvest N.V. operations. Further information is given in notes.

2) The balance sheet reflects the allocation of surplus values in the acquisition of Fjord Seafood.

Further information is given in notes to the accounts later in the report.

Equity

The book value of the Group's equity totalled MNOK 12 484.7 at the end of the fourth quarter of 2007, which gives an equity ratio of 54.1 per cent compared to 53.8 per cent at the end of the third quarter of 2007.

The market value of the Marine Harvest Group at the end of December 2007 was MNOK 12 141.4 which is lower than the book value of the Groups equity. Due to the volatile situation at the Oslo Stock Exchange the value of the equity is further reduced in January 2008. The drop in market value has not affected the estimated value of the assets of the group.

There has been no change in the share capital in the quarter and there are 3 478.9 million shares outstanding. In addition to the negative result in the fourth quarter, the MNOK 855.2 reduction in book equity from the third quarter of 2007 can be ascribed to the dividend (shares in Lighthouse Caledonia ASA) and currency translation effects.

Debt

The Group's net interest-bearing debt decreased by MNOK 21.3 million compared to the third quarter figures.

Marine Harvest Group Million NOK	12.31 2007	09.30 ^{3/4} 2007	06.30 ^{3/4} 2007	12.31 ^{2/3} 2006	09.30 ¹ 2006
Long term int. bearing debt	5 885,4	6 243,2	6 696,8	7 966,7	7 247,6
Short term int. bearing debt	957,2	901,0	681,2	1 625,1	622,5
Total int. bearing debt	6 842,6	7 144,2	7 378,0	9 591,8	7 870,1
- Cash and cash equiv.	362,6	642,9	888,7	2 182,5	331,0
Net interest bearing debt	6 480,0	6 501,3	6 489,3	7 409,3	7 539,1

1) Not including prepayment of Marine Harvest which gives rise to an calculated interest income

2) At year end 2006 NOK 85,5 million is IFRS adjustments of debt that will have no cash effect.

3) Not included NIBD in Pan Fish Scotland as it is reported as discontinued operations at year-end 2006.

Cash flow

Operating activities generated a negative cash flow of MNOK 96.0 in the fourth quarter, a decrease of MNOK 509.8 compared with the same quarter in 2006. Change in inventory, accounts receivable and accounts payable generated cash of MNOK 366.2 in the quarter.

Marine Harvest had net investments of MNOK 212.7 in the fourth quarter 2007. Of this MNOK 214.9 is related to capital expenditure.

Cash at the end of the quarter amounted to MNOK 362.6.

Marine Harvest Group Million NOK	Q4 ¹ 2007	Q4 ¹ 2006	2007	2006 ¹
Cash from operations	-96,0	413,8	659,6	2 342,6
Cash from investments	-212,7	-78,0	-687,5	-486,6
Cash from financing	-2,3	24,8	-1 725,1	-1 340,6
Net cash flow in period	-311,0	360,6	-1 753,1	515,4
Currency effects	30,8	-2,9	-66,9	36,4
Cash at end of period	362,6	2 182,5	362,6	2 182,5

1) The figures for 2006 are pro forma figures for the combined operations of

Pan Fish, Fjord Seafood and Marine Harvest. The major assumptions used

when preparing the pro forma figures are presented in the notes to

the accounts in this report.



Lighthouse Caledonia ASA listed on Oslo Axess

On 19 December 2007 the Board of the Oslo Stock Exchange approved Lighthouse Caledonia for listing on Oslo Axess. The shares in Lighthouse Caledonia were distributed to Marine Harvest's shareholders as dividend and has been traded on Oslo Axess since 21 December 2007. Further details can be found in note 3 on discontinued operations.

New CEO

Åse Aulie Michelet is appointed CEO in Marine Harvest and will take up the position as of 1 March 2008. Leif Frode Onarheim will from the same time step down and resume his position as deputy chairman of the board. Aulie Michelet has broad international management experience. She comes from a global position as Executive Vice President GE Healthcare, Manufacturing and Supply chain and President GE Healthcare AS (Norway), a position she has held since 2004.

Previously Aulie Michelet has served in various positions in the fields of research in biology, production and marketing at Nycomed, subsequently Nycomed Amersham since 1979. Aulie Michelet has a M.Sc. Pharmacy from the University of Oslo (1978).

Total return swaps (TRS) with exposure to own shares

Marine Harvest entered into total return equity swaps (TRS) with exposure to own shares in December 2007. The TRS expire at 28 May 2008. In total the group is exposed to 17 100 000 own shares. According to IFRS the TRSs are classified as financial liabilities. For further details please refer to note 9.

WTO decision on dumping charges

WTO gave in November its final ruling on the dumping charges made by the EU against Norwegian salmon industry. The final ruling is the same as the interim decision in August where the court sustained 22 of the 37 claims. Even though the WTO ruling supported substantial parts of the Norwegian claims, it is still unclear what the final outcome of the EU dumping case will be. The EU is still evaluating the ruling.



Market development¹

Supply

Estimated volume of atlantic salmon supplied to the global market in the fourth quarter 2007 was 396 400 tonnes wfe. Compared to the same quarter last year, this is an increase of 9 %. Compared to Q3 2007 it is an increase of 22 %. The total volume salmon supplied in 2007 was approximately 1 228 000 tonnes, an increase of 143 000 tonnes from last year. In Norway it is estimated that the volume in 2007 increased by 20 % compared to 2006, while the volume from Chile was down 2 % compared to 2006. North America produced about the same volume in 2007 as in 2006, while UK and the Faroes increased the production by approximately 10 000 tonnes each.

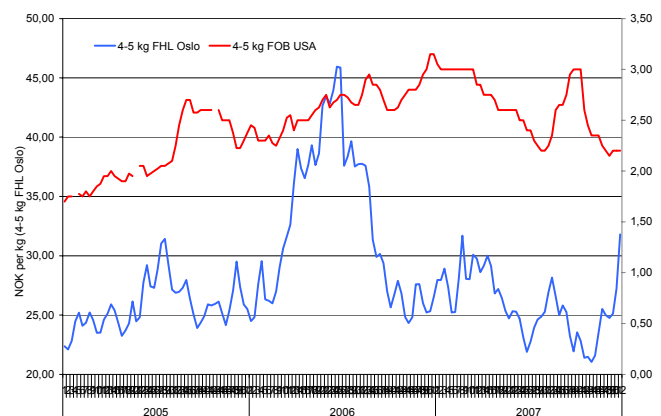
For trout and coho, the production has been stable in the fourth quarter compared to the same quarter last year. Globally, the 2007 production of trout was up 17 % and the production of coho was up 8% compared to 2006.

Markets - Atlantic salmon

In the fourth quarter the FHL price pr kg moved between NOK 20 and NOK 25 but increased up towards NOK 30 in the last two weeks of the year. The average price in the fourth 2007 quarter ended at NOK 22.79 which was a reduction from NOK 24.33 in the third quarter. The average price in the fourth quarter 2006 was NOK 25.89. The average price for the year for Norwegian salmon delivered FCA Oslo ended at NOK 24.74. This is a reduction of 31 % compared to 2006, but the prices were close to the prices in 2005 when the volume was 25 % lower. Even though the supply has increased, the price level has developed satisfactorily in 2007.

Prices in the American market continued to decline in the fourth quarter, both for Canadian salmon delivered in Seattle and Chilean filets delivered in Miami. In addition to declining prices the weakening exchange rate between USD and CAD affected the Canadian operations since the main part of the Canadian volume is sold in the American market.

Price for Atlantic salmon (HOG) in Norway and the USA



EU

The growth in 2007 ended at approximately 9 % for the year. The total supply of Atlantic salmon in this market is estimated to approximately 712 000 tonnes in 2007.

USA

After a rather low growth in the first 6 months (+ 5 %), the growth in the second half of 2007 is estimated to 12 % compared to second half last year. The growth has developed as a result of increased supply from all the large production countries. The increase in supply of Chilean salmon has been more limited, but is estimated to be approximately 10 000 tonnes for 2007.

Russia

The Russian market showed strong growth throughout 2007 with 42 % and 30 % growth in the first and second half of 2007 respectively, compared to 2006. In total the supply ended at close to 71 000 tonnes of which 58 000 tonnes came from Norway. Norway increased the supply to Russia with 57 % in 2007. The supply from Chile is

¹ Source: Kontali Analyse AS



reduced both as a result of the disease problems and increased supply from Norway. Norwegian salmon sold to Russia achieved the same prices as in the Norwegian market in 2007.

Other markets

Other markets such as Eastern Europe, South America and South East Asia all show a positive development in the demand for Atlantic salmon. Important new markets as Brazil and South America have grown by 32 % and 11 % respectively. Ukraine is one of the fastest growing markets with a growth of 45 % in 2007 compared to 2006.

Wild catch Salmon

Wild catch reached in 2007 the highest level in more than a decade. Particularly Russia and USA contributed to the growth with an increase of 102 000 tonnes (+40%) and 80 000 tonnes (+25%) compared to 2006. Total estimated volume of wild catch salmon in 2007 is 1 031 000 tonnes; which is 23% more than the average catch the last 10 years. A large share of the catch in 2007 was "pink salmon". The catch of "pink salmon" varies extremely between years, and is expected to be lower again in 2008. Wild catch affects the demand for farmed atlantic salmon.

Outlook

The Board of Directors is pleased by the results of VAP Europe, the farming operations of Norway, and some of the smaller entities (the Faroes, Ireland and Halibut).

Marine Harvest expects to harvest a volume of 308 000 tonnes of salmonoids in 2008 of which 70 000 tonnes will be harvested in the first quarter.

The company is facing severe operational challenges with respect to the biological situation (ISA) in region 10 in Chile. As a result of the situation a plan for redesign of the operations in Chile is prepared for immediate implementation. This will imply a significant downward adjustment of the harvest and activity in region 10 in the period 2008 - 2010 to facilitate the return to a sustainable and profitable operation. The harvest in region 11 will gradually be built up starting in 2009. A fundamental restructuring of our freshwater, seawater and processing facilities will be necessary. The Board expects that the industry in Chile, in cooperation with the authorities, will take the actions needed to rectify the serious consequences of the ISA outbreaks.

The global supply of atlantic salmon is expected to grow by 1 - 2 % in 2008, significantly lower than in 2007 mainly as a result of the challenging situation for the industry in Chile. In light of the limited supply growth the Board of Directors expect an improved market balance for salmon both for the EU and USA in 2008.

Oslo, 14 February 2007

The Board of Directors of
Marine Harvest ASA

PROFIT AND LOSS ACCOUNT	NOK million	Note	Q4. 07 ³	Q4. 06 ¹	2007 ³	2006 ¹	Q4. 06 ²	2006 ²
			ACTUAL	PRO FORMA	ACTUAL	PRO FORMA	ACTUAL	ACTUAL
Operating income			3 721,5	4 477,1	14 073,0	15 857,1	2 073,2	5 640,5
Costs of goods sold		5	-2 965,9	-2 597,1	-9 182,2	-8 634,7	-1 098,4	-2 784,8
Restructuring expenses		7	-34,8	-63,0	-196,3	-75,2	-41,4	-41,4
Other operating expenses			-844,9	-899,4	-3 482,1	-3 603,3	-568,0	-1 710,7
EBITDA before fair value adj. on biomass			-124,1	917,6	1 212,4	3 543,9	365,4	1 103,6
Depreciation			-243,6	-214,5	-792,7	-720,3	-85,7	-305,5
Write-downs			0,0	0,0	-12,1	0,0	0,0	0,0
EBIT before fair value adj. on biomass			-367,7	703,1	407,6	2 823,6	279,8	798,1
Fair value adjustment on biomass		4	309,4	2,8	-354,0	98,6	14,9	40,0
EBIT (operating profit)			-58,3	705,9	53,6	2 922,2	294,7	838,1
Income from associates		8	47,9	72,4	66,6	137,9	-0,6	23,7
Other financial income			17,1	66,6	44,3	68,9	0,0	3,8
Net interest expenses			-122,3	-154,5	-380,9	-468,4	-6,8	-23,5
Net agio			48,6	-36,5	419,3	-27,7	194,8	169,8
Other financial expenses			-46,4	6,9	-52,0	-17,2	-161,2	2,5
EBT (earnings before tax)			-113,4	660,7	150,9	2 615,8	321,0	1 014,5
Taxes on profits			0,7	99,2	-70,7	-186,5	-13,6	-36,2
Change in deferred taxes			22,6	629,8	-40,8	523,5	795,6	768,5
Profit for the period, continued operations			-90,1	1 389,7	39,4	2 952,8	1 103,0	1 746,8
Profit from discontinued operations (PF Scotland and FS Scotland)		3	2,9	9,0	24,9	115,7	3,8	107,0
Net profit in the period			-87,2	1 398,7	64,3	3 068,5	1 106,8	1 853,8
Minority share of profit			-0,5	1,5	-1,3	5,0	0,5	3,4
Profit to the shareholders of Marine Harvest ASA			-86,7	1 397,2	65,6	3 063,5	1 106,3	1 850,4
Earnings per share (NOK)			-0,03	0,40	0,02	0,88	0,32	0,61
Diluted earnings per share (NOK)			-0,03	0,40	0,02	0,88	0,32	0,61

- 1) The pro forma figures include Fjord Seafood and Marine Harvest N.V for the full period of 2006. In notes to the accounts the principles applied for the preparation of the pro forma figures are described. Depreciation charges are not adjusted to reflect the final Marine Harvest PPA.
- 2) The actual figures for the group in 2006 do not include the former Marine Harvest N.V operations as these were taken over at year-end 2006. Furthermore the actual figures for the group for 2006 only include the former Fjord Seafood operations from the second quarter of 2006.
- 3) The 2007 Profit and loss figures is revised as a result of the final PPA from the purchase of Marine Harvest. This has lead to an increase in depreciation. For further information please refer to note 11 in this report.

CASH FLOW STATEMENT	NOK million	Note	Q4. 07	Q4. 06 ¹	2007	2006 ¹	Q4. 06 ²	2006 ²
			ACTUAL	PRO FORMA	ACTUAL	PRO FORMA	ACTUAL	ACTUAL
EBIT before fair value adjustment on biomass (excl operations held for sale)			-367,7	703,1	407,6	2 823,6	279,8	798,1
Adjustment for depreciation and write-downs			243,7	214,4	804,9	720,3	85,7	305,5
Change in inventory, acc. payables and acc. receivables		5	366,2	-808,0	361,5	-1 281,8	58,1	-703,9
Taxes paid, including tax deposits			-57,0	-85,6	-271,5	-133,4	0,0	-32,0
Other adjustments			-281,3	389,9	-642,9	213,9	-309,4	156,7
Cash flow from operations			-96,1	413,8	659,6	2 342,6	114,2	524,4
Proceeds from sale of fixed assets			16,1	41,1	87,5	100,3	0,3	46,4
Payments made for purchase of fixed assets			-214,9	-165,3	-697,9	-736,4	-125,4	-294,7
Proceeds from sale of shares and other investments			5,0	26,6	207,0	230,5	0,0	6,8
Purchase of shares and other investments			-18,9	19,6	-284,1	-81,0	-19,3	-42,4
Cash flow from investments			-212,7	-78,0	-687,5	-486,6	-144,4	-284,0
Proceeds from new interest-bearing debt (short and long)			107,8	-499,8	1 548,7	777,5	214,2	7 309,3
Down payment of interest-bearing debt (short and long)			-13,7	613,0	-2 946,8	-1 726,3	-177,4	-2 894,5
Interest and financial items paid			-96,4	-91,9	-340,1	-402,2	-100,9	-317,0
Net cash effect on business combinations			0,0	0,0	0,0	0,0	-306,5	-12 237,2
Equity paid-in (share issue and sale of own shares)			0,0	3,5	13,1	10,4	6,9	9 919,9
Cash flow from financing			-2,3	24,8	-1 725,1	-1 340,6	-363,7	1 780,3
Net change in cash & cash equivalents in period			-311,1	360,5	-1 753,1	515,4	-393,9	2 020,7
Cash & cash equivalents - opening balance			642,9	1 823,2	2 182,5	1 629,1	774,6	151,1
Currency effects on cash - opening balance			30,8	-2,9	-66,9	36,4	17,5	9,0
Cash & cash equivalents - closing balance total			362,6	2 180,9	362,6	2 180,9	330,3	2 180,9

- 1) The pro forma figures include Fjord Seafood and Marine Harvest N.V for the full period of 2006. It is assumed that all financing and debt taken on by Marine Harvest ASA were established at the start of the period. In notes to the accounts the principles applied for the preparation of the pro forma figures are described.
- 2) The actual figures for the group in 2006 do not include the former Marine Harvest N.V. As it was acquired only at year-end 2006. Actual figures only include Fjord Seafood operations from the start of the second quarter of 2006.
- 3) Reworked (simplified) from 2006 to reflect cash flow without including Pan Fish Scotland which is held for sale.
- 4) In Chile tax has been prepaid (based on income in 2006) at total of MNOK 46. In addition taxes for 2006 has been paid in the amount of MNOK 161

BALANCE SHEET	NOK million	Note	12.31.07	09.30.07 ¹	06.30.07 ¹	03.31.07 ¹	12.31.06 ¹
Licences		1	5 566,6	5 760,2	5 816,8	5 825,7	5 913,4
Deferred tax assets			27,0	626,6	683,3	644,4	617,5
Goodwill		1/6	3 344,6	3 390,5	3 481,6	3 521,9	3 554,5
Other intangible assets			135,9	164,6	178,4	206,5	224,0
Machinery, buildings etc.			3 894,7	3 831,8	3 946,1	3 958,3	4 211,8
Shares and other non-current assets			836,3	791,2	567,8	575,8	591,5
Total fixed assets			13 805,1	14 564,9	14 674,0	14 732,6	15 112,7
Inventory		5	917,4	992,4	1 132,2	1 079,0	955,7
Biological assets		4/5	5 553,9	5 576,6	5 251,5	5 937,5	6 311,7
Accounts receivable			1 883,4	1 401,4	1 683,3	1 705,4	2 443,7
Other current receivables			554,9	674,0	395,9	506,7	211,3
Cash and cash equivalents			362,6	642,9	888,7	961,8	2 182,5
Total current assets			9 272,2	9 287,3	9 351,6	10 190,4	12 104,9
Asset held for sale		3	0,0	926,9	935,5	923,4	640,0
Total assets			23 077,3	24 779,1	24 961,1	25 846,4	27 857,6
Share capital			2 609,2	2 609,2	2 609,2	2 609,2	2 604,5
Other equity			9 893,8	10 710,6	10 982,2	11 181,4	10 917,7
Minority interest			-18,3	20,1	23,1	20,4	20,0
Total equity			12 484,7	13 339,9	13 614,5	13 811,0	13 542,2
Deferred taxes			1 199,7	1 888,6	1 937,3	1 912,2	1 866,8
Long-term interest bearing debt			5 885,4	6 243,2	6 696,8	6 829,1	7 966,7
Other long-term liabilities			132,8	160,2	177,4	200,0	202,6
Total long term debt and liabilities			7 217,9	8 292,0	8 811,5	8 941,3	10 036,1
Short-term interest bearing debt			957,2	901,0	681,2	857,7	1 625,1
Accounts payable			1 349,7	1 038,0	983,8	1 077,4	1 787,4
Other short term liabilities			1 067,7	1 088,1	735,9	1 006,7	752,9
Total short-term liabilities			3 374,6	3 027,1	2 400,9	2 941,8	4 165,4
Liabilities held for sale		3	0,0	120,1	134,2	152,3	113,9
Total equity and liabilities			23 077,2	24 779,1	24 961,1	25 846,4	27 857,6

1) The balance sheet includes the final purchase price allocation related to the Marine Harvest N.V acquisition (completed at year-end 2007) as well as the Fjord Seafood acquisition (completed in the first quarter of 2007). For further information please refer to note 11 to this report.

CHANGES IN EQUITY	NOK million	2007	2006
Total equity at start of period		13 542,2	1 778,3
Gains and losses charged to equity in period			
Costs related to capital increases			-199,6
Taxes on costs charged directly to equity			-4,5
Change in fair value of cash flow hedges	97,0		0,0
Currency translation effects	-950,4		-24,4
Change in minority interest	-1,6		
Deferred tax directly towards equity	6,3		
Dividend pay-out Lighthouse Caledonia ASA	-302,7		
One-time effect of PPA Marine Harvest	0,0		1,1
Other gains and losses charged directly to equity	16,5		20,5
Total gains and losses charged directly to equity in period		-1 134,9	-206,9
Profit for the period to equity		64,3	1 853,8
Total recognised gains and losses in period		-1 070,6	1 646,9
Equity transactions between the company and its shareholders			
New equity received from option exercise by employees		13,1	10,4
Share capital increases		0,0	10 106,6
Total equity from shareholders in period		13,1	10 117,0
Total changes in equity in period		-1 057,5	11 763,9
Total equity at end of period		12 484,7	13 542,2

KEY FIGURES	Q4. 07	Q4. 06 ¹	2007	2006 ¹	Q4. 06 ²	2006 ²
	ACTUAL	PRO FORMA	ACTUAL	PRO FORMA	ACTUAL	ACTUAL
Number of shares at end of period (mill)	3 478,9	3 472,6	3 478,9	3 472,6	3 467,7	3 472,6
Earnings per share (NOK)	-0,03	0,40	0,02	0,88	0,32	0,61
Diluted earnings per share (NOK)	-0,03	0,40	0,02	0,88	0,32	0,61
EBITDA before fair value on biomass (NOK million)	-124,1	917,6	1 212,4	3 543,9	365,4	1 103,6
EBIT before fair value on biomass (NOK million)	-367,7	703,1	407,6	2 823,6	279,8	798,1
Equity ratio (%)	54,1 %		54,1 %		48,6 %	48,6 %
Net interest bearing debt (NIBD) (NOK million)	6 480,0		6 480,0		7 409,3	7 409,3

1) The pro forma figures include Fjord Seafood entities and Marine Harvest N.V. entities for the full period of 2006. In notes to the accounts, the principles applied for the preparation of the pro forma figures are described.

2) The actual figures for the group in 2006 do not include the former Marine Harvest N.V. operations as these were taken over at year-end 2006. Furthermore the actual figures for the group for 2006 only include the former Fjord Seafood operations from the second quarter of 2006.

Note 1: BASIS FOR THE QUARTERLY REPORT - ACCOUNTING PRINCIPLES

This quarterly report present the financial performance and financial position of Marine Harvest ASA and its subsidiaries (the group), including the group's profit from associated companies and from assets held for sale.

This report has been drawn up in accordance with International Financial Reporting Standards - IFRS, including IAS 34 Interim Reporting. The quarterly report does not contain all information required for a full annual report, and the report should be read in conjunction with the last annual report for the group (2006).

This report has not been subject to any external audit.

The same accounting principles and methods for calculation which were used with respect to the last annual report (2006) have been used in the preparation of this interim report. The Group's accounting principles are described in detail in its annual report for 2006.

The consolidated accounts are based on historical cost, with the exception of items required to be reported at fair value. Of particular relevance are deviations from historical cost in relation to financial instruments and the valuation of live fish.

Preparation of the accounts involves the use of estimates and assumptions. The most important estimates relate to valuation of biomass, valuation of assets and valuation of taxes. All changes in estimates are reflected in the accounts when they occur.

Biological assets refer to fry/smolt and marine-phase fish/live fish. Biological assets are valued in accordance with IAS 41, as a rule at estimated fair value less sales and harvesting costs. Changes in the estimated value of biological assets are presented on a separate line in the profit and loss account. Comparable figures for 2006 has been reworked with respect to IAS 41 compared to what was reported during 2006, ref. comments in the annual report of 2006.

The PPA for the acquisition of Fjord Seafood was concluded by the end of the first quarter 2007, and reported figures have been adjusted as the final distribution of goodwill differed from the provisional allocation. Goodwill was allocated to the business units Norway, Americas and Fjord Seafood Pieters. Currency effects are reflected in the figures from March 2006.

The PPA for the acquisition of Marine Harvest was concluded in December 2007. Previously reported quarterly figures for 2007 have been adjusted as the final distribution of excess values differed from the preliminary purchase price allocation. The major changes to the profit and loss account relates to expensing of customer contracts, expensing of excess value on inventory, as well as increased depreciation of fixed assets. In the balance sheet the major changes relates to more excess value being allocated to fixed assets.

Note 2: PRO FORMA FIGURES**General principles**

The pro forma figures presented in the following are the pro forma figures prepared and presented in previous reports. Pro forma figures have been drawn up to show the company's combined financial results and the most important effects on the accounts in the hypothetical situation that the acquisitions of Fjord Seafood and Marine Harvest N.V. had taken place at the start of the accounting period (start of 2006).

The pro forma figures are based on the companies' published financial statements as independent entities and the financial statements of both Fjord Seafood and Marine Harvest were reported in accordance with IFRS.

Uncertainty attaches to the pro forma figures and the assumptions on which they are based. The underlying

estimates and assumptions are not necessarily the same as those which would have been employed if the transactions had actually taken place before the start of the accounting period.

Combination of figures

The pro forma figures has been prepared by adding together the reported figures from the three former groups, and adjustments has been made related to the acquisition accounting, to elimination of transactions between the entities (if any), and to reversal of profit from associates accounted for by former Pan Fish when owning 27% of Fjord Seafood for a part of the first quarter of 2006. In addition currency effects and interest income on the prepayment for the shares in Marine Harvest N.V. has been reversed in the pro forma accounts.

Furthermore, adjustment has been made to reflect the funding of the acquisitions where by an interest expense has been introduced to reflect the cost of the financing from the start of the pro forma period. Tax expense has been adjusted accordingly.

No adjustments have been made related to the purchase price allocation for the period prior to the actual date of acquisition. Allocation of excess values in the acquisition of Fjord Seafood has been reflected in the Profit and loss account from April 1, 2006. Marine Harvest N.V. is included in the Profit and loss account based on the preliminary purchase price allocation.

Adjustments in pro forma profit and loss account**A) Funding of the acquisition (debt) assumed established by the start of 2006**

When Marine Harvest ASA made the prepayment for the shares of Marine Harvest N.V. new loans of EUR 550 million were established. In the pro forma accounts it is assumed that this debt was established on January 1, 2006, and an interest expense of NOK 36 million has been included in the pro forma accounts to cover the period up to March 2006. From March 2006 interest expense on this debt is included in the actual figures and no further adjustment is made. A tax income of 28% of the interest expense has been included in the pro forma accounts for the first quarter of 2006.

B) Reversal of currency gain and imputed interest on the prepayment for the shares of Marine Harvest N.V.

The accounts of Marine Harvest ASA for 2006 include NOK 231,2 million of currency gain on the prepayment made for the shares of Marine Harvest N.V. In the pro forma accounts it is assumed that shares were taken over on January 1, 2006 and then no such currency gain would occur in the profit and loss account. It has therefore been taken out in the pro forma profit and loss account for 2006. Also imputed interest income on the prepayment of NOK 286,5 million has been reversed for the same reason. These reversals has no tax effects.

C) Profit from associated companies has been adjusted

In the consolidated figures of 2006 Marine Harvest ASA has recognised a profit of NOK 14,6 million as profit from associated companies in the period in which Fjord Seafood ASA was an associated company (end of the first quarter 2006). In the pro forma accounts this profit has been reversed as the full profit of the Fjord Seafood group are included in the pro forma accounts.

D) No adjustments have been done to accommodate for a possible increase in depreciation as a result of fair value allocation to depreciable assets. See further information on effects for 2007 in note 10 to this report.

Adjustments in pro forma cash flow statement**A) Funding of the acquisition (debt) assumed established by the start of 2006**

When Marine Harvest ASA made the prepayment for the shares of Marine Harvest N.V. new loans of EUR 550 million were established. Furthermore Marine Harvest ASA has made new borrowings to refinance debt in the acquired companies. In the pro forma cash flow statement it is reflected that this financing was established prior to the reporting period of 2006. The adjustment is made by reversing the debt established in Marine Harvest ASA. Calculated interest on this financing for the first quarter of 2006 is assumed not paid in the pro forma cash flow statement.

B) In the pro forma cash flow statement it is made adjustments so that the net cash effect on the acquisitions appear to have occurred prior to 2006.

C) In the pro forma cash flow statement it is assumed that all capital increases (except for option exercises) were carried out in the start of the period, and all equity contribution has been reversed in the pro forma figures (e.g. not reported in the cash flow statement).

Pro forma figures of the Profit and loss account and of the Cash flow Statement, as well as for the segments are presented next to the actual figures in the tables earlier in this report. Below is presented the pro forma segment information for the full year 2006.

Segment information ¹ Full year 2006	Operating revenues	EBIT before fair val. adj. biomass and restruct.	Fair value adj. on biomass	Restructuring costs	EBIT (after biomass adj. and restruct.)	Harvested volume (HOG) (tonnes)
NOK million						
Marine Harvest Norway	5 714,8	1 725,5	63,2	0,0	1 788,7	139 933
Marine Harvest Chile/US	4 407,0	889,9	-56,4	-3,2	830,3	104 954
Marine Harvest UK ²	1 348,4	201,2	-43,5	0,0	157,8	34 643
Marine Harvest Canada	1 165,5	227,9	131,6	-3,2	356,3	33 924
Marine Harvest VAP	3 779,0	87,6	0,0	-10,9	76,6	0
Other entities	1 193,1	-230,1	7,7	-57,8	-280,2	8 673
Eliminations and adj.	-1 750,8	-3,2	-4,0	0,0	-7,3	
Group total ²	15 857,1	2 898,8	98,6	-75,2	2 922,2	322 127

1) The segment information for the full year of 2006 are pro forma figures for the combined operations. Neither Fjord Seafood or Marine Harvest N.V. were part of the consolidated group in the first quarter of 2006, as Fjord Seafood was acquired at the start of the second quarter of 2006, and Marine Harvest N.V. was acquired at year-end 2006.

2) Excluding Pan Fish Scotland which is reported as held for sale, but not reworked to reflect also Fjord Seafood UK being held for sale and divested.

Note 3: DISCONTINUED OPERATIONS

Pan Fish Scotland, Fjord Seafood Scotland and some sites previously owned by Marine Harvest Scotland was in Q3 transferred to Lighthouse Caledonia ASA, a subsidiary of Marine Harvest ASA. The shares in Lighthouse Caledonia is in Q4 distributed to Marine Harvest's shareholders as extraordinary dividend and the shares have been traded on Oslo Axess since 21 December 2007. The dividend was NOK 0,095 pr share and valued the shares in Lighthouse Caledonia ASA at NOK 9.50 per share. For every 100 shares owned in Marine Harvest ASA, the shareholders at 29 November 2007 received one share in Lighthouse Caledonia ASA. Marine Harvest withheld some shares in Lighthouse Caledonia in order to pay the withholding tax on dividend to foreign shareholders. The shares will be sold as soon as possible in 2008.

The transaction reduced the book value of equity of Marine Harvest group with NOK 302,7 million. The consolidated result from Lighthouse Caledonia Group in the period where Marine Harvest owned it (11 months) amounted to NOK 24,9 million.

Note 4: SPECIFICATIONS RELATED TO BOOK VALUE OF BIOMASS

Fair value adjustment on biomass in balance sheet	NOK million	12.31.07	09.30.07	12.31.06
Marine Harvest Norway		735,4	216,8	504,1
Marine Harvest Chile/US		-47,9	149,1	364,3
Marine Harvest UK		68,9	67,9	82,0
Marine Harvest Canada		33	46,9	218,4
Marine Harvest Ireland		44	39,4	20,1
Marine Harvest Faroes		19,2	6,3	9,9
Marine Harvest New Species		5,9	22,0	25,1
Total fair value adjustment on biomass in balance sheet		858,5	548,4	1 223,9

Fair value adjustment on biomass in P/L	NOK million	Q4. 07	Q4. 06	2007	2006	2006
		ACTUAL	PRO FORMA	ACTUAL	PRO FORMA	ACTUAL
Marine Harvest Norway		529,4	47,3	234,5	63,5	28,8
Marine Harvest Chile/US		-207,3	110,9	-417,4	-38,6	-24,0
Marine Harvest UK (Excl. Pan Fish Scotland/Fjord Seafood Scotland)		2,9	-110,5	1,9	-43,5	3,1
Marine Harvest Canada		-14,9	-24,8	-188,1	113,9	22,2
Marine Harvest Ireland		3,3	-31,9	24,8	-16,3	0,0
Marine Harvest Faroes		12,8	-2,8	9,7	9,9	9,9
Marine Harvest New Species		-16,5	14,5	-19,3	9,7	0,0
Total fair value adjustment on biomass in P/L		309,7	2,8	-353,9	98,6	40,0

Note 5: WRITE-DOWN OF COST OF BIOMASS AND FINISHED GOODS IN MARINE HARVEST CHILE

In the fourth quarter of 2007 a total of MUSD 86,1 (MNOK 466) has been accounted for as write down of inventory and biomass in Marine Harvest Chile.

Write down of finished goods

The ISA disease has led to substantial challenges for the salmon farming operations in Chile. Harvesting of salmon at smaller sizes for inventory has increased inventory of finished goods, and the harvesting and processing of this harvested fish has been at increased cost. The substantial volume of such fish produced has led to a press on prices as well.

After an in-depth analysis of expected sales price for the finished goods in inventory in Chile, a write-down of the finished goods with MUSD 18,8 (MNOK 102 million) is booked in the fourth quarter of 2007. The write down is included in the PL in the line called cost of goods sold, which also includes change in inventory value from period to period.

Write down of cost in biomass

Marine Harvest has communicated to the financial markets about the difficulties for the salmon farming in Chile with respect to ISA. During the fourth quarter the situation has escalated as informed about also in January 2008. A substantial number of sites are ISA infected or suspected to be ISA infected, and in addition some sites currently not ISA affected are still located in areas where the risk to have ISA going forward is substantial.

The biomass that is ISA infected will be harvested out. As a result this biomass is written down with MUSD 45,9 (MNOK 248) in the fourth quarter. As a result of the planned restructuring of the operations in Chile further culling of fish in high risk areas are expected. The accumulated cost in biomass under suspicion of ISA or with a high risk of having ISA going forward has therefore been written down with MUSD 18,5 (MNOK 100). Finally smolt of trout has been written down with MUSD 2,9 (MNOK 15,6) as it has no value for the operations.

In total the write downs on biomass in the fourth quarter of 2007 in Chile amount to MUSD 67,3 (MNOK 364) and in the Profit and loss statement this is included in the line called cost of goods sold, which also included change in inventory value at cost from period to period.

Note 6: CHANGES IN GOODWILL

	12.31.07	12.31.06
Book value of goodwill at start of period	3 554,4	130,3
Goodwill in Fjord Seafood at consolidation		971,7
Goodwill established at acquisition of Fjord Seafood		1 892,4
Goodwill from acquisition of French operations		14,0
Goodwill from acquisition of Delifish in Chile		46,1
Goodwill in Marine Harvest N.V. at consolidation		120,3
Goodwill allocated in preliminary PPA on Marine Harvest acquisition		988,9
Adjustment to preliminary goodwill due to final purchase price allocation		-557,4
Reclassified goodwill in Pan Fish Scotland, held for sale		-28,1
Currency effects	-209,8	-23,8
Book value of goodwill end of period	3 344,6	3 554,4

Note 7: RESTRUCTURING COSTS

In the fourth quarter of 2007 MNOK 34.9 was expensed as restructuring costs. Of the total, MNOK 6.4 was accounted for by Marine Harvest Norway, all relating to overhead and administration restructuring (IT and legal etc).

In UK restructuring costs amounted to MNOK 5.1 in the fourth quarter. The main elements are freshwater and seawater site closures and decommissioning.

In Chile MNOK 8.7 was expensed as restructuring costs, all relating to overhead and administration restructuring.

In Asia MNOK 14.7 was expensed as restructuring costs. Of this MNOK 8.4 relate to the closure of the Yellowtail business and MNOK 6.3 relate to reorganisation of the sales organisation.

Note 8: INVESTMENTS IN ASSOCIATES

	Purchase price	Book value 1.1.07	Additions 2007	Share of profit 2007	Other adjustments	Dividends received 2007	Book value 31.12.07
Nova Sea AS	205,2	405,2		55,0	-2,6	29,7	427,9
Aqua Farms Vartdal AS	35,6	33,2		11,7	0,3	4,5	40,7
Others	24,8	69,0	0,9	-0,1	9,5	6,9	72,4
Total	265,6	507,4	0,9	66,6	7,2	41,1	541,1

Note 9: TRANSACTIONS WITH RELATED PARTIES**CEO - purchase of shares**

Leif Frode Onarheim (Acting CEO and board member) and related parties, has through market transactions:

- November 16, 2007 acquired 50,000 shares in Marine Harvest at NOK 4,16 per share.

- November 19, 2007 acquired 10,000 shares in Marine Harvest at NOK 3.52 per share. After the trade Onarheim and related parties have 210.000 shares in Marine Harvest.

Members of the board - purchase of shares

On 16 November 2007 Eldbjørg Sture, member of the board, acquired 26000 shares in Marine Harvest at NOK 4,13 per share. Following the trade Sture owns 50 000 shares in the Company.

On 19 November 2007 Svein Aaser (Chairman) acquired 30,000 shares in Marine Harvest at NOK 4.03 per share. Following the trade Aaser has 50,000 shares in the Company.

Key personnel - purchase of shares

On 29 November 2007 Henrik Heiberg, (Finance Director) in Marine Harvest, acquired 100,000 shares in Marine Harvest at NOK 3.40 per share. Following the trade Heiberg has 100,000 shares in the Company.

On 19 November 2007 Petter Gillies (Human Resources Director) acquired 25,000 shares in Marine Harvest at USD 0.67 per share. Following the trade Gillies has 65,000 shares in the Company.

On 16 November 2007 Jørgen Andersen (CFO) acquired 50,000 shares in Marine Harvest at NOK 4.17 per share. Following the trade Andersen has 50,000 shares in the Company.

On 15 November 2007 Thomas Farstad (Director S, B&D) acquired 40,000 shares in Marine Harvest at NOK 4.75 per share. Following the trade Farstad has 40,000 shares in Marine Harvest.

Other shareholders

Geveran Trading, a company indirectly controlled by John Fredriksen, has through market transactions on:

- December 4, 2007 acquired TRS agreements with exposure to 6.000.000 shares in Marine Harvest ASA. The TRS agreements expire June 5, 2008 based on a price of NOK 3.334.

- November 30, 2007 acquired TRS agreements with exposure to 10.000.000 shares in Marine Harvest ASA. The TRS agreements expire June 5, 2008 based on a price of NOK 3.551.

- November 29, 2007 acquired TRS agreements with exposure to 13.000.000 shares in Marine Harvest ASA. The TRS agreements expire June 5, 2008 based on a price of NOK 3.551.

- November 28, 2007 acquired TRS agreements with exposure to 30.000.000 shares in Marine Harvest ASA. The TRS agreements expire June 5, 2008 based on a price of NOK 3.35.

Geveran's ownership in Marine Harvest ASA is following this transactions 1.005.000.000 shares constituting 28.9 percent of the issued share capital. Geveran controls in addition TRS agreements with exposure to totally 59.000.000 shares in Marine Harvest ASA.

Franklin Resources, Inc., on behalf of Franklin Mutual Advisors, LLC ('FMA') acting in the capacity as discretionary investment manager to underlying funds and managed accounts has on 5 December 2007 acquired 4,055,513 shares of Marine Harvest ASA. Following the acquisition, FMA, acting in said capacity, has a total holding of 350,627,456 shares, which equals 10.08 % of the issued shares and votes in Marine Harvest ASA.

Treasury shares

Marine Harvest entered into total return equity swaps (TRS) at

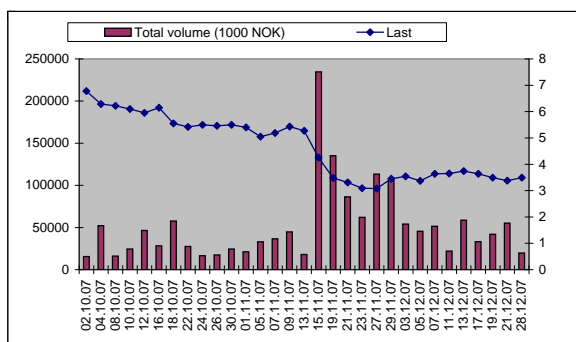
- 18 December 2007 with exposure to 5,600,000 own shares based on an average break even price of NOK 3.775. The TRS expires 28 May 2008.

- 13 December 2007 with exposure to 11,500,000 own shares based on an average break even price of NOK 3.961. The TRS expires 28 May 2008.

Following the transactions Marine Harvest has exposure of 17,100,000 own shares.

Note 10: SHAREHOLDERS AND SHARE PRICE DEVELOPMENT**Overview of the largest shareholders at Dec 31, 2007**

Name of shareholder	No. of shares	%
GEVERAN TRADING CO L	1 005 000 000	28,89 %
BANK OF NEW YORK, BR S/A MSF-MUTUAL DISCO	151 675 028	4,36 %
CITIBANK N.A. A/C VANGUARD WINDSOR	123 820 000	3,56 %
STATE STREET BANK AN A/C CLIENT OMNIBUS D	123 183 492	3,54 %
EUROCLEAR BANK S.A./ 25% CLIENTS	114 655 230	3,30 %
MELLON BANK AS AGENT MELLON BANK NA A/C MELLON NOMINEI	113 266 839	3,26 %
FIDELITY FUNDS	99 549 600	2,86 %
FOLKETRYGDFONDET	98 437 125	2,83 %
JPMORGAN CHASE BANK CLIENTS TREATY ACCOU	82 338 538	2,37 %
STATE STREET BANK AN A/C CLIENT OMNIBUS F	71 418 927	2,05 %
BANK OF NEW YORK, BR S/A MSF-MUTUAL BEACO	66 596 596	1,91 %
FIDELITY FUNDS-EUROP FUND (SICAV)	55 200 000	1,59 %
CITIBANK N.A. A/C FIDELITY PURITAN	51 635 900	1,48 %
BANK OF NEW YORK, BR S/A MSF-MUTUAL QUALI	45 063 555	1,30 %
JPMORGAN CHASE BANK FIDELITY LENDING ACC	44 077 500	1,27 %
STATE STREET BANK AN A/C CLIENT OMNIBUS I	41 464 597	1,19 %
VITAL FORSIKRING ASA OMLØPSMIDLER	29 787 952	0,86 %
STATE STREET BANK AN A/C CLIENT OMNIBUS N	28 735 500	0,83 %
DANSKE BANK A/S 3887 OPERATIONS SEC.	28 263 631	0,81 %
DNB NOR BANK ASA EGENHANDELSKONTO	24 902 854	0,72 %
Top 20 shareholders	2 399 072 864	68,96 %

Share price development at Oslo Stock Exchange (ticker MHG)

Note 11: COMPLETION OF PURCHASE PRICE ALLOCATION (PPA) ON ACQUISITION OF MARINE HARVEST N.V.

In the annual report of 2006 and the first quarter report of 2007 information was provided regarding the completion of the PPA on the acquisition of Fjord Seafood. At that time the PPA on the acquisition of Marine Harvest N.V. was still provisional.

Also the financial reporting made earlier in 2007 were based on a preliminary Purchase Price Allocation (PPA) (IFRS 3). As informed in previous financial reports the reported figures would be reworked when the PPA was completed. The PPA has now been completed. This has led to allocation of fair value to other assets than indicated in the preliminary PPA. The effects from the completion of the PPA are reflected in the figures for the fourth quarter of 2007.

The PPA is reflecting the situation and values at year-end 2006 but the adjustment in the opening balance will give rise to changes in depreciation, operating costs etc also in the periods after year-end 2006. None of the changes in the balance sheet or in the profit and loss account have any cash effect. The effects to the previously presented quarterly income statements are presented below. Increased depreciation and expenses reduces EBIT for the first three quarters in 2007 with MNOK 131.6. The negative effect on EBIT for the fourth quarter is MNOK 41.5. It is expected that EBIT for 2008 will be affected with an amount of MNOK 90.8 due to the finalised PPA.

In the third quarter report it was reflected that the former Fjord Seafood Scotland as well as some farming sites owned by Marine Harvest Scotland were operations held for sale (formed part of the Lighthouse Caledonia Group), and financial information required in the third quarter report was reworked where applicable. Reworked figures due to this element for the first and second quarter of 2007 has not been made public previously (not required). Below the reworked figures also for the first and second quarter of 2007 is presented. It should be noted that this reworking of figures is a regrouping of the profit and loss statement only and net profit for the group remains unchanged. The reworking does not affect cash flow.

The presentations below only specify effects related to the completion of the PPA on the Marine Harvest N.V acquisition.

Excess values in preliminary PPA vs final PPA**Reworked condensed balance sheet 2006**

Balance sheet item	Preliminary PPA	Final PPA	Change	Reworked condensed balance sheet 2006			
				2006 reported	Change of PPA	2006 reworked	
Licences	2 474,0	2 764,9	290,9	Total fixed assets	14 568,0	544,7	15 112,7
Other intangible assets		149,8	149,8	Total current assets	12 097,8	7,1	12 104,9
Goodwill	988,9	431,6	(557,3)				
Machinery, buildings etc		653,7	653,7	Total assets	27 305,8	551,8	27 857,6
Shares and other non-current assets	152,0	159,6	7,6				
Inventory		7,1	7,1				
Deferred taxes	415,0	965,6	550,6	Total equity	13 541,1	1,1	13 542,2
Net equity / Net excess value	3 199,9	3 201,0	1,1	Total long term debt and liabilities	9 485,4	550,7	10 036,1
				Total short-term liabilities	4 165,4	-	4 165,4
				Total equity and liabilities	27 305,8	551,8	27 857,6

Effects from finalisation of PPA on full year EBIT after biomass adjustment (Operating profit)

Increased costs in Q1	-48,6
Increased costs in Q2	-41,5
Increased costs in Q3	-41,5
Increased costs in Q4	-41,5
Total increased cost / reduced EBIT in 2007	-173,0

Estimated effect on EBIT in 2008 due to the completion of the PPA is costs of MNOK 90.8.

Adjustments to previously reported figures

Quarterly figures 2007	Q3 2007			Q2 2007			Q1 2007		
	Previously reported	PPA adjustment	Reworked after final PPA	Previously reported	PPA adjustments	Reworked after final PPA	Previously reported	PPA adjustments	Reworked after final PPA
EBITDA before value adjustment on biomass	142,4	-17,2	125,2	543,1	-17,2	522,9	711,9	-24,3	688,3
EBIT before value adjustment on biomass	-22,3	-41,5	-63,8	378,9	-41,5	338,4	545,1	-48,6	500,7
EBIT after biomass adjustment (Operating profit)	-6,1	-41,5	-47,6	-199,8	-41,5	-242,3	448,4	-48,6	401,8
EBT (earnings before tax)	83,1	-41,5	41,6	-154,5	-41,5	-197,0	466,1	-48,6	419,7
Profit for the period, cont'd operations	10,3	-30,7	-20,5	-116,4	-30,7	-146,8	332,1	-37,8	296,7
Net profit in the period	-30,1	-30,7	-60,9	-94,1	-30,7	-112,1	349,7	-37,8	324,4
Earnings pr share (NOK)	0,0		0,0	0,0		0,0	0,1		0,1
Diluted earnings pr share (NOK)	0,0		0,0	0,0		0,0	0,1		0,1
			Reworked accumulated Q3 07			Reworked accumulated Q2 07			
EBITDA before value adjustment on biomass			1 336,5			1 211,3			
EBIT before value adjustment on biomass			787,4			839,1			
EBIT after biomass adjustment (Operating profit)			124,0			159,4			
EBT (earnings before tax)			276,4			222,6			
Profit for the period, cont'd operations			141,6			149,9			
Net profit in the period			163,6			212,3			
Earnings pr share (NOK)			0,05			0,06			
Diluted earnings pr share (NOK)			0,05			0,06			

