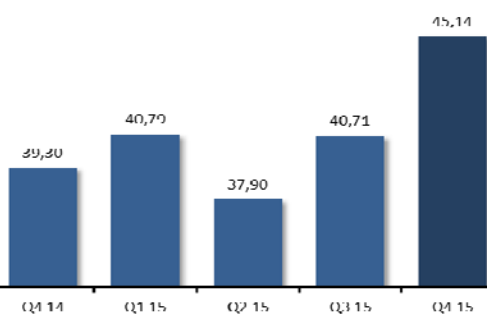


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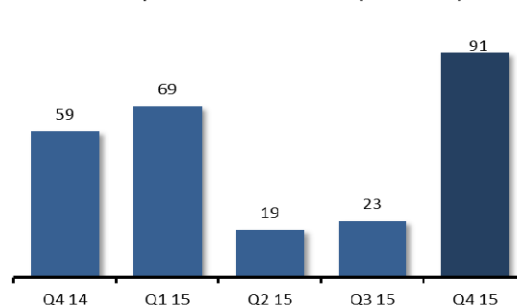
Q4-15



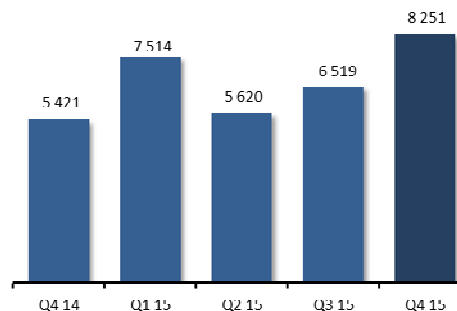
Salmon Price (NASDAQ) (NOK/kg)



Operational EBIT (MNOK)



Harvested volume (HOG)



HIGHLIGHTS Q4 2015

- Operational EBIT of NOK 91 million
 - Operational EBIT per kg of NOK 14.54 in Region North
 - Operational EBIT per kg of NOK 3.63 in Region South
- Harvested volume increased with 52 per cent and sold volume with 13 per cent compared with the corresponding period last year
- Cost of harvested fish decreased from last quarter in Region North
 - Improved feed conversion ratio and biological performance
- Positive operational cash flow of NOK 133 million
 - Net interest bearing debt reduced to NOK 499 million
- Strong salmon market driven by good demand and low supply growth
 - High salmon price in the quarter
 - Expect low long-term global supply growth, which provide good price expectations
- The Board proposes a dividend of NOK 2.60 per share

NORWAY ROYAL SALMON - KEY FIGURES (NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Operating revenues	990 338	781 389	3 210 548	2 599 799
Operational EBITDA	105 778	71 077	255 591	199 475
Operational EBIT	90 850	59 035	201 894	158 064
Income from associates	12 515	5 462	22 754	27 136
EBIT	168 522	136 550	249 065	242 656
EBT	214 391	178 039	270 081	320 707
EPS (NOK) – before fair value adjustments	3,22	2,08	4,99	4,96
ROCE ¹⁾			15,4 %	13,7 %
Net cash flow from operating activities	132 766	-40 019	340 196	95 455
Investments in tangible fixed assets/licences	51 541	125 972	122 750	266 712
Net interest-bearing debt			498 541	639 383
Equity ratio			41,3 %	39,0 %
Volume harvested (HOG)	8 251	5 421	27 903	22 356
Operational EBIT per kg ²⁾	12,63	12,80	9,64	9,98
Volume sold - Sales	20 558	18 173	69 971	59 110

1)ROCE: Return on average capital employed based on 4-quarters rolling EBIT aligned for fair value adjustments / average (NIBD + Equity - Financial assets)

2) Operational EBIT for segments incl margin from sales

FINANCIAL PERFORMANCE

(Figures in brackets = 2014, unless otherwise specified)

Revenues and results

Norway Royal Salmon posted operating revenues of NOK 990.3 million (NOK 781.4 million) in the fourth quarter of 2015, an increase of 27 per cent from the corresponding prior-year period. Operational EBIT for the quarter was NOK 90.9 million (NOK 59.0 million), an increase of NOK 31.8 million. The increase in revenues is due to higher sold volume and higher prices. The increase in operational EBIT was attributable to higher prices and higher volume. The Group recognised fair value adjustments of NOK 65.2 million (NOK 72.1 million), a decrease of NOK 6.9 million.

The farming business harvested 8 251 tonnes (5 421 tonnes) gutted weight in the quarter, an increase of 52 per cent from the corresponding quarter last year. Including allocated margins from sales, Farming achieved an operational EBIT per kg of NOK 12.63 (NOK 12.80). The decrease is due to higher production costs, while higher prices had the opposite effect on EBIT per kg. The Sales business sold 20 568 tonnes (18 173 tonnes), an increase of 13 per cent.

Financial items and share of profit from associates

Result from associates totalled NOK 12.5 million (NOK 5.5 million) in the fourth quarter. NRS' share of fair value adjustments of the biomass after tax amounted to NOK 4.7 million (NOK -2.3 million). Associated farming companies harvested 3 621 tonnes, 85 tonnes less than last year. NRS share of the above figure amounts to 1 310 tonnes, a decrease of 40 tonnes.

A gain of NOK 50.3 million (NOK 48.5 million) on TRS agreements on own shares was posted in the quarter. Net interest expenses for the period were NOK 4.1 million (NOK 6.6 million), a decrease of NOK 2.5 million as a result of lower interest bearing debt in the period.

Balance sheet

At the end of the reporting period, total assets amounted to NOK 2 870 million, an increase of NOK 309 million from the prior quarter end. The change in total assets is attributable to a number of factors. Fixed assets had a net increase of NOK 34.5 million. Fair value adjustments of the biomass increased by NOK 52.7 million, and inventories and biomass at cost increased by NOK 12.5 million. The net increase in inventories and biological assets was NOK 65.2 million. The Group's receivables increased by NOK 86.4 million and bank deposits by NOK 86.5 million.

The Group's net interest-bearing debt decreased by NOK 60.1 million, from NOK 558.6 million at the end of the previous quarter to NOK 498.5 million as of 31 December 2015. The decrease was attributable to an operational EBITDA of NOK 105.8 million, a realised gain on TRS-agreements of a total of NOK 5.5 million and cash settlements from forward contracts on Fish Pool of NOK 37.8 million. Investments in fixed assets of NOK 51.5 million and increased working capital of NOK 36.8 million and a share issue in the associated company Espevær Laks AS of NOK 2.0 million had the opposite effect on the net interest-bearing debt.

As of 31 December 2015, the Group's equity totalled NOK 1 187 million, an increase of NOK 206 million from the end of the previous quarter. The increase is mainly attributable to a total comprehensive income of NOK 205.5 million. At the end of the fourth quarter, the equity ratio was 41.3 per cent. At the end of 2015, the Group has NOK 106 million (NOK 231 million) in tax losses carried forward.



Statement of cash flow

The Group's operating activities generated a positive cash flow of NOK 132.8 million during the quarter, which represents an increase of NOK 172.8 million compared with the corresponding prior-year quarter. The positive cash flow is attributable to an operational EBITDA of NOK 105.8 million, an increase in accounts payables of NOK 69.1 million, a reduction in other receivables of NOK 43.7 million. In addition, the cash settlement on forward contracts generated a cash inflow of NOK 37.8 million. An increase in accounts receivables of NOK 93.4 million and an increase in inventories of NOK 12.5 and a decrease in other payables of NOK 18.7 million had an adverse effect on the cash flow.

Net cash outflows in connection with investing activities in the fourth quarter amounted to NOK 67.9 million (NOK 36.5 million), and is related to payments of NOK 51.5 million for investments in fixed assets, share issue in an associated company and loans to smolt-suppliers of NOK 20.0 million, while a gain on the realisation of TRS-agreements of NOK 5.5 million had a positive effect on the cash flow.

The net cash inflow from financing activities totalled NOK 21.7 million (NOK 92.8 million) in the fourth quarter. Interests paid and instalments amounted to NOK 4.8 million and NOK 12.8 million respectively. Leasing liabilities rose by NOK 43.1 million and the bank overdraft facility decreased by NOK 3.8 million.

SEGMENT INFORMATION

The Group is organised into two business areas; Farming and Sales. The performance of the two business areas is monitored with the overall objective of maximising Operational EBIT per kg and margins.

The Farming business is divided into two geographical segments; Region North and Region South. Norway Royal Salmon monitors overall value creation from operations based on the salmon's source of origin. Consequently, external reporting focuses on measuring the overall profitability of the harvested volume based on source of origin (Operational EBIT/kg). For this reason, the contribution from the sales operations is allocated to Region North and Region South based on the volume harvested in the respective segments.

The Group owns 35 licences for the production of farmed salmon, divided between 29 licences in Region North, located in Senja and western Finnmark, and 6 licences in Region South, located in the area around Haugesund.

The business posted sales revenues of NOK 993.6 million in the fourth quarter (NOK 780.2 million), an increase of 27 per cent. The spot price (NASDAQ) for superior quality during the quarter was NOK 45.14 per kg gutted weight, an increase of 11 per cent from the third quarter of 2015 and an increase of 15 per cent compared with the fourth quarter of 2014. The sales operations experienced an increase in sales volumes of 13 per cent compared with the corresponding prior-year period. 20 558 tonnes (18 173 tonnes) were sold in the fourth quarter. The Sales business achieved operational EBIT before open fixed-price contracts of NOK 7.5 million (NOK 3.2 million), which equates to NOK 0.36 (NOK 0.17) per kg sold volume in the period. The loss on open fixed-price contracts was NOK 0.0 (NOK 1.9 million) in the quarter. The sales operations has not entered into fixed-price contracts in 2015.

The Farming operations harvested 8 251 tonnes (5 421 tonnes) gutted weight in the fourth quarter, an increase of 52 per cent from the corresponding period last year. The estimated harvest volume for 2016 is 27 500 tonnes gutted weight.



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SEGMENT SUMMARY (NOK '000)	Q4 2015		Q4 2014	
	Operational EBIT	Operational EBIT per kg	Operational EBIT	Operational EBIT per kg
Farming	96 727	11,72	66 226	12,22
Sales	7 462	0,90	5 094	0,94
Fixed price contracts	0	0,00	-1 928	-0,36
Sum segments	104 190	12,63	69 391	12,80
Volume harvested (tonnes)	8 251		5 421	

REGION NORTH

Operational EBIT before non-recurring items came in at NOK 98.9 million (NOK 67.6 million), an increase of NOK 31.3 million compared with the same quarter last year. Operational EBIT per kg amounted to NOK 14.54 (NOK 12.84).

6 806 tonnes (5 261 tonnes) were harvested in the region in the fourth quarter, an increase of 29 per cent. The achieved price for the Farming operations was NOK 5.44 per kg higher than in the corresponding period last year.

Production costs for harvested fish was NOK 1.53 lower than in the third quarter of 2015 and NOK 4.06 higher than in the corresponding period last year. The decrease is a result of harvesting fish from the 2014-generation, which have performed better and has lower feed conversation ratio than the 2013-generation. The quality of the harvested fish has been good. Region North achieved expected growth in the quarter. The general fish health situation is good.

The estimated harvest volume for 2016 is 21 400 tonnes gutted weight.

KEY FIGURES (NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Operating revenues	819 733	757 235	2 607 395	2 132 272
Operational EBITDA	110 838	75 243	286 009	226 796
Operational EBIT	98 948	67 574	244 110	205 683
Investment in tangible and intangible assets	50 491	121 054	113 339	198 791
Volume harvested (tonnes)	6 806	5 261	22 971	17 987
Operational EBIT per kg	14,54	12,84	10,63	11,44



REGION SOUTH

Operational EBIT came in at NOK 5.2 million (NOK 1.8 million), an increase of NOK 3.4 million. Operational EBIT per kg amounted to NOK 3.63 (NOK 11.40).

1 445 tonnes (159 tonnes) were harvested in the region in the fourth quarter, an increase of 1 286 tonnes from the corresponding prior-year period. The Farming operations achieved a price NOK 3.40 per kg higher than in the corresponding prior-year period.

The production costs for harvested fish is NOK 1.45 per kg higher than in the third quarter of 2015 and NOK 11.49 higher than in the corresponding period last year. Harvesting was mainly done at the same site in the third and fourth quarter. The production costs at this site have been very high because the fish at the site had the fish disease Pancreas Disease (PD) and AGD earlier in the production period, which have resulted in poor biological performance and high costs. As a result of harvesting from new sites and generations, a gradual reduction in the production cost of harvested fish over the next quarters is expected. Region South achieved slightly lower than expected growth in the quarter. The general fish health and sea lice situation is satisfactory on the fish that are in production now.

Estimated harvest volume for 2016 is 6 100 tonnes gutted weight.

KEY FIGURES (NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Operating revenues	173 903	22 929	568 585	449 774
Operational EBITDA	8 280	4 522	36 655	25 544
Operational EBIT	5 242	1 818	24 933	17 461
Investment in tangible and intangible assets	45	4 912	7 909	67 920
Volume harvested (tonnes)	1 445	159	4 932	4 369
Operational EBIT per kg	3,63	11,40	5,05	4,00

SHARES

As of 31 December 2015 Norway Royal Salmon ASA had 43 572 191 shares, allocated among 1 079 shareholders, an increase of 48 from the end of the previous quarter. At the end of the quarter, the group had 70 885 treasury shares. The share price increased from NOK 63.00 at the end of September 2015 to NOK 80.00 at the end of December 2015. 1 123 878 shares were traded during the quarter.

EVENTS IN THE QUARTER

Contractual rights and TRS agreements for own shares

During the fourth quarter, Norway Royal Salmon has extended TRS (Total Return Swap) agreements. After these transactions Norway Royal Salmon owns or has a contractual right to 3 062 309 shares, which equates 7.03 per cent of the company's share capital.

Sickness absence

At 3.3 per cent, the Group's sickness absence rate increased by 0.6 per cent from the previous quarter. The long-term absenteeism represents a substantial part of the absence.



MARKET CONDITIONS

The total value of salmon exported from Norway in the fourth quarter was NOK 14 billion. This is an increase of NOK 2 billion from the fourth quarter of 2014, which is an increase of 16.5 per cent. Export volumes from Norway increased by 3.6 per cent, which means that most of value increase was due to higher prices. The spot price (NASDAQ) for superior quality salmon was NOK 45.14 (delivered Oslo) per kg. This is the highest spot prices registered in a fourth quarter for 20 years. In the same period last year, the price was NOK 39.30 per kg. The strong price growth is mainly driven by a weaker Norwegian krone, but also prices in EUR increased by 4.5 per cent. Increased global supply combined with increased prices give strong signals about a good underlying market development for Norwegian salmon.

The demand from EU has been good, EU increased import of Norwegian salmon by 5 per cent in the quarter, which is higher than the general supply growth. Most markets in the EU had a good development in 2015 compared to last year. Especially in the Spain, Holland, Sweden and Lithuania have the volumes increased substantially. The growth is respectively 11 per cent, 15 per cent, 8 per cent and 21 per cent. Poland is the biggest market for Norwegian salmon with a market share of 14 per cent, followed by France with 13 per cent.

Eastern Europe has had a clear decline in imports of Norwegian salmon the last quarters and compared with last year the volumes fell by 22 per cent in the fourth quarter. The main reason to the volume reduction is lower export to Belarus and Ukraine. The strong growth to Turkey and Georgia continued in the fourth quarter. Eastern Europe had a market share for Norwegian salmon of only 3 per cent.

Demand from Asia has had a strong development for a long time, but in the third quarter volumes decreased slightly. Thus, it was good to see that the volumes to the region started to increase again in the fourth quarter. The growth in Asia is mainly driven by a growth of 34 per cent compared to last year in the Middle East. All the 10 countries in the Middle East show strong growth, but it is the growth of 39 per cent in Israel that is dominating. Volumes to South East Asia fell by 11 per cent in the quarter because of lower volumes to Hong Kong and Thailand. One of the reasons for the decline for Norwegian salmon in South East Asia is that other nations increased their volumes to the region. Despite tougher competition from Chile at the current price levels in Asia and the trade issues with China continuing, we believe the underlying demand for salmon in the region is good.

Demand for salmon in North America continued to be very strong and import increased by 14 per cent compared to the same period last year, driven by a strong demand for Norwegian salmon in the US. Weaker NOK against USD and trade barriers in Russia and China, give good possibilities for Norwegian salmon in the region.

The NRS' Sales operations had a satisfactory and substantially better profitability than last year, in the fourth quarter. Good price achievement, lower losses on receivables and higher volumes than at the same time last year has contributed positively to the profitability of the sales operations. The Group currently has no open fixed price contracts and the fish was sold at spot prices in the fourth quarter. The growth in sold volumes of 13 per cent compared with the same period last year was driven by a growth of 21 per cent to the Western Europe market, as well as some growth to Norway and the markets in Asia and USA. The export to Eastern Europe from NRS continues to fall and fell by 35 per cent in the fourth quarter compared with the same period last year. In 2015, the NRS' Sales operation sold nearly 70 000 tonnes, which is a new record in yearly volume. For 2015 Asia accounted for 17 per cent of the export volumes from NRS, while the USA accounted for 1 per cent. As a result of the loss of volumes to Eastern Europe the share to Western Europe has increased to 72 per cent in 2015. The share to Eastern Europe was 9 per cent. Domestic volume amounts to 12 per cent of the total sold volume.



OUTLOOK

Harvested volume for the quarter was 8 251 tonnes, equal to what was previously estimated. The estimated harvest volume for 2016 is 27 500 tonnes. The farming operations has hedged prices for 3 000 tonnes of the volume for 2015.

In the fourth quarter, the supply of salmon from Norway increased with 3.6 per cent and the salmon prices in EUR for Norwegian salmon increased with 5 per cent. Because of a weaker Norwegian krone the prices on Norwegian salmon increased by 14 per cent. For 2016, it is expected a decrease in volume of approximately 3 per cent from Norway and globally. For 2017, a weak growth from 2016 is expected. A continued low supply growth and a good work in the markets provides the basis for a positive market outlook for the industry. Large currency movements create uncertainty in some markets, although the underlying demand is perceived as good in most markets we trade.

NRS was awarded 10 new licenses in 2014. This gives a possibility for 40 per cent organic growth and a more sustainable production for NRS. NRS believe we are well positioned to achieve and succeed with this in the Region North. Given the market outlook in the coming years with low supply growth, NRS expect that the new licenses will contribute positively to the Group's results. NRS is satisfied that the farming operations are primarily located in Troms and Finnmark, where there are good conditions for the production of salmon at low production costs. The allocation of new licenses further strengthens this position. The Group has made significant investments in fixed assets in recent years and the new licenses are paid. In 2016 NRS expect to invest an additional 75 million in fixed assets and NOK 230 million in biomass-increase related to this growth.

For fiscal year 2015 the Board proposes a dividend of NOK 2.60 per share.

Trondheim, 15 February 2016

Helge Gåsø
Chair

Kristine Landmark
Vice Chair

Marianne E. Johnsen

Inge Kristoffersen

Endre Glastad

Trude Olafsen

Charles Høstlund
CEO



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INCOME STATEMENT

(NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Operating revenues	990 338	781 389	3 210 548	2 599 799
Cost of goods sold	823 296	645 493	2 707 071	2 175 278
Salaries	34 910	30 055	113 268	104 557
Depreciation	14 928	12 041	53 697	41 412
Other operating costs	26 355	34 764	134 618	120 488
Operational EBIT	90 850	59 035	201 894	158 064
Fair value adjustments	65 157	72 053	24 416	57 456
Income from associates	12 515	5 462	22 754	27 136
EBIT	168 522	136 550	249 065	242 656
Gain/loss on financial assets	50 252	48 334	45 200	100 262
Other net financial items	-4 382	-6 845	-24 184	-22 211
EBT	214 391	178 039	270 081	320 707
Tax	-18 853	-33 775	-32 498	-52 422
Net profit/loss	195 538	144 264	237 582	268 284
Profit attributable to:				
Parent company shareholders	184 806	140 788	229 633	254 348
Minority interests	10 732	3 477	7 950	13 936
Earnings per share (NOK)	4,25	3,24	5,28	5,85
Earnings per share - diluted	4,25	3,24	5,28	5,85

EXTENDED INCOME STATEMENT

(NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Net profit/loss	195 538	144 264	237 582	268 284
Items to be reclassified to profit or loss:				
Cash Flow hedges (net)	5 219	-20 011	-362	-18 306
Items not to be reclassified to profit or loss:				
Actuarial gains/(losses) on defined benefit plans (net)	4 749	-6 665	4 749	-6 665
Total comprehensive income	205 506	117 588	241 970	243 313
Total comprehensive income attributable to:				
Parent company shareholders	194 774	114 111	234 020	229 377
Minority interests	10 732	3 477	7 950	13 936



BALANCE SHEET

(NOK '000)	31.12.2015	30.09.2015	31.12.2014
Intangible assets	648 887	648 887	648 887
Property, plant and equipment	357 948	321 425	289 052
Non-current financial assets	190 385	155 871	155 051
Non-current assets	1 197 221	1 126 182	1 092 990
Inventory and biological assets	870 559	805 349	848 944
Receivables	601 126	514 715	596 035
Bank deposits, cash	201 339	114 804	61 494
Current assets	1 673 024	1 434 868	1 506 472
TOTAL ASSETS	2 870 245	2 561 051	2 599 462
Share capital	43 502	43 502	43 539
Other equity	1 070 287	875 084	905 587
Non-controlling interests	72 730	61 998	64 781
Equity	1 186 519	980 583	1 013 907
Pensions	12 480	18 733	18 733
Deferred tax	303 485	284 286	272 742
Provisions	315 965	303 019	291 476
Long-term interest-bearing debt	653 361	625 111	518 788
Short-term interest-bearing debt	46 519	48 269	182 089
Trade payables	530 430	461 337	426 331
Tax payable	3 180	74	2 031
Other current liabilities	134 271	142 659	164 842
Current liabilities	714 400	652 338	775 293
TOTAL EQUITY AND LIABILITIES	2 870 245	2 561 051	2 599 462



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STATEMENT OF EQUITY

31.12.2015	<u>Equity allocated to parent company shareholders</u>				Non-controlling interests	Total equity
	Share capital	Treasury shares	Retained earnings	Total		
(NOK '000)						
Equity at 01.01.2015	43 572	-34	905 587	949 126	64 781	1 013 907
Total comprehensive income	0	0	234 020	234 020	7 950	241 970
Transactions with shareholders						
Dividend	0	0	-65 353	-65 353	0	-65 353
Share based payment	0	0	-1 249	-1 249	0	-1 249
Purchase/sale of treasury shares	0	-37	-2 552	-2 589	0	-2 589
Other changes	0	0	-165	-165	0	-165
Total transactions with shareholders	0	-37	-69 319	-69 356	0	-69 356
Equity at 31.12.2015	43 572	-71	1 070 288	1 113 791	72 731	1 186 519

31.12.2014	<u>Equity allocated to parent company shareholders</u>				Non-controlling interests	Total equity
	Share capital	Treasury shares	Retained earnings	Total		
(NOK '000)						
Equity at 01.01.2014	43 572	-30	771 090	814 632	54 355	868 989
Total comprehensive income	0	0	229 377	229 377	13 936	243 313
Transactions with shareholders						
Dividend	0	0	-93 332	-93 332	0	-93 332
Share based payment	0	0	-1 137	-1 137	0	-1 137
Dividend to non-controlling interests	0	0	0	0	-3 511	-3 511
Purchase/sale of treasury shares	0	-4	-248	-252	0	-252
Other changes associated companies	0	0	-163	-163	0	-163
Total transactions with shareholders	0	-4	-94 880	-94 884	-3 511	-98 395
Equity at 31.12.2014	43 572	-34	905 587	949 126	64 781	1 013 907



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STATEMENT OF CASH FLOW

(NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Operational EBIT	90 850	59 035	201 894	158 064
Adjusted for:				
Tax paid	0	-7 589	-2 031	-8 313
Depreciation	14 928	12 041	53 697	41 412
Gains (-)/ losses (+) on disposal of non-current assets	-2	252	-1	802
Share based payment	430	552	-1 249	-1 137
Pension costs with no cash effect	78	-716	78	-716
Change in inventory / biomass	-12 477	-69 622	-24 423	-129 180
Change in debtors and creditors	-24 282	-36 053	25 101	33 844
Change in other current assets and other liabilities	63 241	2 080	87 130	680
Net cash flow from operating activities	132 766	-40 019	340 196	95 455
Cash flow from investing activities				
Proceeds from sale of property, plant and equipment	90	0	157	0
Payments for purchase of PPE and licenses	-51 541	-35 972	-212 750	-176 712
Proceeds from investments in non-current financial assets	5 555	0	127 999	14 722
Payments for investments in non-current financial assets	-2 000	-500	-4 641	-500
Change in loans to associates and others	-20 000	2	-18 200	127
Net cash flow from investing activities	-67 896	-36 470	-107 435	-162 363
Cash flow from financing activities				
Receipts from new long-term debt	43 107	116 784	185 259	474 722
Long-term debt repayments	-12 808	-9 651	-43 681	-277 236
Net change in overdraft	-3 799	-8 149	-142 576	-4 223
Purchase and sale of treasury shares	0	0	-2 589	-252
Interest paid	-4 834	-6 180	-23 976	-21 499
Dividend payment	0	0	-65 353	-96 845
Net cash flow from financing activities	21 666	92 804	-92 916	74 667
Net increase (+)/ decrease (-) in cash & cash equivalents	86 535	16 315	139 845	7 760
Cash and cash equivalents - opening balance	114 804	45 179	61 494	53 734
Cash and cash equivalents - closing balance	201 339	61 494	201 339	61 494

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Accounting principles

These condensed, consolidated interim financial statements have been drawn up in accordance with International Financial Reporting Standards (IFRSs) and such interpretations as are determined by the EU and published by the International Accounting Standards Board, including the interim reporting standard (IAS 34). The interim financial statements do not include all the information required of an annual financial report and must therefore be read in conjunction with the consolidated financial statements for the 2014 financial year.

The condensed consolidated interim financial statements have not been audited. As a result of rounding differences, numbers or percentages may not add up to the total.

The consolidated financial statements for the Group for the year 2014 are available upon request from the company's head office at Ferjemannsveien 10, Trondheim or at www.norwayroyalsalmon.com.

The Group's accounting principles in this interim report are the same as described in the annual financial report for 2014 with the exception of standards and interpretations referred to in note 1 of the annual financial report for 2014. None of these standards or interpretations have affected the consolidated financial statements for 2015.



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NOTES TO THE FINANCIAL STATEMENTS

NOTE 2: Segment information

Operating segments are identified based on the reporting used by Group management to assess performance and profitability at a strategic level. The Group management is defined as the chief operating decision-makers.

The Group's business areas are divided into the Sales and Fish farming. The Sales segment includes the purchase and sale of salmon. The fish farming business includes salmon farming and harvesting activities. The fish farming business is divided into two regions: Region North, which consists of the fish farming business in Troms and West Finnmark; and Region South, which consists of the fish farming business in the area around Haugesund. Transactions between the segments are made at market terms. Group management reviews monthly reports in connection with the segments. Performance is evaluated based on operating results (EBIT) per segment.

(NOK '000)	Sales		Region North		Region South		Eliminations/other		Total	
	Q4 2015	Q3 2014	Q4 2015	Q3 2014	Q4 2015	Q3 2014	Q4 2015	Q3 2014	Q4 2015	Q3 2014
Total sales revenues	993 256	779 738	289 790	195 419	64 406	6 565	-3 298	1 225	1 344 154	982 947
Internal sales revenues	0	0	289 413	194 993	64 403	6 565	0	0	353 816	201 558
External sales revenues	993 256	779 738	376	426	4	0	-3 298	1 225	990 338	781 389
Operational EBIT	7 462	3 166	92 792	64 501	3 936	1 724	-13 340	-10 356	90 850	59 035
Fair value adjustments	12 424	8 423	35 988	42 200	16 745	21 430	0	0	65 157	72 053
Income from associates	0	0	0	0	0	0	12 515	5 462	12 515	5 462
EBIT	19 886	11 589	128 780	106 701	20 681	23 154	-825	-4 894	168 522	136 550
EBT	20 831	10 851	125 418	103 661	19 276	21 530	48 866	41 996	214 391	178 039
Volume harvested (HOG)			6 806	5 261	1 445	159			8 251	5 421
Operational EBIT per kg			13,63	12,26	2,72	10,82			11,72	12,22
Volume sold	20 558	18 173							20 558	18 173
Operational EBIT per kg	0,36	0,17							0,36	0,17
- of w hich loss on open fixed-price contracts per kg.	0,00	-0,11							0,00	-0,11

(NOK '000)	Sales		Region North		Region South		Eliminations/other		Total	
	FY 2015	FY 2014	FY 2015	FY 2014	FY 2015	FY 2014	FY 2015	FY 2014	FY 2015	FY 2014
Total sales revenues	3 171 282	2 577 739	892 600	683 091	193 785	163 068	34 838	17 752	4 292 506	3 441 650
Internal sales revenues	0	0	888 176	678 789	193 781	163 062	0	0	1 081 958	841 851
External sales revenues	3 171 282	2 577 739	4 424	4 302	3	6	34 838	17 752	3 210 548	2 599 799
Operational EBIT	26 562	-5 137	222 635	209 393	19 846	18 888	-67 149	-65 080	201 894	158 064
Fair value adjustments	27 224	3 968	6 034	42 865	-8 842	10 623	0	0	24 416	57 456
Income from associates	0	0	0	0	0	0	22 754	27 136	22 754	27 136
EBIT	53 787	-1 169	228 669	252 258	11 004	29 511	-44 395	-37 944	249 065	242 656
EBT	54 131	-2 929	215 743	244 375	4 180	23 664	-3 973	55 597	270 081	320 707
Volume harvested (HOG)			22 971	17 987	4 932	4 369			27 903	22 356
Operational EBIT per kg			9,69	11,64	4,02	4,32			8,69	10,21
Volume sold	69 971	59 110							69 971	59 110
Operational EBIT per kg	0,38	-0,09							0,38	-0,09
- of w hich loss on open fixed-price contracts per kg.	0,00	-0,17							0,00	-0,17



NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: Biomass

In accordance with IAS 41, the biomass is recognised at fair value less estimated harvesting and sales costs. Adjustments to the fair value of the biomass are presented on a separate line in the income statement. When estimating the biomass at fair value the best estimate of fair value for fish less than 1 kg is assumed to be accumulated cost, while for fish between 1 and 4 kg a proportionate share of full value is recognised. Harvestable fish (above 4 kg) is valued at full value. An expected fair value below the expected cost would imply a negative value adjustment of biological assets. Market prices based on externally quoted forward prices, and/or the most relevant pricing information available for the period when the fish are expected to be harvested are used when calculating the fair value.

Book value of inventory:

(NOK '000)	31.12.2015	30.09.2015	31.12.2014
Raw materials	27 034	26 584	22 927
Biological assets (biomass)	829 928	757 215	808 674
Finished goods	13 596	21 550	17 343
Total inventory	870 559	805 349	848 944

Specification of the biomass:

(NOK '000)	31.12.2015	30.09.2015	31.12.2014
Biomass at cost	632 534	612 554	608 472
Fair value adjustments of the biomass	197 394	144 661	200 202
Book value of the biomass	829 928	757 215	808 674

Specification of biological assets - tonnes

	Q4 2015	Q4 2015	FY 2015	FY 2014
Opening balance biological assets	22 318	19 776	23 537	20 160
Increase due fish put in the sea	290	28	865	938
Increase due to production in the period	10 045	10 702	33 614	32 728
Reduction due to mortality in the period	-410	-438	-1 637	-1 790
Reduction due to harvesting in the period	-9 834	-6 531	-33 258	-26 948
Non-recurring items and sold biomass	0	0	-714	-1 551
Closing balance biological assets	22 407	23 537	22 407	23 537

Specification of biological assets by size – tonnes (round weight)

	31.12.2015	30.09.2015	31.12.2014
Smaller than 1 kg	2 376	1 202	3 346
1-4 kg	11 227	17 841	6 833
Larger than 4 kg	8 804	3 277	13 359
Biological assets	22 407	22 318	23 537

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: Fair value adjustments

Fair value adjustments which are a part of the Group's EBIT, is presented on a separate line in order to give a better understanding of the Group's operating profit from goods sold. The item consists of:

(NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Change in fair value adjustments of the biomass	52 733	63 630	-2 808	53 488
Change in provision for onerous sales contracts	-25 417	-2 147	-22 241	-5 526
Change in unrealised gains/losses on financial fish pool contracts	37 841	10 571	49 465	9 494
Total fair value adjustments	65 157	72 053	24 416	57 456

The fair value adjustments has the following effect in the balance sheet:

(NOK '000)	31.12.2015	30.09.2015	31.12.2014
Fair value adjustments biomass (inventory and biological assets)	197 394	144 661	200 202
Provision for onerous sales contracts (other current liabilities)	-27 767	-2 350	-5 526
Fair value of financial fish pool contracts (other receivables/other current liabilities)	62 286	24 445	12 821
Net fair value adjustments in the balance sheet	231 913	166 756	207 497

NOTE 5: Non-recurring items

(NOK '000)	Q4 2015	Q4 2014	FY 2015	FY 2014
Changes in Group management	0	0	0	4 000
Fine Nord Senja Laks AS	0	0	6 330	0
Extraordinary mortality	0	0	25 000	31 911
Total	0	0	31 330	35 911

NOTE 6: Transactions with related parties

The Norway Royal Salmon Group undertakes transactions under ordinary terms and conditions with associates and chain members who are also NRS shareholders. This applies to the purchase of fish from fish-farming companies, as well as the purchase of harvesting services from two of the Group's associates. Smolts are also purchased from associated companies.

Wellboat services with a total value of KNOK 9 267 were purchased from enterprises controlled by the company's Chair Helge Gåsø in 2015. Services for TNOK 1 631 were purchased in Q4 2015. These services were priced at the market rate. In addition, has smolts from Nordland Akva AS, which is controlled by one of the largest shareholders of NRS, Egil Kristoffersen og Sønner AS, been purchased for KNOK 8 887 in 2015.

Share-based incentive schemes

A new bonus programme based on synthetic options was introduced for the Group's management in 2014. The bonus programme gives entitlement to a cash bonus based on the NRS average share price over a period prior to respectively 29 March 2014, 24 June 2014 and 1 February 2015. Bonuses are calculated 12, 24 and 36 months after these dates, and the bonus programme includes an obligation to invest the net bonus after tax in Norway Royal Salmon ASA (NRS) shares at the market price on the relevant date. Shares purchased in accordance with the bonus programme will be subject to a 12-month lock-up period. All bonus payments are conditional on full-time employment in the company. The bonus is calculated based on the increase in value of the share in NRS from 29 March 2014, 24 June 2014 and 1 February 2014, and in relation to price increases during the period on the number of shares covered by the programme. The scheme covers 790 000 shares allocated to the Group's management at the end of the year. In the fourth quarter of 2015 costs relating to the option scheme was recognised in the income statement in the amount of KNOK 6 609.

For further details of transactions with related parties, please see the description in the annual report.



NOTES TO THE FINANCIAL STATEMENTS

NOTE 7: Investments in associates

(NOK '000)	Shareholding	Book value 01.01.2015	Share of profit/loss in the period after tax	Other changes	Book value 31.12.2015	Share of volume harvested - tonnes HOG 31.12.2015*
Company						
Wilsgård Fiskeoppdrett AS	37,50 %	58 398	6 335	0	64 733	1 439
Måsøval Fishfarm AS	36,10 %	17 269	5 417	-5 956	16 731	990
Hellesund Fiskeoppdrett AS	33,50 %	43 121	10 009	-1 135	51 995	792
Hardanger Fiskeforedling AS	31,10 %	8 127	882	-467	8 542	
Espevær Laks AS	33,33 %	1 107	-885	2 000	2 222	
Ranfjord Fiskeprodukter AS	37,75 %	18 855	1 834	0	20 689	
Skardalen Settefisk AS	30,00 %	3 229	-837	2 640	5 032	
Other		48	0	0	48	
Total associates 31.12.2015		150 155	22 756	-2 918	169 991	3 221
Total associates 31.12.2014		132 758	27 136	-9 740	150 155	2 553

* The harvested volume comprises NRS's share of the harvested volume of associates

The Group's associates own a combined total of ten licences.

Note 8 Interest rate swap

The interest rate swap is not recognized as hedge accounting under IFRS. Subsequent the fair value changes on the agreement will be charged to the income statement as a part of other net financial items.

(NOK '000)

Currency	Amount	NRS pays	NRS receives	Maturity	Market value 30.09.2015	Market value 31.12.2015	Change in market value Q4 2015
NOK	100 000	Fixed 3,37%	3 M NIBOR	07.09.2016	-2 460	-1 690	770

Note 9 Treasury shares and TRS agreements

As at 31 December the company holds 70 885 treasury shares, corresponding to 0.16 % of the share capital of the company. Norway Royal Salmon ASA's total underlying exposures through TRS agreements is at 31 December 2 991 424 shares, representing 6,87 % of the share capital of the company. TRS agreements are recorded at fair value and changes in fair value are recognized as financial items in the income statement. The company realised previously entered TRS agreements in the period. Gain on realisation amounted to KNOK 5 521 and is posted as a financial item (gain/loss on financial assets) in the income statement.

(NOK '000)	No. of shares	Exercise Price	Maturity	Market value 30.09.2015	Market value 31.12.2015	Change in market value Q4 2015
TRS 1	567 038	65,1516	26.11.2015	-1 160	0	1 160
TRS 2	567 038	75,9631	26.05.2016	0	2 483	2 483
TRS 3	2 424 386	66,4650	17.03.2016	-6 814	34 274	41 088
Sum				-7 974	36 758	44 731

NOTE 10: Loans to credit institutions

The Group's main borrowing covenants is one requiring an equity ratio of at least 30 per cent and another requiring that the short-term credit facility shall not exceed 75 per cent of the carrying value of inventory and accounts receivables. At the end of the fourth quarter 2015 the Group is in compliance with the terms of its loan agreements.



NOTES TO THE FINANCIAL STATEMENTS

NOTE 11: Shareholders

Ownership structure – the 20 largest shareholders as at 31.12.2015:

Shareholder	No. of shares	Shareholding
GÅSØ NÆRINGSUTVIKLING AS	6 551 233	15,04 %
GLASTAD INVEST AS	5 697 888	13,08 %
EGIL KRISTOFFERSEN OG SØNNER AS	4 621 812	10,61 %
SPAREBANK 1 MARKETS AS	4 101 381	9,41 %
HAVBRUKSINVEST AS	3 661 268	8,40 %
MÅSØVAL EIENDOM AS	3 607 135	8,28 %
DNB NOR MARKETS, AKSJEHAND/ANALYSE	1 956 202	4,49 %
HELLESUND FISKEOPPDRETT A/S	1 600 444	3,67 %
NYHAMN AS	1 170 092	2,69 %
LOVUNDLAKS AS	1 038 272	2,38 %
THE NORTHERN TRUST CO.	718 472	1,65 %
STATE STREET BANK AND TRUST CO.	614 894	1,41 %
WILSGÅRD FISKEOPPDRETT AS	486 627	1,12 %
MP PENSJON PK	467 949	1,07 %
JP MORGAN CHASE BANK, NA	429 094	0,98 %
HENDEN FISKEINDUSTRI AS	280 316	0,64 %
VERDIPAPIRFONDET DNB SMB	250 000	0,57 %
MÅSØVAL FISHFARM AS	249 413	0,57 %
STATE STREET BANK AND TRUST CO.	243 737	0,56 %
FREWI AS	226 901	0,52 %
Total 20 largest shareholders	37 973 130	87,15 %
Total other shareholders	5 599 061	12,85 %
Total no. of shares	43 572 191	100,00 %