

NOTES ON THE FINANCIAL STATEMENTS 2009

Unless otherwise indicated, all figures are stated in DKK '000

NOTE I – Revenue - Segment information

Auriga's activities are segmented by geographical regions based on the group's reporting structure

Regions 2009	Europe	ANZAC	LATAM	International	Other activities	Group elimination	Group
Revenue	1,856,192	1,197,141	1,443,811	227,242	1,025,962	(207)	5,750,141
Internal revenue	34,560	50,700	55,076	-	172,488	-	312,824
External revenue	1,821,632	1,146,441	1,388,735	227,242	853,474	(207)	5,437,317
Operating profit/(loss)	60,204	(66,702)	(60,633)	10,765	67,629	-	11,263
Net profit/(loss) from investments in associates	-	-	-	-	6,837	-	6,837
Net financials	-	-	-	-	-	-	(124,949)
Profit/(loss) before tax	-	-	-	-	-	-	(106,849)
Tax on profit/(loss) for the year	-	-	-	-	-	-	(40,902)
Net profit/(loss) for the year	-	-	-	-	-	-	(65,947)
Assets	1,079,829	779,244	1,441,946	77,078	2,259,972	-	5,638,069
Liabilities	754,637	681,360	1,377,231	57,984	691,424	-	3,562,636
Investments in intangible assets, property, plant and equipment	10,344	8,358	7,784	238	181,383	-	208,107
Depreciation and amortisation	20,751	7,586	6,704	488	150,067	-	185,596
Impairment losses and write-downs	-	-	-	-	399	-	399
Rental income, investment properties	-	-	-	-	13,938	(207)	13,731
Operating expenses, investment properties	-	-	-	-	5,095	-	5,095

Cheminova has established its global organisation with four regions: Europe, ANZAC (Australia, New Zealand, USA and Canada), LATAM (Latin America) and International (the CIS countries: Russia, Ukraine etc., Asia, the Middle East and Africa). Other activities include: Cheminova's sale of fine chemicals, India, the parent's direct sales to global contract customers and Auriga Ejendomme.

Revenue by geographical location of customers.

Regions 2008	Europe	ANZAC	LATAM	International	Other activities	Group elimination	Group
Revenue	1,666,667	1,222,766	1,386,668	354,607	1,171,226	-	5,801,934
Internal revenue	-	39	521	-	137,869	-	138,429
External revenue	1,666,667	1,222,727	1,386,147	354,607	1,033,357	-	5,663,505
Operating profit/(loss)	115,823	85,812	23,002	36,212	254,290	-	515,139
Net profit/(loss) from investments in associates	-	-	-	-	509	-	509
Net financials	-	-	-	-	-	-	(114,016)
Profit/(loss) before tax	-	-	-	-	-	-	401,632
Tax on profit/(loss) for the year	-	-	-	-	-	-	186,795
Net profit/(loss) for the year	-	-	-	-	-	-	214,837
Assets	860,539	776,665	1,174,738	56,115	2,264,007	-	5,132,064
Liabilities	628,102	577,039	961,669	14,334	740,469	-	2,921,613
Investments in intangible assets, property, plant and equipment	13,116	40,286	11,571	703	81,118	-	146,794
Depreciation and amortisation	10,788	3,377	3,983	433	158,329	-	176,910
Impairment losses and write-downs	283	-	-	-	20,000	-	20,283
Rental income, investment properties	-	-	-	-	12,531	-	12,531
Operating expenses, investment properties	-	-	-	-	3,489	-	3,489

NOTE I – Revenue - Segment information, continued**Revenue by product types**

	Herbicides	Insecticides	Fungicides	Other crop protection products	Other activities	Group elimination	Group
Revenue, 2009	2,191,267	1,816,403	803,877	214,116	411,861	(207)	5,437,317
Revenue, 2008	2,479,160	1,724,970	632,368	203,790	623,217	-	5,663,505

It has not been possible to distribute the assets by product group.

Other chemicals include: Fine chemicals, Auriga Ejendomme etc.

Revenue, external customers

	Denmark	Rest of world	Group
Revenue, 2009	94,231	5,343,086	5,437,317
Revenue, 2008	103,527	5,559,978	5,663,505

Non-current assets

	Denmark	Rest of world	Group
Non-current assets, 2009	844,176	573,926	1,418,102
Non-current assets, 2008	563,907	698,542	1,262,449

CHEMINOVA A/S KEY FIGURES

DKKm	2009	2008
Income statement		
Revenue	5,424	5,651
Production costs	4,252	3,941
Gross margin	1,172	1,710
Other costs	1,203	1,190
Other operating income	50	22
Operating profit	19	541
Net financials	(140)	(140)
Profit/(loss) before tax	(121)	401
Tax etc.	(43)	197
Net profit/(loss) for the year	(78)	204
Assets		
Non-current assets	1,341	1,149
Inventories	1,742	1,803
Trade receivables	1,789	1,470
Other receivables	376	338
Cash	240	223
Total assets	5,488	4,983
Equity and liabilities		
Equity	1,447	1,553
Minority interests	49	21
Interest-bearing debt	2,585	2,206
Trade payables	704	651
Other payables	703	552
Total equity and liabilities	5,488	4,983
Ratios		
Working capital	2,494	2,496
Cash flow from operating activities	292	(358)
Free cash flow	(80)	(737)
Depreciation, amortisation, impairment losses and write-downs	183	174
EBITDA	202	715
EBITDA margin	3.7%	12.6%
EBIT margin	0.4%	9.6%
ROIC	0.3%	8.5%

Cheminova's key figures have been calculated in accordance with IFRS and included in Auriga's consolidated financial statements.

NOTE 2 – Costs

Production costs

Production costs include cost of sales and comprise the following main items:

	Group		Parent	
	2009	2008	2009	2008
Cost of sales for the year	4,067,853	3,720,647	-	-
Write-downs for the year relating to inventories	25,497	16,172	-	-
Reversed write-downs relating to inventories	(56,177)	(1,161)	-	-

Out of reversed write-downs relating to inventories totalling DKK 56 million, an amount of DKK 51 million pertains to the earlier write-down of inventories of spare parts, and DKK 5 million pertains to Brazil, France and Russia. Reversed write-downs in 2008 pertain to Brazil and Russia.

Staff costs

Staff costs include the following main items:

	Group		Parent	
	2009	2008	2009	2008
Wages and salaries	572,058	510,134	2,204	4,123
Profit-related bonus	2,134	17,064	(187)	254
Share-based remuneration	29	927	-	-
Severance pay	2,913	15,686	-	-
Retirement benefit payments	38,958	32,752	313	350
Remuneration for the Board of Directors	2,613	2,303	2,613	2,263
Social security expenses	48,300	40,321	21	29
Other staff costs	30,408	26,797	-	-
Total staff costs	697,413	645,984	4,964	7,019

Staff costs are recognised as follows:

	Group		Parent	
	2009	2008	2009	2008
Production costs	309,063	293,815	-	-
Selling and distribution costs	194,853	166,649	-	-
Administrative expenses	100,914	104,300	4,964	7,019
Development and registration costs	92,583	81,220	-	-
Total staff costs	697,413	645,984	4,964	7,019

Remuneration for the Board of Executives:

	Board of Executives of Auriga Industries A/S	
	2009	2008
Remuneration	2,571	5,003
Provision for share-based remuneration/bonus	29	927
Total	2,600	5,930

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

Average no. of employees:

	Group		Parent	
	2009	2008	2009	2008
Average no. of employees	2,027	1,904	2	4

NOTE 2 – Costs, continued**Depreciation, amortisation, impairment losses and write-downs**

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

	Group		Parent	
	2009	2008	2009	2008
Production costs	85,713	77,608	-	-
Selling and distribution costs	65,600	72,014	-	-
Administrative expenses	23,144	36,198	86	97
Development and registration costs	11,538	11,373	-	-
Total depreciation, amortisation, impairment losses and write-downs	185,995	197,193	86	97

Depreciation, amortisation, impairment losses and write-downs are distributed on the following assets:

	Note	Group		Parent	
		2009	2008	2009	2008
Amortisation of other intangible assets	10	71,930	75,539	-	-
Impairment of other intangible assets	10	-	283	-	-
Depreciation of property, plant and equipment	11,12	113,666	101,371	86	97
Impairment of property, plant and equipment	11,12	399	20,000	-	-
Total depreciation, amortisation, impairment losses and write-downs		185,995	197,193	86	97

NOTE 3 – Incentive schemes

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

No share option schemes have been awarded to the Board of Executives.

Bonus scheme, Board of Executives, 2008-2010:

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

At the end of 2009, a total amount of DKK 0 (DKK 0.6m in 2008) was set aside for the Board of Executives' bonus scheme for 2008 and 2009.

Bonus scheme, Board of Executives 2006-2007:

An agreement was made with the Board of Executives of Auriga for the 2006-2007 period concerning a bonus scheme under which the bonus depends on the performance of the group's subsidiaries. The bonus earned is not distributed, but is transferred to a bonus pool which is dependent on developments in the price of the Auriga share (phantom shares).

Part of the bonus for the 2006 scheme was disbursed in April 2007, while the rest was disbursed in April 2008. Part of the bonus scheme for 2007 was disbursed in December 2008, while the rest was disbursed in April 2009. The bonus agreements are debt schemes.

Other incentive programmes:

Incentive schemes for non-members of the company's Board of Directors and Board of Executives are administered in accordance with these overall guidelines.

NOTE 4 – Remuneration for auditors appointed by the general meeting

	Group		Parent	
	2009	2008	2009	2008
Deloitte, audit of annual report	5,863	5,180	300	300
Deloitte, other assurance engagements	52	-	-	-
Deloitte, tax advice	999	-	-	-
Deloitte, other services	1,523	2,172	429	680
Other audit firms, audit of annual report	171	528	-	-
Other audit firms, tax advice	413	-	-	-
Other audit firms, other services	184	1,244	-	-
Total	9,205	9,124	729	980

NOTE 5 – Other operating income

	Group		Parent	
	2009	2008	2009	2008
Reversal, subsidiaries	15,480	-	-	-
Proceeds from the sale of non-current assets etc.	9,645	4,539	174	3,333
Sales of return packaging	5,939	-	-	-
Other income	15,874	17,830	100	781
Total	46,938	22,369	274	4,114

NOTE 6 – Income from investments in subsidiaries

	Parent	
	2009	2008
Dividend from subsidiaries	78,000	74,000
Total	78,000	74,000

NOTE 7 – Net financials

	Group		Parent	
	2009	2008	2009	2008
Financial income:				
Interest income from subsidiaries	-	-	22,398	34,661
Interest income	81,260	62,296	28	496
Foreign currency translation adjustments	124,656	174,853	-	-
Fair value adjustment, financial assets	6,802	-	193	-
Total	212,718	237,149	22,619	35,157
Financial expenses:				
Interest expenses to subsidiaries	-	-	(233)	-
Interest expenses	(183,796)	(147,026)	(1,808)	(2,307)
Foreign currency translation adjustments	(152,191)	(196,302)	-	-
Fair value adjustment, financial assets	(1,680)	(7,837)	-	(1,090)
Total	(337,667)	(351,165)	(2,041)	(3,397)
Total net financials	(124,949)	(114,016)	20,578	31,760

NOTE 7 – Net financials, continued**Net gain/loss on financial assets and liabilities, defined in IAS 39:**

	Group		Parent	
	2009	2008	2009	2008
Fair value adjustment of derivative financial instruments	51,783	1,434	193	(1,090)
Derivative financial instruments	51,783	1,434	193	(1,090)
Realised gains and losses from sale	(25)	(658)	-	-
Financial assets available for sale	(25)	(658)	-	-
Interest income	166,064	154,240	22,426	35,157
Interest expenses	(294,543)	(212,551)	(2,041)	(2,259)
Fee income	291	93	-	-
Fee expenses	(3,457)	(3,864)	-	-
Foreign exchange gain	88,052	111,662	-	-
Foreign exchange loss	(130,689)	(163,288)	-	-
Loans and receivables	(174,282)	(113,708)	20,385	32,898
Interest income	663	1,334	-	-
Interest expenses	(2,869)	(20,491)	-	(48)
Fee expenses	(59)	(914)	-	-
Foreign exchange gain	22,678	40,396	-	-
Foreign exchange loss	(22,838)	(21,409)	-	-
Financial liabilities measured at amortised cost	(2,425)	(1,084)	-	(48)
Total	(124,949)	(114,016)	20,578	31,760

Ineffectiveness in respect of hedging transactions of DKK 1.3 million (DKK 0.1 million) is included in financial liabilities measured at amortised cost.

NOTE 8 – Tax on profit/(loss) for the year

	Group		Parent	
	2009	2008	2009	2008
Tax for the year can be categorised as follows:				
Tax on profit/(loss) for the year	(40,902)	186,795	3,596	5,224
Tax on other comprehensive income, financial instruments	(1,066)	(488)	-	-
Tax for the year	(41,968)	186,307	3,596	5,224
Tax on profit/(loss) for the year is calculated as follows:				
Current tax	(6,273)	157,375	1,611	3,874
Deferred tax	(33,342)	30,104	(7)	397
Effect of changed tax rate	367	137	-	-
Adjustment of tax relating to previous years	(1,654)	(821)	1,992	953
Total	(40,902)	186,795	3,596	5,224
Reconciliation of tax rate:				
Danish income tax rate	25.0%	25.0%	25.0%	25.0%
Adjustment relating to previous years	1.5%	(0.5%)	29.7%	0.7%
Effect of changed tax rate	(0.3%)	0.0%	0.0%	0.0%
Surtax in associates	0.0%	1.2%	0.0%	0.0%
Surtax in subsidiaries	48.2%	2.8%	0.0%	0.0%
Non-capitalised tax losses	(51.9%)	4.0%	0.0%	0.0%
Reversal of capitalised tax losses	(11.2%)	13.9%	0.0%	0.0%
Use of non-capitalised tax losses	26.7%	0.0%	0.0%	0.0%
Other adjustments	0.3%	0.1%	(1.1%)	0.0%
Effective tax rate	38.3%	46.5%	53.7%	25.7%

NOTE 9 – Earnings per share

	Group	
	2009	2008
Net profit/(loss) for the year	(65,947)	214,837
Minority interests' share of the net profit/(loss) for the year	(2,034)	(10,669)
Auriga Industries A/S's share of the net profit/(loss) for the year	(67,981)	204,168
Average no. of shares of DKK 10 each	25,500,000	25,500,000
Average no. of treasury shares	(515,680)	(609,850)
Average no. of shares	24,984,320	24,890,150
Diluted average no. of shares	24,984,320	24,890,150
Earnings per share of DKK 10 each	(2.72)	8.20
Diluted earnings per share of DKK 10 each	(2.72)	8.20

NOTE 10 – Intangible assets, group

	Goodwill	Sales and registration rights etc.	Know-how	Software	Intangible assets, total
Cost as at January 1, 2008	209,534	303,412	239,668	4,176	756,790
Foreign currency translation adjustment	(1,501)	(853)	(33)	81	(2,306)
Additions relating to acquisition of subsidiary	108,123	66,366	-	704	175,193
Additions during the year	30,364	3,411	22	-	33,797
Disposals during the year	-	(498)	-	-	(498)
Cost as at December 31, 2008	346,520	371,838	239,657	4,961	962,976
Amortisation and impairment losses as at January 1, 2008	24,261	130,901	140,244	56	295,462
Foreign currency translation adjustment	-	(3,640)	(19)	-	(3,659)
Reversed amortisation and impairment losses on disposals for the year	-	(259)	-	-	(259)
Disposals relating to divestment of subsidiary	-	(15)	-	-	(15)
Amortisation during the year	-	51,492	24,023	24	75,539
Impairment losses during the year	-	-	-	283	283
Amortisation and impairment losses as at December 31, 2008	24,261	178,479	164,248	363	367,351
Carrying amount as at December 31, 2008	322,259	193,359	75,409	4,598	595,625
Cost as at January 1, 2009	346,520	371,838	239,657	4,961	962,976
Foreign currency translation adjustment	361	1,216	(235)	-	1,342
Transfer	-	(13,252)	-	13,252	-
Additions relating to acquisition of subsidiary	-	55,458	-	584	56,042
Additions during the year	58,863	20,997	-	53,815	133,675
Disposals during the year	-	(14,423)	-	-	(14,423)
Cost as at December 31, 2009	405,744	421,834	239,422	72,612	1,139,612
Amortisation and impairment losses as at January 1, 2009	24,261	178,479	164,248	363	367,351
Foreign currency translation adjustment	-	(213)	(232)	-	(445)
Transfer	-	(1,374)	-	1,374	-
Reversed amortisation and impairment losses on disposals for the year	-	(9,665)	-	-	(9,665)
Amortisation during the year	-	46,494	23,942	1,494	71,930
Amortisation and impairment losses as at December 31, 2009	24,261	213,721	187,958	3,231	429,171
Carrying amount as at December 31, 2009	381,483	208,113	51,464	69,381	710,441
Amortised over the following number of years		5-10 years	5-10 years	3-10 years	

The classification of software has been changed from sales and registration rights etc. to software, and the carrying amount totalled DKK 4.1 million as at January 1, 2008.

Goodwill

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

Impairment test for goodwill

Pursuant to the rules contained in IAS 36, the management has carried out an impairment test of the carrying amount of goodwill as at December 31, 2009. For each cash-generating unit (CGU), the impairment test compares the discounted value of future EBIT with the carrying amounts. The impairment tests carried out have not given rise to impairment losses on goodwill.

Goodwill is allocated to the group's CGUs, with DKK 223 million on Europe, DKK 91 million on LATAM, DKK 49 million on ANZAC and DKK 18 million on Other activities. Impairment tests have been carried out for the individual subsidiaries in the group.

Future EBIT is based on the budget for 2010 and the business plan for 2011-2015. The budget and the business plan rest on specific commercial assessments of the business areas.

NOTE 11 – Property, plant and equipment, group

	Land and buildings	Technical plant and machinery	Fixtures and fittings, tools and equipment	Investment properties	Plant under construction	Property, assets total
Cost as at January 1, 2008	646,081	1,994,062	221,406	-	72,208	2,933,757
Foreign currency translation adjustment	(9,224)	(19,703)	(4,952)	-	(3,451)	(37,330)
Transfer	(140,691)	65,284	-	140,691	(65,284)	-
Additions relating to acquisition of subsidiary	20,714	1,218	17,383	-	-	39,315
Additions during the year	33,807	58,110	34,198	591	12,488	139,194
Disposals during the year	(6,146)	(832)	(7,572)	-	-	(14,550)
Cost as at December 31, 2008	544,541	2,098,139	260,463	141,282	15,961	3,060,386
Depreciation and impairment losses as at January 1, 2008	345,815	1,806,608	186,078	-	-	2,338,501
Foreign currency translation adjustment	(3,512)	(15,190)	(3,257)	-	-	(21,959)
Transfer	(8,849)	-	-	8,849	-	-
Depreciation during the year	19,067	58,327	20,487	3,490	-	101,371
Impairment losses during the year	-	-	-	20,000	-	20,000
Disposals during the year	(2,773)	(630)	(5,435)	-	-	(8,838)
Depreciation and impairment losses as at December 31, 2008	349,748	1,849,115	197,873	32,339	-	2,429,075
Carrying amount as at December 31, 2008	194,793	249,024	62,590	108,943	15,961	631,311
Of which finance leases	-	-	10,016	-	-	10,016
Cost as at January 1, 2009	544,541	2,098,139	260,463	141,282	15,961	3,060,386
Foreign currency translation adjustment	3,465	4,369	22,229	-	(1,132)	28,931
Transfer	5,991	4,924	-	-	(10,915)	-
Additions relating to acquisition of subsidiary	20,684	1,412	17,529	-	-	39,625
Additions during the year	5,028	36,400	32,530	1,028	28,690	103,676
Disposals during the year	(320)	(13,744)	(16,512)	-	-	(30,576)
Cost as at December 31, 2009	579,389	2,131,500	316,239	142,310	32,604	3,202,042
Depreciation and impairment losses as at January 1, 2009	349,748	1,849,115	197,873	32,339	-	2,429,075
Foreign currency translation adjustment	(325)	2,294	19,654	-	-	21,623
Depreciation during the year	19,604	63,053	28,148	2,861	-	113,666
Impairment losses during the year	-	399	-	-	-	399
Disposals during the year	(176)	(13,471)	(14,134)	-	-	(27,781)
Depreciation and impairment losses as at December 31, 2009	368,851	1,901,390	231,541	35,200	-	2,536,982
Carrying amount as at December 31, 2009	210,538	230,110	84,698	107,110	32,604	665,060
Of which finance leases	-	-	13,258	-	-	13,258
Depreciated over the following number of years	15-30 years	8 years	5 years	30 years		

In 2009, an impairment of DKK 0.4 million was made concerning technical plant in India.

In 2008, the classification of the property in Taastrup was changed from land and buildings to investment properties. The property was impaired by DKK 20 million in 2008. The amount is recognised in administrative expenses in the income statement. The fair value of the property is expected to reflect the carrying amount of DKK 107 million (2008: DKK 109 million).

NOTE 12 – Property, plant and equipment, parent

	Land and buildings	Fixtures and fittings, tools and equipment	Property assets, total
Cost as at January 1, 2008	4,087	431	4,518
Additions during the year	9	-	9
Disposals during the year	(3,776)	-	(3,776)
Cost as at December 31, 2008	320	431	751
Depreciation and impairment losses as at January 1, 2008	2,315	173	2,488
Additions during the year	11	86	97
Disposals during the year	(2,150)	-	(2,150)
Depreciation and impairment losses as at December 31, 2008	176	259	435
Carrying amount as at December 31, 2008	144	172	316
Cost as at January 1, 2009	320	431	751
Disposals during the year	(320)	-	(320)
Cost as at December 31, 2009	-	431	431
Depreciation and impairment losses as at January 1, 2009	176	259	435
Depreciation during the year	-	86	86
Disposals during the year	(176)	-	(176)
Depreciation and impairment losses as at December 31, 2009	-	345	345
Carrying amount as at December 31, 2009	-	86	86
Depreciated over the following number of years	30 years	5 years	

NOTE 13 – Investments in subsidiaries

	Parent	
	2009	2008
Cost as at January 1	330,422	330,422
Cost as at December 31	330,422	330,422
Carrying amount as at December 31	330,422	330,422

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

	Investments and voting rights in %	
	2009	2008
Cheminova A/S, Harbøre, Denmark	100%	100%
Auriga Ejendomme A/S, Harbøre, Denmark	100%	100%

NOTE 14 – Financial assets, group

	Investments in associates	Other financial assets	Financial assets, total
Cost as at January 1, 2008	16,145	934	17,079
Foreign currency translation adjustment	-	156	156
Additions during the year	-	406	406
Disposals during the year	-	(45)	(45)
Cost as at December 31, 2008	16,145	1,451	17,596
Revaluation and impairment losses as at January 1, 2008	17,409	-	17,409
Net profit for the year	509	-	509
Revaluation and impairment losses as at December 31, 2008	17,918	-	17,918
Carrying amount as at December 31, 2008	34,063	1,451	35,514
Cost as at January 1, 2009	16,145	1,451	17,596
Foreign currency translation adjustment	-	271	271
Additions during the year	-	7	7
Cost as at December 31, 2009	16,145	1,729	17,874
Revaluation and impairment losses as at January 1, 2009	17,918	-	17,918
Disposals during the year	-	(28)	(28)
Net profit for the year	6,837	-	6,837
Revaluation and impairment losses as at December 31, 2009	24,755	(28)	24,727
Carrying amount as at December 31, 2009	40,900	1,701	42,601

Associates and joint-venture companies are:

	Investment in %	
	2009	2008
Associates:		
Damolin A/S, Copenhagen, Denmark	49%	49%
Joint-venture companies:		
Stähler GmbH, Germany (pro rata-consolidated in 2008)	-	50%

Stähler is fully consolidated in Cheminova following the acquisition of a further 25% in 2009.

Selected ratios for associates and joint-venture companies:

	Group	
	2009	2008
Revenue	305,424	975,087
Net profit/(loss) for the year	13,867	(18,872)
Current assets	94,283	471,522
Non-current assets	111,809	303,181
Current liabilities	64,719	415,838
Non-current liabilities	49,729	170,341

NOTE 15 – Investments in associates

	Investments in associates
Cost as at January 1, 2008	85,600
Cost as at December 31, 2008	85,600
Revaluation and impairment losses as at January 1, 2008	(9,862)
Revaluation and impairment losses as at December 31, 2008	(9,862)
Carrying amount as at December 31, 2008	75,738
Cost as at January 1, 2009	85,600
Cost as at December 31, 2009	85,600
Revaluation and impairment losses as at January 1, 2009	(9,862)
Revaluation and impairment losses as at December 31, 2009	(9,862)
Carrying amount as at December 31, 2009	75,738

NOTE 16 – Inventories

	Group	
	2009	2008
Finished goods	1,260,178	1,282,463
Work in progress	59,336	81,797
Raw materials	263,679	337,756
Packaging materials	56,383	54,486
Consumables	6,389	4,453
Spare parts etc.	95,911	42,069
Total	1,741,876	1,803,024

NOTE 17 – Receivables

Trade receivables:

	Group	
	2009	2008
Trade receivables, end of year, gross	2,007,832	1,666,965
Write-down to cover bad debts, beginning of year	196,609	254,484
Value adjustment	50,035	(43,479)
Reversed write-downs and write-downs for the year to cover bad debts	15,894	(1,808)
Losses realised during the year	(43,395)	(12,588)
Write-down to cover bad debts, end of year	219,143	196,609
Trade receivables, end of year, net	1,788,689	1,470,356

Write-downs of receivables are included under administrative expenses.

The carrying amounts of receivables reflect the maximum risk of loss on receivables when taking into account the write-downs made.

Receivables due at the balance sheet date:

	Group	
	2009	2008
Age distribution of non-written-down receivables due:		
Under 3 months	123,907	196,011
3-6 months	28,986	70,188
6-12 months	19,478	7,960
1-2 years	12,710	9,932
Over 2 years	6,145	3,985
Total	191,226	288,076

Of total receivables, approx. 44% (2008: 53%) have been covered by credit insurance, letters of credit or other forms of guarantees.

NOTE 18 – Securities

	Group		Parent	
	2009	2008	2009	2008
Listed shares	438	245	438	245
Unlisted securities	728	728	728	728
Total, fair value	1,166	973	1,166	973

NOTE 19 – Share capital

	Group		Parent	
	2009	2008	2009	2008
Share capital:				
Class A shares	75,000	75,000	75,000	75,000
Class B shares	180,000	180,000	180,000	180,000
Total share capital	255,000	255,000	255,000	255,000

The share capital has been fully paid in. The share capital has not changed in the past five years. Class A shares are non-negotiable and carry ten votes per share of DKK 10, while Class B shares carry one vote per share of DKK 10.

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

	No. of shares		Nominal value DKK '000		% of share capital in Auriga Industries A/S	
	2009	2008	2009	2008	2009	2008
Shareholding as at January 1	515,680	815,680	5,157	8,157	2.02%	3.20%
Sales	-	(300,000)	-	(3,000)	0.0%	(1.18%)
Shareholding as at December 31	515,680	515,680	5,157	5,157	2.02%	2.02%

	Group	
	2009	2008
Value of treasury shares as at December 31	55,771	46,671
Selling price of treasury shares sold during the year	-	(56,287)

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

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

	No. of shares		Nominal value DKK '000		% of share capital in Auriga Industries A/S	
	2009	2008	2009	2008	2009	2008
Shareholding as at January 1	-	-	-	-	0.00%	0.00%
Purchase	62,811	-	628	-	0.25%	0.00%
Sales	(62,811)	-	(628)	-	(0.25%)	0.00%
Shareholding as at December 31	-	-	-	-	-	-

	Subsidiaries	
	2009	2008
Purchase price of treasury shares purchased during the year	6,224	-
Selling price of treasury shares sold during the year	(6,149)	-

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

NOTE 20 – Deferred tax

	Group		Parent	
	2009	2008	2009	2008
Deferred tax as at January 1	18,642	58,052	15	412
Foreign currency translation adjustment	2,983	(10,100)	-	-
Deferred tax for the year recognised in net profit/(loss) for the year	42,795	(40,029)	7	(397)
Deferred tax for the year recognised in other comprehensive income	6,170	(3,574)	-	-
Additions concerning the acquisition and disposals concerning the divestment of subsidiaries	732	14,293	-	-
Deferred tax as at December 31	71,322	18,642	22	15
Deferred tax is recognised in the balance sheet as follows:				
Deferred tax (asset)	71,360	31,199	22	15
Deferred tax (liability)	(38)	(12,557)	-	-
Deferred tax as at December 31, net	71,322	18,642	22	15
Deferred tax pertains to:				
Intangible assets	30,855	(14,307)	-	-
Property, plant and equipment	(26,922)	(29,066)	22	15
Current assets	16,372	32,317	-	-
Provisions	(5,046)	8,227	-	-
Other liabilities	25,515	14,453	-	-
Tax losses allowed for carryforward	30,547	7,018	-	-
Total deferred tax	71,322	18,642	22	15

Change in temporary differences during the year:

	Group, 2009					
	Balance sheet, Jan. 1	Foreign currency translation adjustment	Addition relating to acquisition of enterprise	Recognised in net profit/(loss) for the year	Recognised in equity	Balance sheet, Dec. 31
Intangible assets	(14,307)	-	-	45,162	-	30,855
Property, plant and equipment	(29,066)	72	-	2,058	14	(26,922)
Receivables	7,229	(80)	-	(2,248)	-	4,901
Inventories	38,678	(145)	519	(1,743)	-	37,309
Other current assets	(13,589)	(1)	-	(12,246)	(1)	(25,837)
Provisions	8,227	3,013	-	(17,812)	1,526	(5,046)
Other liabilities	14,453	19	(2)	6,414	4,631	25,515
Tax losses	7,017	105	215	23,210	-	30,547
Total	18,642	2,983	732	42,795	6,170	71,322

	Group, 2008					
	Balance sheet, Jan. 1	Foreign currency translation adjustment	Addition relating to acquisition of enterprise	Recognised in net profit/(loss) for the year	Recognised in equity	Balance sheet, Dec. 31
Intangible assets	(20,561)	647	-	5,606	-	(14,308)
Property, plant and equipment	(34,757)	312	-	5,379	-	(29,066)
Receivables	13,097	(1,158)	-	(4,710)	-	7,229
Inventories	15,272	(489)	242	23,652	-	38,677
Other current assets	(9,245)	(638)	-	(3,706)	-	(13,589)
Provisions	5,165	(201)	-	3,263	-	8,227
Other liabilities	39,194	(7,458)	5,262	(18,970)	(3,575)	14,453
Tax losses	49,887	(1,115)	8,790	(50,543)	-	7,019
Total	58,052	(10,100)	14,294	(40,029)	(3,575)	18,642

NOTE 20 – Deferred tax, continued

	Group		Parent	
	2009	2008	2009	2008
Deferred tax for the Danish companies is calculated at a rate of	25%	25%	25%	25%
For the group's foreign subsidiaries, deferred tax is based on the applicable local tax rates	9-37%	9-40%	-	-
Retaxation liability from jointly taxed foreign subsidiaries	2,775	2,775	2,775	2,775
Non-capitalised tax losses	509,613	242,757	-	-
Capitalised tax losses	97,794	29,038	-	-
Expiry date for the capitalisation of tax losses:				
1-5 years	91,092	257	-	-
More than 5 years	63,186	45,970	-	-
No expiry	453,129	225,568	-	-

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

As regards the tax value of tax losses which can be carried forward and which are included in the balance sheet, it is deemed to be sufficiently likely that the loss will be capitalised within the foreseeable future. In the USA, tax assets of DKK 10 million were recognised in 2009 which are expected to be capitalised within the foreseeable future.

NOTE 21 – Provisions**Retirement benefit obligations and other provisions comprise:**

	Group		Parent	
	2009	2008	2009	2008
Retirement benefit provisions, beginning of year	4,594	4,551	450	1,250
Used during the year	(58)	(666)	-	-
Reversed provisions during the year	(12)	(1,284)	-	(800)
Divestment of subsidiary	1,611	-	-	-
Provisions for the year	4,064	1,993	-	-
Retirement benefit provisions, end of year	10,199	4,594	450	450
Other provisions, beginning of year	47,485	33,358	-	-
Used during the year	(1,319)	(14,841)	-	-
Reversed provisions during the year	(12,771)	(27)	-	-
Provisions for the year	17,352	28,995	-	-
Other provisions, end of year	50,747	47,485	-	-
Retirement benefit obligations and other provisions, end of year	60,946	52,079	450	450
Expected date of maturity for provisions:				
0-1 year	15,122	18,407	215	205
1-5 years	14,317	9,988	235	245
After 5 years	31,507	23,684	-	-
Retirement benefit obligations and other provisions, end of year	60,946	52,079	450	450

Other provisions of DKK 51 million (DKK 47 million) concern provisions for the clean-up of an old factory site, special holidays, anniversary bonuses etc.

Note 2I – Provisions, continued

Defined-benefit plans:

The group's foreign subsidiaries have entered into agreements concerning the payment of certain benefits, including retirement benefits. These commitments, defined-benefit plans, are unfunded or only partly funded. In case of defined-benefit plans, the employer is obliged to disburse certain benefits, for example retirement benefits. The employer bears the risk of the future development in interest rates, inflation and mortality etc. as regards the amount to be disbursed to the employee. In the consolidated financial statements, liabilities include DKK 2 million (DKK 2 million) relating to the group's commitments towards current and former employees after deduction of the plan assets. The unfunded commitments are included in the balance sheet and income statement as set out below.

	Group	
	2009	2008
Retirement benefit obligations:		
Present value of defined-benefit plans	4,128	3,439
Fair value of plan assets	(2,280)	(1,717)
Net liability recognised in the balance sheet	1,848	1,722
Change in recognised liability:		
Net liability, beginning of year	1,722	2,145
Other adjustments, including foreign currency translation adjustments	29	-
Net amount recognised in the income statement	939	448
Contributions from participants	(842)	(871)
Net liability, end of year	1,848	1,722
Costs recognised:		
Retirement benefit costs	826	573
Calculation of interest on obligation	212	207
Expected return on plan assets	(178)	(142)
Defined-benefit plans recognised in the income statement	860	638
Actuarial assumptions:		
Discount rate	8%	7%
Expected return on plan assets	9%	9%
Future rate of pay increase	5%	3%
Future contribution:		
The best estimate of contributions expected to be made to the scheme over the next year	2,700	2,200
Expected return:		
The expected return is an average of the expected return on the various categories of retirement benefit obligations. The return is based on historical data and on the analysts' forecasts for the market of the assets in the coming year.		
Present value of defined-benefit plans:		
Present value, beginning of year	3,439	3,752
Retirement benefit costs	826	42
Calculation of interest on liabilities	212	207
Benefits disbursed	(480)	(920)
Actuarial gains and losses	131	358
Present value, end of year	4,128	3,439
Fair value of plan assets:		
Fair value of plan assets, beginning of year	1,717	1,607
Foreign currency translation adjustment	28	-
Expected return on plan assets	178	142
Contributions from participants	842	870
Benefits disbursed	(480)	(920)
Actuarial gains and losses	(5)	18
Fair value of plan assets, end of year	2,280	1,717
Specification of fair value of plan assets:		
Pension fund	2,280	1,717
Total	2,280	1,717
Defined-benefit plan obligations by country:		
India	4,128	3,439
Total	4,128	3,439
Return on pension assets:		
Actual return	174	159
Expected return	(178)	(142)
Actuarial gains and losses on plan assets	(4)	17

NOTE 22 – Mortgage debt and payables to credit institutions**Mortgage debt and payables to credit institutions are recognised in the balance sheet as follows:**

	Group		Parent	
	2009	2008	2009	2008
Non-current liabilities	642,263	919,704	-	-
Current liabilities	1,464,658	757,549	69,797	6,723
Total, measured at amortised cost	2,106,921	1,677,253	69,797	6,723
Fair value	2,134,329	1,696,802	69,797	6,723
Nominal value	2,106,921	1,677,253	69,797	6,723
Maturity periods:				
0-1 year	1,464,658	757,549	69,797	6,723
1-5 years	453,463	727,551	-	-
More than 5 years	188,800	192,153	-	-
Total	2,106,921	1,677,253	69,797	6,723

NOTE 23 – Lease commitments**Finance leases:**

	Group	
	2009	2008
Minimum lease payments:		
Due after 5 years	399	583
Due between 1 and 5 years	10,469	8,626
Due within 1 year	7,051	4,882
Total minimum lease payments	17,919	14,091
Of which interest	3,188	1,312
Present value of minimum lease payments	14,731	12,779

	Group	
	2009	2008
Present value:		
Due after 5 years	370	528
Due between 1 and 5 years	8,530	7,662
Due within 1 year	5,831	4,589
Total present value	14,731	12,779
Specification of finance leases:		
IT equipment	2,178	2,875
Trucks	4,016	5,038
Vehicles	8,519	4,835
Other operating equipment	18	31
Total finance leases	14,731	12,779

The group has entered into finance leases concerning operating equipment, fixtures and fittings. The average lease period is three years. All leases follow a fixed repayment schedule. When the leases expire, the group may acquire the assets at favourable prices.

NOTE 24 – Foreign exchange risk

Most of Auriga's sales are settled in foreign currencies, primarily USD, EUR, CAD, AUD, BRL and INR, while a large share of the production and development costs are settled in DKK. The purpose of foreign exchange risk management is primarily to reduce the impact of exchange rate fluctuations on the financial results. Exposure in the most important currencies is hedged through the conclusion of forward exchange and option contracts with a term of up to 24 months. Hedging is based on expectations with regard to future developments in exchange rates with an ongoing assessment of the efficiency of the measures. The foreign exchange risk relating to intra-group loans to subsidiaries is often hedged by means of currency swaps.

At the end of the year, the market value of all currency contracts amounted to DKK 595 million (DKK 1,496 million). The contracts have an average term of approx. 1 month with the due dates being tailored to the hedged transactions. Most of the currency contracts are classified as hedge accounting. The continuous adjustment to the fair value of the contracts is therefore included in other comprehensive income and not entered in the income statement until the hedged transaction is realised.

At the end of 2009, hedging of the USD and JPY exchange rates applied in the budget has been in the form of partial hedging of the foreign exchange risk attaching to the expected exposure in 2010. As at the balance sheet date, forward exchange and option contracts hedging future transactions resulted in a gain of DKK 8 million (DKK 27 million), which is recognised in other comprehensive income.

It is estimated that a 5% change in the foreign exchange rate of the group's main currency, USD, would result in a change in revenue for 2010 of approx. DKK 77 million and a change in EBIT of approx. DKK 16 million.

Based on the balance sheet at the end of 2009, a 5% fall in all foreign currencies relative to DKK would result in an increase in the value of financial instruments of DKK 29 million (DKK 70 million in 2008). The financial instruments included in the calculation are the group's interest-bearing net debt, accounts receivable, trade payables, non-current and current financial investments, forward exchange contracts and currency options hedging a transaction risk. In addition, interest rate and currency swaps are included. Expected foreign currency transactions, investments and non-current assets are not included.

Auriga's investments in foreign subsidiaries are only hedged occasionally as these investments are far more long-term in nature.

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

Currency	December 31, 2009				
	Securities, cash and cash equivalents	Receivables	Payables	Hedged by means of financial contracts	Net position
USD	91,847	186,852	(136,579)	(249,125)	(107,005)
EUR	50,774	343,437	(132,879)	-	261,332
AUD	13,410	60,735	(33,040)	(69,608)	(28,503)
CAD	2,964	19,837	(16,235)	(103,910)	(97,344)
GBP	539	17,891	(160,012)	-	(141,582)
BRL	11,891	934,483	(121,353)	-	825,021
INR	51,587	151,131	(79,925)	-	122,793
DKK	(36,130)	98,008	(303,049)	-	(241,171)
Other	53,726	219,198	(95,215)	(5,060)	172,649
	240,608	2,031,572	(1,078,287)	(427,703)	766,190

Currency	December 31, 2008				
	Securities, cash and cash equivalents	Receivables	Payables	Hedged by means of financial contracts	Net position
USD	61,835	307,705	(153,754)	(570,769)	(354,983)
EUR	50,324	355,922	(290,985)	-	115,261
AUD	14,977	53,924	(52,621)	(45,575)	(29,295)
CAD	1,196	54,765	(17,192)	-	38,769
GBP	1,813	18,266	(13,966)	-	6,113
BRL	10,888	525,149	(69,740)	-	466,297
INR	17,778	107,676	(40,538)	-	84,916
DKK	1,472	192,133	(283,103)	-	(89,498)
Other	64,182	125,777	(26,053)	-	163,906
	224,465	1,741,317	(947,952)	(616,344)	401,486

Note 24 – Foreign exchange risk, continued**Currency hedging agreements relating to future transactions**

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

	2009				2008			
	Notional amount	Foreign exchange gains/losses recognised in other comprehensive income	Fair value	Time to maturity	Notional amount	Foreign exchange gains/losses recognised in other comprehensive income	Fair value	Time to maturity
USD	155,703	8,099	8,020	< 1year	819,160	18,647	17,577	< 1year
JPY	11,245	345	343	< 1year	16,960	1,312	1,338	< 1year
CAD	-	-	-	-	42,990	7,010	7,003	< 1year
	166,948	8,444	8,363		879,110	26,969	25,918	

Forward exchange contracts concern the hedging of the sale and purchase of goods, cf. the group's policy thereon.

Recognition of foreign exchange gains/losses in the income statement is expected to take place in 2010.

Sensitivity analysis:

The group's sensitivity analysis shows the estimated change in the income statement and other comprehensive income which would result from a 5% fall in all currencies against DKK.

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

DKKm	2009			2008		
	5% fall in all currencies against DKK	Effect on income statement	Effect on other comprehensive income	5% fall in all currencies against DKK	Effect on income statement	Effect on other comprehensive income
Net interest-bearing debt	33.7	22.0	11.7	37.9	26.0	11.9
Currency swaps	11.7	1.6	10.1	11.9	1.6	10.3
Forward exchange contracts	21.9	21.3	0.6	44.9	14.2	30.7
Currency options	2.6	-	2.6	11.9	(0.2)	12.1
Investments	(42.4)	-	(42.4)	(37.8)	-	(37.8)
Other financial receivables	1.2	1.2	-	1.0	1.0	-
Total exchange rate sensitivity	28.7	46.1	(17.4)	69.8	42.6	27.2

NOTE 25 – Interest rate and liquidity risk

Fluctuations in interest rate levels pose a risk to the group's interest-bearing assets and liabilities. The interest rate risk is to some extent managed by means of interest rate swaps, while regular assessments are made of the distribution between fixed-rate and variable-rate debt. The group's net interest-bearing debt rose by DKK 423 million and amounted to DKK 1,909 million at the end of the year (DKK 1,486 million).

The market value of all interest rate swaps, the nominal value of which is DKK 300 million (DKK 300 million), which have an average term of 2.9 years, totalled DKK 13,8 million at the end of the year (DKK 7.7 million). At the end of the year, the average term of the group's financial instruments was 2.8 years, while the combined interest rate sensitivity in case of a 1 percentage point change in interest rates would be DKK 6 million.

Sensitivity analysis:

The group's sensitivity analysis shows the estimated change in the income statement and other comprehensive income which would result from a 1 percentage point increase in the market interest rate.

Sensitivity analysis as at December 31 based on change in interest rates:

	2009			2008		
	1 percentage point increase in interest rate	Effect on income statement	Effect on other comprehensive income	1 percentage point increase in interest rate	Effect on income statement	Effect on other comprehensive income
DKKm						
Net interest-bearing debt	(17.2)	(17.2)	-	(13.2)	(13.2)	-
Interest rate swaps	8.9	3.0	5.9	11.1	3.0	8.1
Currency swaps	2.3	2.3	-	2.4	2.4	-
Total interest rate sensitivity	(6.0)	(11.9)	5.9	0.3	(7.8)	8.1

The group's interest rate risks in the balance sheet:**Interest rate risk as at December 31, 2009**

DKKm	< 1 year	1 - 5 years	> 5 years	Total	Interest rate (%)
Securities	1	-	-	1	-
Cash	239	-	-	239	1.9
Interest-bearing assets	240	-	-	240	1.9
Mortgage debt	5	132	189	326	3.4
Other long-term debt	331	348	5	684	4.5
Bank debt	1,139	-	-	1,139	8.0
Interest-bearing debt	1,475	480	194	2,149	6.2

Interest rate risk as at December 31, 2008

DKKm	< 1 year	1 - 5 years	> 5 years	Total	Interest rate (%)
Securities	1	-	-	1	-
Cash	222	-	-	222	3.1
Interest-bearing assets	223	-	-	223	3.1
Mortgage debt	2	119	192	313	5.6
Other long-term debt	36	635	1	672	4.5
Bank debt	725	-	-	725	9.1
Interest-bearing debt	763	754	193	1,710	6.7

The group's liquidity risk:

The purpose of the group's financial planning is to ensure an optimum capital structure and the presence of adequate financial resources, while at the same time minimising capital costs. Liquidity is controlled through the use of short-term overdraft facilities combined with long-term, fixed credit facilities with a number of well-known financial institutions. At the end of the year, unutilised drawing facilities stood at DKK 702 million (DKK 485 million).

	Group	
	2009	2008
Distribution of interest-bearing debt:		
Fixed interest	23%	27%
Variable interest	77%	73%
Distribution of mortgage debt and other non-current payables:		
Fixed interest over a 4-year period	49%	47%
Variable interest	51%	53%
Distribution of bank debt:		
Fixed interest	0%	0%
Variable interest	100%	100%
Interest-bearing debt by currency:		
Danish kroner	36%	43%
Foreign currency, primarily USD, EUR and BRL	64%	57%

As at June 30, 2009, the solvency ratio of the subsidiary Cheminova A/S was 28.5%. Under the covenants of a loan of DKK 200 million, the solvency ratio had to be a minimum of 30% at all times. This thus constituted a breach of the covenants. Cheminova has renegotiated the covenants so that the required solvency ratio calculated at the end of the year has been reduced to a minimum of 25% as from 2009. The company has incurred no additional costs as a result of the renegotiation of the covenants.

Credit risk:

The most important primary financial instruments are trade receivables, other receivables and deposits with banks. The carrying amounts of these balance sheet items reflect the maximum credit risk. The credit risk attaching to accounts receivable is not unusual, but concerns primarily Brazil. Money market deposits and derivative financial instruments are only placed with financial institutions with high credit ratings.

NOTE 26 – Other adjustments

	Group		Parent	
	2009	2008	2009	2008
Share of profit/(loss) in associates	(6,837)	(509)	-	-
Net financials	124,949	114,016	(20,578)	(31,760)
Tax on profit/(loss) for the year	(43,181)	187,628	1,611	6,057
Adjustment of provisions	7,089	15,275	-	(800)
Market value adjustments of subsidiaries etc.	12,595	471	-	-
Other	788	1,412	-	(954)
Total	95,403	318,293	(18,967)	(27,457)

NOTE 27 – Company acquisitions

	Group			
	2009	2009	2008	2008
	Carrying amount	Fair value	Carrying amount	Fair value
Intangible assets and property, plant and equipment	90,187	90,187	106,692	106,692
Inventories	127,506	132,361	78,264	78,264
Receivables	153,151	153,151	69,251	69,251
Cash	(100,610)	(100,610)	(52,711)	(52,711)
Credit institutions	(55,137)	(55,137)	(63,434)	(63,434)
Trade payables	(73,617)	(73,617)	(41,993)	(41,993)
Other payables	(76,903)	(76,903)	(68,879)	(68,879)
Retirement benefit obligations	(1,363)	(1,363)	-	-
Net assets acquired	63,214	68,069	27,190	27,190
Consolidated goodwill	33,951	33,951	108,123	108,123
Acquisition sum	97,165	102,020	135,313	135,313
Of which cash less short-term bank debt	100,610	100,610	52,711	52,711
Cash acquisition sum	197,775	202,630	188,024	188,024

On March 1, 2009, Cheminova A/S acquired a further 25% of the shares in the German Stähler group

Cheminova acquired 50% of the shares in the Stähler group on January 1, 2008.

A specific assessment has been made of the pre-acquisition balance sheet, which has given rise to a small number of fair value adjustments of the assets and liabilities taken over.

Consolidated goodwill reflects expected future synergies.

Company acquisitions:

Name	Primary activity	Takeover date	Acquired ownership share in %	Acquired voting rights in %
Group 2009:				
Stähler GmbH, Germany	Sale of crop protection products	March 1, 2009	25%	25%
Group 2008:				
Stähler GmbH, Germany	Sale of crop protection products	January 1, 2008	50%	50%
Pytech Chemicals GmbH, Switzerland	Sale of crop protection products	July 1, 2008	50%	50%

NOTE 28 – Cash

	Group		Parent	
	2009	2008	2009	2008
Cash and cash equivalents as at January 1 include:				
Beginning of year	(499,507)	93,186	593,239	549,837
Value adjustment	(86,429)	103,057	-	-
Cash and cash equivalents as at January 1	(585,936)	196,243	593,239	549,837
Cash and cash equivalents as at December 31 include:				
Securities	1,166	973	1,166	973
Cash	239,442	223,492	-	-
Loans and receivables, subsidiaries	-	-	598,198	598,989
Bank debt	(1,139,294)	(723,972)	(69,797)	(6,723)
Cash and cash equivalents as at December 31	(898,686)	(499,507)	529,567	593,239
Liquidity:				
Unexercised drawing rights	702,156	484,811	5,203	68,277

NOTE 29 – Security provided

	Group		Parent	
	2009	2008	2009	2008
DKKm				
Outstanding debt on loan secured on property, plant and equipment	536	533	-	-
Carrying amount of charged property, plant and equipment	344	281	-	-
Lease obligation in respect of finance leases	15	13	-	-
Carrying amount of assets held under finance leases	13	10	-	-
Recourse guarantee for subsidiaries, max.	-	-	100	100

NOTE 30 – Contingent liabilities

The parent and the group comply with all current requirements stipulated by the environmental authorities, also pumping up and treating water from the subsoil to reduce the risk of unwanted environmental impacts to the greatest possible extent. A chemical waste depot established at Rønland also complies with all statutory requirements and approvals. In 2010, in dialogue with the authorities, it will be determined, how investigations in respect of removal of the waste depot can be carried out. Neither this case nor any other disputes pending or concluded have materially affected or are expected to materially affect the group's financial position.

NOTE 31 – Contractual liabilities

	Group	
	2009	2008
DKKm		
The group has entered into forward exchange and option contracts for the purchase and sale of various currencies at the equivalent value of	595	1,496
For the purpose of hedging interest rate risks, the group has entered into an interest rate swap covering the interest rate risk attaching to variable-interest loans of	300	300
The group has undertaken to buy minority shareholdings in the period from 2009 to 2012, the calculated max. cost being	145	82

As part of the group's activities, agreements have been made with suppliers etc. on usual terms as well as agreements concerning the possible acquisition of shares. In a few cases, the parent has issued letters of intent to subsidiaries in the group.

NOTE 32 – Operating leases

	Group	
	2009	2008
Non-cancellable operating leases		
0-1 year	10,875	25,463
1-5 years	17,043	13,803
More than 5 years	979	2,216
Total	28,897	41,482
Lease payment:		
Expensed lease payment	12,723	26,906
Specification of operating leases:		
IT equipment	841	575
Buildings	11,646	34,020
Vehicles	14,100	4,560
Other operating equipment	2,310	2,327
Total operating leases	28,897	41,482

The group has entered into non-cancellable operating leases concerning buildings and operating equipment. The average lease period is three years. All lease contracts follow a fixed repayment schedule. When the lease contracts expire, the group may acquire the assets at favourable prices.

NOTE 33 – Related parties

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

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

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

No other transactions have been carried out nor any agreements made with related parties in 2009.

	Parent	
	2009	2008
The parent's transactions with subsidiaries are as follows:		
Management fee received	100	675
Management fee etc. paid	3,060	2,960
Interest income	22,398	34,661
Interest expenses	233	-
Loans to subsidiaries	606,578	602,732
Loans from subsidiaries	8,380	3,743

NOTE 34 – Financial instruments, fair value hierarchy**Methods and conditions for calculating fair values:****Listed shares**

The portfolio of listed shares is valued at listed prices, and price quotes.

Unlisted shares

Unlisted shares are valued on the basis of market multiples for a group of comparable listed companies reduced by an estimated factor for trade in an unlisted market.

Derivative financial instruments

Forward exchange contracts and interest rate swaps are valued according to generally accepted valuation methods based on relevant observable swap curves and exchange rates.

Fair value hierarchy for financial instruments measured at fair value in the balance sheet:

	Group			Total
	2009			
DKKm	Listed prices Level 1	Observable input Level 2	Non-observable input Level 3	
Financial assets:				
Listed shares	0.5	-	-	0.5
Unlisted shares	-	0.1	0.6	0.7
Financial instruments entered into for the purpose of hedging future cash flows	-	8.4	-	8.4
Financial instruments entered into for the purpose of hedging the fair value of assets and liabilities	-	5.6	-	5.6
Total financial assets	0.5	14.1	0.6	15.2

There have been no significant transfers between level 1 and level 2 in the financial year.

NOTE 35 – Financial instruments

Other comprehensive income – fair value reserve:

DKKm	2009			2008		
	Interest rate instruments	Forward exchange contracts	Total	Interest rate instruments	Forward exchange contracts	Total
Gains and losses in connection with fair value valuation	(8)	46	38	2	(25)	(23)
Tax	2	(12)	(10)	(1)	3	2
Balance as at January 1	(6)	34	28	1	(22)	(21)
Movements:						
Gains and losses in connection with changes in fair value	(6)	(77)	(83)	(10)	65	55
Tax	2	20	22	3	(13)	(10)
Total	(4)	(57)	(61)	(7)	52	45
Transferred to the income statement, financial items	-	(1)	(1)	-	6	6
Tax	-	-	-	-	(2)	(2)
Total	-	(1)	(1)	-	4	4
Fair value reserve as at December 31	(10)	(24)	(34)	(6)	34	28
Composed as follows:						
Gross gains and losses	(14)	(32)	(46)	(8)	46	38
Tax	4	8	12	2	(12)	(10)
Balance as at December 31	(10)	(24)	(34)	(6)	34	28

NOTE 36 – Financial assets and liabilities, defined in IAS 39

	Group		Parent	
	2009	2008	2009	2008
Financial assets				
Non-current assets:				
Securities and other investments	1,166	973	1,166	973
Financial assets available for sale	1,166	973	1,166	973
Current assets:				
Trade receivables	1,788,689	1,470,356	-	-
Other receivables	273,350	300,492	121	67
Receivables from subsidiaries	-	-	606,578	602,732
Receivables from associates	-	390	-	-
Cash	239,442	223,492	-	-
Loans and receivables	2,301,481	1,994,730	606,699	602,799
Financial liabilities				
Non-current liabilities:				
Payables to mortgage credit institutions	320,695	310,886	-	-
Other credit institutions	321,568	608,818	-	-
Financial liabilities measured at amortised cost	642,263	919,704	-	-
Current liabilities:				
Payables to mortgage credit institutions	4,930	2,468	-	-
Other credit institutions	1,470,343	755,081	69,797	6,723
Payables to subsidiaries	-	-	8,380	3,743
Other payables	614,601	446,591	382	161
Trade payables	705,359	651,760	744	1,049
Financial liabilities measured at amortised cost	2,795,233	1,855,900	79,303	11,676

NOTE 37 – Government grants

In the financial year, the group received government grants of DKK 2 million (DKK 2 million) to cover costs and investments in assets. Furthermore, the group was granted 78,507 CO₂ emission allowances worth DKK 8 million (DKK 8 million), corresponding to the expected emission tax.

NOTE 38 – Events occurring after the balance sheet date

No significant events have occurred after December 31, 2009.