

CONSOLIDATED RESULTS FOR THE FIRST HALF OF 2010

KEY FIGURES AND HEADLINES

- Ter Beke group:
 - Total **turnover** increases from EUR 191.4 million to EUR 197.4 million (+3.1%);
 - **EBITDA** increases from EUR 16.0 million to EUR 19.6 million (+22.2%);
 - **EBIT** increases from EUR 6.7 million to EUR 10.6 million (+58.8%);
 - **Result after taxes** increases from EUR 4.4 million to EUR 5.7 million (+29.5%);
 - **Net cash flow** increases from EUR 13.7 million to EUR 14.6 million (+6.6%).

- Processed Meats Division:
 - Volume increase in all important markets;
 - Improvement of profitability;
 - Continuous growth in prepacked processed meats;
 - Construction of the logistics centre in Bijsterhuizen (the Netherlands) on schedule.

- Ready Meals Division:
 - Volume increase in all important markets.
 - Further improvement of profitability;
 - Considerable investments in the Come a casa® brand in Belgium;
 - Launch of a new pasta meals range.



CONSOLIDATED KEY FIGURES FIRST HALF OF 2010

<u>Income statement in 000 EUR</u>			
	<u>30/06/10</u>	<u>30/06/09</u>	$\Delta\%$
Revenue (net turnover)	197.389	191.414	3,1%
EBITDA ⁽¹⁾	19.578	16.022	22,2%
Result of operating activities (EBIT)	10.654	6.707	58,8%
Net financing costs	-2.137	-936	128,3%
Result of operating activities after net financing costs (EBT)	8.517	5.771	47,6%
Taxes	-2.789	-1.347	107,1%
Earnings after taxes (EAT)	5.728	4.424	29,5%
Net cash flow ⁽²⁾	14.652	13.739	6,6%
REBITDA ⁽³⁾	19.578	16.022	22,2%
Recurring result of operating activities (REBIT)	10.654	6.707	58,8%
<u>Financial position in 000 EUR</u>			
	<u>30/06/10</u>	<u>31/12/09</u>	
Balance sheet total	231.097	230.016	0,5%
Equity	84.552	82.808	2,1%
Net financial debts	57.520	65.464	-12,1%
Equity/Total assets (in %)	36,6%	36,0%	1,6%
Gearing Ratio ⁽⁴⁾	68,0%	79,1%	-13,9%
<u>Key figures in EUR per share</u>			
	<u>30/06/10</u>	<u>30/06/09</u>	
Number of shares	1.732.621	1.732.621	0,0%
Average number of shares	1.732.621	1.732.621	0,0%
Net cash flow	8,46	7,93	6,6%
Earnings after taxes	3,31	2,55	29,5%
EBITDA	11,30	9,25	22,2%

(1) EBITDA: result of operating activities + depreciation + impairment + fluctuations in provisions

(2) Net cash flow: Result after taxes + depreciation + impairment + fluctuations in provisions

(3) REBITDA: EBITDA from recurring operating activities

(4) Gearing Ratio: Net financial debt/Equity



NOTES TO THE CONSOLIDATED KEY FIGURES

Turnover

The Ter Beke group consistently opts to improve the profitability of its activities and at the same time increases the quality of its products and processes in a sustainable way.

The total turnover of the group increases by 3.1% from EUR 191.4 million to EUR 197.4 million in the first semester.

The turnover of the ready meals division increases with EUR 0.7 million (+1.2%). This increase is primarily due to a volume increase in the most important markets.

The turnover of the processed meats division increases by EUR 5.3 million (+4.0%). This increase is primarily due to the volume increase in the main product categories and in the slicing and packaging activities.

Results of operating activities

The EBITDA increases by EUR 3.6 million (+22.2%) from EUR 16.0 million in 2009 to EUR 19.6 million in 2010.

This improvement is mainly a consequence of the volume increase in both divisions and the results of efficiency investments and continuous cost control.

The result improvement includes the costs relating to the new investments in the quality of our products and in extra support for the Come a casa® brand in Belgium.

Along with the EUR 0.4 million decrease in non-cash costs, this results in an increase of the operating result (EBIT) of 58.8% from EUR 6.7 million in the first semester of 2009 to EUR 10.6 million in the first semester of 2010.

Net financing costs

The increase of net financing costs by EUR 1.2 million is primarily due to a EUR 1.3 million difference in exchange rate result on the Pound Sterling (-0.6 million in 2010 versus +0.7 million in 2009). The negative exchange rate result per 30 June 2010 is primarily caused by the “mark-to-market” valuation of open long term contracts.



Income taxes

The income tax rate in the first half of 2010 (32.7%) is in line with the tax rate over the full year 2009 (33.5%). The lower tax rate in the first semester of 2009 (23.3%) was caused amongst others by the setting up of deferred tax assets.

Balance Sheet

Under IAS-34, the balance sheet figures of 30 June 2010 are to be compared with those of 31 December 2009. As there have been no changes in the consolidation circle since 31 December 2009, changes in balance sheet items are limited.

Net debt decreased with EUR 8.0 million. This is the net effect of the EUR 23 million incoming cash flow from operations (19.6 million EBITDA + 3.4 million from the improvement of the balance sheet position) and the EUR 15.0 million outgoing cash flow, relating to paid up investments (EUR 8.9 million) and dividend and interest payments (EUR 6.1 million). The improvement of the balance sheet position is seasonal for the main part.

The change in equity is mainly the result of the net profit after tax of the first semester minus the dividend awarded over the previous financial year.

Investments

The group invested EUR 10.1 million in the first half of 2010. These investments related primarily to capacity investments in the plants in Wommelgem, Marche-en-Famenne and Ridderkerk (the Netherlands) and infrastructure adaptations relating to the new logistics centre in Bijsterhuizen (the Netherlands). Ter Beke will move the meat slicing and packing activities of Langeveld /Sleegers, which it acquired in 2005, that are currently spread over 4 locations to this new site. In addition, the complete storage and distribution for all Dutch activities of the group, including processed meat products and ready meals, will also be centralized there. The move to this logistics centre is scheduled to be completed in the fourth quarter.



Press release 27 August 2010 – 7:30 a.m.

Regulated information

www.terbeke.com

PROSPECTS FOR 2010

In 2010, the group will continue to work on improving the profitability of its activities, both in the processed meats division and in the ready meals division.

In the second semester, the investments in the Come a casa® brand and in the production processes will be further increased. Still, the group expects that, save for unforeseen circumstances, the EUR 1.3 million net result improvement will be reflected in the results of the full year.

HALF YEAR FINANCIAL REPORT

The half year financial report of the group is available on www.terbeke.com in the Investor Relations module under Other Financial Information.

The half year financial report contains the condensed consolidated financial statements drawn up in accordance with IAS 34, the declaration without reservations of the auditor on his limited review and the other legally required specifications.

CONTACTS

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You can also review the present press release and the half year financial report and address us your questions through the investor relations module on our website (www.terbeke.com).



FINANCIAL CALENDAR

Business update third quarter 2010:	5 November 2010 before market opening
Annual results 2010:	25 February 2011 before market opening
Annual report 2010:	At the latest on 30 April 2011
Business update first quarter 2011:	6 May 2011 before market opening
Shareholders' meeting 2011:	26 May 2011 at 11 a.m.

TER BEKE IN BRIEF

Ter Beke (Euronext Brussels: TERB) is an innovating Belgian fresh foods group selling its range of products in 10 European countries. The group has 2 core activities: processed meats and fresh ready meals; it has 9 industrial sites in Belgium, the Netherlands and France and employs approximately 1.800 people. Ter Beke generated a turnover of EUR 392.4 million in 2009.

Processed meats Division:

- Producer and slicer of processed meats for the Benelux, the UK and Germany
- 4 production plants in Belgium (Wommelgem, Waarschoot, Marche-en-Famenne, and Herstal) and 4 centres for the slicing and packaging of processed meats, 2 of which are in Belgium (Wommelgem and Veurne) and 2 in the Netherlands (Milsbeek and Ridderkerk)
- Innovating in the segment of prepackaged processed meats
- Distribution brands and own brand names L'Ardennaise®, Pluma® and Daniël Coopman®
- Approximately 1.050 employees

Ready meals Division:

- Producer of fresh ready meals for the European market
- Market leader in chilled lasagne in Europe
- 3 production plants, 2 of which are in Belgium (Wanze and Marche-en-Famenne) and 1 in France (Alby-sur-Chéran)
- Brand names Come a casa® and Vamos® in addition to distribution brands
- Approximately 750 employees

