



Thursday April 28, 2011

PRESS RELEASE

Activity for the 1st quarter of 2011

Bongrain SA recorded 1st quarter 2011 net sales up 12.6% compared to Q1 2010, thereby confirming the trend already noted during Q4 2010.

Consolidated data in millions of euro	Net sales		Changes			
	03/31/11	03/31/10	Total	Structure	Forex	Growth
Bongrain SA	931.9	827.6	12.6%	3.3%	0.9%	8.0%
By business segment:						
- Cheese products	604.8	572.5	5.6%	1.1%	1.2%	3.2%
- Other dairy products	345.6	272.8	26.7%	7.4%	0.1%	17.8%

Net sales of cheese products increased thanks to positive volume performance in most of our major markets with the exception of those still affected by the economic crisis, including Spain and certain countries of Central and Eastern Europe.

Net sales of other dairy products increased thanks to the favorable trend in the world prices for industrial products.

The positive impact of our scope of consolidation reflects the proportionate consolidation of Delaco (Rumania) since September 2010 and the full consolidation of Milkaut (Argentina) which took effect in February 2011.

The positive foreign exchange impact reflects the rise in value against the euro of the currencies of our main markets.

At the end of the 1st quarter of 2011, uncertainties remained as to the evolution of the world prices for industrial products for the rest of the year.

The price of milk in 2011 is expected to rise by between 10% and 30%, compared to 2010, depending on each country area. As these increases will be compounded with those of other production costs, the necessary rises in consumer prices are liable to weaken demand in particular in the markets that remain subject to crisis.

Bongrain SA will pursue the development of its brands and specialty products, despite this context, with volume performance that to date has remained satisfactory.