



7 June 2011

Iofina plc

("Iofina" or the "Company")

### **Iofina Reports Audited Full Year Financials**

The directors of Iofina are pleased to announce its final results for the year ended 31 December 2010.

#### **Highlights:**

- Revenues increased during the year under review to £8,858,657 (2009: £3,381,995)
- Significant development of the Mid-Stream iodine collection and extraction business; five Iodine Collection and Extraction Agreements in four states
- Consistent production in third quarter from the Atlantis Field of 175,000 cubic feet of gas per day and c. 5,000 barrels of water per day
- Iofina Chemical has provided the Group with direct integration into the higher margin \$2.5-3 billion USD per annum iodine chemical derivatives market. Key changes in the year have included re-pricing of certain products; pitching for new higher margin business; scaling back lower margin products and accounts; launching a new iodine based product; complete inventory work downs; making capacity improvements to the plant for methyl iodide (a new crop fumigant); and changes in senior management
- Continuing development of its water assets in Montana. The plan is to process its produced water so that it can be discharged into the Fresno Reservoir. Initial feasibility study for the physical discharge point into the Fresno Reservoir has been completed and no major obstacles are anticipated
- An exploration evaluation of the deeper horizons under its current acreage position, specifically the Bakken, the Group seeks a JV partner and it plans to actively market its deep rights beginning Summer 2011
- Iodine demand returned strongly in the first half of 2010 but weakened in the second half of 2010. Prices remained flat for 2010 but still at record highs. As was anticipated, iodine has

seen strong demand in the first quarter of 2011 with recent spot prices reaching a new all time high

- Post the year end, in April 2011, the Company raised £2.84 million (before expenses) through an oversubscribed placing of 10,519,372 new ordinary shares to enhance the Company's ability to benefit from record iodine prices and to meet Iofina's working capital requirements.

**Commenting on the results, Dr. Chris Fay CBE, Non-Executive Chairman commented:**

"I am pleased to report on a highly active and successful 2010 for the Company; a period which saw large scale Company owned-production commence, the implementation of third party brine Mid-Stream business rollout as well as the realisation of complete vertical iodine integration from the field to the sale of the final iodine derived end product through the Company's chemical division."

Iofina announces that the annual report and accounts for the financial year ended 31 December 2010, have been posted to shareholders today.

Copies of the report and accounts and the Notice of AGM are available from the Company's registered office at 82 St. John Street, London EC1M 4JN and on the Company's website: [www.iofina.com](http://www.iofina.com).

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