

LANDEC CORPORATION
FISCAL YEAR 2007 THIRD QUARTER ENDED FEBRUARY 25, 2007

How do the results by line of business for the three and nine months ended February 25, 2007 compare with the same periods last year, excluding the \$20.6 million income on the sale of FCD, net of expenses, bonuses and the related taxes?

The results are as follows (unaudited and in thousands):

	<i>Three months ended 2/25/07</i>		<i>Three months ended 2/26/06</i>		<i>Nine months ended 2/25/07</i>		<i>Nine months ended 2/26/06</i>	
<i>Revenues:</i>								
<i>Apio Value Added(a)</i>	\$	43,055	\$	39,517	\$	113,897	\$	99,653
<i>Apio Tech(b)</i>		1,298		503		1,352		590
<i>Technology Subtotal</i>		44,353		40,020		115,249		100,243
<i>Apio Trading (c)</i>		6,990		7,415		41,389		50,093
<i>Total Apio</i>		51,343		47,435		156,638		150,336
<i>Landec Ag</i>		1,350		8,353		1,481		8,373
<i>Corporate</i>		262		1,461		1,178		1,957
<i>Total Revenues</i>		52,955		57,249		159,297		160,666
<i>Gross Profit:</i>								
<i>Apio Value Added</i>		5,654		6,435		16,597		17,436
<i>Apio Tech</i>		1,261		501		1,281		563
<i>Technology Subtotal</i>		6,915		6,936		17,878		17,999
<i>Apio Trading</i>		538		455		2,570		2,721
<i>Total Apio</i>		7,453		7,391		20,448		20,720
<i>Landec Ag</i>		1,375		2,621		1,297		2,640
<i>Corporate</i>		262		1,404		1,178		1,735
<i>Total Gross Profit</i>		9,090		11,416		22,923		25,095
<i>R&D:</i>								
<i>Apio</i>		244		193		808		733
<i>Landec Ag</i>		—		163		265		470
<i>Corporate</i>		419		345		1,214		1,077
<i>Total R&D</i>		663		701		2,287		2,280
<i>S,G&A:</i>								
<i>Apio</i>		3,228		3,406		9,362		10,324
<i>Landec Ag</i>		274		2,704		5,369		6,920
<i>Corporate</i>		1,337		1,085		2,299		3,286
<i>Total S,G&A</i>		4,839		7,195		17,030		20,530
<i>Other (d):</i>								
<i>Apio</i>		(697)		(638)		(1,943)		(2,227)
<i>Landec Ag</i>		(54)		(505)		(1,062)		(1,313)
<i>Corporate</i>		1,219		1,137		3,578		3,212
<i>Total Other</i>		468		(6)		573		(328)
<i>Net Income (Loss):</i>								
<i>Apio</i>		3,284		3,154		8,335		7,436
<i>Landec Ag (e)</i>		1,047		(751)		(5,399)		(6,063)
<i>Corporate</i>		(275)		1,111		1,243		584
<i>Net Income (Loss)</i>	\$	4,056	\$	3,514	\$	4,179	\$	1,957

a) Apio's value-added business includes service revenues and gross profits from Apio Cooling LP.

b) Apio Tech includes the BreatheWay trademark for banana packaging, packaging technology for other shelf life sensitive vegetables and fruit, plus other unique packaging solutions.

c) Apio's trading business includes its commission-based commodity export business and its commission-based domestic commodity buy/sell business.

d) Included in Other is net interest income/(expense), non-operating income/(expense) and corporate management fees charged to Apio and Landec Ag by Corporate.

e) Prior to the sale of FCD on December 1, 2006, virtually all of Landec Ag's revenues and profits were realized in the Company's third and fourth fiscal quarters with the majority being realized in the fourth fiscal quarter.

