

15.11.12
Announcement No. 23, 2012

Interim financial report – Q3 2012

At its meeting today, the Board of Directors of Monberg & Thorsen A/S approved the interim financial report for the period 1 January – 30 September 2012. The interim financial report is unaudited.

Søborg, 15 November 2012
Board of Directors and Executive Board

Monberg & Thorsen A/S



Anders Colding Friis
Chairman



Jørgen Nicolajsen
President and CEO

Questions relating to this announcement should be directed to Jørgen Nicolajsen, President and CEO, on telephone +45 3546 8000.

The interim financial report can also be viewed at www.monthor.com

This announcement is available in Danish and English. In case of doubt, the Danish version shall prevail.

CVR No. 12 61 79 17

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Interim financial report – 1 January to 30 September 2012

After the divestment of Dyrup in 2011 with closing at the start of 2012, the principal activity going forward is MT Højgaard.

- **Monberg & Thorsen** reported a third-quarter operating profit from its continuing operations of DKK 1 million compared with a DKK 37 million loss in the third quarter of 2011. The profit did not match expectations. The YTD result was a loss of DKK 70 million, primarily reflecting the considerable downward adjustments on projects in MT Højgaard, especially in the first quarter, and restructuring costs.
- **MT Højgaard** delivered third-quarter revenue of DKK 2.2 billion and profit before tax of DKK 3 million, which, however, did not match expectations. The result was impacted by weaker profitability than expected on previously contracted projects and, to a lesser extent, restructuring costs.

The outlook for 2012 has been changed as a consequence of weaker profitability on some of the previously contracted projects and additional costs in connection with the efficiency measures in MT Højgaard.

THE GROUP

Financial highlights for Monberg & Thorsen

DKK million	Q3 2011	2012	YTD 2011	2012
Revenue:				
MT Højgaard (46%)	1,059	1,023	3,051	3,554
Operating profit (loss) (EBIT):				
MT Højgaard (46%)	-36	3	-40	-64
Parent company	-1	-2	-6	-6
Operating profit (loss) (EBIT)	-37	1	-46	-70
Profit (loss) before tax from continuing operations	-29	1	-41	-65
Profit (loss) after tax from continuing operations	-22	-1	-34	-55
Profit after tax from discontinuing operations, Dyrup	4	-	15	-
Profit (loss) after tax	-18	-1	-19	-55

Income statement

Consolidated revenue from continuing operations in the period 01.01-30.09.2012 was 16% ahead of the same period last year.

The operating result from continuing operations was lower, overall, than last year.

Net finance costs amounted to net income of DKK 5 million, in line with expectations.

MT Højgaard's revenue for the period 01.01.-30.09.2012 was DKK 7.7 billion compared with DKK 6.6 billion in the same period last year, up 16%.

The result before tax was a loss of DKK 139 million, of which Monberg & Thorsen's share was 46%.

Stock Exchange Announcement No. 22 concerning MT Højgaard issued earlier today gives a detailed account of the development in the contracting activities.

The parent company's operating result was in line with expectations.

Statement of cash flows

The operating activities of the continuing operations resulted in a cash outflow of DKK 150 million, mainly reflecting MT Højgaard's activities. Investing activities generated a cash inflow of DKK 172 million, primarily due to the divestment of Dyrup.

The Group's financial resources are still considered to be satisfactory.

Balance sheet

At DKK 2.7 billion, the balance sheet was somewhat lower than at 30.09.2011 and at 31.12.2011 due to the divestment of Dyrup and a lower balance sheet total in MT Højgaard. The Group's equity ratio was 37% compared with 27% at 31.12. 2011.

Accounting policies

The interim financial report has been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and additional Danish disclosure requirements for interim financial reports of listed companies. The accounting policies remain unchanged compared with the 2011 annual report, apart from the following standards and interpretations, which became effective on 1 January 2012, including amendments to IFRSs 1 and 7 and to IAS 12. The new standards and interpretations have not had any effect on recognition and measurement in the interim financial report.

Related parties

The company has a controlling related party relationship with Ejnar og Meta Thorsens Fond.

Apart from intragroup transactions that have been eliminated in the consolidated financial statements, and normal management remuneration, no transactions have been effected during the period with major shareholders, members of the Board of Directors or Executive Board or other related parties.

Transactions between Monberg & Thorsen and its subsidiaries and jointly controlled entities are on an arm's length basis.

Outlook for 2012

The Group's profit outlook for 2012 has been changed compared with the information provided in the interim financial report for the second quarter.

Revenue is expected to be slightly higher than last year.

The pre-tax margin is now expected to be around -2% compared with previously around -1%. To this should be added any costs in connection with the indemnities and guarantees provided in connection with the divestment of Dyrup.

MT Højgaard expects revenue slightly ahead of last year and a pre-tax margin of around -2% compared with previously around -1%. The changed outlook reflects weaker profitability than expected on previously contracted projects as well as additional restructuring costs.

The projections concerning future financial performance are subject to uncertainties and risks that may cause the performance to differ from the projections. The general financial unrest in the international markets, in particular, may influence earnings performance in 2012. Significant risks are described in the 'Risk factors' section in the 2011 annual report. Significant risks and uncertainties remain unchanged compared with the description in the annual report. The outlook is based on relatively stable interest rate and exchange rate levels.

Other information

Monberg & Thorsen did not buy back any treasury shares in the quarter under review. The portfolio of treasury shares is still 2,645 nos.

Statement by the Executive Board and the Board of Directors

The Board of Directors and the Executive Board have today discussed and approved the interim financial report of Monberg & Thorsen A/S for the period 1 January – 30 September 2012.

The interim financial report is unaudited and has been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and additional Danish disclosure requirements for interim financial reports of listed companies.

In our opinion, the interim financial statements give a true and fair view of the Group's financial position at 30 September 2012 and of the results of the Group's operations and cash flows for the period 1 January – 30 September 2012.

Further, in our opinion, the Management's review gives a fair review of the development in the Group's operations and financial matters, the results for the period and the Group's financial position and a description of the significant risks and uncertainty factors pertaining to the Group.

Søborg, 15 November 2012

Executive Board

Jørgen Nicolajsen
President and CEO

Board of Directors

Anders Colding Friis
Chairman

Niels Lykke Graugaard
Deputy Chairman

Lars Goldschmidt

Curt Germundsson

Christine Thorsen

Henriette Holmgreen Thorsen

*Appendices: Financial highlights
Consolidated balance sheet, Statement of comprehensive income and
Statement of changes in consolidated equity
Quarterly statements*

Financial highlights

DKK million	Year	YTD	
	2011	2011	2012
Income statement			
Revenue from continuing operations:			
MT Højgaard (46%)	4,281	3,051	3,554
Operating profit (loss) (EBIT)	-164	-46	-70
Net finance costs	9	-5	5
Profit (loss) before tax from continuing operations	-155	-41	-65
Profit (loss) after tax from continuing operations	-120	-34	-55
Profit (loss) after tax from discontinuing operations, Dyrup	-288	15	-
Profit (loss) after tax	-408	-19	-55
Balance sheet			
Interest-bearing assets	646	470	617
Interest-bearing liabilities	187	356	289
Invested capital	688	1,419	650
Equity	1,146	1,533	978
Balance sheet total	4,306	4,386	2,652
Cash flows			
From operating activities	-76	-249	-150
For investing activities**	48	7	172
From financing activities	-36	-2	-112
Cash flows from discontinuing operations, Dyrup	-195	-186	-
Net increase (decrease) in cash and cash equivalents	-259	-430	-90
** Portion relating to investment in property, plant and equipment (gross)	-58	-21	-4
Financial ratios (%)			
Operating margin (EBIT margin) from continuing operations	-4	-2	-2
Pre-tax margin from continuing operations	-4	-1	-2
Return on invested capital (ROIC) from continuing operations	-25	-3*	-10*
Return on equity (ROE)	-30	-1*	-10*
Equity ratio	27	35	37
Share ratios (DKK per DKK 20 share)			
Earnings per share (EPS), continuing operations	-34	-10	-26
Earnings per share (EPS), total	-114	-5	-26
Cash flows from operating activities, continuing operations	-21	-70	-42
Book value	320	428	273
Market price	190	292	174
Market price/book value	0.6	0.7	0.6
Market capitalisation in DKK million	681	1,047	623

*) Not converted to full-year figures.

The interim financial report has been prepared in accordance with IAS 34 Interim Financial Reporting and Danish disclosure requirements for interim financial reports of listed companies.

The financial ratios have been calculated in accordance with 'Recommendations & Financial Ratios 2010' published by the Danish Society of Financial Analysts. Financial ratios are defined in the 2011 annual report.

Consolidated balance sheet, Statement of comprehensive income and Statement of changes in consolidated equity

Consolidated balance sheet (DKK million)	Year	YTD	
	2011	2011	2012
ASSETS			
Intangible assets	56	56	57
Property, plant and equipment	342	358	309
Investments	119	87	142
Total non-current assets	517	501	508
Inventories	470	425	347
Receivables	1,438	1,428	1,180
Cash and cash equivalents and securities	645	470	617
Oblig. related to operations classified as held for sale, Dyrup	1,236	1,562	-
Total current assets	3,789	3,885	2,144
Total assets	4,306	4,386	2,652
EQUITY AND LIABILITIES			
Equity	1,146	1,533	978
Non-current provisions	114	105	131
Non-current liabilities, interest-bearing	77	77	71
Construction contracts in progress	663	347	429
Current liabilities, interest-bearing	110	279	218
Other current payables	1,162	1,094	825
Oblig. related to operations classified as held for sale, Dyrup	1,034	951	-
Total equity and liabilities	4,306	4,386	2,652

Statement of comprehensive income (DKK million)	Year	YTD	
	2011	2011	2012
Foreign exchange adjustments, foreign enterprises	-10	-4	-2
Value adjustments of hedging instruments	-1	-12	-3
Tax on other comprehensive income	-2	2	0
Comprehensive income recognised directly in equity	-13	-14	-5
Profit (loss) for the period	-408	-19	-55
Total comprehensive income	-421	-33	-60

Statement of changes in consolidated equity (DKK million)	Year	YTD	
	2011	2011	2012
Start of period	1,594	1,594	1,146
Comprehensive income for the period	-421	-33	-60
Dividend to shareholders	-25	-25	-108
Capital contributions, non-controlling interests	-2	-3	-
End of period	1,146	1,533	978

Quarterly statements

DKK million	Q1	Q2	2012 Q3	Q4	Total
Income statement					
Revenue from continuing operations: MT Højgaard (46%)	1,146	1,385	1,023		3,554
Operating profit (loss) (EBIT)					
MT Højgaard (46%)	-69	2	3		-64
Parent company's operations	-2	-2	-2		-6
Total operating profit (loss) (EBIT)	-71	0	1		-70
Net finance costs	0	5	0		5
Profit (loss) before tax from continuing operations	-71	5	1		-65
Profit (loss) after tax from continuing operations	-54	0	-1		-55
Profit (loss) after tax, Dyrup	0	0	-		-
Profit (loss) after tax, total	-54	0	-1		-55

DKK million	Q1	Q2	2011 Q3	Q4	Total
Income statement					
Revenue:					
Dyrup	986	1,006	1,059	1,230	4,281
MT Højgaard (46%)					
Operating profit (loss) (EBIT)					
MT Højgaard (46%)	-5	1	-36	-113	-153
Parent company's operations, etc.	-2	-3	-1	-5	-11
Total operating profit (loss) (EBIT)	-7	-2	-37	-118	-164
Net finance costs	-4	1	8	4	9
Profit (loss) before tax from continuing operations	-11	-1	-29	-114	-155
Profit (loss) after tax from continuing operations	-9	-3	-22	-86	-120
Profit (loss) after tax, Dyrup	-8	19	4	-303	-288
Profit (loss) after tax	-17	16	-18	-389	-408