



Interim Report and Accounts 2001

**Translation of
Announcement No. 12.2001**

to

Copenhagen Stock Exchange
Nikolaj Plads 6,
DK-1007 Copenhagen K

and

Shareholders of NKT Holding A/S

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Information meeting

An information meeting dealing with the NKT interim report and accounts will be held at 09.00 on Friday 24 August 2001 to which representatives of the press and the financial sector are invited. The meeting will take place at NKT's Exhibition Centre, Priorparken 515, DK-2605 Brøndby. To attend, please contact Ulla Munk on phone +45 43 48 34 05 or e-mail: ulla.munk@nkt.dk.

Questions

Please address any questions relating to the NKT interim report and accounts to Tom Knutzen, NKT Group President and CEO, on phone +45 43 48 20 00.

Brøndby, 23 August 2001

NKT Holding A/S

Signed by

Christian Kjær
Chairman of Board of Directors

Signed by

Tom Knutzen
NKT President and CEO

Key figures for the Group

All amounts in DKK million	1st half 2001 Unaudited	1st half 2000 Unaudited	31.12.2000
Profit and loss account			
Net turnover	3,220	3,210	6,509
Earnings before interest, tax, depreciation and amortisation (EBITDA)	198	12	(118)
Depreciation and writeoffs of fixed assets	(188)	(330)	(943)
Of which, amortisation and writeoffs on goodwill	(40)	(44)	(325)
Earnings before interest and tax (EBIT)	10	(319)	(1,060)
Net financial income and expenses	59	21	77
Profit (loss) on ordinary operations	69	(298)	(983)
Profit (loss) on ordinary operations after tax	57	(319)	(914)
Extraordinary items, net	0	4,919	4,919
Extraordinary items after tax	0	4,919	4,919
Profit after tax	57	4,600	4,006
NKT's share of Group profit after tax	68	4,612	4,030
Balance sheet and employees			
Shareholders' equity	4,110	7,603	4,149
Balance sheet total	7,072	11,040	9,981
Net interest-bearing items *	(221)	2,820	2,758
Capital employed **	4,573	5,070	4,443
Average number of employees	5,741	6,354	6,206
Cash flow			
Cash flow from operations	74	(235)	(111)
Net investment in tangible fixed assets	(33)	(137)	(286)
Key performance indicators			
Equity ratio	58%	69%	42%
Number of shares of DKK 20 nominal value (1000's)	25,000	26,980	26,980
Earnings per share (EPS), DKK	2	(12)	(34)
Dividend paid per share of DKK 20 nominal value, DKK	104	16	16
Equity value per share, incl. dividend, DKK	164	282	258
Market price per share of DKK 20 nominal value, DKK	119	257	368

* Interest-bearing cash holdings and receivables less interest-bearing debt

** Net interest-bearing items plus shareholders' equity, minority interests and allocated dividend

Interim report 2001

The NKT Group accounts for the period 1 January to 30 June were approved by the Board of Directors at a meeting held today, 23 August 2001.

Main conclusions

- Our development activities are proceeding satisfactorily.
- Alignment of NKT Holding - Research - Innovation to the corporate strategy, Vision 2005, is progressing according to plan.
- The market for telecommunications equipment has changed dramatically. IONAS is heavily effected by this.
- NKT Cables' risk profile has been substantially reduced after closure of the submarine cable activities. Machinery and equipment have been sold at profit.
- Nilfisk-Advance is experiencing satisfactory growth in Europe and the Far East, but is hit by decline in demand in the US market.
- Our capital restructuring project is complete, and almost DKK 3 billion has been paid to NKT's shareholders.
- The expected result for 2001 is unchanged, but the earnings breakdown between individual NKT companies has changed.

The Group

As seen from the key figures on page 2, Group turnover in the first half of 2001 was DKK 3,220 million, which is similar to the same period last year. After adjustment for acquisition and disposal of businesses and currency factors, this represents a slight increase in turnover.

An operating profit of DKK 10 million was recorded, compared with an operating loss in the first half of 2000 of DKK 319 million. Last year's figure was

strongly influenced by trading losses and writedowns relating to NKT Cables' activities in the area of submarine cables. Operating earnings in the first half of 2001 were favourably influenced by income of around DKK 75 million from sale of submarine cable machinery and equipment.

The activities of the Group's development businesses and NKT Holding and NKT Research & Innovation resulted in an operating loss of DKK 61 million. The Group's mature businesses and growth businesses yielded an operating profit of DKK 71 million, which was not satisfactory.

The Group's financial income in first-half 2001 was up on the same period last year as a result of improved liquidity following the sale of GIGA in spring 2000.

Profit after tax and minority interests amounted to DKK 68 million for first-half 2001, as against DKK 4,612 million the previous year. Last year's figure included proceeds of DKK 4,919 million from the sale of GIGA.

Due to market factors, the Group companies IONAS, Nilfisk-Advance and the 51%-owned company NKT Flexibles did not perform to expectations. NKT's other companies, the NKT Cables group, Priorparken, NOVATOR and the seven development businesses, achieved their financial and business objectives. The financial and business development of the individual Group companies, and their expectations for 2001, are described in the following pages.

Extraordinary dividend

In May, NKT's shareholders were paid an extraordinary dividend of DKK 500 and an ordinary dividend of DKK 20 per share of DKK 100 nominal value. NKT has thus paid its shareholders a total of DKK 2.8 million in dividend in 2001.

Stock split

A 1:5 stock split has been implemented, whereby the nominal NKT share price has been changed from DKK 100 to DKK 20.

Capital structure

A reduction of NKT's share capital by DKK 39,598,400 (nominal amount) to DKK 500,000,000 (nominal amount), corresponding to 7.3%, was approved at the Annual General Meeting in April 2000. The reduction was effected in August at the end of the statutory claims period.

Following the implementation of the above capital restructuring, NKT's portfolio of own shares comprises 2.3% of the share capital. This portfolio serves solely to cover outstanding share options.

The capital structure will continuously be reviewed, and it remains the intention under the authorisation granted to acquire up to 5% of NKT's own shares as the Group's relatively low, net interest-bearing debt, permits this form of long-term capital resource.

NKT shares

As a result of the substantial dividend payment made in April, which as expected reduced the Group's market capitalisation by DKK 2.8 billion, NKT shares left the KFX Index (Blue Chip Index on the Copenhagen Stock Exchange) in June 2001.

Expectations for 2001

Consolidated profits for the year are expected to be in line with previously published forecasts – although the earnings breakdown between the Group's individual companies has changed. Thus, NKT Holding's share of the overall financial result after tax and minority interests is expected to be a DKK 50 to 100 million loss.

NKT's stock market diary for 2002

Annual report 2001	5 March
Annual General Meeting	3 April
1st quarter Report 2002	21 May
Interim Report 2002	27 August
3rd quarter report 2002	19 November

Central functions

NKT Holding A/S and NKT Research & Innovation A/S are responsible for the Group's central management and business development. In these two companies our specialist business and technological expertise is contained within the 'NKT Competence Net', the organisation that services NKT's development and growth undertakings.

Expansion of knowledge

We work continuously to optimise our knowledge-based skills, and our Intellectual Property Rights unit was strengthened in first-half 2001 with the recruitment of a Patents Manager.

With the goal of consolidating NKT's R&D activities within an advanced research environment, some 40 staff at NKT Research & Innovation will relocate to rented facilities at the Technical University of Denmark at the turn of this year.

In spring, NKT announced its intention to invest in DTU Innovation, which was established as an individual organisation under the Technical University of Denmark. The purpose of DTU Innovation is to interact with the individual university departments in serving as an incubator for many of tomorrow's new research and knowledge-based companies.

The concept of setting up a business-oriented research environment – the NKT Academy - in partnership with the Technical University of Denmark and other Danish and foreign universities has been realised, and the first PhD research projects have been launched. This initiative is aimed at increasing the

number of highly-trained graduates specialising in optical communications and life science technologies.

Support - DKK 10 million – for the NKT Academy is being provided by the Danish Ministry of Education through the Danish Research Training Council. The first, week-long, NKT Summer School was launched on 19 August. 90 students from 26 different countries have been enrolled for the tuition, which is focused on advanced photonics. The NKT Summer School is an element in our efforts to stimulate interest in a career in the optical communications industry.

New company

In June, a new optical communications company, KOHERAS, was set up as a spin-off from a business developed and operated by IONAS and based on fibre-optic lasers for optical sensor and display systems. We believe that transferring this activity to an independent business unit will give improved opportunities for exploiting the potential of fibre-optic lasers for industrial applications. KOHERAS is expected to achieve turnover of around DKK 5 million in second-half 2001. (See also comments under ‘Optical Communication’).

Group companies as at 30 June 2001

NKT Holding – NKT Research & Innovation

Mature businesses	Growth and development businesses		
	Optical communication	Life science components	Materials technology
NKT Cables Nilfisk-Advance Priorparken NOVATOR	IONAS Crystal Fibre CISILIAS KOHERAS	SMB PicoSep	NKT Flexibles NST LIOS Watech

Development projects

In NKT’s portfolio of development projects, positive results have been achieved in several of the activities oriented towards life science components, and it is thought likely that a new development business will be established in this sphere in the months ahead.

Vision 2005 – status at 30 June 2001

The table below includes NKT’s growth and development businesses – except the 51%-owned company NKT Flexibles – along with NKT Research & Innovation and NKT Holding.

	30.6 2001	31.12 2000	31.12 1999
Businesses started	2	3	1
New development partnerships	3	5	2
Patents			
- Basic applications filed	11	24	19
- Basic applications continued internationally	9	16	10
- Patents issued	2	6	1

Optical Communication

For players in the optical communications market – or more specifically that part of the market oriented towards the telecommunications industry – the first half of 2001 saw dramatic changes. The reduction in capital investment by network operators since the end of last year has left both systems suppliers and component suppliers with surplus stocks. The result has been a serious market slowdown for activities in the optical part of the telecoms sector.

NKT's development businesses in the optical sector - Crystal Fibre, CISILIAS and the newly established KOHERAS – are not directly affected by the current market situation as at present they have no commercial activities of significance where the telecoms market is concerned. Thus, only NKT's growth business IONAS is being hindered in its anticipated expansion.

IONAS

At the start of the year it was expected that IONAS would record a turnover of around DKK 200 million and an operating profit for the year. During first-half 2001 the company achieved a turnover of DKK 62 million and breakeven on operations. Optical fibre activities, which in June were transferred to KOHERAS, represented just under 10% of this turnover.

IONAS' joint venture partner JDS Uniphase is by far the company's biggest outlet for optical chips intended for AWG components, which are primarily sold to one customer. This customer has announced that a much slower rate of supply is required in future, and as market demand is currently severely reduced for the reasons described above there is little prospect of major new orders in the short term.

IONAS' turnover expectations for the second half of 2001 are therefore surrounded by considerable uncertainty, but sales approaching first-half levels are unlikely to be achieved. IONAS is therefore expected to report an operating loss for the year as a whole.

IONAS has postponed a number of expansion initiatives with a view to minimising the financial effects of the market slowdown. The company's fixed assets at end-2001 will be DKK 150 million.

We see no reason to doubt the long-term potential of optical communication components, however, as the need for cost-effective technologies capable of creating increased bandwidth will continue to exist. We believe that IONAS' production technology is extremely well-positioned in this context – partly by virtue of the results in terms of yield and specifications achieved in volume production. However, the sector's hitherto very high growth rates are expected to moderate, and the duration of the market slowdown is also difficult to forecast.

Crystal Fibre

Crystal Fibre inaugurated its new production facilities in June, and also acquired an important licence to the design of crystal fibres through a semi-exclusive agreement with the British research institute DERA (now QinetiQ). The transaction included both a cash payment and a warrants scheme for DERA. The general technological trend has consistently confirmed an increased need for special-purpose optical fibres.

CISILIAS

Developments in CISILIAS are proceeding to plan and the first commercial sales of the new prototype chips have taken place.

KOHERAS

An IONAS spinoff company formed with effect from 1 July, KOHERAS is primarily oriented towards the market for optical sensor and display systems with a product programme that comprises fibre-optic lasers based on Bragg gratings.

Although commercially active from its establishment, KOHERAS is expected to be classed as an NKT development company for one to two years.

Life Science components

There is greatly increased focus throughout the global community on all aspects of health care.

As a result, a very substantial need has emerged for development of new technologies that can streamline the complex laboratory processes used in the health sector and industry. Everything points to an urgent need to take advanced analysis for medical diagnostics out of the laboratory for direct handling at the points where the problems are identified.

Based on our core competencies in the fields of microtechnology, opto- and semiconductor technology and materials technology it is a logical commercial progression to rank NKT as a supplier of life science components that can simplify complex, costly and time-consuming laboratory routines.

The first half of 2001 saw a number of positive development results in the area of life science components. Against this background it is likely that the second half of the year will see the addition of another development business to our corporate portfolio in this sector.

SMB

NKT's development business SMB (Scandinavian Micro Biodevices) is pursuing its plans to develop a range of components relating to surface-prepared slides for DNA arrays.

SMB has signed prototype development agreements with a number of industrial customers needing microarrays and microflow system solutions as the basis for their work.

PicoSep

Established as a development business in spring 2001 in partnership with the Center for Proteome Analysis at the University of Southern Denmark, PicoSep has achieved promising results with a new method of protein separation. To take the technology a stage further, however, it has been decided to expand the original basis for proof of concept before initiating the next phase of investment.

Materials Technology

Unlike NKT's optical communications and life science businesses, the companies in the materials technology group are not oriented towards a single industrial sector. Their only common bond is that they all base their activities on materials technology expertise developed by NKT.

NKT Flexibles

The growth company, NKT Flexibles achieved turnover of DKK 141 million in first-half 2001. This was an increase of 27% on the corresponding period in 2000. An operating loss of DKK 23 million was recorded, compared with a loss of DKK 26 million last year. The limited improvement in operating performance must be seen in the light of substantial costs incurred on development of a deep-water pipe construction for a large Brazilian oil company.

Orders received were below expectations despite rising activity levels in the offshore sector as a result of stable oil prices. We believe it is only a matter of time, however, before this development is reflected in new orders for NKT Flexibles.

Orders in hand were worth DKK 105 million at 30 June (of which an amount of DKK 75 million relates to production in 2001). Based on that NKT Flexibles expects an increase in turnover at around 20% on the year overall and an operating deficit in the level of last year.

NST

Another development company, NST, relocated during the spring to new facilities at NKT's Birkerød plant. This move has enabled NST to optimise its production flow.

LIOS Technology

Operations at LIOS Technology, NKT's development business in Germany, are proceeding to plan.

Watech

Activities aimed at finding one or more partners for Watech are continuing.

Mature businesses

NKT Cables group

The NKT Cables group achieved turnover of DKK 1,480 million and operating profits of DKK 71 million in the first half of 2001. This performance was in line with the business development strategy established for the group after closure of the submarine cables factory in Denmark at the start of the year.

Turnover was down by DKK 56 million on the same period last year, while operating earnings improved substantially by DKK 310 million.

The decrease in turnover was due to the closure of the submarine cables factory in Kalundborg and the sale of rubber-cable operations in Cologne at the end of last year. The continuing activities realised a small improvement in turnover of around 4%.

Volume sales to the European market as a whole were largely unchanged in the first half of the year, with decreased sales in Western Europe being offset by increased sales in Eastern Europe. Price levels also remained roughly the same, and we are believed to have slightly increased our market shares.

A first-half operating profit of DKK 71 million was achieved. The improvement of DKK 310 million on the same period last year resulted from profits from sale of fixed assets, significantly reduced capacity costs, and last year's extraordinary writedown of DKK 125 million on fixed assets. As previously announced, agreement has been signed with various parties for sale of machinery and equipment from the submarine cable factory, and related proceeds of around DKK 75 million are expected to be generated in 2001.

The closure of the submarine cables factory and other measures introduced have led to a 19% decrease in cash overheads, which fell by DKK 128 million from DKK 667 million in first-half 2000 to DKK 539 million in the same period this year. The implemented measures have reduced the total European work force by 19%, from 3,141 employees in June last year to 2,632 today.

Activity levels at the factory in China are rising, and as part of the restructuring of this joint venture, NKT Cables increased its share of ownership from 49% to 69% during the first half of 2001.

Second-half turnover for NKT Cables is expected to slightly exceed the first-half level. Operating profit excluding sales of machinery and equipment is expected to be slightly up on the first-half figure. Final prospects therefore remain unchanged, with the company expected to achieve breakeven on operations, to which must be added profits on sale of fixed assets.

Nilfisk-Advance

Nilfisk-Advance recorded turnover of DKK 1,476 million in the first half of 2001, and an operating profit of DKK 10 million after amortisation of goodwill amounting to DKK 33 million. This operating performance was below our expectations.

Turnover was down on first-half 2000 by DKK 34 million. After exchange-rate adjustments, however, the real fall in turnover was DKK 60 million. This was solely attributable to the US market..

Moderate progress was achieved in the rest of the Nilfisk-Advance group, in both Europe and Asia. This improvement included growth in volume terms, the proportion of indirect sales in Europe increasing to 40% against 34% in the same period last year.

The decline in the American market is directly linked to the slowdown in the US economy, and the trend is in line with statements from Nilfisk-Advance's main competitors.

As previously reported, Nilfisk-Advance has also been adversely affected by bottlenecks in the US business, resulting in reduced supply stability. The restructuring measures and steps introduced last year to improve production and logistics were concluded in June this year, and we believe we will now be able to maintain our US market shares.

Mature businesses

- continued

The Nilfisk-Advance group returned a first-half operating profit of DKK 10 million, an improvement of DKK 34 million on the same period last year when the result was partly influenced by non-recurring items. In this figure, US operations yielded a loss of DKK 53 million, while the group's other activities generated a profit of DKK 63 million, corresponding to a 7% profit ratio and an EBITA ratio of almost 9%.

Compared to the same period last year, earnings on operations in the US were down by DKK 32 million, while earnings for other activities showed a satisfactory increase of DKK 66 million.

The growth in operating earnings was partly a result of the measures introduced last year to cut the general level of costs. For example, cash overheads were reduced by 6% from DKK 838 million in the first half of last year to DKK 787 million in the same period this year. This was partly brought about by a 10% reduction in work force, from 2,532 in June last year to 2,272 today.

Second-half turnover is expected to be similar to the first-half figure. Operating profit is expected to be slightly up on first-half performance.

Overall therefore, a profit ratio of around 1% is expected after goodwill amortisation of around DKK 60 million for the year.

With Nilfisk-Advance's new Managing Director, Johan Molin, taking office on 1 June this year, the group's senior management has reached full strength more quickly than expected. All five main areas of responsibility in the Nilfisk-Advance organisation are therefore now under competent management.

Priorparken and NOVATOR

Activities in our property management company Priorparken and our engineering company NOVATOR proceeded to plan in the first half, and both companies are expected to show an operating profit for the year.

Balance sheet and equity movements

All amounts in DKK million	1st half 2001 Unaudited	1st half 2000 Unaudited	31.12.2000
Balance sheet			
Intangible fixed assets	973	1,248	938
Tangible fixed assets	2,174	2,332	2,154
Financial fixed assets	46	50	46
Total fixed assets	<u>3,193</u>	<u>3,630</u>	<u>3,138</u>
Stocks	1,545	1,825	1,525
Accounts receivable	1,421	1,413	1,384
Securities	113	3,869	1,842
Cash at bank and in hand	800	303	2,092
Total current assets	<u>3,879</u>	<u>7,410</u>	<u>6,843</u>
Total assets	<u>7,072</u>	<u>11,040</u>	<u>9,981</u>
Shareholders' equity	4,110	7,603	4,149
Minority interests	243	256	246
Provisions	426	625	508
Long-term debt	600	780	657
Short-term debt to credit institutions	533	572	518
Other short-term debt	1,160	1,204	1,097
Dividend for the year	-	-	2,806
Total liabilities	<u>7,072</u>	<u>11,040</u>	<u>9,981</u>
Equity movements			
Shareholders' equity, 1 January	4,149	3,117	3,117
NKT's share of Group profit	68	4,612	4,030
Currency translation of profits and equity of foreign subsidiaries	67	29	49
Own shares/paid share options	(174)	(155)	(241)
Dividend	-	-	(2,806)
Shareholders' equity, 30 June	<u>4,110</u>	<u>7,603</u>	<u>4,149</u>

The interim accounts for 2001 have been prepared according to the same accounting policies as last year, except that the new accounting principle relating to inclusion of taxes has been applied. Under the new guidelines, deferred tax assets are capitalised if circumstances so warrant. After careful overall evaluation no reason was found to include deferred tax assets in the interim accounts.

Cash flows and net movements in interest-bearing items

All amounts in DKK million	1st half 2001 Unaudited	1st half 2000 Unaudited	31.12.2000
Earnings before interest, tax, depreciation and amortisation (EBITDA)	198	12	(118)
Net financial income and expenses	59	21	77
Change in working capital, etc.	<u>(183)</u>	<u>(268)</u>	<u>(70)</u>
Cash flow from operations	74	(235)	(111)
Net investment in tangible fixed assets	(33)	(137)	(286)
Acquisition and divestment of undertakings		4,813	4,813
Other investment, etc.	<u>(37)</u>	<u>(114)</u>	<u>(78)</u>
Total operating activities and investment	4	4,327	4,338
Dividend paid	(2,806)	(2,121)	(2,121)
Purchase of own shares excl. dividend, etc.	<u>(118)</u>	<u>(155)</u>	<u>(241)</u>
Net change in net interest-bearing items	(2,920)	2,051	1,976
Net interest-bearing items, 1 January	2,758	784	784
Currency translation relating to net interest-bearing assets	<u>(59)</u>	<u>(15)</u>	<u>(2)</u>
Net interest-bearing assets, 30 June	<u>(221)</u>	<u>2,820</u>	<u>2,758</u>

Segmental data

All amounts in DKK million	1st half 2001 Unaudited	1st half 2000 Unaudited	31.12.2000
Net turnover			
NKT Cables Group	1,480	1,536	3,153
Nilfisk-Advance	1,476	1,510	2,986
Priorparken	51	61	120
NOVATOR	25	20	42
NKT Flexibles	141	111	215
IONAS	62	5	47
Development businesses	22	15	39
Intra-group turnover, etc.	(37)	(48)	(93)
	<u>3,220</u>	<u>3,210</u>	<u>6,509</u>

Earnings before interest, tax, depreciation and amortisation (EBITDA)

NKT Cables Group	148	(11)	(124)
Nilfisk-Advance	73	42	31
Priorparken	25	28	61
NOVATOR	0	2	2
NKT Flexibles	(4)	(9)	(21)
IONAS	9	(7)	(5)
Development businesses	(38)	(17)	(41)
Parent company and eliminations, etc.	(15)	(16)	(21)
	<u>198</u>	<u>12</u>	<u>(118)</u>

Earnings before interest and tax (EBIT)

NKT Cables Group	71	(239)	(868)
Nilfisk-Advance	10	(24)	(99)
Priorparken	13	16	37
NOVATOR	(0)	2	2
NKT Flexibles	(23)	(26)	(55)
IONAS	0	(8)	(11)
Development businesses	(41)	(18)	(46)
Parent company and eliminations, etc.	(20)	(22)	(20)
	<u>10</u>	<u>(319)</u>	<u>(1,060)</u>

Segmental data

All amounts in DKK million	1st half 2001 Unaudited	1st half 2000 Unaudited	31.12.2000
Capital employed			
NKT Cables Group	1,697	2,192	1,573
Nilfisk-Advance	1,937	2,067	1,892
Priorparken	288	274	277
NOVATOR	1	(1)	(1)
NKT Flexibles	495	474	463
IONAS	134	48	74
Development businesses	39	11	15
Parent company and eliminations, etc.	(18)	5	150
	4,573	5,070	4,443

What NKT companies do

Optical communication

IONAS

Passive optical chips forming part of optical telecommunications components.

Crystal Fibre

Crystal fibres are optical fibres having micro-structured voids running their entire length. The fibres are at present primarily used by public and private research laboratories.

CISILIAS

Active optical chips that can be used for optical amplifiers, lasers and integrated components including both active and passive functions.

KOHERAS

Optical-fibre Bragg gratings, fibre-optic lasers and related subsystems oriented towards the market for optical sensor and display systems.

Life Science components

SMB

Biochips – micro arrays and microflow systems used for medical diagnostics and development of new medicines.

PicoSep

Development of a new method for protein separation. Knowledge of protein behaviour is important for understanding what triggers diseases and how they can be treated.

Materials technology

NKT Flexibles

Flexible subsea pipelines for oil, gas, water and liquid chemicals.

NST

Superconducting tapes, where the all electrical resistance becomes zero at low temperatures (-196° C). Superconductors can be used for a range of products requiring high current density and thus high magnetic fields.

LIOS

Optical-fibre based systems that can perform distributed temperature measurement in contexts where rising temperatures can cause serious damage (tunnels, offshore and power stations).

Watech

Technology for environment-friendly disposal of PVC waste.

Mature businesses

NKT Cables

Cables and wires for electrical installations, energy supply and telecommunications.

Nilfisk-Advance

Cleaning machines for professionals and domestic vacuum cleaners.

Priorparken

Property leasing and management.

NOVATOR

Consultancy company specialising in integrated solutions between corporate administrative systems and production management systems.

Group administration

NKT Research & Innovation

The centre for development of new technologies and growth oriented businesses.

NKT Holding

Group management and parent company.

Technologies creating value

NKT will evolve – through a dynamic process – into a growth and development-oriented industrial group.

Based on NKT's technological platform, the Group's growth and development businesses will be expanded into an integrated portfolio – focused on selected areas of expertise.

NKT Cables and Nilfisk-Advance will be placed among leading suppliers to the international market.

Useful information

The NKT interim report is published in Danish and English and was issued via the Copenhagen Stock Exchange on 23 August 2001.

The report is available on www.nkt.dk.

In the event of discrepancies between the Danish original and the English translation the Danish text will prevail.

The report will be distributed electronically via Hugin Online to all registered subscribers to this service.

The printed report will be sent by post to all NKT Holding shareholders who have requested a copy of the accounts.

Questions relating to the electronic or printed versions of the report should be addressed to the NKT Holding's Communications Department on +45 4348 3292.

The NKT interim report 2001 is published by

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