

Svendborg, 19 November 2009

STOCK EXCHANGE ANNOUNCEMENT NO. 10-2009 (extract)

INTERIM REPORT FOR THE PERIOD 1 JANUARY – 30 SEPTEMBER 2009

Summary:

The board of directors of Scandinavian Brake Systems A/S (SBS) has today considered and approved the financial statements for the period 1 January to 30 September 2009.

The most important events during this period are:

The SBS division:

- The revenue of the period amounted to DKK 673.3 million against DKK 638.7 million during the same period of 2008 – an increase of 5%
- Pre-tax profit or loss of the period amounted to DKK 30.3 million against DKK 33.3 million during the same period of 2008 (2008: excl. revenue from property sales)

The Notox division:

- The revenue of the period amounted to DKK 13.7 million against DKK 20.0 million during the same period of 2008 (2009: excl. revenue of the discontinuing activity Notox Systems A/S)
- Pre-tax profit or loss of the period amounted to DKK -56,1 million against DKK -39.8 million during the same period of 2008 (2009: excl. impairment of goodwill)
- Focus on the OE market and a new pioneering XP filter technology
- Reduction of the activities on the retrofit market and capacity adjustments

The SBS group:

- The revenue of the period amounted to DKK 686.9 million against DKK 658.8 million during the same period of 2008
- Pre-tax profit or loss amounted to DKK -25.7 million against DKK -6.4 million in 2008 (2008: excl. property sales and impairment of goodwill)
- As stated in the stock exchange announcement no. 09-2009 concerning strategy adjustments in Notox, the management has estimated the need of an impairment relating to the Notox division, if any. The management has subsequently made an impairment of goodwill of DKK 95.0 million
- The management has initiated negotiations with the banks of the group about refinancing and recapitalisation of the group

Further information:

For further information concerning this announcement, please contact: Hans Fuglgaard, CEO, phone +45 63 21 15 15 – website: www.sbs.dk

FINANCIAL HIGHLIGHTS

DKK 1,000	Incl. Notox			Excl. Notox		
	1st half year 2009*	1st half year 2008*	2008	1st half Year 2009*	1st half year 2008*	2008
Revenue	686,941	658,751	830,876	673,277	638,704	806,832
Operating profit or loss Before write-downs and depreciation and other operating income (EBITDA)	27,763	38,507	20,923	60,959	62,355	53,683
Write-downs and depreciation	-29,135	-21,480	-30,505	-13,782	-12,806	-20,127
Impairment of goodwill	-95,000	-	-	-	-	-
Other operating income	-	21,927	25,937	-	21,927	25,937
Operating profit or loss (EBIT)	-96,372	38,954	16,355	47,177	71,476	59,493
Financial items (net)	-24,357	-23,468	-28,137	-16,842	-16,219	-19,766
Results of continuing activities before tax	-120,729	15,486	-11,782	30,335	55,257	39,727
Results of continuing Activities after tax	-114,246	10,515	-9,597	18,947	40,343	34,060
Results of discontinued activities	-18,168	-13,971	-37,407	-2,548	-2,578	-8,729
Net profit or loss for the period	-132,414	-3,456	-47,004	16,399	37,766	25,331
Equity	129,233	307,382	262,054			
Total assets	1,005,122	1,171,701	1,178,388			
Cash flow from operating activities	19,675	-5,848	43,072			
Net change in cash and cash equivalents	-17,214	-47,742	-8,384			
Investments in property, plant and equipment (excl. acquisitions)	2,847	66,860	90,168			
Financial ratios						
EBITDA margin	4.0	5.8	2.5	9.1	9.8	6.7
EBIT margin	-14.0	5.9	2.0	7.0	11.2	7.4
Return on invested capital in % (ROIC excl. GW)	-0.2	5.4	-2.9			
Return on equity in % (ROE)	-67.7	-1.1	-16.4			
Equity ratio in %	12.9	26.2	22.2			
Earnings per share in DKK (Basic EPS)	-41.3	-1.1	-14.6			
Book value per share in DKK (BVPS)	40.3	95.8	81.9			
Price/book value	1.0	1.3	0.5			
Share price at the end of the year	39.0	126.0	44.0			

* The interim report has not been revised and no review has been made.