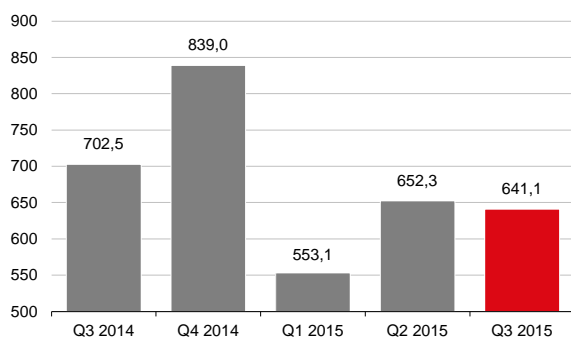


INFRATEK GROUP AS – Third quarter 2015

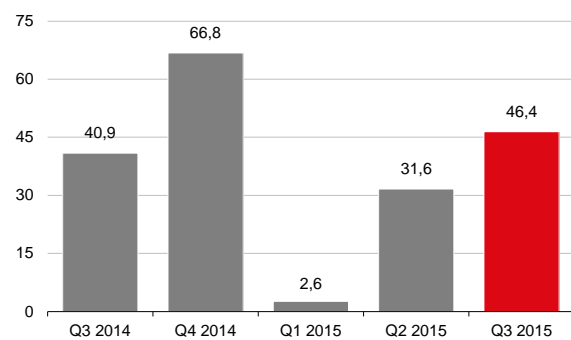
Highlights third quarter

- Operating revenue of NOK 641.1 million (NOK 702.5 million)
- Third-quarter operating profit of NOK 46.4 million (NOK 40.9 million)
- Operating profit margin 7.2 percent (5.8 percent)
- Cash flow from operations NOK -18.1 million (NOK -25.9 million)
- Cash Balance NOK 202.0 million (NOK 104.8 million)
- Good order book for rest of the year and into next year

OPERATING REVENUE
NOK million



OPERATING PROFIT
NOK million



KEY FIGURES

Third quarter			First nine months		Year
2014	2015	PROFIT AND LOSS (NOK million)	2015	2014	2014
702.5	641.1	Operating revenue	1 846.5	1 933.5	2 772.5
50.5	54.9	Operating profit before depreciation	106.7	111.0	186.7
40.9	46.4	Operating profit	80.6	83.9	150.6
-18.9	-15.0	Net financial expenses	-46.7	-54.9	-62.4
22.0	31.3	Profit before tax	33.9	29.0	88.2
-	-	Gain and profit from discontinued operation	-	38.3	34.5
16.8	24.0	Profit for the period	27.1	61.6	91.2
		CAPITAL MATTERS			
1 582.5	1 609.0	Total assets	1 609.0	1 582.5	1 626.0
16 %	22 %	Equity ratio	22 %	16 %	18 %
553.3	438.8	Net debt (cash) pre loans from Triton Funds	438.8	553.3	463.2
-25.9	-18.1	Cash flow from operations	54.3	-22.3	80.9
		KEY FIGURES			
5.8 %	7.2 %	Operating profit margin	4.4 %	4.3 %	5.4 %

THIRD QUARTER 2015

Consolidated revenue for the quarter came in at NOK 641.1 million, a decrease of NOK 61.4 million compared to the same period last year. The reduction is mainly due to close down of loss making fiber business in Sweden.

The Group posted a third-quarter operating profit of NOK 46.4 million, compared to NOK 40.9 million for the corresponding prior-year period. The operating margin increased by 1.4 percentage points, to 7.2 percent.

Net financial expenses in the quarter amounted to NOK 15.0 million, compared to NOK 18.9 million in the comparable prior-year period. The main part of net financial expenses for the quarter as well as for the comparable prior-year period is interest charged on bond.

The tax expense for the quarter was NOK 7.3 million, based on the positive profit before tax for the period.

The Infratek Group posted an after-tax profit for the third quarter of NOK 24.0 million, compared to NOK 16.8 million for the comparable prior-year period.

As of 30 September, the total order reserves were NOK 3 327 million, of which NOK 707 million relates to 2015. The Group's order book

was NOK 1 167 million above the reserve as per end of third quarter previous year, and increased by NOK 41 million during the quarter.

The increase in order reserve compared to last year is mainly due to contract awards from E.ON with an estimated value of NOK 1 430 million. The order reserve was built up in the second quarter, while the contract period applies for 2016-2019 with an option for two additional years. Infratek was appointed as the main supplier in two of E.ON electrical grid areas in Sweden. In addition, Infratek was also selected as a project supplier in several geographical areas.

BALANCE SHEET

The Infratek Group's total assets decreased from NOK 1 626 million as of 31 December 2014 to NOK 1 609 million at the end of the reporting period. The decrease is primarily attributable to a reduction in fixed assets and working capital.

As of 30 September 2015, equity amounted to NOK 348.3 million, representing an increase of NOK 53.8 million compared to 31 December 2014. This corresponds to an equity ratio of 21.6 percent as of 30 September 2015, which

is 3.5 percentage points higher than per year-end 2014. The main reason for the increase in equity compared to year-end 2014 is a positive profit contribution during the period. The equity position was positively affected by currency exchange differences of NOK 26.7 million during the first nine months of 2015.

As of 30 September 2015, the Group's cash and cash equivalents totalled NOK 202.0 million, compared to NOK 175.1 million at the end of 2014 and NOK 104.8 million as of 30 September 2014.

Net debt before loans from Triton Funds is NOK 438.8 million (NOK 463.2 million) and consists of:

NOK million	30.09.15	30.09.14	31.12.14
Cash and cash equivalents	-202.0	-104.8	-175.1
Bond-principal (net of transaction costs)	636.2	633.2	633.3
Accrual interest - bond	4.6	4.9	5.0
Other interest bearing liabilities	-	20.0	-
Net debt pre loans from Triton Funds	438.8	553.3	463.2

CASH FLOW AND FINANCING

Net cash flow from operations for the third quarter is negative and amounts to NOK 18.1 million. Net cash flow from operations for the corresponding period last year was negative with NOK 25.3 million. The positive development is mainly explained by increased profit before tax in 2015 compared to 2014 resulting in a positive effect on cash flow from operations by NOK 9.3 million.

Cash flow from investment activities is negative by NOK 0.2 million compared to a negative cash flow from investments of NOK 5.6 million for the comparable period in 2014. Investments in fixed assets were reduced from NOK 6.1 million prior year to NOK 2.9 million this year.

Net negative cash flow from financing activities in the third quarter in 2015 of NOK 10.7 million was attributable to payment of interest on bond.

The Group has a NOK 100 million credit facility and a guarantee facility of NOK 300 million with Swedbank – both with duration of 57 months from May 2014. At the reporting date,

the Group has bank guarantees of total NOK 167 million and the credit facility is undrawn.

SEGMENT INFORMATION

Infratek reports its business activities in three geographical segments – Norway, Sweden and Finland.

NORWAY

The operation in Norway is organised in the following four main divisions:

- ✓ Electrical Grids Norway which is aimed at the product areas distribution grids, transmission grids, transformer stations and power cables
- ✓ Distribution Grids Østlandet which is aimed at the product area distribution grids for customers located in Oslo and the Østlandet area
- ✓ Electrical Safety which on behalf of grid companies is providing inspection and monitoring services (so-called DLE services)
- ✓ Infra Solutions which offers services within street lighting services and metering.

NOK million	Third quarter		First nine months	
	2015	2014	2015	2014
Operating revenue	246.0	265.6	719.6	748.3
Operating profit before depreciation	32.7	36.5	61.1	79.7
Operating profit	29.8	32.8	51.8	68.6
Operating margin	12.1%	12.3%	7.2%	9.2%

The business in Norway posted in the third quarter a total operating revenue of NOK 246.0 million, 7.4 percent below the corresponding previous year period. The reduction is mainly within Distribution Grid and Telecom. Strong competition within Distribution Grid has resulted in lower order intake than expected. Measures are taken and the order intake is now increasing. The telecom business was closed down in September.

Norway posted operating profit and operating margin slightly below corresponding period last

year. The reduction is a result of lower activity within distribution grid and losses within Telecom.

As of the reporting date, the segment increased its order book by NOK 46 million compared to the same period last year, resulting in a total order book of NOK 610 million. Of the total order reserve, NOK 234 million relates to 2015.

SWEDEN

The operation in Sweden is organised in the following four main divisions:

- ✓ Both Electrical Grids Svea and Electrical Grids Göta which are aimed at the product areas distribution grids, transmission grids, transformer stations, services within street lighting and metering.
- ✓ Projects which operates as end-to-end supplier of projects within high voltage electrical infrastructure.
- ✓ Railway which delivers services to constructors and owners of infrastructure for railway.

NOK million	Third quarter		First nine months	
	2015	2014	2015	2014
Operating revenue	325.8	378.6	965.5	1 025.8
Operating profit before depreciation	13.4	9.6	35.7	26.4
Operating profit	10.7	7.0	27.6	18.7
Operating margin	3.3%	1.9%	2.9%	1.8%

The business in Sweden posted total operating revenue of NOK 325.8 million, 13.9 percent below the corresponding previous year period. The decrease is mainly attributable to the close down of the fiber activity at the end of 2014.

The operating profit came in at NOK 10.7 million (NOK 7.0 million). The operating margin increased by 1.4 percentage point, mainly attributable to close down of the fiber business.

As of the reporting date, the segment had a total order book of NOK 2 464 million, of which NOK 390 million relates to 2015. Compared to end of September last year, orders on hand have increased by NOK 1 054 million. This is mainly due to the contract awards from E.ON in the second quarter 2015 with an estimated contract value of NOK 1 430 million and a

contract period from 2016-2019 with an option for two additional years.

FINLAND

The operation in Finland includes products and services within the central transmission grid, especially related to transformer stations.

NOK million	Third quarter		First nine months	
	2015	2014	2015	2014
Operating revenue	69.2	58.9	161.9	170.1
Operating profit before depreciation	9.7	9.0	18.3	18.0
Operating profit	9.0	8.2	15.9	15.9
Operating margin	13.0%	13.9%	9.8%	9.3%

Revenue in the Finnish market increased by NOK 10.3 million compared to same period last year. The increase is due to higher project volumes in the Finnish market in the third quarter compensating for the lack of project volumes the first half-year 2015.

Finland posted a third-quarter profit of NOK 9.0 million (NOK 8.2 million). The increase is attributable to higher volumes and a margin increase of 0.9 percentage points compared to the corresponding prior-year period.

As of the reporting date, the segment had a total order book of NOK 253 million, of which NOK 84 million relates to 2015. Contracts entered into in the quarter amounts to NOK 17 million. The total orders on hand have decreased by NOK 11 million compared to the end of September last year.

OTHER

The Other business segment comprises Group administration expenses and expenses relating to Group-level functions.

NOK million	Third quarter		First nine months	
	2015	2014	2015	2014
Operating profit	-3.1	-7.2	-14.6	-19.6

Group expenses of NOK 3.1 million were incurred in the quarter, compared to NOK 7.2 million in the previous year. The decrease in net expenses is primarily attributable to lower consultancy cost.

EMPLOYEES

As of 30 September 2015, the Group had 1 216 employees.

Countries	Number of employees	Number of man-years	Sick-leave rate 3Q15
Norway	558	552	5.8 %
Sweden	553	553	3.1 %
Finland	105	104	2.4 %
Total	1 216	1 209	4.4 %

As of the reporting date, the number of employees was down by 81 compared to the end of September 2014, mainly attributable to the decreased number of employees within fiber and telecom.

Sickness absence has increased from 4.0 percent in the third quarter last year to 4.4 percent this year. We are working on different measures to reduce the sickness absence - both actively within the company - and in cooperation with public authorities.

OUTLOOK

The overriding aim is to strengthen Infratek's position in the market for critical infrastructure - through profitability and growth. The board of directors believes that Infratek is well equipped to develop the Group further in this direction.

An increased efficiency in operations has boosted Infratek's competitiveness, while the award of several strategically important and long-term contracts has reinforced the Group's market position.

Infratek's Nordic market position and strong financial position, makes Infratek well positioned to meet the challenges facing the Group in the future.

Oslo, 3 November 2015

Infratek Group AS

Board of Directors

CONSOLIDATED INCOME STATEMENT

Third quarter			First nine months		Year
2014	2015	NOK million	2015	2014	2014
702.5	641.1	Operating revenue	1 846.5	1 933.5	2 772.5
702.5	641.1	Total revenue	1 846.5	1 933.5	2 772.5
-374.2	-315.0	Purchased material	-836.9	-920.0	-1 367.7
-204.2	-201.2	Salaries and personnel expenses	-678.1	-679.6	-891.5
-9.6	-8.6	Depreciation	-26.1	-27.1	-36.1
-73.6	-70.0	Other operating expenses	-224.8	-222.9	-326.6
40.9	46.4	Operating profit	80.6	83.9	150.6
-18.9	-15.0	Financial income/expenses	-46.7	-54.9	-62.4
22.0	31.3	Profit before tax and discontinued operations	33.9	29.0	88.2
-5.2	-7.3	Tax expense	-6.8	-5.7	-31.6
-	-	Profit for the period from discontinued operations	-	38.3	34.5
16.8	24.0	Profit for the period	27.1	61.6	91.2
16.8	24.0	Majority's share of profit	27.1	62.1	91.7
-	-	Minority's share of profit	-	-0.5	-0.5

Other comprehensive income

Third quarter			First nine months		Year
2014	2015	NOK million	2015	2014	2014
		<u>Items that will be recycled subsequently to profit or loss</u>			
-7.0	32.3	Conversion difference when converting foreign units	26.7	-13.1	23.4
		<u>Items that will not be recycled subsequently to profit or loss</u>			
-	-	Actuarial gains and losses on pensions	-	-0.8	-27.9
-	-	Tax expense on other comprehensive income	-	0.2	7.5
-7.0	32.3	Other comprehensive profit for the period	26.7	-13.7	3.0
9.8	56.3	Total comprehensive income for the period	53.8	47.9	94.2
9.8	56.3	Majority's share of total comprehensive income	53.8	49.0	95.3
-	-	Minority's share of total comprehensive income	-	-1.1	-1.1

CONSOLIDATED BALANCE SHEET

NOK million	30.09.2015	30.09.2014	31.12.2014
Intangible assets	653.1	657.2	653.9
Fixed assets	96.7	111.8	112.8
Accounts receivables and other receivables	657.2	708.7	684.2
Cash and cash equivalents	202.0	104.8	175.1
Assets	1 609.0	1 582.5	1 626.0
Equity	348.3	248.2	294.5
Pension	116.4	179.8	130.8
Other liabilities	12.0	16.2	22.8
Bond	636.2	633.2	633.3
Other long-term debt	67.6	61.4	63.0
Current liabilities	428.5	443.7	481.6
Equity and liabilities	1 609.0	1 582.5	1 626.0

CONSOLIDATED CASH FLOW STATEMENT

NOK million	Third quarter		First nine months		Year
	2015	2014	2015	2014	2014
Profit before tax	31.3	22.0	33.9	29.0	88.2
Depreciation	8.5	9.6	26.1	27.1	36.1
Financial income and expenses	13.1	18.9	40.9	54.9	62.4
Change in pension liabilities and actuarial adj.	3.8	-1.5	-14.4	-28.7	-107.7
Other non-cash items and changes in accruals	-5.6	-2.1	-10.4	-4.3	1.7
Change in net working capital	-65.1	-68.9	-14.4	-89.9	23.8
Paid taxes	-4.1	-3.9	-7.4	-10.4	-23.6
Net cash flow from operations	-18.1	-25.9	54.3	-22.3	80.9
Investments - fixed assets	-2.9	-6.1	-7.0	-20.8	-28.7
Investments - operations (net of cash acquired)	-	-	-	-233.7	-233.7
Sales amount - fixed assets	2.7	0.5	5.4	4.2	4.9
Sales amount - operations (net of cash disposed)	-	-	-	-17.2	-17.2
Cash flow from investment activities	-0.2	-5.6	-1.6	-267.5	-274.7
Change interest-bearing liabilities	-	20.0	-	262.2	236.0
Net received/paid interest rates	-10.7	-11.4	-32.7	-60.5	-66.3
Dividend, equity issues and other equity changes	-	-	-	-	-
Cash flow from finance activities	-10.7	8.6	-32.7	201.7	169.7
Cash flow from discontinued operations	-	-	-	25.2	25.2
Change in cash and cash equivalents	-29.0	-22.9	20.0	-62.9	1.1
Cash at beginning of period	220.8	129.8	175.1	170.3	170.3
Exchange rate differences on cash in foreign curr.	10.2	-2.1	6.9	-2.6	3.7
Cash at end of period	202.0	104.8	202.0	104.8	175.1

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

NOK million	Third quarter		First nine months		Year
	2015	2014	2015	2014	2014
Equity at beginning of reporting period	292.0	238.4	294.5	365.6	365.6
Profit for the period	24.0	16.8	27.1	61.6	91.2
Other comprehensive income for the period	32.3	-7.0	26.7	-13.7	3.0
Total comprehensive income for the period	56.3	9.8	53.8	47.9	94.2
Transactions with owners					
Transactions with minority interests	-	-	-	-233.7	-233.7
Equity increase from majority shareholder	-	-	-	68.4	68.4
Total transactions with owners	-	-	-	-165.3	-165.3
Equity at end of reporting period	348.3	248.2	348.3	248.2	294.5

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1) FRAMEWORK AND KEY ACCOUNTING PRINCIPLES

Infratek (the Group) consists of Infratek Group AS and its subsidiaries. The consolidated financial statements for the year ending 31 December 2014, and the interim consolidated financial statements for the nine months ending 30 September 2015, have been prepared and presented in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. The interim figures are unaudited.

The Group prepares and presents its interim consolidated financial statements according to IAS 34, Interim Financial Reporting. The information provided by interim financial statements is not as comprehensive as that provided in the annual consolidated financial statements; thus, the interim financial statements should be viewed in conjunction with the annual consolidated financial statements for 2014. The accounting principles applied in the interim financial statements are the same as those described in Note 2 to the annual consolidated financial statements for 2014 of the Infratek Group.

2) SEGMENT REPORTING – Income statement

The Group reports business activities based on the geographical segments *Norway*, *Sweden* and *Finland*, in addition to *Other* and *Group eliminations*.

Norway consists of the Infrastructure business in Norway and Electrical Security. *Sweden* consists of the Infrastructure business in Sweden. *Finland* consists of the Infrastructure business in Finland. *Other* consists of the parent company Infratek Group AS in addition to Infratek AS.

Third quarter			First nine months		Year
2014	2015	NOK million	2015	2014	2014
265.6	246.0	Norway	719.6	748.3	1 065.7
378.6	325.8	Sweden	965.5	1 025.8	1 479.4
58.9	69.2	Finland	161.9	170.1	238.5
8.0	9.6	Other	29.4	24.3	32.3
-8.6	-9.5	Eliminations	-29.9	-35.0	-43.4
702.5	641.1	Total revenue	1 846.5	1 933.5	2 772.5
32.8	29.8	Norway	51.8	68.6	150.2
7.0	10.7	Sweden	27.6	18.7	18.3
8.2	9.0	Finland	15.9	15.9	25.4
-7.2	-3.1	Other	-14.6	-19.6	-43.6
0.1	-	Eliminations	0.1	0.3	0.3
40.9	46.4	Operating profit	80.6	83.9	150.6

3) GEOGRAPHIC SEGMENT REPORTING – Balance sheet

NOK million	Norway	Sweden	Finland	Group elimination	Group total
Intangible assets	400.9	143.3	45.0	63.9	653.1
Fixed assets	35.2	35.4	19.4	6.7	96.7
Accounts receivables and other receivables	254.2	329.8	50.3	22.9	657.2
Cash and cash equivalents	470.1	-34.1	117.0	-351.0	202.0
Assets	1 160.4	474.4	231.7	-257.5	1 609.0
Equity	843.3	303.1	182.7	-980.8	348.3
Pension	111.0	-	-	5.4	116.4
Other liabilities	2.8	10.0	0.3	-1.1	12.0
Bond	-	-	-	636.2	636.2
Other long-term debt	-	-	-	67.6	67.6
Current liabilities	203.3	161.3	48.7	15.0	428.5
Equity and liabilities	1 160.4	474.4	231.7	-257.5	1 609.0
Equity share	73 %	64 %	79 %	na	22 %

4) COMMENTS ON THE SEASONALITY AND CYCLICALITY OF INTERIM OPERATIONS

Infratek's operations are seasonal in nature. However, all segments have historically tended to post improved revenue and profitability throughout the year, with these figures being strongest in the second half of the year. This seasonality is driven by a number of factors including lower activity levels and higher operating costs at the start of the year as a result of colder weather and high voltage levels. The company's customers have historically used the start of the year to plan their investment activities for the year.