

A solid quarter with continued good profitability

KONGSBERG maintains a high level of activity, and continual improvements in operating activities are contributing to favourable profit trends. The backlog of orders remains stable at a high level. During H1, the Group consolidated its leading market positions both in the offshore, merchant marine and defence markets. The Group's maritime business had a strong influx of new orders once again in Q2, particularly in the offshore market. KONGSBERG further enhanced its lead in the market for remotely operated weapon control systems. The CROWS II framework agreement, including the expanded scope, has now been almost fully converted into delivery contracts. Kongsberg Defence Systems has a high level of activity and is in the engineering and production phase of several major delivery programmes. In June, parliamentary approval was granted and a contract was signed for further development of the Joint Strike Missile (JSM).

Key figures

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Driftsinntekter / Op. revenues	4 041	3 958	7 785	7 697	15 497
EBITA	505	466	1 023	909	2 216
EBITA margin (%)	12,5	11,8	13,1	11,8	14,3
Ordreinnngang / New orders	3 823	4 289	7 929	6 918	13 584
EPS (NOK)	2,83	2,54	5,77	4,98	12,46
MNOK		30.6.	31.03.	31.12.	
Egenkap.andel /		2011	2011	2010	
Equity ratio (%)		36,9	36,2	34,9	
Netto rentebærende gjeld (Netto kontantbeh.) /					
Net interest-bearing debt (Net cash reserves)		(488)	(1 956)	(1 813)	
Netto rentebærende gjeld/ EBITDA /					
Net interest-bearing debt / EBITDA		neg.	neg.	neg.	
Ordrereserve /					
Order backlog		17 822	18 085	17 759	
Ant. ansatte /					
No. of employees		6 141	5 822	5 681	

Performance and the order situation

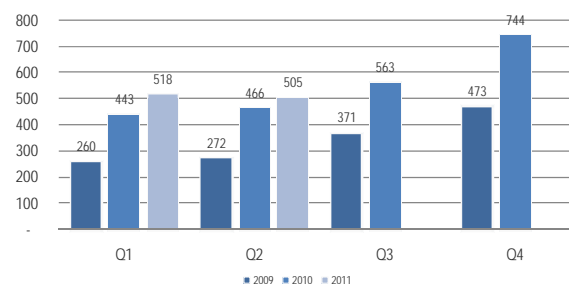
The Q2 EBITA was MNOK 505 (MNOK 466). Operating revenues totalled MNOK 4 041 (MNOK 3 958). This translates into an EBITA margin of 12.5 per cent (11.8 per cent). Earnings before tax were MNOK 477 (MNOK 437). Earnings per share (EPS) came to NOK 2.83 (NOK 2.54) in Q2.

New orders totalled MNOK 3 823 during the quarter (MNOK 4 289). The Group's order backlog at end quarter aggregated MNOK 17 822.

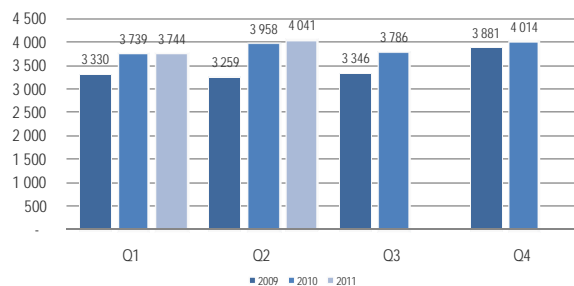
Operating revenues, EBITA, and the EBITA margin have improved during second quarter, compared with same period of 2010.

* The figures in parentheses refer to the same period in the previous year.

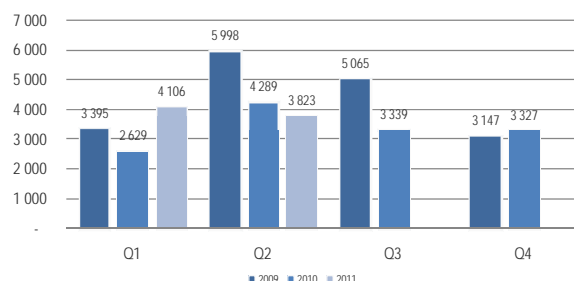
EBITA



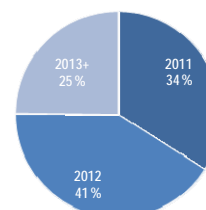
Operating revenue



Order income



Backlog of orders Breakdown by year of delivery



Balance sheet

Total assets came to MNOK 13 777 at end quarter. At 30 June 2011, equity came to MNOK 5 077, which is equivalent to an equity ratio of 36.9 per cent, as against 34.9 per cent at year-end 2010.

The average term to maturity for drawn loans was 2.0 years. In addition, KONGSBERG has undrawn credit facilities of NOK 1 billion.

Cash flow

Earnings before depreciation and amortisation (EBITDA) totalled MNOK 562 during the quarter. To ensure the ability to deliver in the future, the amount of capital tied up in projects and inventories was increased somewhat. Meanwhile, certain major projects have generated somewhat lower payments during the quarter. In addition, tax payments came to MNOK 330. This resulted in a closing cash flow from operating activities of MNOK 846. MNOK 450 in dividends were paid to the Group's shareholders in Q2.

At the end of H1 2011, the Group had gross cash and short-term deposits of MNOK 1 341 and net cash reserves (less interest-bearing liabilities) of MNOK 488.

Human resources

KONGSBERG had 6 141 employees at the end of H1. This marked an increase of 319 co-workers in Q2 and 460 in H1. Kongsberg Maritime had 3 385 employees, Kongsberg Defence Systems had 1 577 employees and Kongsberg Protech Systems had 779 employees. At end quarter, roughly 32 per cent of the Group's employees worked outside Norway.

Other activities

The category "Other activities" mainly consists of Kongsberg Oil & Gas Technologies and external sales related to property operations.

Kongsberg Maritime

Key figures

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Driftsinnt. / Op. revenues	1 794	1 649	3 466	3 244	6 286
EBITA	261	213	534	408	991
EBITA margin (%)	14,5	12,9	15,4	12,6	15,8
Ordreinnngang / New orders	1 743	1 347	3 825	2 449	5 641

MNOK	30.6. 2011	31.03. 2011	31.12. 2010
Ordrereserve / Order backlog	4 499	4 583	4 218

Performance

Revenues totalled MNOK 1 794 (MNOK 1 649) in Q2. EBITA was MNOK 261 (MNOK 213). The EBITA margin was 14.5 per cent (12.9 per cent). The business area has seen high levels of activity in all divisions.

Operating revenues and EBITA improved in all divisions during the first half of 2011 compared with 2010. The good margins during the quarter and the first half are primarily attributable a favourable project mix. The after-sales market continues to contribute favourably to the business area's profits.

Kongsberg Maritime has had a high level of activity in the execution and the delivery parts of the organisation. To adapt the organisation to the level of activity, 249 employees have been added to the workforce thus far this year.

Markets and orders

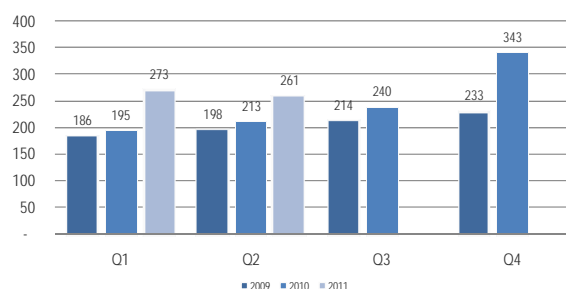
The positive market trend is continuing, and new orders added up to MNOK 1 743 (MNOK 1 347) during the quarter. The backlog was valued at MNOK 4 499 at the end of Q2, down slightly from Q1, but MNOK 281 higher than at year end. The influx of orders was higher for all divisions at mid-year 2011, compared with 2010. The Offshore and Merchant Marine divisions saw growth of more than 40 per cent compared with last year. The contracting rate for drilling vessels and the LNG market have been good for all the business area's systems. Kongsberg Maritime's subsea activities remain at a stable high level. Parallel to the introduction of extensive product renewals, efforts are being made to find new areas of application for products.

Activity levels were relatively good in Kongsberg Maritime's markets in H1 2011. The overall contracting rate saw a slight dip in Q1, but picked up again in Q2. The business area's market shares have remained high and increased in important segments. The contracting of vessels such as drilling vessels and LNG carriers was good in Q1 and Q2 alike. These are important types of vessels in which Kongsberg Maritime's systems enjoy leading positions.

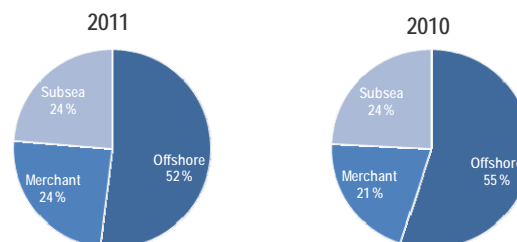
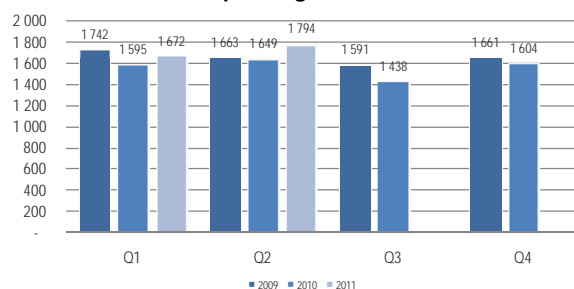
Updates

Kongsberg Maritime is currently in the process of opening a new 25 000 m² factory in Zhenjiang, China. The factory will engage in the production of sensors and tank management systems as well as assembly. Capacity is being ramped up. Towards the end of 2011, the plant will have roughly 280 co-workers.

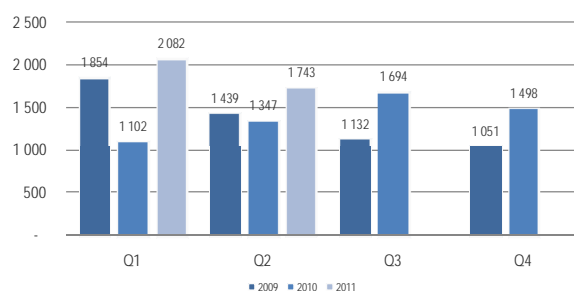
EBITA



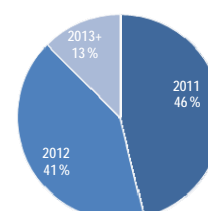
Operating revenue



Order income



Backlog of orders
Breakdown by year of delivery



Kongsberg Defence Systems

Key figures

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Driftsinnt. / Op. revenues	1 061	812	2 001	1 651	3 376
EBITA	39	49	100	118	245
EBITA margin (%)	3,7	6,0	5,0	7,1	7,3
Ordreinngang / New orders	1 065	389	1 831	988	2 823

MNOK	30.6. 2011	31.03. 2011	31.12. 2010
Ordrereserve / Order backlog	7 764	7 761	7 933

Performance

Revenues totalled MNOK 1 061 (MNOK 812) in Q2. EBITA was MNOK 39 (MNOK 49), resulting in an EBITA margin of 3.7 per cent (6.0 per cent). The business area has seen good growth in volume compared with previous years. Missile Systems and Integrated Defence Systems have both seen growth in excess of 30 per cent. A different project mix compared with last year has resulted in somewhat lower margins during the quarter and YTD. This will pick up in H2. Deliveries to the JSF programme have been delayed somewhat relative to the original plans, and this has also affected the performance negative.

Capacity is being expanded in several of the business area's divisions and the number of employees has increased by 81 since year end.

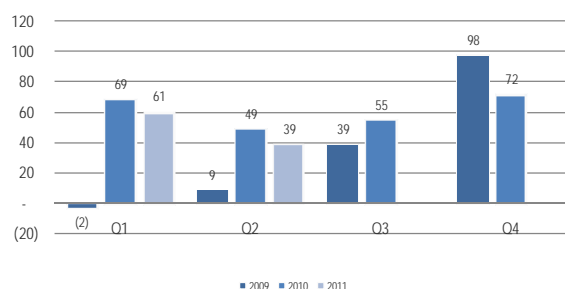
Markets and orders

New orders added up to MNOK 1 065 (MNOK 389) in Q2. The backlog of orders was valued at MNOK 7 764 at mid-year, remaining more or less unchanged from the end of Q1. There is burgeoning marketing activity and a great deal of international interest in the business area's product portfolio. In H1, contracts were signed with several countries for submarine system upgrades.

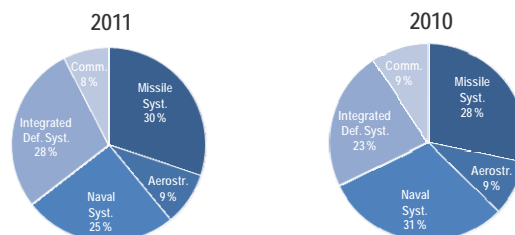
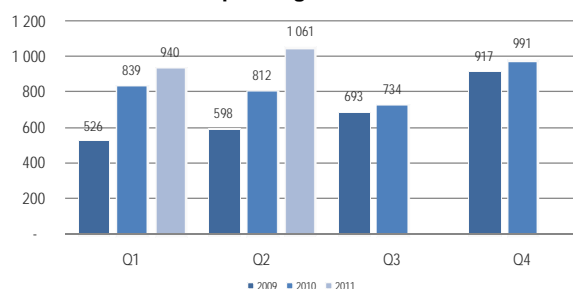
The Norwegian parliament approved the development and funding of phase two of the Joint Strike Missile (JSM) in June, and on 30 June, KONGSBERG signed a contract valued at MNOK 543 with the Norwegian Defence Logistics Organisation (NDLO) to further develop the missile.

Contracts up for tender on the defence market are few, but sizable. Fluctuations in the influx of new orders are therefore considered normal. At the end of H1, the backlog of orders was the equivalent of 2.3 times the annual turnover (based on sales in 2010).

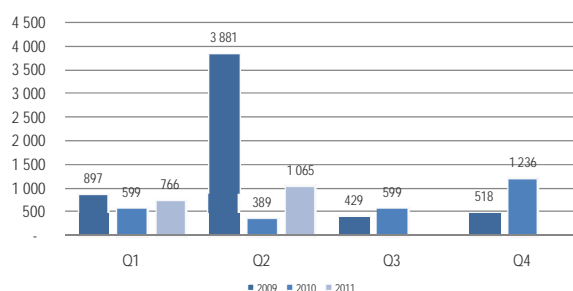
EBITA



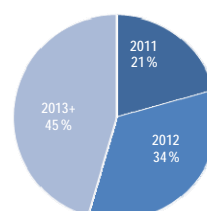
Operating revenue



Order income



Backlog of orders
Breakdown by year of delivery



Kongsberg Protech Systems

Key figures

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Driftsinnt. / Op. revenues	1 130	1 502	2 208	2 751	5 683
EBITA	213	211	406	396	995
EBITA margin (%)	18,8	14,0	18,4	14,4	17,5
Ordreinngang / New orders	972	2 555	2 133	3 369	4 759

MNOK	30.6.	31.03.	31.12.
	2011	2011	2010
Ordrereserve / Order backlog	5 346	5 504	5 422

Performance

Revenues totalled MNOK 1 130 (MNOK 1 502) in Q2. EBITA was MNOK 213 (MNOK 211). The EBITA margin was 18.8 per cent (14.0 per cent). The volume was somewhat lower than in Q2 2010. This is due to a decrease in the volume of deliveries to the largest customer (US Army), in line with agreed delivery plans. The good margin is mainly ascribable to productivity improvements both in-house and in the supplier chain, as well as a favourable product and project mix with a relatively large element of spare parts.

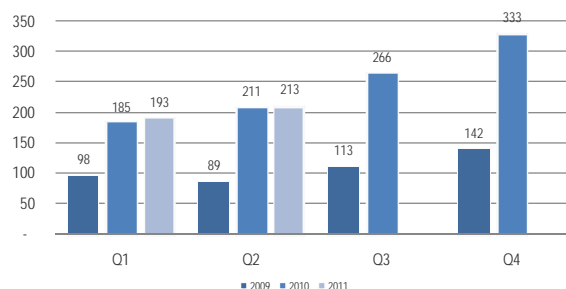
Markets and orders

New orders added up to MNOK 972 (MNOK 2 555) in Q2. The backlog of orders was valued at MNOK 5 346 at the end of H1.

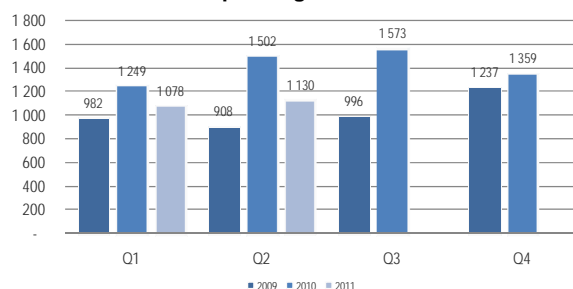
During the quarter, delivery contracts valued at some MNOK 800 were signed for the US Army's CROWS programme. The existing framework agreement are now almost fully converted into delivery contracts. An agreement valued at MNOK 112 was signed with Switzerland.

KONGSBERG is now in a phase in which the platform for further profitable growth will be laid for the Group's weapon control systems, not least through positioning for the next phase of the CROWS programme, where KONGSBERG's design has been chosen, but the manufacturer has yet to be selected. The US Army recently published a draft Request for Proposals (draft RFP). This is generally in line with the Group's expectations and KONGSBERG seems to be well positioned for the upcoming competition. There is also extensive activity related to product development and the testing of new products, including the Medium Calibre RWS. The market potential for the new solutions is considered to be significant and the further development of existing systems helps to consolidate the business area's leading position in the market for this type of remotely operated weapon control systems.

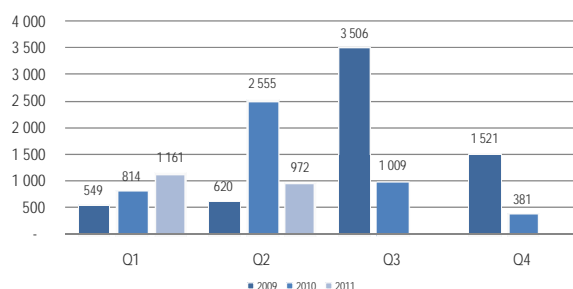
EBITA



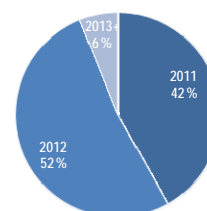
Operating revenue



Order income



Backlog of orders
Breakdown by year of delivery



Prospects for the future

Kongsberg Maritime expects to maintain its good market positions. The strengthening of the global after-market and customer support are bringing good results. The business area continuously implements different initiatives to adapt its capacity and product portfolio to the needs of the market. Kongsberg Maritime's markets are strongly impacted by trends in the offshore industry and in world trade in general. Contracting activity is higher now for important types of offshore vessels than it has been in the past two years. The merchant marine market is still characterised by uncertainty. In the Board's opinion, the business area will also have a satisfactory workload during the remainder of 2011.

Kongsberg Defence Systems will continue to grow in 2011. Several major long-term delivery programmes are in the engineering and production phase, paving a good foundation for future earnings. The business area is exploring specific prospects for sales and for the further development of missiles, submarine systems and air defence. The build-up of production for advanced composite components for the JSF programme continues. The Norwegian parliament approved the development and funding of phase two of the Joint Strike Missile programme (JSM), entailing continued development of the missile.

Kongsberg Protech Systems continues to occupy a strong position in the market. The pace of activity in 2011 is somewhat slower than in 2010 as deliveries to the USA fluctuate and appear to be reduced somewhat pending delivery contracts for the next phase of the CROWS programme. KONGSBERG's design has been chosen, but no manufacturer has been selected as yet. Active efforts are being made to interface with new and existing customers in many countries. Major vehicle programmes have been adopted or are in the pipeline in the US and Europe. These programmes offer significant potential for several of the business area's products.

All in all, KONGSBERG is well-positioned in the shipping, offshore and defence markets, and has a strong backlog of orders. This will provide a strong platform for operations and profitability in H2 2011, despite growing uncertainty about the world economy. The Group expects sales in H2 2011 to be on a par with H1.

Kongsberg, 11 August 2011

The Board of Directors of Kongsberg Gruppen ASA

Income statement

MNOK	Note	2011	1.4. - 30.6. 2010	2011	1.1. - 30.6. 2010	2010
Driftsinntekter / Operating revenues	1	4 041	3 958	7 785	7 697	15 497
Driftskostnader / Operating expenses		(3 479)	(3 427)	(6 641)	(6 664)	(13 012)
EBITDA¹		562	531	1 144	1 033	2 485
Avskrivninger / Depreciation		(57)	(65)	(121)	(124)	(269)
EBITA²	1	505	466	1 023	909	2 216
Amortisering / Amortisation		(22)	(26)	(45)	(49)	(103)
EBIT³		483	440	978	860	2 113
Net other financial items		(6)	(3)	(2)	(3)	(16)
Resultat før skatt / Earnings before tax (EBT)		477	437	976	857	2 097
Skattekostnad / Income tax		(138)	(131)	(283)	(257)	(597)
Resultat etter skatt / Earnings after tax		339	306	693	600	1 500
Henførbart til / Attributable to:						
Ikke-kontrollerende interesser / Non-controlling interests		-	1	1	2	5
Aksjonærene i morskapet / Equity holders of the parent		339	305	692	598	1 495
Resultat pr. aksje / Earnings per share (EPS), NOK		2,83	2,54	5,77	4,98	12,46
Resultat pr. aksje, utvannet / Earnings per share, diluted NOK		2,83	2,54	5,77	4,98	12,46

1) Resultat før finansposter, skatt, avskrivninger og amortiseringer /
Earnings before interest, tax, depreciation and amortisation (EBITDA)

2) Resultat før finansposter, skatt og amortiseringer /
Earnings before interest, tax and amortisation (EBITA)

3) Resultat før finansposter og skatt /
Earnings before interest and tax (EBIT)

Statement of comprehensive income

MNOK	Note	2011	1.4. - 30.6. 2010	2011	1.1. - 30.6. 2010	2010
Resultat etter skatt / Earnings after tax		339	306	693	600	1 500
Endring i virkelig verdi fin. instr. og sikring sinstr. ved kontantstrømsikring / Change, fair value of financial instr. and hedge instr. for cash flow hedges:	5					
- Endring, kontantstrømsikringer og rentebytteavtaler / Change, cash flow hedges and int. rate swap agreements		5	(151)	33	(236)	(60)
- Endring, tilgjengelig for salg inv. / Change, available-for-sale inv.		1	(15)	(14)	(43)	(44)
Estimatavvik pensjoner / Actuarial gains/losses pensions		-	-	-	-	(54)
Omregningsdifferanser, valuta / Translation differences, foreign currency		(13)	62	(58)	89	27
Skatt på poster innregnet i oppstilling over totalresultatet / Tax on items recognised against statement of comprehensive income		(1)	42	(9)	66	32
Totalresultat for perioden / Comprehensive income		331	244	645	476	1 401

Balance sheet

MNOK	Note	30.6. 2011	31.03. 2011	31.12. 2010
Eiendom, anlegg og utstyr / Property, plant and equipment		2 261	2 213	2 182
Immaterielle eiendeler / Intangible assets	4	2 409	2 406	2 436
Andre langsiktige eiendeler / Other non-current assets	5	240	227	230
Sum anleggsmidler / Total non-current assets		4 910	4 846	4 848
Varelager / inventories		2 901	2 615	3 034
Kundefordringer / Trade receivables		1 635	1 373	1 350
Andre omlopsmidler / Other current assets		2 990	2 689	2 085
Betalingsmidler / Cash and short-term deposits		1 341	2 812	2 660
Sum omlopsmidler / Total current assets		8 867	9 489	9 129
Sum eiendeler / Total assets		13 777	14 335	13 977
Innskutt egenkapital / Paid-in equity		982	982	982
Opptjent egenkapital / Retained earnings		3 749	3 871	3 562
Mer-/mindreverdi verdi finansielle instrumenter / Fair value of financial instruments		322	317	313
Ikke-kontrollerende interesser / Non-controlling interests		24	23	24
Sum egenkapital / Total equity		5 077	5 193	4 881
Langsiktig rentebærende lån / Long-term interest-bearing debt	5	853	856	847
Andre langsiktige forpliktelser og avsetninger / Other non-current liabilities and provisions		1 342	1 211	1 077
Sum langsiktige forpliktelser og avsetninger / Total non-current liabilities and provisions		2 195	2 067	1 924
Forskudd fra kunder / Prepayments from customers		1 564	1 979	1 849
Andre kortsiktige forpliktelser og avsetninger / Other current liabilities and provisions	3	4 941	5 096	5 323
Sum kortsiktige forpliktelser og avsetninger / Total current liabilities and provisions		6 505	7 075	7 172
Sum egenkapital, forpliktelser og avsetninger / Total equity, liabilities and provisions		13 777	14 335	13 977
Egenkapitalandel(%) / Equity ratio(%)		36,9	36,2	34,9
Netto rentebærende gjeld / Net interest-bearing liabilities		(488)	(1 956)	(1 813)
Netto rentebærende gjeld/EBITDA(%) / Net interest-bearing debt/EBITDA(%)		neg.	neg.	neg.

Cash flow statement

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Driftsresultat før renter, skatt, avskrivninger og amortiseringer / Earnings before interest, tax, depreciation and amortisation	562	531	1 144	1 033	2 485
Endring i netto omløpsmidler og andre driftsrelaterte poster / Change in net current assets and other operating related items	(1 408)	(407)	(1 708)	(467)	(467)
Netto kontantstrøm fra driftsaktiviteter / Net cash flow from operating activities	(846)	124	(564)	566	2 018
Kjøp av eiendom, anlegg og utstyr / Acquisition of property, plant and equipment	(115)	(73)	(219)	(182)	(414)
Kjøp av datterselskaper og ikke-kontrollerende interesser / Acquisition of subsidiaries and non-controlling interests	(20)	-	(20)	-	(93)
Netto betaling ved utlån og kjøp/salg av aksjer / Net payment of loans and acquisition/sale of shares	-	-	-	-	56
Andre investeringsaktiviteter / Other investing activities	(19)	(41)	(43)	(59)	(124)
Netto kontantstrøm fra investeringsaktiviteter / Net cash flow from investing activities	(154)	(114)	(282)	(241)	(575)
Opptak og nedbetaling av lån / New loans raised and repayment	(3)	1	6	2	18
Netto mottatte (betalte) renter / Net interest received (paid)	(1)	(6)	5	(12)	(20)
Netto utbetaling av kjøp/salg av egne aksjer / Net payments for the purchase/sale of treasury shares	(12)	(7)	(12)	(9)	(9)
Transaksjoner med ikke-kontrollerende interesser / Transactions with non-controlling interests	1	-	1	-	(13)
Utbytte betalt til aksjonærene i morselskapet / Dividends paid to equity holders of the parent	(450)	(240)	(450)	(240)	(240)
Netto kontantstrøm fra finansieringsaktiviteter / Net cash flow used in financing activities	(465)	(252)	(450)	(259)	(264)
Effekt av valutakursendringer på betalingsmidler / Effect of changes in exchange rates on cash and short-term deposits	(6)	41	(23)	49	18
Netto endring betalingsmidler / Net change in cash and short-term deposits	(1 471)	(201)	(1 319)	115	1 197
Betalingsmidler IB / Cash and short-term deposits opening balance	2 812	1 779	2 660	1 463	1 463
Betalingsmidler UB / Cash and short-term deposits, closing balance	1 341	1 578	1 341	1 578	2 660

Statement of changes in equity

MNOK	1.4. - 30.6.		1.1. - 30.6.		2010
	2011	2010	2011	2010	
Egenkapital IB / Equity opening balance	5193	3 956	4 881	3 726	3 726
Totalresultat for perioden / Comprehensive income	331	244	645	476	1 401
Utbytte / Dividends	(450)	(240)	(450)	(240)	(240)
Egne aksjer / Treasury shares	1	2	1	-	-
Kjøp / salg ikke-kontrollerende interesser / Acquisition / disposals non-controlling interests	2	-	2	-	(3)
Utbytte ikke-kontrollerende interesser / Dividends non-controlling interests	(1)	-	(1)	-	(3)
Endring ikke-kontrollerende interesser / Change in non-controlling interests	1	-	(1)	-	-
Egenkapital UB / Equity, closing balance	5077	3 962	5 077	3 962	4 881

Notes to the quarterly accounts

Note 1 - Information by segment

MNOK	Driftsinntekter/ Operating revenues				Driftsresultat før amortisering (EBITA)/ Op. profit before amortisation (EBITA)					
	1.4. - 30.6.		1.1. - 30.6.		2010		2011		2010	
	2011	2010	2011	2010	2011	2010	2011	2010	2010	
Kongsberg Maritime	1 794	1 649	3 466	3 244	6 286	261	213	534	408	991
Kongsberg Defence Systems	1 061	812	2 001	1 651	3 376	39	49	100	118	245
Kongsberg Protech Systems	1 130	1 502	2 208	2 751	5 683	213	211	406	396	995
Øvrig, elim. / Other elimination	56	(5)	110	51	152	(8)	(7)	(17)	(13)	(15)
KONSERN / THE GROUP	4 041	3 958	7 785	7 697	15 497	505	466	1 023	909	2 216

Note 2 - General information and policies

The consolidated accounts for Q2 and H1 2011 (the interim accounts) comprise Kongsberg Gruppen ASA, its subsidiaries and the Group's stakes in associates.

The interim accounts have been drawn up in accordance with IAS 34 - Interim Financial Reporting, the Stock Exchange regulations and the supplementary requirements in Norway's Securities Trading Act. The interim accounts do not include all the information required for a full financial statement and should therefore be read in the light of the consolidated accounts for 2010. The consolidated accounts for 2010 are in compliance with the rules in the Norwegian Accounting Act and international financial reporting standards, as laid down by the EU. KONGSBERG has applied the same accounting policy as described in the consolidated accounts for 2010.

The consolidated accounts for 2010 are available on request from the company's offices in Kongsberg or at www.kongsberg.com.

Note 3 - Estimates

The preparation of the interim accounts entails the use of valuations, estimates and assumptions that affect the application of the accounting policy and the amounts recognised as assets and liabilities, income and expenses. The actual results may deviate from these estimates. The material assessments underlying the application of the Group's accounting policy and the main sources of uncertainty are the same as for the consolidated accounts for 2010.

Note 4 - Equity-financed R&D

Equity-financed development costs came to MNOK 135 (MNOK 120) in Q2 2011. In addition, MNOK 19 (MNOK 41) in equity-financed development was capitalised in Q2 2011. Similarly, from 1 January - 30 June 2011, the Group expensed MNOK 262 (MNOK 245) and capitalised MNOK 43 (MNOK 59) in equity-financed development.

Note 5 - Financial instruments

Credit facilities

KONGSBERG has undrawn credit facilities of NOK 1 billion.

Other non-current assets

The value of available-for-sale shares was reduced by MNOK 14 in H1, from unrealised gains of MNOK 12 at year end to an unrealised loss of MNOK 2 at mid-year.

Currency futures, options and interest swap agreements

The fair value of currency futures, currency options and interest swap agreements, which are classified as prognosis hedges (cash flow hedges), has increased by MNOK 33 before tax since year end. The change in fair value associated with currency futures and options accounted for an increase of MNOK 38 during the same period.

	Forfaller i 2011 / Falling due in 2011		Forfaller i 2012 eller senere / Falling due in 2012 or later		Totalt / Total		
	Verdi basert på avtalte kurser / Value based on agreed exchange rates	Merverdi pr. 30.06.11 / Net excess value at 30 Jun 11	Verdi basert på avtalte kurser / Value based on agreed exchange rates	Merverdi pr. 30.06.11 / Net excess value at 30 Jun 11	Verdi basert på avtalte kurser / Value based on agreed exchange rates	Endring merverdi fra 31.12.10 / Change in excess value from 31 Dec 10	Merverdi pr. 30.06.11 / Net excess value at 30 Jun 11
MNOK (før skatt) / MNOK (before tax)							
EUR	935	93	416	19	1 351	(2)	112
USD	554	97	759	97	1 313	40	194
Utsatt gevinst ¹⁾ / deferred gain ¹⁾		49		95		11	144
Totalt / Total	1 489	239	1 175	211	2 664	49	450

¹⁾ Gevinsten oppstår når term inene til prognosesikringene blir realisert og nye terminer inngås for prosjektene. Eventuell gevinst/tap som oppstår, blir utsatt og realiseres i takt med fremdriften i prosjektene. /
The gain arise when the prognosis hedges mature and new hedges are secured for the projects. Any gains/losses that arise are deferred and realised proportional to the progress of the project.

Note 6 – Related parties

Note 27 in the Annual Report for 2010 discloses the details of transactions with related parties. There were no changes or transactions in Q2 in conjunction with related parties that had any material impact on the Group's financial position or on the profit or loss for the period.

Statement from the directors and the CEO

We hereby confirm that, to the best of our conviction, the H1 accounts for 1 January to 30 June 2011 have been drawn up in compliance with IAS 34 - Interim Reporting, and that the information disclosed in the H1 accounts gives an accurate picture of the Group's assets, liabilities, financial position and performance as a whole, and gives an accurate picture of the information mentioned in §5-6, fourth subsection of Norway's Securities Trading Act.

Kongsberg, 11 August 2011

Finn Jebsen
*Styrets leder /
Chair*

Anne-Lise Aukner
*Styrets nestleder /
Deputy chair*

Erik Must
*Styremedlem /
Director*

Irene Waage Basili
*Styremedlem /
Director*

John Giverholt
*Styremedlem /
Director*

Roar Marthiniussen
*Styremedlem /
Director*

Helge Lintvedt
*Styremedlem /
Director*

Kai Johansen
*Styremedlem /
Director*

Walter Qvam
*Konsernsjef /
CEO*

Disclaimer

In the event of any discrepancy between the Norwegian and English versions of this report, the Norwegian version is the authoritative one.