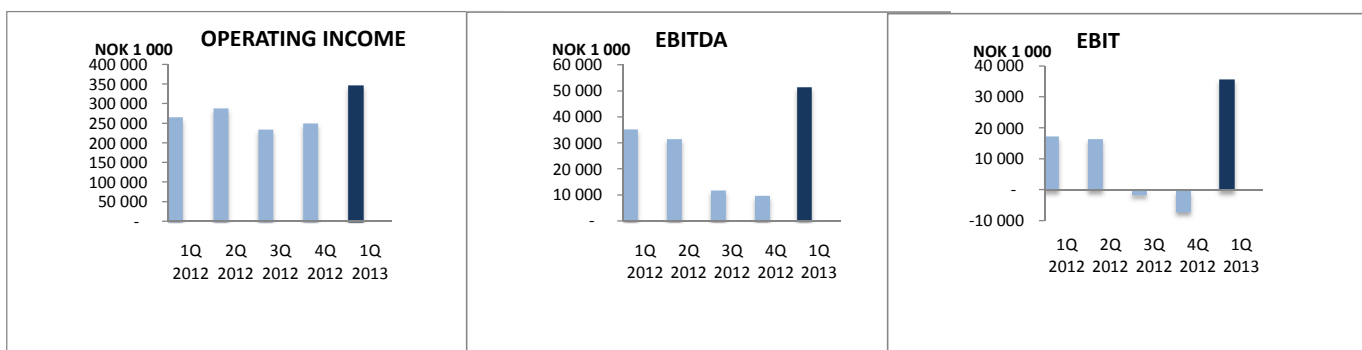


# HEXAGON COMPOSITES ASA

<b>PROFIT AND LOSS ACCOUNT</b>	<b>31.03.2013</b>	<b>31.03.2012</b>	<b>31.12.2012</b>
(All figures in NOK 1.000)	Unaudited	Unaudited	Audited
Operating income	347 017	263 598	1 032 984
Cost of materials	192 279	140 794	591 891
Payroll and social security expenses	63 001	49 891	213 321
Other operating expenses	40 156	38 042	139 973
<b>Total operating expenses before depreciation</b>	<b>295 435</b>	<b>228 726</b>	<b>945 185</b>
<b>Operating profit before depreciation (EBITDA)</b>	<b>51 582</b>	<b>34 872</b>	<b>87 799</b>
Depreciation	16 140	17 920	63 212
<b>Operating profit (EBIT)</b>	<b>35 441</b>	<b>16 952</b>	<b>24 587</b>
Income from investments in associates	-113	-229	-826
Other financial items (net)	-330	-4 168	-15 521
<b>Profit/loss before tax</b>	<b>34 998</b>	<b>12 556</b>	<b>8 241</b>
Tax	-10 707	-4 478	-2 794
<b>Profit/loss after tax</b>	<b>24 291</b>	<b>8 078</b>	<b>5 447</b>
Earnings per share	0,18	0,06	0,04
Diluted earnings per share	0,18	0,06	0,04

<b>COMPREHENSIVE INCOME STATEMENT ACCORDING TO IAS 1</b>	<b>31.03.2013</b>	<b>31.03.2012</b>	<b>31.12.2012</b>
Profit/loss after tax	24 291	8 078	5 447
Exchange differences arising from the translation of foreign operations	6 040	-2 971	-5 451
Actuarial gains/losses for the period	0	0	-2 454
Fair value adjustments hedging instruments	-22	-1 114	-3 117
<b>Total other income and expenses after tax</b>	<b>6 018</b>	<b>-4 085</b>	<b>-11 023</b>
<b>Comprehensive income</b>	<b>30 309</b>	<b>3 993</b>	<b>-5 576</b>



<b>BALANCE SHEET</b>	<b>31.03.2013</b>	<b>31.03.2012</b>	<b>31.12.2012</b>
(All figures in NOK 1.000)	Unaudited	Unaudited	Audited
<b>ASSETS</b>			
Intangible assets	112 181	114 963	118 437
Tangible fixed assets	291 292	250 280	286 772
Investments in associates	1 474	2 184	1 587
Other financial fixed assets	2 466	2 542	2 128
<b>Total non-current assets</b>	<b>407 413</b>	<b>369 969</b>	<b>408 925</b>
Inventories	259 040	204 733	243 445
Receivables	245 630	217 646	155 280
Bank deposits, cash and similar	125 444	19 840	80 322
<b>Total current assets</b>	<b>630 114</b>	<b>442 219</b>	<b>479 046</b>
<b>Total assets</b>	<b>1 037 527</b>	<b>812 188</b>	<b>887 971</b>
<b>EQUITY AND LIABILITIES</b>			
Paid-in capital	103 781	103 678	103 781
Other equity	186 016	165 276	155 707
<b>Total equity</b>	<b>289 797</b>	<b>268 953</b>	<b>259 488</b>
Provisions	24 322	14 116	25 355
Interest-bearing long-term liabilities	326 362	305 914	324 566
<b>Total non-current liabilities</b>	<b>350 683</b>	<b>320 029</b>	<b>349 921</b>
Interest-bearing current liabilities	58 681	32 179	32 892
Other current liabilities	338 365	191 026	245 670
<b>Total current liabilities</b>	<b>397 047</b>	<b>223 205</b>	<b>278 562</b>
<b>Total liabilities</b>	<b>747 730</b>	<b>543 234</b>	<b>628 483</b>
<b>Total equity and liabilities</b>	<b>1 037 527</b>	<b>812 188</b>	<b>887 971</b>

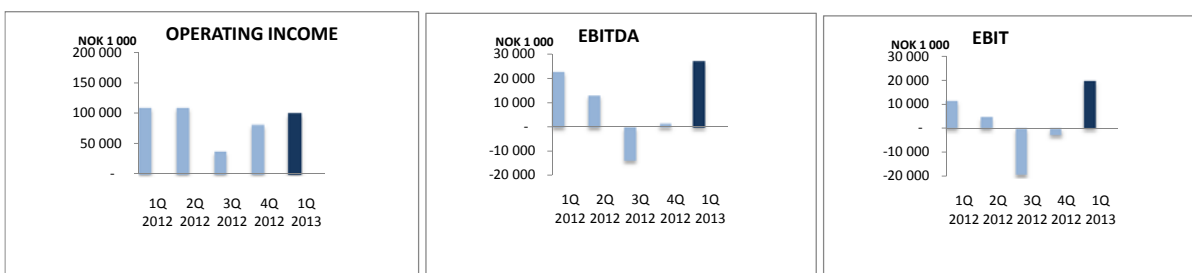
<b>CASH FLOW STATEMENT</b>	<b>31.03.2013</b>	<b>31.03.2012</b>	<b>31.12.2012</b>
(All figures in NOK 1.000)			
Profit before tax	34 998	12 556	8 241
Depreciation and write-downs	16 140	17 920	63 212
Change in net working capital	-1 377	-5 780	44 843
<b>Net cash flow from operations</b>	<b>49 762</b>	<b>24 695</b>	<b>116 295</b>
Net cash flow from investment activities	-28 684	-4 123	-26 175
Net cash flow from financing activities	24 045	-16 937	-26 003
<b>Net change in cash and cash equivalents</b>	<b>45 123</b>	<b>3 636</b>	<b>64 118</b>
Cash and cash equivalents at start of period	80 322	16 204	16 204
<b>Cash and cash equivalents at end of period</b>	<b>125 444</b>	<b>19 840</b>	<b>80 322</b>
Available unused credit facility	64 958	102 981	91 683

<b>STATEMENT OF CHANGES IN EQUITY</b>	<b>SHARE CAPITAL</b>	<b>SHARE PREMIUM RESERVE</b>	<b>REVALUATION RESERVE</b>	<b>OWN SHARES</b>	<b>OTHER PAID IN CAPITAL</b>	<b>OTHER EQUITY</b>	<b>TOTAL</b>
(All figures in NOK 1.000)							
Balance 01.01.2012	13 329	82 955	0	-106	7 437	161 283	264 898
Profit/loss after tax						5 447	5 447
Other income and expenses			-3 117			-7 906	-11 023
Share-based payment etc.					165		165
<b>Balance 31.12.2012</b>	<b>13 329</b>	<b>82 955</b>	<b>-3 117</b>	<b>-106</b>	<b>7 602</b>	<b>158 824</b>	<b>259 488</b>
Balance 01.01.2013	13 329	82 955	-3 117	-106	7 602	158 824	259 488
Profit/loss after tax						24 291	24 291
Other income and expenses			-22			6 040	6 018
<b>Balance 31.03.2013</b>	<b>13 329</b>	<b>82 955</b>	<b>-3 139</b>	<b>-106</b>	<b>7 602</b>	<b>189 155</b>	<b>289 797</b>

**BUSINESS SEGMENT DATA**

(All figures in NOK 1.000)

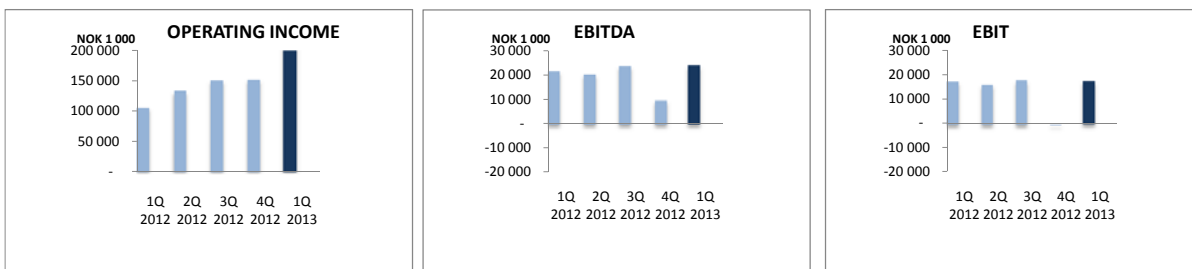
	31.03.2013	31.03.2012	31.12.2012
	Unaudited	Unaudited	Audited
<b>HEXAGON RAGASCO - LPG CONTAINERS</b>			
Operating income external customers	98 246	109 391	312 325
Internal transactions	2 256	420	26 279
<b>Total operating income</b>	<b>100 502</b>	<b>109 811</b>	<b>338 605</b>
Segment operating profit before depreciation (EBITDA)	27 001	22 912	24 265
Segment operating profit (EBIT)	19 764	11 542	-5 414
Segment assets	316 056	357 584	318 388
Segment liabilities	217 354	240 832	234 003



The product area CNG passenger car was demerged from the segment LPG containers with effect from 1 October 2012.

**HEXAGON LINCOLN / HEXAGON RAUFLOSS - HIGH-PRESSURE CONTAINERS**

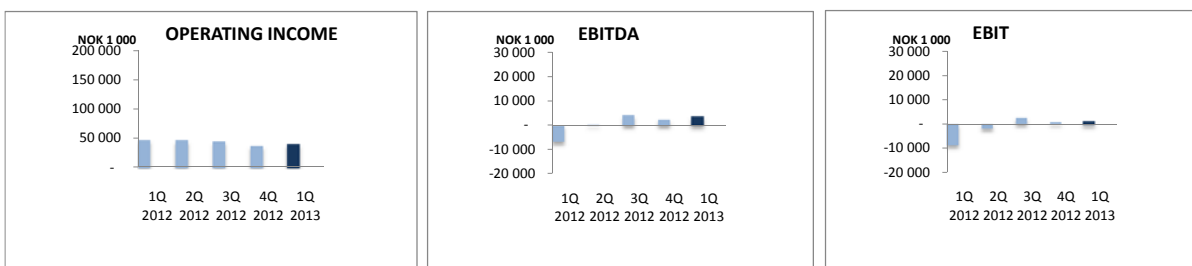
Operating income external customers	209 055	107 077	544 514
Internal transactions	938	0	612
<b>Total operating income</b>	<b>209 994</b>	<b>107 077</b>	<b>545 126</b>
Segment operating profit before depreciation (EBITDA)	23 898	21 650	75 483
Segment operating profit (EBIT)	17 553	17 310	50 611
Segment assets	600 083	344 165	481 135
Segment liabilities	427 460	227 419	323 202



The product area CNG passenger car was merged into the segment High-pressure containers with effect from 1 October 2012. The accounting figures are included as from the 4th quarter 2012.

**HEXAGON DEVOLD - COMPOSITE REINFORCEMENTS**

Operating income external customers	39 716	47 131	176 145
Internal transactions	0	0	0
<b>Total operating income</b>	<b>39 716</b>	<b>47 131</b>	<b>176 145</b>
Segment operating profit before depreciation (EBITDA)	3 736	-6 406	784
Segment operating profit (EBIT)	1 308	-8 487	-7 355
Segment assets	179 153	124 689	179 275
Segment liabilities	171 331	124 909	173 054



In November 2012 Devold AMT AS purchased all the shares in the Lithuanian property company UAB Scandpark. The acquired company was consolidated into the segment Composite reinforcements from the acquisition date.

## KEY FIGURES GROUP

	31.03.2013	31.03.2012	31.12.2012
EBITDA in % of operating income	14,9 %	13,2 %	8,5 %
EBIT in % of operating income	10,2 %	6,4 %	2,4 %
EBITDA (rolling last 4 quarters) / Capital Employed %	15,5 %	16,5 %	14,2 %
EBIT (rolling last 4 quarters) / Capital Employed %	6,4 %	4,8 %	4,0 %
Net working capital / Operating income (rolling last 4 quarters) %	16,3 %	27,1 %	18,7 %
Interest coverage <sup>*)</sup>	10,6	4,3	1,5
NIBD / EBITDA (rolling last 4 quarters)	2,5	3,2	3,2
Equity ratio	27,9 %	33,1 %	29,2 %
Equity / Capital employed	42,9 %	44,3 %	42,1 %
Return on equity (annualised)	35,4 %	12,1 %	2,1 %
Total return (annualised)	16,0 %	8,1 %	2,7 %
Liquidity ratio I	1,6	1,98	1,7
Liquidity reserve <sup>**)</sup>	190 402	122 821	172 005
Liquidity reserve <sup>**) / Operating income (rolling last 4 quarters) %</sup>	17,1 %	12,6 %	16,7 %
Earnings per share	0,18	0,06	0,04
Diluted earnings per share	0,18	0,06	0,04
Cash flow from operations per share	0,37	0,19	0,87
Equity per share	2,17	2,02	1,95

\*) (Profit before tax + interest expenses) / Interest expenses

\*\*) Undrawn overdraft facility + bank deposits and cash. Use of undrawn overdraft facility can be limited by financial covenants.

## KEY FIGURES SEGMENTS

	31.03.2013	31.03.2012	31.12.2012
<b>COMPOSITE CONTAINERS</b>			
EBITDA in % of operating income	26,9 %	20,9 %	7,2 %
EBIT in % of operating income	19,7 %	10,5 %	-1,6 %
EBITDA (rolling last 4 quarters) / Capital Employed %	11,4 %	19,8 %	10,1 %
EBIT (rolling last 4 quarters) / Capital Employed %	1,1 %	4,1 %	-2,3 %
Capital employed / Operating income (rolling last 4 quarters)	0,76	0,76	0,71
<b>HIGH-PRESSURE CONTAINERS</b>			
EBITDA in % of operating income	11,4 %	20,2 %	13,8 %
EBIT in % of operating income	8,4 %	16,2 %	9,3 %
EBITDA (rolling last 4 quarters) / Capital Employed %	23,2 %	21,4 %	24,1 %
EBIT (rolling last 4 quarters) / Capital Employed %	15,2 %	15,2 %	16,2 %
Capital employed / Operating income (rolling last 4 quarters)	0,52	0,61	0,57
<b>COMPOSITE REINFORCEMENTS</b>			
EBITDA in % of operating income	9,4 %	-13,6 %	0,4 %
EBIT in % of operating income	3,3 %	-18,0 %	-4,2 %
EBITDA (rolling last 4 quarters) / Capital Employed %	8,0 %	-1,1 %	0,8 %
EBIT (rolling last 4 quarters) / Capital Employed %	1,8 %	-12,4 %	-7,1 %
Capital employed / Operating income (rolling last 4 quarters)	0,25	0,41	0,58

**NOTE 1: INTRODUCTION**

The condensed consolidated interim financial statements for 1<sup>st</sup> Quarter 2013, which ended 31 March 2013, comprise Hexagon Composites ASA and its subsidiaries (together referred to as "The Group").

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS), IAS 34 Interim Financial Reporting. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of The Group for the year which ended 31 December 2012.

The accounting principles used in the preparation of these interim accounts are the same as those applied to the consolidated financial statements for 2012 and are described therein.

These condensed consolidated interim financial statements were approved by the Board of Directors on 29 April 2013.

**NOTE 2: COVENANTS**

Financing in DNB has the following financial covenants:

- NIBD/EBITDA < 4.0<sup>)</sup>
- Equity/Capital Employed<sup>\*\*)</sup> at least 30%

<sup>)</sup> Net Interest Bearing Debt / Rolling Earnings Before Interest, Tax, Depreciation and Amortization the last 12 months.

<sup>\*\*)</sup> Capital Employed equals equity plus interest-bearing debt.

	<b>31.03.2013</b>
NIBD/EBITDA	2.5
Equity/Capital Employed	42.9%

**NOTE 3: EVENTS AFTER THE BALANCE SHEET DATE**

According to the Board's proposal the Annual General Meeting of Hexagon Composites ASA on 17 April 2013 approved to set the distribution of dividends to the shareholders to NOK 0.15 per share, totaling TNOK 19,994.

There have not been any significant events after the balance sheet date.