

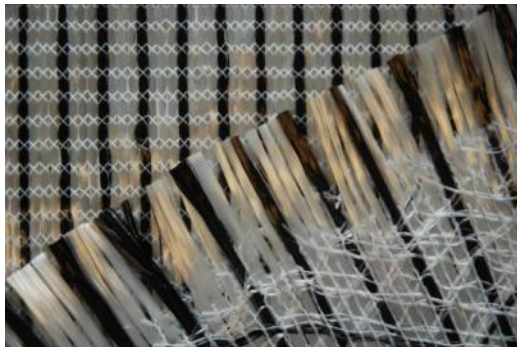
**Presentation Half year
interim report 2010
27 August**

Erik Espeset, Group President
Tor Olsen Husø, CFO

Agenda - Half year interim report 2010

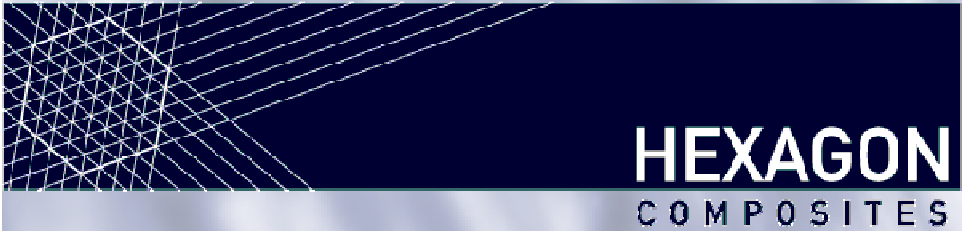
- Brief Hexagon Composites overview
- Key figures
- Business Units
- Group financials
- Summary & Outlook 2010
- Q & A

Hexagon Composites ASA



Key figures Q2 comparison

Key figures (NOK 1 000)	Q2 2010	Q2 2009	Change
Sales Revenue	231.912	229.539	1%
EBITDA	43.539	38.782	12%
EBIT	24.488	24.141	1%
EBIT %	10,6 %	10,5 %	
Profit before tax	24.278	16.641	46%



Q2 2010 - Business Units



Key points

- Rebuilding of production line finalised
- New large order from PDVSA Gas Communal in Venezuela for delivery of 300 000 LPG containers
- Contract with Daimler-Benz for the supply of CNG gas tanks to the new Mercedes B-Class model
- Returned to operating profit margin of 20 % in Q2
- The market for LPG containers is good - expected good sales in Q3
- Composite Scandinavia integration process started





Q2 Financials – Composite containers

RAGASCO			
	Q2 2010	Q2 2009	Change
Total Sales	118.827	120.900	-2.073
EBITDA	37.060	36.886	174
EBIT	23.821	27.100	-3.279
EBIT %	20,05 %	22,42 %	



Q2 Financials – Last 2 quarters

	Q2 2010	Q1 2010	Change
Total Sales	118.827	66.803	52.024
EBITDA	37.060	8.708	28.352
EBIT	23.821	1.420	22.401
EBIT %	20,05 %	2,13 %	

Key points & outlook

- CNG Buses - TUFFSHELL®
 - Positive market development in North America
 - Extraordinary costs in connection with closure of old factory
 - Strong order book for 2010

- TITAN™
 - First quarter with commercial deliveries
 - Strong order book for 2010
 - 2010 production capacity approx. 50 modules



Q2 Financials - High Pressure Containers

Lincoln Composites / Raufoss Fuel Systems			
	Q2 2010	Q2 2009	Change
Total Sales	82.002	72.853	9.149
EBITDA	9.565	10.056	-491
EBIT	5.845	7.474	-1.629
EBIT %	7,13 %	10,26 %	

Q2 Financials – Last 2 quarters

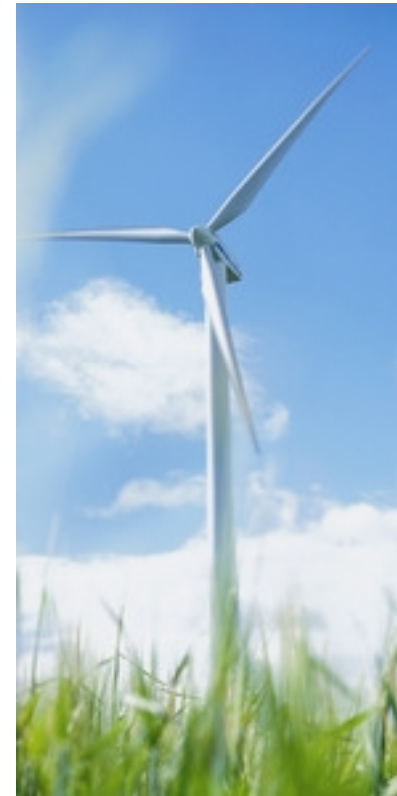
	Q2 2010	Q1 2010	Change
Total Sales	82.002	51.530	30.472
EBITDA	9.565	2.726	6.839
EBIT	5.845	-226	6.071
EBIT %	7,13 %	-0,44 %	

DEVOLD



Key Points & outlook

- Improved results in Q2
- Increasing sales volume with existing customers
- Stable market in Europe
- Market growth in China and North America
- Devold PPG (J/V in USA) achieved a break-even result in Q2





Q2 Financials - Composite Reinforcements

Devold AMT			
	Q2 2010	Q2 2009	Change
Total Sales	31.797	36.295	-4.498
EBITDA	-484	-5.687	5.203
EBIT	-2.575	-7.960	5.385
EBIT %	-8,10 %	-21,93 %	

DEVOLD



Q2 Financials - Last 2 quarters

	Q2 2010	Q1 2010	Change
Total Sales	31.797	23.718	8.079
EBITDA	-484	-7.072	6.588
EBIT	-2.575	-9.656	7.081
EBIT %	-8,10 %	-40,71 %	

The logo for Hexagon Composites is located in the top left corner. It consists of a dark blue rectangular area. On the left side of this area, there is a white geometric pattern of intersecting lines forming a grid of triangles. To the right of this pattern, the word "HEXAGON" is written in a bold, white, sans-serif font. Below "HEXAGON", the word "COMPOSITES" is written in a smaller, white, sans-serif font.

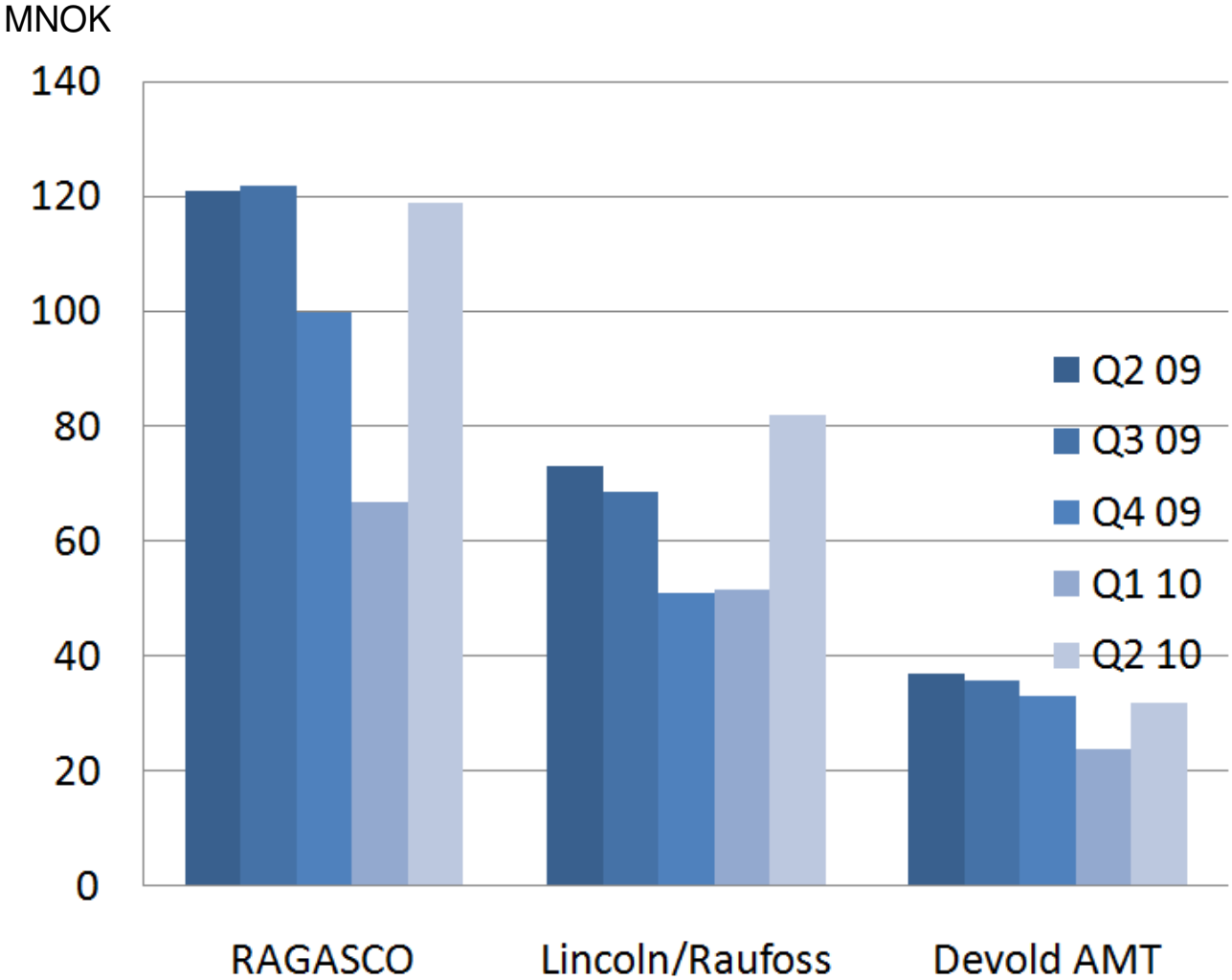
HEXAGON
COMPOSITES

Q2 2010 - Group Financials

Profit and Loss Account Q2 2010

Key figures (NOK 1 000)	Q2 2010	Q2 2009	Change
Sales Revenue	231.912	229.539	1%
EBITDA	43.539	38.782	12%
EBIT	24.488	24.141	1%
EBIT %	10,6 %	10,5 %	
Profit before tax	24.278	16.641	46%

Turnover per Business Unit



Balance sheet as per 30.06.2010

Assets

Balance Sheet - Assets	30.06.2010	31.03.2010	Change
Intangible assets	140.455	142.896	-2.441
Tangible fixed assets	327.423	318.383	9.040
Investments in associates	5.746	5.949	-203
Other financial fixed assets	1.005	1.044	-39
Inventories	114.419	95.987	18.432
Receivables	214.391	188.352	26.039
Bank deposits, cash and similar	9.298	11.391	-2.093
Total Assets	812.736	764.002	48.734

(NOK 1 000)

Balance sheet per 30.06.2010

Liabilities and Equity

Balance Sheet - Liabilities and Equity	30.06.2010	31.03.2010	Change
Paid-in capital	177.888	177.619	269
Other equity	69.249	77.151	-7.902
Provisions	26.254	20.722	5.532
Interest-bearing long-term liabilities	315.324	319.140	-3.816
Interest-bearing current liabilities	45.387	28.846	16.541
Other current liabilities	178.634	140.523	38.111
Total Liabilities and Equity	812.736	764.002	48.734

(NOK 1 000)

Balance sheet as per 30.06.2010

Assets

Balance Sheet - Assets (NOK 1 000)	30.06.2010	30.06.2009	Change
Intangible assets	140.455	122.827	17.628
Tangible fixed assets	327.423	272.117	55.306
Investments in associates	5.746	57.845	-52.099
Other financial fixed assets	1.005	834	171
Inventories	114.419	134.122	-19.703
Receivables	214.391	181.123	33.268
Bank deposits, cash and similar	9.298	6.712	2.586
Total Assets	812.736	775.579	37.157

Balance sheet per 30.06.2010

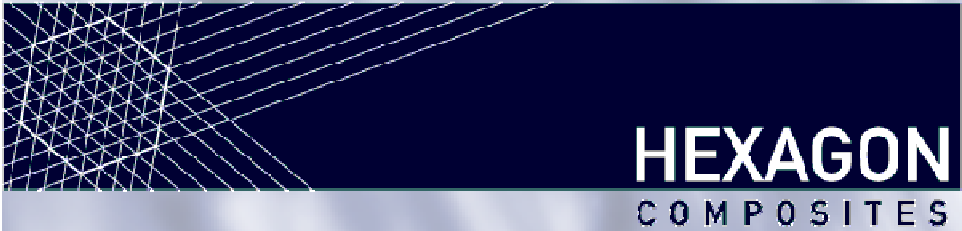
Liabilities and Equity

Balance Sheet - Liabilities and Equity	30.06.2010	30.06.2009	Change
Paid-in capital	177.888	176.789	1.099
Other equity	69.249	55.553	13.696
Provisions	26.254	27.018	-764
Interest-bearing long-term liabilities	315.324	308.538	6.786
Interest-bearing current liabilities	45.387	52.772	-7.385
Other current liabilities	178.634	154.908	23.726
Total Liabilities and Equity	812.736	775.579	37.157

(Nok 1 000)

Cash Flow Statement as at 30.06.2010

Cash Flow Statement (NOK 1 000)	30.06.2010
Profit before tax	17.308
Depreciation and write-downs	31.874
Change in net working capital	12.960
Net cash flow from operations	62.141
Net cash flow from investment activities	-62.166
Net cash flow from financing activities	-37.241
Net change in cash and cash equivalents	-37.265
Cash and cash equivalents at start of period	46.563
Cash and cash equivalents at end of period	9.298
Available unused credit facility	85.795



Summary & Outlook

Summary



- Very good results in Q2 2010 – Ragasco back on track
- Rebuilding completed
- Integration of Composite Scandinavia AB started
- Contract with Daimler-Benz for the supply of CNG gas tanks to the new Mercedes B-Class model

Summary



Raufoss
FUEL SYSTEMS

- CNG Buses - TUFFSHELL®
 - Positive market development in North America
 - Extraordinary costs in connection with closure of old factory
 - Order book for 2010 of 11 MUSD

- TITAN™
 - First quarter with commercial deliveries
 - Order book for 2010 of 5 MUSD
 - 2010 production capacity approx. 50 modules

Summary



- Positive results due to new top management
- Growth in global market
- Continued turnover growth in second half 2010
- Possible penalty duties on Chinese glass fiber

The logo features a dark blue rectangular area. On the left side of this area, there is a white geometric pattern of intersecting lines forming a grid of triangles. To the right of this pattern, the word "HEXAGON" is written in a large, bold, white, sans-serif font. Below "HEXAGON", the word "COMPOSITES" is written in a smaller, white, sans-serif font.

HEXAGON
COMPOSITES

Q2 2010 - Q & A