



NKT Holding A/S

Quarterly report 3/2006

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NKT's Quarterly Report 3/2006 was issued on 30 November in Danish and English via the Copenhagen Stock Exchange as NKT Release No. 22/2006.

In the event of any questions of interpretation the Danish text shall prevail.

The report is available on www.nkt.dk and is sent by email to all registered subscribers.

The printed report is sent by post to all NKT Holding shareholders requesting this service.

Reference is made in this report to stock exchange releases issued in 2006. These can be read on NKT's website - www.nkt.dk - under Investor/Stock Exchange Releases. A list of releases to date in 2006 can be found on page 17.



OVERVIEW: 3rd QUARTER 2006

The positive development for NKT's companies continued in 3rd quarter 2006.

Combined revenue in the 3rd quarter was 2,703 mDKK (organic growth +9% compared with last year), and operating income (EBIT) was 202 mDKK (+45% compared with last year). The progress was jointly attributable to NKT Cables, Nilfisk-Advance and NKT Flexibles. Development in NKT Photonics, which recorded a small deficit, is proceeding to plan.

The development at Group level was very satisfactory.

Forecast for 2006 revised upwards

Forecast full-year revenue remains unchanged at around 10.7 bnDKK, while forecast Group earnings before tax have been revised upwards from 725 mDKK to around 765 mDKK.

Key figures

| Amounts in mDKK | Q3 2006 | Q3 2005 | Q1-Q3 2006 | Q1-Q3 2005 | Year 2005 |
|----------------------------|------------|------------|---------------|---------------|--------------|
| Revenue | 2,703 | 2,231 | 7,952 | 6,389 | 8,750 |
| Earnings (EBITDA) | 255 | 190 | 804 | 489 | 713 |
| Earnings (EBIT) | 202 | 139 | 650 | 338 | 485 |
| Earnings before tax | 193 | 138 | 615 | 323 | 463 |
| Equity | 2,677 | 2,636 | 2,677 | 2,636 | 2,735 |
| Net interest bearing items | (1,168) | (858) | (1,168) | (858) | (764) |

Group report

I January - 30 September 2006

PERIOD I JANUARY - 30 SEPTEMBER 2006

Revenue for the first nine months of 2006 amounted to 7,952 mDKK, a nominal increase of 24% on the same period last year. Revenue development was influenced by the development in metal prices and - after adjustment for this - organic growth amounted to 11%.

Operating income (EBIT), which amounted to 650 mDKK, was influenced by non-recurring items (gains on property sales etc.) of 109 mDKK. After adjustment for this, operating income amounted to 541 mDKK. This was an advance of 51% on the same period last year.

Group earnings before tax amounted to 615 mDKK, including the above gains on property sales. After adjustment for these gains, income before tax was 506 mDKK. 4th quarter earnings are expected to be similar to the same period last year. Forecast full-year earnings before tax for 2006 are around 765 mDKK.

| NKT Group 2006 | | |
|------------------------------|-------------------------|-----------------------------|
| NKT Holding | | |
| Nilfisk-Advance Group | NKT Cables Group | NKT Photonics Group |
| > Europe | > Northern Europe | > Crystal Fibre |
| > North America | > Central Europe | > KOHERAS |
| > Oceania | > Eastern Europe | > LIOS Technology |
| > Asia | > China | > NKT Research & Innovation |
| | | > Nanon |
| NKT Flexibles (51%) | | |

3RD QUARTER 2006

Revenue

Group revenue for 3rd quarter 2006 was 2,703 mDKK. This was an advance of 21% on the 3rd quarter of last year when revenue was 2,231 mDKK. After adjustment for exchange rates and development in metal prices, organic growth was 9%.

Operating income

3rd quarter operating income before interest, tax, depreciation and amortisation (EBITDA) was 255 mDKK, against 190 mDKK last year. This was an advance of 65 mDKK, equivalent to 34%.

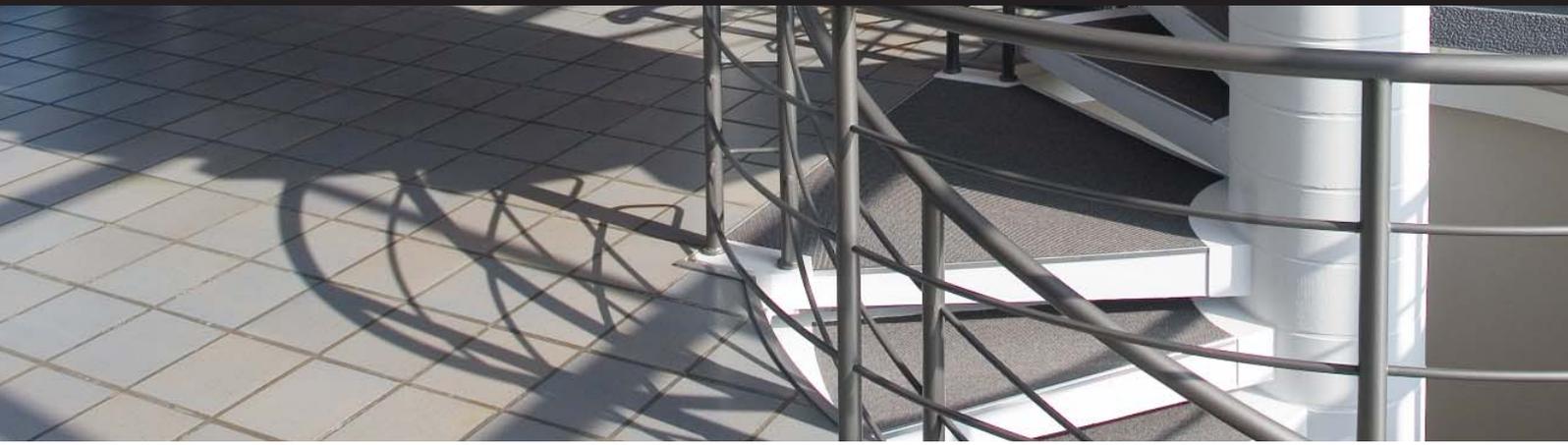
The NKT Group realised operating income before interest and tax (EBIT) of 202 mDKK for 3rd quarter 2006, against 139 mDKK for the 3rd quarter of last year. EBIT margin was therefore 7.5% compared with 6.2% for the same period last year.

Financial items

3rd quarter financial items amounted to (9) mDKK. This was similar to the preceding quarters.

Interest bearing items

3rd quarter cash flow was (56) mDKK, which included expenditure of 58 mDKK on acquisition of the remaining 23% of NKT Cables' Czech company. Net interest bearing items for the NKT Group at the end of the 3rd quarter amounted to (1,168) mDKK. This was in line with previously published forecasts.



Board resolution of 30 November 2006

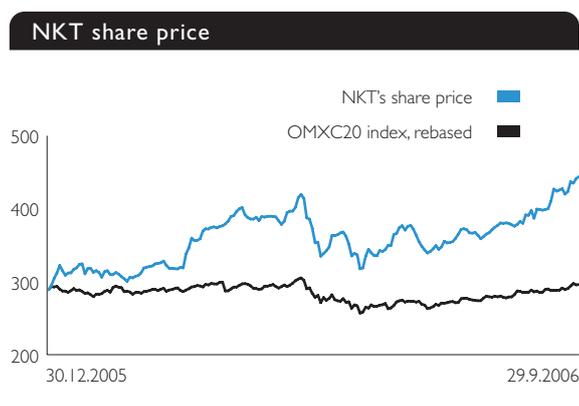
In accordance with the authorisation granted and Company Article 3B, the Board of Directors has decided to allocate up to 75,000 share options in January 2007 to the employees and management of NKT Holding A/S.

The subscription price will be based on the average share price for the month of December 2006 plus an annual indexing factor of 8% - corresponding to the internal WACC (Weighted Average Cost of Capital).

The precise conditions regarding quantity, subscription price, subscription date, value, etc. will be published when the share options have been issued. At the current share price level the value of the allocation, calculated using the Black-Scholes formula, is around 3.5 mDKK.

NKT shares

The NKT share price at 30 September 2006 stood at 442 DKK. This was 53% above the share price at 1 January.



In addition, a dividend of 12 DKK per share, corresponding to 4% of the share price at 1 January, was distributed in the 2nd quarter. The value added in 2006 thus constitutes 57%.

Since 1 January the average daily turnover of NKT shares has been around 37 mDKK, compared with 23 mDKK for the same period last year.

The market capitalisation of the NKT Group at 30 September 2006 was 10.4 bnDKK, excluding treasury shares. After adjustment for net interest bearing items and minority interests, enterprise value was 11.6 bnDKK.

As at 30 September 2006, only one shareholder owned more than 5% of NKT's share capital: ATP (Danish Labour Market Supplementary Pension Fund).

NKT holds 77,675 treasury shares, corresponding to 0.3%.

NKT's share capital comprises 23,500,000 shares of DKK 20 each. Nominal share capital is therefore 470,000,000 DKK.

Progress report on corporate strategy

The NKT Group's strategic plan for the period 2004-2008 (Upgrade to Next Level) was introduced in spring 2004. With this strategy, focus was placed on developing and expanding the areas of business represented by Nilfisk-Advance, NKT Cables and NKT Photonics.

The goal of the strategy is to realise an attractive level of value creation for NKT's investors.

This goal is expressed in a targeted return on capital employed (ROCE) of 20% p.a. for our core businesses, Nilfisk-Advance and NKT Cables. The intention is to achieve this goal by a combination of an average organic growth of around 5-6% p.a. over an economic cycle and an EBIT-margin of around 7-8%.

For the companies in the NKT Photonics Group we have defined a goal of creating an integrated business unit with growth in revenue and income. For the part-owned company NKT Flexibles the focus is on further-developing the company with a view to improved earnings.

In addition, there is a wish to increase the gearing of the NKT Group to a level where net interest bearing debt is up to 2.5 x EBITDA, and up to 80% of equity. The plan is to achieve this increase in gearing by means of value-adding acquisitions that have activities in our existing core business areas, and by investment in further-development of the Group's products and production facilities.

The following graphs show how the NKT Group has progressed towards its strategic targets in the areas of revenue, earnings, ROCE and gearing.

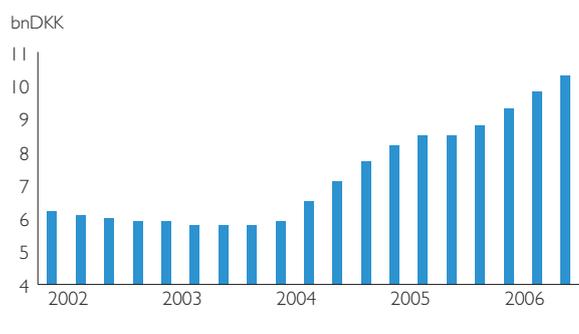
Revenue

The graph shows development in revenue, on a rolling 12-month basis, up to and including 3rd quarter 2006.

The NKT Group recorded revenue of 8.8 bnDKK in 2005 and expects to achieve revenue of 10.7 bnDKK in 2006. This corresponds to a nominal growth of around 22%.

Part of this growth is attributable to the strongly rising metal prices that are increasing revenue at NKT Cables.

Revenue 2002-2006 on a rolling 12-month basis



After adjusting for the effect of these price rises and exchange factors, organic growth of around 10% is expected for 2006. By comparison, organic growth for 2005 and 2004 was 8% and 4% respectively.

Organic growth during the strategy period has therefore averaged around 7%, which is better than the target figure of 5-6%.

During the 3rd quarter, NKT Cables expanded its activities in the Czech Republic by acquiring both businesses of the Kablo Elektro Group. The transaction, which awaits approval by the competition authorities, is expected to increase NKT's revenue by around 1.3 bnDKK so that future full-year revenue, at the current level of metal prices, will be at least DKK 12 bnDKK.

Earnings

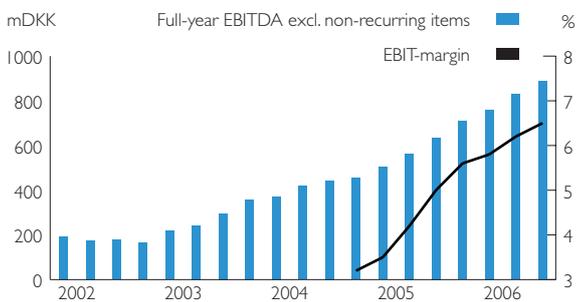
EBITDA earnings have shown positive development during the strategy period, and at the end of the 3rd quarter, rolling 12-month EBITDA amounted to 890 mDKK after adjustment for non-recurring items. This corresponds to 8.6% of revenue.



EBIT margin was 6.5% at the end of the 3rd quarter. The development trend is shown in the graph below.

This development is satisfactory in relation to the target of achieving a profit margin of around 7-8% by 2008.

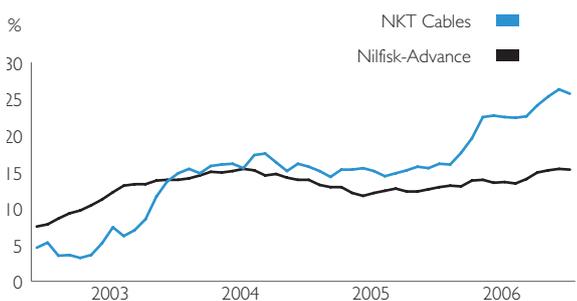
Earnings 2002-2006



Return on capital employed

The historic development in ROCE is shown in the graph below.

Return on capital employed 2003-2006

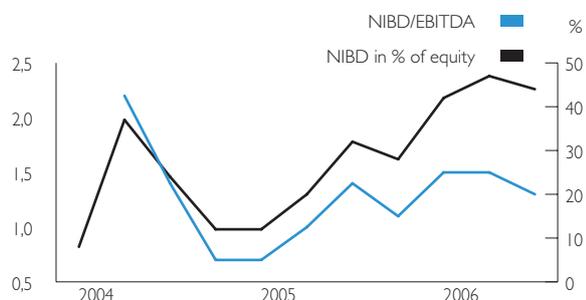


The development in revenue and earnings has helped push ROCE towards the targets set. At the end of the 3rd quarter, Nilfisk-Advance had a return on capital employed of 15% p.a., while at 26% p.a. NKT Cables had passed the strategy target. The declining 2005-trend in Nilfisk-Advance relates to the integration of ALTO. It is expected that the activities in progress at Nilfisk-Advance will increase the return on capital employed to the defined target level within the strategy period.

Gearing

As the earnings of the NKT Group have increased, NKT's capital structure has gradually been adjusted. At the end of the 3rd quarter, net interest bearing debt corresponded to 1.3 x EBITDA and 44% of equity. All other things being equal the acquisition of Kablo Elektro is expected to increase NKT's gearing to around 1.6 x EBITDA, corresponding to 60% of equity.

Gearing 2004-2006



As stated on page 4, the intention is to increase the Group's gearing during the strategy period to a level at which the net interest bearing debt is up to 2.5 x EBITDA. There is therefore room for further acquisitions during the strategy period.

Nilfisk-Advance Group

Nilfisk-Advance is a world leading manufacturer of professional cleaning equipment with a product portfolio consisting of vacuum cleaners, indoor and outdoor washing, sweeping and polishing machines, and an extensive range of high pressure cleaners.

Revenue

Nilfisk-Advance recorded revenue of 1,292 mDKK in the 3rd quarter. This was a rise of 3.6% on 3rd quarter 2005. Compared with the same period last year, revenue during the quarter was down by around 17 mDKK due to changes in foreign exchange rates. After adjusting for this, organic growth was 5%.

Organic growth for the period 1 January - 30 September 2006 is 6.1%. This growth rate has been achieved consistently by Nilfisk-Advance since 2003. On a regional basis, organic growth has been strongest in Europe at 7% and Asia at 9.7%. In the United States, organic growth in the year to date has been 2.9%.

In the 3rd quarter, organic growth was strongest in Europe and the USA at 4.7% and 6% respectively. Growth in Asia was slightly lower at 3.4%.

3rd quarter revenue development was satisfactory.

Operating income

3rd quarter operating income before interest, tax, depreciation and amortisation (EBITDA) was 126 mDKK, a margin of 9.8%. In the same period last year Nilfisk-Advance realised an EBITDA margin of 9.1%.

This development is satisfactory and supports our forecast of an EBITDA margin of just under 10% for 2006 after adjustment for non-recurring items.

3rd quarter operating income before interest and tax (EBIT) was 93 mDKK, a margin of 7.2% compared with 6.6% for the same period last year.

In the 3rd quarter the 12-month rolling EBITDA margin continued to rise and now stands at 9.6%.

Net interest bearing debt

Net interest bearing debt was reduced by 140 mDKK to 1,042 mDKK in the 3rd quarter. This development was positively influenced by income of 30 mDKK from sale of a small property. Working capital was reduced during the quarter by 57 mDKK. Working capital currently corresponds to 22% of revenue, and the ambition in the first instance is to reduce this to 20% by the end of 2007.

3rd quarter events

The integration of the activities of Nilfisk-Advance and ALTO continues to proceed to plan, and all the initiatives are expected to be implemented during 2006. At the end of the 2nd quarter the factories in Bowling Green (USA), Åmål (Sweden) and Parma (Italy) were closed and production transferred to other Group factories. Focus in the 3rd quarter was directed towards increasing the efficiency of the continuing factories. This efficiency is still expected to be normalised by the start of 2007.



As anticipated, a further increase in contribution ratio was successfully achieved during the 3rd quarter. This was due to the restructuring measures in progress and to success in maintaining the implemented price increases. A contribution ratio of 41.1% has been realised in the first nine months of 2006, compared with 40.4% in the same period last year.

As previously reported, efforts are being made to sell off a number of properties inside and outside Denmark. In the 3rd quarter a small property in Denmark was sold for 30 mDKK. This transaction has had negligible influence on operating earnings.

The negative development in Nilfisk-Advance's Australian subsidiary in 2005 led to changes in the company's management in 1st quarter 2006. At the end of the 2nd quarter we reported that the company had stabilised sales and that earnings were approaching breakeven. The company's 3rd quarter results confirmed this development.

In September we announced that Claus Michelsen, CFO of Nilfisk-Advance for the past six years, was to resign. And we have since announced that his successor as CFO with effect from 1 February 2007 will be Morten Johansen, who will also be joining the company's board of management.

In September, steps were taken to discontinue the production of Gerni high pressure cleaning equipment in Randers and to transfer these operations to Nilfisk-ALTO. The bulk of the production in Randers will be closed by the end of 2006, and the final transfer of production is scheduled for mid-2007.

Expectations for 2006

The full-year forecast for Nilfisk-Advance is unchanged with revenue of around 5.4 bnDKK and an EBIT profit margin of around 7.4%. To this must be added gains of 109 mDKK on properties etc. realised in the 1st half of the year.

Forecast organic growth for 2006 is unchanged at around 5%.

NKT Cables Group

NKT Cables is among the leading European suppliers of power cables, principally to markets in Central, Northern and Eastern Europe. NKT Cables has its own production facilities in China from which the Chinese market is serviced with selected products.

Revenue

Revenue development in the 3rd quarter continued to be very satisfactory.

The NKT Cables Group realised 3rd quarter revenue of 1,390 mDKK, an increase of 46% on the 3rd quarter of last year. After adjustment for developments in metal prices and foreign exchange rates, actual growth in revenue was around 13%.

The growth was achieved in all product segments, i.e. low, medium as well as high voltage cables, and reflected continued high levels of activity in the electricity sector with expansion and maintenance of electricity supply networks. In the construction industry, the high level of activity both in new-building and renovation is impacting on sales of low voltage products.

The growth was achieved in all European main markets.

3rd quarter revenue was significantly influenced by the continued rise in metal prices. The average price of copper in the 3rd quarter was twice as high as in the same period last year, and 55% higher than at the start of this year.

Operating income

3rd quarter operating income before interest, tax, depreciation and amortisation (EBITDA) was 120 mDKK, a margin of 8.6%. EBITDA for the same period last year was 79 mDKK, an 8.3% margin.

3rd quarter operating income before interest and tax (EBIT) was 104 mDKK, a margin of 7.5%. EBIT for 3rd quarter 2005 was 65 mDKK, a margin of 6.8%.

Earnings development is very satisfactory, with rolling 12-month EBITDA continuing to increase during the 3rd quarter despite the strong contribution to revenue from rising metal prices. The EBITDA margin is now 7.4%. This situation is directly related to the continued strong organic growth and thus also the high level of activity that has resulted in high capacity utilisation.

Net interest bearing debt

Net interest bearing debt had increased by 82 mDKK to 585 mDKK at the end of the 3rd quarter. 58 mDKK of this increase related to acquisition of the remaining 23% of NKT Cables' company in the Czech Republic. The development in working capital is satisfactory and closely following development in revenue. The level of working capital remained unchanged at around 17%.

3rd quarter events

It was announced on 15 September that NKT Cables had acquired the subsidiaries of the Czech cable manufacturer Kablo Elektro. This was followed on 18 September by the



announcement that NKT Cables had acquired the Investment Fund for Central and Eastern Europe's 23% stake in NKT Cables s.r.o., the Group's Czech cable company based in Kladno. With these transactions NKT Cables became the sole owner of all its businesses in the Czech Republic.

The acquisition of Kablo Elektro is subject to the approval of the competition authorities in the Czech and Slovak republics. This approval is expected to be received during 2006.

For the past two years, in a joint venture with the US cable producer Southwire Company, NKT Cables has been working on development and installation of a superconducting cable in Ohio. During the 3rd quarter this cable successfully entered service in Ohio's electricity supply network.

Due to the strong growth in sales, NKT Cables has been operating at high capacity throughout 2006. As a result, a number of investments in both production equipment and product development are being implemented at the company's facilities in Denmark, Germany, Poland, Czech Republic and China. These investments are intended to ensure high security of supply for all types of cables from 2007 onwards.

Expectations for 2006

Forecast revenue for NKT Cables remains around 5.2 bnDKK.

Profit margin (EBIT) for the year is expected to be around 5.8%. This is an increase on the previous forecast, which was around 5.4%.

NKT Photonics Group

The NKT Photonics Group was created to harness the specialist competences possessed by NKT's companies in optical technology. Focus is on development, manufacture and marketing of advanced light sources (optical fibres) and laser components.

Revenue

The NKT Photonics Group realised 3rd quarter revenue of 22 mDKK, against 27 mDKK in 3rd quarter 2005. The decrease was reflected across the Group. However, order levels showed a rising trend over the 3rd quarter - particularly at KOHERAS - and for the Group as a whole substantially increased revenue is expected for the 4th quarter of 2006.

Operating income

Operating income before interest, tax, depreciation and amortisation (EBITDA) was (8) mDKK, as against (1) mDKK in 3rd quarter 2005. This decrease was due to the fall in revenue and to the fact that - as reported in Q2/2006 - intensified development at KOHERAS has not yet been reflected in increased sales.

Group developments

Crystal Fibre has a good volume of orders in hand. An intensified development effort has been initiated aimed at qualifying the company's new range of sub-assemblies for higher power levels - in the first instance 350 W. As part of this effort, crystal fibre-based components are also being developed for these products. The first sub-assembly for higher power application is expected to be launched in mid-2007.

KOHERAS maintained strong focus during 3rd quarter 2006 on its partnership with Leica to develop a white light source,

principally for microscopy. Other applications for this product are now also attracting commercial interest.

A good flow of orders is reported for ultra-precise lasers, including a further order to supply products for field trials in the oil exploration sector. Positive results from these trials can lead to a number of follow-up orders in this area.

LIOS Technology continues to make steady progress.

Revenue has been slightly down on last year when the company was awarded several very large tunnel projects in the 2nd and 3rd quarters.

The positive development in sales of high voltage cable monitoring systems continued in the 3rd quarter.

Nanon experienced strongly fluctuating activity levels in the 3rd quarter for its car component coating operations, but business was slower than usual due to uneven customer demand.

The company is noting considerable interest in its Cohancement™ technology. Both this and the company's SoftPlasma™ technology are particularly well-suited for application with silicone-based components. Accordingly, a process has been initiated aimed at identifying whether there are any major players who might actively contribute to accelerating Nanon's value creation by taking a stake in the company.

Expectations for 2006

Forecast revenue for the NKT Photonics Group is around 105 mDKK. Predicted operating income (EBITDA) remains around (20) mDKK.

NKT Flexibles

(equity share 51%)

NKT Flexibles I/S supplies flexible subsea pipe systems to the offshore industry. The pipes connect production wells on the sea bed to production platforms on the surface. The remaining 49% of the company's equity is owned by Acergy (formerly Stolt Offshore).

NKT Flexibles made continued progress in 3rd quarter 2006. Revenue amounted to 222 mDKK, as against 130 mDKK last year. Operating income (EBITDA) was 38 mDKK, a profit margin of 17%, as against 10 mDKK in 3rd quarter 2005.

Orders received in 3rd quarter 2006 amounted to 226 mDKK, and the order back-log totalled 1,170 mDKK at 30 September.

Revenue for the first nine months amounted to 614 mDKK, an increase of 80% on the same period last year. EBITDA for the same period was 97 mDKK, a margin of 15.8%.

Activity levels in the offshore oil and gas sector remain high, which is reflected in continued heavy bidding work at NKT Flexibles.

51% of NKT Flexibles' net earnings after depreciation, amortisation and financial items is recognised in the NKT Group's operating income (EBITDA), the amount recognised in the 3rd quarter being 15 mDKK, against 1 mDKK for the same period last year.

3rd quarter events

Against the background of the high level of activity, NKT Flexibles continues to expand its organisation. At the end of the 3rd quarter the company employed 370 people, against

308 at the start of the year and 295 at the same time last year.

The Kalundborg factory is working to full capacity, and in the light of existing orders and future oil exploration projects announced by the major oil companies this is expected to continue in the years ahead.

Against this background, ongoing focus - in the form of investment and process improvements - is being given to increasing the factory's capacity and supply capability. Focus is also placed on technology and product development with a view to creating even better and more competitive products.

NKT Flexibles is continuing the process to qualify its pipes for deep-sea installation at depths up to 2 km. Qualification and type approval for 6" and 8" pipes are expected in spring 2007.

Expectations for 2006

2006 forecast revenue for NKT Flexibles is around 900 mDKK, an increase of around 500 mDKK on 2005. Operating income (EBITDA) in 2006 is expected to be 15-16% of revenue. NKT's forecast earnings share after depreciation, amortisation and interest expenses has been revised upwards from around 40 mDKK to around 50 mDKK.

Statements

The Board of Directors and the Management have today discussed and adopted the report of NKT Holding A/S for the period 1 January - 30 September 2006.

The report is unaudited and has been presented in accordance with the provisions for recognition and measurement in the International Financial Reporting Standards as approved by the EU, and in accordance with Danish disclosure requirements concerning the quarterly reports of listed companies.

We consider the accounting policies adopted to be correct, so that the report gives a fair view of the Group's assets, liabilities and financial position at 30 September 2006 and of the results of the Group's operations and cash flows for the period 1 January - 30 September 2006.

Brøndby, 30 November 2006

Board of Management

Thomas Hofman-Bang
President and CEO

Søren Isaksen

Board of Directors

Christian Kjær
Chairman

Jan Wraae Folting

Jørgen Bjergskov Nielsen

Jan Trøjborg
Deputy Chairman

Jens Maaløe

Gunnar Karsten Jørgensen

Krister Ahlström

Jens Due Olsen

Arne Dan Kjærulff

Key figures for the Group

| Unaudited | Q3 | Q3 | Q1-Q3 | Q1-Q3 | Year |
|--|---------|--------|---------|--------|--------|
| Amounts in mDKK | 2006 | 2005 | 2006 | 2005 | 2005 |
| Income statement | | | | | |
| Revenue | 2,703 | 2,231 | 7,952 | 6,389 | 8,750 |
| Earnings before interest, tax, depreciation and amortisation (EBITDA) | 255 | 190 | 804 | 489 | 713 |
| Depreciation and impairment of tangible fixed assets | (37) | (37) | (104) | (110) | (159) |
| Amortisation and impairment of intangible assets | (16) | (14) | (50) | (41) | (69) |
| Earnings before interest and tax (EBIT) | 202 | 139 | 650 | 338 | 485 |
| Financial items, net | (9) | (1) | (35) | (15) | (22) |
| Earnings before tax | 193 | 138 | 615 | 323 | 463 |
| Net income | 146 | 117 | 459 | 275 | 361 |
| NKT Holding A/S' share of net income | 138 | 115 | 443 | 270 | 356 |
| Balance sheet and employees | | | | | |
| Equity attributable to shareholders of NKT Holding A/S | 2,663 | 2,573 | 2,663 | 2,573 | 2,672 |
| Minority interests | 14 | 63 | 14 | 63 | 63 |
| Total equity | 2,677 | 2,636 | 2,677 | 2,636 | 2,735 |
| Total equity and liabilities | 6,890 | 6,102 | 6,890 | 6,102 | 6,177 |
| Net interest bearing items ¹⁾ | (1,168) | (858) | (1,168) | (858) | (764) |
| Capital employed ²⁾ | 3,845 | 3,494 | 3,845 | 3,494 | 3,499 |
| Average number of employees y.t.d. | 6,026 | 5,879 | 6,026 | 5,879 | 5,906 |
| Cash flows | | | | | |
| Cash flows from operating activities | 186 | 55 | 49 | (113) | 41 |
| Investments in tangible assets, net | (46) | (56) | 63 | (99) | (105) |
| Acquisition of business activities | - | - | (10) | (13) | (19) |
| Divestment of business activities | - | - | - | 97 | 96 |
| Financial ratios | | | | | |
| Equity share | 39% | 43% | 39% | 43% | 44% |
| Number of 20 DKK shares ('000) | 23,500 | 24,500 | 23,500 | 24,500 | 24,500 |
| Treasury shares ('000) | 78 | 1,105 | 78 | 1,105 | 1,105 |
| Earnings per outstanding share (EPS), DKK | 5.9 | 4.7 | 18.9 | 11.1 | 14.7 |
| Dividend paid, DKK per share | - | - | 12.0 | 8.0 | 8.0 |
| Equity value, DKK per outstanding share circulation | 114 | 110 | 114 | 110 | 114 |
| Market price, DKK per share | 442 | 262 | 442 | 262 | 289 |

¹⁾ Interest bearing cash items and receivables less interest bearing debt.

²⁾ Equity and net interest-bearing items.

Balance sheet and equity

| Unaudited Amounts in mDKK | 30 Sept. 2006 | 30 Sept. 2005 | Year 2005 |
|--|------------------|------------------|--------------|
| Balance sheet | | | |
| Intangible assets | 995 | 1,043 | 1,011 |
| Tangible assets | 767 | 805 | 805 |
| Investments and deferred tax | 409 | 377 | 395 |
| Total non-current assets | 2,171 | 2,225 | 2,211 |
| Inventories | 2,036 | 1,557 | 1,624 |
| Receivables | 2,363 | 2,063 | 2,036 |
| Securities | 14 | 29 | 27 |
| Cash at bank and in hand | 306 | 228 | 279 |
| Total current assets | 4,719 | 3,877 | 3,966 |
| Total assets | 6,890 | 6,102 | 6,177 |
| Equity | | | |
| Equity attributable to shareholders of NKT Holding A/S | 2,663 | 2,573 | 2,672 |
| Minority interests | 14 | 63 | 63 |
| Total equity | 2,677 | 2,636 | 2,735 |
| Liabilities | | | |
| Deferred tax | 8 | 11 | 7 |
| Pensions | 287 | 284 | 284 |
| Provisions | 27 | 12 | 24 |
| Credit institutions etc. | 980 | 1,014 | 982 |
| Total non-current liabilities | 1,302 | 1,321 | 1,297 |
| Credit institutions etc. | 572 | 241 | 218 |
| Other current liabilities | 2,339 | 1,904 | 1,927 |
| Total current liabilities | 2,911 | 2,145 | 2,145 |
| Total equity and liabilities | 6,890 | 6,102 | 6,177 |
| Changes in equity | | | |
| Equity, 1 January | 2,735 | 2,750 | 2,750 |
| Net income | 459 | 275 | 361 |
| Currency adjustment of foreign subsidiaries and value adjustment of cash flow hedges etc. | (102) | 147 | 176 |
| Change in fair value of securities available for sale | - | 2 | 1 |
| Gains on securities available for sale transferred to income statement | (6) | (35) | (36) |
| Shares options paid / share-based payment | (63) | (11) | (24) |
| Dividend treasury shares / acquisition of treasury shares | 13 | (276) | (276) |
| Disposal minority interest | (65) | (20) | (21) |
| Dividend paid | (294) | (196) | (196) |
| Equity at the end of the period | 2,677 | 2,636 | 2,735 |

Cash flows and interest-bearing items

| Unaudited Amounts in mDKK | Q3 2006 | Q3 2005 | Q1-Q3 2006 | Q1-Q3 2005 | Year 2005 |
|--|----------------|--------------|----------------|---------------|--------------|
| Earnings before interest, tax, depreciation and amortisation (EBITDA) | 255 | 190 | 804 | 489 | 713 |
| Financial items, net | (9) | (1) | (35) | (15) | (22) |
| Change in working capital, utilised provision and proceeds from sale of property etc. | (60) | (134) | (720) | (587) | (650) |
| Cash flow from operating activities | 186 | 55 | 49 | (113) | 41 |
| Acquisition of business activities | - | - | (10) | (13) | (19) |
| Divestment of business activities | - | - | - | 97 | 96 |
| Investments in tangible assets, net | (46) | (56) | 63 | (99) | (105) |
| Other investments, etc. | (84) | (14) | (143) | (58) | (89) |
| Total cash flows from operating and investing activities | 56 | (15) | (41) | (186) | (76) |
| Dividend paid | - | - | (294) | (196) | (196) |
| Shares options paid / acquisition and dividend of treasury shares | - | (276) | (50) | (288) | (302) |
| Change in interest bearing items, net | 56 | (291) | (385) | (670) | (574) |
| Net interest bearing items, 1 January | (1,221) | (559) | (764) | (145) | (145) |
| Currency and value adjustments relating to interest bearing items | (3) | (8) | (19) | (43) | (45) |
| Net interest bearing items at the end of the period | (1,168) | (858) | (1,168) | (858) | (764) |

Segment information

| Unaudited | Q3 | Q3 | Q1-Q3 | Q1-Q3 | Year |
|---------------------------|--------------|--------------|--------------|--------------|--------------|
| Amounts in mDKK | 2006 | 2005 | 2006 | 2005 | 2005 |
| Revenue | | | | | |
| Nilfisk-Advance Group | 1,292 | 1,247 | 4,083 | 3,836 | 5,113 |
| NKT Cables Group | 1,390 | 954 | 3,796 | 2,468 | 3,529 |
| NKT Photonics Group | 22 | 27 | 71 | 81 | 104 |
| Intra-Group revenue, etc. | (1) | 3 | 2 | 4 | 4 |
| | 2,703 | 2,231 | 7,952 | 6,389 | 8,750 |

Earnings before interest, tax, depreciation and amortisation (EBITDA)

| | | | | | |
|---------------------------------------|------------|------------|------------|------------|------------|
| Nilfisk-Advance Group | 126 | 114 | 512 | 334 | 469 |
| NKT Cables Group | 120 | 79 | 281 | 164 | 242 |
| NKT Photonics Group | (8) | (1) | (22) | (5) | (8) |
| NKT Flexibles, share of profit | 15 | 1 | 37 | (4) | 10 |
| Parent company and eliminations, etc. | 2 | (3) | (4) | - | - |
| | 255 | 190 | 804 | 489 | 713 |

Earnings before interest and tax (EBIT)

| | | | | | |
|---------------------------------------|------------|------------|------------|------------|------------|
| Nilfisk-Advance Group | 93 | 82 | 408 | 241 | 334 |
| NKT Cables Group | 104 | 65 | 242 | 118 | 175 |
| NKT Photonics Group | (12) | (4) | (33) | (16) | (29) |
| NKT Flexibles, share of profit | 15 | 1 | 37 | (4) | 10 |
| Parent company and eliminations, etc. | 2 | (5) | (4) | (1) | (5) |
| | 202 | 139 | 650 | 338 | 485 |

Capital employed

| | | | | | |
|---|--|--|--------------|--------------|--------------|
| Nilfisk-Advance Group | | | 2,314 | 2,329 | 2,414 |
| NKT Cables Group | | | 1,290 | 886 | 906 |
| NKT Photonics Group | | | 121 | 75 | 97 |
| NKT Flexibles, share of equity etc. | | | 109 | 61 | 82 |
| Parent company and eliminations, etc. ¹⁾ | | | 11 | 143 | - |
| | | | 3,845 | 3,494 | 3,499 |

1) Due to changed Danish legislation, tax asset is transferred to subsidiaries per 31 December 2005

Useful information

Stock exchange releases 2006

We have issued the following releases via the Copenhagen Stock Exchange. The full text may be found on www.nkt.dk.

- › 02.01.06 #1 Stock exchange calendar 2006
- › 04.01.06 #2 NKT Holding issues warrants
- › 27.01.06 #3 Reporting of changes in shareholdings
- › 06.03.06 #4 Reporting of changes in shareholdings
- › 09.03.06 #5 NKT Annual Report 2005
- › 09.03.06 #6 Amended stock exchange calendar 2006
- › 13.03.06 #7 Stock exchange releases issued in 2005
- › 16.03.06 #8 Notice convening 2006 AGM
- › 30.03.06 #9 NKT's employee Board representatives
- › 06.04.06 #10 NKT 2006 AGM
- › 12.04.06 #11 Sale of properties in USA - Group net income revised upwards
- › 21.04.06 #12 Insider transactions with NKT Holding A/S shares
- › 11.05.06 #13 Q1 2006 - Satisfactory 1st quarter 2006
- › 07.08.06 #14 NKT Holding's share capital reduced
- › 23.08.06 #15 New production manager and executive board member at Nilfisk-Advance
- › 24.08.06 #16 2nd quarter growth and forecast revised upwards
- › 15.09.06 #17 NKT Cables acquires Czech company
- › 18.09.06 #18 NKT Cables becomes sole owner of NKT Cables s.r.o., Czech Republic
- › 25.09.06 #19 Nilfisk-Advance - new Chief Financial Officer to start January 2007
- › 26.09.06 #20 Shareholdings Report
- › 01.11.06 #21 Nilfisk-Advance - new Chief Financial Officer

Stock exchange calendar 2007

| | |
|-------------|------------------------|
| 5 March | Annual report 2006 |
| 11 April | Annual general meeting |
| 24 May | Quarterly report 1 |
| 23 August | Quarterly report 2 |
| 21 November | Quarterly report 3 |

The presentation of NKT's annual and quarterly reports is transmitted online. For details see www.nkt.dk.

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