

20. September 2011

The NKT Flexibles owners are implementing a strategic process that may result in another ownership of the company.

Today NKT Flexibles is a mature and well run business based in Denmark, and we are about to double the company within the coming two years in connection with the Brazil initiative.

In the light of the company's successful development these last years the two owners of the company (NKT Holding A/S 51% and Subsea 7 SA 49%) have realized the initial purpose for setting up NKT Flexibles I/S as a joint venture partnership. It is therefore a natural consequence that the owners implement a strategic process in order to explore whether or not the current owners are the best owners for NKT Flexibles in the years to come. The future activities will require powerful and targeted efforts and extensive resources in order to maintain the impressive development that we have performed these last years.

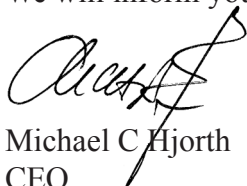
Immediately preceding this announcement the owners have issued a stock exchange release. Both our current owners are quoted on the stock exchange, and therefore both have an obligation to inform the market of activities that may influence the share price. Today the NKT Flexibles business activities have reached a size that requires such information to be released.

The result of the strategic process may turn out to be that a new owner will prove to be a better match for NKT Flexibles to be able to stand up to future challenges. If that is the case the process will lead to negotiations that may lead to a change of ownership. Or the process may lead to the conclusion that the current owners are the best owners to support and develop the company in the future - in which case we will continue to develop NKT Flexibles within the present terms. Whatever the result will be, it will be based on giving NKT Flexibles the best foundation.

The works committee is informed about the matter, which, by the way, is not expected to have any influence on the company's daily operations. We aim to disturb as few employees as possible during the actual process, but some managers will most probably be involved in order to give the most accurate picture of the company.

I would like to take advantage of this opportunity to ram home, that this is an undramatic and expected development for a company such as NKT Flexibles - not least in the light of our coming expansion in Brazil. The two owners have always had the vision that NKT Flexibles should have the best owners to ensure a successful development. Therefore, we as a company should see this initiative as a natural element of safeguarding the strategic element of the management of the company. It is very important that we are able to maintain focus on daily operations, that we continue striving to reach the goals set on both departmental as well as personal levels, and thereby continue delivering strong financial results. This is what has brought us to where we are today. And this is how the current owners, as well as potential new ones, will measure us in the future.

We will inform you about the process as it is possible with due consideration for the involved parties.



Michael C Hjorth
CEO