



Proha Plc

Interim Report Q2 / 2006
1.1.– 30.6.2006

1.1.–30.6.2006 in Brief

- Net Sales 35.0 Meur (32.0 Meur 1.1.–30.6.2005)
 - Continuing operations 17.8 Meur (13.1 Meur) representing 51% (41%)
- Operating Result 11.1 Meur (-1.3 Meur)
 - Gain on disposal of Artemis 14.5 Meur
 - Artemis until 30.6.2006 -3.0 Meur
 - Continuing operations before non-recurring items -0.3 Meur (-0.5 Meur)
- Net result 10.8 Meur (-2.5 Meur)
 - Gain on disposal of Artemis 14.5 Meur
 - Artemis until 30.6.2006 -3.1 Meur
 - Continuing operations before non-recurring items -0.7 Meur (-0.7 Meur)
- Cash flow from continuing operations -0.6 Meur (-1.8 Meur)
- Cash and cash equivalents
 - Continuing operations 2.7 Meur (3.4 Meur)
 - Proceeds from divestment of Artemis increased continuing operations cash and cash equivalents by 10.0 Meur in July 2006.

1.1.–30.6.2006 in Brief

- Year 2006 is a year of change for Proha
- Artemis
 - divested per 30.6.2006
 - consolidated in Proha Group's financial statements until 30.6.2006
- Fabcon
 - acquired per 1.5.2006
 - consolidated in Proha Group's financial statements beginning 1.5.2006
- High investment activity within the Oil & Gas market continues
- Fabcon acquisition internationalizes and grows Dovre's Oil & Gas business further



1.1.–30.6.2006 Financials

Financial Highlights – Group (incl. Artemis)

Per Period EUR million	2006 1-6	2005 1-6
Net Sales	35.0	32.0
Operating result	11.1	-1.3
Net result	10.8	-2.5
Cash and cash equivalents	2.7	6.5
Cash flow from operations	-0.6	-1.8
Earnings per share/ EUR	0.177	-0.040
Equity per share/ EUR	0.25	0.12
Equity to assets ratio	49.2 %	18.6 %
Average personnel	549	529
Personnel at the end of the period	312	527

Financial Highlights - Continuing operations

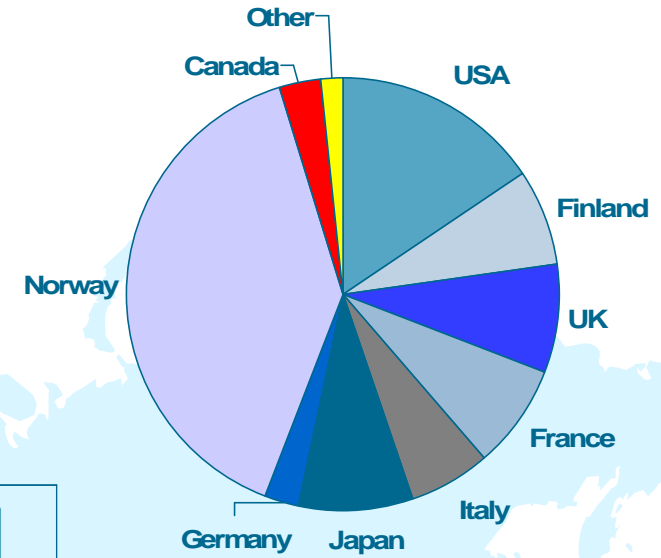
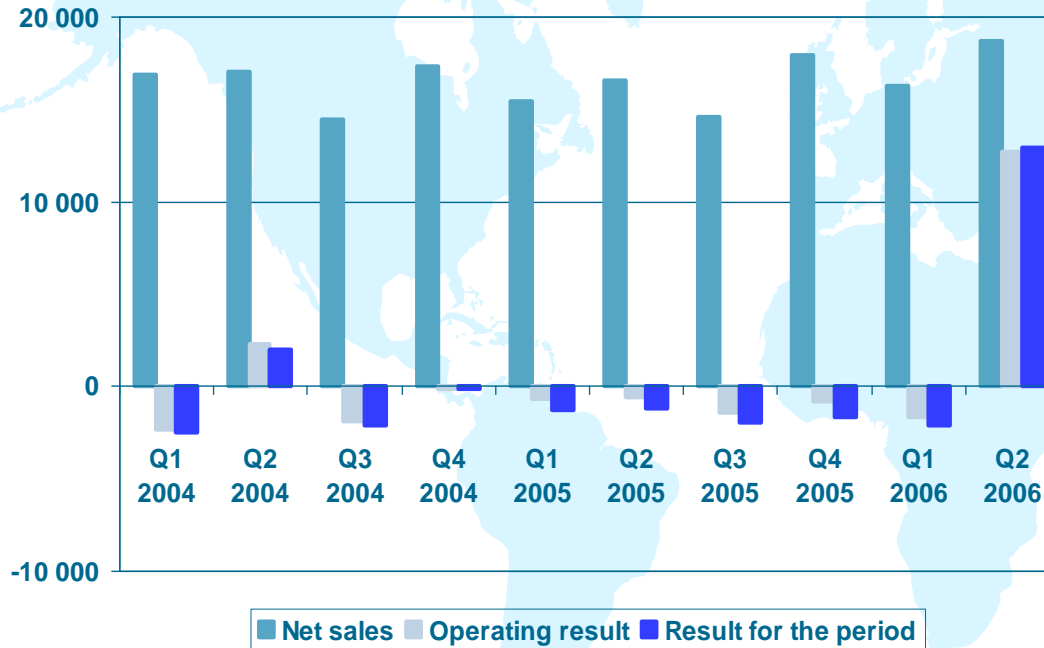
Per Period EUR million	2006	2005
Net Sales	17,8	13,1
Operating result	-0,8	-0,5
Oper. result before non-recurring items	-0,3	-0,7
Net result	-1,2	-0,7
Cash and cash equivalents	2,7	3,4
Earnings per share/ EUR	-0,020	-0,011
Equity per share/ EUR	0,25	0,28
Equity to assets ratio	48,9 %	61,8 %
Average personnel	261	216
Personnel at the end of the period	312	216

Business Segments by Quarter

Per Quarter EUR million	2006 Q2	Q1	2005 Q4	Q3	Q2	Q1
Net sales						
Norwegian subsidiaries	10,0	7,2	6,9	6,2	6,5	6,2
Discontinued operations	8,4	8,8	10,8	8,3	9,8	9,1
Non-allocated items	0,3	0,3	0,3	0,2	0,2	0,2
Inter-segment	0,0	0,0	0,0	-0,1	0,0	0,0
Group total	18,7	16,3	17,9	14,6	16,6	15,4
Operating result						
Norwegian subsidiaries	0,2	0,6	0,1	0,4	0,3	0,2
Discontinued operations	13,5	-1,8	-0,3	-1,5	-0,4	-0,4
Non-allocated items	-1,0	-0,4	-0,5	-0,3	-0,5	-0,4
Inter-segment	0,0	-0,1	0,0	0,0	-0,1	0,0
Group total	12,7	-1,6	-0,8	-1,4	-0,6	-0,7
One-time items						
Non-recurring income	15,0	0,0	0,0	0,0	0,3	0,6
Non-recurring charges	0,1	-0,6	0,0	0,0	-0,1	-0,2
Net	15,1	-0,6	0,0	0,0	0,2	0,4

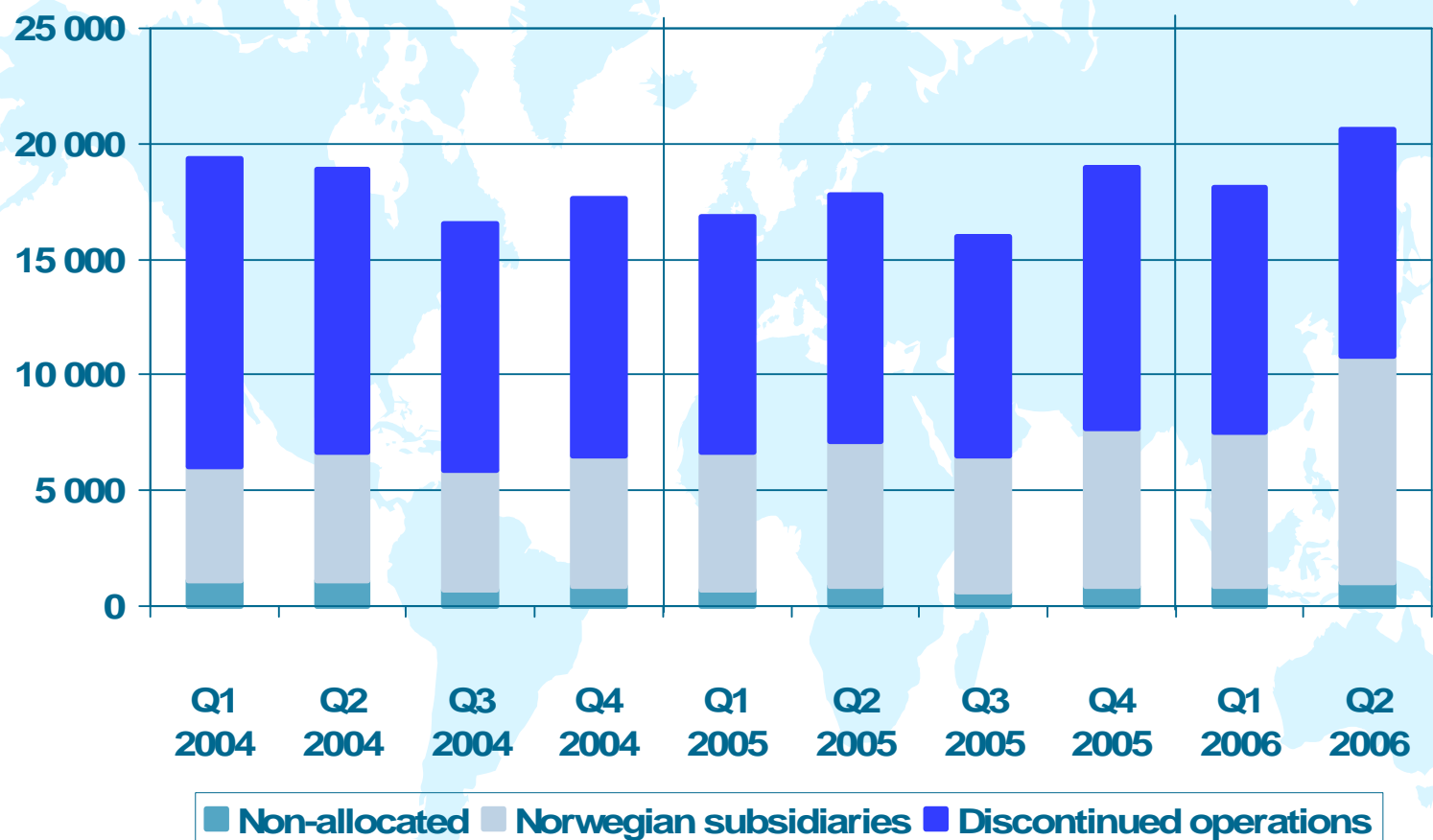
Net Sales, Result and Revenue Distribution - Group

EUR 1000

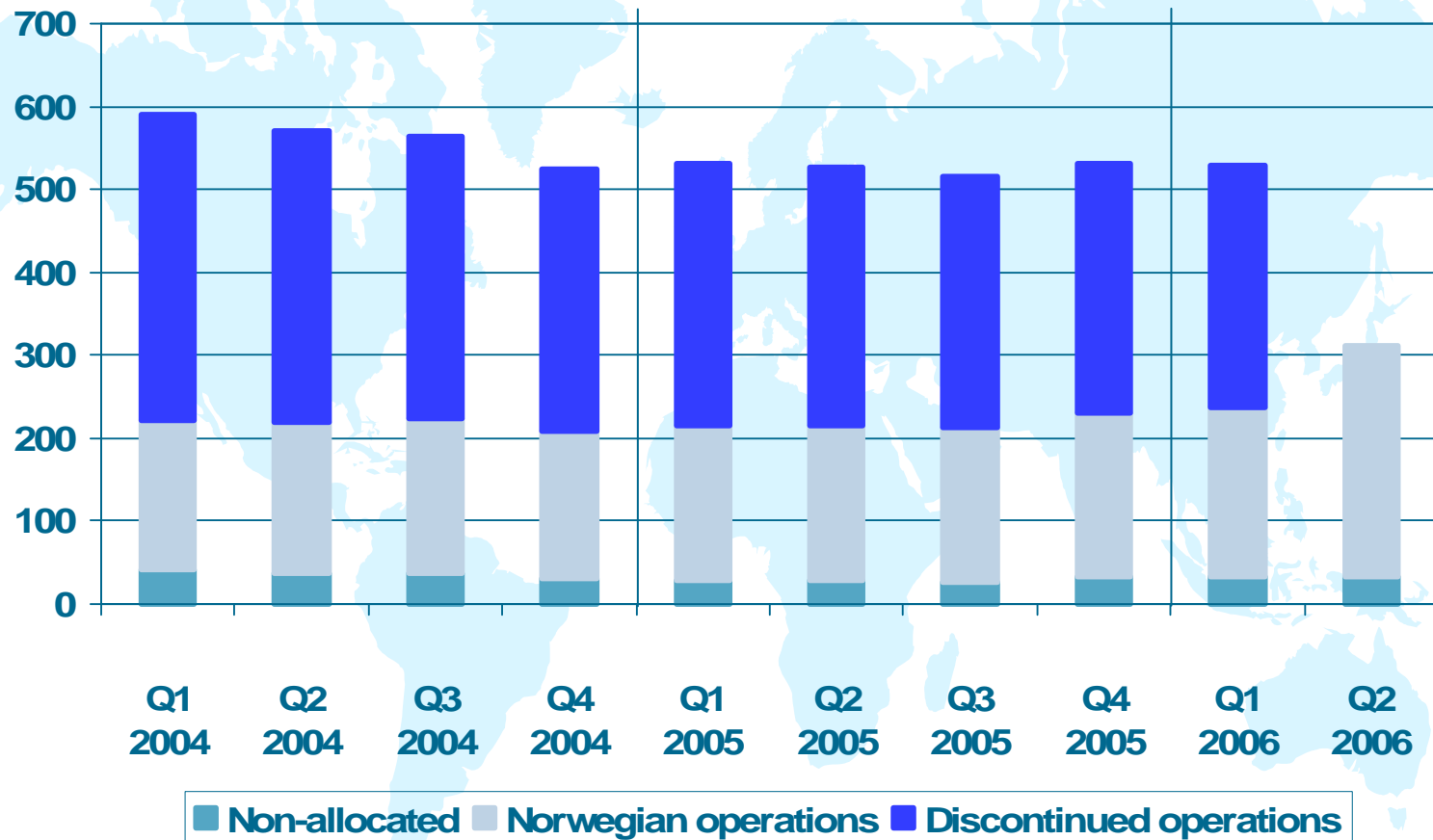


Operating Expenses by Business Segments - Group

EUR 1000



Personnel at the End of the Period - Group



Artemis Divestment

- Artemis transaction closed 30.6.2006
- Gain on disposal of Artemis 14.5 Meur
- Artemis's result for the period -3.1 Meur
- Artemis income statement has been consolidated in Proha's group statement until June 30, 2006.
- Proha received USD 12.7 million (10.0 Meur) cash for its share in Artemis
- Positive impact on the shareholders' equity of Proha Group
 - EUR 0.04 per share at the end of Q1
 - EUR 0.25 per share now

Fabcon Management Business

- Proha's Dovre acquired business operations and overseas subsidiaries of Fabcon Management AS
- Subsidiaries in Canada, United States, France, Singapore, Nigeria and Great Britain
- Branch offices in Russia and South Korea
- 70 employees
- Net sales were approximately EUR 13.3 million in 2005
- Operating profit was approximately EUR 0.5 million in 2005
- Net sales in 2006 estimated to exceed EUR 11 million of which eight months will be included in net sales of Proha
- The purchase will enhance Proha's growth and strengthen its position in the global Oil and Gas markets

Fabcon Acquisition

- The deal closed per 1.5.2006
- Cost of acquisition NOK 24.8 million (approx. 3.2 Meur)
 - Purchase price NOK 24.4 million (approx. 3.1 Meur)
 - Costs directly attributable to the acquisition NOK 0.4 million (approx. 0.1 Meur)
- Purchase price will be paid in two installments
 - The first installment of approx. 2.1 Meur was paid in June 2006
 - The final purchase price is dependent on Fabcon's result for 2006 and some other customary terms and conditions
 - The rest of the purchase price will be at the most approx. 1.0 Meur and will be paid on December 31, 2007 at the latest
- Of the cost of acquisition 0.5 Meur was allocated to customer agreements and customer relations
- The fair value of the acquired net assets was approx. 1.8 Meur
- The goodwill of approx. 1.4 Meur was due to expected synergies and profitability of the acquired business

Expectations for 2006

- Artemis transaction has a significant positive impact on Proha Group's shareholders' equity and cash assets
- Artemis will no longer be consolidated in Proha Group for H2 2006
- Proha shifts its focus toward the growth and international expansion in the fast developing Oil & Gas sector
- The Fabcon acquisition will increase Dovre's global presence considerably
- The challenge for Proha's Oil & Gas sector operations is to respond to the demand
- Improved profitability and increased share of international business are the main goals
- Significant customers of both Dovre and Fabcon have received the purchase of Fabcon positively.
- Proha will publish its new strategy later in the fall



Thank you