



NEWS RELEASE

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KMT divests part of KMT Herber's operations

KMT has made an agreement in principle with three employees at KMT Herber regarding the divestment of part of KMT Herber's operations. The sale is the result of an earlier decision to discontinue KMT Herber's operations.

The new owners will assume full responsibility for machines supplied earlier, in addition to other client undertakings. Moreover, the customary conditions for a transfer of operations apply.

The divestment requires the approval of the Annual General Meeting which will be held on March 29, 2007. Please see the special notice to attend.

For more information, please contact:

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KMT is a leading producer of advanced production solutions in Waterjet Cutting, Robotic Solutions, Precision Grinding, and Sheet Metal Working for engineered products. KMT solutions are found primarily in the automotive, electronics, and household appliance industries. KMT creates value through precision – from design and delivery to the customer's end product. KMT is traded on the OMX Nordic SmallCap list in Denmark, Finland and Sweden.