Photo: Two KOCH Pipe Conveyors® from FLSmidth carrying biomass and wood chips at Votorantim Celulose e Papel S.A. (VCP), one of Brazil's largest pulp and paper companies

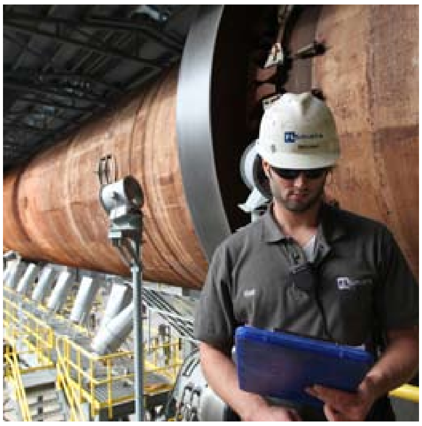
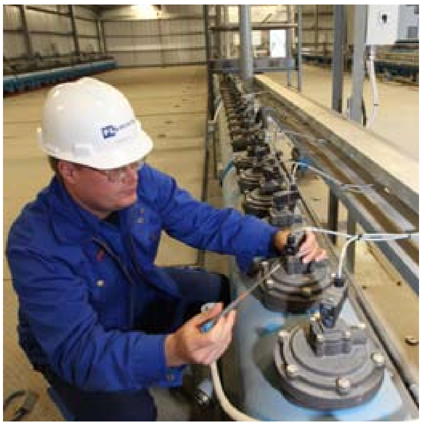
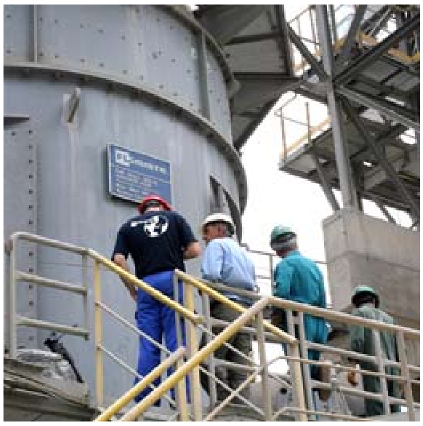
One Source

Interim Report 2010

One Source

1 January 2010 - 30 September 2010
(Company announcement No. 33-2010)

Interim report
1 January 2010 - 30 September 2010

The Board of Directors and the Group Management of FLSmidth & Co. A/S have today (18 November 2010) reviewed and approved this interim report for the FLSmidth & Co. Group for the period 1 January - 30 September 2010.

Main conclusions

Strong order execution and upward adjustment of earnings expectations for 2010

- The order intake increased 77% to DKK 16,352m (first three quarters of 2009: DKK 9,231m)
- The order backlog increased by 11% to DKK 23,613m since the turn of the year (end of 2009: DKK 21,194m)
- The revenue decreased 12% to DKK 14,666m (first three quarters of 2009: DKK 16,599m)
- Earnings before interest, tax, depreciation and amortisation (EBITDA) decreased 3% to DKK 1,754m (first three quarters of 2009: DKK 1,808m), corresponding to an EBITDA ratio of 12.0% (first three quarters of 2009: 10.9%)
- Earnings before interest and tax (EBIT) decreased 3% to DKK 1,454m (first three quarters of 2009: DKK 1,497m), corresponding to an EBIT ratio of 9.9% (first three quarters of 2009: 9.0%)
- Earnings before tax (EBT) decreased 8% to DKK 1,360m (first three quarters of 2009: DKK 1,483m)
- The profit for the period decreased 24% to DKK 949m (first three quarters of 2009: DKK 1,256m)
- Cash flow from operating activities amounted to DKK 1,103m (first three quarters of 2009: DKK 1,547m)
- Net interest-bearing receivables by the end of the 3rd quarter of 2010 amounted to DKK 1,489m (end of 2009: DKK 1,085m)

Outlook for 2010

- The expectations for the cement market in 2010 are upgraded to approximately 60m tonnes per year new contracted cement kiln capacity worldwide (exclusive of China) (previously approximately 50m tonnes per year)
- The consolidated revenue is still expected to total DKK 20-21bn in 2010
- The expectations for the EBIT ratio in 2010 have been raised to approximately 9-10% (previously approximately 8-9%)
- The outlook for the individual business areas in 2010 is as follows:

	Revenue	EBIT ratio
Cement	DKK 9.5-10bn	approx. 10% (previous expectation approx. 9%)
Minerals	DKK 9-9.5bn	approx. 10% (previous expectation approx. 9%)
Cembrit	DKK approx. 1.2bn	approx. 2%

- The effect of purchase price allocations regarding GL&V Process is expected to amount to approximately DKK -100m in 2010 in the form of amortisation of intangible assets
- In 2010, the effective tax rate is expected to be around 30%
- Cash flow from investing activities (exclusive of acquisitions) is expected to be around DKK -650m in 2010 (previous expectation approximately DKK -600m)

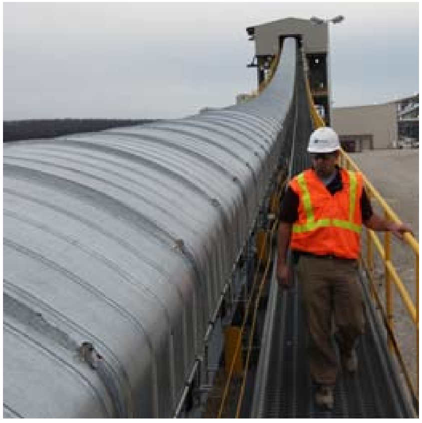
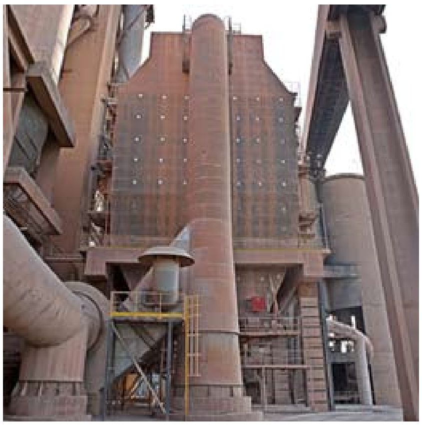
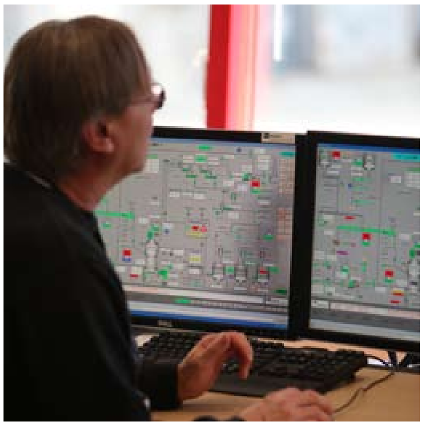
Please address any questions to this announcement to Mr Jørgen Huno Rasmussen, Group CEO, telephone +45 36 18 18 00. A telephone conference regarding the interim report will be held today at 10.00 CET. For further details, please visit www.flsmidth.com.

Group financial highlights

DKKm	Q3 2010	Q3 2009	Q1-Q3 2010	Q1-Q3 2009	Year 2009
INCOME STATEMENT					
Revenue	5,253	5,833	14,666	16,599	23,134
Gross profit	1,406	1,205	3,798	3,686	5,406
Earnings before non-recurring items, depreciation, amortisation (EBITDA)	707	603	1,754	1,808	2,725
Earnings before interest and tax (EBIT)	617	475	1,454	1,497	2,261
Earnings before tax (EBT)	650	495	1,360	1,483	2,108
Profit/loss for the period, continuing activities	**455**	**358**	**952**	**1,273**	**1,705**
Profit/loss for the period, discontinued activities	3	(6)	(3)	(17)	(41)
Profit/loss for the period	**458**	**352**	**949**	**1,256**	**1,664**
CASH FLOW					
Cash flow from operating activities	367	939	1,103	1,547	2,470
Acquisition and disposal of enterprises and activities	26	(166)	31	(230)	(286)
Acquisition of tangible assets	(84)	(27)	(166)	(159)	(210)
Other investments, net	(71)	(44)	(157)	(41)	(34)
Cash flow from investing activities	(129)	(237)	(292)	(430)	(530)
Cash flow from operating and investing activities of continuing activities	220	729	807	1,090	1,719
Cash flow from operating and investing activities of discontinued activities	18	(1)	4	27	221
WORKING CAPITAL			**423**	**451**	**21**
NET INTEREST-BEARING RECEIVABLES / (DEBT)			**1,489**	**370**	**1,085**
ORDER INTAKE, CONTINUING ACTIVITIES (GROSS)	**3,636**	**3,620**	**16,352**	**9,231**	**13,322**
ORDER BACKLOG, CONTINUING ACTIVITIES			**23,613**	**23,307**	**21,194**
BALANCE SHEET					
Non-current assets			8,887	8,550	8,473
Current assets			13,205	12,520	13,429
Total assets			**22,092**	**21,070**	**21,902**
Consolidated equity			7,683	6,197	6,627
Long-term liabilities			3,348	3,153	3,338
Short-term liabilities			11,061	11,720	11,937
Total equity and liabilities			**22,092**	**21,070**	**21,902**
DIVIDEND TO THE SHAREHOLDERS		**105**	**262**	**105**	**372**
FINANCIAL RATIOS					
Continuing activities					
Contribution ratio	26.8%	20.7%	25.9%	22.2%	23.4%
EBITDA ratio	13.5%	10.3%	12.0%	10.9%	11.8%
EBIT ratio	11.7%	8.1%	9.9%	9.0%	9.8%
EBIT ratio before the effect of purchase price allocations regarding GL&V Process	12.2%	8.6%	10.4%	9.5%	10.2%
EBT ratio	12.4%	8.5%	9.3%	8.9%	9.1%
Return on equity			18%	30%	29%
Equity ratio			35%	29%	30%
Number of employees end of period, Group			**10,872**	**10,870**	**10,664**
Number of employees in Denmark			1,561	1,706	1,650
Share and dividend ratios, Group					
CFPS (cash flow per share), DKK (diluted)	7.0	17.9	20.9	29,5	47.1
EPS (earnings per share), DKK (diluted)	8.7	6.7	18.0	24,0	31.9
EPS (earnings per share), DKK (diluted) before the effect of purchase price allocations regarding GL&V Process	9.0	7.0	18.9	24,9	33.1
FLSmidth & Co. share price, DKK			399.4	277	367
Number of shares end of period (000s)			53,200	53,200	53,200
Average number of shares (000s) (diluted)	52,752	52,402	52,702	52,394	52,429
Market capitalisation, DKKm			21,248	14,736	19,524

The financial ratios have been computed in accordance with the guidelines issued by the Danish Society of Financial Analysts.

Management's review
for the first three quarters of 2010

The market situation

Cement

India, South America and Africa continue to represent the largest markets for new cement production capacity in the short term. India continues to excel as the largest market for cement apart from China and is expected, this year, to see contracting of a total of 25-30m tpy of new cement kiln capacity. As long as India continues its high economic growth, currently around 8-9%, there will remain a need for continuous addition of new capacity to meet the corresponding or even higher increase in cement consumption. In the coming years, India is expected to contract approximately 20 million tonnes per annum of cement kiln capacity each year despite temporary overcapacity in certain regions.

In North America, activity is limited. However, opportunities may arise for promoting environmental solutions to the cement industry as a result of new, stringent environmental standards due to come into force in 2013, which may have a positive effect on the order intake in 2011.

The global market for new contracted cement kiln capacity (exclusive of China) is now expected to total some 60m tonnes per year in 2010 (2009: 45m tonnes per year) as against the previous expectation of approximately 50m tonnes per year.

Minerals

After a very active second quarter 2010, activity in terms of major contract announcements dampened as expected in the third quarter. This trend reflected not only greater macroeconomic uncertainty during the summer but also prolonged approval procedures as well as timing. For the mining companies, the process of obtaining the required permits for new mining projects is becoming more extensive and time-consuming. The demand for minor projects, products and customer services in Minerals, on the other hand, continued to see positive development in the third quarter.

The demand for and the price level of commodities also developed favourably in the third quarter, reinforcing the demand for new minerals extraction capacity both in the short and in the long term. The list of potential sales opportunities in Minerals remains extensive, and the company is involved in substantive negotiations with a number of customers. It is expected that the level of investment in the minerals industry will see positive development in the coming years, but that the quarterly order intake for major contracts will continue to fluctuate.

Developments in order intake and order backlog

Orders received amounted to DKK 16,352m in the first three quarters of 2010, representing a 77% increase on the same period last year (first three quarters of 2009: DKK 9,231m). The significant increase reflects the low comparative basis in the first three quarters of 2009 and the very substantial order intake in the second quarter of 2010.

The order backlog totalled DKK 23,613m at the end of the third quarter of 2010 (end of 2009: DKK 21,194m). The order backlog has increased by 11% since the turn of the year, 4% of which is due to changed foreign exchange rates. The order backlog has decreased 11% since the end of the second quarter, primarily due to exchange rate fluctuations combined with the quarterly revenue exceeding order intake.

Management's review
for the first three quarters of 2010

Orders on hold amounted to approximately DKK 1.5bn at the end of the third quarter, which is unchanged compared to the previous quarter (end of 2009: approximately DKK 2.5bn).

In Cement and Minerals, particularly the Customer Services order intake grew favourably in the first three quarters and accounted for 41% of the total order intake. This is mainly due to the signing of four long-term Operation and Maintenance contracts (O&M) in Cement in the first half of 2010.

Income statement developments

Lower revenue, but higher contribution ratio

The revenue in the first three quarters of 2010 amounted to DKK 14,666m, representing a 12% decline on the same period last year (first three quarters of 2009: DKK 16,599m). The lower revenue is as expected and a consequence of the lower order backlog at the beginning of the year plus deferment of revenue.

Revenue in Cement declined 25% on the same period the year before, whilst increasing 4% in Minerals and 13% in Cembrit.

Overall, the foreign exchange effect of translating into DKK has had a 6% positive impact on revenue compared to the first three quarters of 2009.

The gross profit amounted to DKK 3,768m in the first three quarters of 2010 (first three quarters of 2009: DKK 3,686m), corresponding to a contribution ratio of 25.9% (first three quarters of 2009: 22.2%). The higher contribution ratio compared to last year is primarily due to the positive results of projects completed. Better order execution and a changed product mix also had a positive effect.

The first three quarters saw total investments in research and development of DKK 173m (first three quarters of 2009: DKK 276m), representing 1.2% of the revenue which is lower than in 2009 due to deferred costs (first three quarters of 2009: 1.7%). In addition, project financed development is taking place in cooperation with customers.

Sales, distribution and administrative costs, etc. in the first three quarters of 2010 amounted to DKK 2,044m (first three quarters of 2009: DKK 1,878m) representing 13.9% of the revenue (first three quarters of 2009: 11.3%). Increasing sales and order activity has resulted in higher sales and distribution costs right now, but will not generate revenue and earnings until at a later stage since delivery times extend up to two years. Moreover, Minerals sales, distribution and administrative costs in the second quarter reflected the recognition of settlement and legal costs in connection with an intellectual property dispute that was mentioned in the half-yearly report.

Earnings before special non-recurring items, depreciation and amortisation (EBITDA) amounted to DKK 1,754m (first three quarters of 2009: DKK 1,808m), corresponding to an EBITDA ratio of 12.0% (first three quarters of 2009: 10.9%).

The third quarter saw earnings of DKK 27m from special non-recurring items (first three quarters of 2009: DKK 5m), mainly deriving from the disposal of non-core Minerals activities in Germany.

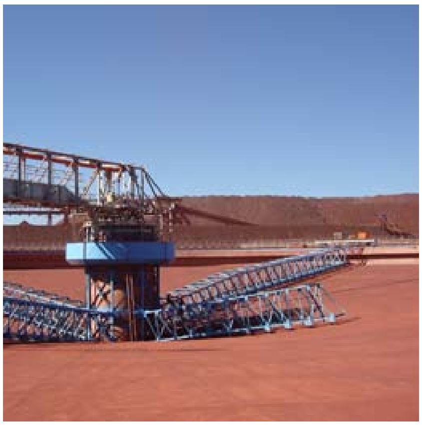
Total depreciation, amortisation and write-downs amounted to DKK 327m in the first half (first three quarters of 2009: DKK 316m).

Earnings before interest and tax (EBIT) amounted to DKK 1,454m in the first three quarters of 2010 (first three quarters of 2009: DKK 1,497m) which represents an EBIT ratio of 9.9% (first three quarters of 2009: 9.0%). The EBIT ratio delivered in the third quarter was 11.7%.

The total effect of purchase price allocations regarding GL&V Process (including depreciation, amortisation, write-downs and special non-recurring items) amounted to DKK -66m (first three quarters of 2009: DKK -73m). Adjusted for these purchase price allocations, the EBIT ratio in the first three quarters was 10.4% (first three quarters 2009: 9.5%).

Net financial costs amounted to DKK 94m in the first three quarters of 2010 (first three quarters of 2009: DKK 14m). This amount includes exchange rate adjustments of DKK 55m, which also explains the increase on the year before. In the third quarter alone, net financial income amounted to DKK 33m.

Management's review
for the first three quarters of 2010



Earnings before tax (EBT) amounted to DKK 1,360m (first three quarters of 2009: DKK 1,483m), which means an EBT ratio of 9.3% (first three quarters of 2009: 8.9%).

Tax for the period amounted to DKK 408m (first three quarters of 2009: DKK 210m including income recognition of a DKK 230m tax asset due to the successful outcome of a tax dispute). The effective tax rate in the first three quarters was 30% (first three quarters 2009: 30% exclusive of recognised tax asset).

The profit/loss for the period amounted to DKK 949m (first three quarters of 2009: DKK 1,256m), corresponding to earnings per share (diluted) of DKK 18.0 (first three quarters 2009: DKK 24.0).

At the end of the third quarter, the total number of employees was 10,872, an increase of 281 persons since end of June (30 June 2010: 10,590). The increase in the third quarter mainly derives from recruitment in connection with new operation and maintenance contracts.

Balance sheet developments

The balance sheet total amounted to DKK 22,092m at the end of the third quarter of 2010 (end of 2009: DKK 21,902m). The consolidated equity at the end of the third quarter of 2010 amounted to DKK 7,683m (end of 2009: DKK 6,627m) corresponding to an equity ratio of 35% (end of 2009: 30%). In the first three quarters of 2010, the return on equity (on an annual basis) amounted to 18% (first three quarters of 2009: 29%).

Working capital

The working capital amounted to DKK 423m at the end of the third quarter of 2010, representing an increase of DKK 402m since the turn of the year (end of 2009: DKK 21m). The increase is primarily due to a decline in prepayments from customers.

Cash flow

Cash flow from operating activities amounted to DKK 1,103m in the first three quarters (first three quarters of 2009: DKK 1,547m). Cash flow from investing activities amounted to DKK -292m (first three quarters of 2009: DKK -430m).

For the year as a whole, total investments exclusive of acquisitions are expected to amount to DKK 650m, which is higher than normal due to investments in regional service centres and warehouse buildings and expansion of the production facilities in India and China.

Cash flow from operating and investing activities totalled DKK 811m in the first three quarters of 2010, including 807m from continuing activities and DKK 4m from discontinuing activities (first three quarters 2009: DKK 1,117m including DKK 1,090m from continuing activities and DKK 27m from discontinuing activities).

Management's review
for the first three quarters of 2010

Segment information

Cement

The total order intake in Cement amounted to DKK 7,798m in the first three quarters of 2010, up 59% on the same period last year (first three quarters of 2009: DKK 4,915m).

The order intake in Customer Services amounted to DKK 4,400m in the first three quarters of 2010, which is 99% higher than in the same period last year (first three quarters 2009: DKK 2,215m). This is mainly due to the signing of three five-year operation and maintenance contracts in Angola, Tunisia and Egypt and a major upgrading project in Uruguay in the first half of 2010.

The order backlog has increased 9% since the turn of the year and amounted to DKK 13,682m at the end of the third quarter (end of 2009: DKK 12,568m).

Total revenue in Cement amounted to DKK 7,072m in the first three quarters of 2010, which, as expected, is 25% lower than the same period last year (first three quarters of 2009: DKK 9,454m), reflecting a lower order backlog at the beginning of the year and deferment of revenue.

In Customer Services, the revenue in the first three quarters of 2010 amounted to DKK 2,215m, on a par with the same period last year (first three quarters of 2009: DKK 2,206m).

The EBIT result for the first three quarters of 2010 amounted to DKK 801m (first three quarters of 2009: DKK 987m). The first three quarters of 2010 saw an EBIT ratio of 11.3% (first three quarters of 2009: 10.4%). The increase compared to last year is mainly due to the completion of projects, better order execution and a changed product mix. In the third quarter alone, the EBIT ratio was 13.2% (third quarter of 2009: 9.0%).

Overall, the foreign exchange effect of translating into DKK has had a 2% positive impact on revenue in Cement compared to the first three quarters of 2009.

In the third quarter, FLSmidth launched a new cooler, which is core process equipment in a cement plant. The new FLSmidth Cross-Bar™ cooler combines well-proven technology with innovative thinking, resulting in a unique design that lowers the customers' energy consumption and maintenance costs. In terms of both technology and operational costs, FLSmidth's Cross-Bar™ cooler is now the most competitive cooler on the market.

Minerals

The total order intake in Minerals in the first three quarters of 2010 was DKK 8,650m (first three quarters of 2009: DKK 4,387m), which represents a 97% increase compared to the same period last year.

In Customer Services, the order intake in the first three quarters of 2010 amounted to DKK 2,422m, up 44% on the same period last year (first three quarters of 2009: DKK 1,680m) and highlighting the increasing utilisation rate of mining assets.

The order backlog amounted to DKK 10,065m at the end of third quarter 2010, corresponding to a 16% increase since the turn of the year (end of 2009: DKK 8,712m). During the first nine months major orders were received in North and South America, the Middle East, India and Russia. The orders mainly include systems solutions for the processing and handling of gold, copper, phosphate and coal.

For Minerals, the revenue in the first three quarters of 2010 amounted to DKK 6,637m, which is 4% higher than in the same period last year (first three quarters of 2009: DKK 6,379m).

The revenue in Customer Services amounted to DKK 2,302m in the first three quarters of 2010, representing a 24% increase on the same period last year (first three quarters of 2009: DKK 1,855m), which exceeds the targeted annual growth rate of 10-15% and illustrates the general increase in activity in the minerals industry.

The EBIT result amounted to DKK 670m in the first three quarters of 2010 (first three quarters of 2009: DKK 545m), corresponding to an EBIT ratio of 10.1% (first three quarters of 2009: 8.5%). The EBIT ratio has increased due to the completion of projects, better order execution and a changed product mix, resulting in higher contribution ratio. Net of purchase price allocations, the EBIT ratio increased to 11.1% from 9.7% in the same period the year before. In the third quarter alone, the EBIT ratio exclusive of purchase price allocations was 13.3% (third quarter of 2009: 10.1%). The quarterly result includes special non-recurring items of DKK 25m, primarily deriving from the disposal of non-core activities in Germany. As mentioned in the half-yearly report, the result year to date includes a significant one-off cost recognised among sales, distribution and administrative costs and deriving from the settlement of an intellectual property dispute.

Management's review
for the first three quarters of 2010

Overall, the foreign exchange effect of translating into DKK has had a 10% positive impact on revenue in Minerals compared to the first three quarters of 2009.

At the end of September 2010, FLSmidth inaugurated its new regional minerals office including test centre and laboratory in Salt Lake City, Utah, USA, which also serves as the global technological centre for Minerals Processing. The new campus unites five local subsidiaries under one roof, underlining the strategy of becoming a One Source supplier to the mining industry.

As announced on 17 September 2010, FLSmidth has signed an agreement to acquire the share majority in South Africa-based Roymec (Pty) Limited, a supplier of material handling equipment mainly to the coal industry. Roymec is an accredited supplier under the South African Broad-Based Black Economic Empowerment (BBBEE) Act and posted a revenue in 2009 of DKK 438m. FLSmidth is to acquire 74% of the company's share capital at a total price of DKK 142m. The acquisition is subject to public approval and is expected to be finalised soon.

Cembrit

In the first three quarters of 2010, Cembrit achieved a revenue of DKK 1,033m which is 13% higher than last year (first three quarters of 2009: DKK 914m.). The third quarter has seen positive development in demand and sales. The EBIT result amounted to DKK 35m in the first three quarters of 2010 (first three quarters of 2009: DKK 5m), corresponding to an EBIT ratio of 3.4% (first three quarters of 2009: 0.5%). In the third quarter alone, the EBIT ratio was 6.9% (third quarter of 2009: 4.5%).

Overall, the foreign exchange effect of translating into DKK has had a 3% positive impact on revenue in Cembrit compared to the first three quarters of 2009.

Outlook for 2010

- The expectations for the cement market in 2010 are upgraded to 60m tonnes per year new contracted cement kiln capacity worldwide (exclusive of China) (previous expectation approximately 50m tonnes per year).
- The consolidated revenue is still expected to amount to DKK 20-21bn in 2010
- The expectations for the EBIT ratio in 2010 have been raised to approximately 9-10% (previously approximately 8-9%)
- The prospects of the individual business areas in 2010 are as follows:

	Revenue		EBIT ratio
Cement	DKK	9.5-10bn	approx. 10% (previous expectation approx. 9%)
Minerals	DKK	9-9.5bn	approx. 10% (previous expectation approx. 9%)
Cembrit	DKK approx. 1.2bn		approx. 2%

- The effect of purchase price allocations regarding GL&V Process is expected to amount to approximately DKK -100m in 2010 in the form of amortisation of intangible assets
- In 2010, the effective tax rate is expected to be around 30%
- Cash flow from investing activities (exclusive of acquisitions) is expected to be around DKK -650m in 2010 (previously expected DKK -600m). The increased level of investment is due to the decision to invest in regional service centres and spare parts inventories and expansion of the production facilities in India and China.

Long-term growth and earnings prospects

In the longer term, it is still expected that particularly urbanisation and industrialisation in developing countries will generate increasing demand for cement and minerals. Moreover, with the depletion of existing ore reserves and the decline in quality and accessibility of unexploited ore deposits, mining companies will need to invest in larger production capacity and new technology merely to maintain an the current level of production.

Earnings from Minerals and Customer Services in both Cement and Minerals are expected in the coming years to account for a larger share of the Group's total earnings, which will reduce the effect of cyclical market fluctuations in Cement. Against this background, the Group expects its consolidated EBIT ratio to be

10-12% in periods of high activity and 8-9% in periods of low activity. Adjusted for purchase price allocations regarding GL&V Process, the Group's EBIT ratio amounted to 10.6% in 2008, 10.2% in 2009 and 10.4% in the first three quarters of 2010. The effect of purchase price allocations regarding GL&V Process is in future expected to be around DKK -100m per year. In years to come, the annual investments (exclusive of acquisitions) are expected to be DKK 300-400m. The long-term average sustainable level for addition of new global cement kiln capacity (exclusive of China) is expected to be 60-75m tonnes per year.

Capital structure and dividend

It is the FLSmidth Group's objective at all times to have an adequate capital structure in relation to the underlying operating results so that it is always possible to obtain the necessary and sufficient credit and guarantee facilities to support the commercial operations. The aim is to have an equity ratio of at least 30%. At the end of the third quarter of 2010 the equity ratio amounted to 35% (end of 2009: 30%).

At the end of the third quarter of 2010, the Group had net interest-bearing receivables of DKK 1,489m (end of 2009: DKK 1,085m). The Group Board and Management wish to maintain capital resources to finance future organic growth and to strengthen the Group's commercial position through the acquisition of, notably, complementary technologies and services.

On 22 April 2010, ordinary dividend of DKK 5 per share was distributed, representing a total amount of DKK 266m. In addition, an extraordinary dividend of DKK 2 per share was distributed in August 2009. It is FLSmidth's dividend policy to continue to pay out DKK 7 per share annually.

Treasury shares

FLSmidth & Co. A/S's holding of treasury shares at 30 September 2010 totalled 573,436 representing 1.1% of the share capital (31 December 2009: 628,602).

Incentive plan

Share option plans

At the end of the third quarter of 2010, there were a total of 751,904 unexercised share options under the Group's incentive plan and the fair value of them was DKK 110m. The fair value is calculated by means of a Black-Scholes model based on a current share price of 399.4, and a volatility of 36.12%. The effect of the incentive plan on earnings amounted to DKK 15m in the first three quarters of 2010 (first three quarters of 2009: DKK 15m). See http://www.flsmidth.com/en-US/Investor+Relations/Governance for further information.

Financial calendar

17 February 2011	Annual Report 2010
31 March 2011	Capital market day 2011 in Egypt
29 April 2011	Annual General Meeting
12 May 2011	Interim report 1st quarter 2011
18 August 2011	Interim report first half 2011
10 November 2011	Interim report 3rd quarter 2011

Events occurring after the balance sheet date

As announced on 27 October 2010 the Frederiksberg District Court has decided in favour of FLSmidth & Co. A/S in that the company's practice of disclosing new orders is not contrary to Section 27, subsection 1 of the Danish Securities Trading Act.

As announced on 2 November 2010, FLSmidth & Co. A/S has received information that UBS AG's total holding of FLSmidth & Co. A/S shares amounts to 5.65% of the total nominal share capital.

As announced on 4 November 2010, FLSmidth has signed a contract at a value of DKK 214m to supply equipment for an iron ore plant in Mauritania.

As announced on 11 November 2010, FLSmidth has been awarded a five year contract from Arabian Cement Company for operation and maintenance of the second line at their cement plant near the city of Suez in Egypt. The value of the contract is not disclosed.

Statement by the Board and Management

We have today reviewed and adopted the Interim Report of FLSmidth & Co. A/S for the period 1 January to 30 September 2010.

The Interim Report is presented in accordance with IAS 34, presentation of Interim Reports, as approved by the EU, and additional Danish disclosure requirements for interim reports submitted by listed companies. The Interim Report has not been audited nor reviewed by the Group auditor.

We consider the accounting policies appropriate for the Interim Report to give a true and fair view of the Group's assets and liabilities and financial standing as at 30 September 2010 and of the financial results of the Group's activities and cash flow in the period from 1 January to 30 September 2010.

We also consider the Management's review to give a true and fair view of the developments of the Group's activities and financial affairs, the financial result for the period under review and the Group's financial position as a whole, as well as a true and fair description of the major risks and uncertainties facing the Group.

Copenhagen, 18 November 2010

Group Management	Jørgen Huno Rasmussen *Group CEO*	Poul Erik Tofte *Group Executive Vice President (CFO)*	Bjarne Moltke Hansen *Group Executive Vice President*	Christian Jepsen *Group Executive Vice President*
Board of Directors	Jørgen Worning *Chairman*	Jens S. Stephensen *Vice Chairman*	Jens Palle Andersen	Torkil Bentzen
	Mette Dobel	Martin Ivert	Frank Lund	Jesper Ovesen
	Vagn Ove Sørensen			

Consolidated income statement

Notes	DKKm	Q3 2010	Q3 2009	Q1-Q3 2010	Q1-Q3 2009
	Revenue	5,253	5,833	14,666	16,599
	Production costs	(3,847)	(4,628)	(10,868)	(12,913)
	Gross profit	**1,406**	**1,205**	**3,798**	**3,686**
	Sales and distribution costs	(329)	(280)	(971)	(885)
	Administrative costs	(384)	(379)	(1,131)	(1,088)
	Other operating income/(costs)	14	57	58	95
	Earnings before special non-recurring items, depreciation and amortisation (EBITDA)	**707**	**603**	**1,754**	**1,808**
	Special non-recurring items	27	2	27	5
	Depreciation and write-down of tangible assets	(64)	(56)	(183)	(163)
	Amortisation and write-down of intangible assets	(53)	(74)	(144)	(153)
	Earnings before interest and tax (EBIT)	**617**	**475**	**1,454**	**1,497**
	Financial income	181	194	1,003	1,236
	Financial costs	(148)	(174)	(1,097)	(1,250)
	Earnings before tax of continuing activities (EBT)	**650**	**495**	**1,360**	**1,483**
	Tax for the period of continuing activities	(195)	(137)	(408)	(210)
	Profit/loss for the period, continuing activities	**455**	**358**	**952**	**1,273**
	Profit/loss for the period, discontinued activities	3	(6)	(3)	(17)
	Profit/loss for the period	**458**	**352**	**949**	**1,256**
	To be distributed as follows:				
	Minority shareholders' share of profit/loss for the period	-	-	-	-
	FLSmidth & Co. A/S shareholders' share of profit/loss for the period	458	352	949	1,256
		458	**352**	**949**	**1,256**
2	Earnings per share (EPS):				
	Continuing and discontinued activities	8.7	6.7	18.0	24.0
	Continuing and discontinued activities, diluted	8.7	6.7	18.0	24.0
	Continuing activities	8.6	6.8	18.1	24.3
	Continuing activities, diluted	8.6	6.8	18.1	24.3
1	Income statement classified by function				

Consolidated statement of comprehensive income

DKKm	Q3 2010	Q3 2009	Q1-Q3 2010	Q1-Q3 2009
Notes				
Profit/loss for the period	458	352	949	1,256
Other comprehensive income				
Foreign exchange adjustment regarding enterprises abroad	(259)	(72)	314	(18)
Foreign exchange adjustment of loans classified as equity in enterprises abroad	(108)		46	
Value adjustment of hedging instruments:				
Value adjustment for the period	31	9	7	3
Value adjustment transferred to revenue	-	2	(3)	5
Value adjustment transferred to variable costs	(2)	-	(4)	(1)
Value adjustment transferred to financial income/costs	(1)	(1)	(1)	(1)
Value adjustment transferred to balance sheet items	-	(7)	5	(6)
Other adjustments of value in use	(1)	(3)	3	-
Tax on other comprehensive income	26	8	(13)	9
Other comprehensive income after tax	**(314)**	**(64)**	**354**	**(9)**
Comprehensive income for the period	**144**	**288**	**1,303**	**1,247**
Comprehensive income attributable to:				
Minority shareholders' share of comprehensive income for the period	-	-	(4)	1
FLSmidth & Co. A/S shareholders' share of comprehensive income for the period	144	288	1,307	1,246
	144	288	1,303	1,247

Consolidated cash flow statement

DKKm	Q1-Q3 2010	Q1-Q3 2009
Notes		
Earnings before special non-recurring items, depr. and amort. (EBITDA), continuing activities	1,754	1,808
Earnings before speciel non-recurring items, depr. and amort. (EBITDA), discontinued activities	5	(21)
Earnings before special non-recurring items, depreciation and amortisation (EBITDA)	**1,759**	**1,787**
Adjustment for profits/losses on sale of tangible assets and foreign exchange adjustments, etc.	45	9
Adjusted earnings before special non-recurring items, depr. and amort. (EBITDA)	**1,804**	**1,796**
Change in provisions	(37)	139
Change in working capital	(289)	(155)
Cash flow from operating activities before financial items and tax	**1,478**	**1,780**
Financial payments received and made	(97)	(45)
Corporation taxes paid	(278)	(188)
Cash flow from operating activities	**1,103**	**1,547**
Acquisition and disposal of enterprises and activities	31	(230)
Acquisition of intangible assets	(89)	(107)
Acquisition of tangible assets	(166)	(159)
Acquisition of financial assets	(76)	-
Disposal of financial assets	-	47
Disposal of intangible and tangible assets	8	19
Cash flow from investing activities	**(292)**	**(430)**
Dividend	(262)	(105)
Acquisition of treasury shares	(5)	-
Disposal of treasury shares	11	5
Change in other interest-bearing net receivables/(debt)	(313)	(603)
Cash flow from financing activities	**(569)**	**(703)**
Changes in cash and cash equivalents	**242**	**414**
Cash and cash equivalents at 1 January	2,389	784
Foreign exchange adjustment, cash and cash equivalents	141	72
Cash and cash equivalents at 30 September	2,772	1,270

The cash flow statement cannot be derived from the published financial information only.

Consolidated balance sheet

Assets

DKKm	End of Q3 2010	End of 2009
Notes		
Goodwill	3,504	3,369
Patents and rights acquired	992	1,016
Customer relations	951	954
Other intangible assets	154	188
Completed development projects	18	13
Intangible assets under development	221	149
Intangible assets	**5,840**	**5,689**
Land and buildings	1,185	971
Plant and machinery	688	691
Operating equipment, fixtures and fittings	195	222
Tangible assets in course of construction	92	68
Tangible assets	**2,160**	**1,952**
Investments in associates	3	3
Other securities and investments	104	29
Other financial assets	6	9
Deferred tax assets	774	791
Financial assets	**887**	**832**
Total non-current assets	**8,887**	**8,473**
Inventories	**1,848**	**1,760**
Trade receivables	4,106	4,270
Work-in-progress for third parties	2,824	3,617
Prepayments to subsuppliers	386	369
Other receivables	1,079	840
Prepayments	55	118
Receivables	**8,450**	**9,214**
Securities	**135**	**66**
Cash and cash equivalents	**2,772**	**2,389**
Total current assets	**13,205**	**13,429**
TOTAL ASSETS	**22,092**	**21,902**

Consolidated balance sheet

Equity and liabilities

DKKm	End of Q3 2010	End of 2009
Notes		
Share capital	1,064	1,064
Foreign exchange adjustments regarding translation of investments	24	(290)
Foreign exchange adjustments regarding hedging transactions	-	(4)
Retained earnings	6,582	5,568
Proposed dividend	-	266
FLSmidth & Co. A/S shareholders' share of equity	**7,670**	**6,604**
Minority interests' share of equity	13	23
Total equity	**7,683**	**6,627**
Deferred tax liabilities	779	682
Pension liabilities	220	246
Other provisions	715	739
Mortgage debt	355	358
Bank loans	812	813
Finance lease commitments	8	8
Prepayments from customers	268	306
Other liabilities	191	186
Long-term liabilities	**3,348**	**3,338**
Mortgage debt	4	17
Bank loans	14	7
Finance lease commitments	149	3
Prepayments from customers	2,715	3,087
Work-in-progress for third parties	3,389	3,666
Trade payables	2,043	2.421
Corporation tax payable	273	211
Other liabilities	1,132	1,288
Other provisions	1,287	1,199
Deferred income	55	38
Short-term liabilities	**11,061**	**11,937**
Total liabilities	**14,409**	**15,275**
TOTAL EQUITY AND LIABILITIES	**22,092**	**21,902**

Consolidated equity

DKKm	Share capital	Foreign exchange adjustments re translation of investments	Foreign exchange adjustments re hedging transactions	Retained earnings etc.	Proposed dividend	FLSmidth & Co. A/S shareholders' share	Minority shareholders' share	Total
Equity at 1 January 2009	**1,064**	**(271)**	**1**	**4,219**	**-**	**5,013**	**22**	**5,035**
Comprehensive income for the period		(18)	-	1,264		1,246	1	1,247
Dividend paid				(105)		(105)		(105)
Share-based payment, share options				15		15		15
Disposal of treasury shares				5		5		5
Equity at 30 September 2009	**1,064**	**(289)**	**1**	**5,398**	**-**	**6,174**	**23**	**6,197**
Equity at 1 January 2010	**1,064**	**(290)**	**(4)**	**5,568**	**266**	**6,604**	**23**	**6,627**
Comprehensive income for the period		314	4	989		1,307	(4)	1,303
Dividend paid					(262)	(262)		(262)
Dividend, treasury shares				4	(4)	-		-
Share-based payment, share options				15		15		15
Disposal of treasury shares				11		11		11
Addition of treasury shares				(5)		(5)		(5)
Additions and disposals of minority interests						-	(6)	(6)
Equity at 30 September 2010	**1,064**	**24**	**-**	**6,582**	**-**	**7,670**	**13**	**7,683**

Movements on share capital:	No. of shares
Share capital at 1 January 2010	53,200,000
Share capital at 30 September 2010	53,200,000

Each share has a nominal value of DKK 20 and entitles the holder to 20 votes.

Treasury shares:	No. of shares
Treasury shares at 1 January 2010	628,602
Settled share options	(68,000)
Acquired	12,834
Treasury shares at 30 September 2010	573,436

Representing 1.08% of the share capital.

Notes to the appendices of the interim report

1. Income statement classified by function

It is Group policy to prepare the income statement based on an adapted classification of the costs by function in order to show the Earnings before non-recurring items, depreciation, amortisation and write-downs (EBITDA). Depreciation, amortisation and write-downs of tangible and intangible assets are therefore separated from the individual functions and presented on separate lines.

The income statement classified by function including allocation of depreciation, amortisation and write-downs appears from the following:

DKKm	Q3 2010	Q3 2009	Q1-Q3 2010	Q1-Q3 2009
Revenue	5,253	5,833	14,666	16,599
Production costs	(3,902)	(4,676)	(11,019)	(13,047)
Gross profit	**1,351**	**1,157**	**3,647**	**3,552**
Sales and distribution costs	(332)	(283)	(980)	(894)
Administrative costs	(443)	(458)	(1,298)	(1,261)
Other operating income / (costs)	14	57	58	95
Special non-recurring items	27	2	27	5
Earnings before interest and tax (EBIT)	**617**	**475**	**1,454**	**1,497**
Financial income	181	194	1,003	1,236
Financial costs	(148)	(174)	(1,097)	(1,250)
Earnings before tax (EBT)	**650**	**495**	**1,360**	**1,483**
Tax for the period	(195)	(137)	(408)	(210)
Profit/loss for the period, continuing activities	**455**	**358**	**952**	**1,273**
Profit/loss for the period, discontinued activities	3	(6)	(3)	(17)
Profit/loss for the period	**458**	**352**	**949**	**1,256**

2. Earnings per share (EPS)

DKKm	Q3 2010	Q3 2009	Q1-Q3 2010	Q1-Q3 2009
Earnings				
FLSmidth & Co. A/S shareholders' share of profit/loss for the period	458	352	949	1,256
FLSmidth & Co. Group profit/loss from discontinued activities	3	(6)	(3)	(17)
Number of shares, average				
Number of shares issued	53,200,000	53,200,000	53,200,000	53,200,000
Adjustment for treasury shares	(569.064)	(797,615)	(582,904)	(806,083)
Potential increase of shares in circulation, in-the-money options	121,310	-	85,301	-
	52,752,246	**52,402,385**	**52,702,397**	**52,393,917**
Earnings per share				
• Continuing and discontinued activities per share DKK	8.7	6.7	18.0	24.0
• Continuing and discontinued activities, diluted, per share DKK	8.7	6.7	18.0	24.0
• Continuing and discontinued activities, diluted, before the effect of purchase price allocations regarding GL&V Process, per share DKK	9.0	7.0	18.9	24.9
• Continuing activities per share DKK	8.6	6.8	18.1	24.3
• Continuing activities, diluted, per share DKK	8.6	6.8	18.0	24.3

Non-diluted earnings per share regarding discontinued activities amount to DKK 0.1. The effect of purchase price allocations regarding GL&V Process before tax amounts to DKK 66m in the first three quarters of 2010. After tax, this amounts to DKK 46m and the effect on EPS per share is consequently DKK 0.9.

3. Development in contingent assets and liabilities

Contingent liabilities at 30 September 2010 amounted to DKK 7.6bn (31 December 2009 DKK 7.0bn), which includes performance bonds and payment guarantees at DKK 7.2bn (31 December 2009 DKK 6.8bn). See note 30 in the 2009 Annual Report for a general description of the nature of the Group's contingent liabilities.

Notes to the appendices of the interim report

4. Breakdown of the Group by segments, continuing activities

DKKm Q1-Q3 2010	Cement	Minerals	Cembrit	Other companies etc. [1]	Continuing activities total
INCOME STATEMENT					
Revenue	**7,072**	**6,637**	**1,033**	**(76)**	**14,666**
Production costs	(5,176)	(4,959)	(695)	(38)	(10,868)
Gross profit	**1,896**	**1,678**	**338**	**(114)**	**3,798**
Sales, admin. and distr. costs and other operating items	(1,001)	(863)	(246)	66	(2,044)
Earnings before special non-recurring items, depreciation and amortisation (EBITDA)	**895**	**815**	**92**	**(48)**	**1,754**
Special non-recurring items	1	25	1	-	27
Depreciation, amortisation and write-downs of tangible and intangible assets	(95)	(170)	(58)	(4)	(327)
Earnings before interest and tax (EBIT)	**801**	**670**	**35**	**(52)**	**1,454**
Earnings before interest and tax (EBIT) before the effect of purchase price allocations regarding GL&V Process	*801*	*736*	*35*	*(52)*	*1,520*
Order intake (gross)	**7,798**	**8,650**	**N/A**	**(96)**	**16,352**
Order backlog	**13,682**	**10,065**	**N/A**	**(134)**	**23,613**
FINANCIAL RATIOS					
Contribution ratio	26.8%	25.3%	32.7%	N/A	25.9%
EBITDA ratio	12.7%	12.3%	8.9%	N/A	12.0%
EBIT ratio	11.3%	10.1%	3.4%	N/A	9.9%
EBIT ratio before the effect of purchase price allocations regarding GL&V Process	*11.3%*	*11.1%*	*3.4%*	*N/A*	*10.4%*
Number of employees at 30 September	**5,509**	**4,298**	**1,060**	**3**	**10,870**

DKKm Q1-Q3 2009	Cement	Minerals	Cembrit	Other companies etc. [1]	Continuing activities total
INCOME STATEMENT					
Revenue	**9,454**	**6,379**	**914**	**(148)**	**16,599**
Production costs	(7,355)	(4,954)	(626)	22	(12,913)
Gross profit	**2,099**	**1,425**	**288**	**(126)**	**3,686**
Sales, admin. and distr. costs and other operating items	(1,007)	(720)	(239)	88	(1,878)
Earnings before special non-recurring items, depreciation and amortisation (EBITDA)	**1,092**	**705**	**49**	**(38)**	**1,808**
Special non-recurring items	-	(4)	9	-	5
Depreciation, amortisation and write-downs of tangible and intangible assets	(105)	(156)	(53)	(2)	(316)
Earnings before interest and tax (EBIT)	**987**	**545**	**5**	**(40)**	**1,497**
Earnings before interest and tax (EBIT) before the effect of purchase price allocations regarding GL&V Process	*987*	*618*	*5*	*(40)*	*1,570*
Order intake (gross)	**4,915**	**4,387**	**N/A**	**(71)**	**9,231**
Order backlog	**13,774**	**9,615**	**N/A**	**(82)**	**23,307**
FINANCIAL RATIOS					
Contribution ratio	22.2%	22.3%	31.5%	N/A	22.2%
EBITDA ratio	11.6%	11.1%	5.4%	N/A	10.9%
EBIT ratio	10.4%	8.5%	0.5%	N/A	9.0%
EBIT ratio before the effect of purchase price allocations regarding GL&V Process	*10.4%*	*9.7%*	*0.5%*	*N/A*	*9.5%*
Number of employees at 30 September	**5,845**	**3,975**	**1,047**	**3**	**10,870**

DKKm	Q1-Q3 2010	Q1-Q3 2009
Reconciliation of the profit/loss for the period before tax, continuing activities		
Segment earnings before tax of reportable segments	1,454	1,497
Financial income	1,003	1,236
Financial costs	(1,097)	(1,250)
Earnings for the period before tax (EBT) of continuing activities	**1,360**	**1,483**

[1] Other companies, etc. consist of companies with no activities, real estate companies, eliminations and the parent company

Notes to the appendices of the interim report

5. Quarterly key figures

DKKm	2008	2009				2010		
	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3
INCOME STATEMENT								
Revenue	7,574	5,173	5,593	5,833	6,535	4,490	4,923	5,253
Gross profit	1,805	1,210	1,271	1,205	1,720	1,109	1,283	1,406
Earnings before special non-recurring items, depreciation and amortisation (EBITDA)	911	578	627	603	917	462	585	707
Earnings before interest and tax (EBIT)	849	474	548	475	764	359	478	617
Earnings before interest and tax (EBIT) before the effect of purchase price allocations regarding GL&V Process	*873*	*498*	*573*	*499*	*788*	*381*	*500*	*639*
Earnings before tax (EBT)	667	372	616	495	625	342	368	650
Tax for the period	(232)	119	(192)	(137)	(193)	(100)	(113)	(195)
Profit/loss for the period, continuing activities	**435**	**491**	**424**	**358**	**432**	**242**	**255**	**455**
Profit/loss for the period, discontinued activities	52	(24)	13	(6)	(24)	(9)	3	3
Profit/loss for the period	**487**	**467**	**437**	**352**	**408**	**233**	**258**	**458**
Contribution ratio	*23.8%*	*23.4%*	*22.7%*	*20.7%*	*26.3%*	*24.7%*	*26.1%*	*26.8%*
EBITDA ratio	*12.0%*	*11.2%*	*11.2%*	*10.3%*	*14.0%*	*10.3%*	*11.9%*	*13.5%*
EBIT ratio	*11.2%*	*9.2%*	*9.8%*	*8.1%*	*11.7%*	*8.0%*	*9.7%*	*11.7%*
EBIT ratio before the effect of purchase price allocations regarding GL&V Process	*11.5%*	*9.6%*	*10.2%*	*8.6%*	*12.1%*	*8.5%*	*10.2%*	*12.2%*
CASH FLOW								
Cash flow from operating activities	(287)	192	416	939	923	349	387	367
Cash flow from investing activities	(254)	(128)	(91)	(211)	(100)	(93)	(70)	(129)
Order intake, continuing activities (gross)	4,394	3,111	2,500	3,620	4,091	5,195	7,521	3,636
Order backlog, continuing activities	30,460	28,945	25,963	23,307	21,194	22,883	26,621	23,613
SEGMENT INFORMATION								
Cement								
Revenue	3,973	2,959	3,072	3,423	3,605	2,426	2,374	2,272
EBITDA	563	367	365	360	635	269	298	328
EBIT	550	331	348	308	561	237	265	299
Contribution ratio	*24.2%*	*22.7%*	*25.0%*	*19.3%*	*28.0%*	*25.2%*	*25.9%*	*29.4%*
EBITDA ratio	*14.2%*	*12.4%*	*11.9%*	*10.5%*	*17.6%*	*11.1%*	*12.6%*	*14.4%*
EBIT ratio	*13.8%*	*11.2%*	*11.3%*	*9.0%*	*15.6%*	*9.8%*	*11.2%*	*13.2%*
Order intake (gross)	1,961	1,406	1,249	2,260	2,248	2,834	3,346	1,618
Order backlog	18,565	16,991	14,919	13,774	12,568	13,762	15,006	13,682
Minerals								
Revenue	3,414	2,009	2,289	2,081	2,658	1,836	2,183	2,618
EBITDA	473	229	231	245	317	200	252	363
EBIT	417	176	182	187	253	147	198	325
EBIT before the effect of purchase price allocations regarding GL&V Process	441	200	207	211	277	169	220	347
Contribution ratio	*23.1%*	*23.3%*	*20.9%*	*23.0%*	*26.7%*	*24.9%*	*26.2%*	*24.8%*
EBITDA ratio	*13.9%*	*11.4%*	*10.1%*	*11.8%*	*11.9%*	*10.9%*	*11.5%*	*13.9%*
EBIT ratio	*12.2%*	*8.8%*	*8.0%*	*9.0%*	*9.5%*	*8.0%*	*9.1%*	*12.4%*
EBIT ratio before the effect of purchase price allocations regarding GL&V Process	*12.9%*	*10.0%*	*9.0%*	*10.1%*	*10.4%*	*9.2%*	*10.1%*	*13.3%*
Order intake (gross)	2,544	1,736	1,281	1,370	1,907	2,382	4,197	2,071
Order backlog	12,606	12,106	11,139	9,615	8,712	9,234	11,688	10,065
Cembrit								
Revenue	297	247	313	354	329	250	380	403
EBITDA	(35)	(4)	20	33	(15)	1	42	49
EBIT	(20)	(18)	7	16	(30)	(16)	23	28
Contribution ratio	*18.5%*	*29.1%*	*32.9%*	*31.9%*	*22.8%*	*32.0%*	*34.5%*	*31.5%*
EBITDA ratio	*(11.8%)*	*(1.6%)*	*6.4%*	*9.3%*	*(4.6%)*	*0.4%*	*11.1%*	*12.2%*
EBIT ratio	*(6.7%)*	*(7.3%)*	*2.2%*	*4.5%*	*(9.1%)*	*(6.4%)*	*6.1%*	*6.9%*

Notes to the appendices of the interim report

6. Accounting policies and Management estimates and assessments

Accounting policies
The Interim Report of the Group for the first three quarters of 2010 is presented in accordance with IAS 34 "Presentation of financial statements" as approved by the EU and additional Danish disclosure requirements regarding interim reporting by listed companies as fixed by NASDAQ OMX Copenhagen ("OMX"). Apart from the below amendments, the accounting policies are unchanged from those adopted in the 2009 Annual Report. Reference is made to note 37 page 88 in the 2009 Annual Report for further details.

With effect from 1 January 2010, the Group has adopted the changes to IFRS 2 "Share-based payment", the changes to IFRS 3 "Business combinations", the changes to IAS 27 "Consolidated and separate financial statements" and parts of "Improvements to IFRSs April 2009". Apart from the adoption of IFRS 3 "Business combinations" the adoption of the new and changed standards and interpretations has not affected recognition and measurement.

The changed IFRS 3 "Business combinations" means that costs of purchase and changes to contingent purchase considerations on acquisitions must be recognised directly in the income statement. Hitherto, it has been Group accounting policy to include costs of purchase in the cost of the business acquired, whereas contingent considerations were included in the cost of the business combination if the adjustment was likely to take place and it could be measured reliably. Subsequent adjustments to the contingent consideration were made in the cost of the business combination. In agreement with the provisions for coming into force the changed standard has been adopted with forward effect for business combinations where the date of acquisition is 1 January 2010 or later. In the first three quarters of 2010, the Group has not made any business combinations, and the change has therefore had no impact on the financial statements for the first three quarters of 2010.

Estimates and assessments by Management
When preparing the Interim Report in accordance with the Group's accounting policies, it is necessary that the Management makes estimates and lays down assumptions that affect the recognised assets and liabilities, including the disclosures made regarding contingent assets and liabilities.

Management bases their estimates on historical experience and other assumptions considered relevant at the time in question. These estimates and assumptions form the basis of the recognised carrying amounts of assets and liabilities and the derived effects on the income statement. The actual results may deviate.

Reference is made to note 1 page 67 in the 2009 Annual Report for further details regarding the items for which estimates and assessments by Management are primarily applicable when presenting the consolidated financial statements.

One Source

FLSmidth & Co. A/S
Vigerslev Allé 77
DK-2500 Valby
Denmark
Tel.: +45 36 18 18 00
Fax: +45 36 44 11 46
corppr@flsmidth.com
CVR No. 58180912

This Interim Report by FLSmidth & Co. A/S is an English translation of the original report in Danish which was adopted by the Board of Directors of FLSmidth & Co. A/S. Whereas all possible care has been taken to ensure a true and faithful translation into English, differences between the English and Danish version may occur in which case the original Danish version shall prevail.

www.flsmidth.com