

<https://cns.omxgroup.com>

NASDAQ OMX Copenhagen A/S
Nikolaj Plads 6
1069 København K.

Taastrup 10.11.2008

Announcement no. 34 / 2008

Downward adjustment of expectations for 2008

DLH's business development is still affected by the international downward tendencies of the market and the slowdown in building activities. In the quarterly report of 20 November the Group expects to report a decrease in revenue of 13% for the third quarter of 2008 compared to the third quarter of 2007 and the company performance before tax is forecasted negative at DKK 75m. The full-year revenue forecast is reduced by DKK 0.3bn to about DKK 5.0bn and the profit before tax on continuing operations is adjusted downwards from DKK 0 to a loss between DKK 125m and 150m. The total profit for the year after tax is forecasted between DKK 420m and DKK 450m.

Disappointing development in revenue and income in the third quarter

The financial crisis has amplified the global recession in the third quarter. The consequence has been a much steeper slowdown in building activities – in Denmark as well as abroad – than the Group anticipated three months ago. Therefore, the prices of DLH's products have declined further in the third quarter with sales decreasing at the same time.

DLH expects to realise a revenue of DKK 1,225m for the third quarter of 2008 corresponding to a decrease of about 13% compared to the third quarter of 2007 on continuing operations. The loss before tax on continuing operations is expected to be around DKK 75m for the third quarter, about DKK 120m lower compared to the third quarter of 2007.

As previously announced the development of revenue and income for the third quarter will be published in DLH's quarterly report on 20 November.

Expectations of revenue and income for the year are lowered

The Group considers it to be likely that the price level of raw materials – both tempered and tropical timber – will reach the bottom during the end of the year and will flatten out from there.

Although this development will contribute to the normalisation of the margins concurrently with the stocks being sold, DLH considers it no longer possible to achieve the

expected revenue and income for the year previously announced, which must thus be adjusted.

The expectation of the revenue is reduced from about DKK 5.3bn to about DKK 5.0bn. At the same time the forecast for the profit before tax on continuing operations is adjusted downwards from about DKK 0 to a loss of between DKK 125m and 150m.

The tax on the company's performance of continuing operations is forecasted to be a cost of DKK 10m.

As earlier announced DLH realised a one-time income after tax of about DKK 580m in 2008 from the divestment of The Building Materials Division.

On the basis of this the profit for the year after tax is forecasted between DKK 420m and DKK 450m.

The costs of inventory write-downs and the restructuring costs of one-time kind are included in the above forecast.

Strategic initiatives

As earlier announced the Group has started a number of initiatives in order to bring down costs and stocks. Furthermore, a number of strategic measures are being worked on, among other things a reassessment of the organisational structure and the individual business operations. Several initiatives are already carried out.

The Group will thus stand considerably stronger when these initiatives and measures will penetrate in 2009.

Further information about these activities will be included in the company's quarterly report of 20 November.

Please direct any inquiries relating to this announcement to Jørgen Møller-Rasmussen, the President and CEO of the company, on telephone no. +45 43 50 01 01.

Yours faithfully,

DALHOFF LARSEN & HORNEMAN A/S

Asbjørn Børsting
Chairman of the Supervisory Board

Jørgen Møller-Rasmussen
President, CEO