

Company Announcement No. 20/2008
Copenhagen, Denmark
May 29, 2008

Financial results for Q1 2008

Olicom A/S (“Olicom”) which trade on OMX Nordic Exchange in Copenhagen, today announced its financial results for Q1 2008.

On March 12, 2008, Olicom made a share capital increase of DKK 128.3 million. The share capital increase was made through contribution in kind of the companies Castor Holding A/S (“Castor Holding”) and Nygade 29 – 39, Ikast ApS (“Nygade”) at a total value of DKK 100 million and through conversion of debt at an amount of DKK 28.3 million.

As Castor Holding’s real estate portfolio represents the financially most important activity in the three companies the international financial reporting standards (IFRS as approved by the EU) prescribe that the reporting is made based on Castor Holding being the continuing entity. This means that the reporting is made as if Castor Holding had acquired Olicom and Nygade and thus was the Group’s parent company. The interim financial statements in the present announcement thus primarily reflects the financial results for Q1 2008 for Castor Holding, as the financial results and balance sheet for Olicom and Nygade only are included from March 12, 2008. The comparison figures for 2007 relate exclusively to Castor Holding.

On this basis the financial result for Q1 2008 is a loss of DKK 1.6 million. The Group’s shareholders’ equity as of March 31, 2008, is DKK 130.4 million.

After the end of the quarter the Company has made further share capital increases through a rights issue in the amount of DKK 70.4 million and an additional conversion of debt in the amount of DKK 4.0 million. The Company’s nominal share capital is now DKK 207.0 million.

The primary operation of the Group’s real estate portfolio during Q1 2008 was as expected. During Q1 2008 various initiatives to optimize the occupancy rate were started and the smaller properties in the portfolio are being offered for sale. As a result sales contracts at a total value of approximately DKK 5 million has been signed. No change to the valuation of the real estate portfolio has been made compared to the valuation that formed the basis for the contribution in kind, as such change has not been justified.

Through the co-operation with IVS A/S the Company holds shares in LH Comlog A/S, Hymite A/S, and Scalado AB. All of the three portfolio companies have during the year performed in accordance with the Company’s expectations.

Based on the Group's current situation the primary operations are expected to show a profit for 2008 in the order of DKK 5 million excluding possible valuation adjustments of the real estate portfolio and the IT venture investments. Financial items are expected to show a net-expense in the order of DKK 7 – 8 million. These expectations are based on the Group's current situation. The expectations will change significantly if the announced negotiations concerning an acquisition of Aktiv Gruppen are successful (re. Company Announcement Nr. 19, May 16, 2008). In that case revised expectations will be announced.

The Board of Directors and Management have today considered and approved the Interim Report for the period January 1 – March 31, 2008 for Olicom A/S.

The Interim Report, which has not been audited, has been drawn up in accordance with the provisions in IFRS as approved by the EU and additional provisions for listed Danish companies. The accounting policies applied are considered as appropriate so that the Interim Report under the stated assumptions gives a true and fair view of Olicom A/S' assets, liabilities and financial position as of March 31, 2007 and of the Group's results for the period January 1 – March 31, 2008.

Forward Looking Statements

This announcement contains forward looking statements, which are subject to risks and uncertainties, which may cause actual results to differ from the anticipated results.

Attachments

Summary of Income Statement and Balance Sheet follow.

About Olicom

Further information about Olicom can be found at www.olicom.com or obtained by contacting CEO Per Brøndum Andersen tel. +45 4527 0000 or e-mail pba@olicom.com.

Attachments – Summary of Income Statement for The Group

Income Statement (unaudited)

(in DKK 1,000 except amounts per share)

	January 1 – March 31	
	<u>2008</u>	<u>2007</u>
Rental income from real estate portfolio	3,540	3,579
Valuation adjustments of investment portfolio	0	0
Income from primary operations	3,540	3,579
Other income from operations	0	590
Other operational expenses	-2,324	-1,940
Staff Expenses	-330	-508
Result of primary operations before valuation adjustments	886	1,721
Valuation adjustment properties	0	-448
Valuation adjustment mortgage debt	0	0
Profit from sale of receivable and properties	0	-211
Result of primary operations before interest	886	1,062
Financial income items	132	448
Financial expense items	-2,591	-2,277
Result of primary operations before tax	-1,573	-767
Tax for the period	0	-229
<u>Result for the period</u>	<u>-1,573</u>	<u>-996</u>
Result per share	-0.01	-0.06
Weighted average shares outstanding	120,020	17,347

Attachments – Summary of Balance Sheet for The Group

Balance Sheet

(in DKK 1,000)

	March 31 2008 <u>(unaudited)</u>	December 31 2007 <u>(audited)</u>
ASSETS		
Goodwill	16,947	0
Intangible assets	16,947	0
Properties	300,155	266,455
Other fixed assets	63	7
Fixed assets	300,218	266,462
Investments in portfolio companies	24,245	0
Investments in associated companies	65	0
Other financial long-term assets	3,100	0
Financial long-term assets	27,410	0
Long-term assets	344,575	266,462
Receivables from sales and services	6,905	2,226
Receivables from portfolio companies	8,435	0
Other receivables	18,614	21,935
Receivables	33,954	24,161
Cash	381	21
<u>TOTAL ASSETS</u>	<u>378,910</u>	<u>290,644</u>

**Attachments – Summary of Balance Sheet for The Group
Balance Sheet**

(in DKK 1,000)	March 31 2008 <u>(unaudited)</u>	December 31 2007 <u>(audited)</u>
LIABILITIES		
Shareholders' equity	130,368	94,994
Deferred tax	24,982	22,500
Reserves	24,982	22,500
Mortgage debt	124,896	97,464
Other long-term debt	30,000	30,000
Long-term debt	154,896	127,464
Financial accounts payable	7,646	0
Financial institutions	37,255	29,394
Accounts payable and accruals	23,763	16,292
Short-term liabilities	68,664	45,686
<u>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</u>	<u>378,910</u>	<u>290,644</u>

Attachments – Statement of Equity

STATEMENT OF EQUITY

(in DKK 1,000)

	<u>Share Capital</u>	<u>Premium on share issue</u>	<u>Retained earnings and other reserves</u>	<u>Total</u>
Balance at January 1, 2007	25,000	0	61,166	86,166
Share capital increase	3,000	7,000		10,000
Currency adjustment foreign entities			-185	-185
Net income/loss 2007			-987	-987
Balance at January 1, 2008	28,000	7,000	59,994	94,994
Change acquiring entity	67,000		-67,000	0
Net income/loss for the period			-1,573	-1,573
Currency adjustment foreign entities			0	0
Contribution in kind, Nygade	5,000		1,079	6,079
Contribution in kind, Olicom	4,341			4,341
Contribution in kind, conversion of debt	28,327			28,327
Cost of share issue			-1,800	-1,800
Balance at March 31, 2008	132,668	7,000	-9,300	130,368