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Stock Exchange Announcement No. 10, 2014

MT Højgaard A/S – Q1 2014

Enclosed please find the interim financial report from MT Højgaard A/S about the activities during 1 January – 31st March 2014.

For your information Monberg & Thorsen A/S owns 46% of the shares in MT Højgaard A/S.

Yours faithfully
Monberg & Thorsen A/S



Anders Colding Friis
Chairman

The announcement can also be viewed on www.monthor.com

This announcement is available in Danish and English. In case of doubt, the Danish version shall prevail.

Reg.No. 12 61 79 17

Knud Højgaards Vej 9
DK-2860 Søborg

Interim financial report – First quarter 2014

The Board of Directors of MT Højgaard A/S has today discussed and approved the Group's interim financial report for the first quarter of 2014.

- The first-quarter result from ordinary activities developed in line with expectations. The operating result before special items was a loss of DKK 30 million compared with a loss of DKK 59 million in the first quarter of 2013, which is a satisfactory development. The negative result reflects the continued completion of orders with low profitability
- Profitability on the order portfolio continues to improve as old orders with low profitability are completed and new projects with higher profitability are won. The overall quality and risk profile of the order portfolio consequently also improved in the first quarter

Results for the first quarter

- First-quarter revenue was DKK 1.5 billion, in line with the same period last year and lower than the revenue outlook for the coming quarters
- The operating result before special items was a loss of DKK 30 million compared with a loss of DKK 59 million in the same period last year
- Special items in the first quarter were a loss of DKK 195 million and relate to the lost Robin Rigg offshore dispute, which we will seek permission to appeal
- The operating result (EBIT) was an overall loss of DKK 225 million
- Operating activities generated a cash inflow of DKK 151 million compared with an outflow of DKK 44 million in the first quarter of 2013, primarily reflecting targeted efforts relating to funds tied up in individual projects. As a consequence, financial resources at 31 March 2014 totalled DKK 1,146 million compared with DKK 988 million at 31 December 2013
- The equity ratio was 24.8% compared with 29.4% at the end of 2013. The decline reflected the negative result, primarily due to the special item referred to
- The order book stood at DKK 6.8 billion at 31 March 2014, with DKK 4.1 billion expected to be executed in 2014

Outlook for 2014

- The revenue outlook of between DKK 7.0 and 7.5 billion is reaffirmed
- The operating result before special items is still expected to be in the DKK 150-225 million range, equivalent to a margin of 2-3%
- Special items in 2014 are expected to amount to an expense of DKK 195 million and may still be affected by the outcome of old offshore disputes, most of which are still expected to be settled in 2014

Contact

Torben Biilmann
President and CEO
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Consolidated financial highlights

DKK million	2014 Q1	2013 Q1	2013 Year
Income statement			
Revenue	1,533	1,543	7,464
Gross profit	83	41	543
Operating profit (loss) before special items*	-30	-59	103
Special items*	-195	0	130
Operating profit (loss) (EBIT)	-225	-59	233
Profit (loss) before tax	-223	-57	209
Profit (loss) after tax	-216	-42	107
Cash flows			
Cash flows from operating activities	151	-44	111
<i>Purchase of property, plant and equipment</i>	-33	-30	-131
<i>Acquisition and disposal of enterprises and activities</i>	0	0	0
<i>Other investments, net**</i>	15	23	109
Cash flows for investing activities	-18	-7	-22
Cash flows from operating and investing activities	133	-51	89
** Portion relating to net investments in securities	7	-12	-1
Balance sheet			
Non-current assets	1,143	1,234	1,139
Current assets	2,697	2,953	2,875
Total assets	3,840	4,187	4,014
Equity	952	1,077	1,181
Non-current liabilities	531	423	511
Current liabilities	2,357	2,687	2,322
Total equity and liabilities	3,840	4,187	4,014
Other information			
Order intake	814	1,733	8,844
Order book, end of period	6,826	6,355	7,545
Net interest-bearing deposits/debt (+/-)	267	86	149
Invested capital	685	992	1,032
Average number of employees	3,951	4,336	4,058
Financial ratios			
Gross margin (%)	5.4	2.6	7.3
Operating profit (loss) before special items margin (%)	-1.9	-3.8	1.4
EBIT margin (%)	-14.7	-3.8	3.1
Pre-tax margin (%)	-14.5	-3.7	2.8
Return on invested capital (ROIC) (%) ***	-26.2	-5.5	21.2
Return on invested capital after tax (ROIC after tax) (%)	-25.4	-4.0	10.7
Return on equity (ROE) (%) ***	-25.5	-4.2	10.2
Equity ratio (%)	24.8	25.7	29.4

*) Special items are made up of the effect on profit (loss) of old offshore disputes and Buxton

***) Not converted to full-year figures

Financial highlights have been restated to reflect the changed accounting policy relating to the recognition of jointly controlled entities, see note 1

The financial ratios have been calculated in accordance with 'Recommendations & Financial Ratios 2010' published by the Danish Society of Financial Analysts. Financial ratios are defined in the 2013 annual report

Stable positive development in operations

The many initiatives put in place in connection with turning MT Højgaard around are beginning to take effect. Sound orders continue to flow in and the order book has become more profitable. Efficiency is gradually increasing in all the Group's activities and the operating result is improving.

In general, the market is developing positively. Demand is particularly strong in respect of projects relating to infrastructure, construction for the health sector, construction of head offices and refurbishment of residential property.

Civil Works

We are experiencing a reasonable increase in demand, not least for infrastructure projects. The sharpest increase in our levels of activity is in Eastern Jutland, but we are also focusing strongly on projects on Zealand, where we anticipate clarification on a number of postponed projects.

We are carrying out a number of projects in connection with major hospital projects, including the New University Hospital near Aarhus and Rigshospitalet in Copenhagen. In addition, we have commenced the civil works in connection with the new Ballen Ferry Port on Samsø, which is scheduled for completion in just six months.

In the Faroe Islands and Greenland, activity during the period has been low, but we anticipate that a number of major projects will be put out to tender during 2014 and we expect to win a share of these.

Activity is also at a low level in Qatar. Focusing on small civil works projects, we are making a targeted effort to build up relationships with customers and thus raise the level of activity in our areas of expertise. In the Maldives, we can see a satisfying upward trend in the activity level as a result of increased focus on private resort customers.

Construction

The activity level in construction is stable. During the period, we have focused on head office construction where, among other projects, we have started work on a new head office for Nordea and are continuing work on BESTSELLER's new head office. In January, after barely three years' building work, we handed over a 15,000-square-metre exhibition building to Moesgaard Museum, at the same time as handing over the final stage of Lighthouse at Aarhus Harbour with no defects or deficiencies.

We are experiencing good development in Norway and have strengthened our position in the market. We are working on a number of major projects, including Teglverkstomta, which is a school with an adjoining multi-purpose hall.

As an element in our strategy to get closer to customers and investors, during this period we strengthened our organisation by recruiting new talent in the fields of project development and PPP. Alongside greater optimism among property investors we have noticed returning demand for projects in prime locations and for our special expertise in project development.

In the period under review, we won the large PPP project for the new psychiatric ward at Vejle Hospital. The total value of the project, including the operating contract, is around DKK 930 million and will be included in the order book in the second quarter. The project was commissioned by the Region of Southern Denmark and is being carried out with DEAS as the opera-

tional partner and the pension funds PensionDanmark, PKA and SamPension as financing partners.

Offshore and steel bridges

Activity is still low in this business area as a result of lack of orders and a generally stagnant market. During this quarter, we commenced work on the new Marieholm Bridge near Gothenburg in Sweden in a joint venture with Skanska.

Subsidiaries, etc.

Our subsidiaries also have activities in construction and civil works, mainly for their own customers but also as subcontractors to other companies in the Group.

In general, during the period under review there has been a rise in the level of activity, driven by a number of large refurbishment projects in Enemærke & Pedersen, including Vapnagård in Elsinore and Langkærparken and Rosenhøj, both of which are located in the Aarhus area. Refurbishment is an area of considerable growth, in which Enemærke & Pedersen is developing an increasing and attractive business base.

The level of activity in Lindpro fell, partly as the result of a temporarily lower level of activity in MT Højgaard A/S, and partly due to general strong price competition in the technical contract area, whereas the service business has shown stable development. We are working widely in a number of specialist areas, and our major projects include the Odin Bridge and Sydhavn School.

Scandi Byg's activity level was low in the first quarter, mainly as a result of the delayed start of the framework contract with AlmenBolig+ for the construction of a large number of new social housing units. The company is also working on its first project in the Norwegian market.

Ajos has also been affected by lower activity in MT Højgaard A/S. At the same time, a new strategic focus on more complex projects, for example equipping and running construction sites, has resulted in a slightly slower start to the year than expected.

Greenland Contractors has focused on submitting tenders for the renewal of the service contract for the US Air Force at Thule Air Base. Operation of the current service contract is running satisfactorily.

At Seth, work has started according to plan on the new contract in Mozambique. As a consequence of the implementation of IFRS 11 on 1 January 2014, in future Seth will be recognised using the equity method (one-line consolidation), whereas previously it was consolidated on a proportionate basis.

Managing development

The companies in the Group are meticulous in their assessments of and estimates for every single project, and only sign contracts for a project if it has a sound risk profile and meets the Group's new earnings requirements. As a result, the overall quality and risk profile of the order portfolio is gradually improving.

Old offshore disputes

As previously mentioned, MT Højgaard is a party to disputes in the offshore area. MT Højgaard is working in an active and targeted manner to bring these disputes to a conclusion, and management expects that most of the pending disputes will be settled in 2014.

In the case relating to the construction of the Robin Rigg offshore wind farm off the west coast of Scotland, the wind farm client, E.ON Climate & Renewables, sued MT Højgaard for damages, but MT Højgaard denied liability arguing that the Group had observed the applicable standard as required by the client.

Contrary to expectations, in mid-April the High Court in London ruled that, even though MT Højgaard complied with the applicable international standard, MT Højgaard is liable due to a legal technicality in the contract. MT Højgaard will seek permission to bring the ruling before the Court of Appeal. However, the date for a decision on this remains uncertain and it is consequently also uncertain when the effect on MT Højgaard's cash flow will occur. The financial statements for the first quarter of 2014 are depressed by DKK 195 million in relation to this dispute.

The Group's strategic platform

MT Højgaard's strategy framework, which was set by the Board of Directors in November 2013, is based on the goal of being the most productivity-enhancing group in the construction and civil engineering industry. Work on implementing this strategy is proceeding according to plan, and we are constantly measuring both how these initiatives are being driven forward and how awareness is spreading through the organisation.

The focal points of the strategy framework are both the Group's requirements to achieve an operating result (EBIT) of 5% of revenue and the desire to prepare the Group for an initial public offering.

Targets

We have set ourselves six operational targets for the Group. In the first year, they will only apply to the MT Højgaard company, but in the course of 2014 the targets will be extended to cover the whole Group:

1. Customer satisfaction index 76
2. 60% of revenue from key customers
3. Employee satisfaction index 76
4. Ongoing improvements in productivity
5. No defects or deficiencies
6. Max. 15 injuries per one million hours worked

The operational targets will be reported on in the annual report.

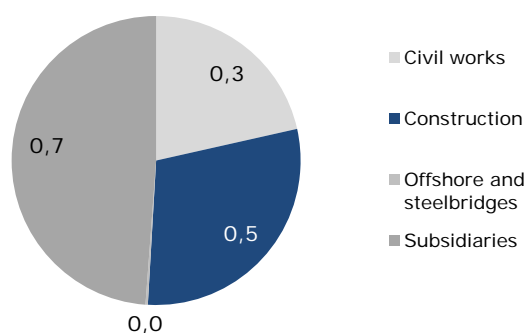
Financial statements for the period

First-quarter revenue was DKK 1.5 billion, in line with both the first quarter of 2013 and the outlook for the quarter.

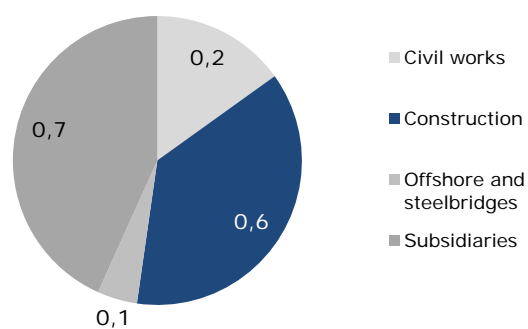
Civil Works reported a 40% increase in revenue in the first quarter of 2014 compared with the first quarter of 2013 due to a number of projects with a high level of activity. Construction completed several major projects in the fourth quarter of 2013 and, despite a substantial order intake at the end of 2013, has not yet started up work on these new orders, which will contribute a level of activity that will enable the revenue level from 2013 to be maintained in the first quarter of 2014. The subsidiaries reported a satisfactory trend in first-quarter 2014 revenue, which was 12% ahead of the first quarter of 2013.

Revenue – DKK million	2014 YTD	2013 YTD	2013 Year
Civil Works	329	233	1,392
Construction	451	574	2,612
Offshore and Steel Bridges	4	69	290
Subsidiaries total	749	667	3,170
Group	1,533	1,543	7,464

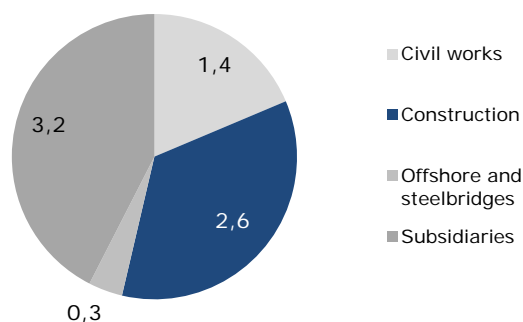
Revenue DKK 1.5 billion 2014 YTD



Revenue DKK 1.5 billion 2013 YTD



Revenue DKK 7.5 billion 2013 FY



The first-quarter operating result before special items was a loss of DKK 30 million, an improvement of DKK 29 million on the first quarter of 2013. This is a reflection of the fact that the positive trend from 2013 is continuing and that the proportion of projects with low profitability is falling and being replaced by projects contracted in 2013 at higher contribution margins. The first-quarter operating margin before special items was consequently -1.9% compared with -3.8% in the same period last year.

The four market areas overall delivered an operating result before special items in line with expectations, but an improvement on the first quarter of 2013.

- Both revenue and operating result at Civil Works were ahead of the first quarter of 2013
- In Construction, revenue was down on the first quarter of 2013, but the effect of tightened profitability requirements on orders contributed to an improved operating result for the first quarter of 2014 compared with the first quarter of 2013
- In Offshore and Steel Bridges, the low order intake in 2013 and a low order book at the beginning of 2014 led to a low level of activity in the first quarter of 2014, adversely affecting the operating result
- The subsidiaries continue to develop favourably and delivered both revenue and operating results ahead of the first quarter of 2013

Income tax for the period amounted to income of DKK 7 million. Income tax is negatively affected by DKK 48 million as the tax base of the DKK 195 million provision relating to the offshore dispute referred to above has not been recognised in the Group's tax asset based on a specific assessment of the probability that the tax asset being utilised in the foreseeable future.

The balance sheet total stood at DKK 3.8 billion at 31 March 2014. This was a reduction of DKK 0.4 billion compared with 31 March 2013. The lower balance sheet total primarily reflected a reduction in receivables, and a lower portfolio of properties for resale.

Equity stood at DKK 1.0 billion at 31 March 2014. The equity ratio was 24.8% compared with 29.4% at the end of 2013 and 25.7% at the end of March 2013.

Interest-bearing net deposits amounted to DKK 267 million at 31 March 2014 compared with DKK 149 million at 31 December 2013, an improvement of DKK 118 million, reflecting, in particular, a satisfactory development in the Group's working capital, primarily due to the lower level of activity in the first quarter of 2014 compared with the fourth quarter of 2013.

Invested capital was DKK 685 million at 31 March 2014 compared with DKK 1,032 million at 31 December 2013. The development mainly reflected the reduction in working capital.

Apart from the ruling in the Robin Rigg dispute, no significant news has transpired during the period in relation to the major offshore disputes. It is our opinion that our position in the remaining cases remains unchanged, but that there is always a certain process risk attached to this type of case.

Cash flows and financial resources

Operating activities generated a cash inflow of DKK 151 million in the first quarter, an improvement of approx. DKK 195 million on the first quarter of 2013. This reflected a satisfactory development in working capital, primarily due to the focus on reducing receivables, and other initiatives designed to reduce funds tied up in individual projects.

Cash flows from investing activities were on a par with the first quarter of 2013, amounting to DKK 18 million.

The Group's cash and cash equivalents thus totalled DKK 330 million at the end of the period compared with DKK 187 million at 31 December 2013 and DKK 64 million at 31 March 2013.

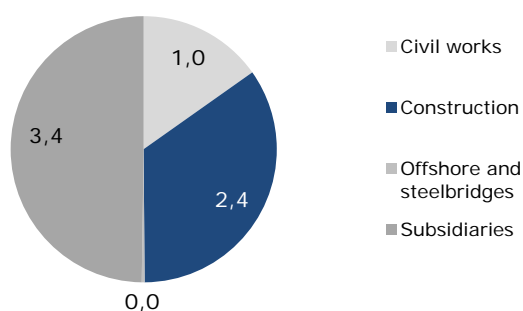
The Group's financial resources totalled DKK 1,146 million at 31 March 2014 compared with DKK 988 million at 31 December 2013 and DKK 828 million at 31 March 2013. The increase reflects the cash inflow during the quarter. Financial resources are calculated as cash, including cash and cash equivalents in joint ventures and jointly controlled entities, and securities and undrawn credit facilities. Of the total financial resources, DKK 716 million was available for use by the parent company MT Højgaard A/S compared with DKK 652 million at 31 December 2013. The financial resources are satisfactory in view of the expected level of activity.

Order book

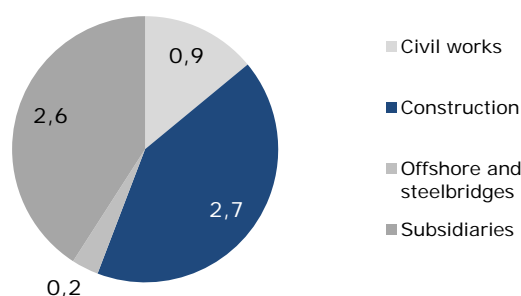
The order book stood at DKK 6,826 million at 31 March 2014 compared with DKK 7,545 million at 31 December 2013 and DKK 6,355 million at 31 March 2013. The order book was affected by the low order intake during the quarter.

Order book - DKK million	2014 Q1	2013 Q1	2013 Year
Order book, beginning of period	7,545	6,165	6,165
Order intake during period	814	1,733	8,844
Production during period	-1,533	-1,543	-7,464
Order book, end of period	6,826	6,355	7,545

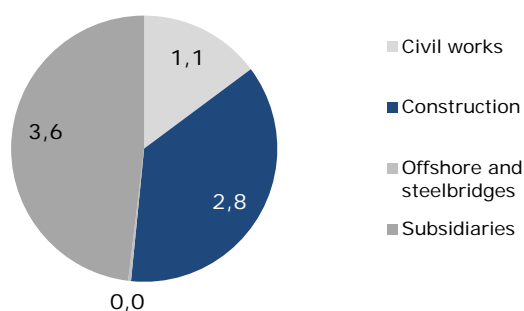
Order book DKK 6.8 billion YTD 2014



Order book DKK 6.3 billion YTD 2013



Order book DKK 7.5 billion year end 2013



The order book includes a number of large orders extending over several years.

The order book for Offshore and Steel Bridges is affected by the new IFRS rules relating to the recognition of joint ventures. The order book for this area, including joint ventures, was DKK 0.3 billion at 31 March 2014 compared with DKK 0 billion at 31 March 2013.

Related parties

MT Højgaard A/S is owned by Højgaard Holding A/S (54%) and Monberg & Thorsen A/S (46%), both of which are listed on NASDAQ OMX Copenhagen. MT Højgaard A/S is a jointly controlled entity according to an agreement between the shareholders.

Normal management remuneration has been paid and intragroup transactions have been eliminated in the consolidated financial statements. Transactions between MT Højgaard A/S and consolidated enterprises are on an arm's length basis.

Outlook for 2014

As already mentioned, the order book at 31 March 2014 stood at DKK 6.8 billion, with DKK 4.1 billion expected to be executed in 2014. There have been no developments in the period under review that change our expectations concerning the full-year level of activity.

The outlook of revenue of between DKK 7.0 and 7.5 billion with an expected operating profit before special items (old offshore disputes) of DKK 150-225 million (operating margin 2-3%) is consequently reaffirmed.

To this should be added the fact that special items for the year are now expected to amount to an expense of DKK 195 million due to the ruling in the Robin Rigg offshore dispute.

The result may still be affected by the outcome of major old offshore disputes.

For the full year, we expect a tax rate on operating profit before special items at the lower end of the Danish tax rate.

We expect to maintain satisfactory financial resources on an ongoing basis.

The projections concerning future financial performance are subject to uncertainties and risks that may cause the performance to differ materially from the projections. For a description of risks and uncertainty factors, reference is made to note 2. Significant risks and uncertainties remain unchanged compared with the description in the latest annual report.

Statement by the Executive Board and the Board of Directors

The Board of Directors and the Executive Board have today discussed and approved the interim financial report of MT Højgaard A/S for the period 1 January – 31 March 2014.

The interim financial statements, which have not been audited or reviewed by the company's auditor, have been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and Danish disclosure requirements for interim financial reports.

In our opinion, the interim financial statements give a true and fair view of the Group's financial position at 31 March 2014 and of the results of the Group's operations and cash flows for the financial period 1 January – 31 March 2014.

Further, in our opinion, the Management's review gives a fair review of the development in the Group's operations and financial matters, the results for the period and the Group's financial position and a description of the significant risks and uncertainty factors pertaining to the Group.

Søborg, 19 May 2014

Executive Board

Torben Biilmann
President and CEO

Egil Mølsted Madsen
CFO

Board of Directors

Søren Bjerre-Nielsen
Chairman

Niels Lykke Graugaard
Deputy Chairman

Carsten Bjerg

Pernille Fabricius

Curt Germundsson

Mats Jönsson

Irene Chabior

John Sommer

Vinnie Sunke Heimann

Consolidated income statement and statement of comprehensive income

DKK million	2014 Q1	2013 Q1	2013 Year
Consolidated income statement			
Revenue	1,532.8	1,543.0	7,464.3
Production costs	-1,450.2	-1,502.3	-6,921.1
Gross profit	82.6	40.7	543.2
Distribution costs	-30.7	-26.0	-125.4
Administrative expenses	-77.4	-69.5	-311.9
Profit (loss) before share of profit (loss) of joint ventures	-25.5	-54.8	105.9
Share of profit (loss) after tax of joint ventures	-4.3	-4.5	-2.8
Operating profit (loss) before special items	-29.8	-59.3	103.1
Special items	-195.0	0.0	130.0
Operating profit (loss) (EBIT)	-224.8	-59.3	233.1
Share of profit (loss) after tax of associates	0.3	0.3	1.9
Net finance costs	1.5	1.8	-26.5
Profit (loss) before tax	-223.0	-57.2	208.5
Income tax expense	7.0	15.2	-102.0
Profit (loss) after tax	-216.0	-42.0	106.5
Breakdown:			
Shareholders of MT Højgaard A/S	-234.4	-56.2	33.3
Non-controlling interests	18.4	14.2	73.2
	-216.0	-42.0	106.5

Consolidated statement of comprehensive income

Profit (loss) after tax	-216.0	-42.0	106.5
Other comprehensive income			
<i>Items that may be reclassified to the income statement:</i>			
Foreign exchange adjustments, foreign enterprises	0.4	-0.1	1.3
Value adjustments of hedging instruments in associates	-3.5	1.7	10.6
Tax on other comprehensive income	0.0	0.0	0.0
Other comprehensive income after tax	-3.1	1.6	11.9
Total comprehensive income	-219.1	-40.4	118.4
Breakdown:			
Shareholders of MT Højgaard A/S	-237.5	-54.6	45.2
Non-controlling interests	18.4	14.2	73.2
	-219.1	-40.4	118.4

Consolidated balance sheet

DKK million	2014 Q1	2013 Q1	2013 Year
Assets			
Non-current assets			
Intangible assets	152.6	146.5	155.4
Property, plant and equipment	546.6	603.9	554.0
Deferred tax assets	328.5	359.5	308.6
Other investments	115.1	124.3	120.7
Total non-current assets	1,142.8	1,234.2	1,138.7
Current assets			
Inventories	642.0	707.0	639.0
Trade receivables	1,303.4	1,539.3	1,642.4
Construction contracts in progress	128.8	160.2	72.2
Other receivables	80.1	111.0	66.2
Securities	157.8	176.4	163.1
Cash and cash equivalents	385.1	258.7	292.4
Total current assets	2,697.2	2,952.6	2,875.3
Total assets	3,840.0	4,186.8	4,014.0
Equity and liabilities			
Equity attributable to shareholders in MT Højgaard	878.5	1,016.2	1,116.0
Non-controlling interests	73.4	61.0	65.0
Total equity	951.9	1,077.2	1,181.0
Non-current liabilities			
Bank loans, etc.	183.0	123.2	163.4
Deferred tax liabilities	10.0	12.2	9.9
Provisions	338.0	288.0	337.8
Total non-current liabilities	531.0	423.4	511.1
Current liabilities			
Bank loans, etc.	93.1	226.2	142.9
Construction contracts in progress	649.6	819.9	591.9
Trade payables	684.2	874.8	735.7
Other current liabilities	930.2	765.3	851.4
Total current liabilities	2,357.1	2,686.2	2,321.9
Total liabilities	2,888.1	3,109.6	2,833.0
Total equity and liabilities	3,840.0	4,186.8	4,014.0

Consolidated statement of changes in equity

DKK million	Share capital	Hedging reserve	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Equity at 01-01-2013	220.0	-31.0	0.5	581.3	770.8	0.0	770.8
Changes in accounting policies					0.0	56.8	56.8
New equity at 01-01-2013	220.0	-31.0	0.5	581.3	770.8	56.8	827.6
Comprehensive income for the period							
Profit (loss) after tax				-56.2	-56.2	14.2	-42.0
Other comprehensive income		1.7	-0.1		1.6		1.6
Total comprehensive income	0.0	1.7	-0.1	-56.2	54.6	14.2	-40.4
Transactions with owners							
Capital increase in February 2013	300.0				300.0		300.0
Dividends paid					0.0	-10.0	-10.0
Total transactions with owners	300.0	0.0	0.0	0.0	300.0	-10.0	290.0
Equity at 31-03-2013	520.0	-29.3	0.4	525.1	1,016.2	61.0	1,077.2
Equity at 01-01-2014							
Equity at 01-01-2014	520.0	-20.4	1.8	614.6	1,116.0	0.0	1,116.0
Changes in accounting policies					0.0	65.0	65.0
New equity at 01-01-2014	520.0	-20.4	1.8	614.6	1,116.0	65.0	1,181.0
Comprehensive income for the period							
Profit (loss) after tax				-234.4	-234.4	18.4	-216.0
Other comprehensive income		-3.5	0.4		-3.1		-3.1
Total comprehensive income	0.0	-3.5	0.4	-234.4	-237.5	18.4	-219.1
Transactions with owners							
Dividends paid					0.0	-10.0	-10.0
Total transactions with owners	0.0	0.0	0.0	0.0	0.0	-10.0	-10.0
Equity at 31-03-2014	520.0	-23.9	2.2	380.2	878.5	73.4	951.9

Consolidated statement of cash flows

DKK million	2014 Q1	2013 Q1	2013 Year
Operating profit (loss) (EBIT)	-224.8	-59.3	233.1
Adjustments in respect of non-cash operating items, etc.	137.1	41.3	235.1
Cash flows from operating activities before working capital changes	-87.7	-18.0	468.2
Working capital changes:			
Inventories	4.8	-6.4	70.5
Receivables excluding construction contracts in progress	325.5	319.1	250.3
Construction contracts in progress	1.0	-49.7	-189.6
Trade and other current payables	-83.6	-283.4	-381.4
Cash flows from operations (operating activities)	160.0	-38.4	218.0
Net finance costs	-0.2	2.0	-24.0
Cash flows from operations (ordinary activities)	159.8	-36.4	194.0
Income taxes paid, net	-9.1	-7.5	-83.3
Cash flows from operating activities	150.7	-43.9	110.7
Purchase of property, plant and equipment	-32.8	-30.0	-131.0
Other investments, net	14.8	23.4	109.4
Cash flows for investing activities	-18.0	-6.6	-21.6
Cash flows from financing activities	10.0	284.9	268.5
Net increase (decrease) in cash and cash equivalents	142.7	234.4	357.6
Cash and cash equivalents at start of period	187.4	-170.2	-170.2
Cash and cash equivalents at end of period	330.1	64.2	187.4

Note 1 - Accounting policies

The interim financial report has been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and Danish disclosure requirements for interim financial reports.

Except as stated below, the accounting policies are unchanged from the 2013 annual report, to which reference is made (note 1). A full description of accounting policies is provided in the 2013 annual report.

Changes in accounting policies

IFRS 10-12 with associated amendments, IAS 27 (2011), IAS 28 (2011), amendments to IAS 27 (2011), amendments to IAS 32, amendments to IAS 39 as well as IFRIC 21 have been implemented with effect from 1 January 2014.

IFRS 10 changes the criteria determining whether a company must be consolidated. IFRS 10 states that, in future, an investor must consolidate another company when it controls the relevant activities that generate variable returns.

IFRS 11 relating to Joint Arrangements replaces IAS 31 Joint Ventures. From 1 January 2014, companies will no longer have a choice between proportionate consolidation and the equity method for jointly controlled entities. IFRS 11 divides Joint Arrangements into joint ventures (equity method) and joint operations (proportionate share of underlying assets and liabilities) based on both formal and substance-related factors.

The amendments to IFRS 10 and 11 mean that, from 1 January 2014, the Group must fully consolidate Greenland Contractors I/S and determine a non-controlling interest, whereas this subsidiary was previously recognised on a proportionate basis at 66.67%. These changes also affect the recognition of Seth S.A. and joint ventures, as the Group must recognise Seth S.A. and joint ventures applying the equity method from 1 January 2014, whereas these were previously recognised on a proportionate basis.

IFRS 12 contains disclosure requirements relating to both consolidated and non-consolidated enterprises, joint ventures and associates.

In the opening balance sheet at 1 January 2013, the effect of the change has been recognised in accordance with the transition provisions in IFRS 10 and 11.

In terms of presentation, the Group's share of profit (loss) after tax of Seth S.A. and joint ventures is recognised in the income statement in a separate item designated 'Share of profit (loss) after tax of joint ventures', and in the balance sheet the net asset values of Seth S.A. and joint ventures are recognised in the item 'Other investments'.

In terms of presentation, a new item 'Special items' has also been recognised in the income statement. This item includes sums that do not relate to future operating activities but are made up of the effect on the result of old offshore disputes and Buxton

Comparative figures have been restated accordingly.

Accounting effect of implementation

The accounting effect of the implementation of IFRS 10 and 11 for the Group is as follows:

DKK million	Q1 2013			2013		
	Current practice	Ad-just-ments	New practice	Current practice	Ad-just-ments	New practice
Statement of comprehensive income						
Revenue	1,511.3	31.7	1,543.0	7,358.2	106.1	7,464.3
Production costs	-1,484.0	-18.3	-1,502.3	-6,748.7	-172.4	-6,921.1
Distribution costs	-26.8	0.8	-26.0	-129.0	3.6	-125.4
Administrative expenses	-70.4	0.9	-69.5	-315.5	3.6	-311.9
Share of profit (loss) of joint ventures	0.0	-4.5	-4.5	0.0	-2.8	-2.8
Special items	0.0	0.0	0.0	0.0	130.0	130.0
Interest, net	0.8	1.0	1.8	-28.1	1.6	-26.5
Income tax expense	12.6	2.6	15.2	-105.5	3.5	-102.0
Profit for the period		14.2			73.2	
Other comprehensive income		0.0			0.0	
Comprehensive income for the period		14.2			73.2	
Statement of cash flows						
Operating activities	-100.6	56.7	-43.9	19.0	91.7	110.7
Investing activities	-8.2	1.6	-6.6	-22.3	0.7	-21.6
Financing activities	292.2	-7.3	284.9	329.6	-61.1	268.5
Cash and cash equiv., start of period	-177.8	7.6	-170.2	-177.8	7.6	-170.2
Cash and cash equivalents for the period		58.6			38.9	

DKK million	31 March 2013			31 December 2013		
	Current practice	Ad-just-ments	New practice	Current practice	Ad-just-ments	New practice
Balance sheet						
Property, plant and equipment	620.1	-16.2	603.9	570.2	-16.2	554.0
Other investments	14.2	110.1	124.3	9.0	111.7	120.7
Inventories	693.7	13.3	707.0	627.6	11.4	639.0
Trade receivables	1,603.5	-64.2	1,539.3	1,742.3	-99.9	1,642.4
Construction contracts in progress	166.1	-5.9	160.2	74.2	-2.0	72.2
Other receivables	170.9	-59.9	111.0	115.8	-49.6	66.2
Securities	176.5	-0.1	176.4	163.2	-0.1	163.1
Cash and cash equivalents	210.9	47.8	258.7	253.6	38.8	292.4
Total assets		24.9			-5.9	
Bank loans, etc., long-term	136.0	-12.8	123.2	173.9	-10.5	163.4
Provisions	267.5	20.5	288.0	315.7	22.1	337.8
Bank loans, etc., short-term	238.6	-12.4	226.2	145.9	-3.0	142.9
Construction contracts in progress	823.7	-3.8	819.9	595.8	-3.9	591.9
Trade payables	897.5	-22.7	874.8	766.1	-30.4	735.7
Other current liabilities	770.2	-4.9	765.3	896.6	-45.2	851.4
		-36.1			-70.9	
Non-controlling interests		61.0			65.0	
Total equity and liabilities		24.9			-5.9	

Note 2 – Accounting estimates and judgements

The preparation of interim financial statements requires management to make accounting estimates and judgements that affect the application of accounting policies and recognised assets, liabilities, income and expenses. Actual results may differ from these estimates.

The ruling in the case relating to the Robin Rigg offshore wind farm, which was made by the High Court in London on 15 April and, contrary to expectations, was not in the Group's favour, has led to a reassessment by the Group of the estimates recognised in respect of this dispute. This affects the result for the period by a DKK 195 million provision. The provision also affects the tax rate for the period, as the tax base of the DKK 195 million provision has not been recognised in the Group's tax asset, based on a specific assessment of the probability of the tax asset being utilised in the foreseeable future.

The ruling, which is based on MT Højgaard being held liable due to a legal technicality in the contract, also means that it has been deemed that there will not be any knock-on effect on the Group's other offshore disputes, but the outcome of these cases is of course subject to a certain process risk.

Apart from the above, the significant estimates and judgements made by management applying the Group's accounting policies, and the significant estimation uncertainty that they are subject to, are the same in connection with the preparation of the interim financial statements as in connection with the preparation of the consolidated financial statements and parent company financial statements for 2013, as will be seen from note 2 to the 2013 annual report.

Note 3 - Fair value measurement of financial instruments

The disclosures relevant to the MT Højgaard Group in relation to financial instruments recognised at fair value are set out below.

The methods used to determine the fair value of financial instruments are unchanged compared with the 2013 annual report.

Securities are valued based on quoted prices (Level 1). Fair value and carrying amount stood at DKK 157.8 million at the end of the period.

Derivative instruments comprise forward exchange contracts, which are valued at observable prices (Level 2). Fair value and carrying amount stood at DKK 1.2 million at the end of the period.

It is the Group's policy to recognise transfers between the various categories from the date on which an event or a change in circumstances results in a change of classification. No transfers were made between levels in 2014.