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To the Copenhagen Stock Exchange

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Reconstruction of Danionics Asia Ltd. completed.

After the completion of the rights issue Danionics A/S has successfully restored its position as a 50% stakeholder in the Chinese joint venture Danionics Asia Ltd., and thereby establishing an equal partnership again with GP Batteries, its partner in the joint venture. In addition, Danionics A/S has contributed the necessary working capital as agreed to the joint venture.

The reconstruction of Danionics Asia Ltd., a three-stage operation, which started in December 2005, is now successfully completed by Danionics A/S' buyback of the 25% stake for USD 1 million, repayment of the loan from Venturemaster International of USD 0,55 million and contribution of further working capital to the joint venture of USD 3,53 million.

Danionics A/S completed the rights issue in December 2006 with gross proceeds of DKK 64,9 million, where the shareholders subscribed 99.6% of the offered shares. The shareholders demonstrated a continuation of the support, which they have constantly demonstrated through the difficult reconstruction period.

Simon Norst, a Danish national, who has been in charge of the activities on the part of the joint venture and, as planned, he was appointed Chief Executive of Danionics Asia Ltd. effective 1 January 2007.

After a successful reconstruction the joint venture has been significantly strengthened, the business activities set out in the business plan can now be turned up an extra notch, especially in terms of sales, but also in respect of production and development.

The shares in Danionics A/S

The new shares were merged with the existing shares on Friday, 5 January 2007, and all shares are traded under the same ISIN code (DK0010271238) after that date.

Effective from beginning of 2007, Danionics shares were reclassified from Small Cap to Small Cap+ and transferred to another category in the official list of the Copenhagen Stock Exchange. In addition, the shares were taken off the CSE observation list following the completion of the capital increase.

Outlook for 2006 and 2007

Danionics A/S retains the forecast of a net profit of DKK 1.0 million for the 2006 financial year.

The forecast for 2007 will be announced in connection with the full-year profit announcement scheduled for release on 23 March 2007. Since the release of the prospectus for the rights issue, no changes have occurred in the matters described therein.

Danionics A/S

For further information, please contact:

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