EXTRACT FROM

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Aalborg, Denmark, 25 November 2010

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INTERIM REPORT

3RD QUARTER 2010

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Sanistål
DET DER SKAL TIL

SUMMARY

Q3 2010

- Sanistål's operating income (EBITDA) for Q3 of 2010 met expectations and amounted to DKK 38.6 million, compared to DKK -9.6 million for the same period last year. Operating profit (EBIT) amounted to DKK 21.0 million, and the period once again delivered a pre-tax profit from continuing operations (DKK 5.1 million).

- Revenue increased by DKK 65.6 million, or 7.1%, compared to the same period last year. Construction activity remains low, and new building work is very limited. The industrial market during 2010 has increased activity month on month.

- The EBITDA trend remains positive, driven by cost reductions. Costs during the quarter decreased by DKK 11.5 million compared to 2009.

- The profit, together with a reduction in working capital, has meant that free cash flows of DKK 37.2 million have been realised during the quarter.

9 MONTHS 2010

- Operating profit before depreciation, write-downs and amortisation (EBITDA) for the period 1 January to 30 September amounted to DKK 60.2 million, compared to a loss of DKK 99.0 million for the same period last year. The increase has been achieved by an improvement in gross profit and a reduction of costs.

- The consolidated balance sheet total was DKK 2,960.2 million, compared to DKK 2,980.7 million at the end of December 2009. The key changes in the balance sheet total are a seasonal increase in receivables, together with a reduction in the Group's discontinuing operations and assets held for sale.

- Equity increased in Q3 by DKK 9.7 million to DKK -61,9 million and is supplemented by subordinated loan capital, which remained unchanged at DKK 550.0 million. Together, equity and subordinated loan capital represented 16.5% of the balance sheet total.

- The Group's cash flow from operating activities was DKK -32.8 million, which is better than expected. Cash flows have been negatively affected during the period 1 January to 30 September by an increase in funds tied up in working capital, as a result of higher levels of activity in September than in December 2009.

OUTLOOK FOR THE YEAR 2010

- The expectations with regard to EBITDA for 2010 are maintained. It is expected that EBITDA will be between DKK 50 million and DKK 100 million before gains from sale of property.

- We will continue our efforts in relation to the sale of activities and assets held for sale. A property sale has been realised that will yield a profit in Q4 of approximately DKK 13 million. No further significant effect on profit is expected from sales and disposals.

Aalborg, Demark, 25 November 2010

Ole Steen Andersen
Chairman of the Board

Christian B. Lund
Managing Director

FINANCIAL HIGHLIGHTS AND KEY RATIOS FOR THE GROUP

DKK million	Q3 2010	Q3 2009	9 months 2010	9 months 2009	2009
Financial highlights					
Result:					
Net revenue	994.2	928.6	2,808.0	2,969.6	3,896.2
Gross profit	277.2	240.8	789.7	704.3	988.2
Operating profit/loss before depreciation (EBITDA)	38.6	-9.6	60.2	-99.0	-78.4
Operating profit/loss (EBIT)	21.0	-29.8	7.0	-228.5	-223.5
Net financial items for the period	-15.9	-19.3	-62.6	-70.8	-88.7
Profit/loss before tax for the period, continuing operations (EBT)	5.1	-49.1	-55.6	-299.3	-312.2
Profit/loss for the period, continuing operations	4.8	-36.8	-41.9	-224.3	-238.6
Profit/loss for the period, discontinuing operations	0.1	-8.2	-68.0	-42.5	-84.1
Profit/loss for the period	**4.9**	**-45.0**	**-109.9**	**-266.8**	**-322.7**
Cash flows:					
Cash flow from operating activities	41.1	70.8	-32.8	294.8	345.1
Cash flow from investment activities	-3.9	-0.6	-1.2	11.2	33.6
Free cash flows	**37.2**	**70.2**	**-34.0**	**306.0**	**378.7**
Investment in tangible fixed assets	**4.4**	**3.8**	**7.1**	**25.9**	**37.3**
Balance sheet:					
Non-curent assets			1,422.4	1,357.3	1.402.1
Current assets			1,537.8	1,874.9	1,578.6
Total assets			**2,960.2**	**3,232.2**	**2,980.7**
Shareholders' equity			-61.9	98.4	45.5
Subordinated loan capital			550.0	550.0	550.0
Other interest-bearing debt			1,917.1	2,014.2	1,912.7
Non-interets-bearing debt			555.0	569.6	472.5
Total liabilities and shareholders' equity			**2,960.2**	**3,232.2**	**2,980.7**
Share capital			**192.4**	**192.4**	**192.4**

Key ratios:					
EBITDA-margin %	3.9	-1.0	2.1	-3.3	-2.0
EBIT-margin (profit margin) %	2.1	-3.2	0.2	-7.7	-5.7
Earnings per share after tax (EPS), DKK, basic *	10.6	-97.7	-79.6	-192.1	-174.5
Earnings per share after tax (EPS), DKK, diluted *	10.6	-97.6	-79.6	-191.7	-174.3
Cash flow per share (CFPS), DKK	22.3	38.4	-17.8	158.9	186.4
Return on invested capital (ROIC) % *	4.6	-4.8	0.9	-11.5	-8.2
Return on equity % *	N/A	N/A	N/A	N/A	N/A
Price/Earning (PE) ratio *	78.7	neg.	neg.	neg.	neg.
Price/book value ratio			neg.	1.6	2.7
Market price per DKK 100 nominal share			52.0	83.5	67.7
Book value per DKK 100 nominal share			neg.	53.5	24.7
Equity ratio %			-2.1	3.0	1.5
Equity and subordinated loan capital in % of balance sheet			16.5	20.1	20.0
Number of full-time employees at the end of period			**1,595**	**2,056**	**1,942**

*) The key ratio is calculated on an annual basis

Financial highlights and key ratio for Q3 2009 and 9 months 2009 have been adjusted for discontinuing operations.

Earnings per share (EPS) and diluted earnings per share (EPS-D) are calculated in accordance with IAS 33.

Definitions according to "Recommendations & Financial Ratios 2010" by The Danish Society of Financial Analysts.

The number of full-time employees is measured as employees on the payroll, irrespective of whether these may have been given notice.

MANAGEMENT REPORT

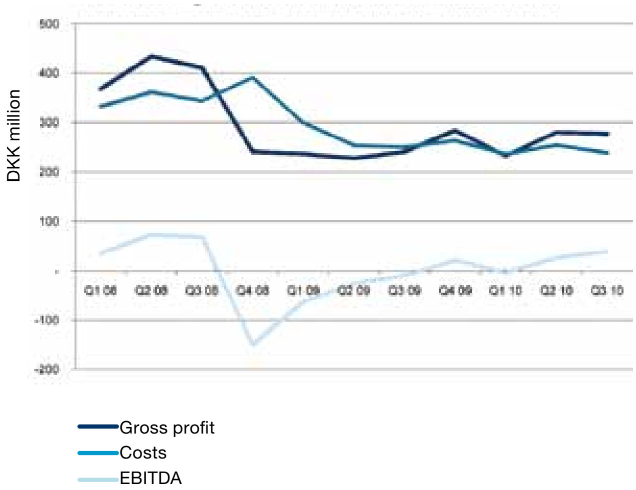
Q3 2010

Sanistål's operating income (EBITDA) for Q3 of 2010 met expectations and amounted to DKK 38.6 million, compared to DKK -9.6 million for the same period last year. Operating profit (EBIT) amounted to DKK 21.0 million, and the period once again delivered a pre-tax profit from continuing operations (DKK 5.1 million).

Revenue increased by DKK 65.6 million, or 7.1%, compared to the same period last year. The growth in revenue from steel products, which to a certain extent has been driven by increases in steel price, is DKK 70.7 million (25.9%), while the decrease in revenue from other product groups is DKK 2.6 million (0.4%). Construction activity remains low, and there is very limited new building work. There has been an increase in activity month on month in the industrial market in 2010.

The increase in revenue for the quarter was DKK 65.6 and gross profit increased by DKK 36.4 million. The gross profit margin thus increased to 27.9%, compared to 25.9% for the same period last year. Gross profit has increased as a result of a focus on profitable sales. Gains on steel stocks of DKK 9.0 million were realised in Q3, while gross profit from steel in Q3 of 2009 was affected by falling steel prices.

Costs during the quarter decreased by DKK 11.5 million. The reduction in staff costs amounted to DKK 33.0 million. The outsourcing of distribution, which has performed satisfactorily, will result in a move from staff costs to other external costs. The increase in other external costs is also due to an increase in losses and write-downs in respect of customers reflected by the economic downturn.



The diagram shows the quarterly operating trend for the period from Q1 2008 to Q3 2010 for continuing operations and reveals that the EBITDA trend remains positive. Apart from Q1 2010, which was marked by the unusually long, harsh winter, there has been an increase for seven quarters in a row. The increase in Q3 was driven by cost reductions.

The share of profits in associated company Brødrene A & O Johansen A/S for the quarter is recognised on the basis of the interim report as at 30 September 2010, with a profit after tax of DKK 3.9 million.

Financial expenses were DKK 19.8 million net, compared to DKK 19.3 million in Q3 of 2009.

The pre-tax profit for the period for the continuing operations was DKK 5.1 million, compared to a loss of DKK 49.1 million in the same period in 2009.

The profit, together with a reduction in working capital, has meant that free cash flows of DKK 37.2 million have been realised during the quarter.

9 MONTHS 2010

Sanistål's operating income (EBITDA) for the period 1 January to 30 September amounted to DKK 60.2 million, compared to DKK -99.0 million for the same period last year. The increase has been achieved by an improvement in gross profit and a reduction of costs.

The pre-tax loss for the period for the continuing operations was DKK 55.6 million, compared to a loss of DKK 299.3 million in the same period in 2009.

The loss for the period for discontinuing operations was DKK 68.0 million, compared to DKK 42.5 million in 2009. Write-downs and disposal liabilities in respect of the sale of the d line project business are the reason for the increase, which has, in turn, meant that this loss-making activity has been brought to an end.

The consolidated balance sheet total was DKK 2,960.2 million, compared to DKK 2,980.7 million at the end of December 2009. The key changes in the balance sheet total are a seasonal increase in receivables, together with a reduction in the Group's discontinuing operations and assets held for sale.

Equity in Q3 increased by DKK 9.7 million and amounted to DKK -61.9 million as at 30 September 2010, which is a decrease of DKK 107.4 million compared to the end of 2009. Equity is supplemented by subordinated loan capital, which remained unchanged at DKK 550.0 million. Together, equity and subordinated loan capital represented 16.5% of the balance sheet total.

The Group's cash flow from operating activities was DKK -32.8 million, which is better than expected. Cash flow has been negatively affected during the period 1 January to 30 September by an increase in funds tied up in working capital, as a result of much higher levels of activity in September 2010 than in December 2009. This has resulted in a seasonal increase in receivables, which is only partially offset by a corresponding increase in trade accounts payable. In the period 1 January to 30 September 2009, cash flows were positively affected by a large-scale reduction in the Group's stocks. We are continuing our efforts to reduce stocks, but there is less potential to do so and the improvements achieved are being offset by the increases in steel prices.

Cash flow from investment activities was DKK -1.2 million, compared to DKK +11.2 million for the same period last year.

Free cash flow is thereafter negative at DKK 34.0 million, compared to a positive figure of DKK 306.0 million in the same period in 2009. In spite of this, the Group continues to enjoy good liquidity and capital reserves which, together with the rationalisation measures implemented, create good conditions for the Group's future operations and development. As at 30 September 2010, the Group has significant unused credit facilities at its disposal and has an ongoing dialogue with the banks for an extension of existing credit facilities.

SIGNIFICANT RISKS

Significant risks are described, among other places, in the notes on important estimates and judgements (note 2) and risk management (note 31). These descriptions remain adequate and true.

CAPITAL RESERVE

The Group has negative equity. The capital loss was reported in the 2009 Annual Report and at the company's subsequent general meeting.

Construction Industry division

The Construction Industry division includes the construction activities of the parent company and the three Baltic subsidiaries. The market conditions within the Construction Industry division are characterised by a division into a construction sector and a maintenance sector, with Sanistål's greatest exposure being in the maintenance sector.

Financial highlights, DKK million	9 months 2010	9 months 2009
Net revenue	1,244.5	1,343.6
Pre-tax profit/loss for the period	-53.5	-102.9
Segment assets	1,187.6	1,185.5
Segment liabilities	220.8	225.0

The construction industry is under pressure. There continue to be many suspensions of payments and bankruptcies, which limit revenue opportunities and trigger write-downs and losses. The Danish market is in decline compared to 2009. In the Construction Industry division, the market share in Denmark has increased in all three quarters. At the same time, a respectable progress has been achieved in the Baltic States. Major cost reductions have compensated for the reduced activity, meaning that pre-tax results for the segment improved by DKK 49.4 million.

Other Industry division

The Other Industry division includes the industrial activities of the parent company, the three Baltic subsidiaries, Max Schön AG, and Serman & Tipsmark A/S. The market within the Other Industry division is characterised by a division into OEM, where Sanistål supplies components and raw materials (steel) used in industrial finished products, and MRO, where Sanistål supplies components and aids for industrial production processes.

Financial highlights, DKK million	9 months 2010	9 months 2009
Net revenue	1,563.5	1,626.1
Pre-tax profit/loss for the period	9.2	-138.1
Segment assets	1,096.2	1,063.7
Segment liabilities	275.4	286.6

Industrial activity was low at the beginning of the year, but activity has seen a slight increase. Max Schön AG has continued to benefit from reasonable market conditions, as German industry has come through the crisis well. The market conditions for industrial activities in the Baltic States have gradually improved during the year. Serman & Tipsmark A/S remain under pressure as a result of the crisis and are adjusting their sales strategy to meet the change in market conditions.

The Other Industry division realised a decrease in revenue of 3.9% in the period 1 January to 30 September 2010 compared to the same period last year. This is due to the fact that Q1 was unusually weak, whereas there has been an increase in the past two quarters. Revenue for Q3 increased by 16.6% compared to 2009, and a profit was achieved in the quarter, which means that the segment to date has achieved a pre-tax profit of DKK 9.2 million. The rising price of steel in Q2 has been a major reason for the improvement in net revenue and profit. The year 2009 was characterised by severe falls in steel prices, which led to large-scale write-downs and non-profit sales. Major cost reductions have also helped to improve the pre-tax results of the segment to the tune of DKK 147.3 million.

Carl F International (discontinuing operation)

Carl F International is a subsidiary of Sanistål. As part of the Group's focus on core business, it has been decided to sell the operations of this company, which is why it is reported as a discontinuing operation.

The following sales took place in 2010:

- the wholly owned subsidiaries, Tidens Låse ApS and Express Låseservice, as at 1 April 2010
  (see Stock Exchange Announcement no. 5, dated 9 April 2010)

- the d line project business as at 30 June 2010
  (see Stock Exchange Announcement no. 11, dated 18 June 2010, and no. 12, dated 30 June 2010)

- the wholly owned subsidiary, Carl F Access AB, as at 30 September 2010
  (see Stock Exchange Announcement no. 14, dated 15 September 2010)

Financial highlights, DKK million	**9 months 2010**	**9 months 2009**
Net revenue	135.8	212.6
Pre-tax profit/loss for the period	-79.4	-56.7
Segment assets	95.9	255.4
Segment liabilities	269.4	301.6

- *Note: the figures for 2009 include Carl F Petersen Ltd, which was sold with effect from 31 October 2009.*

Net revenue in the segment reflects the fact that the d line project business experienced decreasing sales until its sale at the end of the year. The other activities suffered a slight decrease in revenue in the period.

In conjunction with the sale of the d line project business, there has been an impairment of assets, and disposal liabilities have been recognised, which is the main reason that the segment loss for the period amounts to DKK 79.4 million.

As a result of sell-offs, there has been a significant reduction in discontinuing operations, which now consist of three small, foreign companies and companies being wound up or divested. The profit for the segment for Q3 is DKK 0.1 million, which is in accordance with the expectation that the remaining units would achieve a modest, positive operating result following the disposal of the d line project business.

Segment assets have reduced significantly as a result of the disposal. The main part of the segment liabilities is the debt accrued in Carl F International and which in future will need to be borne, and the interest on which will need to be paid, by the continuing operation.

OUTLOOK FOR THE YEAR 2010

- The expectations with regard to EBITDA for 2010 are maintained. It is expected that EBITDA will be between DKK 50 million and DKK 100 million before gains from sale of property.

The expectation in terms of development has hitherto been that EBITDA will be at the same level in the final two quarters of the year as in Q2. However, profit for Q3 was at a higher level, though as a result of current market developments it is expected that the profit for the final quarter of the year will be lower than in Q3, though with positive EBITDA.

We will continue our efforts in relation to the sale of activities and assets held for sale. A property sale has been realised that will yield a profit in Q4 of approximately DKK 13 million. No further significant effect on profit is expected from sales and disposals.

EVENTS AFTER THE END OF THE INTERIM PERIOD

There were no significant events after the end of the period.

STATEMENT BY THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT

The Board of Directors and Board of Management have on this date considered and approved the interim report for the period 1 January – 30 September 2010.

The interim report is not audited or reviewed by the company's auditor, and has been prepared in accordance with IAS 34 "Presentation of interim reports" as approved by EU and Danish disclosure requirements for the preparation of interim reports for listed companies.

We are of the opinion that the interim report gives a true and fair view of assets, liabilities and financial position of the Group as at 30 September 2010 and the financial results from the Group's activities and cash flow for the period 1 January – 30 September 2010.

We are also of the opinion that the Management Report contains a true and fair report of the developments in the Group's activities and financial circumstances, the results for the period and the Group's financial position as a whole and a description of the major risks and uncertain factors facing the Group.

Aalborg, Denmark, 25 November 2010

Board of Management:

Christian B. Lund

Flemming Glamann

Board of Directors:

Ole Steen Andersen
Chairman

Jens Jørgen Madsen
Deputy Chairman

Per Gammelgaard

Steen Gede

Ole Enø Jørgensen

Benny Kirkeby

Walther V. Paulsen

Matthias Max Schön

Peter Vagn-Jensen

CONSOLIDATED INCOME STATEMENT

DKK thousands	Note	Q3 2010	Q3 2009	9 months 2010	9 months 2009
Net revenue		994,183	928,601	2,808,014	2,969,635
Cost of goods sold		-716,959	-687,811	-2,018,306	-2,265,317
Gross profit		**277,224**	**240,790**	**789,708**	**704,318**
Other operating income		1,346	1,056	3,743	25,952
Other external expenses		-109,493	-88,068	-315,001	-297,224
Staff costs		-130,455	-163,422	-418,282	-532,033
Operating profit/loss before depreciation (EBITDA)		**38,622**	**-9,644**	**60,168**	**-98,987**
Write-downs		-	-	-	-66,562
Depreciation		-17,653	-20,141	-53,150	-62,976
Operating profit/loss (EBIT)		**20,969**	**-29,785**	**7,018**	**-228,525**
Share of profit after tax for the period, associated companies		3,941	-	-1,060	759
Financial income		6,580	6,084	18,755	16,219
Financial expenses		-26,396	-25,414	-80,264	-87,789
Profit/loss before tax for the period, continuing operations (EBT)		**5,094**	**-49,115**	**55,551**	**-299,336**
Tax on profit/loss for the period, continuing operations		-288	12,279	13,623	75,024
Profit/loss for the period, continuing operations		**4,806**	**-36,836**	**-41,928**	**-224,312**
Profit/loss for the period, discontinuing operations	3	57	-8,137	-68,026	-42,528
Profit/loss for the period		**4,863**	**-44,973**	**-109,954**	**-266,840**
Earnings per share (EPS), DKK, basic		10.56	-97.70	-79.62	-192.09
Earnings per share (EPS), DKK, diluted		10.56	-97.57	-79.62	-191.73
Earnings per share (EPS), DKK, basic, continuing operations		10.44	-80.02	-30.36	-161.48
Earnings per share (EPS), DKK, diluted, continuing operations		10.44	-79.92	-30.36	-161.17

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

DKK thousands	Q3 2010	Q3 2009	9 months 2010	9 months 2009
Foreign exchange adjustment, foreign subsidiaries	2,067	-3,474	3,762	-2,649
Value adjustment of hedging instruments	-92	-5,802	-12,218	-18,624
Value adjustments transferred to financial items	3,834	3,767	10,916	8,337
Tax on hedging instruments recognized directly in comprehensive income	-952	441	99	2,411
Net expenses and income recognized directly in equity	**4,857**	**-5,068**	**2,559**	**-10,525**
Profit/loss for the period	4,863	-44,973	-109,954	-266,840
Total comprehensive income	**9,720**	**-50,041**	**-107,395**	**-277,635**

CONSOLIDATED BALANCE

DKK thousands	Note	30 September 2010	31 December 2009	30 September 2009
ASSETS				
Non-current assets				
Intangible assets				
Goodwill		213,767	213,767	213,767
Brands		41,250	43,125	43,750
Customer base		16,250	18,125	18,750
Software		10,936	12,972	12,417
		282,203	287,989	288,684
Tangible assets				
Land and buildings		562,795	533,731	467,449
Plant and machinery, fixtures and fittings		226,777	256,373	272,069
		789,572	790,104	739,518
Other non-current assets				
Investments in associated companies		229,007	227,248	228,086
Deferred tax		106,768	81,886	86,193
Property rental deposits		14,867	14,915	14,810
		350,642	324,049	329,089
Total non-current assets		**1,422,417**	**1,402,142**	**1,357,291**
Current assets				
Inventories		610,361	618,375	697,170
Accounts receivable		616,024	462,385	586,378
Prepayments and accrued income		29,132	27,838	22,291
Cash and cash equivalents		14,007	20,084	14,818
		1,269,524	1,128,682	1,320,657
Discontinuing operations and assets held for sale	3	268,299	449,895	554,291
Total current assets		**1,537,823**	**1,578,577**	**1,874,948**
TOTAL ASSETS		**2,960,240**	**2,980,719**	**3,232,239**

CONSOLIDATED BALANCE

DKK thousands	Note	30 September 2010	31 December 2009	30 September 2009
LIABILITIES				
Shareholders' eguity				
Share capital		192,378	192,378	192,378
Other reserves		-54,159	-56,718	-62,292
Retained profit		-200,144	-90,190	-31,653
Total shareholders' equity		**-61,925**	**45,470**	**98,433**
Liabilities				
Non-current liabilities				
Subordinated loan capital		549,959	549,959	549,987
Credit institutions		913,475	972,160	675,547
		1,463,434	1,522,119	1,225,534
Current liabilities				
Credit institutions		702,773	609,722	927,490
Trade accounts payable and other debt commitments		496,256	394,457	511,694
Corportation tax		1,129	4,378	1,522
Provisions		-	-	-
		1,200,158	1,008,557	1,440,706
Provisions related to discontinuing operations ans assets held for sale	3	358,573	404,573	467,566
		1,558,731	1,413,130	1,908,272
Total liabilities		**3,022,165**	**2,935,249**	**3,133,806**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**2,960,240**	**2,980,719**	**3,232,239**

CONSOLIDATED CASH FLOW STATEMENT

DKK thousands	Note	9 Months 2010	9 Months 2009
Operating profit/loss (EBIT)		7,018	-228,525
Adjustment for non-liquid operating items etc.:			
Gain on sale of properties		-	-22,115
Depreciations and write-downs		53,150	129,538
Other non-cash operating items, net		3,422	6,151
Provisions		-	-1,954
Other operating items		-	93
Foreign exchange adjustments etc.		616	22
Cash flow from operating activities before changes in working capital		64,206	-116,790
Changes in accounts receivable		-161,387	111,794
Changes in inventories		8,014	465,841
Changes in trade accounts payable and other debt commitments		119,017	-92,525
Financial income received		18,755	16,219
Financial expenses paid		-80,264	-87,789
Corporate tax paid		-1,139	-1,921
Cash flow from operating activities		**-32,798**	**294,829**
Acquisition of intangible assets		-652	-3,096
Acquisition of tangible assets		-7,116	-25,925
Sale of tangible assets		6,546	41,076
Other non-current assets		48	-908
Cash flow from investment activities		**1,174**	**11,147**
Free cash flow		**-33,972**	**305,976**
Debt financing:			
Proceeds from borrowings (subordinated loan capital)		-	549,987
Repayments to credit institutions		-11,603	-39,561
Changes on operating lines of credit		39,498	-806,443
Shareholders:			
Acquisition of own shares		-	-2,938
Cash flow from financing		**27,895**	**-298,955**
Cash flow from discontinuing operations	3	**-13,627**	**-2,669**
Cash flow for the period		-19,704	4,352
Cash and cash equivalents as at beginning of period		38,805	19,622
Cash and cash equivalents as at end of period, discontinuing operations		-5,094	-9,156
Cash and cash equivalents as at end of period		**14,007**	**14,818**

Cash flow statement can not be inferred solely from the published accounting material.