



Cavotec MSL - 2nd Quarter Report 2010

While Q2 2010 has proved to be another challenging period for the global economy, we are pleased to report that Cavotec has continued on the positive trend started in Q1.

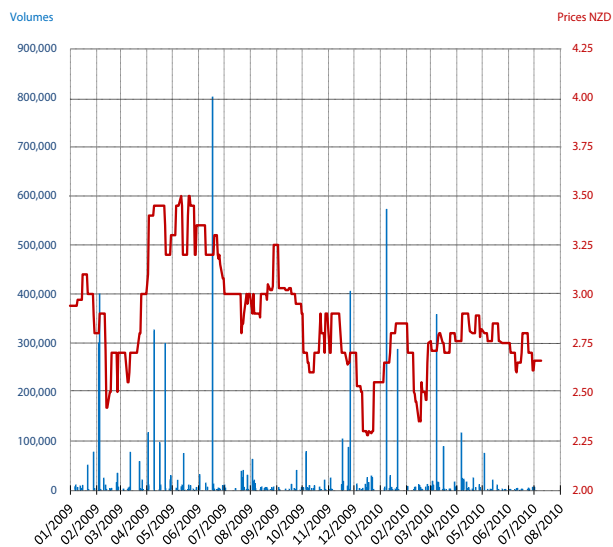
Our Order Intake for the quarter was up 32.0% on Q2 2009 (EUR 26.2 million), at EUR 34.6 million and in line with Q1 2010, giving further confirmation of the positive trend already noted at the end of last quarter. Continuing to reach record highs, our Order Book stands at EUR 78.0 million, a 75.3% increase on Q2 2009 and a 6.6% increase on Q1 2010.

Although invoiced revenues have continued to lag slightly in 1H, we foresee 2H to provide sufficient opportunity to bring this curve into line with our previously stated expectations.

Our rolling 12-month Order Intake is 152.5 million, up 14.7% compared to Q2 2009. This growth reflects the increased activity from our sales companies noted in our Q1 report; indications are that this development is set to continue throughout 2010.

Over the past quarter, we have seen several countries - including Canada, Sweden, Australia and New Zealand - increase interest rates in response to the improved positive economic climate. It is interesting to note the direct correlation of these actions and the overall good performance of our companies in these areas.

After peaking in Q1 2010, the unemployment rate in the US continued to decrease throughout Q2, although actual job creation numbers remain lower than expected. PMI numbers, dropping slightly from their April high, are still encouraging and well above recent averages.



Cavotec MSL share price development from beginning Q2 2009 to end Q2 2010.

For Cavotec, the US market remains steady, with excellent growth potential expected in the near future.

In the Euro-zone, the still highly expansive policy mix should prove capable of containing the economic crises, but moving forward, the tightening fiscal policies in many countries will hinder sustained growth. Heightened volatility has remained a feature of the growth pattern in the Euro-zone, since the main drivers have been exports and inventories, both of which have been characterized by pronounced fluctuation. We are closely monitoring the reduction in financing availability, which is leading to reduced liquidity in the Euro-zone. While not directly affecting Cavotec, this ongoing tightening could possibly start to impact clients in the coming months.

Cavotec's Ports & Maritime Market Unit recorded another MoorMaster™ milestone

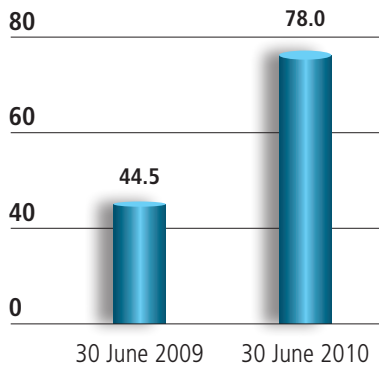
in Q2, with an order for eight units for Hammersley Iron Pty Ltd, a subsidiary of the Rio Tinto mining group.

Cavotec is to manufacture and install the MoorMaster™ MM200D units at Hammersley Iron's Dampier Fuel Wharf in the Port of Dampier.

Our Airports Market Unit recorded significant orders for ground support equipment from France, Guinea, Qatar and Senegal. Worth a combined total of some EUR 3 million, these orders contained another highlight, as the order for Senegal featured the first fully integrated fuel hydrant package supplied by Cavotec Middle East in cooperation with partners.

Looking ahead, we feel confident that the positive trend started in Q1 of this year, will continue to gain momentum and lead to a stronger position for Cavotec going into 2011.

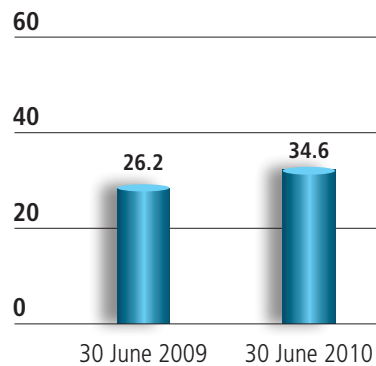
Order Book



% Change: +75.3%

Millions EUR

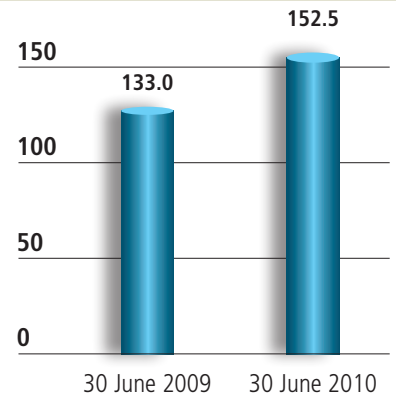
Order Intake (for quarter)



% Change: +32.0%

Millions EUR

Order Intake (12 months)



% Change: +14.7%

Millions EUR

12 Months Running Turnover 2000-2010

