

Københavns Fondsbørs
Nikolaj Plads 6
1067 København K

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NOTIFICATION TO THE STOCK EXCHANGE

3rd quarter 2002

Today the Board of Topsil Semiconductor Materials A/S approved the unaudited accounts for the first nine months of 2002.

Highlights:

- The turnover of the 3rd quarter of 2002 was at the same level as the 2nd quarter of 2002.
- The result year-to-date was a loss of DKK 4.3m including flotation costs against a loss of DKK 1.2m in the same period last year.
- The company intensifies the activities on the solar market.
- The result for the year as a whole is expected to be in the range of DKK 8-12m including financial income from a discharge of DKK 7.7m.

The main figures are given below:

DKK thousands	2002	2001
	<u>Jan.-Sept.</u>	<u>Jan.-Sept.</u>
Net turnover	82,587	98,271
Result of primary operations	1,912	4,346
Result of ordinary operations	-4,321	-1,181
Result for the period	-4,321	-1,181
Equity capital at end of period	18,382	26,982
Total assets	148,347	152,055
Average number of employees	87	86
Depreciation on fixed assets	7,805	6,535

FINANCIAL STATEMENT - 3rd QUARTER 2002

Key figures

Yield per share	0	0
Net asset value	1.27	0.47
Stock market price, ending	0.95	2.00
Stock market price/net asset value	0.75	4.26
Return on equity after tax (%)	-21.0%	-4.4%
Solvency margin (%)	12.4%	17.7%

Explanation of the composition of the equity capital:

DKK thousands

Equity capital as at 1/1 2002	22,703
Loss first nine months of 2002	-4,321
Equity capital as at 30/9 2002	18,382

Comments on the result for the 3rd quarter of 2002

Turnover decreased in Jan.-Sept. 2002 compared to the same period last year. Turnover in the third quarter was at the same level as turnover in the second quarter, and due to the recession in the silicon industry the turnover is slightly below expectations.

The result year-to-date was a loss of DKK 4.3m including flotation costs against a loss of DKK 1.2m in the same period last year.

At the end of the 3rd quarter the backlog was approx. DKK 40m, which is at the same level as in 2001. Despite this minor decline in the market the company estimates that its market position is maintained.

Topsil intensifies the activities on the solar market.

Expectations

As earlier announced the company expects an operating profit for the current year in the range of DKK 1-4m. This estimate is built on the present backlog. Including the financial income deriving from a discharge in connection with of the coming issue of shares, the result before tax is expected to be in the range of DKK 8-12m.

After the latest prognoses from the trade organisation SEMI the present recession is expected to turn within 3-6 months. The total silicon market is expected to increase in 2003 compared to 2002. In the light of the market situation an increasing turnover and an improved operating result for year 2003 as a whole are expected.

FINANCIAL STATEMENT - 3rd QUARTER 2002



Publication

The holdings of the Board of Directors and senior management of Topsil shares and convertible bonds are as follows

Christian Buhl	Qty. 36,500 shares at a face value of DKK 0.25 each Qty. 25,000 stk. convertible bonds at a face value of DKK 0.25 each
Erik Hansen	Erik Hansen has stated that Hansen & Meyer ApS, in which Erik Hansen has a controlling influence, owns qty. 34,000 shares at a face value of DKK 0.25 each
Jon Wulff Petersen	Qty. 37,200 shares at a face value of DKK 0.25 each Qty. 37,200 convertible bonds at a face value of DKK 0.25 each
David Packness Meyer	Qty. 25,190 shares at a face value of DKK 0.25 each Qty. 13,000 convertible bonds at a face value of DKK 0.25 each

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Please note that this translation is provided for convenience only. The Danish version shall prevail in case of discrepancies.

FINANCIAL STATEMENT - 3rd QUARTER 2002

Page 3 of 3