

Københavns Fondsbørs  
Nikolaj Plads 6  
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06.03.2006

No. 02/06

### **Raw materials and revised outlook for 2005**

Further to stock exchange announcement No. 15/05 we hereby announce that the company has not been able to conclude a long-term agreement on supplies of raw materials in the quality bought up till now. The company's present inventory of raw materials will last till the end of 2006/the beginning of 2007.

In consequence the company will now be working at adapting its processes to raw materials of a lower quality, than is at present qualified in the company's production. The company expects that this switch-over should be technically feasible. As earlier mentioned in the quarterly report for the first quarter of 2005 (10/05) there is a shortage of polycrystalline silicon on the world market, and the price level is expected to increase. Therefore it is uncertain if sufficient quantities of materials are available on the market at the moment.

The company is working intensely to clarify the supply situation but it should be stressed that the situation is highly critical.

### **Revised outlook for 2005**

Based on the critical situation regarding supplies of raw materials, management has decided to revise its expectations to the pretax results for 2005 by DKK 4.7m, from a loss between 2.5m – 0.5m to a loss of DKK 4.5m.

This revision is due to a decision to discontinue and enter projects in progress of DKK 4.7m as an expense. Other intangible assets will not be affected by the revision.

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Furthermore, the company has decided to book an extraordinary write-off of its tax asset of DKK 4m, which will affect the results after tax for 2005 negatively. Consequently the company expects a loss after tax for 2005 of DKK 11.1m.

None of the above mentioned adjustments will affect the liquidity, and will therefore not directly influence the short-term financial position of the company.

### **Outlook for 2006**

Under existing circumstances the company expects a pre-tax break-even for the accounting year 2006, as the remaining inventory of raw materials will be rationalized.

Please address questions to the CEO of the company, Keld Lindegaard Andersen, tel. +45 4736 5610.

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

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