



Københavns Fondsbørs
Nikolaj Plads 6
1067 København K

20.08.03

11/03

STOCK EXCHANGE ANNOUNCEMENT

Interim report 2003

Today the Board of Topsil Semiconductor Materials A/S approved the unaudited interim report for 2003.

Highlights:

- Revenue for the first six months of 2003 was DKK 57.8m; an increase of 11% compared with the same period last year.
- There was a year-to-date loss of DKK 3.3m including financial receipts of DKK 3.1m in connection with a write-off of debt, and exceptionals of DKK 4.6m, mainly related to the decrease in the dollar exchange rate and the replacement of the managing director.
- The company is continuing negotiations regarding solar cell material, which now include technology.
- Overall results for the year are expected to be a loss ranging between DKK 0-2m, based on the present orders on the books combined with the anticipated market development. The estimate for the year as a whole does not include the outcome of the present negotiations with solar cell manufacturers.

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The main figures are given below:

	2003	2002
DKK '000	<u>Jan. - June</u>	<u>Jan. - June</u>
Revenue	57,752	52,237
Operating profit/loss	-3,179	-532
Profit/loss from ordinary activities	-3,326	-4,209
Net profit/loss for the period	-3,326	-4,209
Equity capital at end of period	73,838	18,494
Total assets	159,437	150,032
Average number of staff	89	89
Depreciation on fixed assets	3,815	5,212

Ratios

DKK '000	2003	2002
	<u>Jan. - June</u>	<u>Jan. - June</u>
Dividends per share	0	0
Equity value per share*	0.29	0.32
Quoted price at end of period*	0.38	1.01
Price/equity value	1.31	3.17
Return on equity after tax (%)	-4.4%	-18.5%
Equity ratio (%)	46.3%	12.3%

*) At the Annual General Meeting on 15 May 2002 the denomination of the share was changed from DKK 1.00 nominal to DKK 0.25 nominal.

Statement of changes in equity:

DKK '000	
Equity capital as at 1/1 2003	77,164
Loss first half 2003	3,326
Equity as at 30/6 2003	73,838

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Financial performance first half 2003

Revenue for Jan. – June was DKK 57.8m, which was an increase of 11% compared with the same period last year. Revenue was in line with the expectations.

There was a loss of DKK 3.3m in the first half of 2003. Results were positively affected by financial receipts of DKK 3.1m from a write-off on debt in connection with redemption of a loan. Results were negatively affected by exceptionals of DKK 4.6m, mainly related to the decrease in the dollar exchange rate and the replacement of the managing director.

The company continues negotiations with solar cell companies. In addition to solar cell material the negotiations also encompass technology.

At the end of the first half the orders on book totalled about DKK 42m, which is a decrease of approx. DKK 8m.

Outlook

Revenue for the year as a whole is expected to be slightly higher than last year. For the second half of 2003 the company expects a positive pre-tax result. For the year as a whole the company expects a loss ranging between DKK 0-2m based on the present orders on the books combined with the anticipated market development. The estimate for the year as a whole does not include the outcome of the present negotiations with solar cell manufacturers.

New Managing Director

The company is in process of employing a new managing director. An announcement is expected in the near future.

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Announcement

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

Christian Buhl	164,250 shares of DKK 0.25 nominal 25,000 convertible bonds of DKK 0.25 nominal
Theis Leth Larsen	2,070 shares of DKK 0.25 nominal
Trine Schønnemann	40,000 shares of DKK 0.25 nominal
Jon Wulff Petersen	107,500 shares of DKK 0.25 nominal 37,200 convertible bonds of DKK 0.25 nominal
David Packness Meyer	157,355 shares of DKK 0.25 nominal 13,000 convertible bonds of DKK 0.25 nominal

Doris Hsu
Chairman

David P. Meyer
Managing Director
+45 47 36 56 12

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

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