

NEAS achieved 20 per cent growth in second quarter 2007

Lysaker, August 28 2007: NEAS continues to grow and achieved operating revenues of NOK 74 million in second quarter 2007, up 20 per cent from the corresponding period in 2006. EBITDA was NOK 1.7 million in the second quarter. During the quarter, NEAS submitted approximately 40 new contracts with a total value of about NOK 50 million, where the largest contract was with First Property Fund Management Ltd. NEAS has also strengthened the company's position within facade maintenance and expanded into the area of vermin control through the acquisition of the company A3 Service og vedlikehold AS. Earnings after tax (EAT) was NOK 20.3 million.

NEAS key financials

<i>(NOK million)</i>	Q2 2007	Q2 2006	YTD 2007	YTD 2006	FY 2006
Total operating revenue	73,8	61,3	140,0	114,6	261,3
Goods consumed	22,4	17,6	41,1	33,3	79,0
Operating expenses	49,8	39,8	101,7	77,3	168,6
EBITDA	1,7	3,9	(2,8)	4,0	13,6
Depreciation and amortization	1,9	1,5	3,6	2,5	7,0
EBIT	(0,2)	2,4	(6,3)	1,5	6,7
Net financial items	20,5	(0,3)	19,2	(1,2)	(2,2)
Earnings Before Tax (EBT)	20,3	2,1	12,9	0,3	4,4
Taxes	0,0	(0,8)	2,0	(0,4)	(1,1)
Earnings After Tax (EAT)	20,3	1,2	14,9	0,0	3,3

Profit and loss

Revenue in the second quarter 2007 was NOK 73.8 million, a growth of 20.4 per cent compared to the corresponding quarter in 2006.

The revenue growth was organic and based on new contracts.

In the first quarter of 2007, revenue was NOK 66.2 million. Year to date, NEAS had total revenues of NOK 140.0 million, a growth of 22.2 per cent.

Total operating expenses (excl. depreciation and amortization), was NOK 72.1 million in the second quarter, compared with 57.4 million in the same quarter in 2006 and NOK 70.7 million in the previous quarter. The increase in expenses was mainly related to start-up of new contracts, and expectations of increased activity level. Because of these expectations NEAS increased the number of employees. The loss on accounts receivables was NOK 1.5 million for the second quarter.

EBITDA in the second quarter was NOK 1.7 million, compared with 3.9 million in 2006. Year to date, the Company had a negative EBITDA of NOK 2.8 million (4.8 million year to date 2006).

Depreciation and amortization ended at NOK 1.9 million in the second quarter, compared to 1.5 million in the same quarter in 2006. EBIT was negative with NOK 0.2 million, compared to EBIT of 2.4 million in the same period last year. Depreciation year to date was NOK 3.6 million (2.4 million year to date 2006).

Net financial items was NOK 20.5 million in the second quarter, mainly due to the acquisition and sale of NEAS' own commercial building in Arnstein Arnebergsvei 12 AS at Lysaker (se more information under the section "Other"). In the second quarter

2006, net financial items were negative by NOK 0.3 million. During the first half of 2007 net financial items were NOK 19.2 million (minus NOK 1.2 million YTD 2006)

Earnings after tax for the second quarter 2007 was NOK 20.3 million, compared to 1.2 million in the second quarter last year. Year to date, EAT was NOK 14.9 million and 0.0 million in the same period last year.

Balance sheet and cash flow

Total assets as of 30 June 2007 NOK 240.9 million, compared to 152.0 million at the end of second quarter 2006. As of first quarter, the total assets were NOK 264.4 million. The company had an equity ratio of 67.2 per cent at the end of second quarter 2007, an increase of 37.5 per cent compared to same period in 2006.

The Cash flow from was negative with NOK 29 million in the quarter (1.2 million in second quarter in 2006). Cash flow from investing activities was positive with NOK 12.8 million compared to a negative cash flow of 5.9 million in second quarter 2006. Cash flow from financing activities was negative with NOK 32.9 million compared to minus NOK 9.3 million last year. Cash flow from operating activities was negative with NOK 8.8 million (NOK 13.9 million in the second quarter 2006)

Segment information

NEAS recently reorganised the business in two main business areas: Operations and Consulting.

NEAS Operations is an independent administration and operations firms for property owners and tenants. The main services for the business area are real estate management and real estate operations/maintenance and services. As of June 30. 2007, the business area Operations was involved in operating activities of 1,500 properties, representing a total of 4.4 million square metres.

NEAS Consulting is a real estate advisory firm. The main services are real estate development, facility services, fire safety consulting services and legal services and rental brokerage.

10 per cent growth in Operations

<i>(NOK thousands)</i>	Second quarter		Year
	2007	2006	2006
Revenues	43,1	39,3	161,3
EBITDA	1,2	2,5	5,6
EBIT	(0,6)	1,6	0,9

For the second quarter, the business area Operations had revenues of NOK 43.1 million, an increase of 9.7 percent. The increase was related to organic growth, like contracts with VITAL that started February 1 this year.

During the quarter, NEAS Operations entered into a five year agreement with First Property Fund Management for the provision of technical management services and general management of four large commercial buildings comprising a total area of 70,000 square meters. The agreement has an initial value of NOK 10 million. Costs related to start-up of the contract were taken in second quarter 2007, and according to normal development of similar contracts, profitability is likely to be achieved in the end of next quarter. In addition, the contract has a potential for sale of additional services, so that the profitability can improve further during the time of the agreement.

As previously communicated, NEAS is working to optimize the allocation and use of resources in the business area Operation. Actions include building up a new internal unit for "Landscaping", which will deliver services within snow shovel. This will contribute to reduce the seasonal variations, where in particular the first and fourth quarter has had lower activity levels.

During the quarter, "Landscaping" has entered into contracts of approximately NOK 3.5 million which is expected to increase to NOK 6.5 million in 2008. NEAS is now positioned to bid for larger tenders that will come during the autumn.

40 per cent growth in Consulting

<i>(NOK thousands)</i>	Second quarter		Year
	2007	2006	2006
Revenues	30,7	22,0	100,0
EBITDA	0,5	1,4	8,1
EBIT	0,4	0,8	5,8

In second quarter 2007, Consulting had revenues of NOK 30.7 million, compared with 22.0 million in the corresponding quarter in 2006. The marked for consulting services is characterised by great activity and demand for the companies products. This reflects the increase of 39.5 per cent.

Other

In the end of April, NEAS entered into an agreement with NCC Property Development to purchase the shares in Arnstein Arnebergsvei 12 AS. This is located at Lysaker outside Oslo where it will be built a 4,900-square metres office building tailored to NEAS' organization. NEAS later agreed to sell the shares to Pareto Eiendomsinvest Nordic AS, including a 10 year lease to NEAS. The transaction gave NEAS a financial gain of about NOK 20 million.

At the end of the quarter, NEAS agreed with A3 Holding to acquire the companies A3 Service og Vedlikehold AS, as well as A3 Skadedyrkontroll AS for a consideration of up to NOK 14.75 million. A3 specialises in facade cleaning and vermin control, where the latter is a new area for NEAS.

In 2006, the two companies had total revenues of NOK 12.5 million and a combined operating profit of NOK 2.0 million. The acquisition is officially a part of NEAS from July 1 2007 and is expected to increase NEAS revenues for the year with about 2.0 per cent. A3 will be a part of the business area Operations.

Organisation

By the end of June 2007, NEAS had 305 employees, an increase of 7 since the end of last quarter.

Related to NEAS contract with Pitney Bowes (reported in the end of the first quarter this year) and the acquisition of A3, NEAS has from July 1 2007 taken over 21 employees from the two mentioned companies.

OUTLOOK

Facility management marked is growing and Neas expects the growth to continue. The development of the Facility Management market in Norway is following the international trends where the share of properties managed by Facility Management companies is substantial higher.

NEAS is in the process of finalizing several tenders which has been in a process through the year. Based on this the Board of Directors still expects a good organic growth.

The Board of Directors expects to announce further acquisitions within a short period of time. Such acquisitions will broaden the company's position as the leading real estate company.

Based on the development the first six months of the year, the margin for the year will be lower than previously expected.

However, the Board expects a positive development in the second half of 2007 and expects that the Groups' margin target will be reached during this period.

Oslo, August 27, 2007
Board of Directors

NEAS consolidated income statement second quarter 2007

PROFIT AND LOSS STATEMENT (NOK thousands)	Second quarter		Full year	
	2007	2006	2006	2005
Total operating revenues	73 823	61 314	261 258	149 465
Gold consumed	22 350	17 609	79 041	42 257
Operating expenses	49 762	39 811	168 569	98 878
Depreciation and amortization	1 897	1 510	6 987	4 121
Total operating expenses	74 009	58 930	254 597	145 257
Earnings Before Interest and Tax (EBIT)	(186)	2 384	6 660	4 208
Net financial items	20 488	(320)	2 243	1 761
Earnings Before Tax (EBT)	20 302	2 064	4 417	2 447
Taxes	0	848	1 096	243
Earnings After Tax (EAT)	20 302	1 216	3 320	2 204
Attributable to:				
Equity holders of NEAS ASA	20 302	1 216	3 320	2 187
Minority interest				17
Total profit for the period	20 302	1 216	3 320	2 204
EPS* (NOK)	2,59	0,27	0,75	0,60
EPS fully diluted (NOK)	2,59	0,27	0,70	0,57
Average number of shares (1000)	7 825	4 451	4 444	3 673
Average number of shares fully diluted (1000)	7 825	4 451	4 747	3 871

*EPS = Earnings per share

NEAS consolidated balance sheet second quarter 2007

BALANCE SHEET (NOK thousands)	Second quarter		Full year	
	2007	2006	2006	2005
ASSETS				
Intangible assets	91 946	86 077	89 777	79 077
Tangible fixed assets	11 217	6 313	10 453	7 504
Long-term receivables	375	25	498	681
Trade debtors	46 698	45 811	58 100	35 342
Inventories	1 431	506	1 284	718
Prepayments and other receivables	19 156	12 185	12 028	5 226
Cash and cash equivalents	70 125	1 120	12 860	8 598
Total assets	240 948	152 037	185 000	137 146
EQUITY AND LIABILITIES				
Paid-in capital	141 392	45 154	58 330	45 956
Retained earnings	26 398			
Non-current liabilities	26 694	28 255	21 403	36 726
Current liabilities	52 464	78 628	105 267	54 465
Total equity and liabilities	240 948	152 037	185 000	137 147

NEAS consolidated cash flow statement second quarter 2007

CASH FLOW STATEMENT <i>(NOK thousands)</i>	Second quarter		Full year	
	2007	2006	2006	2005
Cash flows from operating activities	(48 946)	13 919	2 366	(6 362)
Cash flows from investment activities	(2 541)	(5 905)	(6 561)	(40 803)
Cash flows from financing activities	28 244	(9 259)	432	54 975
Change in cash and cash equivalents	(23 243)	(1 245)	(3 763)	7 809
Cash and cash equivalents, beginning of period	93 368	2 365	4 134	(3 675)
Cash and cash equivalents, end of period	70 125	1 120	371	4 134

EQUITY <i>(NOK thousands)</i>	Second quarter		Full year	
	2007	2006	2006	2005
Opening balance			45 956	15 273
Equity issues			8 236	28 449
Changes in minority interest				(237)
Net profit attributable to equity holders of NEAS ASA			3 320	2 187
Other			817	284
Closing balance			58 330	45 956

NEAS segment results second quarter 2007

SEGMENTS RESULTS <i>(NOK thousands)</i>	Second quarter		Full year	
	2007	2006	2006	2005
Revenues, Operations	43 088	39 345	161 292	88 998
Revenues, Consulting	30 735	21 969	99 966	60 891
Total revenues	73 823	61 314	261 258	149 889
EBITDA Operations			5 558	4 300
EBITDA Consulting			8 090	3 963
EBITDA total	1 711	3 894	13 648	8 263
EBIT Operations	(600)	1 566	896	1 840
EBIT Consulting	414	818	5 765	2 369
EBIT total	(186)	2 384	6 660	4 208

NEAS 20 largest shareholders as of August 20, 2007

	NAME	HOLDINGS	SHARE - %
1	NCP IV	3 833 183	48.80 %
2	Dresdner Bank	390 000	4.96 %
3	Skagen Vekst	380 600	4.84 %
4	Lundhs Labradoreksport	303 000	3.86 %
5	Odin Eiendom	303 000	3.86 %
6	Investigate AS	283 333	3.61 %
7	Goldman Sachs Int	281 783	3.59 %
8	Totalreform Management	231 173	2.94 %
9	Griffin Umbrella Fund	198 300	2.52 %
10	Holberg Norden	181 800	2.31 %
11	SEB Private Bank Luxembourg	180 400	2.30 %
12	MP Pensjon	180 000	2.29 %
13	State Street Bank	109 217	1.39 %
14	Morgan Stanley	100 000	1.27 %
15	Tor Rønhovde	95 000	1.21 %
16	Holberg Norge	91 000	1.16 %
17	Ingerø Reiten	69 000	0.88 %
18	Warren Wicklund	63 400	0.81 %
19	NB Aksjefond	60 000	0.76 %
20	Vissit AS	52 876	0.67 %
	Total holdings 20 largest	7 387 065	94.04%
	Other		5.96%
	SUM	7 855 608	100.00%

Notes to NEAS ASA second quarter results 2007

1 Corporate information

NEAS ASA is a limited company registered in Norway and listed on the Oslo Stock Exchange under the symbol NEAS. The principle activity of the group is Facility Management ("FM"), and the company is providing a broad range of property related services and solutions to property owners, developers and tenants.

The NEAS Group includes the parent company NEAS ASA, and the wholly owned subsidiaries Nexus Drift AS, Totalreform AS, NEAS Megling AS, NEAS Brannconsult og Eikpart As.

2 Basis for preparation and selected significant accounting policies

The unaudited interim condensed consolidated financial statements of the group for the three months ended 31. March 2007 has been prepared in accordance with IFRS/IAS 34. The interim financial statements do not include all information and disclosures required in annual financial statements but only selected significant information. The principles applied are consistent to the ones used in the 2006 annual report and we refer to this report for further details on applied accounting principles.

2.1 Basis for consolidation

The Group's Interim consolidated financial statements comprise of NEAS ASA and companies in which NEAS ASA has a controlling interest.

2.2 Intangible assets

Intangible assets are recognized in the balance sheet if it can be proven that there are probable future economic benefits that can be attributed to the assets owned by the Group, and the assets' cost price can be reliably estimated. Intangible assets – except for deferred tax asset - are recognized at their cost price and evaluated for impairment.

Amortization of an intangible asset is normally carried out using the straight-line method over the estimated useful life.

The amortization estimate and method is subject to an assessment based on the pattern of consumption of future economic benefits.

2.3 Revenues

Revenue from services rendered is recognized in the profit and loss statement in proportion to the stage of completion. The stage of completion is assessed by reference to surveys of worked performed.

3 Operating revenues and expenses

Operating revenues and expenses have increased in Q1 2007 compared with Q1 2006 mainly due to a significant increase in demand for the Group's services.

4 Depreciation and amortization

The amounts for depreciation and amortization include depreciation on leased assets as long as the assets are capitalized in the balance sheet as a consequence of a financial lease. Goodwill is not amortized.

5 Net financial items

The group's financial items mainly consist of interest income and interest expense. The group is not significantly exposed to fluctuations in currencies.

6 Trade debtors

Starting from Q1/Q2 2007 the group expects a significant decrease in trade debtors due to new and improved routines.

7 Earnings per share

The basic earnings per share are calculated as the ratio of the profit for the year that is due to the ordinary shareholders of the company divided by the weighted average number of ordinary shares outstanding.

When calculating the diluted earnings per share, the profit that is due to the ordinary shareholders and the weighted average number of ordinary shares outstanding are adjusted for all the dilution effects relating to convertible bonds and share options.

8 Equity and cash flow

During the first quarter 2007, NEAS ASA issued 3,000,000 at NOK 33 per share in connection with the listing of the company's shares at Oslo Stock Exchange. The total gross proceeds in cash from the share offering amounted to NOK 98,8 million (due to discount).