

September 1, 2014

Nortec-Cannon A/S acquire PU business from HOVMAND A/S

We are pleased to announce that Nortec-Cannon A/S and HOVMAND A/S have entered into an agreement in which Nortec-Cannon A/S will acquire HOVMAND's PU business as per 1. September 2014. All PU activities will continue in the company Nortec-Hovmand A/S and be part of the Nortec-Group.

"Our PU business is an ideal fit for Nortec-Cannon" said Søren Hovmand, CEO of HOVMAND A/S and son of the founder Hans Christian Hovmand. "The acquisition will be of benefits to customers on both domestic and international levels and generate significant value by driving further product innovation and a deeper engagement with our customers and partners."

HOVMAND A/S was founded in 1972 by Hans Christian Hovmand and the first PU machine was launched more than 40 years ago.

Nortec-Hovmand A/S is owned by Nortec-Cannon A/S which is a well-known company with more than 45 years of experience in PU business. Since 1969 Nortec-Cannon has been representing the world No. 1 manufacturer of PU machinery and plants, Cannon S.p.A.

"This transaction strengthens the Nortec-Group's ambition to create a global leader in PU machines for foaming joints of heat district pipes", said Nortec-Group CEO Thomas Olkjær, "- and it will give us a more competitive edge while allowing us to offer a greater range of services."

The daily business in Nortec-Hovmand A/S will be headed by Lene Holmskov who has a degree in chemical engineering and a wide experience within the plastic industry. Lene Holmskov is shareholder in Nortec-Hovmand A/S. Kristian Kjerri who has worked with HOVMAND PU machines since 2008 will be responsible for technical support and service. Kristian Kjerri is a highly skilled PU specialist with many years experience in machines and materials.

Nortec-Hovmand A/S will have headquarter, production and warehouse together with Nortec-Cannon A/S situated north of Copenhagen close to the E55 motorway.

If you have any questions please do not hesitate to contact us:

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We look forward to a long and mutually beneficial relationship with our customers and business partners.

Best regards

HOVMAND A/S



Søren Hovmand, CEO

Nortec-Hovmand A/S



Thomas Olkjær, CEO