

21 July, 2005

KONE's Pro Forma Review: January–June, 2005

Strong Order and Sales Growth and Improved Profits

- Kone Corporation demerged into two separately listed corporations, KONE Corporation and Cargotec Corporation, on 1 June, 2005. This pro forma review presents KONE's January–June 2005 financial performance according to the business and corporate structure prevailing after the demerger.
- Second quarter order intake continued strong. Sales and profits also improved.
- The development and restructuring program proceeded as planned.
- Two joint ventures were formed with the aim of strengthening KONE's position in China and Russia.
- KONE reiterates its outlook for unchanged operative profitability for the calendar year 2005, disregarding the EUR 89.2 million cost of the development and restructuring program.

Key Figures

		4-6/2005	4-6/2004	1-6/2005	1-6/2004
Orders	MEUR	688.3	543.7	1 292.4	1,062.0
Order book	MEUR	2 264.7	1,959.5	2 264.7	1,959.5
Sales	MEUR	783.1	695.1	1 432.4	1,252.2
Operating income	MEUR	60.8	42.5	99.8*	69.9
Cash flow from operations (before financial items and taxes)	MEUR	58.9	28.7	127.7	97.8
Net income	MEUR	39.5	29.8	-0.5	49.4
Net debt	MEUR	106.5	167.9	106.5	167.9
Total equity/total assets	%	27.0	22.0	27.0	22.0
Gearing	%	18.0	36.4	18.0	36.4

*Excluding a MEUR 89.2 provision for the development and restructuring program. Operating income in January-June 2005 including the provision was MEUR 10.6.



President of KONE, Matti Alahuhta, in conjunction with the review:

“We are pleased with the progress in the first half of 2005. Growth in order inflow was strong in all market areas. In the second quarter it was strongest in the Asia-Pacific area, where good progress was seen especially in China and India. Our record high order book is a result of both regional actions and our strengthening product portfolio.

Our change programs for improving customer focus, product portfolio and productivity as well as increasing purchasing power are all progressing as planned. Similarly, the implementation of the restructuring and development plan of our global production network is progressing well.

The favorable performance during the first half of 2005 creates a good ground to reach the communicated targets for the full year. We are also confident that the ongoing change programs will enable us to achieve faster-than-market growth and improved profitability next year. I want to thank our personnel, who have promptly embraced this challenge.”

This review is unaudited.

KONE’s pro forma Review for the period January-September, as well as the Interim Report, for the four-month period June-September, will be published on Friday, 21 October, 2005. In 2005, KONE’s accounting period will be 1 June - 31 December.

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KONE is the world’s fourth largest elevator and escalator company and provides complete and innovative solutions for the installation, maintenance and modernization of elevators and escalators and the maintenance of automatic building doors. KONE provides safe and easy access to hundreds of millions of people daily in all parts of the world. KONE has annual net sales of approximately EUR three billion and about 27,000 employees. Its class B shares are listed on the Helsinki Exchanges.

www.kone.com



Review for January–June 2005

Market Development in the Second Quarter of 2005

In the region covering Europe, the Middle East and Africa (EMEA), overall demand for new elevators and escalators remained largely unchanged during the second quarter. Demand for residential solutions was at a good level, particularly in France, while Germany remained weak. Construction activity in the office-building segment was weak. Activity in the high-rise market in the Middle East continued to be strong. In North America, the market for new equipment improved. Demand in China increased somewhat from its high level in 2004. India also showed continued growth while the Australian construction market was cooling off. Demand for modernizations and upgrades continued to improve, particularly in European countries where EU safety norms are being adopted in local legislation.

Pricing in Europe and Asia remained tight due to increased competition in the machine-room-less elevator segment while price pressure in North America eased slightly. Increasing imports of escalators from China continued to exert pressure on prices in Europe and the Middle East, in particular for standard equipment. Maintenance prices continue to be under some pressure in Europe, partly due to the increased bundling of maintenance contracts by international and public-sector customers.

Orders Received and Order Book

In January-June 2005, orders received, excluding the value of maintenance contracts, totaled EUR 1,292 (1-6/2004: 1,062) million. Growth was 22 percent and with comparable exchange rates 23 percent. At the end of June, the order book stood at EUR 2,265 (end of 2004: 1,796) million.

In the second quarter, KONE's order intake in EMEA showed strong growth compared to the second quarter of 2004. KONE further strengthened its position in the public transportation segment by securing an order in June to be delivered over the next five years, worth approximately EUR 30 million for heavy-duty escalators for the London Underground, and a significant escalator order for the railway station in Dortmund, Germany. Good order intake for major projects continued in the Middle East.

Order intake in North America rose substantially compared to the second quarter of 2004 but did not achieve the level of the first quarter of 2005, which was exceptionally high and included the Trump Tower order. KONE strengthened its market position as machine-room-less solutions continued to gain market share at the expense of hydraulic elevators.

KONE's total second-quarter order-intake growth was strongest in the Asia Pacific region as a result of good progress especially in China, where KONE's organization has been strengthened and product portfolio has been expanded. Significant orders were also booked in India.



Sales

In January-June 2005, net sales totaled EUR 1,432 (1,252) million. Net sales increased 14 percent and with comparable exchange rates 16 percent. New equipment revenue accounted for EUR 540.2 (425.4) million and service revenue for EUR 892.2 (826.8) million.

Second quarter new equipment sales were clearly higher than in the second quarter of 2004. Both the modernization and maintenance business developed favorably.

Sales by geographical segments MEUR

	4-6/2005	%	4-6/2004	%	1-6/2005	%	1-6/2004	%	2004	%
EMEA*	526.6	67	452.0	65	958.1	67	822.9	66	1,904.0	66
Americas	163.2	21	152.3	22	306.1	21	276.6	22	628.9	22
Asia Pacific	93.3	12	90.8	13	168.2	12	152.7	12	361.6	12
Total	783.1		695.1		1 432.4		1252.2		2,894.5	

* EMEA = Europe, Middle East, Africa

Income, Balance Sheet and Cash Flow

In January-June 2005, KONE's operating income, excluding the EUR 89.2 million provision for the development and restructuring program described below, was EUR 99.8 (69.9) million, representing 7.0 (5.6) percent of net sales. Operating income, including the EUR 89.2 million provision, was EUR 10.6 million. Net income amounted to EUR -0.5 (49.4) million.

The increase in second-quarter operating profit compared to the second quarter of 2004 was mainly due to higher installation volumes and productivity in the new equipment business and better implementation of major projects than in the comparison period.

In January-June 2005, cash flow from operations (before financial items and taxes) totaled EUR 127.7 (97.8) million. At the end of June, net working capital was negative at EUR -240.8 (end of 2004: -180.0) million.

At the end of June, net debt amounted to EUR 106.5 (end of 2004: -61.4) million. The total equity/total assets ratio was 27.0 (35.2) percent, and gearing was 18.0 (-8.4) percent. Net debt increased, mainly due to the payment of Kone Corporation's dividend totaling EUR 127.3 million.

Development and Restructuring Program

In order to improve the productivity of its production network and the cost-competitiveness of its products, KONE created a development and restructuring program, which was disclosed in March 2005. KONE is planning to relocate certain supply functions and concentrate production volumes in cost-effective locations. In addition, KONE will continue concentrating certain competencies globally in order to achieve benefits of scale.

KONE initiated negotiations pursuant to implementing the restructuring plan in Hattingen, Germany and in Bristol, the U.K. In Hattingen, the negotiation process has now progressed to

where the supervisory board of KONE GmbH has approved the restructuring concept for the Hattingen facility according to a plan developed by the local management board. Affected by the restructuring will be approximately 300 employees, and negotiations concerning the social plans will begin next.

The negotiations in the electrification component unit in Bristol were concluded, and the production unit will be closed down in 2005, resulting in redundancy of approximately 90 persons. The production of electrification components for standard elevators will be concentrated at the Slimpa plant in Italy; and electrification for elevators requiring customized, extensive engineering will be concentrated at the Hyvinkää plant in Finland.

The measures presented in the program target an annual positive impact on operating income of almost EUR 30 million with much of this effect being felt already in 2006. The total one-time operating income impact of the program, including lay-offs, canceling of long-term commitments, and write-offs of assets will be EUR 89.2 million.

Capital Expenditure and Product Development

In January-June 2005, capital expenditure totaled EUR 102.9 (47.9) million, of which acquisitions accounted for EUR 77.6 (31.0) million. Product development expenditures totaled EUR 20.4 (20.5) million or 1.4 (1.6) percent of net sales.

During the second quarter, several initiatives were taken to develop KONE's product portfolio in order to maximize accessible markets. Measures to broaden the product range through a more flexible modular process to meet differing regional demand better were also initiated. The latest product launches include additions to the MonoSpace® product family and a new elevator model which requires a machine room even smaller than that of the MiniSpace™, targeted for Asian buildings of more than 12 floors. In addition, KONE is currently building up the supply chain for counterweight-less KONE MaxiSpace™ solutions in order to support increased order and installation volumes across Europe in 2006.

Personnel

KONE had 26,668 (end-2004: 25,262) employees at the end of June 2005. The average number of employees during the period January-June 2005 was 25,725 (2004: 24,315). The increases are mainly due to acquisitions in India and Thailand and expanded operations in China.

Growth by Acquisition

KONE continued its acquisition activity in order to strengthen its position in growth markets and increase the density of its maintenance base.

During the second quarter of 2005, KONE signed two significant joint-venture agreements. In April 2005, KONE and Toshiba Elevator and Building Systems Corporation (TELC) agreed to strengthen their alliance by establishing an independent joint-venture company for escalator



production in China. KONE will own 70 percent of the new company, and TELC will own 30 percent. The joint venture will be the main source of escalators for both parties and will offer a full range of escalator products based on KONE and TELC designs.

In addition, KONE signed a joint-venture agreement with Russia's premier elevator company, Karacharovo Mechanical Factory (KMZ), which will significantly increase KONE's participation in the rapidly growing Russian elevator and escalator market. KONE will own 40 percent of the new company, KMZ-Kone, and KMZ's current beneficial owner will own 60 percent of the joint venture with KONE holding an option to increase its shareholding to a majority stake. Finalization of both joint-venture agreements will follow approval by the appropriate authorities.

The independent joint-venture company Giant Kone Elevator Company Ltd started operations in the second quarter. KONE owns 40 percent of Giant-Kone.

UK Lift Company, which was acquired in February 2005, was consolidated into KONE's figures as of 1 January. Thai Lift Industries, which KONE acquired in March, was consolidated into KONE's figures during the second quarter, and the company has been delisted from the stock exchange.

European Commission Investigation

In January 2004 the European Commission initiated an investigation of the European elevator and escalator industry, alleging anticompetitive behavior on an EEA-wide basis. As a result of an internal audit, KONE identified certain local anti-competitive practices in Belgium, Luxembourg and Germany but has not found evidence or indications of any European-wide anti-competitive practices.

KONE has taken immediate measures to stop anything that could potentially be considered anti-competitive behavior. KONE continues to be fully responsive to and cooperative with the European Commission's investigations.

Extraordinary Shareholders' Meeting

KONE Corporation's Extraordinary Shareholders' Meeting was held in Helsinki on 17 June, 2005. The Extraordinary Shareholders' Meeting decided to raise the number of members of KONE Corporation's Board of Directors to eight and elected Reino Hanhinen as a new member of the Board in accordance with the Nomination Committee's proposal. The other members of the Board are Antti Herlin (chairman), Sirkka Hämäläinen-Lindfors (vice chairman), Matti Alahuhta, Jean-Pierre Chauvarie, Masayuki Shimono, Gerhard Wendt and Iiro Viinanen.

In addition, the Board of Directors' proposal that the Annual General Meeting authorize the Board of Directors to repurchase KONE's own shares with assets distributable as profit was approved. Altogether no more than 6,367,000 shares may be repurchased, of which no more than 952,000 are class A shares and 5,415,000 are class B shares, taking into consideration the



provisions of the Companies Act regarding the maximum amount of own shares that the company is allowed to possess. The proposed amount corresponds to nearly 10 percent of both the share capital and total voting rights of the company.

In addition, the Board of Directors was authorized to decide to whom and in which order the repurchased shares will be distributed. The repurchased shares may be used as compensation in acquisitions and in other arrangements in the manner and to the extent decided by the Board of Directors.

These authorizations shall remain in effect for a period of one year from the date of decision of the Extraordinary Shareholders' Meeting.

Changes in the Group Management

At the end of April, KONE announced a new organizational structure, which took effect from 1 May, 2005. The Executive Board consists of Matti Alahuhta (President); the four area directors: Pekka Kemppainen (Asia-Pacific), Eric Maziol (West and South Europe), Heimo Mäkinen (North America) and Noud Veeger (Central and North Europe); three business unit directors: Heikki Leppänen (New Elevator and Escalator Business), Peter de Neef (Service Business) and William Orchard (Major Projects); and three directors for global functions: Klaus Cawén (Mergers & Acquisitions and Strategic Alliances, Legal Affairs) Aimo Rajahalme (Finance and Information Services), and Kerttu Tuomas (Human Resources).

Option Program and Share Capital

KONE 2005 option program is based on the option program 2004 of the demerged Kone Corporation. The option program includes approximately 250 key employees. The program was introduced in 2000, and the amount of option rights to be given was tied to the development of Kone's cumulative net income (after taxes) in 2001-2003.

The new option rights 2005 A and B have been entered into the book-entry system and listed on the main list of the Helsinki Stock Exchange as of June 1, 2005. The share subscription price of KONE 2005 A and 2005 B option rights is EUR 16.08 per share. Each KONE 2005 A and 2005 B option right entitles to subscribe three KONE class B shares. The A option rights entitle to subscription of 216,555 KONE class B shares. The B option rights entitle to subscription of 437,700 KONE class B shares. The increase in shares through subscription represents 1.02 percent of the shares and 0.44 percent of the voting rights in KONE.

On 30 June 2005, KONE's share capital was 63,754,755.00 euro, comprising 54,228,666 listed class B shares and 9,526,089 unlisted class A shares.

Repurchase of KONE Shares

KONE Corporation's Extraordinary Shareholders' Meeting held on 17 June, 2005 authorized the Board of Directors to repurchase and redistribute the company's own shares. On the basis of this authorization KONE Corporation's Board of Directors decided to commence



repurchasing shares at the earliest on 27 June, 2005. The repurchasing of shares will continue until otherwise announced.

At the end of the reporting period, KONE did not have any own shares in its possession.

At the end of the reporting period, KONE's Board of Directors had no current authorization to raise the share capital or to issue convertible or warrant loans.

Changes in Ownership

On 5 April, 2005 an agreement was reached by Antti Herlin, Ilkka Herlin, Ilona Herlin and Niklas Herlin, the execution of which leads to a change in the ownership structure of KONE Corporation. As a part of the announced reorganization, KONE Corporation was informed on 30 June, 2005 of the demerger of Security Trading Ltd. becoming effective, the exchange of shares by main shareholders in the new companies established in the demerger, and the share transactions carried out by Holding Manutas Ltd. with the companies that were created by the demerger. The conditions for the transfer of shares were based on the main shareholders' April 5, 2005 agreement. As a consequence of this reorganization, the shareholding in KONE Corporation controlled by Antti Herlin corresponds to 20.83% of the shares and 61.99% of the votes.

Significant events after the period under review

On 20 July, 2005, KONE announced a shareholders' agreement between the Kone Foundation and Antti Herlin. Under the agreement, the Kone Foundation has the right to appoint its representative as a candidate for KONE's Board of Directors, and Antti Herlin is committing himself to use his direct and indirect voting rights to ensure that the candidate is selected as a full member. The agreement will be applied during KONE's next annual general meeting.

Outlook for the Calendar Year 2005

KONE reiterates its outlook for the calendar year 2005, maintaining the approximate 8 percent pro forma EBIT level achieved in 2004, when disregarding the EUR 89.2 million costs of the development and restructuring program.

The financial performance in the first half of 2005 has been favorable compared to the exceptionally weak first six months of 2004. Sales in 2004 were concentrated to the second half of the year, while sales in 2005 are expected to be more evenly distributed.

The development and restructuring program is well underway, and most of it will be implemented during 2005. KONE will also continue implementing the initiated change programs to enable faster-than-market growth and improving profitability from 2006 onwards.

Consolidated statement of income

MEUR	1-6/2005	%	1-6/2004	%	1-12/2004 *	%
Sales	1,432.4		1,252.2		2,894.5	
Costs and expenses	-1,393.0		-1,153.6		-2,601.5	
Depreciation	-28.8		-28.7		-58.4	
Operating income	10.6	0.7	69.9	5.6	234.6	8.1
Share of associated companies' income	0.7		0.6		1.3	
Financing income and expenses	-5.6		-1.1		-2.7	
Income before taxes	5.7	0.4	69.4	5.5	233.2	8.1
Taxes	-6.2		-20.0		-69.2	
Net income	-0.5	0.0	49.4	3.9	164.0	5.7

Net income attributable to:

Shareholders of the parent company	0.1		49.3		163.9	
Minority interests	-0.6		0.1		0.1	
Total	-0.5		49.4		164.0	

*) Disregarding EUR 15.3 million non-recurring income due to a provision reversal regarding disability pensions.

Basic earnings per share for profit
attributable to the shareholders of the
parent company, EUR

0.00	0.79	2.66
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Consolidated balance sheet

Assets

MEUR	30.6.2005	30.6.2004	31.12.2004
Non-current assets			
Intangible assets	540.4	478.2	500.2
Tangible assets	222.9	196.0	186.8
Loans receivable and other interest-bearing assets	63.6	64.8	77.1
Other non interest-bearing assets	126.5	100.9	97.7
Investments	176.7	148.9	158.4
Total	1,130.1	988.8	1,020.2
Current assets			
Inventories	169.0	142.9	130.3
Loans receivable and other interest-bearing assets	8.8	0.7	0.8
Accounts receivable and other non interest-bearing assets	719.4	640.0	658.4
Cash and bank	169.7	328.9	255.1
Total	1,066.9	1,112.5	1,044.6
Total assets	2,197.0	2,101.3	2,064.8

Shareholders' equity and liabilities

MEUR	30.6.2005	30.6.2004	31.12.2004
Equity	592.7	461.5	726.8
Non-current liabilities			
Loans	137.7	237.8	139.1
Deferred tax liabilities	20.4	6.3	10.6
Pension benefit liabilities and other liabilities	152.2	143.7	147.2
Total	310.3	387.8	296.9
Provisions	197.9	163.4	143.3
Current liabilities			
Loans	210.9	324.5	132.5
Accounts payable and other liabilities	885.2	764.1	765.3
Total	1,096.1	1,088.6	897.8
Total shareholders' equity and liabilities	2,197.0	2,101.3	2,064.8

Consolidated statement of changes in equity

MEUR	Share capital	Share premium account	Fair value and other reserves	Translation differences	Retained earnings	Minority interests	Total equity
1 January, 2005	63.7	91.6	11.0	-1.7	539.6	22.6	726.8
Dividends paid					-127.3		-127.3
Issue of shares	0.1	2.2					2.3
Purchase of own shares							0.0
Sales of own shares							0.0
Cash flow hedge			-15.1				-15.1
Change in translation differences				5.6			5.6
Change in minority interests						0.9	0.9
Net income for the period					0.1	-0.6	-0.5
30 June, 2005	63.8	93.8	-4.1	3.9	412.4	22.9	592.7

MEUR	Share capital	Share premium account	Fair value and other reserves	Translation differences	Retained earnings	Minority interests	Total equity
1 January, 2004	63.5	62.1	0.6	0.7	474.5	20.5	621.9
Dividends paid					-125.1		-125.1
Issue of shares	0.2	4.6					4.8
Purchase of own shares					-90.1		-90.1
Sales of own shares		24.9			116.4		141.3
Cash flow hedge			10.4				10.4
Change in translation differences				-2.4			-2.4
Change in minority interests						2.0	2.0
Net income for the period					163.9	0.1	164.0
31 December, 2004	63.7	91.6	11.0	-1.7	539.6	22.6	726.8

Consolidated cash flow

MEUR	1-6/2005	1-6/2004	1-12/2004
Operating income	10.6	69.9	234.6
Change in working capital	88.3	-0.8	-4.0
Depreciation	28.8	28.7	58.4
Cash flow from operations	127.7	97.8	289.0
Cash flow from financial items and taxes	-49.2	-27.7	-55.3
Cash flow from operating activities	78.5	70.1	233.7
Cash flow from investing activities	-121.4	-39.4	-125.6
Purchase and sales of own shares	0.0	-90.1	60.0
Share issue	2.3	3.0	4.8
Dividends paid	-127.3	-125.1	-125.1
Change in net debt	-167.9	-181.5	47.8
Net debt in the beginning of period	-61.4	-13.6	-13.6
Net debt in the end of period	106.5	167.9	-61.4
Change in net debt	-167.9	-181.5	47.8

Key figures

		1-6/2005	1-6/2004	1-12/2004
Basic earnings per share	EUR	0.00	0.79	2.66
Equity per share	EUR	8.94	7.26	11.06
Interest bearing net debt	MEUR	106.5	167.9	-61.4
Total equity/total assets	%	27.0	22.0	35.2
Gearing	%	18.0	36.4	-8.4
Return on equity	%	neg.	18.2	24.3
Return on capital employed	%	2.3	13.6	23.1
Total assets	MEUR	2,197.0	2,101.3	2,064.8
Assets employed	MEUR	699.2	629.4	665.4
Working capital	MEUR	-240.8	-193.7	-180.0



Sales by geographical segments MEUR	1-6/2005	%	1-6/2004	%	1-12/2004	%
EMEA*	958.1	67	822.9	66	1,904.0	66
Americas	306.1	21	276.6	22	628.9	22
Asia Pacific	168.2	12	152.7	12	361.6	12
Total	1,432.4		1,252.2		2,894.5	

* EMEA = Europe, Middle East, Africa

Orders received MEUR	1-6/2005	1-6/2004	1-12/2004
	1,292.4	1,062.0	2,135.8

Order book MEUR	30.6.2005	30.6.2004	31.12.2004
	2,264.7	1,959.5	1,796.1

Capital expenditure MEUR	1-6/2005	1-6/2004	1-12/2004
In fixed assets	17.6	14.2	41.9
In leasing agreements	7.7	2.7	4.7
Total	25.3	16.9	46.6

Expenditure for R&D MEUR	1-6/2005	1-6/2004	1-12/2004
	20.4	20.5	41.0
Expenditure for R&D as percentage of sales	1.4	1.6	1.4

Number of employees	1-6/2005	1-6/2004	1-12/2004
Average	25,725	24,007	24,315
At the end of the period	26,668	24,359	25,262

Notes on the consolidated financial statements

Commitments

MEUR	30.6.2005	30.6.2004	31.12.2004
Mortgages			
Group and parent company	30.7	0.7	0.7
Pledged assets			
Group and parent company	11.8	15.1	11.4
Guarantees			
Associated companies	5.5	16.6	18.4
Others	109.0	38.0	18.8
Operating leases	100.1	94.0	89.5
Other contingent liabilities	-	0.4	-
Total	257.1	164.8	138.8

The future minimum lease payments

under non-cancellable operating leases	30.6.2005	30.6.2004	31.12.2004
Less than 1 year	26.7	28.2	23.1
1-5 years	60.9	52.3	53.4
Over 5 years	12.5	13.5	13.0
Total	100.1	94.0	89.5

Derivatives	Positive fair value	Negative fair value	Net fair value	Net fair value	Net fair value
Fair values of derivative financial instruments					
MEUR	30.6.2005	30.6.2005	30.6.2005	30.6.2004	31.12.2004
FX Forward contracts	23.7	44.8	-21.1	-0.6	22.6
Currency options	0.2	0.5	-0.3	0.1	0.2
Cross-currency swaps	32.6	0.0	32.6	29.3	39.1
Interest rate swaps	0.0	0.1	-0.1	-1.6	-0.8
Electricity derivatives	0.8	0.0	0.8	0.5	0.0
Total	57.3	45.4	11.9	27.7	61.1

Nominal values of derivative financial instruments

MEUR	30.6.2005	30.6.2004	31.12.2004
FX Forward contracts	1,347.1	1,279.2	1,608.4
Currency options	73.6	107.5	86.3
Cross-currency swaps	173.8	173.8	173.8
Interest rate swaps, due under 1 year	75.0	20.0	75.0
Interest rate swaps, due in 1-3 years	0.0	75.0	0.0
Electricity derivatives	2.7	2.3	2.6
Total	1,672.2	1,657.8	1,946.1



Quarterly figures

		Q2/2005	Q1/2005	Q4/2004	Q3/2004	Q2/2004	Q1/2004
Orders received	MEUR	688.3	604.1	568.5	505.3	543.7	518.3
Order book	MEUR	2,264.7	2,023.1	1,796.1	1,938.6	1,959.5	1,907.5
Sales	MEUR	783.1	649.3	896.0	746.3	695.1	557.1
Operating income	MEUR	60.8	39.0*	92.3	72.4	42.5	27.4
Operating income	%	7.8	6.0*	10.3	9.7	6.1	4.9

* excluding MEUR 89.2 provision for the development and restructuring program

Shares and shareholders

30 June, 2005	A shares	B shares	Total
Number of shares	9,526,089	54,228,666	63,754,755
Own shares in possession	-	-	-
Share capital, EUR			63,754,755
Market capitalization, MEUR			3,156
Number of shares traded, 6/2005		6,501,815	
Value of shares traded, MEUR, 6/2005*		273.3	
Number of shareholders	3	13,318	13,318
	Close	High	Low
Class B share price, € 6/2005*	49.50	50.50	43.10

* Because of the demerger of Kone Corporation the information is available only for June, 2005.