

Markaryd, Sweden, 7 May 2007

NIBE and the owners of DMS have reached a final agreement not to proceed with the acquisition

On 26 April 2006 NIBE's Danish subsidiary METRO THERM A/S reached a conditional agreement concerning the acquisition of the German company DMS Wasser-Wärmetechnik GmbH.

Metro Therm A/S, with the consent of NIBE Industrier AB, and DMS have today by mutual consent agreed not to execute the DMS Share Purchase Agreement of 26 April 2006.

Yours sincerely
NIBE Industrier AB

Benny Torstensson
Information Manager

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***NIBE Industrier AB**, which has its head office in Markaryd in the south of Sweden, currently employs 5,500 people and has annual sales of some SEK 5 billion (approx. EUR 550 million). The company has been listed on the Stockholm Stock Exchange (Mid Cap-list) since 1997.*

NIBE Industrier consists of three business areas: NIBE Element, NIBE Heating and NIBE Stoves, all of which are engaged in product development, manufacturing and marketing. Production currently takes place in Sweden, Norway, Finland, Denmark, Poland, the Czech Republic, Italy, Spain, England and China. The product range is as follows:

***NIBE Element:** components for electric heating applications, primarily tubular and foil elements.*

***NIBE Heating:** heat pumps, water heaters biofuel equipment and district heating equipment.*

***NIBE Stoves:** wood-burning stoves sold under the Handöl, Contura, Cronspisen, Roslagsspisen, Nord and Varde brands..*

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