

Press release, October 31, 2005

KMT receives its first Nano Grinder order

KMT:s subsidiary Lidköping Machine Tools AB has received its first order for Nano Grinder machines. The order, which consists of six machines, comes from a major US automotive supplier.

“We are very pleased to sell this many machines so shortly after the market introduction of the Nano Grinder. This shows that the concept has been very well received by our customers”, says Johan Westberg, President of Lidköping Machine Tools AB.

The Nano Grinder, KMT’s new and highly innovative concept for precision grinding, was launched at Europe’s largest machine fair in Hanover on 14 September this year. The new machine, which is only one fifth of the size of a traditional design, offers productivity improvements of up to 50 percent. The new and unique technology also represents a leap forward in precision, flexibility and reliability and expands the addressable market.

“The first order for our new technology platform represents an important milestone, as KMT sets totally new levels for productivity and precision. The machine is a revolutionary result of Lidköpings innovation and therefore we are extremely proud for the great interest shown by our customers”, says KMT President and CEO Lars Bergström.

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KMT AB

KMT is a global group with advanced products and solutions primarily for customers in the engineering industry. Operations comprise three product areas: Waterjet Cutting, Precision Grinding and Metal Working. The Group's most important success factors are its innovative capabilities, the tremendous value it provides and its trusting relationships with customers. The share is quoted on the O-list of Stockholmsbörsen (Stockholm Stock Exchange).