

NEWS RELEASE

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New Group and Management Structure

Due to the recent acquisitions of RPT and H2O Jet, as well as the new joint-venture KMT Spindle Technology, KMT introduces a new organisation based on four Business Areas. In connection with the new organisation, KMT also presents a new management structure. The new structure will be effective from 1 January 2007.

KMT will be organised in four Business Areas as follows:

KMT Waterjet, includes:

- KMT Waterjet Systems, Baxter Springs, USA
- KMT Aqua-Dyne, Houston, USA
- KMT McCartney, Baxter Springs, USA
- KMT H2O, Olympia, USA

KMT Robotic Systems, includes:

- KMT RPT, Auburn Hills, USA
- KMT Cutting Systems, Ronneby, Sweden

KMT Precision Grinding, includes:

- KMT UVA, Bromma, Sweden
- KMT Lidköping, Lidköping, Sweden
- KMT NanoGrinder, Lidköping, Sweden
- KMT LMV, Lidköping, Sweden
- KMT Spindle Technology, Wafangdian, China

KMT Sheet Metal Working, includes:

- KMT Ursviken, Ursviken, Sweden
- KMT Herber, Värnamo, Sweden

In connection with this change, KMT introduces a new Group Management consisting of:

Lars Bergström, Chief Executive Officer Joakim Roslund, Chief Financial Officer Per-Olof Jungqvist, Technical Director

Duane Johnson, President Business Area KMT Waterjet Kevin McManus, President Business Area KMT Robotic Systems Johan Westberg, President Business Area KMT Precision Grinding Lars Bergström (CEO), President Business Area KMT Sheet Metal Working

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KMT is a leading producer of advanced production solutions in Waterjet Cutting, Precision Grinding, and Sheet Metal Working for engineered products. KMT solutions are found primarily in the automotive, electronics, and household appliance industries. KMT creates value through precision – from design and delivery to the customer's end product. KMT is traded on the Nordic Mid-cap list of the Stockholm Stock Exchange.