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Press release

Roadworks AS acquires KF Entreprenør AS

Roadworks AS has agreed to acquire a majority shareholding in KF Entreprenør AS, including subsidiaries Norpox Rehab AS and KF Byggservice AS. Total revenue for the group was NOK 375 million for 2015. Through the acquisition, Roadworks establishes a new business area within construction and infrastructure, and strengthens the project execution capabilities of the group.

After the transaction, Roadworks will own approximately 64% of the shares. The remaining shares will be owned by employees. KF Entreprenør was established in 2005. The company has its head office at Ryen in Oslo and has 100 employees, including subsidiaries.

«We have been in dialogue with KF Entreprenør for some time and have gotten to know the company, management and employees well. KF Entreprenør is a solid company with accomplished and motivated employees. We are impressed by their competence and execution capabilities. By acquiring KF Entreprenør, Norpox Rehab and KF Byggservice Oslo, we are expanding Roadworks' service scope and capabilities, and strengthening complementary existing business areas», says Jan Tore Klemmetsen, CEO of Roadworks.

KF Entreprenør as part of the Roadworks group

Roadworks has established itself as a considerable player in the road operations and maintenance market, as well as supplier of crash barriers, traffic safety solutions, and technical infrastructure for roads, tunnels and industry. With the acquisition of KF Entreprenør, the business will include construction and infrastructure projects with a particular focus on foundations and substructures, technical infrastructure, water and sewage systems, and high safety structures for government and defense. The subsidiary Norpox Rehab operates in the same concrete and rehabilitation services market as existing Roadworks subsidiaries CC4 and Veisikring, focusing on repairs and maintenance of concrete structures like bridges, docks and building substructures.

«Selling the company that bears my initials is not easy, but it is the right time for me to sell. It was important to me that the company, its culture and employees are taken well care of. I am certain that the company is in good hands with Roadworks», says Mr. Knut Fossum, chairman of the board of KF Entreprenør.

Management and key employees will remain in KF Entreprenør and its subsidiaries after the sale to Roadworks. KF Entreprenør and KF Byggservice Oslo will form a new business area in Roadworks, to be led by current Managing Director of KF Entreprenør Mr. Harald Pedersen. Norpox Rehab will be organized together with Roadworks' other activities in the *Road Safety* business area.



«We look forwards to becoming a part of Roadworks and believe that our new owners will contribute to continued growth in KF Entreprenør. Our complimentary skillsets will make us better equipped in delivering quality projects to our customers», says Harald Pedersen.

About Roadworks

Roadworks was founded in 2015 and comprises several companies with leading edge expertise in the operation and maintenance of roads, as well as the development of safety systems and technical infrastructure for roads, tunnels and industry. The group's operational companies are CC4 Montasje AS, Veidrift AS, AS Veisikring, Traftec AS, Controltec AS and Bærum Asfalt AS. The group has offices in Agder, Telemark, Vestfold, Buskerud, Oslo and Akershus, Østfold, Trøndelag and Rogaland.

After the acquisition, the group will have approximately 340 employees and expected revenues for 2016 of NOK 1 billion, with an order backlog of c NOK 1.5 billion.

Norvestor VI L.P., a fund advised by Norvestor Equity AS is the largest shareholder in Roadworks with about 80 % of the shares, while the management team and key employees holds the remaining shares.

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