

**Mamut ASA
Quarterly Report
Q3 - 2007**

Quarterly Report

Mamut ASA – Quarterly report – Q3 2007

Mamut ASA continues its growth after the acquisition of Active 24 and had operating revenues of MNOK 322.5 YTD 2007. This represents growth in sales of 58 per cent (10 per cent growth in 3Q07). The company increases its revenues with MNOK 26.8 and improves its EBIT with MNOK 37.3 for YTD 2007, compared with pro forma YTD 2006.

Highlights Q3

- Operating revenues of MNOK 100.6 in 3Q07, up from MNOK 91.7 in 3Q06
- Earnings before interest, tax, depreciation and amortisation (EBITDA) of MNOK 15.5 in 3Q07 compared to MNOK -6.0 in 3Q06, giving an improvement YTD 2007 EBITDA of MNOK 43.2 compared to the same period in 2006
- Continued growth in all existing markets and well positioned for future growth and profitability
- Mamut added more than 8,000 new customers in 3Q07, reaching 335,000 customers
- Preparing for launch of Mamut Business Platform, a single Software + Services platform connecting Mamut business applications and hosted services
- Preparing for forthcoming launches of new strategic partnerships based on Mamut Business Platform
- Increased activity level on exploring possible acquisition opportunities in new and existing markets related to Mamut Business Platform
- Mamut and Google announced a Year End web-ads campaign of AdWords to selected Mamut customers. The agreement includes Mamut, Active 24 and Loopia offerings mainly in Norway, Sweden, Denmark and the Netherlands
- Mamut Business Software was awarded “Best in Test” by PC World Magazine, Norway for the fourth consecutive year

YTD 2007

For the first nine months of 2007 operating revenues amounted to MNOK 322.5, compared with MNOK 204.1 for the same period in 2006, a growth of 58 per cent. EBITDA of MNOK 51.5 per 30.09.2007, compared to MNOK 8.2 for the same period in 2006. EBIT of MNOK 14.0 per 30.09.2007 compared to MNOK -15.5 for the same period in 2006. Profit before tax for the first nine months of 2007 was MNOK 4.9, compared to MNOK -16.6 for the same period in 2006.

Third Quarter 2007

Mamut ASA increased its operating revenues to MNOK 100.6 in 3Q07 compared to MNOK 91.7 in 3Q06. Operating profit before depreciation (EBITDA) for 3Q07 was MNOK 15.5, compared to MNOK -6.0 in 3Q06. EBIT for 3Q07 was MNOK 2.0, compared to MNOK -21.8 in 3Q06. Profit before tax for 3Q07 was MNOK -0.9, compared to MNOK -23.0 in 3Q06.

Cash and cash equivalents were MNOK 34.1 at the end of 3Q07 compared with MNOK 57.3 at the end of 2Q07. Reduction of long term debt in 3Q07 was MNOK 20.5. Equity ratio was 43% and deferred revenues reached MNOK 103.6. Diluted earnings per share (EPS) were NOK -0.01 for 3Q07, compared with NOK -0.19 in 3Q06. At the end of 3Q07, the Company had 435 employees (including 12 Stellar employees) compared to 395 at the end of 3Q06 and 425 at the end of 2Q07.

Segment information

Segment reporting consolidates all business units in three regions; Nordic/HQ, Western Europe and Central Europe.

Nordic/HQ

Operating revenues reached MNOK 72.1 in 3Q07, EBITDA was MNOK 17.1 and EBIT was MNOK 11.0, an EBIT margin of 15 per cent. This region includes Norway, Sweden, Denmark and Finland.

Western Europe

Operating revenues reached MNOK 20.6 in 3Q07, EBITDA was MNOK -2.7 and EBIT was MNOK -5.5. This region includes the Netherlands, the UK, Republic of Ireland, Germany, Austria, Belgium, France, Switzerland and Spain.

Central Europe

Operating revenues reached MNOK 7.9 in 3Q07, EBITDA was MNOK 1.0 and EBIT was MNOK 0.6, an EBIT margin of 7 per cent. This region includes the Czech Republic, Poland and Serbia.

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Business Update

3Q07 is the 51st consecutive quarter with double digit percentage growth for Mamut. Mamut has increased its activity level in all markets with strong sales of software and services to new and existing customers. In addition Mamut has combined the introduction of several new products and services strengthening the company's position for future growth and profitability. Mamut has added over 8,000 new customers in 3Q07, reaching 335,000 customers.

Mamut and Google announced a Year End web-ads campaign of AdWords to selected Mamut customers. The agreement will allow Mamut's corporate customers to improve their visibility through Google's advertising network. The agreement includes Mamut, Active 24 and Loopia offerings mainly in Norway, Sweden, Denmark and the Netherlands. The promotion and marketing agreement might later be extended to other markets. The main goal is to offer smaller businesses better visibility at affordable prices.

Mamut Business Software was awarded "Best in Test" by PC World Magazine, Norway for the fourth consecutive year, winning the first three positions. The company continues to prepare and launch additional products and services and initiatives with local business partners in all markets.

Mamut's wholly owned subsidiary Active 24 has brought forth a cross-action with a claim for a declaratory judgment that 24SevenOffice is liable for damages for Active 24's losses which resulted from 24SevenOffice's unauthorized termination of the contract. The court hearing is scheduled in week 46.

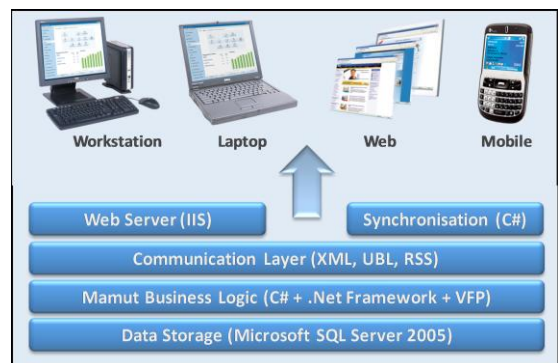
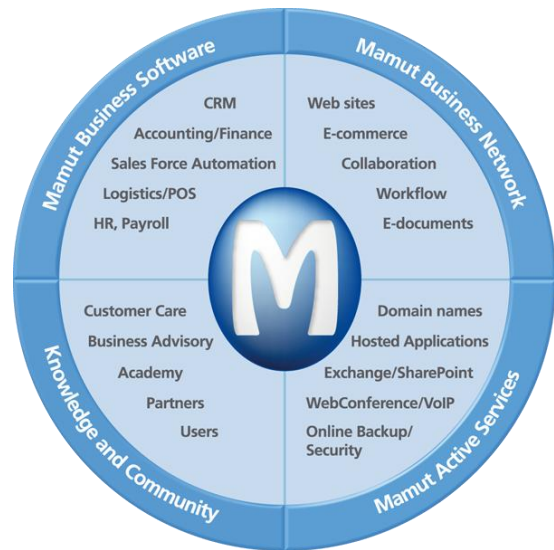
Mamut Business Platform

Mamut will introduce the Mamut Business Platform to all customers during 2007. The Mamut Business Platform consists of a single platform connecting all Mamut business applications and hosted services.

By introducing new hybrid solutions combining software applications, web based software solutions and hosted services, Mamut Business Platform will increase flexibility and functionality for new and existing users.

Mamut Business Platform will enable Mamut to integrate and deploy new software and services in new and existing markets more rapidly in addition to integrating new solutions and services from partners.

Mamut Business Platform combines the advantages of business software applications and web-based services (Software + Services) in order to give all users access to their information on any device (PCs, mobile phones, web browsers). Mamut Business Platform will be launched in Q4 2007 in core European markets, including Germany.



Outlook

Mamut is well positioned for further growth and improved results in all markets. The company continues to maintain its focus on establishing and strengthening strategic alliances with international partners in the different markets to increase the distribution of Mamut's products and services. The integration of Active 24 will strengthen the offerings for the SME and consumer segments. The company has increased its activity level in exploring possible acquisition opportunities in new and existing markets related to Mamut Business Platform.

Oslo, November 2 2007
The Board of Directors
Mamut ASA

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PROFIT AND LOSS STATEMENT - GROUP (as presented)

(All figures in NOK 1.000)

	Group Q3 2007	Group Q3 2006		Group YTD 2007	Group YTD 2006		Group 2006
Operating revenues	100 638	91 704	10 %	322 537	204 137	58 %	312 365
Cost of goods sold	13 052	13 219		39 756	19 046		34 995
Personnel costs	47 532	54 685		148 858	113 582		156 894
Other operating expenses	24 577	29 813		82 471	63 247		92 946
Total operating expenses	85 161	97 717	-13 %	271 084	195 875	38 %	284 836
EBITDA	15 477	(6 013)		51 453	8 262		27 530
Ordinary depreciation	9 390	11 762		25 259	19 711		25 765
Depreciation Active24 CB*	4 063	4 063		12 189	4 063		8 126
EBIT	2 024	(21 838)		14 006	(15 512)		(6 361)
Net financial items	(2 941)	(1 196)		(9 082)	(1 115)		(1 380)
Profit before tax	(917)	(23 034)		4 924	(16 627)		(7 742)
Tax	(257)	(6 715)		1 379	(4 922)		(2 183)
Net profit before dis. oper.	(661)	(16 319)		3 545	(11 705)		(5 559)
Discontinued operations	-	7 138		-	7 138		7 138
Net profit	(661)	(9 181)		3 545	(4 567)		1 579
<i>EBITDA - margin</i>	<i>15 %</i>	<i>-7 %</i>		<i>16 %</i>	<i>4 %</i>		<i>9 %</i>
<i>EBIT - margin</i>	<i>2 %</i>	<i>-24 %</i>		<i>4 %</i>	<i>-8 %</i>		<i>-2 %</i>
EPS (NOK)	(0,01)	(0,19)		0,06	(0,09)		0,03
EPS diluted (NOK)	(0,01)	(0,18)		0,06	(0,09)		0,03
Outstanding shares (mill.)	55,32	48,23		55,32	48,23		53,37
No. of employees	435	395		435	395		393

PROFIT AND LOSS STATEMENT - GROUP (pro-forma)

(All figures in NOK 1.000)

	Group Q3 2007	Group Q3 2006		Group YTD 2007	Pro-forma YTD 2006		Pro-forma 2006
Operating revenues	100 638	91 704	10 %	322 537	295 759	9 %	403 988
Cost of goods sold	13 052	13 219		39 756	40 307		56 256
Personnel costs	47 532	54 685		148 858	147 797		191 109
Other operating expenses	24 577	29 813		82 471	86 158		115 857
Total operating expenses	85 161	97 717	-13 %	271 084	274 261	-1 %	363 222
EBITDA	15 477	(6 013)		51 453	21 498		40 766
Ordinary depreciation	9 390	11 762		25 259	32 651		38 705
Depreciation Active24 CB*	4 063	4 063		12 189	12 189		16 252
EBIT	2 024	(21 838)		14 006	(23 342)		(14 191)

* Depreciation of the purchased customer base from the Active 24 acquisition.

Pro-forma figures with consolidation of Active 24 ASA from 01.01.2006. The pro-forma figures include depreciation of the purchased customer base and estimated financial interest from 01.01.2006.

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SEGMENT INFORMATION

(All figures in NOK 1.000)

	Group Q3 2007	Group Q3 2006		Group YTD 2007	Pro-forma YTD 2006		Pro-forma 2006
Total Group							
Operating revenues	100 638	91 704	10 %	322 537	295 759	9 %	403 988
Operating expenses	85 161	97 717	-13 %	271 084	274 261	-1 %	363 222
EBITDA	15 477	(6 013)		51 453	21 498		40 766
Depreciation	9 390	11 762		25 259	32 651		38 705
Depreciation Active24 cust.base	4 063	4 063		12 189	12 189		16 252
EBIT	2 024	(21 838)		14 006	(23 342)		(14 191)
<i>EBITDA - margin</i>	15 %	-7 %		16 %	7 %		10 %
<i>EBIT - margin</i>	2 %	-24 %		4 %	-8 %		-4 %

	Q3 2007	Q3 2006		YTD 2007	YTD 2006		2006
Nordic / HQ							
Operating revenues	72 140	65 021	11 %	235 602	217 020	9 %	295 969
Operating expenses	55 024	63 758	-14 %	178 965	179 289	0 %	238 657
EBITDA	17 116	1 263		56 637	37 731		57 311
Depreciation	6 130	6 819		16 219	18 568		22 398
EBIT	10 986	(5 556)		40 417	19 163		34 913
<i>EBITDA - margin</i>	24 %	2 %		24 %	17 %		19 %
<i>EBIT - margin</i>	15 %	-9 %		17 %	9 %		12 %

	Q3 2007	Q3 2006		YTD 2007	YTD 2006		2006
Western Europe							
Operating revenues	20 588	19 445	6 %	62 272	57 025	9 %	78 918
Operating expenses	23 254	25 186	-8 %	70 373	70 718	0 %	93 666
EBITDA	(2 666)	(5 741)		(8 101)	(13 693)		(14 748)
Depreciation	2 817	3 294		7 856	9 136		11 179
EBIT	(5 483)	(9 035)		(15 957)	(22 829)		(25 927)
<i>EBITDA - margin</i>	-13 %	-30 %		-13 %	-24 %		-19 %
<i>EBIT - margin</i>	-27 %	-46 %		-26 %	-40 %		-33 %

	Q3 2007	Q3 2006		YTD 2007	YTD 2006		2006
Central Europe							
Operating revenues	7 910	7 238	9 %	24 664	21 714	14 %	29 101
Operating expenses	6 883	8 773	-22 %	21 746	24 254	-10 %	30 898
EBITDA	1 027	(1 535)		2 918	(2 539)		(1 797)
Depreciation	443	1 649		1 183	4 946		5 128
EBIT	584	(3 184)		1 735	(7 486)		(6 926)
<i>EBITDA - margin</i>	13 %	-21 %		12 %	-12 %		-6 %
<i>EBIT - margin</i>	7 %	-44 %		7 %	-34 %		-24 %

REVENUES SOURCE

(All figures in NOK 1.000)

	Group Q3 2007	Group Q3 2006		Group YTD 2007	Pro-forma YTD 2006		Pro-forma 2006
Mamut Business Software	52 182	42 239	24 %	177 523	148 694	19 %	204 974
Mamut Active Services	43 178	44 066	-2 %	129 561	130 689	-1 %	171 838
Other	5 278	5 399	-2 %	15 454	16 376	-6 %	27 176
Total	100 638	91 704	10 %	322 538	295 759	9 %	403 988

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BALANCE SHEET - GROUP

(All figures in NOK 1.000)

	Group 30.09.07	Group 30.09.06	Group 31.12.06
Assets			
Fixed assets			
Capitalized R&D	22 467	18 708	20 287
Other Intangible assets	127 298	148 435	134 646
Goodwill	95 822	39 454	89 922
Deferred tax assets	181 351	183 167	178 763
Tangible fixed assets	37 370	38 801	36 097
Financial fixed assets	3 487	3 310	3 396
Total fixed assets	467 795	431 875	463 113
Current assets			
Inventory/Deferred COGS	19 541	17 736	18 684
Accounts receivable	89 123	78 712	83 509
Other short-term receivables /Prepaid expenses	19 856	20 143	22 810
Bank deposits, cash, etc.	34 132	50 387	57 855
Total current assets	162 652	166 978	182 858
Total assets	630 447	598 853	645 970
Equity and liabilities			
Total equity	272 044	176 534	247 929
Deferred tax liability	30 866	133	34 279
Long term debt/Leasing	12 680	23 274	19 706
Long term debt financing	140 000	200 000	160 000
Long term debt	152 680	223 274	179 706
Current liabilities			
Accounts payable	13 947	16 985	15 754
Tax payable	674	(625)	(3 133)
Public duties payable	27 899	23 092	28 296
Other short-term liabilities	28 748	45 430	31 012
Deferred revenue	103 589	114 031	112 128
Total current liabilities	174 857	198 913	184 056
Total equity and liabilities	630 447	598 853	645 970

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CASH FLOW STATEMENT - GROUP

(All figures in NOK 1.000)

	Group Q3 2007	Group Q3 2006	Group YTD 2007	Group YTD 2006	Group 2006
Profit before tax	(917)	(23 034)	4 924	(16 627)	(7 742)
Taxes paid	(125)	-	(464)	-	200
Depreciation	13 453	15 825	37 448	23 774	33 891
Changes in inventory, AR and AP	(3 124)	(2 381)	(8 278)	(952)	(10 574)
Wages employee options	987	850	3 682	2 585	3 299
Changes in other balance sheet items	(3 721)	14 651	(9 097)	12 601	7 619
Cash flow from operations	6 553	5 911	28 214	21 380	26 693
Investments in tangible fixed assets	(3 919)	(4 773)	(15 118)	(7 440)	(12 847)
Investments in intangible fixed assets	(5 200)	(8 681)	(13 060)	(14 831)	(19 946)
Purchase of shares in companies	-	(150 063)	-	(265 400)	(265 400)
Acquisition of technology	-	-	(12 374)	(1 170)	(1 170)
Net cash flow from investments	(9 119)	(163 517)	(40 552)	(288 841)	(299 363)
Proceeds from long term debt	(17 500)	115 000	(20 000)	200 000	160 000
Proceeds from equity issue	-	200	16 888	515	62 383
Own shares	-	-	-	(4 663)	(5 305)
Net paid leasing	(2 909)	(3 606)	(7 189)	(3 606)	(7 174)
Cash flow from financing activities	(20 409)	111 593	(10 301)	192 246	209 905
Translation differences	(274)	5 733	(1 084)	5 933	951
Net cash flow	(23 249)	(40 280)	(23 723)	(69 282)	(61 814)
Cash and cash equivalents (beginning)	57 381	90 667	57 855	119 669	119 669
Cash and cash equivalents (end)	34 132	50 387	34 132	50 387	57 855

* Cash flow statement for Mamut ASA Q3, YTD 2006 and 2006 as presented.

MOVEMENT IN EQUITY - GROUP

	YTD 2007	YTD 2006	2006
Equity at 1st of January	247 929	188 699	188 699
Share issue	16 888	515	63 744
Wages employee options	3 682	2 585	3 299
Sale/Purc. own shares/exercised emp. opt.	-	(4 463)	(5 305)
Translation differences	-	(6 236)	(4 088)
Net profit/loss for the year	3 545	(4 567)	1 579
Equity end of period	272 044	176 534	247 929



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