

# TRACTION

*Traction is an investment company the operations of which are based on its own methodology for developing and refining the companies in which Traction is an owner. Traction's role as owner is based on an active and long-term engagement, together with an entrepreneur or corporate management and other joint owners. At present, Traction is involved in some 20 companies, several of which are publicly traded. In addition, Traction is engaged in investment activities for the purpose of obtaining a good yield on the Company's capital. Traction's share is traded on the NASDAQ OMX Nordic Exchange in Stockholm (the Small Cap list). Read more about Traction at [www.traction.se](http://www.traction.se)*

## Year-end Report January - December 2013

### **Period January - December**

- Profit after taxes attributable to the Parent Company's shareholders amounted to MSEK 212 (201).
- Earnings per share after dilution amounted to SEK 13.83 (12.93).
- Consolidated net revenue amounted to MSEK 692 (612).
- Operating profit amounted to MSEK 220 (199), of which:
  - The change in value of securities was MSEK 86 (105).
  - Dividend income was MSEK 61 (44); and
  - Operating profit of operating subsidiaries amounted to MSEK 76 (54).
- The return on equity was 14 (15) percent.
- Equity per share as of 31 December, attributable to the Parent Company's shareholders, amounted to SEK 112 (101).
- The estimated net asset value as of 31 December, with the operating subsidiaries valued at market, amounted to MSEK 1,901, equivalent to SEK 127 (112) per share.
- The Board of Directors proposes a dividend of SEK 2.45 (3.10) per share.

### **Period October - December**

Profit after taxes attributable to the Parent Company's shareholders amounted to MSEK 112 (32).

- Earnings per share after dilution amounted to SEK 7.32 (2.01).
- Consolidated net revenue amounted to MSEK 195 (176).
- Operating profit amounted to MSEK 118 (38), of which:
  - The change in value of securities was MSEK 92 (17), and;
  - Operating profit of operating subsidiaries amounted to MSEK 28 (22).

### **Significant events during the quarter**

- A positive ending of the year for all operating subsidiaries.
- All residences in Creatum Holding's real estate project sold and occupied.
- Traction has repurchased 424,305 class B shares, 2.6 percent of all shares outstanding.

### **Significant events after the end of the period under review**

- The change in value of listed securities since 31 December amounts to MSEK 22 as of 11 February.
- Starting in 2014, Traction will shift to Investment Entity Accounting.
- Traction will be participating in a new issue underwriting consortium for BE Group.

**President's statement**

Overall, 2013 was a stable year for Traction with an increase in net asset value of just short of 14 percent adjusted for dividend paid. The profit for the Parent Company's shareholders amounted to MSEK 277 applying the Investment Entity Accounting method. The major events of the year were Bricad's sale of its holding in Vallentuna Centrum AB, and the development of our partially owned real estate project in Creatum Holding involving the building and sale of residential flats. The interrupted reconstruction of Ankarsrum Diecasting, which also involved renewed customer agreements, created the conditions necessary for long-term competitiveness.

The weak stock price development for BE Group was less than satisfactory and that burdened our result by MSEK 56. During the past year BE Group has undertaken an extensive action programme. We have a long-term ownership perspective and we feel that BE Group has the potential to deliver solid profitability as one of the leading steel wholesale businesses, especially in Sweden and Finland.

**GROUP FINANCES****PERIOD OCTOBER - DECEMBER****Summary**

Net revenue amounted to MSEK 195 (176). Operating profit amounted to MSEK 118 (38), including changes in value of MSEK 92 (17) and the earnings of operating subsidiaries in an amount of MSEK 28 (22). Net finance items amounted to MSEK 1 (5).

**Operating subsidiaries**

Net revenue amounted to MSEK 194 (174), of which Ankarsrumbolagen contributed MSEK 83 (73) and Nilörngruppen MSEK 110 (99). Operating profit amounted to MSEK 28 (22), of which Ankarsrumbolagen contributed MSEK 12 (6) and Nilörngruppen MSEK 16 (17). Zitiz and internet publication Sourze were closed down on our initiative. This had an insignificant effect on earnings.

**Listed holdings**

The change in value of listed securities amounted to MSEK 91 (14), of which Active holdings (ownership >10 percent) contributed MSEK 52 (-13), with BE Group accounting for MSEK -22, Catella for MSEK 13, OEM International for MSEK 30, PartnerTech for MSEK 11 and Softronic for MSEK 8. The change in value of Other listed holdings (ownership <10 percent) amounted to MSEK 37 (27).

**Unlisted holdings**

The unlisted minority-owned holdings were revalued by MSEK 1 (3). The holdings in Signtrace and Saguru were sold during the quarter. JRS Securities, of which Traction owns 10 percent, agreed to sell its entire business to Remium. The transaction was completed in January 2014. The construction of flats in Creatum Holding's partially owned real estate project was essentially completed by the end of the year. All flats have been sold and full payment has been received.

**Capital expenditures and disposals**

Investments in shares in listed companies amounted to MSEK 21 (27). Shares in listed companies were sold for MSEK 16 (29). Traction's convertible in Alphahelix was converted to shares, which were gradually sold during the year and in January 2014 with an overall good result. Corporate bonds and other financial assets were sold in a net amount of MSEK 42 (net purchase of MSEK 3). Traction has repurchased 424,305 shares equivalent to 2.6 percent of the shares outstanding for MSEK 38.2 (SEK 90 each).

### **Significant events after the period under review**

The change in value of listed holdings since 31 December amounts to MSEK 22 as of 11 February.

Traction will be switching to Investment Entity Accounting effective as of the first quarter of 2014. The transition will mean that the operating companies will be subject to market valuation in the same way as the associated companies are valued today rather than being consolidated in the Group. The table showing the Traction Group's net asset value on page 5 provides an estimate of the effect hereof on the Group's total reported asset value.

In October 2013 associated company BE Group reported that a guaranteed rights issue will be floated during the first quarter of 2014. In January it was announced that Traction will be a participant in an underwriting consortium where Traction will guarantee and subscribe for half of the planned new issue in the amount of approximately MSEK 160. Traction's ownership stake is just below 22 percent, which means that new shares for not less than MSEK 35 will be subscribed for.

## ***PERIOD JANUARY - DECEMBER***

### **Summary**

Net revenue amounted to MSEK 692 (612). Operating profit amounted to MSEK 220 (199), which includes changes in value of MSEK 86 (105), Dividend income of MSEK 61 (44) and profit from operating subsidiaries in the amount of MSEK 76 (54). Net finance items amounted to MSEK 12 (21).

### **Operating subsidiaries**

Net revenue amounted to MSEK 685 (606), of which Ankarsrumbolagen contributed MSEK 297 (269) and Nilörngruppen MSEK 384 (332). Operating profit was MSEK 76 (54), of which Ankarsrumbolagen contributed MSEK 33 (25) and Nilörngruppen MSEK 44 (33). Ankarsrumbolagen and Nilörngruppen generated a net of MSEK 34 to central Traction in the form of dividends and repayment of loans.

Revenue and operating result are the highest and second highest, respectively, in Nilörngruppen's history. The increase is primarily attributable to the non-Swedish companies, all of which have grown, both in terms of revenue and profit. Nilörn attracted several new international customers during 2013.

The positive earnings trend is also continuing for Ankarsrumbolagen, where Ankarsrum Motors recorded an operating profit of MSEK 28 (21), and positive results were also recorded for Ankarsrum Die Casting and Ankarsrum Assistant.

### **Listed holdings**

The change in value of listed securities amounted to MSEK 73 (109). Active listed holdings (ownership >10 percent) contributed MSEK 39 (38), of which BE Group accounted for MSEK -56, Catella for MSEK +13, OEM for MSEK +41, Hifab for MSEK +17 and Softronic for MSEK +10. The change in value of other listed holdings amounted to MSEK 33 (71), of which the holding in PA Resources contributed MSEK -34 and SCA MSEK +43. In addition hereto, dividend income of MSEK 34 (38) was earned.

### **Unlisted holdings**

Unlisted minority-owned holdings were revalued by MSEK 13 (-4) and dividend income amounted to MSEK 32 (5) (including redemption of shares in Banking Automation in the amount of almost MSEK 5). Creatum Holding was revalued during the year by MSEK 25 since the company's real estate project is virtually completed and all residential flats have been sold. Dividend income in the amount of MSEK 27 was received from Bricad Holding and the value thereof was reduced by a net of MSEK 16 during the year. Bricad Holding

mainly consists of liquid funds and financial assets after the sale of the holding in Vallentuna Centrum AB to Fastpartner during the year.

### **Capital expenditures and disposals**

Investment in the shares of listed companies amounted to MSEK 187 (125). Major purchases during the period include MSEK 49 in BE Group, MSEK 17 in Catella and MSEK 26 in Drillcon. In Drillcon Traction's stake grew from 30 percent to just short of 50 percent after a mandatory offer. Just over 10 percent of the shares outstanding in the English technical consultancy Waterman Group Plc for a little over MSEK 14. By year's end this equity holding had a market value of just over MSEK 20.

Shares in listed companies were sold for MSEK 142 (168), of which shares in SCA account for MSEK 95 and G5 Entertainment for MSEK 18. Corporate bonds and other financial assets were also sold in a net amount of MSEK 6 (33).

### ***Liquidity and cash flow***

The Groups cash and cash equivalents amounted to MSEK 264 as of 31 December (254), of which central Traction accounted for MSEK 218. MSEK 405 (446) of Traction's current assets consisted of financial investments in the form of equities and interest-bearing investments.

The Group's interest-bearing liabilities amounted to MSEK 19 (18), all of which is attributable to the operating subsidiaries. Traction's goal is that the operating subsidiaries should be able to finance their operations on their own merits.

### ***Equity***

As of 31 December equity amounted to MSEK 1,707 (1,585), MSEK 1,676 (1,559) of which was attributable to the Parent Company's shareholders, equivalent to SEK 112 (101) per share. The number of shares outstanding as of 31 December was 16,400,000, of which 1,800,000 are Class A shares. Excluding 1,460,305 shares held in treasury, 424,305 of which were repurchased during the fourth quarter, the number of shares outstanding is 14,939,695, 1,800,000 of which are Class A.

### ***Parent Company***

AB Traction's profit amounted to MSEK 108 (140). Cash and cash equivalents amounted to MSEK 139 as of 31 December (201). The Parent Company's equity ratio as of 31 December was 100 (100) percent. The Parent Company has no external loans.

### ***Net asset value***

In Traction's accounts listed holdings and unlisted minority-owned holdings are carried at market value while subsidiaries are valued at reported equity. Below is a compilation of Traction's holdings where the operating subsidiaries are valued at market value in the same way as the other unlisted holdings. Detailed information is provided in Notes 2 and 3. Market value is based on assumptions of future cash flows, comparable key financial indicators, etc. and are the best estimated value of each company at each individual point in time. These values are likely to differ from the future value in a sale since such a sale is preceded by negotiations between buyer and seller in a changing world. A 20 percent change in the value of unlisted holdings totalling MSEK 435 affects the net asset value by 4.6 percent, or slightly less than SEK 5.5 per share

MSEK 22 of loans outstanding to operating subsidiaries refers to amounts due from Ankarsrum Motors that arose in connection with group contributions rendered as of December 2013.

## *Traction's Net Asset Value*

<b>Holding</b>		<b>MSEK</b>	<b>% of total</b>	<b>SEK/share</b>
Listed active holdings				
BE Group		128	7%	9
Catella		66	3%	4
Drillcon		67	4%	5
Duroc		22	1%	1
Hifab Group		115	6%	8
OEM International		168	9%	11
PartnerTech		61	3%	4
Softronic		78	4%	5
Other active holdings		70	4%	5
<b>Total active listed holdings</b>		<b>775</b>	<b>41%</b>	<b>52</b>
Unlisted holdings (Refer to Note 2)				
Bricad Holding		35	2%	2
Recco Holding		38	2%	3
Other unlisted holdings		28	1%	2
<b>Total listed holdings</b>		<b>101</b>	<b>5%</b>	<b>7</b>
	Book value			
Operating subsidiaries	In the Group			
Ankarsrum Motors	34	100	5%	6
Nilörngruppen <sup>1</sup>	65	210	11%	14
Other subsidiaries	11	25	2%	2
<b>Total subsidiaries</b>	<b>110</b>	<b>335</b>	<b>18%</b>	<b>22</b>
<b>Total active holdings</b>		<b>1,211</b>	<b>64%</b>	<b>81</b>
Other assets				
Due from operating companies		42	2%	2
Other assets, including real estate		25	1%	2
<b>Total other assets</b>		<b>67</b>	<b>3%</b>	<b>4</b>
Financial investments				
SCA		99	5%	7
Swedbank		91	5%	6
Other listed shares		135	7%	2
Interest-bearing investments		80	4%	12
Cash and cash equivalents		218	12%	15
<b>Total financial investments</b>		<b>623</b>	<b>33%</b>	<b>42</b>
<b>TOTAL</b>		<b>1,901</b>	<b>100%</b>	<b>127</b>

<sup>1</sup> Traction's stake is 68 percent of capital.  
Detailed data will be found in Notes 2 and 3.

## *Risks and uncertainty factors*

The Group's and the Parent Company's significant risk and uncertainty factors include business risks in the form of exposure to certain industries, or an individual holding, as well as dependency on individual key persons in the Companies in which Traction is involved or has an ownership interest. Then there are financial risks, which primarily consist of price risks, i.e. the risk of a change in value of a financial instrument due to

changes in share prices, foreign exchange rates or interest rates. In addition to the risks described in Traction's Annual Report in general by reason of the Company's business orientation, specific reference can be made to the Report of the Board of Directors and accompanying notes for a more detailed discussion of the Group's and the Parent Company's risk exposure and risk management procedures. Beyond that, no additional significant risks are deemed to have been added.

### ***Accounting and valuation policies***

This summary interim report has been prepared for the Group in accordance with IAS 34 and applicable rules in the Swedish Annual Accounts Act. The Interim Report for the Parent Company has been prepared in accordance the Swedish Annual Accounts Act. This report has been prepared in accordance with the same accounting policies and using the same calculation methods as set out in the most recent Annual Report.

Below is a brief description of the accounting policies of vital importance in compiling Traction's financial reports. Comparative data refer to the corresponding year-ago period, except in the case of balance sheet items and liquidity metrics, which refer to the prior year-end.

### ***Accounting for and valuation of holdings***

#### ***Subsidiaries***

Companies defined as subsidiaries are consolidated in accordance with the purchase method of accounting pursuant to IAS 27 and IFRS 3. In the Parent Company, subsidiaries are carried at acquisition values.

#### ***Associated companies***

In the Group and the Parent Company, associated companies are carried as financial instruments at fair value in accordance with IAS 39 and IAS 28, item 1. The Parent Company carries listed, associated companies at fair value pursuant to IAS 39 and IAS 28, item 1.

#### ***Listed holdings***

All other holdings are reported as financial instruments and are valued as financial instruments at fair value in accordance with IAS 39.

#### ***Unlisted holdings***

Valuation of unlisted holdings is performed on the basis of "International Private Equity and Venture Capital Valuation Guidelines" developed and published jointly by venture capital organisations EVCA, BVCA and ACIF.

## ***DEFINITIONS***

#### ***Equity ratio***

Equity, including holdings without controlling interest in percent of balance-sheet total.

#### ***Earnings per share***

Profit for the period after dilution divided by average number of shares outstanding during the year.

#### ***Equity per share***

Equity at the end of the period divided by average number of shares outstanding.

#### ***Return on equity***

Result for the period after taxes in percent of equity at the beginning of the year adjusted for repurchased shares and dividends.

#### ***Listed active holdings***

Holdings where Traction's ownership exceeds 10 percent of the votes in each respective company.

***Unlisted active holdings***

Holdings where Traction's ownership is less than 50 percent of the votes and where the remaining shares are usually owned by one or more entrepreneurs or other active partners.

***Financial investments***

Refers to equity and interest-bearing investments in companies where Traction is not an active owner.

***Central Traction***

Aside from the AB Traction parent company, Central Traction includes wholly owned subsidiaries managing securities, providing lending, underwriting and consultancy services, mainly to Traction's wholly and partially owned holdings.

***Proposed dividend***

The Board of Directors proposes a dividend of SEK 2.45 (3.10) per share, equivalent to MSEK 36.6. The proposed dividend is in line with the Company's dividend policy according to which the dividend is adjusted in such a way that there is no tax cost for the Parent Company. During 2013 Traction distributed a total of MSEK 85.5 to the shareholders in the form of dividend and buyback of shares.

***Election committee***

The 2012 Annual General Meeting resolved that Traction's election committee shall consist of Gunnar Lindberg (telephone +46-8-562 348 14) and Bengt Stillström (telephone +46-8- 506 289 03). Shareholders are always welcome with opinions and/or suggestions for the composition of the Board of Directors.

***Schedule of future information***

Publication dates for financial information:

5 May 2014	Interim Report January - March
5 May 2014	Annual General Meeting, 5:00 p.m.
14 August 2014	Interim Report January - June
20 October 2014	Interim Report January - September
11 February 2015	Year-end Report January - December

The information in this Interim Report is of the type Traction is under obligation to publish in accordance with the Securities Markets Act. The information herein was provided for publication at 12:00 p.m., 12 February 2014.

The President hereby confirm that this interim report provides a fair overview of the operations of the Company's and the Group's operations, financial position and results, and describes significant risks and factors of uncertainty facing the Company and the companies in the Group.

Stockholm, 12 February 2014

Petter Stillström  
President & CEO

This year-end report has not been subject to review by the Company's auditor.

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## SUMMARY CONSOLIDATED INCOME STATEMENT

MSEK	Note	Oct - Dec		Full year	
		2013	2012	2013	2012
<b>OPERATING REVENUE</b>					
Net revenue	1	194.5	175.6	692.1	611.6
Dividend income		-	-	60.8	43.6
Other operating revenue		0.6	0.2	0.9	1.1
<b>Total operating revenue</b>		<b>195.1</b>	<b>175.8</b>	<b>753.8</b>	<b>656.3</b>
<b>OPERATING EXPENSES</b>					
Raw materials and supplies		-94.3	-81.4	-335.3	-284.6
Other external expenses		-26.2	-28.9	-106.0	-105.2
Personnel expenses		-45.8	-41.9	-166.0	-161.6
Depreciation and impairment		-3.1	-2.8	-12.2	-11.3
<b>Total operating expenses</b>		<b>-169.4</b>	<b>-155.0</b>	<b>-619.5</b>	<b>-562.7</b>
Change in value of securities		92.2	16.8	86.1	104.9
<b>Operating profit</b>	1	<b>117.9</b>	<b>37.6</b>	<b>220.4</b>	<b>198.5</b>
<b>RESULT FROM FINANCE ITEMS</b>					
Financial income		1.6	5.6	13.0	21.8
Financial expense		-0.4	-0.2	-1.2	-1.1
<b>Net finance items</b>		<b>1.2</b>	<b>5.4</b>	<b>11.8</b>	<b>20.7</b>
<b>Profit after finance items</b>		<b>119.1</b>	<b>43.0</b>	<b>232.2</b>	<b>219.2</b>
Taxes		-3.0	-7.6	-8.8	-10.9
<b>Net profit for the period</b>		<b>116.1</b>	<b>35.4</b>	<b>223.4</b>	<b>208.3</b>
<b>Whereof attributable to the:</b>					
Parent Company's shareholders		112.0	31.7	212.3	200.8
Holdings without controlling interest		4.1	3.7	11.1	7.5
Earnings per share (SEK)		7.32	2.06	13.83	13.02
Earnings per share after dilution (SEK)		7.32	2.01	13.83	12.93
Number of shares outstanding (thousands)		14,940	15,364	14,940	15,364
Average number of shares outstanding (thousands)		15,309	15,364	15,350	15,423
<b>STATEMENT OF CONSOLIDATED COMPREHENSIVE RESULT</b>					
Net result for the period		116.1	35.4	223.4	208.3
Translation differences attributable to non-Swedish operations		0.6	-0.2	-0.9	-3.3
<b>Comprehensive result for the period</b>		<b>116.7</b>	<b>35.2</b>	<b>222.5</b>	<b>205.0</b>
<b>The period's comprehensive result is attributable to:</b>					
The Parent Company's shareholders		112.5	31.6	211.8	198.5
Holders without controlling interest		4.2	3.6	10.7	6.5

## SUMMARY CONSOLIDATED BALANCE SHEET

<b>MSEK</b>	<b>Note</b>	<b>2013</b>	<b>2012</b>
<b>ASSETS</b>		<b>31/12</b>	<b>31/12</b>
Intangible non-current assets		0.9	0.7
Tangible non-current assets		68.4	60.2
Equities	2	875.5	716.4
Long-term receivables		1.3	1.2
Deferred tax asset		24.2	24.0
<b>Total non-current assets</b>		<b>970.3</b>	<b>802.5</b>
Inventories		101.6	85.3
Other current assets		119.7	109.7
Financial investments under active management	3	404.5	445.6
Loan receivables		-	27.8
Cash and cash equivalents		263.5	253.8
<b>Total current assets</b>		<b>889.3</b>	<b>922.2</b>
<b>TOTAL ASSETS</b>		<b>1,859.6</b>	<b>1,724.7</b>
<b>EQUITY AND LIABILITIES</b>			
Equity			
Attributable to the Parent Company's shareholders		1,676.3	1,559.4
Attributable to shareholders without controlling interest		30.3	26.0
<b>Total equity</b>		<b>1,706.6</b>	<b>1,585.4</b>
Long-term liabilities*		21.0	20.7
Current liabilities*		132.0	118.6
<b>Total liabilities</b>		<b>153.0</b>	<b>139.3</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>1,859.6</b>	<b>1,724.7</b>
* Of which interest-bearing liabilities		19.4	17.9

For other financial instruments, such as trade receivables, loan receivables, and long-term and current liabilities the carrying value is a reasonable approximation of fair value.

## Summary Report of Changes in Consolidated Equity

<b>MSEK</b>	<b>2013</b>	<b>2012</b>
	<b>31/12</b>	<b>31/12</b>
Opening balance	1,585.4	1,445.2
Change in holdings without controlling interest	-7.3	-
Dividend paid	-47.6	-36.3
Dividend attributable to till shareholders without controlling interest	-8.2	-10.3
New issue attributable to till shareholders without controlling interest	-	0.2
Repurchase of own shares	-38.2	-18.4
Comprehensive result for the period	222.5	205.0
<b>Closing balance</b>	<b>1,706.6</b>	<b>1,585.4</b>

## SUMMARY CONSOLIDATED CASH FLOW STATEMENT

MSEK	Oct - Dec		Full year	
	2013	2012	2013	2012
<i>Operating activities</i>				
Consolidated result before taxes	119.1	43.0	232.2	219.2
Adjustment for items not included in cash flow	-45.7	-14.0	-30.5	-93.6
Paid taxes	-1.6	-1.8	-7.6	-10.6
<b>Cash flow from operating activities</b>	<b>71.8</b>	<b>27.2</b>	<b>194.1</b>	<b>115.0</b>
<b>Before changes in working capital</b>				
Change in working capital	6.3	1.8	-20.2	-3.7
<b>Cash flow from operating activities</b>	<b>78.1</b>	<b>29.0</b>	<b>173.9</b>	<b>111.3</b>
<i>Cash flow from investment activities</i>				
Purchase/sale of subsidiaries	-13.4	-	-21.2	-
Purchase of shares in unlisted companies	-0.3	-	-6.5	-0.7
Sale of shares in unlisted companies	-	-	10.4	-
Purchase of shares in listed companies	-21.3	-26.7	-186.8	-125.2
Sale of shares in listed companies	16.5	28.5	142.4	167.5
Purchase/sale of tangible non-current assets	-5.9	-3.4	-16.0	-13.3
Change in other financial assets	41.8	-2.9	6.3	33.3
<b>Cash flow from investment activities</b>	<b>17.4</b>	<b>-4.5</b>	<b>-71.4</b>	<b>61.6</b>
<i>Financing activities</i>				
Change in loan liabilities	2.2	-10.2	1.6	10.0
New issue to shareholders without controlling interest	-	0.2	-	0.2
Dividend paid	-	-	-47.6	-36.3
Dividend paid to shareholders without controlling interest	-	-	-8.2	-10.3
Repurchase of own shares	-38.2	-	-38.2	-18.5
<b>Cash flow from financing activities</b>	<b>-36.0</b>	<b>-10.0</b>	<b>-92.4</b>	<b>-54.9</b>
<b>Cash flow for the period</b>	<b>59.5</b>	<b>14.5</b>	<b>10.1</b>	<b>118.0</b>
Cash and cash equivalents at beginning of period	204.0	239.5	253.8	136.9
Translation difference in cash and cash equivalents	0.1	-0.2	-0.3	-1.1
Cash and cash equivalents at end of period	263.6	253.8	263.6	253.8

KEY FINANCIAL INDICATORS	Accumulated	
	2013	2012
Return on equity for the period, %	14	15
Equity per share, SEK	112	101
Net asset value per share, SEK	127	112
Share price at end of period, SEK	89.75	84.50
Share price/equity, %	80	83
Share price/net asset value, %	71	75
Equity ratio, %	92	92

**(Note 1)**

Group 2013	Listed	Unlisted		Central	Consolidation	
Period October - December	holdings	holdings	Subsidiaries	Traction	adjustments	Total
Net revenue	-	-	194.0	0.7	-0.2	194.5
Dividend income	-	-	-	-	-	-
Other operating revenue	-	-	0.6	-	-	0.6
Operating expenses	-	-	-166.2	-3.4	0.2	-169.4
Changes in value	90.9	1.3	-	-	-	92.2
Operating result	90.9	1.3	28.4	-2.7	0.0	117.9

Group 2012	Listed	Unlisted		Central	Consolidation	
Period October - December	holdings	holdings	Subsidiaries	Traction	adjustments	Total
Net revenue	-	-	174.0	1.8	-0.2	175.6
Dividend income	-	-	-	-	-	-
Other operating revenue	-	-	0.2	-	-	0.2
Operating expenses	-	-	-152.2	-3.0	0.2	-155.0
Changes in value	14.3	2.5	-	-	-	16.8
Operating result	14.3	2.5	22.0	-1.2	0.0	37.6

Group 2013	Listed	Unlisted		Central	Consolidation	
Period January - December	holdings	holdings	Subsidiaries	Traction	adjustments	Total
Net revenue	-	-	684.9	8.1	-0.9	692.1
Dividend income	33.8	27.0	-	-	-	60.8
Other operating revenue	-	-	0.9	-	-	0.9
Operating expenses	-	-	-609.6	-10.8	0.9	-619.5
Changes in value	73.2	12.9	-	-	-	86.1
Operating result	107.0	39.9	76.2	-2.7	0.0	220.4

Group 2012	Listed	Unlisted		Central	Consolidation	
Period January - December	holdings	holdings	Subsidiaries	Traction	adjustments	Total
Net revenue	-	-	606.4	6.1	-0.9	611.6
Dividend income	38.2	5.4	-	-	-	43.6
Other operating revenue	-	-	1.1	-	-	1.1
Operating expenses	-	-	-553.3	-10.3	0.9	-562.7
Changes in value	109	-4.1	-	-	-	104.9
Operating result	147.2	1.3	54.2	-4.2	0.0	198.5

**(Note 2)**
**Equities**

Company	Number of shares (thousands)	Market price 31/12 2013	Market value, MSEK 31/12 2013	Market price trend Oct - Dec %*	Market price trend Jan - Dec %*	Stake in company, %	Stake in votes, %
<b>Listed active holdings</b>							
BE Group	10,839	11.8	128	-15	-29	22	22
Catella	9,489	7.0	66	24	25	12	12
Drillcon	22,255	3.0	67	-3	-26	50	50
Duroc	2,000	10.9	22	0	-4	27	30
Hifab Group	14,547	7.90	115	5	18	48	41
Nordic Camping & Resort	2,531	11.3	29	19	46	31	31
OEM International	1,888	88.8	168	22	32	8	12
PartnerTech	2,361	25.9	61	21	25	19	19
Softronic	11,529	6.8	78	11	15	22	20
Switchcore	10,372	2.0	21	2	1	28	22
Waterman Group	3,300	6.21	21	23	62	11	11
<b>Total active holdings</b>			<b>775</b>				

\* Price trend refers to the entire year and is not adjusted for purchases during the year.

	Market value, MSEK 31/12 2013	Revaluation Jan - Dec, MSEK	Stake in company, %	Stake in votes, %
<b>Unlisted holdings</b>				
Bricad Holding	35	-16	47	47
Recco Holding	38	-2	50	50
Other unlisted holdings	28	31		
<b>Total unlisted holdings</b>	<b>101</b>	<b>13</b>		
<b>Total equities</b>	<b>876</b>			

**(Note 3)**
**Financial investments**

Company	Number of shares (thousands)	Market price 31/12 2013	Market value, MSEK 31/12 2013
SCA	500	198.0	99
Swedbank	500	181.0	91
Other equity investments			135
<b>Total equity investments</b>			<b>325</b>
Other interest-bearing investments			80
<b>Total financial investments</b>			<b>405</b>

**(Note 4)**
**Financial investments**

Starting with the first quarter 2013, IFRS requires the disclosures below in interim reports. Figures are based on the same accounting policies and valuation principles used in preparing the most recent Annual Report.

The table below provides information on how fair value is determined for financial instruments carried at fair value in the balance sheet. The fair value hierarchy is made up of three levels:

Level 1: Based on unadjusted quoted prices for identical instruments that the entity can access at the measurement date.

Level 2: Based on input data directly or indirectly observable market data not included in level 1.

Level 3: Based on input data not directly observable in the market.

Group 2013	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>				
Shares in unlisted holdings			100.8	100.8
Shares in listed active holdings	774.7			774.7
Financial investments	404.5			404.5
<b>Total</b>	<b>1,179.2</b>		<b>100.8</b>	<b>1,280.0</b>

Group 2012	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>				
Shares in unlisted holdings			123.0	123.0
Shares in listed active holdings	593.4			593.4
Financial investments	445.6			445.6
<b>Total</b>	<b>1,039.0</b>		<b>123.0</b>	<b>1,162.0</b>

**Changes in financial assets and liabilities at level 3**

Group	2013-12-31
Opening book value	123.0
Purchases/shareholder contributions	6.4
Sales/redemption	-10.3
Reclassification	-31.2
Change in value	12.9
<b>Total</b>	<b>100.8</b>

**Transfers between levels**

Transfers between different levels effected during a reporting period should be presented with the value at the end of the reporting period. No transfers were made from one level to another during the period under review.

**Valuation of financial instruments at level 3**

Valuation of unlisted holdings is made on the basis of *International Private Equity and Venture Capital Valuation Guidelines* as developed and published jointly by risk capital organisations EVCA, BVCA and AFIC. For directly owned investments, an overall assessment is made to determine which valuation method is appropriate for each individual holding. Taken into account will be whether any financing or transaction "at arms-length distance" has been made and an evaluation is also made by applying relevant multiples to the company's key financial indicators from a selected group of similar companies, less an adjustment for, for instance, difference in size between the company in question and the group of comparable companies. In cases where there are other methods that better reflect the fair value of an individual holding, such methods are used which means that individual holdings may be value by other than the methods described above.

All level 3 assets consist of shares in unlisted companies and are valued in accordance with the following valuation methods and non-observable data used for determining the carrying value. The data in the table below represent a selection and is therefore not all input data used in the valuation.

EBIT-multiples:	4 - 10
Revenue multiples:	0.5 – 3.0
Net asset valuation	Established net asset
Most recent financing	In the case of recently floated new issue/share offering, the price thereon is taken into account. Higher multiples may also be applied in cases of rapid growth.

## SUMMARY PARENT COMPANY INCOME STATEMENT

MSEK	Jan - Dec	
	2013	2012
Dividend income	27.2	31.9
Other operating revenue	-	-
<b>Total operating revenue</b>	<b>27.2</b>	<b>31.9</b>
Other external expenses	-1.5	-1.4
Personnel expenses	-	-
<b>Total operating expenses</b>	<b>-1.5</b>	<b>-1.4</b>
Change in value of securities	78.5	100.1
<b>Operating profit</b>	<b>104.2</b>	<b>130.6</b>
Shares in Group companies	-	-
Financial income/expense	4.0	9.1
<b>Profit before taxes</b>	<b>108.2</b>	<b>139.7</b>
Taxes	-	-
<b>Net profit for the period</b>	<b>108.2</b>	<b>139.7</b>

## SUMMARY PARENT COMPANY STATEMENTS OF COMPREHENSIVE RESULT

Net result for the period	108.2	139.7
Other comprehensive result for the period	-	-
<b>Comprehensive result for the period</b>	<b>108.2</b>	<b>139.7</b>

## SUMMARY PARENT COMPANY BALANCE SHEET

MSEK	2013	2012
	31/12	31/12
TILLGÅNGAR		
Equities	822.6	668.5
<b>Total non-current assets</b>	<b>822.6</b>	<b>668.5</b>
Due from Group companies	26.6	63.4
Other receivables	0.6	0.2
Financial investments	324.9	357.9
Cash and cash equivalents	138.7	201.2
<b>Total non-current assets</b>	<b>490.8</b>	<b>622.7</b>
<b>TOTAL ASSETS</b>	<b>1,313.4</b>	<b>1,291.2</b>
EQUITY AND LIABILITIES		
<b>Equity</b>	<b>1,313.4</b>	<b>1,291.0</b>
Current liabilities	-	0.2
<b>Total current liabilities</b>	<b>-</b>	<b>0.2</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,313.4</b>	<b>1,291.2</b>
Pledged assets	-	-
Contingent liabilities	-	-