

INTERIM REPORT JANUARY – JUNE 2007

Highlights

- The consolidated result after tax for the January-June period was a profit of SKr 21.7 million (loss 9.1). The result for Q2 2007 was a profit of SKr 46.9 (loss 23.4).
- Earnings per share for the January-June period amounted to SKr 5.10 (loss 1.05). Earnings per share for the second quarter of 2007 amounted to SKr 10.75 (loss 4.70).
- The result of Management of Securities was a profit of SKr 42.1 million (23.8), of which changes in value accounted for SKr 31.1 million (13.7). The result for Q2 2007 was a profit of SKr 18.6 million (loss 34.3).
- Industrial Operations' turnover amounted to SKr 436.5 million (388.6). Turnover in Q2 2007 amounted to SKr 346.1 million (310.8).
- Industrial Operations' operating result, which tends to be weak during the first half-year owing to seasonal factors, was a loss of SKr 5.2 million (loss 28.8). The operating profit for Q2 2007 amounted to SKr 47.3 million (27.5).
- Industrial Operations' operating profit for 2007 as a whole is expected to be better than in 2006, when it was SKr 38.6 million.
- The return on Geveko's Series "B" shares for the January-June 2007 period, including dividends paid and redemption of shares, was 32%. The SIX Return Index rose by 13% during the same period.
- During the first half of 2007, by way of dividend and redemption of shares, SKr 86 per share was repaid to Geveko's shareholders.

After the end of the period

At the beginning of July two Polish road marking companies - Technom and GIK - with an aggregate turnover of some SKr 46 million in 2006, were acquired. The companies will be integrated with Cleanosol's business in Poland.

Forthcoming information, 2007–2008

Interim report, January-September	26 October 2007
Year-end release 2007	25 February 2008
Annual Report 2007	April 2008
Interim Report, January-March 2008	24 April 2008
Annual General Meeting 2008	24 April 2008

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Group

Result

The Geveko Group's consolidated result after tax for the first quarter 2007 was a profit of SKr 21.7 million (loss 9.1). Both the Equities Portfolio and Industrial Operations have performed better than in the corresponding period last year. Capital gains and changes in the value of the Equities Portfolio contributed SKr 31.1 million to the result, which may be compared with last year's SKr 13.7 million. Industrial Operations' operating result improved by SKr 23.6 million in relation to last year. Higher volumes and improved margins, particularly in Eastern Europe, are the factors behind the improvement in the result.

Capital structure

At Geveko's AGM in April it was decided to pay out SKr 362 million to shareholders by way of a dividend of SKr 11 per share and a share redemption programme corresponding to SKr 75 per share. The payment was made during the second quarter and had the effect of altering the Group's capital structure. The Group's equity ratio has declined and was 32% on 30 June 2007, which may be compared with 49% on the corresponding date in 2006.

Industrial Operations

Geveko's Industrial Operations' order intake and sales volumes showed a favourable tendency during the period. Turnover increased by 12% in relation to the corresponding period in the previous year. Higher exports of materials to Eastern Europe, an early start to the road-paving season with new contracts in Romania and Premark's continued strong performance boosted the growth rate. Contract activities in England and Scandinavia opened the year very strongly with a healthy order intake and an early start to the season. The business was affected unfavourably in June by poor weather. The ChemTech business area's turnover increased by 3%.

Industrial Operations' turnover for the first half of 2007 amounted to SKr 436.5 million (388.6), and its operating result was a loss of SKr 5.2 million (loss 28.8). Of the improvement of SKr 23.6 million in the result, SKr 9 million is attributable to a lower level of IFRS depreciation. At operating level, the improvement in the result was in all essentials attributable to the activities in Eastern Europe, and in Romania in particular, where the result improved considerably after new contracts were signed in the second half of 2006. The German subsidiary Plastroute also reports a significant improvement in its result due to an increase in demand in combination with the effect of measures to improve productivity carried out in 2006.

Equities Portfolio

The return on the equities portfolio during the first half of 2007 was 6.8%. Including dividends received the Equities Portfolio earned a profit of SKr 45.6 million (26.4) for the period. The repositioning of the portfolio in 2006 to include more companies with a greater exposure to European markets has had a favourable effect on the return while the overweighting of Healthcare stocks had a negative impact on the portfolio's result. Since mid-April, approximately half the market value of the Equities Portfolio has been hedged by means of various option solutions. At the same time the parent company raised a SKr 300 million loan to finance part of the redemption of Geveko shares carried out at the beginning of June. The hedging of the Equities Portfolio will serve in effect to hedge the loan, which is intended to be repaid later in 2007.

Net worth

Geveko's net worth per share was SKr 220 (204) on 30 June 2007. The corresponding value at the beginning of the year was SKr 268 per share. As of 12 July 2007 the net worth per share was estimated at SKr 221. The market valuation of Geveko's Industrial Operations is estimated each quarter on the basis of a moving 12-month result. As of 30 June 2007 the value was SKr 650 million (335), which corresponds to a p/e ratio of 12.5.

Overview

SKr million	April-June 2007	April-June 2006	Jan-June 2007	Jan-June 2006	Jan-Dec 2006
<i>Group</i>					
Consolidated profit/loss after tax	46.9	-23.4	21.7	-9.1	116.3
Earnings/loss per share, SKr	10.75	-4.70	5.10	-1.05	28.20
Equity	-	-	496.0	715.1	830.1
Net debt	-	-	760.2	429.7	239.7
<i>Industrial Operations</i>					
Turnover	346.1	310.8	436.5	388.6	1,035.0
Operating profit/loss	47.3	27.5	-5.2	-28.8	38.6
Turnover, moving 12-month	-	-	1,082.9	975.3	-
Operating profit, moving 12-month	-	-	62.2	20.7	-
Operating margin, moving 12-month, %	-	-	5.7	2.1	3.7
<i>Equities Portfolio</i>					
Market value	553.4	527.9	553.4	527.9	562.7
Change in value, %	-	-10.0	+2.8	+2.2	+21.2
Net worth per share, SKr	-	-	220.-	204.-	268.-
<i>Geveko shares</i>					
Listed price, Geveko shares, SKr	200.-	194.-	200.-	194.-	218.-
Total return, Geveko shares, %	-8.0	-6.8	+32	-1.9	+10
SIX Return Index, %	+5.0	-8.1	+13	+5.3	+26
Number of employees	-	-	620	658	611

As can be seen from the cash flow analysis, the cash flow from Industrial Operations showed a deficit of SKr 152.5 million (deficit 129.3) before investment activities and a deficit of SKr 150.1 million (deficit 133.8) after investment activities. Industrial Operations' cash flow tends to be negative in the first half of the year owing to seasonal factors.

Employees

On 30 June 2007, the Group had 620 employees (658), of whom 113 (107) were female. The number of employees at Group companies abroad was 442 (461). During the 2006 financial year, the average number of employees in the Group (including seasonal employees) was 611.

Industrial Operations

Direction and organisation

Geveko's Industrial Operations division focuses on materials and services within horizontal road marking, complemented with speciality chemical/technical products that generate synergies in production. Industrial Operations is organised in two business areas: Road Marking and ChemTech.

Road Marking business area

The Road Marking business area consists of Cleanosol, LKF Vejmarkering, Plastiroute and Roadcare, as well as Plastidrum, a 69 % owned subsidiary in Romania. The business is mainly conducted in the Nordic countries, Great Britain, Germany, Poland, Romania, the Czech Republic and Switzerland, as well as through an associate company in Hungary. Road markings are used to highlight traffic rules and improve safety for road users. Products and systems are developed to satisfy the market's growing demands for functionality, safety and environmental adaptation. In addition to supplying materials and products the Group provides contract road marking services in Scandinavia, Great Britain, the Czech Republic and Romania, as well as through the associate company in Hungary. Customers are mainly public authorities with responsibility for road maintenance.

The Road Marking Business Area, which accounted for more than 90 % of Industrial Operations' turnover in 2006, is market leader in the Nordic region and the largest company in the industry in Europe. The turnover during the first half of the year tends to account for around 40% of the year's total sales, owing to seasonal factors.

ChemTech business area

The ChemTech business area consists of Geveko Industri (Sweden) and Geveko Oy (Finland). Geveko Industri is mainly active on the Scandinavian and West European markets, while Geveko Oy covers the Finnish and Baltic markets. ChemTech's business consists of the development, manufacture and sale of industrial and domestic paints, marking sprays and rust protection systems. The business area possesses considerable chemical competence and is also involved in the production of road-marking paints.

Market developments

The market for road markings is mature and characterised in Western Europe by stable volumes with low growth, excess capacity and intense price competition. In Eastern Europe, where substantial investments are being made in the infrastructure, markets are growing faster. The season for contract road marking on the Nordic market generally begins during the second quarter of the year. Industrial Operations' business therefore displays wide seasonal fluctuations in invoiced sales and earnings. The operating result tends to be weak during the first half-year owing to seasonal factors.

The market for chemical-technical products displays a more balanced seasonal pattern. The ChemTech business area's products are "niche" products intended for narrow market segments and often designed to meet specific customer requirements.

Volumes in the Road Marking business area increased by 12% in relation to the first half of 2006, with material sales accounting for +11% and contract activities +32%. The highest growth was noted in the markets in Russia, the Czech Republic, Romania and Turkey. In Sweden and England, contract volumes declined as a result of poor weather conditions, particularly in June. Given the satisfactory order intake, it should be possible to regain these volumes later in the year. The niche product Premark is showing strong growth and sales increased by 35% during the first half of the year.

During the first half-year, the ChemTech business area noted an increase of 2% in volume in relation to the previous year.

Net turnover and result

Net turnover during the first half of 2007 amounted to SKr 436.5 million (388.6). The gross profit amounted to SKr 83.9 million (50.9). The operating result was a loss of SKr 5.2 million (loss 28.8).

For the twelve-month period from 1 July 2006 until 30 June 2007, net turnover amounted to SKr 1,083 million (975). The operating profit amounted to SKr 62 million (21), and the operating margin was 5.7% (2.1). (For the 2006 financial year as a whole, net turnover amounted to SKr 1,035 million, the operating profit to SKr 38.6 million and the operating margin to 3.7%.)

Second quarter

In Q2 2007 turnover amounted to SKr 346.1 million (310.8) and the operating profit was SKr 47.3 million (27.5).

Transactions with related parties

There have not been any transactions with related parties in 2007 that significantly affect the company's position and result. Transactions with related parties in 2006 are stated in Note 34 on page 79 of Geveko's 2006 Annual Report.

Important events after the reporting period

Two Polish companies - Technom and GIK - which are active in road marking contract services, were acquired at the beginning of July. Technom and GIK's turnover in 2006 amounted to approximately SKr 46 million. They have some 20% of the Polish market for contract road marking services. The companies complement each other geographically as a result of their strategically important locations. Technom is in Wloclawek, central Poland, and GIK in Rybnik, close to the Czech border. The companies will be consolidated in Geveko as of July 2007.

Outlook for 2007

In the Road Marking business area Geveko's companies have strengthened their leading positions on the Nordic market by winning tenders in Sweden and Norway in the first half of 2007. In England and Denmark volumes are expected to be at a similar level to last year's. Sales in Central and Eastern Europe are showing firm growth. In the ChemTech business area demand is running at a slightly higher level than in 2006. All in all, including the acquisitions carried out in July, turnover in 2007 is expected to be in the region of SKr 1,100 million, which is higher than in the previous year when it amounted to SKr 1,035 million.

Industrial Operations' result for 2007 is expected to be higher than in the previous year, when the operating profit amounted to SKr 39 million. The result is expected to improve as a consequence of a strong performance on several markets, productivity improvements at the factories in Germany and a reduction in IFRS depreciation. A key factor affecting the 2007 result for contract road marking will be the weather conditions in the autumn.

Management of Securities

Focus

Geveko's Securities Portfolio is managed within the parent company AB Geveko. The company invests in listed securities for which the market is liquid, preferably those listed on the OMX Nordic Exchange, Stockholm.

External factors and markets

The strength of the global economy has meant that virtually all stock markets have performed well in 2007. The Swedish market was characterised by a strong performance at the beginning of 2007. By 30 June 2007 the SIX General Index had risen by 9.7% since the turn of the year.

Concern over rising inflation with higher interest rates as a consequence has only had a marginal impact on the market to date, but could pose a threat to a continued upswing. In Europe, Germany has experienced healthy economic conditions. The American economy is still performing well but at a calmer pace than before. The strong growth rates in Eastern Europe, China and India has resulted in higher commodity prices. At the same time, the economic development of these countries is stimulating global growth, which will benefit Swedish exports for instance.

Strategy

Geveko's view was that the stock market would perform well during the first half of 2007; consequently, some 85% of the Securities Portfolio's available capital has been invested in listed equities since the beginning of the year. At the end of the second quarter the Equities Portfolio was overweighted in Industrials and Healthcare, which accounted for a combined 47% of the portfolio.

Geveko remains cautiously positive regarding stock market prospects for the remainder of 2007. Higher interest rates and concerns about inflation could have a moderating effect, whereas the relatively strong economy will have a more bullish effect.

Equities Portfolio January–June 2007

On 30 June 2007, the market value of the Equities Portfolio amounted to SKr 553.4 million (527.9). The return on the portfolio, taking purchases and sales into account, amounted to 6.8% (2.2) for the first half of 2007.

During the period, shares were sold for SKr 171 million (47.0), and purchased for SKr 154 million (30.3). The number of holdings was 25, of which two were foreign stocks and funds, which together accounted for 9.9% of the market value of the Equities Portfolio on 30 June 2007.

Since mid-April 2007 approximately SKr 250 million of the Equities Portfolio's fair value has been hedged via option solutions. The background to this measure is the parent company's use of loans to finance the funds disbursed in connection with the redemption of Geveko shares, which took place at the beginning of June.

Result

Management of Securities' result for the January-June 2007 period amounted to SKr 42.1 million (23.8), of which dividend income accounted for SKr 14.5 million (12.7).

Second quarter

During the second quarter Management of Securities earned a profit of SKr 18.6 million (loss 34.3).

Developments up to and including 12 July 2007

The market value of the Equities Portfolio amounted to SKr 563.9 million on 12 July 2007. In July net purchases of shares amounted to SKr 1.9 million.

Equities Portfolio by sector, % compared with OMX Nordic Exchange, Stockholm

	30 June 2007		31 December 2006	
	Equities Portfolio %	OMX Nordic Exchange, Stockholm %	Equities Portfolio %	OMX Nordic Exchange, Stockholm %
Commodities	10.9	6.9	11.9	7.0
Industrials	32.4	30.3	29.2	24.4
Consumer Goods	10.3	14.5	10.4	12.6
Healthcare	14.7	5.5	15.3	5.8
Financials	10.7	21.2	13.3	27.0
IT	-	1.1	0.5	1.2
Telecoms	4.5	17.2	5.9	18.7
Media	1.0	1.0	-	1.1
Services	5.5	2.3	5.7	2.2
Equity index bond	3.5	-	2.1	-
Funds	6.5	-	5.7	-
Total	100.0	100.0	100.0	100.0

Change in value by share 1 January – 30 June 2007

Excluding dividend income, SKr million

Five best performing shares		Five poorest performing shares		Equities portfolio, total	
H & M	+10.9	SHB	-2.7	1 January	562.7
Cardo	+5.6	Getinge	-1.6	Net sales	-44.7
AGI Fund	+4.9	Cision	-1.5	+ 5 best	+29.4
Trelleborg	+4.6	SCA	-1.5	+ 5 poorest	-8.6
Statoil	+3.4	Health Invest Fund	-1.3	Other	+14.6
Total	+29.4		-8.6	Equities Portfolio 30 June 2007	553.4

Equities Portfolio by quarter, 2007

SKr million	Q1 2007	Q2 2007	Jan-June 2007	Jan-Dec 2006
Market value	603.4	553.4	553.4	562.7
Change in value, %	+4.0	+2.8	+6.8	+21.2
SIX General Index, %	+5.9	+3.8	+9.7	+24.5
Dividends	0.9	13.6	14.5	13.0
Change in value	23.5	7.6	31.1	100.4

Risks and factors of uncertainty

Risks and factors of uncertainty affecting the Group and the parent company are Market risk in the case of Management of Securities and Commercial risk in Industrial Operations as well as Financial risk, which includes the effects of changes in prices on credit and capital markets, currency fluctuations and rates of interest. No new, major risks or factors of uncertainty have arisen in 2007.

For further information about Geveko's risks and factors of uncertainty, see page 55 and Note 33 of Geveko's Annual Report for 2006.

Parent company

Result

Dividend income from listed securities amounted to SKr 14.5 million (12.7). The adjustment in the value of the Equities Portfolio to fair value, including capital gains, amounted to SKr 31.1 million (13.7). Financial income and costs amounted to SKr 0.9 million (2.2). The parent company's result after tax for the January-June period was a profit of SKr 31.6 million (43.3). The corresponding figure for the second quarter was SKr 14.9 million (loss 12.6).

Annual General Meeting

The 2007 Annual General Meeting was held on 26 April in Göteborg. The AGM resolved in favour of paying a dividend of SKr 11 per share. At the same time the AGM resolved in favour of the implementation of a share redemption programme, as a consequence of which a further SKr 75 per share, or a total of SKr 316 million, was paid to shareholders at the beginning of June 2007.

David Bergendahl, Klas Dunberger, Magnus Ergel, Tomas Landeström, Helena Levander, Ove Mattsson and Sören Sjölander were re-elected to the Board. Board member Magnus Ergel was not available for re-election. Åsa Söderström Jerring was elected to the Board. Ove Mattsson was elected chairman. Lars Lewerth was re-elected as a deputy member of the Board.

Accounting principles

This interim report is made up in accordance with the Annual Account Acts, IAS 34 Interim Reporting and RR:31 Interim Reporting for Groups of Companies. The accounting principles applied are the same as the principles used for making up of the latest annual report.

Next report

The interim report for January-September 2007 will be published on 26 October 2007.

The undersigned herewith state that to the best of their knowledge this interim report provides a true and fair picture of the Group and the parent company's business operations, financial position and result. It also describes the significant risks and other related factors to which the parent company and the other companies belonging to the Group may be exposed.

Göteborg, Sweden 17 July 2007
AB GEVEKO (publ)

Ove Mattsson
Chairman of the Board

David Bergendahl
Board member

Klas Dunberger
Board member

Tomas Landeström
Board member

Helena Levander
Board member

Sören Sjölander
Board member

Åsa Söderström Jerring
Board member

Hans Ljungkvist
CEO and Managing Director

This interim report has not been subject to examination by the company's auditors.

SUMMARY CONSOLIDATED PROFIT AND LOSS ACCOUNT, SKr million

	April- June 2007	April- June 2006	Jan- June 2007	Jan-June 2006	Jan-Dec 2006
INDUSTRIAL OPERATIONS					
Net sales	346.1	310.8	436.5	388.6	1,035.0
Cost of sold products	-254.3	-245.5	-352.6	-337.7	-827.1
Gross operating profit	91.8	65.4	83.9	50.9	207.9
Development costs	-3.4	-4.6	-6.9	-8.3	-17.2
Selling costs	-22.4	-16.2	-43.5	-37.0	-89.4
Administrative costs	-28.0	-26.1	-56.8	-49.8	-99.0
Interest in earnings of associate companies	-	2.3	-0.5	3.5	11.0
Other operating income and costs	2.4	0.5	4.6	1.4	7.0
Dividend income	13.6	11.9	14.5	12.7	13.0
Change in value of Securities Portfolio	6.7	-44.8	31.1	13.7	100.4
Consolidated profit/loss before financial items	60.7	-11.6	26.4	-12.9	133.7
Financial income	1.3	-	2.6	1.9	5.7
Financial costs	-4.5	-3.2	-11.5	-7.1	-14.7
Profit/loss before tax	57.5	-14.8	17.5	-18.1	124.7
Income tax	-10.6	-8.6	4.2	9.0	-8.4
Result for period	46.9	-23.4	21.7	-9.1	116.3
Attributable to:					
Parent company shareholders	45.4	-19.8	21.5	-4.5	119.0
Minority interests	1.5	-3.6	0.2	-4.6	-2.7
Earnings per share, SKr (attributable to parent company shareholders)	10.75	-4.70	5.10	-1.05	28.20

The number of shares in issue in 2007 and 2006 was 4,219,533.

SUMMARY CONSOLIDATED BALANCE SHEET, SKr million

	30 June 2007	30 June 2006	31 December 2006
FIXED ASSETS			
Intangible fixed assets	38.0	29.5	40.2
Tangible fixed assets			
Land and buildings	116.6	114.5	109.9
Machinery & equipment	153.1	169.3	144.4
Fixed plant under construction	12.9	12.1	13.3
Total tangible fixed assets	282.6	283.8	267.6
Financial assets			
Shares in associate companies	79.2	64.1	75.8
Listed equities	553.4	527.9	562.7
Other equities and securities	16.0	11.0	12.3
Other long-term receivables	11.2	8.7	11.1
Deferred tax receivable	6.4	6.6	5.9
Total financial fixed assets	666.2	618.3	667.8
Total fixed assets	986.8	931.6	975.6
CURRENT ASSETS			
Inventories	142.7	124.2	94.3
Accounts receivable	298.2	266.0	134.9
Other current receivables	68.0	60.8	39.2
Liquid funds	45.8	75.3	134.1
Total current assets	554.7	526.3	402.5
TOTAL ASSETS	1,541.5	1,457.9	1,378.1
EQUITY			
Capital and reserves attributable to the parent company's shareholders			
Share capital	105.5	105.5	105.5
Other injected capital	30.0	30.0	30.0
Reserves	42.7	30.7	23.5
Retained earnings	289.5	518.4	644.7
	467.7	684.6	803.7
Minority interests	28.3	30.5	26.4
Total equity	496.0	715.1	830.1
LONG-TERM LIABILITIES			
Borrowing	258.4	226.7	244.3
Deferred tax liabilities	16.8	19.1	16.3
Pension commitments	7.5	8.0	2.7
Other provisions	4.9	5.0	9.2
Total long-term liabilities	287.6	258.8	272.5
CURRENT LIABILITIES			
Borrowing	568.7	288.7	146.9
Other current liabilities	189.2	195.3	128.6
Total current liabilities	757.9	484.0	275.5
TOTAL EQUITY AND LIABILITIES	1,541.5	1,457.9	1,378.1

SUMMARY CASH FLOW ANALYSIS, GROUP, SKr million

	Jan-June 2007	Jan-June 2006	Jan-Dec 2006
Cash flow from continuing operations before changes in working capital	2.5	-5.3	77.0
Cash flow from changes in working capital	-155.0	-124.0	-22.3
Cash flow from continuing operations	-152.5	-129.3	54.7
Acquisitions of tangible fixed assets, net	-28.6	-23.6	-33.9
Acquisitions of shares in subsidiary companies	1.0	-4.9	-18.5
Acquisitions of shares in associate companies	-	-	-9.6
Change in other fixed assets	1.8	2.0	-10.9
Purchases/sales of securities, net	28.2	22.0	67.1
Cash flow from investment activities	2.4	-4.5	-5.8
Dividends paid	-46.4	-46.4	-46.4
Redemption of shares	-316.5	-	-
Change in interest-bearing liabilities	422.9	161.4	36.4
Cash flow from financing activities	60.0	115.0	-10.0
Cash flow for the period	-90.1	-18.8	38.9
Opening liquid funds	134.1	95.8	95.8
Currency fluctuations, liquid funds	1.8	-1.7	-0.6
Closing liquid funds	45.8	75.3	134.1

During the first quarter of 2007 all the shares in LKF Nederland BV have been acquired for a net consideration corresponding to SKr 1 million. The purchase price of LKF Nederland BV was SKr 0.2 million. At the time of acquisition the company had liquid funds of SKr 1.2 million. The net effect on the Group's liquid funds is thus SKr 1.0 million. The transaction has also had an effect of SKr 0.1 million on intangible fixed assets and of SKr 1.1 million on working capital.

Geveko Industri AS was formed during the second quarter of 2007. The net effect on the Group's liquid funds was zero.

Change in equity

SKr million	30 June 2007	30 June 2006	31 December 2006
Opening balance	830.1	768.3	768.3
Profit/loss for the period	21.7	-9.1	116.3
Dividend paid, AB Geveko	-46.4	-46.4	-46.4
Redemption of shares	-316.5	-	-
Dividend paid to minority owners of subsidiaries	-	-	-8.3
Translation difference	7.1	2.3	0.2
Closing balance	496.0	715.1	830.1

SUMMARY PARENT COMPANY PROFIT AND LOSS ACCOUNT, SKr million

	Jan-June 2007	Jan-June 2006	Jan-Dec 2006
Dividend income			
from subsidiaries	-	25.0	25.0
From other companies	14.5	12.7	13.0
Change in value of Securities Portfolio	30.6	13.0	99.9
Income from Management of Securities	45.1	50.7	137.9
Administrative costs	-12.6	-9.6	-16.5
Operating profit	32.5	41.1	121.4
Financial income	4.2	2.5	7.1
Financial costs	-5.1	-0.3	-2.2
Profit before tax	31.6	43.3	126.3
Income tax	-	-	-
Profit for the period	31.6	43.3	126.3

SUMMARY PARENT COMPANY BALANCE SHEET, SKr million

	30 June 2007	30 June 2006	31 December 2006
Fixed assets	631.7	603.1	637.9
Current assets	237.6	226.9	179.5
Total assets	869.3	830.0	817.4
Equity	342.7	590.9	673.9
Provisions	3.1	3.1	3.1
Long-term liabilities	38.6	45.2	42.5
Current liabilities	484.9	190.8	97.9
TOTAL EQUITY AND LIABILITIES	869.3	830.0	817.4

Note 1

Equities Portfolio, 30 June 2007

Listed shares and other securities	No. purchase	Change 1/1-30/6		No. Sales	No.	Holdings 30/6 (market value)		Value SKr/Share
		No. Split Swap				SKr million	%	
Listed shares in order of size								
<i>Listed shares</i>								
Hennes & Mauritz, B				30,000	140,000	56.9	10.3	13.48
Getinge, B					300,000	44.5	8.0	10.55
Cardo	20,000				140,000	41.9	7.6	9.93
SHB, A	50,000				180,000	34.7	6.3	8.22
AstraZeneca				20,000	90,000	33.0	6.0	7.82
Securitas				20,000	280,000	30.5	5.5	7.23
SCA, B	20,000	180,000		20,000	250,000	28.8	5.2	6.83
Trelleborg, B	50,000			200,000	150,000	28.4	5.1	6.73
Gunnebo	20,000			72,000	320,000	26.5	4.8	6.28
Nordea				70,000	230,000	24.7	4.5	5.85
Ericsson, B	200,000			500,000	900,000	24.7	4.5	5.85
SKF, B	150,000				150,000	21.7	3.9	5.14
Statoil (Norway)	40,000				100,000	21.3	3.8	5.05
Transatlantic, B	70,000				350,000	18.8	3.4	4.46
Assa Abloy, B	10,000			50,000	110,000	16.7	3.0	3.96
ABB Ltd					100,000	15.6	2.8	3.70
Lundin Petroleum	50,000				150,000	10.3	1.9	2.44
Sandvik	70,000				70,000	9.7	1.7	2.30
Cision (formerly Observer)	200,000				200,000	5.3	1.0	1.26
Midelfart Sonesson, B	200,000				200,000	3.9	0.7	0.92
NCC, B				25,000	-	-	-	-
Nederman Holding	9,700			9,700	-	-	-	-
Norsk Hydro (Norway)				60,000	-	-	-	-
Sandvik IL		70,000		70,000	-	-	-	-
SEB, A				75,000	-	-	-	-
SKF IL		150,000		150,000	-	-	-	-
Stora Enso, R				100,000	-	-	-	-
Teleca, B				100,000	-	-	-	-

Other securities

			16,213	27.3	4.9	6.47
AGI East Asia Fund						
			91,274	8.7	1.6	2.06
Healthinvest Fund						
		3,000,000	10,000,000	9.1	1.6	2.16
AIO SEB 06/10	5,000,000		5,000,000	5.5	1.0	1.30
AIO Kaupthing Em Markets						
	5,000,000		5,000,000	4.9	0.9	1.16
AIO SHB 06/10						
Total listed shares and other securities				553.4	100.0	131.15

Note 2

Reporting by segment, April-June 2007				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	346.1	-	-	346.1
Operating costs	-298.8	-1.7	-5.0	-305.5
Interest in earnings of associate companies	-	-	-	-
Dividend income	-	13.5	-	13.5
Change in value of Equities Portfolio	-	6.8	-	6.8
Profit/loss before financial items	47.3	18.6	-5.0	60.9
Financial income	-	-	1.3	1.3
Financial costs	-	-	-4.7	4.7
Profit/loss before tax	47.3	18.6	-8.4	57.5

Note 2

Reporting by segment, April-June 2006				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	310.8	-	-	310.8
Operating costs	-285.6	-1.5	-4.7	-291.8
Interest in earnings of associate companies	2.3	-	-	2.3
Dividend income	-	12.0	-	12.0
Change in value of Equities Portfolio	-	-44.8	-	-44.8
Profit/loss before financial items	27.5	-34.3	-4.7	-11.5
Financial income	-	-	-0.1	-0.1
Financial costs	-	-	-3.1	-3.1
Profit/loss before tax	27.5	-34.3	-7.9	-14.7

Note 2

Reporting by segment, January-June 2007				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	436.5	-	-	436.5
Operating costs	-441.2	-3.5	-10.3	-455.0
Interest in earnings of associate companies	-0.5	-	-	-0.5
Dividend income	-	14.5	-	14.5
Change in value of Equities Portfolio	-	31.1	-	31.1
Profit/loss before financial items	-5.2	42.1	-10.3	26.6
Financial income	-	-	2.6	2.6
Financial costs	-	-	-11.7	-11.7
Profit/loss before tax	-5.2	42.1	-19.4	17.5
Fixed assets	399.8	569.4	17.6	986.8
Current assets	441.5	-	113.2	554.7
	841.3	569.4	130.8	1,541.5
Equity	-	-	496.0	496.0
Liabilities	108.3	-	937.2	1,045.5
	108.3	-	1,433.2	1,541.5

Note 2

Reporting by segment, January- June 2006				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	388.6	-	-	388.6
Operating costs	-420.9	-2.6	-7.9	-431.4
Interest in earnings of associate companies	3.5	-	-	3.5
Dividend income	-	12.7	-	12.7
Change in value of Equities Portfolio	-	13.7	-	13.7
Profit/loss before financial items	-28.8	23.8	-7.9	-12.9
Financial income	-	-	2.0	2.0
Financial costs	-	-	-7.1	-7.1
Profit/loss before tax	-28.8	23.8	-13.0	-18.0
Fixed assets	376.9	538.5	16.2	931.6
Current assets	390.3	-	136.0	526.3
	767.2	538.5	152.2	1,457.9
Equity	-	-	715.1	715.1
Liabilities	114.4	-	628.4	742.8
	114.4	-	1,343.5	1,457.9

Note 2

Reporting by segment, January- December 2006				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	1,305.0	-	-	1,035.0
Operating costs	-1,007.4	-4.6	-13.8	-1,025.8
Interest in earnings of associate companies	11.0	-	-	11.0
Dividend income	-	13.0	-	13.0
Change in value of Equities Portfolio	-	100.4	-	100.4
Profit/loss before financial items	38.6	108.8	-13.8	133.6
Financial income	-	-	5.7	5.7
Financial costs	-	-	-14.6	-14.6
Profit/loss before tax	38.6	108.8	-22.7	124.7
Fixed assets	383.6	574.7	17.4	975.7
Current assets	252.4	-	150.0	402.4
	636.0	574.7	167.4	1,378.1
Equity	-	-	830.1	830.1
Liabilities	117.5	-	430.5	548.0
	117.5	-	1,240.6	1,378.1

Note 2

Reporting by segment, July 2006- June 2007				
SKr million	Industrial Operations	Management of Securities	Unallocated	Group
Net turnover	1,082.9	-	-	1,082.9
Operating costs	-1,027.7	-5.5	-16.2	-1,049.4
Interest in earnings of associate companies	7.0	-	-	7.0
Dividend income	-	14.8	-	14.8
Change in value of Equities Portfolio	-	117.8	-	117.8
Profit/loss before financial items	62.2	127.1	-16.2	173.1
Financial income	-	-	6.3	6.3
Financial costs	-	-	-19.2	-19.2
Profit/loss before tax	62.2	127.1	-29.1	160.2

Note 3 Change in net worth, SKr million

	30 June 2007	30 June 2006	31 Dec 2006
Opening value	1,130.6	1,007.2	1,007.2
Change	-203.4	-145.6	123.4
Closing value	927.2	861.8	1,130.6

Note 3 Net worth

		30 June 2007		31 December 2006		
	SKr million	SKr million	SKr/share	SKr million	SKr million	SKr/share
Securities Portfolio		621	147.20		658	155.95
Equities Portfolio	553			563		
Fixed income securities	55			83		
Unlisted securities	13			12		
Industrial Operations		650	154.05		520	123.25
Other		-344	-81.50		-47	-11.20
		927	219.75	1,131		268.00

Note 4 Financial ratios

	30 June 2007	30 June 2006	30 June 2005	31 Dec 2006
Earnings per share after tax, SKr	5.10	-1.05	9.50	28.20
Net worth per share, SKr	220.-	204.-	213.-	268.-
Cash flow per share, SKr	-21.35	-4.45	1.35	9.20
Listed price, Geveko "B", SKr	200.-	194.-	176.-	218.-
Investment trust discount, %	9.0	5.0	17.5	18.6
Equity ratio, %	32.2	49.1	50.0	60.2
Number of shares in issue	4,219,533	4,219,533	4,219,533	4,219,533

The Group has no outstanding convertible loans or warrants.

Definition of net worth

The difference between the parent company's assets and liabilities, when the Equities portfolio is valued at fair value and wholly owned subsidiaries are valued at their estimated value, although no lower than adjusted equity. The valuation principle for Industrial Operations is, at the end of each quarter, to apply a p/e ratio on a moving 12-month basis to the result after tax. The Affärsvärlden index for the Building and Construction sector at the same date is used as a guide for estimating the p/e ratio. The same model has been used since 1998, when AB Geveko acquired investment trust status.