



# SVOLDER

INTERIM REPORT 2 2021/2022

## A great deal of uncertainty

The Managing Director's comments, page 2

### Result for current reporting period

**3 months:** 1st December 2021–28th February 2022

- The company posted a result for the period of SEK **-1,400** million (754 m), corresponding to SEK **-13.70** (7.40) per share
- The net worth decreased by **19.1%** to SEK **58.00** per share
- The listed price of the Class B share decreased by **30.8%** to SEK **61.72** per share
- The Carnegie Small Cap Return Index fell by **16.0%**
- 4:1 share split conducted January 2022

#### Major contributors to net worth

- + Positive: Viva Wine Group
- Negative: Troax, GARO, Nordic Waterproofing

#### Major changes in the equities portfolio

- + Bought: Viva Wine Group, Elanders, Nivika Fastigheter
- Sold: Nolato, Saab

### Result for the interim period

**6 months:** 1st September 2021–28th February 2022

- The company posted a result for the period of SEK **-1,109** million (1,195 m), corresponding to SEK **-10.80** (11.70) per share
- The net worth decreased by **15.8%**, including reinvested dividend
- The listed price of the Class B share decreased by **17.2%**, including reinvested dividend
- The Carnegie Small Cap Return Index fell by **15.3%**

Latest published figures  
**4 MARCH 2022**

Share price  
**55.54**  
SEK

Net worth  
**53**  
SEK/share

# Dear Shareholder,

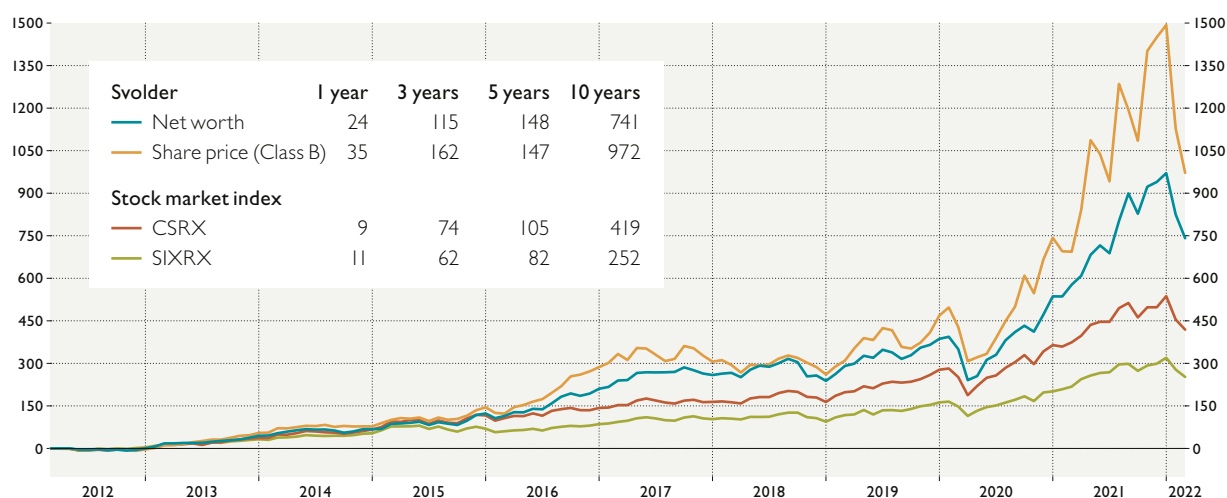
## A GREAT DEAL OF UNCERTAINTY

The second quarter of the financial year (1st December 2021–28 February 2022) was characterised by dramatic stock exchange movements. This can be explained by a global business environment which, to begin with, featured a strong economy and rising share prices. Palpably rising inflation, progressively higher interest rates on government bonds and expectations of more austere monetary policy from most central banks later caused investors to begin increasing the return requirement on financial assets such as shares. During February, growing aggression on Russia's part towards Ukraine, but also linked to other near-lying states, created an increasing sense of concern and uncertainty regarding the future. When Russia then invaded Ukraine later in the month, there were reasons for investors to further raise their risk premiums and return requirements.

» *During February, growing aggression on Russia's part towards Ukraine, but also linked to other near-lying states, created an increasing sense of concern and uncertainty regarding the future.* »

Western democracies have responded with powerful economic sanctions, as well as weapons, protective equipment and other assistance to support the democratically elected Ukrainian government. At the time of writing, there is great uncertainty regarding whether the conflict will escalate further. There is no historical experience of how all this will affect Western economies, infrastructure, energy supply, global trade, defence armament, the risk of warfare and so on. A lot of this will be determined by Russia and its president. In uneasy times, however, risk premiums and return requirements tend always to rise. This reduces the value of equities. In addition, the currencies of small countries are affected. Commodity prices also go up, particularly for precious metals and energy, when the supply-and-demand situation changes dramatically.

Total return<sup>1)</sup> 10 years in % on 28th February 2022



Source: Morningstar Svolder and Infront

<sup>1)</sup> Total return is calculated using comparable methods to reinvestment indices and funds, i.e. assuming that the dividend paid is reinvested at the time of the dividend in underlying types of assets.

## ALTERED INVESTOR PERSPECTIVE

The previous financial year, which ended on 31st August, was a very successful year for Svolder in both absolute and relative terms. Ahead of this year, in our latest annual report completed in October 2021, we said we predicted rising inflation following higher producer prices, particularly caused by rising energy, transport and commodity prices. We considered that this would result in higher interest rates and therefore higher return requirements. With this in mind, we could foresee strong economic development in the wake of the pandemic, leading to rising orders and company profits. Virtually indiscriminate euphoria among investors regarding growth companies and promising companies focusing on e-commerce, new technology, biotechnology and new energy was deemed unlikely to be able to continue in this climate. The focus would instead be on more well-established companies with increasing profits, growth and dividend capacity, along with healthy finances.

Much of this has influenced share price movements during the current reporting period. The formerly sustained price rises in the profitable growth companies Troax and GARO were transformed into dramatic declines. The share price trend for equities in companies like New Wave, FM Mattsson and Wästbygg, on the other hand, was far less weak. Svolder reduced its holdings in Troax and GARO earlier in the year, while increasing its holdings primarily in New Wave, Elanders and IPOs like Viva Wine Group and Nivika Fastigheter.

Although Svolder's portfolio management has produced historically good results, one cannot live on old achievements for ever. We can of course see that the share price and net worth have declined a lot during the current reporting period. The 'three-stage rocket' we have long presented has, in terms of the past three months, been reversed. This means that interest rate investments have outperformed the stock exchange (SIXRX), which in turn has developed better than the small cap market (CSRX) and Svolder's net worth. Svolder has an express strategy to be almost fully invested in equities. Over long periods, this has been successful. Even so, towards the end of the current reporting period we have increased our liquidity slightly by selling equities with higher market values than we aim to invest in long-term, i.e. selling shares with market values of over SEK 20 billion such as Saab and Nolato. We also judge that during the dividend season, we will have an injection of more than SEK 100 million from Svolder's portfolio companies. To sum up the first half of the financial year, Svolder's net worth trend follows our CSRX comparison index relatively closely, although slightly better during the first quarter and less well during the second.

## FOCUS ON QUALITY COMPANIES WITH ESTABLISHED BUSINESS MODELS

In this very uncertain global environment, we are striving to maintain a concentrated equities portfolio of high-quality companies, characterised by dividend capacity, organic growth, and with share valuations that are defensible in a normal market. In our opinion, at present most of the equities in our portfolio are valued low based on long-term and normal return requirements. To that extent, our strategy tallies well with the way we acted in the early days of the pandemic in 2020. As an unleveraged investment company, Svolder is in an advantageous position compared to other investment options, which are often forced into portfolio changes as fund capital flows in and out. At the same time, there is scope for Svolder to raise loans if interesting investment alternatives present themselves. This is because, after all, uncertain times also present opportunities for healthy, long-term portfolio management, even though it feels cynical to say so in a time of nuclear brinkmanship and serious threats to democracy and prosperity.

*Yours faithfully*

ULF HEDLUNDH  
*Managing Director*



# THE EQUITIES PORTFOLIO

28TH FEBRUARY 2022

Share	Number	Share price (SEK) <sup>1)</sup>	Market cap. (SEK m)	% of net worth	% of the company's capital <sup>2)</sup>	% of the company's votes <sup>2)</sup>
New Wave Group	4,981,420	144.20	<b>718</b>	12.1	7.5	2.0
Nordic Waterproofing	3,880,000	170.60	<b>662</b>	11.1	16.1	16.1
GARO	4,364,553	148.80	<b>649</b>	10.9	8.7	8.7
Troax Group	2,564,110	252.00	<b>646</b>	10.9	4.3	4.3
XANO Industri	1,750,810	262.00	<b>459</b>	7.7	6.0	1.9
FM Mattsson Mora Group	2,000,000	225.00	<b>450</b>	7.6	14.2	6.2
Elanders	3,077,157	142.20	<b>438</b>	7.4	8.7	6.0
Wästbygg Gruppen	2,833,916	95.20	<b>270</b>	4.5	8.8	7.5
Beijer Electronics Group	4,381,875	58.00	<b>254</b>	4.3	15.1	15.2
Viva Wine Group	4,188,370	54.30	<b>227</b>	3.8	4.7	4.7
ITAB Shop Concept	12,172,550	13.08	<b>159</b>	2.7	5.6	5.6
Profoto Holding	1,532,240	99.80	<b>153</b>	2.6	3.8	3.8
MilDef Group	2,881,523	47.48	<b>137</b>	2.3	7.9	7.9
Boule Diagnostics	2,414,194	53.50	<b>129</b>	2.2	12.4	12.4
Arla Plast	2,639,527	47.00	<b>124</b>	2.1	13.2	13.2
Lime Technologies	422,665	283.20	<b>120</b>	2.0	3.2	3.2
Serneke Group	2,077,608	46.10	<b>96</b>	1.6	7.2	2.8
Nivika Fastigheter	1,186,000	74.00	<b>88</b>	1.5	2.1	0.4
AGES Industri	584,000	49.00	<b>29</b>	0.5	8.3	2.5
<b>Equities portfolio</b>			<b>5,808</b>	<b>97.7</b>		
<b>Net receivable (+)/net debt (-)</b>			<b>135</b>	<b>2.3</b>		
<b>Total/net worth</b>			<b>5,942</b>	<b>100.0</b>		
			<b>58.00</b>	<b>SEK per Svolder share</b>		

All securities holdings come under level 1 of the value hierarchy.

<sup>1)</sup> In calculating the market value (fair value), the last price paid for the securities on Nasdaq Stockholm on the closing day has been used.

<sup>2)</sup> Based on outstanding shares in the portfolio company.

The following information, for example, can be obtained from the table. Svolder's largest holding is New Wave Group, which has a market value of SEK 718 million, corresponding to 12.1 per cent of net worth. A one-per-cent change in New Wave's share price would affect Svolder's net worth by SEK 7 million, which equates to SEK 0.10 per Svolder share.

# INTERIM REPORT 2

## CURRENT REPORTING PERIOD: 1ST DECEMBER 2021 – 28TH FEBRUARY 2022

### MARKET COMMENTARY

The current reporting period of 1st December 2021–28th February 2022 was characterised by volatile, and in January and February dramatically declining, stock markets. Following a positive net worth trend in December, investor optimism turned into pessimism. This was originally due to ever-increasing inflation based primarily on dramatic increases in energy prices, as well as price rises for other input goods. Anticipated high inflation normally leads to rising interest rates, which raises return requirements and reduces the value of financial assets. Strong year-end reports for 2021 and continued positive economic statistics did counter this to some extent, but also altered views on investors' share selection and portfolio focus. From focusing particularly on highly valued equities in companies with strong sales growth, there was instead higher demand for more stable companies with lower valuations. This is a common historical price pattern on stock markets when interest rates are rising.

Concern regarding the geopolitical situation between Russia and the West/NATO in general and Russia/Ukraine in particular intensified during the three-month period. During the last week of February, the situation deteriorated dramatically when Russia invaded Ukraine. Ukraine is defending itself militarily and the West has responded with various kinds of sanctions against Russia, with a particular focus on Russia's economy. Stock market prices continued to fall in the wake of sanctions and acts of war. There is great uncertainty as to how this will affect citizens, nations and businesses.

The overall Swedish stock exchange (SIXRX) fell by almost 12 per cent during the three-month period. The difference in results between small and large companies was striking. While the CSRX fell 16 per cent, the large companies declined by only just under 5 per cent (OMXS30). Stock exchange indices for Europe, the US and the world fell by just over 4 per cent measured in EUR and USD respectively.

Because the Swedish krona weakened against these currencies, the result in SEK was virtually unchanged during the current reporting period.

Government bond interest rates increased during the quarter, particularly for long-term US government bonds. European long-term interest rates also rose, while they have mostly continued to trade at negative interest rates. Central banks are decreasing their bond purchases, and the US FED in particular is indicating that key interest rates need to be raised starting in 2022. The reason is rising inflation and a strong economy. The central banks have yet to communicate whether the serious security crisis in Europe will have an impact on monetary policy.

Commodities are showing an extremely positive price trend, particularly oil (+40 per cent) and natural gas. Industrial metals are also increasing in price, and aluminium especially rose during the quarter. Commodities produced in Russia, and where imposed sanctions could have the largest negative impact on supply, are seeing the biggest price rises. The price of gold rose by 7.6 per cent, which is modest in the context. When the risk appetite is low on capital and commodity markets, gold and dollars tend to perform more strongly than in uncertain times, relatively speaking.



Source: Infront

## SHARE PRICE TRENDS

The closing price for Svolder's Class B share on the balance sheet date was SEK 61.72, corresponding to a fall during the current reporting period of 30.8 per cent. The Class B share's value on the closing day represented a premium of 6.4 per cent on its net worth. The Class B share was traded on all trading days during the period, with an average of approximately 365,000 shares traded each day of trading on Nasdaq Stockholm.

Svolder's Class A share is only traded through three auctions (known as Auction Only Market Segments) during the trading day: one on opening, one at about 13:30 and one when the market closes. The closing price for Svolder's Class A share on the balance sheet date was SEK 90.50, which means that the Class A share was valued at a premium of 56.0 per cent in relation to net worth.

In accordance with the decision at the Svolder AGM on 18th November 2021, a 4:1 share split was carried out, whereby each existing Class A and Class B Svolder share became four new shares of the same class.

Following the split, the total number of shares in Svolder increased from 25,600,000 to 102,400,000, of which 4,982,688 are Svolder Class A and 97,417,312 Svolder Class B shares. Each Class B share carries one (1) vote and each Class A share carries (10) votes, which means that the total number of votes is 147,244,192.

The share capital remains unchanged at SEK 128,000,000, and the new quotient value is SEK 1.25 per share.

Under the terms of Svolder's Articles of Association, Class A shareholders wishing to convert Class A shares into Class B shares may do so by application to Svolder's Board of Directors.

### Total return<sup>1)</sup>%

	3 months 1/12 2021– 28/2 2022	6 months 1/9 2021– 28/2 2022	Rolling 12 months 1/3 2021– 28/2 2022
<b>Svolder</b>			
Share price (Class B)	-30.8	-17.2	35.1
Net worth	-19.1	-15.8	24.2
<b>Stock market index</b>			
Carnegie Small Cap Return Index	-16.0	-15.3	9.4
SIX Return Index	-11.7	-11.6	10.7

<sup>1)</sup> Total return is calculated using comparable methods to reinvestment indices and funds, i.e. assuming that the dividend paid is reinvested at the time of the dividend in underlying types of assets.

## CHANGE IN NET WORTH

On the closing day, Svolder's net worth amounted to SEK 58.00 per share, equating to SEK 5,942 million, corresponding to a decrease in value during the current reporting period of 19.1 per cent. This figure is 3.1 percentage points lower than that of the small cap index (CSRX), which decreased by 16.0 per cent during the corresponding period. This can be compared with the Swedish market as a whole (SIXRX), which decreased by 11.7 per cent.

Svolder's equities portfolio is not an index portfolio: investment decisions are, instead, based on valuation of the individual shares. The portfolio's results in relation to comparison indices may, therefore, differ substantially from one accounting period to another. Share evaluation is complemented by a certain strategic focus on individual sectors based on macroeconomic factors.

### Net worth trend (3 months) 1st December 2021–28th February 2022

	SEK m	SEK/share
<b>Net worth, 30th November 2021</b>	<b>7,342</b>	<b>71.70</b>
<b>Equities portfolio</b>		
<b>Opening value</b>	<b>7,002</b>	<b>68.40</b>
Purchase of shares	588	
Sale of shares	-372	
Change in value, equities portfolio	-1,410	-11.70
<b>Closing value</b>	<b>5,808</b>	<b>56.70</b>
<b>Net debt (-)/Net receivable (+)</b>		
<b>Opening value</b>	<b>340</b>	<b>3.30</b>
Dividend received	19	
Management costs	-9	
Purchase of shares, net	-216	-2.00
<b>Closing value</b>	<b>135</b>	<b>1.30</b>
<b>Net worth, 28th February 2022</b>	<b>5,942</b>	<b>58.00</b>

Source: Svolder, Infront and Morningstar

The Q4 report of perimeter protection company **Troax** once again showed a strong order intake and good profitability. The strong order intake was a continuation of developments that began towards the end of 2020. During the fourth quarter, the increase was 21 per cent adjusted for acquisitions and currency translation. An important factor behind this development was demand for products for automated warehouses, primarily products related to the expansion of various players' e-commerce solutions. Demand for this kind of product is expected to increase also moving forward. Order intake was greatest percentage-wise in North America and in New Markets (primarily Asia), but the Nordics also grew well. Increased concern regarding raised interest rates and thereby higher return requirements that arose around the new year meant that companies with relatively high valuations were disadvantaged in terms of share price. This was true also of Troax, whose share price and valuation gradually rose up to the end of the year, only to then fall rapidly. The holding was consequently the largest negative contributor during the current reporting period. The drop in price has been used to increase the holding, as the valuation is deemed attractive.

Electrical product company **GARO** saw very strong share price development from summer 2021 until mid-November. The subsequent increase in concern regarding higher interest rates then had a severe adverse effect on the company's valuation and share price, causing a major negative contribution to net worth. The company's Q4 report showed continued strong sales growth of 21 per cent, with good figures for profit and operating margin. The fastest-growing product area in GARO was E-mobility, which can deliver a complete range of products and services in infrastructure for charging the dramatically expanding fleet of electric vehicles. This trend is expected to continue, since electrification of the vehicle fleet is in its infancy on most markets. In late January 2022, GARO announced an investment in a new production and logistics facility for E-mobility in Poland, the aim being to increase capacity considerably.

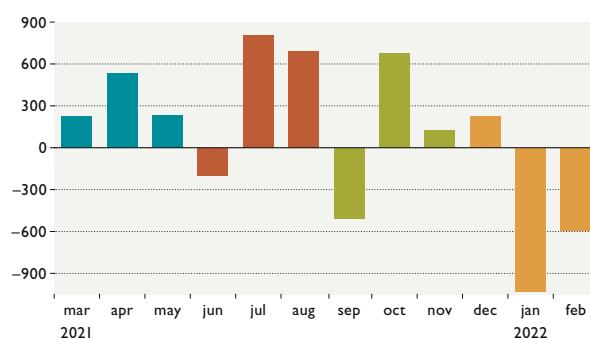
### Biggest contributors to changes in net worth 1st December 2021–28th February 2022

(Based on net worth of SEK 7,342 million or SEK 71.70/share on 30th November 2021)

Share	SEK m	SEK/share
Troax	-415	-4.10
GARO	-322	-3.10
Nordic Waterproofing	-177	-1.70
New Wave Group	-101	-1.00
Beijer Electronics Group	-84	-0.80
XANO Industri	-79	-0.80
Elanders	-59	-0.60
FM Mattsson Mora	-48	-0.50
Lime Technologies	-30	-0.30
Profoto Holding	-29	-0.30
<b>Total, 10 negative</b>	<b>-1,344</b>	<b>-13.10</b>
Other shares	-47	-0.50
<b>Shares, total</b>	<b>-1,391</b>	<b>-13.60</b>
Other	-9	-0.10
<b>Change in value</b>	<b>-1,400</b>	<b>-13.70</b>

Waterproofing product company **Nordic Waterproofing (NWG)** reported slightly lower profits and margins than expected for their fourth quarter. One reason was higher prices for input goods, which the company's installation business could not fully pass on to its customers. This problem is expected to remain during early 2022. The product-selling segment saw a positive trend, however, with rising margins. Continued stable markets with rising prices create opportunities to maintain the current profitability. NWG has a tradition of a high dividend payout ratio, which is important to Svolder. A dividend of SEK 6.00 per share is suggested for the 2021 financial year, corresponding to a yield of 3.5 per cent. The valuation still appears to be attractive on the basis of expected profit for a normal year.

### Change in net worth in SEK million per month (12 months)



Excluding dividends of SEK 64.0 million (SEK 0.63/share) paid in November 2021.

## LIQUIDITY/BORROWING

The equities portfolio was unpledged on the closing day. The net receivable, which includes liquid assets and the share trading's unliquidated transactions etc., was SEK 135 million on the closing day, corresponding to 2.3 per cent of the company's net worth. This is to be compared with a net receivable of SEK 340 million at the beginning of the current reporting period.

## THE EQUITIES PORTFOLIO

Shares were acquired for a total of SEK 588 million (gross) during the current reporting period. Shares for a gross amount of SEK 372 million were sold during the corresponding period, and net purchases hence totalled SEK 216 million.

During the three-month period, **Viva Wine Group** and real estate company **Nivika Fastigheter** were added as new holdings, while the holdings in **Nolato** and **Saab** were sold in their entirety. On the closing day, the equities portfolio thus comprised 19 holdings.

### Major net purchases for the equities portfolio (3 months) 1st December 2021–28th February 2022

Share	Number	SEK m	SEK/share <sup>1)</sup>
Viva Wine Group	4,188,370	206	49.20
Elanders	806,222	124	153.30
Nivika Fastigheter	1,186,000	101	85.50

<sup>1)</sup> The purchase price per share is arrived at on the basis of the aggregate purchase price for all shares of the same class acquired during the period.

During the interim period, Svolder was an anchor investor when **Viva Wine Group** was listed on Nasdaq First North on 14th December 2021. Viva comprises a number of entrepreneur-run companies and is one of the leading wine groups in the Nordics. The company develops, markets and sells wines via proprietary and partners' brands in Sweden, the Nordics and Continental Europe. Sales take place via two channels: the Nordic alcohol retail monopolies (about 75 per cent) and e-commerce in Europe (about 25 per cent). The company has a strong position on a stable and growing market in the Nordics. The company also has an interesting position on a fragmented and under-penetrated e-commerce market in Europe. Viva has a long history of profitable growth, both organic and via M&A, and has increased sales by more than 17 per cent a year over the past

ten years. Moving forward, it is Viva's ambition to achieve annual organic growth of at least 4 per cent in its Sweden and Nordics segments, and at least 10 to 15 per cent in the E-commerce segment in Europe. As for profitability, the company intends to achieve an adjusted operating margin of around 10 to 12 per cent, while 50 to 70 per cent of annual earnings will be paid as dividends. Svolder appreciates the non-cyclical nature of Viva's business, its predictable cash flow generation and high dividend capacity. The Viva share performed slightly above the stock exchange during the interim period, and the company's valuation on the IPO was deemed attractive from the perspective of a normal year. The subscription rate was SEK 49 per share, and Svolder subscribed for shares for a total of SEK 200 million, equivalent to about 4.6 per cent of the company's capital and votes.

The holding in logistics group **Elanders** was increased during the interim period. Elanders, whose business has been transformed in recent years, is today a global supplier of integrated logistics services, with multinational customers in several different industries. Despite the ongoing impact from a shortage of components on both sales and earnings, 2021 was Elanders' strongest year to date. Profit development is expected to gradually improve moving forward as global supply chains and material availability stabilise. The majority of Elanders' major customers today have large order books after a long period of high demand. Several of these companies are likely to increase their production rate to compensate for earlier downturns in production as soon as the material supply allows. This in turn will work in Elanders' favour in the future. In November 2021 Elanders made a major acquisition of Bergen Logistics, which operates in e-commerce in North America. The acquisition is interesting in several respects since it reduces Elanders' sensitivity to business cycles, while improving the rate of organic growth and operating margin. During 2021 Elanders acquired four companies, with sales totalling some SEK 1.2 billion and average profitability well above the company's current level.

Svolder acquired shares in real estate company **Nivika Fastigheter** in connection with its IPO in December 2021. Nivika's properties are largely located in Värnamo, Jönköping and Växjö, with a focus on homes and industrial premises. Nivika combines project development with management under its own auspices. Familiarity with the local market and good business acumen ensure a high rate of growth. The official interim report indicates ongoing good growth and profitability.



### Major net sales from the equities portfolio (3 months) 1st December 2021–28th February 2022

Share	Number	SEK m	SEK/share <sup>1)</sup>
Nolato	2,455,760	234	95.10
Saab	379,696	88	231.40

<sup>1)</sup> The sales proceeds per share are arrived at on the basis of the aggregate market value for all shares of the same class sold during the period.

As part of the ongoing asset management process, all holdings in **Nolato** and **Saab** were sold during the current reporting period. The companies represented 3.5 and 1.2 per cent respectively of net worth at the end of the previous reporting period (30th November 2021), and had market values that exceeded the SEK 20 billion upper limit in Svolder's investment instructions. The sales proceeds of SEK 322 million have mainly been used to participate in the IPOs of Viva Wine Group and Nivika Fastigheter, and to increase holdings in the existing portfolio.

### THE PARENT COMPANY

The results for the Group and the Parent Company correspond in full. The Parent Company balance sheet is the same as for the Group with the exception of the Parent Company's holdings in subsidiaries, worth SEK 0.1 million, and a current liability of SEK 0.1 million.

### RISKS AND UNCERTAINTY FACTORS

The identified risks and uncertainties for the Group and the Parent Company are presented on page 69 and in note 17 on page 82 of the 2020/2021 Annual Report. The market risk (the equities portfolio's price risk) is adjudged to be the most significant of the risks listed. No significant changes are deemed to have occurred subsequently.

### EVENTS AFTER THE REPORTING PERIOD

The net worth on 4th March was SEK 53 per share and the listed price was SEK 55.54.

### FINANCIAL CALENDAR

The reports for the period 1st September 2021–31st May 2022 (9 months) and for the now current reporting period 1st March–31st May 2022 will be published on 14th June 2022.

The Board and the Managing Director warrant that the half-year report provides a true and fair overview of the business, financial position and results of the Parent Company and the Group and describes the significant risks and uncertainties with which the Parent Company and the companies forming the Group are faced.

STOCKHOLM, 11TH MARCH 2022

FREDRIK CARLSSON  
*Chairperson*

EVA CEDERBALK  
*Board member*

JOHAN LUNDBERG  
*Board member*

ANNA-MARIA  
LUNDSTRÖM TÖRNBLOM  
*Board member*

CLAES-GÖRAN  
LYRHEM  
*Board member*

MAGNUS MALM  
*Board member*

ULF HEDLUNDH  
*Managing Director*

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*This Interim Report has not been subject to examination by the company's auditors.*

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(SEK m)	3 months	3 months	6 months	6 months	Rolling	12 months
	1/12 2021– 28/2 2022	1/12 2020– 28/2 2021	1/9 2021– 28/2 2022	1/9 2020– 28/2 2021	12 months 1/3 2021– 28/2 2022	12 months 1/9 2020– 31/8 2021
<b>Management operations</b>						
Dividend income	18.8	-	18.8	11.4	100.6	93.2
Management costs	-8.6	-8.6	-16.1	-14.3	-29.7	-27.9
Earnings from securities	-1,410.2	762.0	-1,111.9	1,196.8	1,109.3	3,418.0
Other operating income	-	0.5	-	0.5	1.4	1.9
<b>Operating profit/loss</b>	<b>-1,400.1</b>	<b>753.9</b>	<b>-1,109.2</b>	<b>1,194.4</b>	<b>1,181.5</b>	<b>3,485.2</b>
<b>Profit on financial investments</b>						
Financial income	-	-	-	0.2	-	0.2
Financial expenses	-	0.0	-	0.0	-	0.0
<b>Profit/loss after financial items</b>	<b>-1,400.1</b>	<b>753.9</b>	<b>-1,109.2</b>	<b>1,194.6</b>	<b>1,181.5</b>	<b>3,485.4</b>
Tax	-	-	-	-	-	-
<b>Profit/loss for the period</b>	<b>-1,400.1</b>	<b>753.9</b>	<b>-1,109.2</b>	<b>1,194.6</b>	<b>1,181.5</b>	<b>3,485.4</b>
Other comprehensive income	-	-	-	-	-	-
<b>Comprehensive income for the period</b>	<b>-1,400.1</b>	<b>753.9</b>	<b>-1,109.2</b>	<b>1,194.6</b>	<b>1,181.5</b>	<b>3,485.4</b>
<b>Earnings per share, SEK</b>	<b>-13.70</b>	<b>7.40</b>	<b>-10.80</b>	<b>11.70</b>	<b>11.50</b>	<b>34.00</b>

## CONSOLIDATED CASH FLOW STATEMENT

(SEK m)	3 months	3 months	6 months	6 months	Rolling	12 months
	1/12 2021– 28/2 2022	1/12 2020– 28/2 2021	1/9 2021– 28/2 2022	1/9 2020– 28/2 2021	12 months 1/3 2021– 28/2 2022	12 months 1/9 2020– 31/8 2021
<b>Cash flow from operating activities</b>						
before changes in working capital	6.1	-10.7	0.9	-12.0	86.7	73.8
<b>Changes in working capital</b>						
Increase (+)/decrease (-) in current liabilities	0.0	-0.2	-0.1	0.2	-0.7	-0.4
<b>Cash flow from operating activities</b>	<b>6.1</b>	<b>-10.9</b>	<b>0.8</b>	<b>-11.8</b>	<b>86.0</b>	<b>73.4</b>
<b>Investing activities</b>						
Purchase of securities	-587.4	-149.9	-767.1	-293.7	-1,404.8	-931.4
Sale of securities	372.2	184.7	543.6	327.7	1,314.5	1,098.7
Investment in machinery and equipment	-0.1	-	-0.1	-	-0.1	0.0
<b>Cash flow from investing activities</b>	<b>-215.3</b>	<b>34.8</b>	<b>-223.6</b>	<b>34.0</b>	<b>-90.4</b>	<b>167.2</b>
<b>Financing activities</b>						
Dividend paid	-	-	-64.0	-55.0	-65.3	-56.3
<b>Cash flow from financing activities</b>	<b>0.0</b>	<b>0.0</b>	<b>-64.0</b>	<b>-55.0</b>	<b>-65.3</b>	<b>-56.3</b>
Increase (+)/decrease (-) in liquid assets	-209.2	23.9	286.8	-32.8	-44.3	184.3
Liquid assets at beginning of period	352.4	163.5	245.6	220.2	187.4	245.6
<b>Liquid assets at end of period</b>	<b>143.1</b>	<b>187.4</b>	<b>143.1</b>	<b>187.4</b>	<b>143.1</b>	<b>429.9</b>

## CONSOLIDATED KEY RATIOS PER SHARE

	3 months	3 months	6 months	6 months	Rolling	12 months
	1/12 2021– 28/2 2022	1/12 2020– 28/2 2021	1/9 2021– 28/2 2022	1/9 2020– 28/2 2021	12 months 1/3 2021– 28/2 2022	12 months 1/9 2020– 31/8 2021
Change in net worth, SEK	-13.70	7.40	-11.50	11.10	10.90	33.50
Dividend paid during the period, SEK	-	-	0.63	0.55	0.63	0.55
Earnings per share, SEK	-13.70	7.40	-10.80	11.70	11.50	34.00
Number of shares, million	102.4	102.4	102.4	102.4	102.4	102.4

Definitions as in the Annual Report for 2020/2021. Amounts per share have been rounded off to the nearest SEK 0.1 throughout the Interim Report, except for share prices and dividends. The company has no ongoing programmes of financial instruments that entail any dilution in the number of shares. The number of outstanding shares equals 102,400,000. The historical number of shares and key ratios per share have been adjusted for the 4:1 share split of January 2022.

## CONSOLIDATED BALANCE SHEET

### Assets

(SEK m)	28/2 2022	30/11 2021	31/8 2021	28/2 2021	30/11 2020	31/8 2020
<b>Non-current assets</b>						
<i>Property, plant and equipment</i>						
Equipment	0.2	0.1	0.1	0.1	0.1	0.1
<i>Financial assets</i>						
Securities holdings	5,807.5	7,001.7	6,676.1	4,578.5	3,891.5	3,452.1
<b>Current assets</b>						
Current receivables	0.3	0.9	20.1	2.7	2.9	2.3
Cash and bank balances	143.1	352.4	429.9	249.9	181.3	245.6
<b>Total assets</b>	<b>5,951.2</b>	<b>7,355.1</b>	<b>7,126.2</b>	<b>4,831.2</b>	<b>4,075.7</b>	<b>3,700.2</b>

### Shareholders' equity and liabilities

(SEK m)	28/2 2022	30/11 2021	31/8 2021	28/2 2021	30/11 2020	31/8 2020
<b>Shareholders' equity</b>	<b>5,942.0</b>	<b>7,342.1</b>	<b>7,115.3</b>	<b>4,824.5</b>	<b>4,070.6</b>	<b>3,686.2</b>
<b>Liabilities</b>						
Current liabilities	9.1	13.0	10.9	6.7	5.1	14.0
<b>Total liabilities and shareholders' equity</b>	<b>5,951.2</b>	<b>7,355.1</b>	<b>7,126.2</b>	<b>4,831.2</b>	<b>4,075.7</b>	<b>3,700.2</b>

## CHANGES IN SHAREHOLDERS' EQUITY

(SEK m)	3 months 1/12 2021– 28/2 2022	3 months 1/12 2020– 28/2 2021	6 months 1/9 2021– 28/2 2022	6 months 1/9 2020– 28/2 2021	12 months 1/9 2020– 31/8 2021
<b>Opening balance</b>	<b>7,342.1</b>	<b>4,070.6</b>	<b>7,115.3</b>	<b>3,686.2</b>	<b>3,686.2</b>
Dividend paid	–	–	–64.0	–56.3	–56.3
Comprehensive income for the period	–1,400.1	753.9	–1,109.2	1,194.6	3,485.4
<b>Closing balance</b>	<b>5,942.0</b>	<b>4,824.5</b>	<b>5,942.0</b>	<b>4,824.5</b>	<b>7,115.3</b>

## CONSOLIDATED KEY RATIOS PER SHARE

	28/2 2022	30/11 2021	31/8 2021	28/2 2021	30/11 2020	31/8 2020
Net worth per share, SEK	58.00	71.70	69.50	47.10	39.80	36.00
Share price (Class B), SEK	61.72	89.25	75.00	46.00	44.40	35.20
Net worth, premium (+)/discount (–), %	6	24	8	–2	12	–2
Liquidity (+)/Borrowing (–), %	2	5	6	5	5	6
Equity/assets ratio, %	100	100	100	100	100	100
Number of shares, million	102.4	102.4	102.4	102.4	102.4	102.4

Definitions as in the Annual Report for 2020/2021. Amounts per share have been rounded off to the nearest SEK 0.1 throughout the Interim Report, except for share prices and dividends. The company has no ongoing programmes of financial instruments that entail any dilution in the number of shares. The number of outstanding shares equals 102,400,000. The historical number of shares and key ratios per share have been adjusted for the 4:1 share split of January 2022.

## ACCOUNTING POLICIES

This Interim Report has been prepared in accordance with IAS 34, Interim Reporting. The consolidated accounts have been prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the EU and in accordance with Sweden's Annual Accounts Act. The Parent Company accounts follow Sweden's Annual Accounts Act and Swedish Financial Reporting Board recommendation RFR 2. Otherwise the same accounting policies and bases for assessment have been used as in the most recent Annual Report.

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SVOLDER IS AN INVESTMENT COMPANY THAT INVESTS PRIMARILY IN THE SHARES OF LISTED SMALL AND MEDIUM-SIZED SWEDISH COMPANIES. THE COMPANY'S SHARES ARE LISTED ON NASDAQ STOCKHOLM. SVOLDER'S NET WORTH IS PUBLISHED WEEKLY AND APPEARS ON THE COMPANY'S WEBSITE, [WWW.SVOLDER.SE](http://WWW.SVOLDER.SE)



COVER PHOTO: THE SVINESUND BRIDGE IS THE BRIDGE ACROSS THE SVINESUND STRAIT, THE BORDER BETWEEN SWEDEN AND NORWAY. IT OPENED TO TRAFFIC IN 2005 AND COMPLEMENTS AN OLDER BRIDGE THAT PREVIOUSLY HAD THE SAME NAME.



**SVOLDER**

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