



# SVOLDER

## INTERIM REPORT III 2007/2008

Interim period: 1st September 2007–31st May 2008 (9 months)

Current reporting period: 1st March–31st May 2008 (3 months)

### RESULT FOR THE INTERIM PERIOD (9 MONTHS)

- The company posted a result for the interim period (9 months) of SEK **-95.2** million (SEK 428.7 m), corresponding to SEK **-7.40** (SEK 33.50) per share.
- + The net worth fell by **8.0%**, adjusted for dividends, to SEK **77.70** per share, thereby substantially outperforming the market.
- The listed price of the class B share fell by **9.6%** adjusted for dividends, to SEK **65.00** per share.
- The CSX small cap index and the Stockholm Stock Exchange's OMXS index fell by **17.8%** and **17.4%**, respectively.
- The closing discount on net worth was **16%**.

### RESULT FOR THE CURRENT REPORTING PERIOD (3 MONTHS)

- + The company posted a result for the period (3 months) of SEK **51.9** million (SEK 218.4 m), corresponding to SEK **4.10** (SEK 17.10) per share.
- + The net worth rose by **5.5%** to SEK **77.70** per share.
- + The listed price of the class B share rose by **17.6%** to SEK **65.00** per share.
- The CSX small cap index fell by **3.0%** and the Stockholm Stock Exchange's OMXS index rose by **1.7%**.
- The net worth on 13th June was SEK **73** and the listed price was SEK **60.75**.

#### Major contributors to the net worth (3 months)

- + **Positive:**  
Acando, Beijer Alma and Saab
- **Negative:**  
Peab

#### Major changes in the equities portfolio (3 months)

- + **Bought:**  
Nolato
- **Sold:**  
Telelogic, XPonCard and Intrum Justitia



» And it is this equity selection that explains why Svolder's net worth has substantially outperformed the Swedish small cap market during the financial year. »



## THE MANAGING DIRECTOR'S COMMENTS

Dear shareholder,

Svolder can report yet another quarter of positive value growth, which is particularly pleasing given the weak start to the financial year and the continued and widespread uncertainty in the outside world. Svolder's net worth rose by 5.5 per cent during the current reporting period from 1st March to 31st May, which is well in excess of the figures for relevant comparison indices in the Swedish small cap market. The weak start to the 2007/2008 financial year does, however, mean that the company's net worth has fallen by 8.0 per cent since August last year. It is never pleasing to see the value of one's assets fall, but it is worth noting that despite both a weak stock market and occasionally high borrowing levels, the improvement in the net worth exceeds that achieved by the CSRX small cap index by 6.6 percentage points.

The Svolder share performed weakly earlier in the financial year. It is often difficult to say what affects share prices from a short-term perspective, but major changes in ownership, changes to tax regulations, a leveraged portfolio in a weak stock market, high discrete dividend coupons, and increased discounts among the listed investment companies may all have had a negative effect. The price of the class B share has, however, risen during the current reporting period by almost 18 per cent and the discount on net worth has, therefore, fallen by nine percentage points to 16 per cent. This, too, is a high discount from an historic perspective for Svolder.

Svolder has received payment for the public bids for Telelogic and XPonCard during the current reporting period and the majority of share dividend payments from an equities portfolio that has had and is adjudged to have a dividend yield of ca. 4 per cent. This has substantially reduced the equities portfolio's lending ratio. The lending ratio is currently ca. 3 per cent, in comparison with a figure of ca. 26 per cent at the beginning of the quarter.

The market situation in the world's capital markets continues to be uncertain. The external situation, with its wealth of contradictory economic forces, as highlighted in the Managing Director's comments in Interim Report #2, re-

mains the same, with maybe even a greater degree of uncertainty and fear detectable among experts and market players with regard to rising inflation and its consequences for the global economic climate and monetary policy. That having been said, the most serious crises in the various financial systems are now thought to be over.

Svolder is of the opinion that as an investor, it is not worth taking on the biggest risks in the current market climate, whether the investment decision is based on a strongly positive or equally strongly negative view of the stock market's continued performance in 2008. The rate at which Swedish companies' profits improve will generally tend to slow in line with lower economic growth rates, reduced increases in consumption, higher raw materials costs, lower asset prices, and the delayed effects of falls by the US dollar and the pound sterling. This is reflected, in many cases, in the stock market's valuations. Companies that manage to demonstrate profit growth in 2008 and 2009 and have the financial wherewithal to maintain good dividend payments and healthy dividend growth have, we believe, excellent potential for generating growth in value for their shareholders. Consequently, it is the choice of company that continues to be key to share analysis and management decisions. And it is this equity selection that explains why Svolder's net worth has substantially outperformed the Swedish small cap market during the financial year.

In conclusion, it is worth reminding investors of Svolder's unchanged dividend policy: "at least five per cent of the company's closing net worth shall be disbursed annually in the form of a share dividend." It was apparent from last year's preliminary financial statement that last year's dividend of SEK 8 per share took particularly close account of the good growth in value in absolute terms and of two public bids for portfolio holdings. The Board's dividend proposal for this financial year will be presented in the preliminary financial statement on 25th September, and the decision to approve it will be taken by the Annual General Meeting on 20th November.

Yours faithfully,

ULF HEDLUNDH  
*Managing Director*

## MARKET COMMENTARY

The majority of the world's stock markets reported an upturn during the current reporting period from 1st March to 31st May 2008, breaking the previously severely negative trends. The global index, as measured in USD by the investment bank, Morgan Stanley, rose by 4.5 per cent, while the American technology index, NASDAQ, rose by 11 per cent.

The Swedish stock market (OMXS) rose by 1.7 per cent, while performance by the Swedish small cap market (CSX) was almost 5 percentage points down on this. The majority of share dividend payments were made during the period and the above indices should be adjusted for this factor, and adjusted for dividends, the small cap index (CSRX) rose only marginally. The Swedish stock market index has continued to report substantial price falls, both during Svolder's financial year, starting on 1st September 2007, and during the 2008 calendar year to date.

Differences in implemented monetary policy between Anglo-Saxon central banks on the one hand, and the central European ones on the other, continued to put pressure on the US dollar and the pound sterling during the period. Indications that the US central bank, the FED, will be more cautious about further cuts to key interest rates have, however, halted the falls by both the US dollar and the pound sterling.

Short-term market rates have remained stable during the past three month period, while government bond interest rates have generally risen. This is likely, primarily, to be an effect of growing concerns about inflation and a reduced confidence in stimulating monetary policies in the future. The short-term interbank rates continue high, however, and indicate uncertainty with regard to financial counterparties.

The main hot topics during the three month period were rising food and energy prices, with particular reference to their effect on inflationary expectations, future growth and social unease. Speculation by financial players has probably resulted in raw material prices rising more than would otherwise have been the case. The European central banks, in particular, are actively arguing in favour of countering the risk of higher inflation, rather than countering the decline in global growth that has resulted from the financial crises, particularly those in the USA.

Growth in the West is falling, albeit at a lesser and slower rate than many experts had feared. The world is still experiencing economic growth, generated not least by South East Asian, Middle Eastern, Eastern European and Latin American countries. Companies that deliver materials and machinery for investments in these markets are continuing to report healthy growth. The downturn is most apparent in the West for products and services in the financial, construction and private consumption sectors.



## SHARE PRICE TRENDS

The closing price paid for Svolder's class B share was SEK 65.00, corresponding to a rise during the current reporting period of 17.6 per cent. The share's value on the closing day represented a discount of 16.0 per cent on its net worth. The class B share was traded on all of the trading days during the period, with an average of approximately 12,000 shares traded on each day of trading.

Svolder's class A share was traded on 16 per cent of trading days during the current reporting period. 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 the Board.

### Total return, per cent

	3 months 1st Mar 08– 31st May 08	9 months 1st Sept 07– 31st May 08	Rolling 12 months 1st June 07– 31st May 08
Share price(class B) <sup>1)</sup>	17.6	-9.6	-17.3
Net worth <sup>1)</sup>	5.5	-8.0	-17.1
CSX <sup>2)</sup>	-3.0	-17.8	-25.4
CSRX <sup>3)</sup>	0.4	-14.6	-22.4
OMXS <sup>2)</sup>	1.7	-17.4	-22.5

<sup>1)</sup> Svolder – including dividend paid during the period, not reinvested

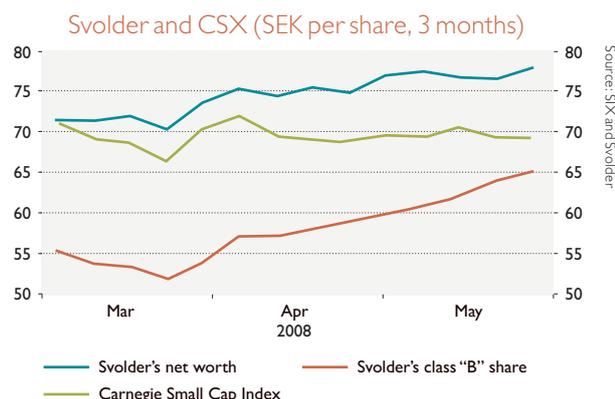
<sup>2)</sup> Small cap index and OMX Stockholm - excluding underlying dividends

<sup>3)</sup> Small cap index – including reinvested dividends

## CHANGE IN NET WORTH

Svolder's closing net worth per share was SEK 77.70, which represents an increase during the current reporting period of 5.5 per cent. This increase is 8.5 percentage points up on that shown by the small cap index during the same period. If share dividends disbursed are taken into account, the positive difference falls to ca. 5 per cent.

Svolder's equities portfolio is not an index portfolio: investment decisions are, instead, based on the valuation of the individual shares. A certain strategic focus on individual sectors based on macroeconomic factors complements the share evaluation. The portfolio's results in relation to benchmark indices can, therefore, differ substantially between different accounting periods.



Svolder's biggest shareholdings in terms of value – those in Acando and Beijer Alma – performed well during the current reporting period. In both cases, the companies' Q1 2008 Interim Reports were well-received by the stock market.

#### Net worth trend (3 months) 1st March–31st May 2008

	SEK million	SEK/share
<b>Net worth, 29th February 2008</b>	<b>942.3</b>	<b>73.60</b>
<b>The equities portfolio</b>		
Opening value	1 191.6	93.10
Purchase of shares	75.1	
Sale of shares	-259.8	
Change in value, equities portf.	18.0	-13.00
Closing value	1 024.9	80.10
<b>Net debt</b>		
Opening value	-249.2	-19.50
Share dividends received	38.6	
Administrative costs	-3.4	
Net financial items	-1.4	
Sale of shares, net	184.7	17.10
Closing value	-30.8	-2.40
<b>Net worth, 31st May 2008</b>	<b>994.2</b>	<b>77.70</b>

Swedish IT and technology consultants are still experiencing strong demand for their services. This has resulted in full order books, high levels of staff turnover, and – to some extent – higher prices. Acando reported profit growth – primarily generated by its operations outside Sweden – during the early part of the year, and the company paid its first ever share dividend in May. Beijer Alma's subsidiary companies continue to report growth in both profits and orders. The transfer of some of Habia's specialist cable production to the company's own production units in China has cut costs and brought in new orders from Asian customers. Beijer Alma's strong financial position enables the company to continue paying high dividends, in terms of a percentage of profits, and over one third of the dividends received by Svolder for the 2007/2008 financial year will be specifically attributable to Beijer Alma.

#### Biggest contributors to changes in net worth 1st March–31st May 2008 (3 months)

(Based on net worth of SEK 942.3 million or SEK 73.60/share on 29th February 2008).

	SEK million	SEK/share
Acando	13.1	1.00
Beijer Alma	11.7	0.90
Saab	10.3	0.80
Beijer Electronics	8.3	0.60
AarhusKarlshamn	4.5	0.40
Nolato	4.2	0.30
Getinge	2.8	0.20
Trelleborg	2.8	0.20
HiQ	2.5	0.20
<b>Total, nine positive</b>	<b>60.2</b>	<b>4.70</b>
Peab	-2.7	-0.20
<b>Total, one negative</b>	<b>-2.7</b>	<b>-0.20</b>
<b>Other shares</b>	<b>-0.8</b>	<b>-0.10</b>
<b>Shares, total</b>	<b>56.6</b>	<b>4.40</b>
Other	-4.8	-0.40
<b>Change in value</b>	<b>51.9</b>	<b>4.10</b>

Peab has suffered as a result of the stock market's increased uncertainty with regard to the Nordic construction industry, and despite a strong Interim Report for the first quarter of the year, Peab made the biggest negative contribution to net worth during the current reporting period. The deterioration in value was reduced by sales made earlier in the financial year, but as the share price has fallen, the valuation has become increasingly attractive.

## STRATEGIC HOLDINGS

Svolder's goal for its strategic holdings is that they shall, over time, report a growth in value that substantially exceeds the stock market's required returns for small and medium-sized companies, and that they shall also collectively exceed the return on Svolder's other equity investments. The required return for 2007/2008 has previously been calculated at ca. 9 per cent. Follow-up reports on goal fulfilment are presented in conjunction with every interim report for the latest rolling twelve month period.

#### Value development 1st June 2007 – 31st May 2008 (12 months)

Strategic holdings	Market value 31-05-2008 (SEK m)	Percentage of portfolio 31-05-2008	Net worth contribution (SEK m)	Return on time-weighted capital (%)
Beijer Electronics	123.5	12.0	-13.1	-8.8
Acando	100.7	9.8	-21.8	-17.3
Beijer Alma	225.1	22.0	-55.1	-19.9
<b>Total</b>	<b>449.3</b>	<b>43.8</b>	<b>-90.0</b>	<b>-16.3</b>
Other shareholdings	575.6	56.2	-109.7	-12.5
<b>Equities portfolio</b>	<b>1 024.9</b>	<b>100.0</b>	<b>-199.7</b>	<b>-14.0</b>

Note: The return is calculated on the basis of the current period's invested capital (monthly values). The deviation in relation to the net worth's total return arises as a result of this average calculation method, the equity portfolio's borrowing level, and the company's administrative costs.

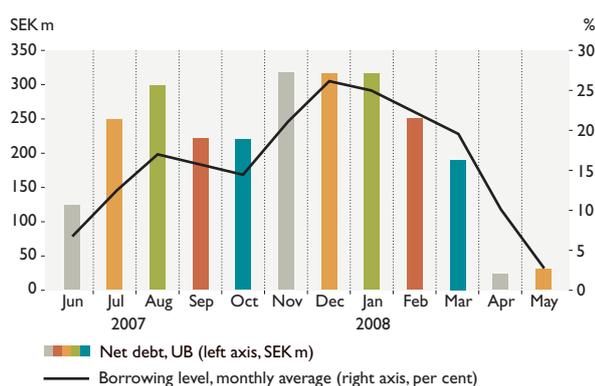
The stated goals have not, by and large, been met during this twelve month period. The main reason for the negative goal fulfilment is the recent very negative stock market trend, and hence the discrepancy between this and positive comparisons over longer time periods. Svolder's net worth performance also continues to exceed the collective performance by Swedish small cap shares. The three strategic holdings have performed slightly less well than the equities portfolio as a whole over the last twelve months. This is due to public bids being received for the Nefab, Telelogic and XPonCard financial holdings. Beijer Electronics' value development was better than that of other holdings, while that of Acando and Beijer Alma was worse over the twelve month period.

## BORROWING

The net debt, which also includes the share trading's unliquidated transactions etc., totalled SEK 30.8 million on the closing day, corresponding to 3.1 per cent of the company's net worth and 3.0 per cent of the equities portfolio.

Svolder's net worth trend is primarily determined by the equities portfolio's results. The portfolio's performance can be compared with that of a benchmark index, such as CSX or OMXS, but can also be assessed on the basis of long-term absolute required returns. Borrowing strengthens the result, because the value of the equities portfolio then exceeds that of the net worth. This leverage effect, as it is known, can be both positive and negative. The portfolio selection during the current reporting period has made a positive contribution to net worth totalling ca. SEK 3 million, corresponding to 0.3 percentage points of the period's change in value.

Net debt and borrowing level (12 months)



## EQUITIES PORTFOLIO

Shares were acquired for SEK 75.1 million (gross) and sold for SEK 259.8 million (gross) during the current reporting period. Net sales consequently totalled SEK 184.7 million.

All shares in **Telelogic**, **XPonCard**, **Intrum Justitia** and **NCC** were sold during the three month period. The portfolio comprised 18 holdings on the closing day.

Major net purchases for the equities portfolio  
1st March–31st May 2008 (3 months)

Share	Number	SEK m	SEK/share <sup>1)</sup>
Nolato	562 000	33.4	59.40
Rezidor	450 000	13.9	31.20
Elekta	95 000	10.0	105.40

<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.

The biggest purchase in the current reporting period was made in **Nolato**, which presented a strong Interim Report for the first quarter. Cash flow continued to be good, strengthening the Balance Sheet and generating the scope for further acquisitions. The Medicals Business Area's bigger share of Nolato's total net sales and result mean higher margins and increased earnings stability. The valuation is attractive, based on a majority of key ratios.

The hotel operator, **Rezidor**, continued its expansion in early 2008. The booking situation is said to be good and the company expects to raise its prices. The business model is increasingly charge-based nowadays, making Rezidor's result more resistant to falls in traveller numbers. The degree of capital tie-up is also relatively low, as Rezidor owns no hotel properties. The share is attractively valued in relation to the biggest international hotel chains, and Rezidor also has an interesting market position in Russia and the Middle East. Svolder took advantage of the fall in the share price during the current reporting period to increase its holding.

Major net sales from the equities portfolio  
1st March–31st May 2008 (3 months)

Share	Number	SEK m	SEK/share <sup>1)</sup>
Telelogic	3 448 000	72.2	20.90
XPonCard	359 400	56.4	157.00
Intrum Justitia	319 500	32.1	100.50
Saab	188 800	30.0	158.80
NCC	180 000	29.5	163.70

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

The bids for Telelogic and XPonCard have been concluded and the purchase price payments received. The holding in Telelogic made a contribution to net worth of SEK 0.9 million during the financial year, while the holding in XPonCard boosted the net worth by SEK 12.5 million. The sale of the holding in Intrum Justitia was completed. The share has performed strongly during the current financial year and contributed SEK 12.7 million to the net worth. The company has exceeded its long-term growth goals for several quarters in succession and the stock market has high expectations of continued success.

Some of the Saab holding was sold during the current reporting period. The reduction was occasioned by a strong price trend that resulted in a substantial increase in Saab's percentage of the Svolder equities portfolio. The strong price trend in 2008 was underpinned by, among other things, the fact that the valuation and expectations had fallen to low levels in 2007. During the turbulent period experienced by the stock market in early 2008, Saab's stable operations became more and more popular with the stock market's players and this, coupled with an increased interest in the Gripen jet fighter from several countries led to a rise in the share price and expectations of future earnings.

The sale of shares in NCC begun during the preceding reporting period was completed during the current reporting period. The sale was triggered by, among other things, a desire to reduce the exposure to the construction industry. The share holding in NCC had a negative effect on the net worth of SEK 0.2 million during the financial year.

## THE PARENT COMPANY

The result for the Group and the Parent Company correspond in full. The Parent Company and the Group have an overdraft facility totalling SEK 500 million

## RISKS AND UNCERTAINTY FACTORS

The Group and the Parent Company's identified risks and uncertainty factors are shown on page 31 and in Note 19 on page 45 of the 2006/2007 Annual Report. The market risk and, in particular, the variation in share prices, are adjudged to be the most significant of the risks listed there. No significant changes are deemed to have occurred since then.

## THE NOMINATION COMMITTEE

A Nomination Committee, comprising Karin Kronstam, Christoffer Lundström (Provobis Holding), Mats Andersson (Fjärde AP-fonden) and Gunnar Ek, has been formed in accordance with a resolution by the 2007 Annual General Meeting of the company. The Nomination Committee shall carry out the duties incumbent upon it in accordance with the Swedish Corporate Governance Code during the period until the next Annual General Meeting, which will be held in November 2008. Proposals for the Nomination Committee can be submitted to the individual Members, the convener Karin Kronstam (telephone +46 70 517 72 04), or by letter to the Nomination Committee at the company's address or by e-mail.

## EVENTS AFTER THE REPORTING PERIOD

The net worth on 13th June was SEK 73 per share and the share price was SEK 60.75.

## PRELIMINARY FINANCIAL REPORT

The preliminary financial report for the financial year from 1st September 2007 to 31st August 2008, including the report for the period from 1st June to 31st August 2008, will be published on 25th September 2008.

STOCKHOLM, 18TH JUNE 2008

SVOLDER AB (PUBL)  
THE BOARD OF DIRECTORS

*For additional information, please contact:  
Ulf Hedlundh, Managing Director 08-440 37 73  
Pontus Ejderhamn, CFO 08-440 37 72*

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

## THE EQUITIES PORTFOLIO, 31ST MAY 2008

Sector/share	No. of shares	Price <sup>1)</sup> (SEK)	Market value (SEK.m)	% of net worth	Total net worth %	Sector weighting in CSX %	Acc. change in value %	Gross exposure <sup>2)</sup> (SEK)
<b>Energy and utilities</b>					-	3.3	-	
<b>Materials</b>					-	5.6	-	
<b>Capital goods</b>					42.1	20.1	-4.8	
Beijer Alma	2 762 000	81.50	225.1	22.6				17.60
Saab	400 000	167.50	67.0	6.7				5.20
Trelleborg	384 000	112.00	43.0	4.3				3.40
Peab Industri	500 000	63.00	31.5	3.2				2.50
Xano Industri	287 900	92.50	26.6	2.7				2.10
Peab	468 100	53.50	25.0	2.5				2.00
<b>Commercials services</b>					5.4	7.5	-0.5	
Niscayah, (formerly Securitas Systems)	3 321 500	15.50	51.5	5.2				4.00
Besthand, incl. conv. loans	91 684 026	0.03	2.6	0.3				0.20
<b>Transport</b>					-	1.4	-	
<b>Consumer discretionary and services</b>					5.7	20.2	-0.2	
Rezidor	1 050 000	32.30	33.9	3.4				2.60
AarhusKarlshamn	139 000	165.00	22.9	2.3				1.80
<b>Healthcare</b>					7.3	10.2	0.8	
Getinge	300 000	162.50	48.8	4.9				3.80
Elekta	225 000	107.75	24.2	2.4				1.90
<b>Financials and real estate</b>					-	27.0	-	
<b>Software and services</b>					16.8	2.1	-1.3	
Acando <sup>3)</sup>	7 300 000	13.80	100.7	10.1				7.90
HiQ	1 310 000	31.60	41.4	4.2				3.20
Nocom	670 600	36.80	24.7	2.5				1.90
<b>Technology hardware and equipment</b>					25.7	2.5	-0.4	
Beijer Electronics	799 400	154.50	123.5	12.4				9.60
Nolato	1 375 200	58.50	80.4	8.1				6.30
Axis	500 000	104.00	52.0	5.2				4.10
<b>Telecom operators</b>					-	0.0	-	
<b>Equities portfolio</b>			1 024.9	103.1	103.1	-	-6.4	80.10
<b>Net debt</b>			-30.8	-3.1	-3.1	-	-0.7	-2.40
<b>Total/net worth</b>			994.2	100	100	100	-7.1	77.70
<b>Change in value after management costs, 9 months (excl. paid dividend)</b>							-8.0	

<sup>1)</sup> Bid price.

<sup>2)</sup> Market value per Svolder share.

<sup>3)</sup> Of which 500,000 class A shares.

The following information can, for example, be obtained from the table. Svolder's largest holding is Beijer Alma, which has a market value of SEK 225.1 million, corresponding to 22.6 per cent of the net worth. Beijer Alma is a company in the Capital goods sector, which, including other companies in the sector, accounts for 42.1 per cent of Svolder's net worth. The corresponding weighting for the Capital goods sector in CSX totals 20.1 per cent, and the portfolio is hence overweighted in terms of companies in the Capital goods sector in relation to CSX. Shares in this sector have accounted for -4.8 percentage points of the change in Svolder's net worth to date during the 2007/2008 financial year.

## CONSOLIDATED INCOME STATEMENT

(SEK m)	3 months 01/03/2008– 31/05/2008	3 months 01/03/2007– 31/05/2007	9 months 01/09/2007– 31/05/2008	9 months 01/09/2006– 31/05/2007	Rolling 12 months 01/06/2007– 31/05/2008	12 months 01/09/2006– 31/08/2007
<b>Management operations</b>						
Dividend income	38.6	33.0	38.7	39.9	38.8	39.9
Administrative costs	–3.4	–3.2	–10.5	–10.0	–16.1	–15.6
Earnings from securities	18.1	189.2	–115.5	401.7	–238.5	278.7
<b>Operating profit</b>	<b>53.2</b>	<b>219.1</b>	<b>–87.3</b>	<b>431.5</b>	<b>–215.8</b>	<b>303.0</b>
<b>Profit on financial investments</b>						
Financial income	0.0	0.0	0.0	0.0	0.0	0.0
Financial expenses	–1.4	–0.7	–8.0	–2.9	–9.9	–4.8
<b>Result after financial items</b>	<b>51.9</b>	<b>218.4</b>	<b>–95.2</b>	<b>428.7</b>	<b>–225.7</b>	<b>298.2</b>
Tax	-	-	-	-	-	-
<b>Profit for the period</b>	<b>51.9</b>	<b>218.4</b>	<b>–95.2</b>	<b>428.7</b>	<b>–225.7</b>	<b>298.2</b>
<b>Earnings per share, SEK</b>	<b>4.10</b>	<b>17.10</b>	<b>–7.40</b>	<b>33.50</b>	<b>–17.60</b>	<b>23.30</b>

## CONSOLIDATED CASH FLOW STATEMENT

(SEK m)	3 months 01/03/2008– 31/05/2008	3 months 01/03/2007– 31/05/2007	9 months 01/09/2007– 31/05/2008	9 months 01/09/2006– 31/05/2007	Rolling 12 months 01/06/2007– 31/05/2008	12 months 01/09/2006– 31/08/2007
<b>Cash flow from current operations</b>						
before changes in working capital	32.1	26.6	16.0	22.8	15.2	22.0
<b>Changes in working capital</b>						
Increase (+)/decrease (–) in current liabilities	0.1	0.1	0.1	0.1	0.0	0.0
<b>Cash flow from current operations</b>	<b>32.2</b>	<b>26.7</b>	<b>16.1</b>	<b>22.9</b>	<b>15.2</b>	<b>22.0</b>
<b>Investment operations</b>						
Purchase of securities	–74.3	–109.0	–252.3	–216.5	–461.1	–425.3
Sale of securities	277.0	73.6	576.9	342.9	588.7	354.7
Investment in machinery and equipment	0.0	0.0	0.0	–0.1	–0.1	–0.1
<b>Cash flow from investment operations</b>	<b>202.7</b>	<b>–35.4</b>	<b>324.6</b>	<b>126.3</b>	<b>127.5</b>	<b>–70.8</b>
<b>Financial operations</b>						
Loans raised (+)/ amortised (–)	–234.9	8.7	–238.2	–101.2	–40.3	96.8
Dividend paid	-	-	–102.4	–48.0	–102.4	–48.0
<b>Cash flow from financial operations</b>	<b>–234.9</b>	<b>8.7</b>	<b>–340.6</b>	<b>–149.2</b>	<b>–142.7</b>	<b>48.8</b>
Increase (+)/decrease (–) in liquid assets	-	-	-	-	-	-
Liquid assets at beginning of period	-	-	-	-	-	-
<b>Liquid assets at end of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## CONSOLIDATED KEY RATIOS PER SHARE

(SEK m)	3 months 01/03/2008– 31/05/2008	3 months 01/03/2007– 31/05/2007	9 months 01/09/2007– 31/05/2008	9 months 01/09/2006– 31/05/2007	Rolling 12 months 01/06/2007– 31/05/2008	12 months 01/09/2006– 31/08/2007
Change in net worth, SEK	4.10	17.10	–15.40	29.70	–25.60	19.50
Dividend paid during the period, SEK	-	-	8.00	3.75	8.00	3.75
Number of shares, million	12.8	12.8	12.8	12.8	12.8	12.8

Amounts per share have been rounded off to the nearest whole ten öre throughout the Interim Report, except for dividends. The company has no ongoing financial instruments programme that entails any dilution in the number of shares.

## CONSOLIDATED BALANCE SHEETS

### ASSETS

(SEKm)	31/5/2008	29/2/2008	31/8/2007	31/5/2007	28/2/2007	31/8/2006
<b>Fixed assets</b>						
<i>Tangible fixed assets</i>						
Equipment	0.3	0.3	0.3	0.2	0.2	0.2
<i>Financial fixed assets</i>						
Securities holdings	1 025.0	1 191.6	1 488.6	1 404.1	1 164.4	1 120.2
<b>Current assets</b>						
Current receivables	11.1	28.4	0.1	12.2	9.6	0.3
Cash and bank balances	-	-	-	-	-	-
<b>Total assets</b>	<b>1 036.3</b>	<b>1 220.3</b>	<b>1 489.0</b>	<b>1 416.5</b>	<b>1 174.2</b>	<b>1 120.6</b>

### SHAREHOLDERS' EQUITY AND LIABILITIES

<b>Shareholders' equity</b>	<b>994.2</b>	<b>942.3</b>	<b>1 191.8</b>	<b>1 322.3</b>	<b>1 103.9</b>	<b>941.6</b>
<b>Liabilities</b>						
Current liability to credit institution	31.7	266.6	269.9	72.0	63.2	173.1
Current liabilities	10.4	11.3	27.3	22.3	7.1	5.9
<b>Total liabilities and shareholders' equity</b>	<b>1 036.3</b>	<b>1 220.3</b>	<b>1 489.0</b>	<b>1 416.5</b>	<b>1 174.2</b>	<b>1 120.6</b>

### CHANGES IN SHAREHOLDERS' EQUITY

(SEK m)	3 months 01/03/2008– 31/05/2008	3 months 01/03/2007– 31/05/2007	9 months 01/09/2007– 31/05/2008	9 months 01/09/2006– 31/05/2007	12 months 01/09/2006– 31/08/2007
<b>Opening balance</b>	<b>942.3</b>	<b>1 103.9</b>	<b>1 191.8</b>	<b>941.6</b>	<b>941.6</b>
Dividend paid	-	-	-102.4	-48.0	-48.0
Result for the period	51.9	218.4	-95.2	428.7	298.2
<b>Closing balance</b>	<b>994.2</b>	<b>1 322.3</b>	<b>994.2</b>	<b>1 322.3</b>	<b>1 191.8</b>

### CONSOLIDATED KEY RATIOS PER SHARE

	31/5/2008	29/2/2008	31/8/2007	31/5/2007	28/2/2007	31/8/2006
Net worth per share, SEK	77.70	73.60	93.10	103.30	86.20	73.60
Market price ("B"), SEK	65.00	55.25	80.75	88.25	76.00	72.50
Net worth, premium (+)/discount (-), %	-16	-25	-13	-15	-12	-1
Liquidity (+)/Borrowing (-), %	-3	-26	-24	-6	-5	-18
Equity/assets ratio, %	97	79	81	95	94	84
Number of shares, million	12.8	12.8	12.8	12.8	12.8	12.8

Definitions as in the Annual Report for 2006/2007. Amounts per share have been rounded off to the nearest whole ten öre throughout the Interim Report, except for dividends.

The company has no ongoing financial instruments programme that entails any dilution in the number of shares.v

### ACCOUNTING PRINCIPLES

This Interim Report has been prepared in accordance with IFRS (International Financial Reporting Standards), applying IAS 34, Interim Reporting. The same accounting principles and bases for assessment have been used as in the most recent Annual Report.

SVOLDER IS A DEDICATED INVESTMENT TRUST THAT INVESTS IN THE SHARES OF LISTED SMALL AND MEDIUM-SIZED SWEDISH COMPANIES. THE COMPANY IS LISTED ON THE OMX NORDIC STOCK EXCHANGE IN STOCKHOLM. SVOLDER'S NET WORTH IS PUBLISHED WEEKLY AND APPEARS ON THE COMPANY'S WEBSITE, WWW.SVOLDER.SE.



SVOLDER AB (publ). Corporate ID no. 556469-2019. Birger Jarlsgatan 13, Box 70431, SE-107 25 Stockholm, Sweden.  
Tel: +46 8 440 37 70. Fax: +46 8 440 37 78. [www.svolder.se](http://www.svolder.se)