



PRELIMINARY FINANCIAL STATEMENT TWELVE MONTHS

1st September 2006–31st August 2007

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 Nordic Stock Exchange in Stockholm. Svolder's net worth is published weekly and appears on the company's website, www.svolder.se.

- The company posted a result for the period (12 months) of SEK 298.2 million (SEK 227.0 m), corresponding to SEK 23.30 (SEK 17.70) per share.
- The net worth rose by 31.7%, adjusted for dividends, to SEK 93.10 per share.
- The listed price of the class B share rose by 16.6%, adjusted for dividends, to SEK 80.75 per share.
- The CSX small cap index and the Stockholm Stock Exchange's OMXS index rose by 23.0% and 23.3%, respectively.
- The closing discount on net worth was 13.3%.
- The net worth on 21st September was SEK 89 and the listed price was SEK 81.
- A dividend of SEK 8.00 (SEK 3.75) per share is proposed. The proposal should be seen in the light of the healthy profit and cash bids for two holdings.

Major contributors to the net worth (12 months)



Positive:

Beijer Alma, Axis, Peab,
Nefab and Intrum Justitia



Negative:

Nolato

Major changes in the equities portfolio (12 months)



Increased:

Telelogic, Securitas Systems,
Nocom, Nefab and NCC



Reduced:

Kinnevik, Trelleborg, Peab,
Axis and New Wave

The Annual General Meeting will be held on 21st November 2007 in Stockholm.

Stock markets were characterised throughout the financial year by significant pricing buoyancy. The only exceptions to this trend were a slight settling in March and a more dramatic fall during the summer months of 2007. Stock markets were most heavily influenced by continued strong economic growth worldwide, and by the strong results reported by listed companies. The global index rose by 14.9 per cent, measured in USD, while the American NASDAQ index rose by 18.9 per cent. The US dollar fell during the same period by 4.7 per cent against the Swedish krona which, in turn, fell by 1.5 per cent against the euro.

European and Swedish government bond interest rates rose during the financial year as the various European central banks raised key interest rates. American interest rate trends proved to be considerably more volatile. Government bond rates have generally fallen globally in the latter part of July and August, as rising levels of concern about housing bonds and corporate bonds resulted in a substantially reduced willingness to take risks on the part of investors and banks.

The performance by the Swedish stock market once again surpassed the performance of international stock markets this financial year. This trend was boosted by a strong domestic economic climate and by the continued high profit growth reported by listed companies. Export companies, in particular, have reaped the rewards of increasing growth in Europe and Asia. Levels of acquisition activity were high on the world's stock markets during the financial year. The Stockholmsbörsen stock exchange rose by 23.3 per cent, measured as the OMXS, thereby marginally outperforming the CSX index, which measures the small and medium-sized companies. Industrial companies' shares, in particular, performed well during the financial year. The above-mentioned indices do not take paid share dividends into account.

INDEX PERFORMANCE, 12 MONTHS



Share price trends

The closing price paid for Svolder's class B share was SEK 80.75, corresponding to a rise during the financial year of 16.6 per cent, adjusted for dividends. The share's value on the closing day represented a discount of 13.3 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 24,000 shares traded on each day of trading. Trading in Svolder's class A share was limited and shares were traded on 12 per cent of the trading days. 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. 210 class A shares have been re-stamped as class B shares during the financial year. On the closing day, there were a total of 12,800,000 shares in Svolder, comprising 730,766 class A shares and 12,069,234 class B shares. The number of shareholders has increased by approximately 300 and amounted to just over 7,800 according to the most recently published register of shareholders, as of 29th June 2007.

SVOLDER AND CSX, 12 MONTHS (SEK per share)



Change in net worth

Svolder's closing net worth was SEK 93.10 per share, which represents an increase during the financial year of 31.7 per cent, including dividends paid to shareholders. This increase is up by 8.7 per cent on that shown by the CSX benchmark index, which rose by 23.0 per cent during the corresponding period. If underlying and reinvested dividends in CSX are taken into account, the index performance would have been just under four percentage points higher and would, therefore, have risen by ca. 27 per cent.

Svolder's adjusted additional yield in relation to CSX has primarily been generated by the portfolio selection and, secondarily, by leverage effects of borrowing.

TOTAL RETURN, PER CENT, 12 MONTHS

	12 months 1st Sept 2006– 31st Aug 2007	12 months 1st Sept 2005– 31st Aug 2006
Share price (class B) ¹⁾	16.6%	31.3%
Net worth ¹⁾	31.7%	30.1%
CSX ²⁾	23.0%	29.1%
CSRX ³⁾	26.9%	32.4%
OMXS ²⁾	23.3%	20.2%

¹⁾ Including dividend paid during the period, not reinvested.

²⁾ Excluding underlying dividends.

³⁾ Including reinvested dividends.

BIGGEST CONTRIBUTORSTO CHANGES IN NETWORTH

12 months: 1st September 2006–31st August 2007

(Based on net worth of SEK 941.6 million or SEK 73.60/share on 31st August 2006)

	SEK m	SEK/share
Beijer Alma	62.1	4.90
Axis	61.9	4.80
Peab	47.0	3.70
Nefab	35.5	2.80
Intrum Justitia	26.4	2.10
Kinnevik B	20.5	1.60
Acando	19.0	1.50
Trelleborg	16.5	1.30
Beijer Electronics	15.3	1.20
Total, nine positive	304.1	23.80
Nolato	-12.7	-1.00
Total, one negative	-12.7	-1.00
Other shares	27.2	2.10
Shares, total	318.6	24.90
Other	-20.4	-1.60
Change in value before dividends	298.2	23.30

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.

NET WORTH TREND (12 months)

	SEK m	SEK/share
Net worth, 31st August 2006	941.6	73.60
The equities portfolio		
Opening value	1 120.2	87.50
Purchase of shares	444.5	
Sale of shares	-354.7	
Change in value, equities portfolio	278.6	368.4 28.80
Closing value	1 488.6	116.30
Net debt		
Opening value	-178.6	-14.00
Dividend received	39.9	
Dividend paid	-48.0	
Administrative costs	-15.6	
Net financial items	-4.8	
Purchase of shares, net	-89.8	-118.2 -9.20
Closing value	-296.8	-23.20
Net worth, 31st August 2007	1 191.8	93.10

Strategic holdings

Svolder has classified the holdings in **Acando**, **Beijer Alma** and **Beijer Electronics** as strategic ones. Svolder has received a total of SEK 23.2 million in the form of share dividend payments and redemption programmes from the strategic holdings during the financial year, corresponding to 6.4 per cent of their share of time-weighted capital. The aggregate contribution to net worth was SEK 96.4 million. Shares in

the three holdings have been acquired for a net of SEK 45.3 million, excluding the redemption programme in Acando.

The dividend paid by **Beijer Alma** and the increase in the value of its share boosted Svolder's net worth by SEK 62.1 million, which was the biggest net worth contribution by any single portfolio company. Beijer Alma has continued to post higher profits during the last financial year than in corresponding historic periods. The growth in profit has come from Habia Cables' successes in reaching new customer groups outside the telecoms sector, and from the continued high profit margins of the other subsidiary, Lesjöfors. The Group is well equipped financially for growth, either via acquisitions or organically. After net acquisitions totalling SEK 21.3 million (226,100 class B shares), Svolder now owns 8.2 per cent of Beijer Alma's share capital and 3.9 per cent of its votes, making Svolder the company's second largest shareholder group. Svolder's Managing Director, Ulf Hedlundh, was a member of the 2007 Nomination Committee and at the AGM held in March this year, was elected onto the Nomination Committee that will sit until the 2008 AGM.

The financial year has seen **Beijer Electronics** present several acquisitions that are very much in line with the company's strategy for profitable growth. Certain structural costs will be incurred in 2007, but the operating margin of the various acquisitions is predicted to be in line with the Group's objectives as early as 2008. The buoyant industrial economic climate in Scandinavia and South East Asia also helped ensure the continuation of the company's healthy profits and cash flow. The share's price trend during the financial year was, nonetheless, modest. Svolder's holding in Beijer Electronics has, however, contributed SEK 15.3 million to the net worth. Shares have been acquired for a net of SEK 13.4 million (82,300 shares) during the financial year. Svolder now owns 13.8 per cent of the capital and votes in the company, making it its second largest owner. Ulf Hedlundh has chaired Beijer Electronics' Nomination Committees during this period.

Acando implemented a redemption programme for the first time in May and June and has also established a dividend policy whereby the shareholders will be given the opportunity to share in any generated growth in value. Two coordinated changes in ownership between Acando's two biggest owners have been carried out during the financial year, and as a result, equity and voting shares are now showing more unanimity than before. Svolder's shareholding after the year's acquisitions for SEK 10.6 million (583,000 shares, of which 500,000 are class A shares), comprise 10.7 per cent of the votes and 9.4 per cent of the capital, and Svolder is consequently one of the four leading owners. The holding in Acando has boosted Svolder's net worth by SEK 19.0 million during the financial year, with the effect of the redemption programme accounting for approximately half of that sum. Returns were high for some time, but declined towards the end of the financial year. As operating conditions have improved, Acando has increased its profits, albeit to a lesser extent than Svolder had expected. Ulf Hedlundh was re-elected to the Board of Acando at the company's Annual General Meeting, and he was subsequently also re-elected to the Board's Audit Committee. Börje Bengtsson was nominated by Svolder and another major owner to the company's Nomination Committee, ahead of the 2007 Annual General Meeting.

VALUE DEVELOPMENT (12 months)

1st September 2006 – 31st August 2007

Strategic holdings	Market value, 31st Aug 2007 (SEK m)	Percentage of portfolio, 31st Aug 2007 (%)	Net worth contribution (SEK m)	Return on time-weighted capital (%)
Beijer Alma	219.4	14.7	62.1	39.6
Acando	102.2	6.9	19.0	22.1
Beijer Electronics	135.6	9.1	15.3	13.1
Total	457.2	30.7	96.4	26.8
Other shareholdings	1031.4	69.3	222.2	31.4
Equities portfolio	1488.6	100.0	318.6	29.8

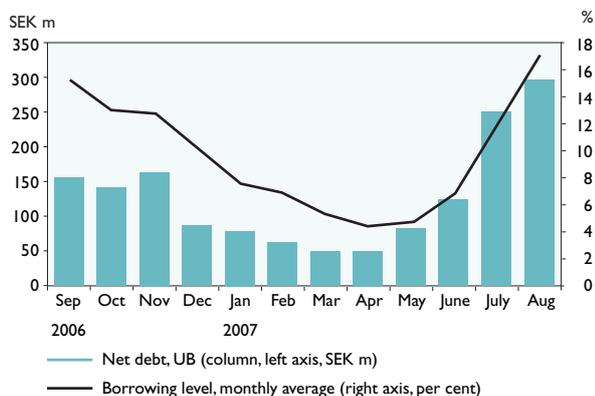
Svolder's goal is that these holdings shall, over time, report a growth in value that substantially exceeds the stock market's required returns for small and medium-sized companies, and that they shall also collectively exceed the return on Svolder's other equity investments. Follow-up reports are presented for rolling 12-month or longer periods. The goals presented have been exceeded with regard to the stock market's absolute required returns but not with regard to other investments. In the latter case, this was due to a weak value performance during the latter part of the financial year by the strategic holdings, at the same time as other shareholdings were positively affected by two public bids.

Borrowing

The net debt, which also includes the share trading's unliquidated transactions, etc, totalled SEK 296.8 million on the closing day, corresponding to 24.9 per cent of the company's net worth. On the closing day, the company owned shares that are subject to public cash bids with a market value of SEK 246.8 million.

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. It is estimated that borrowing against the equities portfolio had a positive effect of SEK 19 million on the net worth during the financial year, corresponding to approximately 2.0 percentage point of the growth in value for the period.

NET DEBT AND BORROWING LEVEL (12 months)



Changes in the equities portfolio

Shares were acquired for SEK 444.5 million (gross) and sold for SEK 354.7 million (gross) during the financial year, and net investments accordingly totalled SEK 89.8 million. A dividend payment totalling SEK 48.0 million was paid to shareholders in November 2006 for the 2006/2007 financial year. The portfolio has increased during the financial year from 19 holdings to 22 on the closing day.

MAJOR NET PURCHASES FOR THE EQUITIES PORTFOLIO

12 months: 1st September 2006 – 31st August 2007

Share	Number	SEK m	SEK/share ¹⁾
Telelogic	3 500 000	75.9	20.80
Securitas Systems	2 280 000	57.0	25.00
Nocom	6 109 000	37.7	6.20
Nefab	387 200	33.8	86.90
NCC B	157 400	27.3	173.00

¹⁾ 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.

Comments on the majority of purchases and sales have been provided on an ongoing basis in Svolder's Interim Reports. Transactions completed will, together with the applicable portfolio strategy and orientation, be presented in detail in the impending Annual Report. The Annual Report will be sent out to all shareholders in early November.

MAJOR NET SALES FROM THE EQUITIES PORTFOLIO

12 months: 1st September 2006 – 31st August 2007

Share	Number	SEK m	SEK/share ¹⁾
Kinnevik B	700 000	78.8	112.50
Trelleborg	180 000	31.2	173.60
Peab	176 100	30.4	171.60
Axis	250 000	27.5	109.80
New Wave	288 700	24.0	82.80

¹⁾ 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 Parent Company

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

Dividend

The Board of Directors will propose to the 2007 Annual General Meeting of the company's shareholders that a dividend of SEK 8.00 (SEK 3.75) per share be paid for the 2006/2007 financial year, corresponding to a total of SEK 102.4 million (SEK 48.0 m). The proposal corresponds to 8.6 per cent of Svolder's closing net worth and a dividend yield of 9.9 per cent, based on the share price on the closing day. Svolder's dividend policy – at least 5 per cent of the company's net worth – remains fixed. The proposal's higher dividend percentage is specifically designed to take into account a healthy profit and cash bids for two portfolio holdings.

Annual General Meeting and financial reporting

The Annual General Meeting of the shareholders of the company will be held on 21st November 2007 in Stockholm. Notices convening the Meeting will be sent out separately to the shareholders on or around 18th October. The Annual Report will be distributed to all shareholders in early November. The Interim Report for the period from 1st September to 30th November 2007 will be published on 18th December 2007.

THE EQUITIES PORTFOLIO, 31ST AUGUST 2007

Sector/share	No. of shares	Price ¹⁾ (SEK)	Market value (SEK m)	% of net worth	Total net worth, %	Sector weighting in CSX, %	Acc. change in value, %	Gross exposure ²⁾ (SEK)
Energy & utilities					-	1.9	-	
Materials					-	3.8	-	
Capital goods					40.6	19.8	13.5	
Beijer Alma	2 238 500	98.00	219.4	18.4				17.10
Saab	550 000	171.00	94.1	7.9				7.30
Peab	403 900	207.00	83.6	7.0				6.50
Trelleborg	350 000	165.50	57.9	4.9				4.50
NCC B	157 400	180.50	28.4	2.4				2.20
Commercial services					21.0	6.9	6.4	
Nefab	1 290 000	95.50	123.2	10.3				9.60
Intrum Justitia	803 200	87.50	70.3	5.9				5.50
Securitas Systems	2 280 000	24.10	54.9	4.6				4.30
Besthand, incl. conv. loans	52 293 626	0.04	2.2	0.2				0.20
Transport					-	2.7	-	
Consumer discretionary & services					5.0	22.3	0.2	
AarhusKarlshamn	139 300	152.50	21.2	1.8				1.70
Rezidor	385 000	50.75	19.5	1.6				1.50
Husqvarna B	210 000	87.25	18.3	1.5				1.40
Healthcare					7.0	8.9	1.0	
Getinge	475 000	150.00	71.3	6.0				5.60
Elekta	120 000	105.00	12.6	1.1				1.00
Financials & real estate					-	28.6	2.2	
Software & services					26.0	2.6	3.8	
Telelogic	6 000 000	20.60	123.6	10.4				9.70
Acando ³⁾	7 300 000	14.00	102.2	8.6				8.00
HiQ	1 310 000	39.30	51.5	4.3				4.00
Nocom	6 109 000	5.35	32.7	2.7				2.60
Technology hardware & equipment					25.3	2.5	6.7	
Beijer Electronics	858 500	158.00	135.6	11.4				10.60
Axis	550 000	148.00	81.4	6.8				6.40
Nolato	813 200	60.50	49.2	4.1				3.80
XPonCard	279 900	126.75	35.5	3.0				2.80
Telecom operators					-	0.0	-	
Share portfolio			1 488.6	124.9	124.9	-	33.8	116.30
Net debt			-296.8	-24.9	-24.9	-	-0.5	-23.20
Total/net worth			1 191.8	100	100	100	33.3	93.10
Change in value after management costs, 12 months (excl. paid dividend)							31.7	

¹⁾ Bid price

²⁾ Market value per Svolder share

³⁾ 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 219.4 million, corresponding to 18.4 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 40.6 per cent of Svolder's net worth. The corresponding weighting for the Capital goods sector in CSX totals 19.8 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 13.5 percentage points of the change in Svolder's net worth to date during the 2006/2007 financial year.



SVOLDER

INTERIM REPORT IV 2006/2007

Current reporting period: 1st June–31st August 2007 (3 months)

Result for the current reporting period (3 months)

- The company posted a result for the period (3 months) of –SEK 130.5 million (–SEK 0.2 m), corresponding to –SEK 10.20 (SEK 0.00) per share.
- The net worth fell by 9.9% to SEK 93.10 per share.
- The listed price of the class B share fell by 8.5% to SEK 80.75 per share.
- The CSX small cap index and the Stockholm Stock Exchange's OMXS index fell by 9.3% and 6.2%, respectively.

Major contributors to the net worth (3 months)

**Positive:**

Nefab

**Negative:**

Beijer Alma, Acando
och Trelleborg

Major changes in the equities portfolio (3 months)

**Increased:**

Telelogic, NCC och Nefab

**Reduced:**

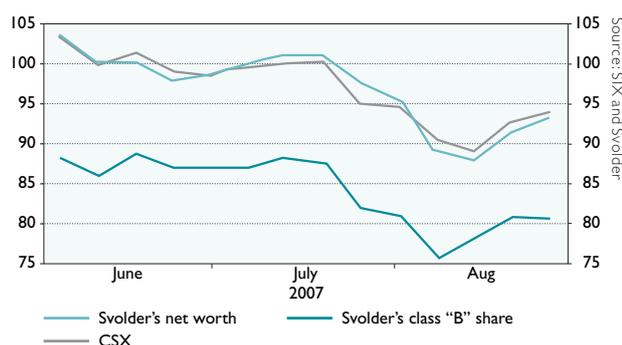
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The turbulence in the financial markets increased sharply during the three-month period from June to August 2007. Concerns about historic and current financing of American housing loans have resulted in a substantial shift in investors attitudes towards risks and uncertainties. As a result, investors fled to qualitative, risk-free instruments, such as western government bonds. Long-term government bond rates consequently fell steeply during the three-month period – a trend that was most striking in the USA – at the same time as the tradability and price of other riskier types of interest instrument declined substantially.

Stock markets were also hit by rising levels of concern. Reports of continued healthy economic growth in the outside world notwithstanding, investors' fears about future growth and the banking systems' ability to manage growing credit concerns increased.

The global index fell by 3.4 per cent, measured in US dollars, during the current reporting period. The American technology index, NASDAQ, fell by a mere 0.3 per cent, while the Stockholmsbörsen Stock Exchange's OMXS fell by 6.2 per cent. The Swedish small cap shares performed even more poorly, with the CSX falling by 9.3 per cent. Exchange rate fluctuations were small during the period.

SVOLDER AND CSX (3 months) (SEK per share)



Change in net worth

Svolder's closing net worth was SEK 93.10 per share, corresponding to a fall during the current reporting period of 9.9 per cent. This is just 0.6 percentage point down on the performance by the CSX benchmark index, which fell by 9.3 per cent during the corresponding period. The negative discrepancy can be attributed, in particular, to current lending.

TOTAL RETURN, PER CENT

	3 months 1st June 07– 31st Aug 07	12 months 1st Sept 06– 31st Aug 07
Share price (class B) ¹⁾	-8.5%	16.6%
Net worth ¹⁾	-9.9%	31.7%
CSX ²⁾	-9.3%	23.0%
CSRX ³⁾	-9.2%	26.9%
OMXS ²⁾	-6.2%	23.3%

¹⁾ Including dividend paid during the period, not reinvested.

²⁾ Excluding underlying dividends.

³⁾ Including reinvested dividends.

BIGGEST CONTRIBUTORS TO CHANGES IN NET WORTH

3 months: 1st June–31st August 2007

(Based on net worth of SEK 1 322.2 million or SEK 103.30/share on 31st May 2007)

	SEK million	SEK/share
Nefab	17.9	1.40
Telelogic	5.7	0.40
Total, two positive	23.6	1.80
Beijer Alma	-32.5	-2.50
Acando	-24.0	-1.90
Trelleborg	-17.2	-1.30
Axis	-14.9	-1.20
Beijer Electronics	-13.2	-1.00
Peab	-12.1	-0.90
Nocom	-6.9	-0.50
Nolato	-6.0	-0.50
Total, eight negative	-126.8	-9.90
Other shares	-19.8	-1.50
Shares, total	-122.9	-9.60
Other	-7.5	-0.60
Change in value	-130.5	-10.20

The weak market trend during the three-month period also hit the majority of portfolio companies, despite many companies, including **Axis**, **Beijer Alma** and **Beijer Electronics** continuing to post healthy interim reports during the period. Those companies whose posted figures deviated negatively from the market's expectations were hit particularly hard, e.g. **Acando** and **Trelleborg**. Construction company shares came under substantial selling pressure and prices did not improve until the late-posted interim reports reached the market.

The **Trelleborg** share's performance was very negative, both in absolute terms and in relation to CSX, after the company issued a press release in late June clarifying the situation with regard to the ongoing bankruptcy investigation in foreign subsidiaries. To the stock market's displeasure, uncertainty with regard to the financial effects continues. As a result, the company's risk premium has probably increased substantially at the same time as concerns in the world's financial markets have, generally speaking, brought pressure to bear on cyclically sensitive shares. Svolder is of the opinion that **Trelleborg's** results will improve over the next few years and that the share is, therefore, undervalued.

NET WORTH TREND, (3 months)

	SEK million	SEK/share
Net worth, 31st May 2007	1 322.3	103.30
The equities portfolio		
Opening value	1 404.1	109.70
Purchase of shares	209.9	
Sale of shares	-2.5	
Change in value, equities portfolio	-122.9	84.5 6.60
Closing value	1 488.6	116.30
Net debt		
Opening value	-81.9	-6.40
Dividend received	-	
Dividend paid	-	
Administrative costs	-5.6	
Net financial items	-1.9	
Sale of shares, net	-207.4	-214.9 -16.80
Closing value	-296.8	-23.20
Net worth, 31st August 2007	1 191.8	93.10

Two public bids were presented, one at the beginning and one at the end of the three-month period. Both of the bids presented resulted in these shares collectively contributing SEK 23.6 million (SEK 1.80 per share) to Svolder's net worth during the period.

On 4th June, Telelogic announced that it had received a conditional bid for the company of SEK 21/share. The bid by IBM was presented on 11th June, with an initial application period ending on 2nd August. On 30th July, however, IBM announced that it was extending the bidding period up to and including 9th October, making reference to the lengthy processing period required by the relevant authorities, and without extending any form of interest compensation to Telelogic's shareholders.

On 27th August, a bid of SEK 97/share was presented for the packaging company, Nefab, by a company controlled by the venture capital company, Nordic Capital, and Nefab's current principal owner.

Borrowing

The net debt, which also includes the share trading's unliquidated transactions etc, totalled SEK 296.8 million on the closing day, corresponding to 24.9 per cent of the company's net worth.

It is estimated that borrowing against the equities portfolio during the current reporting period made a negative contribution to the net worth of SEK 16 million, corresponding to -1.2 percentage points of the period's change in value.

Equities portfolio changes

Shares were acquired for SEK 209.9 million (gross) and sold for SEK 2.5 million (gross) during the current reporting period.

New holdings in NCC, Husqvarna and Elekta were acquired during the three-month period and the portfolio hence included 22 holdings on the closing day.

MAJOR NET PURCHASES FOR THE EQUITIES PORTFOLIO

3 month: 1st June–31st August 2007

Share	Number	SEK m	SEK/share ¹⁾
Telelogic	4 000 000	83.3	20.80
NCC B	157 400	27.3	173.00
Nefab	235 900	21.7	92.10
Husqvarna B	210 000	19.9	94.80
Elekta	120 000	13.6	113.50

¹⁾ 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 shareholdings in Telelogic and Nefab have been increased, mainly after the presentation of bids. In the light of the uncertainty that has characterised the stock market during the period, the anticipated returns on these purchases were considered attractive from a portfolio and risk perspective.

The presentation by the construction company, NCC, of a weak Q1 2007 report led to a marked fall in the company's share price. This trend was felt by Svolder to be company-specific, rather than industry-specific. Continued positive indicators for the construction industry in Sweden during the spring and early summer led to Svolder's opinion that the time was right to invest in NCC. The Q2 Interim Report was markedly better than the stock market's downwards adjusted expectations and the share price began to rise once again. The primary reasons for the investment are a low valuation, based on current forecasts, and a dividend yield that is expected to be extremely attractive.

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 of SEK 500 million.

Stockholm, 27th September 2007

SVOLDER AB (publ)

The Board of Directors

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

CONSOLIDATED INCOME STATEMENTS

(SEK m)	3 months 01/06/2007– 31/08/2007	3 months 01/06/2007– 31/08/2007	12 months 01/09/2006– 31/08/2007	12 months 01/09/2006– 31/08/2006
Management operations				
Dividend income	-	-	39.9	26.0
Administrative costs	-5.6	-3.6	-15.6	-12.9
Earnings from securities	-122.9	4.9	278.7	217.8
Operating profit	-128.5	1.3	303.0	230.9
Profit on financial investments				
Financial income	0.0	0.0	0.0	0.0
Financial expenses	-1.9	-1.4	-4.8	-3.9
Result after financial items	-130.5	-0.2	298.2	227.0
Tax	-	-	-	-
Profit for the period	-130.5	-0.2	298.2	227.0
Earnings per share, SEK	-10.20	0.00	23.30	17.70

CONSOLIDATED CASH FLOW STATEMENTS

	3 months 01/06/2007– 31/08/2007	3 months 01/06/2006– 31/08/2006	12 months 01/09/2006– 31/08/2007	12 months 01/09/2005– 31/08/2006
Cash flow from current operations before changes in working capital	-0.8	-3.1	22.0	10.7
Changes in working capital				
Increase (+)/decrease (-) in current liabilities	-0.1	0.1	0.0	0.0
Cash flow from current operations	-0.9	-3.0	22.0	10.7
Investment operations				
Purchase of securities	-208.8	-35.7	-425.3	-576.2
Sale of securities	11.8	48.7	354.7	489.4
Investment in machinery & equipment	0.0	0.0	-0.1	0.0
Cash flow from investment operations	-197.1	12.9	-70.8	-86.9
Financial operations				
Loans raised (+)/amortised (-)	198.0	-9.9	96.8	114.6
Dividend paid	-	-	-48.0	-38.4
Cash flow from financial operations	198.0	-9.9	48.8	76.2
Increase (+)/decrease (-) in liquid assets	-	-	-	-
Liquid assets at beginning of period	-	-	-	-
Liquid assets at end of period	0.0	0.0	0.0	0.0

CONSOLIDATED KEY RATIOS PER SHARE

	3 months 01/06/2007– 31/08/2007	3 months 01/06/2006– 31/08/2006	12 months 01/09/2006– 31/08/2007	12 months 01/09/2005– 31/08/2006
Change in net worth, SEK	-10.20	0.00	19.50	14.70
Dividend paid during the period, SEK	-	-	3.75	3.00
Number of shares, million	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.

CONSOLIDATED BALANCE SHEETS

(SEK m) 31/08/2007 31/05/2007 31/08/2006 31/05/2006 31/08/2005

ASSETS

Fixed assets

Tangible fixed assets

Equipment	0.3	0.2	0.2	0.2	0.2
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Financial fixed assets

Securities holdings	1 488.6	1 404.1	1 120.2	1 129.3	814.9
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Current assets

Current receivables	0.1	12.2	0.3	0.6	4.5
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Cash and bank balances	-	-	-	-	-
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Total assets	1 489.0	1 416.5	1 120.6	1 130.1	819.5
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SHAREHOLDERS' EQUITY & LIABILITIES

Shareholders' equity ¹⁾	1 191.8	1 322.3	941.6	941.8	753.1
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Liabilities

Current liability to credit institution	269.9	72.0	173.1	183.1	58.6
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Current liabilities	27.3	22.3	5.9	5.2	7.9
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Total liabilities and shareholders' equity	1 489.0	1 416.5	1 120.6	1 130.1	819.5
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CONSOLIDATED KEY RATIOS PER SHARE

	31/08/2007	31/05/2007	31/08/2006	31/05/2006	31/08/2005
Net worth per share, SEK	93.10	103.30	73.60	73.60	58.80
Market price ("B"). SEK	80.75	88.25	72.50	68.25	57.50
Net worth, premium (+)/discount (-), %	-13.3	-14.6	-1.4	-7.2	-2.3
Liquidity (+)/Borrowing (-), %	-24.3	-6.2	-18.5	-19.4	-7.8
Equity/assets ratio, %	81	95	84	83	92
Number of shares, million	12.8	12.8	12.8	12.8	12.8

Definitions as in the Annual Report for 2005/2006.

Amounts per share have been rounded off to the nearest whole ten öre throughout the Interim Report, except for dividends.

¹⁾ Changes in shareholders' equity (SEK m)	31/08/2007	31/05/2007	31/08/2006	31/05/2006
Opening balance	941.6	941.6	753.1	753.1
Dividend paid	-48.0	-48.0	-38.4	-38.4
Result for the period	298.2	428.7	227.0	227.1
Closing balance	1 191.8	1 322.3	941.6	941.8

ACCOUNTING PRINCIPLES

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

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