



SVOLDER

INTERIM REPORT 2 2018/2019

» *After a weak first quarter, the second can be described as successful in both absolute and relative terms* »

The Managing Director's comments, page 2

SEK PER SHARE
ON 8TH MARCH 2019

SHARE PRICE
97.89

NET WORTH
111

Current reporting period

3 months: 1st December 2018–28th February 2019

- The company posted a result for the period of SEK **245.8** million (18.7 m), corresponding to SEK **9.60** (0.70) per share
- The net worth increased **9.4%** to SEK **112.10** per share
- The listed price of the Class B share increased by **5.9%** to SEK **97.95** per share.
- The Carnegie Small Cap Return Index increased by **6.7%**

Result for the interim period

6 months: 1st September 2018–28th February 2019

- The company posted a result for the period of SEK **–195.6** million (–25.5 m), corresponding to SEK **–7.60** (–1.00) per share
- The net worth decreased by **6.1%**, including reinvested dividend, to SEK **112.10** per share
- The listed price of the Class B share decreased by **4.3%**, including reinvested dividend, to SEK **97.95** per share
- The Carnegie Small Cap Return Index fell by **1.5%**.
- The closing discount on net worth was **12.6%**

Current reporting period (3 months)

MAJOR CONTRIBUTORS TO NET WORTH

+ Positive	Negative –
Platzer	Saab
Beijer Electronics	
GARO	

MAJOR CHANGES IN THE EQUITIES PORTFOLIO

+ Bought	Sold –
Saab	Platzer
ITAB	Klövern

Dear Shareholder,

Yet another quarter has passed and we are already half way through Svolder's 2018/2019 financial year. After a weak first quarter, the second quarter can be described as successful – in both absolute and relative terms. Svolder's net worth rose by 9.4 per cent and thus outperformed the small cap market (CSRX) by 2.7 percentage points and the whole Stockholm exchange (SIXRX) by 4.2 percentage points. Svolder's share price also improved, albeit to a slightly lesser extent (5.9 per cent). The company's so-called discount on net worth thereby increased to a historically high 12.6 per cent.

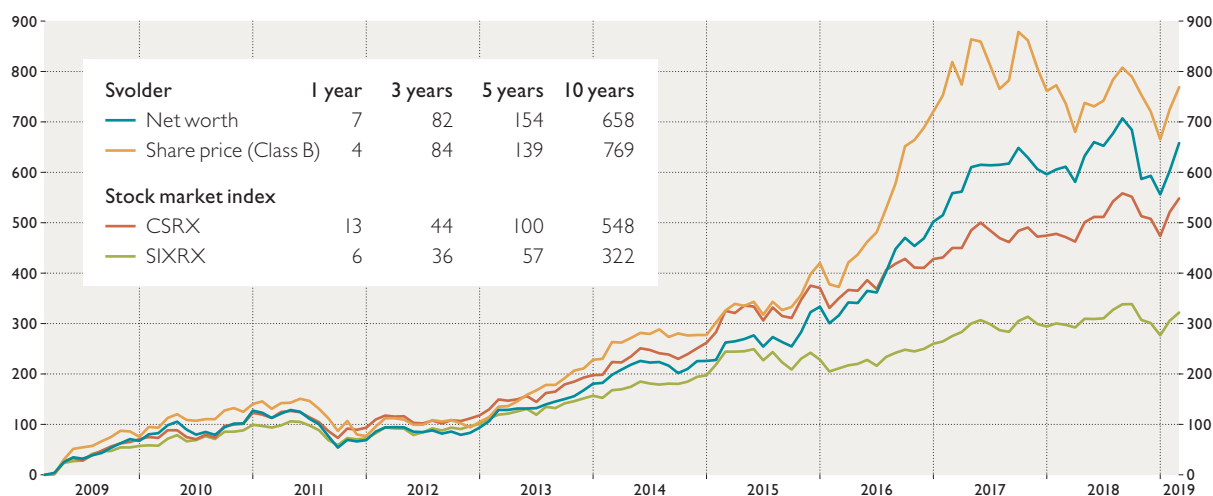
At the same time, I am pleased to note that Svolder's Class B share and net worth for periods of one, three, five and 10 years are yielding a positive absolute return that is also better or far better than that of the small cap market and the Swedish stock exchange. The total return on our share is also among the top three performers for the above periods relative to our colleagues in listed investment com-

panies. What we usually find is that in the long run equities create a higher return than bonds and bank savings, equities in small companies outperform those in large companies and Svolder outperforms the small cap market.

The majority of shares in Swedish listed investment companies are traded with a discount on net worth. These types of companies are usually lumped together in external analyses, although the focus and tax conditions differ somewhat. One type of investment company (e.g. Bure, Kinnevik, Latour and Lundbergs) therefore concentrates its portfolio holdings on 'shares for business purposes', i.e. where it owns more than 10 per cent of the votes and the portfolio ownership is active and long term. The other type of investment company (e.g. Investor, Industrivärden, Ratos, Svolder and Öresund) has more freedom in its investment focus but declares income set by the tax authorities on a standardised basis linked to its shareholdings.

» *Rather in the long run the companies' business models should serve as examples to private shareholders who do not want to build up their own equity portfolios.* »

Total return¹⁾ 10 years in % on 28th February 2019



Source: Morningstar Svolder and Infront

¹⁾ 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.

INVESTMENT COMPANIES ARE OVER-PERFORMING

On page 6 of the interim report we can see, for example, that Svolder's discount on net worth over the past five years has been around 7 per cent. Not the best in class, but far from the worst. The market always sets the share price, but it is still perplexing that this type of portfolio management company is not valued higher based on historical value growth. Over the past 10 years, all of the portfolio management companies, with the exception of Ratos, have clearly outperformed the Swedish stock market. As a group, the shares of Latour, Bure, Svolder and Öresund have, as a result of good management results, generated a total return that is more than twice that of the Swedish stock exchange as a whole.

There are several explanations for this. For example, investment companies can have a portfolio strategy that is distinctive, professional and not least enduring, as they do not have to sell equities in the same way that fund managers have to when investors in unit trusts ask to pull out. Furthermore, the management costs are usually far lower than for funds. It should also be noted that the stock exchange index is not burdened with management or transaction costs. In contrast the majority of investment companies work with private equity, but like the majority of Swedish funds, not with any form of borrowing. The ownership roles are also slightly different, but investment companies usually have closer dialogue with the portfolio companies than the majority of Swedish fund organisations. To then state in debate that investment companies are relics that should only be traded based on movements in discounts seems wrong to me. Rather in the long run the companies' business models should serve as examples to private shareholders who do not want to build up their own equity portfolios. Needless to say, institutional owners are also welcome to take part in these forms of active, specialised and successful management. From society's perspective it would also be desirable if premium pension saving via investment companies could become a reality.

RESTRAINED PORTFOLIO POLICY

As we know, past performance is no guarantee of good future results and this financial year did not begin well. The magnitude of the changes in trends at the end of 2018 and beginning of 2019 is important. A very weak close to the year as well as a clear recovery characterise the stock markets, which are governed by many different impulses and a high level of uncertainty about the future. There is a mixture of pessimism about increasing protectionism, the risk of a trade war between the USA and China, Brexit, slowing German industrial production and Italian budget deficits on the one hand, with belief in low global inflation, a continued soft monetary policy and economic growth uninterrupted by a recession on the other. At Svolder we have chosen to stay between these two fleeting extremes. However, we do note that sometimes the pessimism and optimism seem to be unjustifiably strong. At the same time

Svolder is primarily a fully invested company that bases its choice of equities based on each listed company's valuation, starting point and future opportunities. As a result, Svolder also operates with a low cash balance and borrowing, even though the investment company form gives us flexibility if required. Svolder's strength does not usually lie in its market timing, but more in its portfolio selection. So far this financial year we have changed little in the equities portfolio. This is mainly because we considered it important to continue analysing developments and not be pulled into something that could later be described as psychological 'quarterly capitalism' or general opportunism.

CONTINUED NEUTRAL VIEW OF THE STOCK EXCHANGE

Half of Svolder's 2018/2019 financial year has now passed and there is reason to stop and reflect a little more on the future. For example, how does the current view of the market compare with the neutral view Svolder presented in its Annual Report in early autumn 2018?

All in all, the Swedish stock exchange and small cap market have developed slightly worse over the first six months of the financial year than the neutral position, with risks on the downside as we stated in the Annual Report. This was particularly the outcome during the weak stock exchange performance in the autumn. However, it is important to be aware of how percentages work mathematically during rises and falls respectively. A rise may appear to be excellent, but if it is preceded by a longer fall in prices shareholders have probably still lost money. As we know, a rise of 100 per cent is needed to compensate for a 50-per cent fall. After the strong start to the 2019 calendar year, the opportunities for further stock exchange increases seem to be limited. Based on the past six-month period, however, the development is more modest. The 2018 accounts for Svolder's portfolio companies in particular are judged to be slightly above stock-market expectations regarding sales, profit and cash flow. Nevertheless, many dividend proposals are edged with caution.

Economic conditions are generally worsening around the world and in Sweden consumer confidence in particular appears to be low. However, upward pressure on interest rates is decreasing, which makes investments in equities more attractive in relation primarily to interest-based investments. Provided that listed companies in general do not begin to indicate downturns in profits or sales for 2019 and 2020, and the global bond markets stay calm, a 'normal' stock exchange situation should exist and the stock exchanges should develop in line with the forecast total return requirement of around 6–8 per cent a year. The development of the Swedish krona, however, is an extra concern. To date Sweden's central bank, Riksbanken, has managed to keep the krona weak through artificially low interest rates.

Yours faithfully

ULF HEDLUNDH
Managing Director

THE EQUITIES PORTFOLIO

28TH FEBRUARY 2019

Share	Number	Share price (SEK) ¹⁾	Market value (SEK m)	% of net worth	% of the company's capital ²⁾	% of the company's votes ²⁾
Troax	1,100,000	298.50	328.4	11.4	5.5	5.5
GARO	1,495,000	188.20	281.4	9.8	15.0	15.0
Platzer Fastigheter	3,300,000	74.20	244.9	8.5	2.8	1.1
Nordic Waterproofing	2,504,672	84.20	210.9	7.4	10.4	10.4
Scandic Hotels	2,009,563	92.75	186.4	6.5	2.0	2.0
New Wave Group	2,895,000	61.90	179.2	6.2	4.3	1.1
Beijer Electronics	3,137,247	53.40	167.5	5.8	11.0	11.0
Saab	528,449	315.50	166.7	5.8	0.4	0.3
FM Mattsson Mora	1,683,990	78.60	132.4	4.6	12.5	5.3
Boule Diagnostics	2,048,797	61.01	125.0	4.4	10.6	10.6
XANO Industri	583,500	190.00	110.9	3.9	4.1	1.2
Klövern Class B	9,000,000	12.28	110.5	3.9	1.0	0.6
ITAB Shop Concept	5,815,359	18.62	108.3	3.8	5.7	1.9
Serneke Group	1,203,941	60.30	72.6	2.5	5.2	1.7
Elos Medtech	928,044	72.40	67.2	2.3	11.5	5.2
Acando ³⁾	2,240,000	28.60	64.1	2.2	2.1	4.9
Magnolia Bostad	1,661,161	33.05	54.9	1.9	4.4	4.4
AGES Industri	500,000	64.40	32.2	1.1	7.1	2.1
Verisec	250,095	110.00	27.5	1.0	5.2	5.2
Bong	16,277,419	0.87	14.2	0.5	7.7	7.7
Lime	140,000	101.00	14.1	0.5	1.1	1.1
Equities portfolio			2,699.1	94.1		
Net debt (-)/net receivable (+)			169.4	5.9		
Total/net worth			2,868.5	100.0		
			112.10	SEK per Svolder share		

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

¹⁾ In calculating the market value (fair value), the bid price for the securities on Nasdaq Stockholm on the closing day has been used.

²⁾ Based on outstanding shares in the portfolio company.

³⁾ Of which 1,740,000 Acando Class B and 500,000 Acando Class A shares.

The following information, for example, can be obtained from the table. Svolder's largest holding is Troax, which has a market value of SEK 328.4 million, corresponding to 11.4 per cent of net worth. A one per cent change in Troax's share price (bid price on the closing day) would affect Svolder's net worth by SEK 3.3 million, which equates to SEK 0.10 per Svolder share.

INTERIM REPORT 2

CURRENT REPORTING PERIOD: 1ST DECEMBER 2018 – 28TH FEBRUARY 2019

MARKET COMMENTARY

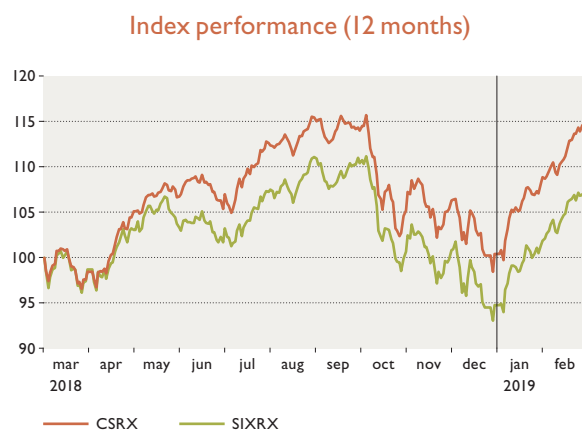
The current reporting period of 1st December 2018–28th February 2019 was characterised by volatility on and a gradual strengthening of the stock markets. After a weak December, investors' market outlook changed and the following months showed a clear improvement in the stock exchange climate. The Swedish stock exchange (SIXRX) rose 5.2 per cent, marginally underperforming small and medium-sized companies (CSRX) which increased by 6.7 per cent. Large companies (OMX30) rose by just 3.9 per cent, which was largely due to the weak performance of shares in large banks. Thus the long positive trend for shares in small companies in Sweden continued.

Most of the world's stock exchanges experienced similar volatility, with a positive outcome in Europe in particular. The S&P Europe index rose 5.4 per cent compared with, for example, 2.3 per cent for the American S&P500, both measured in Swedish kronor (SEK). The pattern of share prices differs from 2018 as the USA's stock exchanges developed far better than their European counterparts. The Dow Jones Global index increased by 4.0 per cent, measured in SEK. The 2019 calendar year got off to a weak start for the Swedish krona and this interrupted a brief period of more stable currency conditions. During the current reporting period the krona has weakened by 1.4 per cent against the US dollar and by 1.8 per cent against the euro.

Over the three-month period, interest rates for American bonds in particular fell while those for global bonds showed small movements. Softer signals from the Federal Reserve coupled with weaker global macro-statistics changed the market view of interest rates.

In most cases, prices for commodities and industrial metals rose during the current reporting period, measured in both USD and SEK. The price of oil increased the most, by almost 14 per cent (SEK). The price of gold developed in line with industrial metal prices.

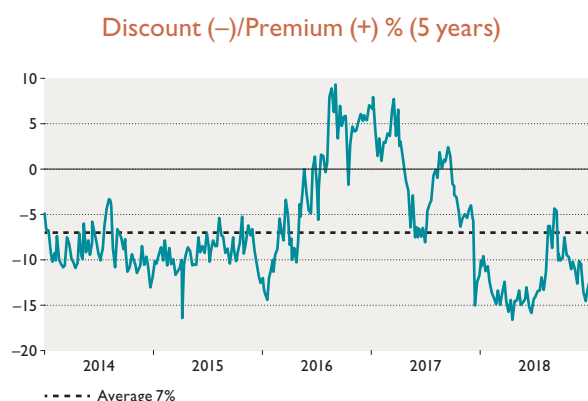
Political developments in many parts of the world remain uncertain. Latent conflicts in the Middle East and Asia are clear examples of this. The UK's handling of the Brexit negotiations with the EU give cause for concern, as do increasing protectionism and the risk of trade disputes. In addition, there is mounting irritation between the majority of European countries about immigration, public finances and the degree of involvement in each other's domestic policy.



Source: Infront

SHARE PRICE TRENDS

The closing price for Svolder's Class B share was SEK 97.95, hence the share rose 5.9 per cent during the current reporting period. The Class B share's value on the closing day represented a discount of 12.6 per cent on net worth. The Class B share was traded on all trading days during the period, with an average of approximately 14,000 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 was SEK 108.00, which means that the Class A share was valued at a discount of 3.6 per cent in relation to net worth.

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 return¹⁾ %

	3 months 1/12 2018– 28/2 2019	6 months 1/9 2018– 28/2 2019	Rolling 12 months 1/3 2018– 28/2 2019
Svolder			
Share price (Class B)	5.9	-4.3	3.9
Net worth	9.4	-6.1	6.6
Stock market index			
Carnegie Small Cap Return Index	6.7	-1.5	13.4
SIX Return Index	5.2	-3.7	6.1

¹⁾ 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

Svolder's closing net worth was SEK 112.10 per share, which represents an increase during the current reporting period of 9.4 per cent. This figure is 2.7 percentage points better than that of the small cap index (CSRX), which rose by 6.7 per cent during the corresponding period. This can be compared with the Swedish market as a whole (SIXRX), which increased by 5.2 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 2018–28th February 2019

	SEK m	SEK/share
Net worth, 30th November 2018	2,622.7	102.50
Equities portfolio		
Opening value	2,450.1	95.70
Purchase of shares	70.6	
Sale of shares	-72.8	
Change in value, equities portfolio	251.2	9.70
Closing value	2,699.1	105.40
Net debt (-)/Net receivable (+)		
Opening value	172.6	6.70
Share dividends received	1.1	
Management costs	-6.5	
Net financial items	-0.1	
Sale of shares, net	2.2	-3.2
Closing value	169.4	6.60
Net worth, 28th February 2019	2,868.5	112.10

Source: Svolder, Infront and Morningstar

Gothenburg-based real estate company **Platzer** was the biggest contributor in the current reporting period. The commercial real estate market in Gothenburg is still strong with low vacancies, rising rents and lower required returns. This has resulted in higher property values and increased net worth, which has also led new investors to see Platzer's valuation and potential. Real estate equities have developed well recently and the risk premiums have decreased. As a result, Svolder has reduced its shareholding in Platzer and its industry colleague Klöver – although only to a small extent – as their share prices have increased.

Beijer Electronics Group develops, manufactures and sells hardware and software, as well as solutions in industrial automation and data communication. The corporate group is benefiting from the increasing degree of automation and digitalisation in industry and in particular its subsidiary Westermo – which has a strong position in rail traffic – is showing strong growth. The year-end report shows that the improvement in profit and growth is continuing and that the financial targets should at least be met in 2019. The share has developed strongly over the three-month period and created one of the portfolio's biggest contributions to net worth.

Southern-Swedish electrical product company **GARO** reported a strong close to 2018; the share was therefore a major positive contributor to Svolder's net worth. The strongest growth came from the Charging product area, which encompasses products for charging electric vehicles. The rapid expansion of the charging infrastructure in many countries is considered to be in its infancy and GARO's position on this market is very interesting. Charging products account for an ever increasing proportion of total sales, which creates opportunities to alter investors' views of the company.

Brand group **New Wave** was a major contributor to net worth during the current reporting period. The company's share price has fluctuated greatly in connection with the latest interim reports and New Wave has been either a major positive or negative contributor to Svolder's net worth. According to Svolder, the economic outcomes in these reports have not justified such large price movements. The interim report for the fourth quarter was strong and, as a result, the share price has risen sharply. One reason for the large share-price movements could be the decline in ongoing monitoring by analysts and managers. News monitoring and share trading are not, therefore, as continuous.

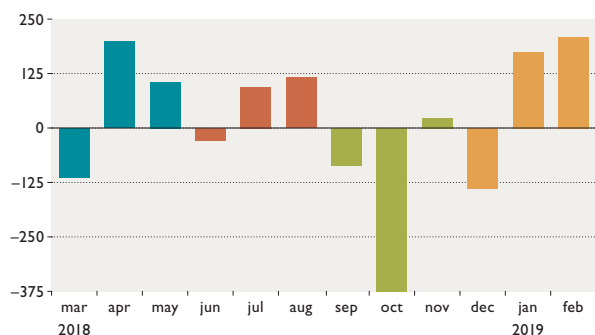
Biggest contributors to changes in net worth 1st December 2018–28th February 2019

(Based on net worth of SEK 2,622.7 million or SEK 102.50/share on 30th November 2018)

Share	SEK m	SEK/share
Platzer Fastigheter	55.7	2.20
Beijer Electronics Group	49.1	1.90
GARO	40.4	1.60
New Wave Group	32.8	1.30
Scandic Hotels Group	20.8	0.80
Klöver Class B	18.7	0.70
Nordic Waterproofing	18.2	0.70
ITAB Shop Concept	17.3	0.70
Troax	16.5	0.60
Total, nine positive	269.5	10.50
Saab	-25.7	-1.00
Total, one negative	-25.7	-1.00
Other shares	8.4	0.30
Shares, total	252.3	9.90
Other	-6.5	-0.30
Change in value before dividend	245.8	9.60

Svolder subscribed to its shareholder proportion in defence materiel group **Saab's** new share issue. The transaction became the largest purchase in the current reporting period. The share price has found it hard to recover after the surprising decision to issue new shares, even though the report for the fourth quarter was better than expected for most key ratios. Furthermore, the corporate management are still positive about future prospects. In Svolder's assessment, the company has good opportunities to increase both its sales and margin, something that is not fully reflected in the valuation.

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



Excluding dividends of SEK 51.2 million (SEK 2.00/share) paid in November 2018.

LIQUIDITY/BORROWING

The equities portfolio was unpledged on the closing day. The net receivable, which also includes the share trading's unliquidated transactions etc., was SEK 169.4 million on the closing day, corresponding to 5.9 per cent of the company's net worth. This is to be compared with a net receivable of SEK 172.6 million at the beginning of the current reporting period.

THE EQUITIES PORTFOLIO

Shares were acquired for a total of SEK 70.6 million (gross) during the current reporting period. Shares to the value of SEK 72.8 million (gross) were sold during the corresponding period, and net sales consequently amounted to SEK 2.2 million.

During the three-month period, **Lime Technologies** was added as a new holding. On the closing day, the portfolio thus comprised 21 holdings.

Major net purchases for the equities portfolio (3 months) 1st December 2018–28th February 2019

Share	Number	SEK m	SEK/share ¹⁾
Saab	106,325	23.7	225.00
ITAB	2,009,239	21.7	10.80
Lime	140,000	10.1	72.00

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.

ITAB Shop Concept's share performed very weakly in 2018. The business, which encompasses complete retail concepts for retail chains, was affected by uncertainty surrounding future distribution channels – a consideration in all forms of retail. This also prompted the company to issue a profit warning, stage a significant restructuring programme in September and three months later announce the cancellation of the dividend for the 2018 financial year. Many investors have changed their view of the share in line with the increased uncertainty and weaker results and have therefore sold or wanted to sell their holdings. In conjunction with further weakness in the share price, Svolder decided to acquire a larger block of shares and thereby declare a holding of more than 5 per cent of share capital in ITAB. Unlike with previous acquisitions, the timing of this acquisition has been good and the share has created a valuable contribution to net worth for the first time in over a year.

Lime Technologies is a Lund-based software company that develops, sells and implements CRM systems. It is one of the leading CRM players on the Nordic market and has a long history of profitable growth. Lime focuses on small and medium-sized companies and the business model is based on offering subscriptions and consultancy services for implementing and continuously adapting the products based on customer-specific needs. Svolder appreciates the company's strong market position and growth potential as well as its scalable business model that generates good cash flows and a high percentage of repeat income. Unlike the majority of IPOs, Lime's valuation was deemed to be attractive, an assessment supported by the stock market's positive share-price reaction.

Major net sales from the equities portfolio (3 months) 1st December 2018–28th February 2019

Share	Number	SEK m	SEK/share ¹⁾
Platzer Fastigheter	725,233	47.5	65.50
Klövern Class B	1,000,000	10.7	10.70

¹⁾ 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.



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. The Parent Company and the Group have an overdraft facility totalling SEK 200 million.

RISKS AND UNCERTAINTY FACTORS

The identified risks and uncertainties for the Group and the Parent Company are presented on page 63 and in note 17 on page 76 of the 2017/2018 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 8th March was SEK 111 per share and the listed price was SEK 97.89.

On 11 March 2019, CGI Nordic made a public takeover bid for **Acando AB** (publ) of SEK 41.45 cash per Acando share. Svolder signed an agreement with CGI Nordic to sell its shares in Acando.

FINANCIAL CALENDAR

The reports for the period 1st September 2018–31st May 2019 (9 months) and for the now current reporting period 1st March–31st May 2019 will be published on 17th June 2019.

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, 14TH MARCH 2019

FREDRIK CARLSSON
Chairperson

EVA CEDERBALK
Board member

VIVEKA EKBERG
Board member

ANNA-MARIA
LUNDSTRÖM TÖRNBLOM
Board member

JOHAN QVIBERG
Board member

ULF HEDLUNDH
Managing Director

*For additional information, please contact:
Ulf Hedlundh, Managing Director +46 (0)8-440 37 73
Pontus Ejderhamn, CFO +46 (0)8-440 37 72*

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 2018– 28/2 2019	1/12 2017– 28/2 2018	1/9 2018– 28/2 2019	1/9 2017– 28/2 2018	12 months 1/3 2018– 28/2 2019	12 months 1/9 2017– 31/8 2018
Management operations						
Dividend income	1.1	0.9	5.6	2.2	72.1	68.6
Management costs	–6.5	–6.1	–12.3	–12.5	–23.6	–23.8
Earnings from securities	251.2	23.8	–188.8	–15.4	126.5	299.9
Other operating income	–	0.0	–	0.3	0.0	0.3
Operating profit/loss	245.8	18.7	–195.5	–25.4	175.0	345.1
Profit on financial investments						
Financial income	–	–	–	–	–	–
Financial expenses	0.0	–0.1	–0.1	–0.1	–0.2	–0.2
Profit/loss after financial items	245.8	18.7	–195.6	–25.5	174.7	344.9
Tax	–	–	–	–	–	–
Profit/loss for the period	245.8	18.7	–195.6	–25.5	174.7	344.9
Other comprehensive income	–	–	–	–	–	–
Comprehensive income for the period	245.8	18.7	–195.6	–25.5	174.7	344.9
Earnings per share, SEK	9.60	0.70	–7.60	–1.00	6.80	13.50

CONSOLIDATED CASH FLOW STATEMENT

(SEK m)	3 months	3 months	6 months	6 months	Rolling	12 months
	1/12 2018– 28/2 2019	1/12 2017– 28/2 2018	1/9 2018– 28/2 2019	1/9 2017– 28/2 2018	12 months 1/3 2018– 28/2 2019	12 months 1/9 2017– 31/8 2018
Cash flow from operating activities						
before changes in working capital	–3.2	–3.8	–8.6	–13.0	49.1	44.7
Changes in working capital						
Increase (+)/decrease (–) in current liabilities	0.0	–4.8	0.3	0.1	0.2	0.0
Cash flow from operating activities	–3.1	–8.6	–8.2	–12.8	49.3	44.7
Investing activities						
Purchase of securities	–70.6	–103.7	–198.3	–291.4	–594.5	–687.6
Sale of securities	71.9	138.4	77.7	264.3	714.3	900.9
Investment in machinery and equipment	–0.1	–0.1	–0.1	–0.1	–0.1	–0.1
Cash flow from investing activities	1.3	34.6	–120.6	–27.1	119.7	213.1
Financing activities						
Dividend paid	–	–	–51.2	–41.6	–51.2	–41.6
Cash flow from financing activities	0.0	0.0	–51.2	–41.6	–51.2	–41.6
Increase (+)/decrease (–) in liquid assets	–1.8	26.0	–180.0	–81.6	117.7	216.2
Liquid assets at beginning of period	178.8	33.1	357.0	140.8	59.2	140.8
Liquid assets at end of period	176.9	59.2	176.9	59.2	176.9	357.0

CONSOLIDATED KEY RATIOS PER SHARE

(SEK m)	3 months	3 months	6 months	6 months	Rolling	12 months
	1/12 2018– 28/2 2019	1/12 2017– 28/2 2018	1/9 2018– 28/2 2019	1/9 2017– 28/2 2018	12 months 1/3 2018– 28/2 2019	12 months 1/9 2017– 31/8 2018
Change in net worth, SEK	9.60	0.70	–9.60	–2.60	4.90	11.90
Dividend paid during the period, SEK	–	–	2.00	1.63	2.00	1.63
Number of shares, million	25.6	25.6	25.6	25.6	25.6	25.6

Definitions as in the Annual Report for 2017/2018. 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 25,600,000. The historical number of shares and key ratios per share have been adjusted for the 2:1 share split of December 2017.

CONSOLIDATED BALANCE SHEET

Assets

(SEK m)	28/2 2019	30/11 2018	31/8 2018	28/2 2018	30/11 2017	31/8 2017
Non-current assets						
<i>Property, plant and equipment</i>						
Equipment	0.2	0.2	0.2	0.2	0.1	0.1
<i>Financial assets</i>						
Securities holdings	2,699.1	2,450.1	2,768.3	2,683.7	2,730.7	2,681.5
Current assets						
Current receivables	1.3	0.4	0.5	10.4	0.4	0.3
Cash and bank balances	176.9	178.7	357.0	59.2	33.1	140.8
Total assets	2,877.5	2,629.4	3,125.9	2,753.5	2,764.3	2,822.7

Shareholders' equity and liabilities

(SEK m)	28/2 2019	30/11 2018	31/8 2018	28/2 2018	30/11 2017	31/8 2017
Shareholders' equity	2,868.5	2,622.7	3,115.4	2,745.0	2,726.3	2,812.1
Liabilities						
Current liabilities	9.0	6.7	10.6	8.5	38.0	10.6
Total liabilities and shareholders' equity	2,877.5	2,629.4	3,125.9	2,753.5	2,764.3	2,822.7

CHANGES IN SHAREHOLDERS' EQUITY

(SEK m)	3 months 1/12 2018– 28/2 2019	3 months 1/12 2017– 28/2 2018	6 months 1/9 2018– 28/2 2019	6 months 1/9 2017– 28/2 2018	12 months 1/9 2017– 31/8 2018
Opening balance	2,622.7	2,726.3	3,115.4	2,812.1	2,812.1
Dividend paid	-	-	-51.2	-41.6	-41.6
Comprehensive income for the period	245.8	18.7	-195.6	-25.5	344.9
Closing balance	2,868.5	2,745.0	2,868.5	2,745.0	3,115.4

CONSOLIDATED KEY RATIOS PER SHARE

(SEK m)	28/2 2019	30/11 2018	31/8 2018	28/2 2018	30/11 2017	31/8 2017
Net worth per share, SEK	112.10	102.50	121.70	107.20	106.50	109.80
Share price (Class B), SEK	97.95	92.50	104.60	96.40	104.50	103.25
Net worth, premium (+)/discount (-), %	-13	-10	-14	-10	-2	-6
Liquidity (+)/Borrowing (-), %	6	7	11	3	0	5
Equity/assets ratio, %	100	100	100	100	100	100
Number of shares, million	25.6	25.6	25.6	25.6	25.6	25.6

Definitions as in the Annual Report for 2017/2018. 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 25,600,000. The historical number of shares and key ratios per share have been adjusted for the 2:1 share split of December 2017.

ACCOUNTING PRINCIPLES

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 principles and bases for assessment have been used as in the most recent Annual Report.

Prioritaire **A**

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SVOLDER IS AN INVESTMENT TRUST 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



COVER PHOTO: THE VÄSTERÅS LEADING LIGHT WAS ERECTED ON THE PIER WEST OF THE ENTRANCE TO THE OLD HARBOUR IN 1883. IT IS ONE OF MORE THAN 200 LIGHTHOUSES AROUND LAKE MÅLAREN.



SVOLDER

SVOLDER AB (publ) Corporate ID no. 556469-2019

Birger Jarlsgatan 13, Box 70431, SE-107 25 Stockholm, Sweden. Tel +46 (0)8-440 37 70; fax +46 (0)8-440 37 78
www.svolder.se