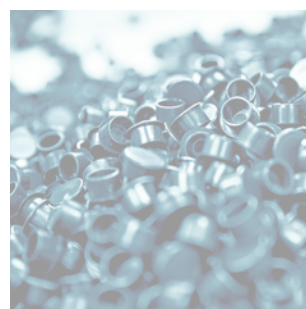




Interim report

1 January – 30 June **2015**



Interim report 1 January–30 June 2015

THE INTERIM PERIOD

Continuing operations

- Net revenue totalled SEK 529 million (520)
- Profit before tax amounted to SEK 48 million (35)
- Profit after tax amounted to SEK 37 million (28)
- Earnings per share were SEK 5.35 (4.00)

Group total

- Net revenue totalled SEK 529 million (765)
- Profit before tax amounted to SEK 60 million (59)
- Profit after tax amounted to SEK 49 million (46)
- Earnings per share were SEK 7.20 (6.70)
- Acquisition of Canline in the Netherlands
- Sale of an industrial property in Länna outside Stockholm
- NPB achieves breakthrough on new market

THE SECOND QUARTER

Continuing operations

- Net revenue totalled SEK 284 million (266)
- Profit before tax amounted to SEK 26 million (17)
- Profit after tax amounted to SEK 20 million (14)
- Earnings per share were SEK 2.85 (1.90)

Group total

- Net revenue totalled SEK 284 million (332)
- Profit before tax amounted to SEK 38 million (23)
- Profit after tax amounted to SEK 32 million (18)
- Earnings per share were SEK 4.70 (2.55)

The information in this report refers to continuing operations unless otherwise indicated. The comparative figures for the Group as a whole include the spun-off Precision Components business unit (AGES) up to and including 30 April 2014.

From 2015 onwards, the Group will be applying the percentage-of-completion method to project deliveries made to the packaging industry. The comparative figures have been recalculated in accordance with the new accounting policies.

CEO's comments on the Group's development during the period

Overall, the Group's business units continued to generate a good level of profit in the second quarter of the year. The operating margin improved yet again and amounted to 9.8 per cent for the full interim period compared to 7.9 per cent for the corresponding period of the previous year.

The integration of the recently acquired Canline business has proceeded as planned. Together with its sister company NPB, Canline has several projects in progress that involve new systems for new market segments.

The caution shown in most of the sectors in which the Group's other businesses are active has prompted adjustments that have been implemented successfully. Demand has gradually stabilised and the expectation is that volumes will be maintained at the current healthy level in the immediate future.

Revenue and profit

The interim period

Net revenue totalled SEK 529 million (520). Operating profit amounted to SEK 52 million (41), corresponding to an operating margin of 9.8 per cent (7.9). Profit before tax was SEK 48 million (35).

The second quarter

Net revenue totalled SEK 284 million (266). Operating profit amounted to SEK 29 million (20). Profit before tax was SEK 26 million (17).

Share data and key figures

The interim period

Earnings per share for continuing operations were SEK 5.35 (4.00). Earnings per share for the Group as a whole were SEK 7.20 (6.70). Equity per share was SEK 57.60 (48.85). The average number of outstanding shares was 6,788,974 during the period. The equity/assets ratio was 40 per cent (37) at the end of the period. The average number of employees was 651 (675).

Important events during the period

Canline Holding B.V. was acquired at the end of March. In addition to the parent company, the Group comprises four operating companies: Canline Magnetics, Canline Systems, Bakeline Systems and Canline USA, with a total revenue of approx. SEK 75 million. The European entities are located in Bladel in the Netherlands. The business operations consist of the development, manufacture and sale of automation equipment, primarily conveyor systems, for the industrial handling of lids and cans. The business also manufactures and sells magnets for industrial purposes. The companies are now part of XANO's Industrial Solutions business unit. Consolidation in the Group took place on 31 March 2015.

A property company that owns industrial land in Länna, Stockholm was sold in April. The capital gain, amounting to SEK 12 million, was recognised as profit from discontinued operations during the second quarter. The sale will have only a marginal long-term impact on XANO's profits and

financial position.

XANO's subsidiary NPB Automation AB in Jönköping has signed an agreement for deliveries to Brazil worth somewhere in the region of SEK 48 million. Installation is scheduled for January 2016, with this being the company's first one on the South American market. Delivery and installation will take place in partnership with NPB's sister company Canline.

Events after the end of the period

There are no individual events of major significance to report after the balance sheet date.

Activities and organisation

The XANO Group consists of engineering companies offering manufacturing and development services for industrial products and automation equipment. The Group is represented in the Nordic countries, Estonia, the Netherlands, Poland, China and the USA. The companies all operate within well-defined niches and possess a high level of expertise within their respective technical areas. The Group's operations are divided into three business units: Industrial Solutions, Precision Technology and Rotational Moulding.

Industrial Solutions

Companies within the Industrial Solutions business unit supply in-house-developed automation solutions such as packaging machines, accumulators and conveyor systems to the packaging industry. Manufacturers of furniture and fittings are provided with parts such as hand wheels, handles and adjustable feet. Contract assignments for advanced industrial products in small and medium-sized production runs are also being performed.

	2015 Q1-Q2	2014 Q1-Q2	2014 Full year
Sales, SEK m	300	302	601
Operating profit, SEK m	30	24	52
Operating margin, %	9.9	8.1	8.7

Revenue fell marginally while operating profit rose by 22 per cent in relation to the comparison period. High invoicing with strong financial results for NPB and Ackurat compensated for the somewhat weaker results reported by both the Fredriksons' units, leading to a stronger operating margin overall compared to the previous year. Canline, which was acquired in March 2015, is included in the revenue and profit figures for the second quarter. Some of the projects that have been won in conjunction with NPB require the product range to be expanded, something which will initially entail development costs. In the longer term, however, this expansion will enhance both Canline's and NPB's competitiveness still further.

From the turn of the year onwards, NPB will be applying the percentage-of-completion method to the company's deliveries made to the packaging industry; this is expected to lead to a more even distribution of results over the course

of the year. The comparative figures have been recalculated in accordance with the new accounting policies.

Precision Technology

Operations within the Precision Technology business unit cover component and system manufacture through advanced cutting machining of metal and plastic for the production of components with stringent requirements for quality and precision.

	2015 Q1-Q2	2014 Q1-Q2	2014 Full year
Sales, SEK m	108	106	196
Operating profit, SEK m	15	12	17
Operating margin, %	13.7	11.2	8.8

Compared to the first half-year of the previous year, revenue was slightly higher, while operating profit increased by 26 per cent. Due to a major customer's lack of projects, KMV reported a very poor first quarter, but thanks to well-implemented operational adjustments the company could demonstrate a certain level of recovery during the second quarter. The business unit's other companies experienced a positive trend throughout the interim period and all of them achieved greater profitability than in the previous year. Resinit in particular achieved a very good result, with the second quarter being the company's best so far in terms of profit.

Rotational Moulding

Operations within the Rotational Moulding business unit comprise the design, manufacture and sales of plastic components and systems produced by means of rotational moulding. Deliverables include both customer-specific and in-house developed products.

	2015 Q1-Q2	2014 Q1-Q2	2014 Full year
Sales, SEK m	122	113	199
Operating profit, SEK m	15	15	18
Operating margin, %	12.4	12.8	8.8

Invoicing was 7 per cent higher than in the comparison period while the operating margin dipped slightly, producing an operating profit on a par with that of the previous year. The strong start to the year was followed by a stable second quarter. Looking at the entire interim period, it is primarily the Norwegian unit that has experienced very positive development with a high growth in volume, the majority of which concerned boats and customer-specific marine products. Operations in Poland are showing a certain amount of stabilisation but are still having a negative impact on the business unit's operating margin.

Discontinued operations

Discontinued operations refer to a property company that was sold in April 2015. Profit before tax for discontinued operations totalled SEK 12 million (0). This is a non-recurring item comprising the capital gain made on the sale of shares in the property company.

Investments

The interim period

Net investments in non-current assets for the Group as a whole came to SEK 70 million (-460), of which SEK 44 million related to corporate transactions, SEK 1 million to real estate and SEK 25 million to machinery and equipment.

The second quarter

Net investments in non-current assets for the Group as a whole came to SEK -5 million (-482), of which SEK -9 million related to corporate transactions, SEK 1 million to real estate and SEK 3 million to machinery and equipment.

Cash flow and liquidity

The interim period

Cash flow from operating activities for the Group as a whole amounted to SEK 73 million (40).

Liquid assets, including lines of credit granted but not utilised, totalled SEK 227 million (224) on the balance sheet date.

Risks and uncertainty factors

The Group's main risk and uncertainty factors include operational risks associated with customers and suppliers and other external factors such as price risks for input goods. In addition, there are financial risks as a result of changes in exchange rates and interest rate levels.

A statement on the Group's main financial and operational risks can be found on pages 69 and 70 of the annual report for 2014. No additional significant risks are deemed to have arisen.

Accounting policies

As with the annual financial statements for 2014, the consolidated financial statements for 2015 have been prepared

in accordance with the International Financial Reporting Standards (IFRS), as adopted by the EU, the Swedish Annual Accounts Act and the recommendations and statements of the Swedish Financial Reporting Board. This interim report has been prepared in accordance with IAS 34.

From 2015 onwards, the Group will be applying the percentage-of-completion method to project deliveries made to the packaging industry. The change in accounting policy is expected to result in a more even recognition of revenue and profit. This change will mainly affect NPB and the recently acquired Canline. The comparison year has been recalculated in accordance with the new policies. The application of these policies has increased profit after tax for 2014 as a whole by SEK 3.5 million and equity on the balance sheet date of 31 December 2014 by SEK 6 million.

Otherwise, the Group applies the same accounting policies as described in the annual report for 2014 with the following exceptions as a result of new or revised standards, interpretations and improvements, which are applied as of 1 January 2015:

» *IAS 19 Employee benefits*

» *Annual improvements*

The application of these has not had any effect on the Group's financial performance or position.

The capital gain from the sale of the property company has been classified as profit from discontinued operations and recognised in accordance with IFRS 5.

Next report date

The interim report for the period 1 January to 30 September 2015 will be presented on Wednesday 4 November 2015.

The undersigned declare that this half-yearly interim report provides a true summary of the Parent Company's and the Group's activities, position and results. It also describes significant risks and uncertainty factors facing the Parent Company and the companies that form the Group.

Jönköping, 9 July 2015

Tord Johansson
Chairman of the Board

Fredrik Rapp
Vice Chairman of the Board

Stig-Olof Simonsson
Board member

Petter Fägersten
Board member

Eva-Lotta Kraft
Board member

Per Rodert
Board member

Sune Lantz
Board member

Lennart Persson
CEO

This interim report has not been reviewed by the company's auditor.

Consolidated statement of comprehensive income	2015 3 mths Apr–Jun	2014 3 mths Apr–Jun	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	14/15 12 mths Jul–Jun	2014 12 mths Jan–Dec
(SEK million)						
Net revenue	284	266	529	520	1,003	994
Cost of goods sold	-214	-208	-401	-407	-783	-789
Gross profit	70	58	128	113	220	205
Other operating income	3	2	6	3	9	6
Selling expenses	-29	-26	-54	-49	-98	-93
Administrative expenses	-13	-13	-24	-24	-44	-44
Other operating expenses	-2	-1	-4	-2	-7	-5
Operating profit	29	20	52	41	80	69
Financial items	-3	-3	-4	-6	-11	-13
Profit before tax	26	17	48	35	69	56
Tax	-6	-3	-11	-7	-17	-13
Net profit for continuing operations	20	14	37	28	52	43
Profit from discontinued/spin-off operations ^{1, 2)}	12	4	12	18	12	18
Net profit for the period	32	18	49	46	64	61
OTHER COMPREHENSIVE INCOME						
<i>Items that may be reclassified to net profit for the period</i>						
Change in hedging reserve including tax ³⁾	4	-3	3	-6	-1	-10
Translation differences ⁴⁾	-5	4	1	3	13	15
Other comprehensive income	-1	1	4	-3	12	5
Comprehensive income for the period	31	19	53	43	76	66
Depreciation for continuing operations constitutes	-12	-11	-24	-21	-46	-43
Depreciation for the Group as a whole constitutes	-12	-13	-24	-30	-46	-52

¹⁾ Profit from discontinued operations relates to the capital gain from the sale of the property company AB Grundstenen 150787 in April 2015 and constitutes non-recurring items totalling SEK 12 million (0) in the interim period and SEK 0 million for 2014 as a whole. See specification on page 9.

²⁾ Profit from spin-off operations relates to the Precision Components business unit (AGES). The business unit is included in the consolidated results up to and including 30 April 2014. See specification on page 9.

³⁾ Refers to the effective component of the change in value of derivative instruments used for hedge accounting.

⁴⁾ Refers to the effects of changes in exchange rates when net investments in non-Swedish subsidiaries are translated to SEK. The amount is reported net of hedging contracts.

Tax amounts to 23 per cent (22) for the interim period.

Canline Holding B.V., which was acquired in March, is included in the consolidated results from 1 April 2015. See specification on page 9.

The comparison year has been recalculated to take account of the altered accounting policies.

Net revenue and profit/loss by segment

(SEK million)	Q1–Q2 2015				Q1–Q2 2014				Q1–Q4 2014			
	External	Net revenue Internal	Total	Profit/loss before tax ¹⁾	External	Net revenue Internal	Total	Profit/loss before tax ¹⁾	External	Net revenue Internal	Total	Profit/loss before tax ¹⁾
Industrial Solutions	300	0	300	30	302	0	302	23	601	0	601	49
Precision Technology	107	1	108	14	105	1	106	10	194	2	196	15
Rotational Moulding	122	0	122	15	113	0	113	14	199	0	199	14
Elimination	–	-1	-1	–	–	-1	-1	–	–	-2	-2	–
Undistributed items	–	–	–	-11	–	–	–	-12	–	–	–	-22
Continuing operations	529	–	529	48	520	–	520	35	994	–	994	56

¹⁾ The figure refers to the profit/loss before the distribution of group-wide costs and tax in accordance with internal reporting. Undistributed items mainly refer to the Parent Company.

The information on segments is provided from the management's perspective, which means that reporting corresponds to the way in which the information is presented internally. The Group reports on the following segments: Industrial Solutions, Precision Technology and Rotational Moulding. The operations within each segment are described on page 3. The segments are reported in accordance with the same accounting policies as the Group. Market conditions are applied to transactions between the segments.

In 2015, all segments have boosted their total operating assets, such as inventories and trade receivables.

The comparison year has been recalculated to take account of the altered accounting policies.

Consolidated statement of financial position (SEK million)	2015 30 Jun	2014 30 Jun	2014 31 Dec
ASSETS			
Goodwill	209	171	170
Other intangible non-current assets	18	8	7
Property, plant and equipment	332	331	337
Other non-current assets	5	7	5
Total non-current assets	564	517	519
Inventories	149	135	136
Current receivables ¹⁾	217	200	172
Cash and cash equivalents	48	36	33
Total current assets	414	371	341
TOTAL ASSETS	978	888	860
EQUITY AND LIABILITIES			
Equity	391	332	355
Non-current liabilities	264	254	251
Current liabilities ²⁾	323	302	254
TOTAL EQUITY AND LIABILITIES	978	888	860
Interest-bearing liabilities constitute	340	355	319
Deferred tax liabilities constitute	36	36	33

¹⁾ Current receivables include derivatives valued at fair value of SEK 1 million (0) for the interim period and SEK 0 million for 2014 as a whole. The derivatives are used for hedging purposes and belong to value level 2 under IFRS 13. The fair value valuation is based on several factors, including observable data such as fixing rates and swap rates for the currency in question.

²⁾ Current liabilities include derivatives valued at fair value of SEK 15 million (11) for the interim period and SEK 17 million for 2014 as a whole. The derivatives are used for hedging purposes and belong to value level 2 under IFRS 13. The fair value valuation is based on, among other factors, forward interest rates produced on the basis of observable yield curves.

Canline Holding B.V. in the Netherlands was acquired in March 2015. Acquired assets and liabilities including surplus values amounted to SEK 83 million and SEK 22 million respectively.

The property company AB Grundstenen 150787 was sold in April 2015. Divested assets and liabilities amounted to SEK 9 million and SEK 9 million respectively.

The comparison year has been recalculated to take account of the altered accounting policies.

Statement of changes in equity (SEK million)	2015 30 Jun	2014 30 Jun	2014 31 Dec
Opening balance according to adopted balance sheet	349	643	643
Effect of altered accounting policies	6	3	3
Opening balance	355	646	646
Comprehensive income for the period	53	43	66
Dividend paid in cash	-17	-27	-27
Dividend paid by distribution of shares in subsidiary	–	-330	-330
Closing balance	391	332	355

Cash flow statement	2015	2014	14/15	2014
(SEK million)	6 mths Jan–Jun	6 mths Jan–Jun	12 mths Jul–Jun	12 mths Jan–Dec
Operating profit	64	68	92	96
Interest and income tax paid/received and adjustments for non-cash items	-1	6	8	15
Change in working capital	10	-34	26	-18
Cash flow from operating activities	73	40	126	93
Investments	-46	-64	-67	-85
Cash flow after investments	27	-24	59	8
Financing	-12	31	-51	-8
Cash flow for the period	15	7	8	0
Cash and cash equivalents at the start of the year	33	28	36	28
Exchange rate differences in cash and cash equivalents	0	1	4	5
Cash and cash equivalents at the end of the period	48	36	48	33

The cash flow statement refers to the Group as a whole.

In the cash flow statement for the interim period, SEK 0 million (28) of the cash flow from operating activities, SEK 12 million (-50) of the cash flow from investing activities and SEK 0 million (23) of the cash flow from financing activities related to discontinued/spun-off entities.

Share data	2015	2014	2015	2014	2014
	3 mths Apr–Jun	3 mths Apr–Jun	6 mths Jan–Jun	6 mths Jan–Jun	12 mths Jan–Dec
Average number of outstanding shares, thousands	6,789	6,789	6,789	6,789	6,789
Average number of outstanding shares after dilution, thousands	7,377	7,274	7,377	7,170	7,274
Average number of shares in own custody, thousands	140	140	140	140	140
Basic earnings per share for continuing operations, SEK ¹⁾	2.85	1.90	5.35	4.00	6.35
Basic earnings per share for the Group as a whole, SEK ¹⁾	4.70	2.55	7.20	6.70	9.05
Diluted earnings per share for continuing operations, SEK ¹⁾	2.65	1.80	5.00	3.85	6.10
Diluted earnings per share for the Group as a whole, SEK ¹⁾	4.35	2.40	6.70	6.45	8.65
Cash flow from operating activities per share for the Group as a whole, SEK	9.95	6.15	10.75	5.80	13.65
Total number of shares on balance sheet date, thousands			6,929	6,929	6,929
Number of shares in own custody on balance sheet date, thousands			140	140	140
Equity per share on balance sheet date, SEK			57.60	48.85	52.35
Share price on balance sheet date, SEK			124.00	131.50	104.00

¹⁾ Based on net profit for the period.

After deduction for the company's own holding, 140,000 Class B shares, the number of outstanding shares is 6,788,974.

On 1 July 2012, convertibles for a nominal value of SEK 29,999,961 were issued. The convertibles accrue interest corresponding to STIBOR 3M plus 2.7 per cent and are due for payment on 30 June 2016. The conversion rate was originally SEK 109. Due to the distribution of the shares in AGES Industri AB to the XANO shareholders, the conversion rate has been recalculated in accordance with section 8E of the terms and conditions. The recalculated conversion rate is SEK 51. After recalculation, the convertible loan corresponds to 588,234 Class B shares in the event of full conversion. If all convertibles are converted to shares, share capital will be increased by a maximum of SEK 2,941,170. The dilution will then be approx. 8 per cent of the share capital and approx. 2 per cent of the number of votes. From 1 May 2014, the average number of outstanding shares after dilution has increased by the number of shares which will be added at full conversion as a result of a recalculated conversion rate.

The comparison year has been recalculated to take account of the altered accounting policies.

For definitions, see page 11.

Key figures	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	14/15 12 mths Jul–Jun	2014 12 mths Jan–Dec
Operating margin for continuing operations, %	9.8	7.9	8.0	7.0
Operating margin for the Group as a whole, %	12.2	8.8	9.3	7.8
Profit margin for continuing operations, %	8.9	6.7	6.8	5.6
Profit margin for the Group as a whole, %	11.3	7.7	8.1	6.5
Return on equity p.a., % ¹⁾	26.1	16.6	18.0	13.1
Return on capital employed p.a., % ¹⁾	18.4	13.0	13.7	10.9
Return on total capital p.a., % ¹⁾	14.1	10.1	10.5	8.5
Interest coverage ratio, multiple ¹⁾	9.3	6.7	6.0	5.1
Equity, SEK m ¹⁾	391	332	391	355
Equity/assets ratio, % ¹⁾	40	37	40	41
Proportion of risk-bearing capital, % ¹⁾	44	41	44	45
Net investments for continuing operations, SEK m	79	26	102	49
Net investments for the Group as a whole, SEK m ²⁾	70	-460	93	-437
Average number of employees for continuing operations	651	675	663	675
Average number of employees for the Group as a whole	651	913	663	793

¹⁾ Refers to the Group as a whole.

²⁾ Of the investments made in 2014, SEK -536 million concerned the spin-off of AGES.

The comparison year has been recalculated to take account of the altered accounting policies.

For definitions, see page 11.

Quarterly summary	2015 Q2	2014 Q2	2015 Q1	2014 Q1	2014 Q4	2013 Q4	2014 Q3	2013 Q3
Net revenue for continuing operations, SEK m	284	266	245	254	258	274	216	204
Gross profit for continuing operations, SEK m	70	58	58	55	48	59	44	41
Operating profit for continuing operations, SEK m	29	20	23	21	12	23	16	13
Profit before tax for continuing operations, SEK m	26	17	22	18	8	21	13	11
Net profit for the period for continuing operations, SEK m	20	14	17	14	5	15	10	9
Net profit for the period, SEK m ¹⁾	32	18	17	28	5	24	10	21
Comprehensive income for the period, SEK m ¹⁾	31	19	22	24	9	27	14	18
Operating margin for continuing operations, %	10.1	7,5	9,4	8,2	4,8	8,3	7,5	6,6
Equity/assets ratio, % ¹⁾	40	37	38	41	41	41	39	40
Earnings per share for continuing operations, SEK ²⁾	2.85	1.90	2.50	2.10	0.75	2.20	1.60	1.30
Earnings per share for the Group as a whole, SEK ¹⁾	4.70	2.55	2.50	4.15	0.75	3.60	1.60	3.00
Cash flow from operating activities per share, SEK ¹⁾	9.95	6.15	0.80	-0.35	5.90	2.75	1.95	6.75

¹⁾ Refers to the Group as a whole.

²⁾ Based on net profit for the period for continuing operations.

The comparison year has been recalculated to take account of the altered accounting policies. 2013 has not been recalculated.

For definitions, see page 11.

Income statement	Continuing operations			Profit from discontinued operations ¹⁾			Profit from spin-off operations ²⁾			Total		
	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	2014 12 mths Jan–Dec	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	2014 12 mths Jan–Dec	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	2014 12 mths Jan–Dec	2015 6 mths Jan–Jun	2014 6 mths Jan–Jun	2014 12 mths Jan–Dec
(SEK million)												
Net revenue	529	520	994	–	0	0	–	245	245	529	765	1,239
Cost of goods sold	-401	-407	-789	–	0	0	–	-202	-202	-401	-609	-991
Gross profit	128	113	205	0	0	0	–	43	43	128	156	248
Other operating income	6	3	6	12	–	–	–	0	0	18	3	6
Selling expenses	-54	-49	-93	–	0	0	–	-10	-10	-54	-59	-103
Administrative expenses	-24	-24	-44	–	0	0	–	-6	-6	-24	-30	-50
Other operating expenses	-4	-2	-5	–	–	–	–	0	0	-4	-2	-5
Operating profit	52	41	69	12	0	0	–	27	27	64	68	96
Financial items	-4	-6	-13	–	–	–	–	-3	-3	-4	-9	-16
Profit before tax	48	35	56	12	0	0	–	24	24	60	59	80
Tax	-11	-7	-13	–	–	–	–	-6	-6	-11	-13	-19
Net profit for the period	37	28	43	12	0	0	–	18	18	49	46	61
Basic earnings per share, SEK ³⁾	5.35	3.98	6.35	1.84	–	–	–	2.72	2.72	7.19	6.70	9.07
Diluted earnings per share, SEK ³⁾	5.01	3.87	6.11	1.69	–	–	–	2.57	2.54	6.70	6.44	8.65

¹⁾ Profit from discontinued operations refers to a capital gain made on the sale of shares in a property company, AB Grundstenen 150787, which was sold in April 2015. The profit from operating property activities does not amount to a significant sum and therefore has not been taken into account.

²⁾ Profit from spin-off operations refers to the Precision Components business unit (AGES). The business unit was consolidated up to and including 30 April 2014.

³⁾ Based on net profit for the period.

The comparison year has been recalculated to take account of the altered accounting policies.

Canline Holding B.V. and its subsidiaries were acquired in March. Canline develops, manufactures and sells automation equipment, primarily conveyor systems, for the industrial handling of lids and cans. The business also manufactures and sells magnets for industrial purposes. Canline has 37 employees and annual revenue of approx. SEK 75 million, with an operating margin of around 20 per cent. The purchase price, which was paid in cash, came to SEK 61 million. The acquired balance sheet total amounted to around SEK 32 million, with equity representing SEK 12.5 million of this figure. Canline is now part of XANO's Industrial Solutions business unit and as such complements NPB's and Fredriksons' offerings to the packaging industry. Canline was consolidated from 31 March and is included in the consolidated results from April 2015. The acquired units have contributed SEK 15 million in net revenue and SEK 0 million in net profit after the deduction of write-offs from surplus values and financial costs attributable to the acquisitions. If the acquired units had been included in the Group during the full interim period, revenue would have amounted to SEK 547 million, while the consolidated profit for the period would have been SEK 39 million. Information previously disclosed concerning Canline's revenue in the first quarter has been adjusted.

The total value of acquired assets and liabilities, purchase prices and the effect on the Group's liquid assets, according to preliminary acquisition calculations, was as follows:

Acquisitions (SEK million)	Reported values in subsidiaries	Fair value adjustment	Consolidated fair value
Intangible non-current assets	0	51	51
Property, plant and equipment	2	–	2
Financial assets	0	–	0
Current assets	30	–	30
Non-current liabilities	-1	-2	-3
Current liabilities	-19	–	-19
Net assets/purchase price	12	49	61
Liquid assets in acquired businesses			-9
Total cash flow attributable to acquired businesses			52

The acquisitions bring surplus values totalling SEK 51 million distributed amongst intangible non-current assets (SEK 12 million) and goodwill (SEK 39 million). The transaction costs amount to SEK 0.4 million.

Intangible non-current assets relate to product concepts with an estimated period of use of 10 years. Goodwill relates to customer relations and synergy effects. The expectation is that synergies will mainly be achieved by means of the acquisition bringing not only extra expertise within product technology to existing operations at the Industrial Solutions business unit but also access to new customer segments. The utilisation of common resources will also entail synergies.

Income statement, Parent Company	2015	2014	2014
(SEK million)	6 mths Jan–Jun	6 mths Jan–Jun	12 mths Jan–Dec
Net revenue	3.8	3.7	7.4
Selling and administrative expenses	-7.8	-9.4	-16.6
Operating profit/loss	-4.0	-5.7	-9.2
Profit from participations in Group companies	–	50.0	95.0
Other financial items	0.8	-9.2	-17.6
Profit/loss after financial items	-3.2	35.1	68.2
Appropriations	–	–	-5.8
Tax	0.7	3.2	-5.9
Net profit for the period	-2.5	38.3	56.5
<i>Statement of comprehensive income</i>			
Net profit for the period	-2.5	38.3	56.5
Other comprehensive income	–	–	–
Comprehensive income for the period	-2.5	38.3	56.5

Income tax amounts to 22 per cent (-9). A tax-exempt dividend from subsidiaries contributed to the reduced tax expense in 2014.

100 per cent (100) of the Parent Company's net revenue comes from invoicing to subsidiaries.

Balance sheet, Parent Company	2015	2014	2014
(SEK million)	30 Jun	30 Jun	31 Dec
ASSETS			
Non-current assets	68.0	53.0	63.8
Current assets	418.9	382.2	402.2
EQUITY AND LIABILITIES			
Equity	93.3	94.6	112.8
Untaxed reserves	69.2	63.5	69.2
Non-current liabilities	145.2	144.6	145.5
Current liabilities	179.2	132.5	138.5
BALANCE SHEET TOTAL	486.9	435.2	466.0

Statement of changes in equity, Parent Company	2015	2014	2014
(SEK million)	30 Jun	30 Jun	31 Dec
Opening balance	112.8	341.1	341.1
Comprehensive income for the period	-2.5	38.3	56.5
Dividend paid in cash	-17.0	-27.2	-27.2
Dividend paid by distribution of shares in subsidiary	–	-257.6	-257.6
Closing balance	93.3	94.6	112.8

Cash flow statement, Parent Company	2015	2014	2014
(SEK million)	6 mths Jan–Jun	6 mths Jan–Jun	12 mths Jan–Dec
Operating profit/loss	-4.0	-5.7	-9.2
Interest and income tax paid/received and adjustments for non-cash items	-7.8	41.3	80.3
Change in working capital	15.4	36.4	26.8
Cash flow from operating activities	3.6	72.0	97.9
Investments	0.0	0.0	-0.2
Cash flow after investments	3.6	72.0	97.7
Financing	-0.9	-73.9	-100.3
Cash flow for the period	2.7	-1.9	-2.6
Cash and cash equivalents at the start of the period	2.7	5.2	5.2
Exchange rate differences in cash and cash equivalents	-0.1	0.3	0.1
Cash and cash equivalents at the end of the period	5.3	3.6	2.7

Definitions

Basic earnings per share

Net profit for the period in relation to the average number of outstanding shares.

Capital employed

Balance sheet total less non-interest-bearing liabilities.

Cash flow from operating activities per share

Cash flow from operating activities in relation to the average number of outstanding shares.

Diluted earnings per share

Net profit for the period plus costs relating to convertible loan in relation to the average number of outstanding shares plus the average number of shares added at conversion of outstanding convertibles.

Equity per share

Equity in relation to the number of outstanding shares on the balance sheet date.

Equity/assets ratio

Equity in relation to total capital.

Interest coverage ratio

Profit after financial items plus financial expenses in relation to financial expenses.

Operating margin

Operating profit in relation to net revenue.

Profit margin

Profit after financial items in relation to net revenue.

Proportion of risk-bearing capital

Equity plus provisions for taxes in relation to total capital.

Return on capital employed

Profit after financial items plus financial expenses in relation to average capital employed.

Return on equity

Net profit for the period in relation to average equity.

Return on total capital

Profit after financial items plus financial expenses in relation to average total capital.

Total capital

Total equity and liabilities (balance sheet total).



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