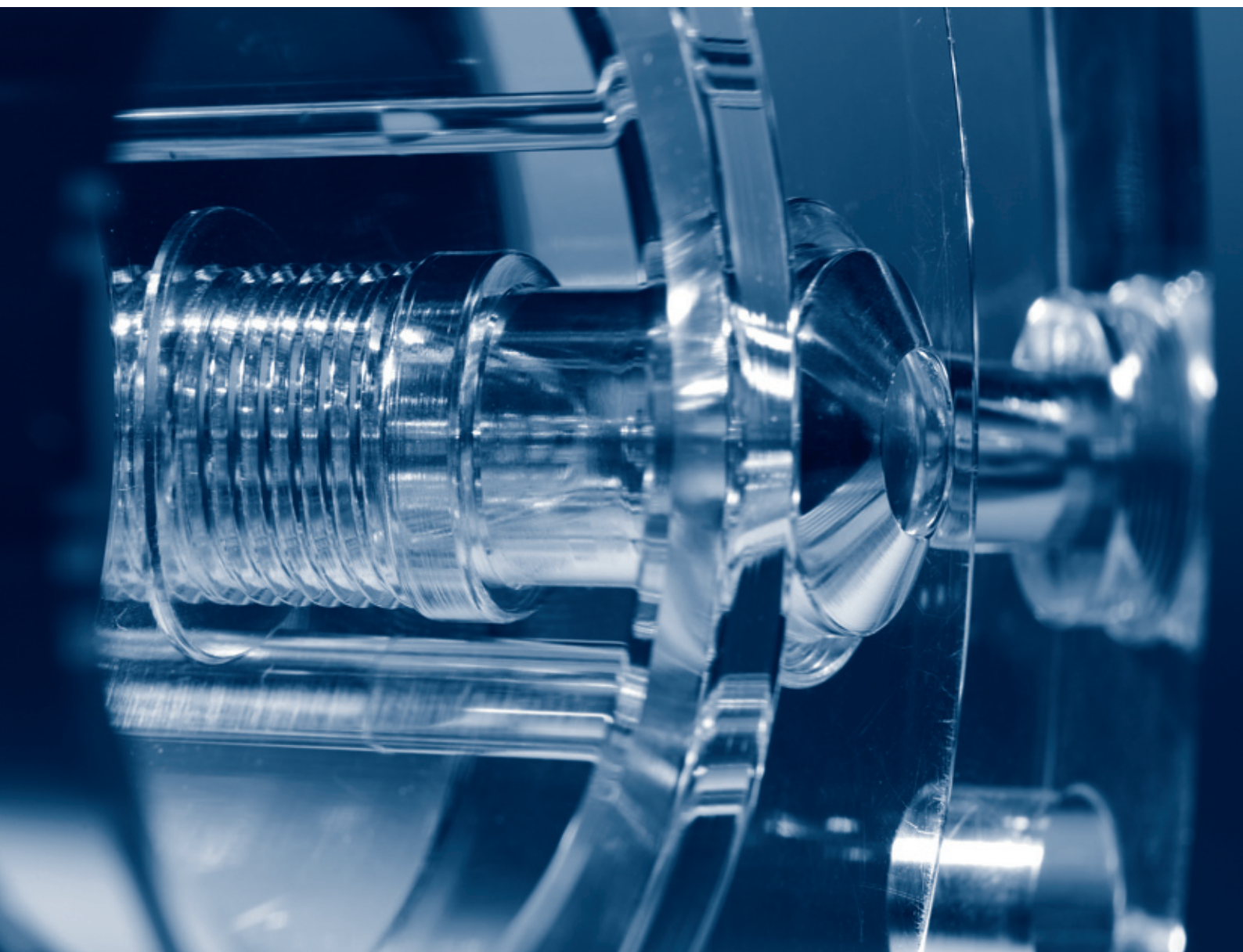




Interim Report

1 January – 30 June 2010



Interim Report 1 January – 30 June 2010

The interim period

- Net sales totalled SEK 671 million (535)
- Profit after tax amounted to SEK 31 million (-16)
- Earnings per share were SEK 4.60 (-2.30)
- Profit before tax amounted to SEK 42 million (-18)
- Cash flow after investments totalled SEK 36 million (69)
- At the end of April, the subsidiary NPB won an order from the US worth SEK 75 million

The second quarter

- Net sales totalled SEK 373 million (270)
- Profit after tax amounted to SEK 21 million (-9)
- Earnings per share were SEK 3.15 (-1.30)

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

The positive trend continued during the second quarter with significantly increased sales, which also had a positive impact on results. Activity levels have risen within all market segments in which the Group operates and the size of orders has steadily increased. The growth in volume means that there is a need for greater flexibility at the companies. The restructuring work of last year has resulted in more streamlined organisations and most of the Group's companies have also succeeded in keeping costs down to a reasonable level.

The cautious optimism that prevailed after the first quarter has been strengthened and the outlook for the rest of the year is considered to be good, although the strong growth trend seen in the spring is expected to level out. With the current product mix, there is a certain amount of seasonal variation which usually means a slightly weaker second half of the year.

Sales

Net sales for the interim period amounted to SEK 671 million (535), an increase of 26 per cent compared to the previous year. During the second quarter, net sales were SEK 373 million (270).

Profit

The interim period generated an operating profit of SEK 50 million (-9), corresponding to an operating margin of 7.4 per cent (-1.6). Profit before tax was SEK 42 million (-18). This result includes non-recurring items totalling SEK 4 million (0) attributable to the disposal of a product range. Operating profit for the second quarter was SEK 33 million (-5) and profit before tax was SEK 29 million (-10).

Share data and key figures

Earnings per share for the interim period were SEK 4.60 (-2.30) and equity per share amounted to SEK 59.95 (57.40). The average number of outstanding shares was 6,788,974 during the period. The equity/assets ratio was 34 per cent (32) at the end of the period. The average number of employees was 884 (867).

Important events during the period

NPB won a large order from the world's leading manufacturer of metal packaging for food at the end of April. The customer, who is based in the USA, has ordered 13 packaging centres for delivery in 2011. The value of the order amounts to the equivalent of SEK 75 million.

Events after the closing day

There are no individual events of major importance to report after the closing day.

Rotational Moulding

Rotational Moulding manufactures plastic products in the form of components and systems through rotational moulding. Deliverables cover both customer-specific and in-house developed products in equal measure. The primary product segments include boats and articles for the automotive industry, as well as industrial tanks and buoyancy elements.

	2010 Q1-Q2	2009 Q1-Q2	2009 Full year
Sales, SEK m	93	89	151
Operating profit, SEK m	17	5	6
Operating margin, %	18.6	5.8	4.0

The business unit is showing a significant improvement in results compared with the previous year, thanks mainly to a large increase in productivity. New project launches have proved successful and the order stock is significantly higher than the previous year's level.

Plastic Components

Plastic Components offers development and manufacturing services within injection moulding and extrusion of plastic, in addition to production and assembly in classified clean room environments. Deliverables cover both customer-specific components and systems, as well as in-house developed products.

	2010 Q1-Q2	2009 Q1-Q2	2009 Full year
Sales, SEK m	173	151	292
Operating profit/loss, SEK m	15	-2	3
Operating margin, %	8.8	-1.4	1.2

The second quarter saw strong growth in sales and profitability for the business unit as a whole. The level of activity among the business unit's customers within the automotive industry has increased significantly, while growth within other market segments has continued to be good.

Precision Technology

Precision Technology covers component and system manufacture through advanced cutting machining of metal and plastic for the production of components with stringent requirements for quality and precision.

	2010 Q1-Q2	2009 Q1-Q2	2009 Full year
Sales, SEK m	167	132	251
Operating profit/loss, SEK m	11	-8	-10
Operating margin, %	6.7	-6.1	-4.3

The business unit reported a very good result during the second quarter. Sales to customers within heavy vehicles rose considerably, while the positive trend in the business unit's other market segments continued. The order position is good and signs from customers indicate a stable second half of the year.

Industrial Solutions

Industrial Solutions supplies customer-specific automation solutions for the food and medical technology industries, in addition to packaging machines for beverage and other food packaging. Manufacturing also covers in-house developed conveyor systems for food products and handling equipment for a variety of applications.

	2010 Q1-Q2	2009 Q1-Q2	2009 Full year
Sales, SEK m	241	164	381
Operating profit, SEK m	15	2	23
Operating margin, %	6.2	1.2	6.0

The two Fredriksons units in Sweden and China have seen continued positive growth, with major increases in sales and good profitability. There are plans to move to larger premises in China in order to meet the increasing volumes.

NPB reported very weak results again during the second quarter. Few machine installations combined with high product development costs are the main reasons behind the negative results. A slight upturn is expected during the second half of the year. Production relating to the large order from the USA will begin during the autumn and will impact on results during 2011.

Investments

During the interim period, the Group's net investments in fixed assets amounted to SEK 7 million (20) and related to machinery and equipment.

Net investments during the second quarter were SEK 5 million (9) and related to machinery and equipment.

Cash flow and liquidity

Cash flow after investments was SEK 36 million (69) during the first six months. The weaker cash flow for 2010 compared to the previous year is primarily a result of more working capital being tied up, which in turn is attributable to the increase in volumes.

The Group's liquid assets, including lines of credit granted but not utilised, totalled SEK 365 million (283) on the balance sheet date.

Risks and uncertainty factors

The Group's major 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 55 and 56 of the annual report for 2009. No additional significant risks are deemed to have arisen.

Accounting principles

As with the accounts for 2009, the consolidated financial statements for 2010 were 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. The Group applies the same accounting principles as described in the annual report

for 2009 with the following exceptions as a result of new or revised standards, interpretations and improvements, which are applied as of 1 January 2010. Only those changes that have had or could have an effect on the Group are covered by the report.

IFRS 3R Business combinations and IAS 27R Consolidated financial statements

The new rules mean, amongst other things, that transaction fees on business combinations must be reported as a cost and also that conditional purchase sums must be set at the fair value at the time of acquisition and that the effects of revaluations of these purchase sums must be reported in the profit for the year. The new rules will have an impact on the reporting of future acquisitions.

IFRIC 16 Hedges of a net investment in a foreign operation

The interpretation may have an impact on future hedge reporting.

RFR 2.3 Accounting for legal entities

This recommendation means, among other things, that IAS 1 Presentation of financial statements is also to be applied to the Parent Company. This application has not had any effect on the Company's financial position.

Next report date

The interim report for the period 1 January to 30 September 2010 will be presented on Thursday 4 November 2010.

The undersigned declare that this six-monthly 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, 14 July 2010

Thord Johansson
Chairman of the Board

Johan Rapp
Vice Chairman of the Board

Eva Nilsson
Board member

Christer Dahlström
Board member

Fredrik Rapp
Board member

Stig-Olof Simonsson
Board member

Sune Lantz
Managing Director

Consolidated statement of comprehensive income (SEK million)	2010 3 mths Apr-Jun	2009 3 mths Apr-Jun	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	09/10 12 mths Jul-Jun	2009 12 mths Jan-Dec
Net sales	373	270	671	535	1,207	1,071
Cost of goods sold	-301	-238	-549	-471	-1,001	-923
Gross profit	72	32	122	64	206	148
Other operating income	2	2	8	5	11	8
Selling expenses	-26	-25	-51	-49	-96	-94
Administrative expenses	-14	-12	-26	-26	-50	-50
Other operating expenses	-1	-2	-3	-3	-5	-5
Operating profit/loss	33	-5	50	-9	66	7
Financial items	-4	-5	-8	-9	-15	-16
Profit/loss before tax	29	-10	42	-18	51	-9
Tax	-8	1	-11	2	-13	0
Net profit/loss for the period	21	-9	31	-16	38	-9
<i>Other comprehensive income</i>						
Change in hedging reserve including tax ¹⁾	0	2	-1	2	-3	0
Exchange rate differences ²⁾	0	-2	-3	0	-8	-5
Comprehensive income for the period	21	-9	27	-14	27	-14

Depreciation constitutes

16

19

33

37

67

71

Tax totals 25% (12) for the interim period. Variations in tax rates at non-Swedish subsidiaries contributed to the reduced tax rate in 2009.

¹⁾ Refers to the effective component of the change in value of derivative instruments used for hedge reporting.²⁾ Exchange rate differences refer 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.

Share data	2010 3 mths Apr-Jun	2009 3 mths Apr-Jun	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	2009 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	7,009	7,009	7,009	7,009	7,009
Average number of shares in own custody, thousands	140	140	140	140	140
Basic earnings per share, SEK ¹⁾	3.15	-1.30	4.60	-2.30	-1.30
Diluted earnings per share, SEK ^{1, 2)}	3.15	-1.30	4.55	-2.30	-1.30
Cash flow from operating activities per share, SEK			6.55	11.70	18.35
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			59.95	57.40	57.50
Share price on balance sheet date, SEK			77.50	48.00	56.00

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

In July 2008, 220,000 convertibles, corresponding to 220,000 Class B shares in the event of full conversion, were issued. The convertibles accrue interest corresponding to STIBOR 12M plus 1.5% and fall due for payment on 30 June 2012.

¹⁾ Based on net profit/loss for the period.²⁾ No dilution effect is taken into account when diluted earnings per share are higher than basic earnings per share.

Consolidated statement of financial position (SEK million)	2010 30 Jun	2009 30 Jun	2009 31 Dec
ASSETS			
Goodwill	207	210	210
Other intangible fixed assets	8	10	9
Tangible fixed assets	506	567	540
Financial fixed assets	0	1	0
Total fixed assets	721	788	759
Inventories	204	216	206
Current receivables	250	186	182
Cash and bank balances	10	21	11
Total current assets	464	423	399
TOTAL ASSETS	1,185	1,211	1,158
EQUITY AND LIABILITIES			
Equity	407	390	390
Long-term liabilities	307	345	329
Current liabilities	471	476	439
TOTAL EQUITY AND LIABILITIES	1,185	1,211	1,158
Interest-bearing liabilities constitute	502	586	540
Deferred tax liabilities constitute	44	40	45

Statement of changes in equity (SEK million)	2010 30 Jun	2009 30 Jun	2009 31 Dec
Opening balance	390	414	414
Comprehensive income for the period	27	-14	-14
Dividend paid	-10	-10	-10
Closing balance	407	390	390

Cash flow statement (SEK million)	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	09/10 12 mths Jul-Jun	2009 12 mths Jan-Dec
Operating profit/loss	50	-9	66	7
Adjustments for non-cash items etc.	14	25	51	62
Change in working capital	-19	63	-27	55
Cash flow from operating activities	45	79	90	124
Investments	-9	-10	-17	-18
Cash flow after investments	36	69	73	106
Financing	-37	-66	-84	-113
Change in liquid assets	-1	3	-11	-7

Key ratios	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	09/10 12 mths Jul-Jun	2009 12 mths Jan-Dec
Operating margin, %	7.4	-1.6	5.4	0.6
Profit margin, %	6.2	-3.3	4.2	-0.8
Return on equity p.a., %	15.8	-7.8	9.7	-2.2
Return on capital employed p.a., %	11.2	-0.7	7.6	1.7
Return on total capital p.a., %	8.7	-0.5	6.1	1.4
Interest coverage ratio, multiple	5.4	-0.2	3.5	0.7
Equity, SEK m	407	390	407	390
Equity/assets ratio, %	34	32	34	34
Proportion of risk-bearing capital, %	38	35	38	38
Net investments, SEK m	7	20	16	29
Average number of employees	884	867	860	851

For definitions, see page 56 of the 2009 annual report.

Quarterly summary	2010 Q2	2009 Q2	2010 Q1	2009 Q1	2009 Q4	2008 Q4	2009 Q3	2008 Q3
Net sales, SEK m	373	270	298	265	299	305	237	308
Gross profit, SEK m	72	32	50	32	49	39	35	56
Operating profit/loss, SEK m	33	-5	17	-4	10	-2	6	25
Profit/loss before tax, SEK m	29	-10	13	-8	6	-13	3	16
Net profit/loss for the period, SEK m	21	-9	10	-7	4	-7	3	12
Comprehensive income for the period, SEK m	21	-9	6	-5	5	0	-5	15
Operating margin, %	8.8	-1.7	5.7	-1.6	3.3	-0.6	2.4	7.8
Equity/assets ratio, %	34	32	33	32	34	33	33	33
Earnings per share, SEK	3.15	-1.30	1.45	-1.00	0.65	-0.95	0.35	1.65
Cash flow from operating activities per share, SEK	6.10	9.50	0.45	2.20	4.35	4.40	2.30	1.50

Net sales and profit/loss by segment

(SEK million)	Q1-Q2 2010				Q1-Q2 2009				Q1-Q4 2009			
	External	Internal	Total	Profit/loss before tax ¹⁾	External	Internal	Total	Profit/loss before tax ¹⁾	External	Internal	Total	Profit/loss before tax ¹⁾
Rotational Moulding	93	0	93	15 ²⁾	89	0	89	5	151	0	151	6
Plastic Components	171	2	173	13	150	1	151	-7	289	3	292	-5
Precision Technology	166	1	167	9	132	0	132	-11	250	1	251	-16
Industrial Solutions	241	0	241	13	164	0	164	0	381	0	381	19
Eliminations	–	-3	-3	–	–	-1	-1	–	–	-4	-4	–
Undistributed items ¹⁾	–	–	–	-8	–	–	–	-5	–	–	–	-13
Group total	671	0	671	42	535	0	535	-18	1,071	0	1,071	-9

IFRS 8 Operating segments, which supersedes IAS 14, is applied as of 1 January 2009. This standard requires information to be provided from the management's perspective, which means that the reporting corresponds with the way in which the information is presented internally. The Group reports on the following segments: Rotational Moulding, Plastic Components, Precision Technology and Industrial Solutions. The operations within each segment are described on pages 2 and 3. No changes have been made to the basis for subdivision into segments in relation to the annual report for 2009. The segments are reported in accordance with the same reporting principles as the Group. Market conditions are applied to transactions between the segments.

In 2010, all segments have boosted their total operating assets, such as inventories and trade receivables, as a result of an increase in the order book. A lower investment level and currency fluctuations have contributed to tangible fixed assets being reduced in all segments.

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

²⁾ This figure includes non-recurring items totalling SEK 4 million (0) attributable to the disposal of a product range.

Income statement, Parent Company (SEK million)	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	2009 12 mths Jan-Dec
Net sales	5.1	5.4	11.0
Selling and administrative expenses	-7.9	-7.7	-14.9
Other operating income/expenses	–	1.4	0.9
Operating profit/loss	-2.8	-0.9	-3.0
Financial items	-1.9	1.8	1.3
Profit/loss after financial items	-4.7	0.9	-1.7
Appropriations	–	–	2.9
Tax	1.2	-0.2	-0.7
Net profit/loss for the period	-3.5	0.7	0.5

Income tax totals 26% (26) for the interim period.

Share data, Parent Company	2010 6 mths Jan-Jun	2009 6 mths Jan-Jun	2009 12 mths Jan-Dec
Average number of outstanding shares, thousands	6,789	6,789	6,789
Average number of outstanding shares after dilution, thousands	7,009	7,009	7,009
Average number of shares in own custody, thousands	140	140	140
Basic earnings per share, SEK	-0.51	0.10	0.08
Diluted earnings per share, SEK ¹⁾	-0.51	0.10	0.08

¹⁾ No dilution effect is taken into account when diluted earnings per share are higher than basic earnings per share.

Balance sheet, Parent Company (SEK million)	2010 30 Jun	2009 30 Jun	2009 31 Dec
ASSETS			
Fixed assets	71.4	72.4	71.5
Current assets	240.5	255.2	252.4
EQUITY AND LIABILITIES			
Equity	232.2	245.4	245.9
Untaxed reserves	10.2	13.1	10.2
Long-term liabilities	42.3	44.1	43.5
Current liabilities	27.2	25.0	24.3
BALANCE SHEET TOTAL	311.9	327.6	323.9

The Parent Company's net investments in fixed assets during the period totalled SEK 0 million (0.8).

The Parent Company's liquid assets, including external lines of credit granted but not utilised, totalled SEK 271 million (182) on the balance sheet date, an increase of SEK 58 million during the period.

Dividends totalling SEK 10 million (10) were paid during the period.

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



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