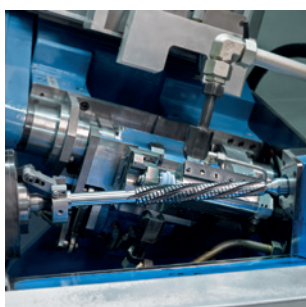




Interim report

1 January – 30 June 2014



THE INTERIM PERIOD

Continuing operations

- Net revenue totalled SEK 501 million (511)
- Profit before tax amounted to SEK 34 million (40)
- Profit after tax amounted to SEK 27 million (31)
- Earnings per share were SEK 3.90 (4.50)

Group total

- Net revenue totalled SEK 746 million (814)
- Profit before tax amounted to SEK 58 million (90) and includes non-recurring items totalling SEK 0 million (16)
- Profit after tax amounted to SEK 45 million (73)
- Earnings per share were SEK 6.60 (10.80)

- Spin-off and separate listing of AGES took place in May
- A change in CEO took place after the balance sheet date

THE SECOND QUARTER

Continuing operations

- Net revenue totalled SEK 271 million (266)
- Profit before tax amounted to SEK 19 million (28)
- Profit after tax amounted to SEK 15 million (22)
- Earnings per share were SEK 2.15 (3.15)

Group total

- Net revenue totalled SEK 337 million (426)
- Profit before tax amounted to SEK 25 million (45)
- Profit after tax amounted to SEK 19 million (35)
- Earnings per share were SEK 2.80 (5.15)

Interim report 1 January – 30 June 2014

This report states whether the information provided refers to the entire Group or continuing operations, i.e. the Group excluding AGES (the spun-off Precision Components business unit). AGES is included as part of the Group as a whole up to and including 30 April this year and the full interim period last year.

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

Continuing operations

During the second quarter the market conditions for the Group's business areas remained varied. Sales for the period were on a par with the previous year, but in terms of profit the very strong figures of the comparison quarter were not achieved.

For the first half-year as a whole, the Group reported revenue slightly below the previous year's figures, while the operating profit was 17 per cent lower. The shortfall in profit compared to the corresponding period of the previous year is primarily due to a reduction in volumes for project-related sales to the packaging industry.

The end of the period was positive, but it seems that the lack of uniformity in the market which characterised the Group's activities throughout the first half-year will continue in the short term.

Revenue

The interim period

Net revenue for continuing operations totalled SEK 501 million (511). Net revenue was SEK 245 million (304) for spin-off operations and SEK 746 million (814) for the Group as a whole.

The second quarter

Net revenue for continuing operations totalled SEK 271 million (266). Net revenue was SEK 66 million (160) for spin-off operations and SEK 337 million (426) for the Group as a whole.

Profit

The interim period

Operating profit for continuing operations amounted to SEK 40 million (49), corresponding to an operating margin of 8.0 per cent (9.5). Profit before tax was SEK 34 million (40). Profit before tax for spin-off operations amounted to SEK 24 million (36) and includes non-recurring items totalling SEK 0 million (2). Profit before tax for discontinued operations amounted to SEK 0 million (14). The Group as a whole reported profit before tax amounting to SEK 58 million (90) including non-recurring items totalling SEK 0 million (16).

The second quarter

Operating profit for continuing operations amounted to SEK 22 million (30). Profit before tax

was SEK 19 million (28). Profit before tax for spin-off operations amounted to SEK 6 million (17). The Group as a whole reported profit before tax amounting to SEK 25 million (45).

Share data and key figures

The interim period

Earnings per share for continuing operations were SEK 3.90 (4.50). Earnings per share for the Group as a whole amounted to SEK 6.60 (10.80). Equity per share was SEK 48.35 (88.10). The average number of outstanding shares was 6,788,974 during the period. The equity/assets ratio was 36 per cent (38) at the end of the period. The average number of employees was 675 (659) for continuing operations.

Important events during the period

Solna Pressgjuteri AB and ADC of Sweden AB were acquired in April. Solna Pressgjuteri is a system supplier of processed aluminium and zinc castings. Deliverables comprise moulded, machined and assembled components and systems for sectors such as automotive, defence and marine. ADC of Sweden in Kulltorp is a full-scale system supplier of processed aluminium castings. Together, the operations have 55 employees. Total revenue amounts to approx. SEK 80 million with an operating margin of approx. 10 per cent. The purchase price, paid in cash, amounted to SEK 40 million. The balance sheet total of the acquired companies amounted to approx. SEK 35 million, of which approx. SEK 15 million constituted equity. Consolidation in XANO was effective as of 1 April 2014 and has had a negligible impact on the Group's results and financial position. Solna Pressgjuteri and ADC of Sweden were initially a part of XANO's Precision Components business unit and provided existing operations in die casting with additional competence and access to new market segments.

Following a decision taken at the AGM on 8 May 2014, the Precision Components business unit has been spun off from XANO to form an independent group of companies. The parent company of the new group, AGES Industri AB, has been listed on NASDAQ OMX First North Premier.

Events after the end of the period

On 1 July 2014, former Deputy CEO Lennart Persson took over as CEO. He succeeds Sune Lantz, who will now take on a number of board positions, including at XANO.

Activities and organisation

XANO comprises industrial companies with operations in Sweden, Estonia, Finland, Norway, China and Poland. The companies all operate within well-defined niches and possess a high level of expertise within their respective technical areas. Following the spin-off of AGES, the Group's operations are now divided into three business units: Industrial Solutions, Precision Technology and Rotational Moulding.

Industrial Solutions

Industrial Solutions supplies automation solutions to the food and medical technology industries, in addition to packaging machines for beverage and other food packaging. The unit also supplies manufacturers of furniture and shop fittings with parts such as hand wheels, handles and adjustable feet.

	2014 Q1-Q2	2013 Q1-Q2	2013 Full year
Sales, SEK m	283	307	623
Operating profit, SEK m	23	35	71
Operating margin, %	8.3	11.3	11.3

Revenue fell by 8 per cent and operating profit by 32 per cent compared to the first half-year of 2013. The lower profit figures can be attributed to lower volumes this year due to some major customers' reluctance to place orders and a very strong first half-year last year. The current situation of varying conditions across the business unit's different customer segments is not expected to change greatly in the next few months.

Precision Technology

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

	2014 Q1-Q2	2013 Q1-Q2	2013 Full year
Sales, SEK m	106	102	190
Operating profit, SEK m	12	9	12
Operating margin, %	11.2	8.9	6.6

Compared to the first half-year of the previous year, revenue was 4 per cent higher, while operating profit increased by 31 per cent. Even within Precision Technology the market situation varies between different sectors, but thanks to structural changes the companies are continuing to demonstrate a positive trend, primarily in profit levels. Albins Mekaniska was integrated with Mikroverktyg in the second quarter with a view to optimising the potential for synergies between the two units.

Rotational Moulding

Rotational Moulding manufactures plastic products in the form of components and systems through rotational moulding. Deliverables include both customer-specific and in-house developed products.

	2014 Q1-Q2	2013 Q1-Q2	2013 Full year
Sales, SEK m	113	101	173
Operating profit, SEK m	15	13	16
Operating margin, %	12.8	12.7	9.0

Invoicing was 12 per cent higher than in the first half-year of the previous year, with operating profit rising by 13 per cent. The business unit is showing good sales growth, with increasing market shares even in relatively weak markets. The profit trend is also positive, and greater stability has been achieved during the period in the new start-up in Poland.

Spin-off operations

Precision Components (AGES Group)

The Precision Components business unit was spun off and listed separately during the second quarter. The business unit is included in the Group figures up to and including 30 April 2014. See specification on page 8.

Investments

During the interim period, the Group's net investments in non-current assets amounted to SEK -460 million (-30), of which SEK 31 million related to corporate transactions, SEK 5 million to real estate, SEK 40 million to machinery and equipment and SEK -536 million to the spin-off of AGES.

Net investments during the second quarter came to SEK -482 million (13), of which SEK 31 million related to corporate transactions, SEK 2

million to real estate, SEK 21 million to machinery and equipment and SEK -536 million to the spin-off of AGES.

Cash flow and liquidity

Cash flow from operating activities for the Group as a whole totalled SEK 40 million (96) in the period. Lower profit due to the spin-off of AGES and a greater tying up of capital, mainly through higher trade receivables, have contributed to the reduced cash flow.

The Group's liquid assets, including lines of credit granted but not utilised, totalled SEK 224 million on the balance sheet date.

Convertible bond programme

Due to the distribution of the shares in AGES Industri AB to the XANO shareholders, the conversion rate for XANO convertible 2012/2016 has been recalculated in accordance with section 8E of the terms and conditions. The recalculated conversion rate is SEK 51. The original conversion rate was SEK 109.

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.

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 73 and 74 of the annual report for 2013. No additional significant risks are deemed to have arisen.

Accounting policies

As with the annual financial statements for 2013, the consolidated financial statements for 2014 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 policies as described in the annual report for 2013 with the following exceptions as a result of new or revised standards, interpretations and improvements, which are applied as of 1 January 2014:

- » IFRS 10 Consolidated Financial Statements
- » IFRS 11 Joint Arrangements
- » IFRS 12 Disclosure of Interests in Other Entities
- » Amendments to IAS 27, IAS 28, IAS 32, IAS 36 and IAS 39

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

The spinning off of the Precision Components business unit with the parent company AGES Industri AB was decided on and executed in 2014. Profit from the operating activities of spun-off entities is recognised in accordance with IFRS 5 as spin-off/discontinued operations.

In addition to this, a capital gain from the 2013 sale of a property in Tallinn has been reclassified to profit from discontinued operations.

Next report date

The interim report for the period 1 January to 30 September 2014 will be presented on Thursday 6 November 2014.

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, 9 July 2014

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 auditors.

Consolidated statement of comprehensive income	2014 3 mths Apr-Jun	2013 3 mths Apr-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	13/14 12 mths Jul-Jun	2013 12 mths Jan-Dec
(SEK million)						
Net revenue	271	266	501	511	979	989
Cost of goods sold	-211	-200	-389	-396	-767	-774
Gross profit	60	66	112	115	212	215
Other operating income	2	1	3	5	6	8
Selling expenses	-26	-24	-49	-45	-93	-89
Administrative expenses	-13	-11	-24	-22	-46	-44
Other operating expenses	-1	-2	-2	-4	-3	-5
Operating profit	22	30	40	49	76	85
Financial items	-3	-2	-6	-9	-10	-13
Profit before tax	19	28	34	40	66	72
Tax	-4	-6	-7	-9	-15	-17
Net profit for continuing operations	15	22	27	31	51	55
Profit from spin-off/discontinued operations ^{1, 2)}	4	13	18	42	39	63
Net profit for the period	19	35	45	73	90	118
OTHER COMPREHENSIVE INCOME						
<i>Items that may be reclassified to net profit for the period</i>						
Change in hedging reserve including tax ³⁾	-3	4	-6	6	-6	6
Translation differences ⁴⁾	4	5	3	4	3	4
Other comprehensive income for the period	1	9	-3	10	-3	10
Comprehensive income for the period	20	44	42	83	87	128

Depreciation for continuing operations constitutes

-11

-10

-21

-20

-42

-41

Depreciation for the Group as a whole constitutes

-13

-17

-30

-34

-64

-68

Tax amounts to 22 per cent (18) for the interim period. Tax-exempt capital gains on the sale of real estate contributed to the lower tax cost for 2013.

¹⁾ Profit from discontinued operations relates to capital gain from the sale of a property in Tallinn and constitutes non-recurring items totalling SEK 0 million (14) in the interim period and SEK 14 million for 2013 as a whole. See specification on page 8.²⁾ Profit from spin-off operations relates to the Precision Components business unit (AGES). The business unit is included in the Group figures up to and including 30 April 2014. The amounts include non-recurring items attributable to capital gains from the sale of real estate totalling SEK 0 million (2) in the interim period and SEK 2 million for 2013 as a whole. See specification on page 8.³⁾ 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.

ADC of Sweden AB and Solna Pressgjuteri were consolidated as of 1 April 2014. See specification on page 8.

Share data	2014 3 mths Apr-Jun	2013 3 mths Apr-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2013 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	7,274	7,064	7,170	7,064	7,064
Average number of shares in own custody, thousands	140	140	140	140	140
Basic earnings per share for continuing operations, SEK ¹⁾	2.15	3.15	3.90	4.50	8.00
Basic earnings per share for the Group as a whole, SEK ¹⁾	2.80	5.15	6.60	10.80	17.40
Diluted earnings per share for continuing operations, SEK ¹⁾	2.05	3.10	3.80	4.45	7.90
Diluted earnings per share for the Group as a whole, SEK ¹⁾	2.65	5.00	6.35	10.50	16.90
Cash flow from operating activities per share for the Group as a whole, SEK	6.15	6.60	5.80	14.20	23.70
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			48.35	88.10	94.80
Share price on balance sheet date, SEK			131.50	147.50	238.00

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. From 1 May 2014, the average number of outstanding shares after dilution has increased by the number of shares which will exist on full conversion as a result of a recalculated conversion rate.

¹⁾ Based on net profit for the period.

Consolidated statement of financial position (SEK million)	2014 30 Jun	2013 30 Jun	2013 31 Dec
ASSETS			
Goodwill	171	500	499
Other intangible non-current assets	8	8	9
Property, plant and equipment	331	478	490
Other non-current assets	7	8	6
Total non-current assets	517	994	1,004
Inventories	168	252	247
Current receivables	186	311	278
Cash equivalents	36	21	28
Total current assets	390	584	553
TOTAL ASSETS	907	1,578	1,557
EQUITY AND LIABILITIES			
Equity	328	598	643
Non-current liabilities	254	452	440
Current liabilities ¹⁾	325	528	474
TOTAL EQUITY AND LIABILITIES	907	1,578	1,557

Interest-bearing liabilities for the Group as a whole constitute

355 589 577

Deferred tax liabilities constitute

36 81 83

The Precision Components business unit (AGES) was spun off in May. Distributed assets and liabilities are specified on page 8.

¹⁾ Current liabilities include derivatives valued at fair value of SEK 11 million (5) for the interim period and SEK 5 million for 2013 as a whole. The derivatives are used for hedging purposes and belong to value level two under IFRS 13. The fair value valuation is based on, among other factors, forward interest rates produced on the basis of observable yield curves.

Statement of changes in equity (SEK million)	2014 30 Jun	2013 30 Jun	2013 31 Dec
Opening balance	643	539	539
Comprehensive income for the period	42	83	128
Dividend paid in cash	-27	-24	-24
Dividend paid by distribution of shares in subsidiary	-330	–	–
Closing balance	328	598	643

Cash flow statement (SEK million)	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	13/14 12 mths Jul-Jun	2013 12 mths Jan-Dec
Operating profit	67	103	139	175
Interest and income tax paid/received and adjustments for non-cash items	6	-21	26	-1
Change in working capital	-33	14	-60	-13
Cash flow from operating activities	40	96	105	161
Investments	-64	53	-92	25
Cash flow after investments	-24	149	13	186
Financing	31	-194	2	-223
Cash flow for the period	7	-45	15	-37
Cash and cash equivalents at the start of the period	28	64	21	64
Exchange rate differences in cash and cash equivalents	1	2	0	1
Cash and cash equivalents at the end of the period	36	21	36	28

The cash flow statement refers to the whole Group.

2014 saw the acquisition of ADC of Sweden AB and Solna Pressgjuteri AB, while the Precision Components business unit has been spun off to the shareholders. See specification on page 8.

In the cash flow statement, SEK 28 million (41) of the cash flow from operating activities, SEK -50 million (-420) of the cash flow from investing activities and SEK 23 million (381) of the cash flow from financing activities related to entities for which a spin-off was proposed. Of the investments made in 2013, SEK -420 million concerned intra-Group transactions. In addition to this, SEK 0 million (58) of the cash flow from investing activities related to a sold property recognised as discontinued operations.

Key ratios	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	13/14 12 mths Jul-Jun	2013 12 mths Jan-Dec
Operating margin for continuing operations, %	8.0	9.5	7.8	8.6
Operating margin for the Group as a whole, %	8.9	12.7	9.0	11.0
Profit margin for continuing operations, %	6.8	7.7	6.7	7.2
Profit margin for the Group as a whole, %	7.8	11.1	7.7	9.4
Return on equity p.a., % ¹⁾	16.4	25.7	15.7	19.8
Return on capital employed p.a., % ¹⁾	12.9	17.3	12.7	14.7
Return on total capital p.a., % ¹⁾	9.9	13.1	9.7	11.2
Interest coverage ratio, multiple ¹⁾	6.6	6.9	6.1	6.4
Equity, SEK m ¹⁾	328	598	328	643
Equity/assets ratio, % ¹⁾	36	38	36	41
Proportion of risk-bearing capital, % ¹⁾	40	43	40	47
Net investments for continuing operations, SEK m ²⁾	26	-489	53	-462
Net investments for the Group as a whole, SEK m ³⁾	-460	-30	-414	16
Average number of employees for continuing operations	675	659	672	664
Average number of employees for the Group as a whole	913	989	960	998

For definitions, see page 87 of the 2013 annual report.

¹⁾ Refers to the Group as a whole.

²⁾ Of the investments made in 2013, SEK -500 million concerned intra-Group transactions.

³⁾ Of the investments made in 2014, SEK -536 million concerned the spin-off of AGES.

Quarterly summary	2014 Q2	2013 Q2	2014 Q1	2013 Q1	2013 Q4	2012 Q4	2013 Q3	2012 Q3
Net revenue for continuing operations, SEK m	271	266	230	245	274	240	204	190
Gross profit for continuing operations, SEK m	60	66	52	49	59	49	41	43
Operating profit for continuing operations, SEK m	22	30	18	19	23	20	13	12
Profit before tax for continuing operations, SEK m	19	28	15	12	21	17	11	10
Net profit for the period for continuing operations, SEK m	15	22	12	9	15	19	9	6
Net profit for the period for the Group as a whole, SEK m ¹⁾	19	35	26	38	24	17	21	8
Comprehensive income for the period, SEK m ¹⁾	20	44	22	39	27	18	18	2
Operating margin for continuing operations, %	8.3	11.5	7.7	7.3	8.3	8.1	6.6	6.3
Equity/assets ratio, % ¹⁾	36	38	40	37	41	32	40	48
Earnings per share for continuing operations, SEK ²⁾	2.15	3.15	1.75	1.35	2.20	2.80	1.30	0.90
Earnings per share for the Group as a whole, SEK ¹⁾	2.80	5.15	3.80	5.65	3.60	2.40	3.00	1.25
Cash flow from operating activities per share, SEK ¹⁾	6.15	6.60	-0.35	7.60	2.75	2.05	6.75	2.55

¹⁾ Refers to the Group as a whole.

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

Net revenue and profit/loss by segment

	Q1-Q2 2014				Q1-Q2 2013				Q1-Q4 2013			
	Net revenue			Profit/loss before tax ¹⁾	Net revenue			Profit/loss before tax ¹⁾	Net revenue			Profit/loss before tax
(SEK million)	External	Internal	Total		External	Internal	Total		External	Internal	Total	
Industrial Solutions	283	0	283	22	307	0	307	33	623	0	623	67
Precision Technology	105	1	106	10	102	0	102	7	189	1	190	9
Rotational Moulding	113	0	113	14	101	0	101	11	173	0	173	12
Eliminations	–	-1	-1	–	–	0	0	–	–	-1	-1	–
Undistributed items	–	–	–	-12	1	–	1	-11	4	–	4	-16
Group total	501	–	501	34	511	–	511	40	989	–	989	72

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 pages 2 and 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 2014, all segments have boosted their total operating assets, such as inventories and trade receivables, as a result of an increase in incoming orders.

In May 2014, the Precision Components segment was separated from the Group by means of a spin-off. Revenue and profit for this segment can be seen in the specification on page 8.

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 mainly refer to the Parent Company.

Income statement, Parent Company (SEK million)	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2013 12 mths Jan-Dec
Net revenue	3.7	4.6	11.3
Selling and administrative expenses	-9.4	-8.8	-16.8
Operating profit/loss	-5.7	-4.2	-5.5
Profit from participations in Group companies	50.0	–	66.1
Other financial items	-9.2	3.9	5.6
Profit/loss after financial items	35.1	-0.3	66.2
Appropriations	–	–	-14.9
Tax	3.2	0.0	-9.9
Net profit/loss for the period	38.3	-0.3	41.4
<i>Statement of other comprehensive income</i>			
Net profit/loss for the period	38.3	-0.3	41.4
Other comprehensive income	–	–	–
Comprehensive income for the period	38.3	-0.3	41.4

Income tax amounts to -9 per cent (22) for the interim period.

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

Balance sheet, Parent Company (SEK million)	2014 30 Jun	2013 30 Jun	2013 31 Dec
ASSETS			
Non-current assets	53.0	62.9	310.6
Current assets	382.2	737.5	567.9
EQUITY AND LIABILITIES			
Equity	94.6	299.4	341.1
Untaxed reserves	63.5	48.6	63.5
Non-current liabilities	144.6	142.8	143.3
Current liabilities	132.5	309.6	330.6
BALANCE SHEET TOTAL	435.2	800.4	878.5

Statement of changes in equity, Parent Company (SEK million)	2014 30 Jun	2013 30 Jun	2013 31 Dec
Opening balance	341.1	323.4	323.4
Comprehensive income for the period	38.3	-0.3	41.4
Dividend paid in cash	-27.2	-23.7	-23.7
Dividend paid by distribution of shares in subsidiary	-257.6	–	–
Closing balance	94.6	299.4	341.1

Cash flow statement, Parent Company (SEK million)	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2013 12 mths Jan-Dec
Operating profit	-5.7	-4.2	-5.5
Interest and income tax paid/received and adjustments for non-cash items	41.3	-7.9	51.1
Change in working capital	36.4	-115.4	72.9
Cash flow from operating activities	72.0	-127.5	118.5
Investments	0.0	466.0	218.2
Cash flow after investments	72.0	338.5	336.7
Financing	-73.9	-338.4	-331.8
Cash flow for the period	-1.9	0.1	4.9
Cash and cash equivalents at the start of the period	5.2	0.0	0.0
Exchange rate differences in cash and cash equivalents	0.3	-0.1	0.3
Cash and cash equivalents at the end of the period	3.6	0.0	5.2

Of the investments made in 2013, SEK 466.0 million concerned intra-Group transactions, while SEK -247.8 million related to the increase in participations in Group companies through a new share issue.

Income statements (SEK m)	Continuing operations		Profit from spin-off operations ¹⁾		Profit from discontinued operations ²⁾		Internal revenue		Total	
	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun	2014 6 mths Jan-Jun	2013 6 mths Jan-Jun
Net revenue	501	511	245	304	–	–	0	-1	746	814
Cost of goods sold	-389	-396	-202	-248	–	–	0	0	-591	-644
Gross profit/loss	112	115	43	56	0	0	0	-1	155	170
Other operating income ³⁾	3	5	0	3	–	14	–	–	3	22
Selling expenses	-49	-45	-10	-11	–	–	0	0	-59	-56
Administrative expenses	-24	-22	-6	-7	–	–	0	0	-30	-29
Other operating expenses	-2	-4	0	0	–	–	–	–	-2	-4
Operating profit/loss	40	49	27	41	0	14	0	-1	67	103
Financial items	-6	-9	-3	-4	–	–	–	–	-9	-13
Profit/loss after financial items	34	40	24	37	0	14	0	-1	58	90
Group-wide costs	–	–	–	-1	–	–	–	1	–	–
Profit before tax	34	40	24	36	0	14	0	0	58	90
Tax	-7	-9	-6	-8	–	–	–	–	-13	-17
Net profit for the period	27	31	18	28	0	14	0	0	45	73
Basic earnings per share, SEK ⁴⁾	3.89	4.52	2.72	4.17	–	2.12	–	–	6.61	10.81
Diluted earnings per share, SEK ⁴⁾	3.78	4.44	2.57	4.01	–	2.04	–	–	6.35	10.49

	2013 12 mths Jan-Dec	2013 12 mths Jan-Dec	2013 12 mths Jan-Dec	2013 12 mths Jan-Dec	2013 12 mths Jan-Dec
Net revenue	989	608	–	–	1,593
Cost of goods sold	-774	-498	–	1	-1,271
Gross profit/loss	215	110	0	-3	322
Other operating income ³⁾	8	5	14	–	27
Selling expenses	-89	-23	–	0	-112
Administrative expenses	-44	-12	–	0	-56
Other operating expenses	-5	-1	–	–	-6
Operating profit/loss	85	79	14	-3	175
Financial items	-13	-12	–	–	-25
Profit/loss after financial items	72	67	14	-3	150
Group-wide costs	–	-3	–	3	–
Profit before tax	72	64	14	0	150
Tax	-17	-15	–	–	-32
Net profit for the period	55	49	14	0	118
Basic earnings per share, SEK ⁴⁾	8.02	7.21	2.15	–	17.38
Diluted earnings per share, SEK ⁴⁾	7.92	6.93	2.06	–	16.91

¹⁾ Spin-off operations refer to the Precision Components business unit (AGES). The business unit was consolidated up to and including 30 April 2014.

²⁾ Profit from discontinued operations relates to the sale of a property in Tallinn. The sale that was completed in February 2013 led to a capital gain which was reclassified in 2014 to profit from discontinued operations. Profit from the operating property activities is negligible and has therefore not been reclassified.

³⁾ For 2013, non-recurring items amounted to SEK 2 million in profit from spin-off operations and SEK 14 million in profit from discontinued operations, totalling SEK 16 million.

⁴⁾ Based on net profit for the period.

ADC of Sweden AB and Solna Pressgjuteri AB were acquired in April 2014 and are included in the Group figures up to and including 30 April, 2014. These businesses have contributed SEK 6 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 acquisition. If the acquired entities had been included in the Group during the interim period, revenue for spin-off operations would have amounted to SEK 268 million, while the net profit for the period for spin-off operations would have been SEK 19 million after the financial costs attributable to the acquisitions. The acquisitions will have no impact on revenue or the profit for continuing operations.

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

(SEK m)	ACQUISITIONS (according to preliminary acquisition calculations)			DISTRIBUTION (spin-off)
	Reported values in subsidiaries	Fair value adjustment	Consolidated fair value	Consolidated fair value
Intangible assets	0	23	23	352
Property, plant and equipment	5	2	7	183
Financial assets	1	0	1	1
Current assets	28	0	28	288
Non-current liabilities	-2	-1	-3	-185
Current liabilities	-16	0	-16	-309
Net assets/purchase price	16	24	40	330
Liquid assets in acquired businesses			0	–
Total cash flow attributable to acquired businesses			40	–
Dividend paid by distribution of shares in subsidiary			–	-330
Total cash flow attributable to spin-off operations			–	0

The acquisitions bring surplus values totalling SEK 25 million distributed amongst buildings (SEK 2 million) and goodwill, relating to customer relations and synergies (SEK 23 million). The transaction costs amount to approx. SEK 0.3 million.



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