



- **Sales amounted to SEK 3,394 m (2,971). Adjusted for exchange-rate changes and divestments, sales increased 32% compared with the year-earlier period.**
- **Earnings after tax amounted to SEK 46 m (142). Earnings per share amounted to SEK 0.99 (4.37). Previous year result adjusted for discontinued operations amounted to SEK -190 m.**
- **Adjusted\* operating income and adjusted\* operating margin\* amounted to SEK 194 m (loss: 93) and 5.7% (minus: 3.4), respectively.**
- **Cash flow remained strong, amounting to SEK 118 m (neg: 152), which reduced the Group's net debt to SEK 873m (1,848).**
- **The Cost-Reduction Program continues with a review of the production structure in North America and further personnel cutbacks in certain areas of CVS' other operations.**

#### **Business events after the reporting period**

- **In early July, Haldex announced an order for a new generation of disc brakes for SAF Holland. The total order value is expected to amount to about SEK 1,000 m over a five-year period. Deliveries will commence in the second quarter of 2011.**
- **The Haldex Board of Directors will propose a reorganisation of the divisions of Haldex, so that the Haldex shareholders will subsequently own shares in three separate listed companies instead of a single company. The intention is to submit this proposal to shareholders at the AGM in the second quarter of 2011.**

#### **President and Chief Executive Officer Joakim Olsson comments on the second quarter of 2010:**

“Haldex generated strong earnings also during the second quarter of the year. The clear market rise late in the first quarter in the global vehicle industry stabilized at a higher level. For some of the segments in which Haldex is active, the recovery was very strong, although from low levels.

“The strong operating margin during the second quarter of 6.5% is the highest margin in a decade. The earnings trend is a positive indicator that the change efforts and Cost-Reduction Program have been successful.”

\* Continuing operations, excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus values

## Second quarter 2010

- Sales amounted to SEK 1,793 m (1,409). Adjusted for currency-exchange fluctuations and divestments, sales increased 43% compared with the year-earlier period.
- Compared with the first quarter, currency-adjusted sales increased by 10% during the second quarter. The increase was noticed in all divisions and regions.
- Earnings after tax amounted to SEK 35 m (287). Earnings per share amounted to SEK 0.75 (8.58).
- Adjusted\* operating income and adjusted\* operating margin\* amounted to SEK 117 m (loss: 66) and 6.5% (minus: 4.7), respectively, which was the highest margin in ten years. Compared with the first quarter of 2010, earnings rose by SEK 40 m, up 52%.

\* Continuing operations, excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus values

## Haldex

SEK m	2010		2009			Acc. change
	Jan-June	Apr-June	Jan-June	Apr-June	Full-year	2010/2009
Net sales	3,394	1,793	2,971	1,409	5,622	14%
Operating income/loss <sup>1</sup>	194	117	-145	-66	-131	n.a
Operating income/loss	137	90	181	337	155	-24%
Earnings/loss before tax	76	59	122	309	54	-38%
Earnings/loss after tax	46	35	142	287	75	-68%
Operating margin,% <sup>1</sup>	5.7	6.5	-4.9	-4.7	-2.3	10.6
Operating margin,%	4.0	5.0	6.1	23.9	2.8	-2.1
Return on capital employed,% <sup>2</sup>	3.0	3.0	1.3	1.3	3.9	1.7

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.

## Haldex, continuing operations<sup>3</sup>

SEK m	2010		2009			Acc. change
	Jan-June	Apr-June	Jan-June	Apr-June	Full-year	2010/2009
Net sales	3,394	1,793	2,739	1,316	5,390	24%
Operating income/loss <sup>1</sup>	194	117	-93	-46	-79	n.a
Operating income/loss	137	90	-178	-54	-204	n.a
Operating margin,% <sup>1</sup>	5.7	6.5	-3.4	-3.5	-1.5	9.1
Operating margin,%	4.0	5.0	-6.5	-4.1	-3.7	10.5
Return on capital employed,% <sup>2</sup>	3.0	3.0	-6.9	-6.9	-4.8	9.9

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.

<sup>3</sup> Recognition according to IFRS 5; see Accounting policies, page 13.

### **Key business events**

- The positive trend in all of Haldex's market segments and regions in early 2010 also continued during the second quarter of the year.
- During the second quarter, Haldex concluded the divestment of its operations in Qingzhou, China. The reason for the divestment lies in an outdated plant and technology in Qingzhou. Haldex anticipates growth and profitability to improve through a concentration of hydraulic technology to the modern plant in Suzhou, Shanghai.
- The Group secured an order for all-wheel drive (AWD) system for Volvo Cars. The order is an extension of the existing program for Volvo. The system will replace the current Generation IV in Volvo's existing platforms, and is the fifth generation of the established Haldex coupling. The coupling will be manufactured and delivered from the Haldex plant in Landskrona (announced March 12, 2010).
- Wabash National, the North American trailer manufacturer, selected the Haldex Gold Seal Long Stroke brake cylinder as standard for its trailers (April 2010).
- Haldex launched a concept for an electrical AWD system with an electrically driven rear axle. The system which is a hybrid solution can save 25% fuel compared with a mechanical AWD and also offer torque vectoring (April 2010).

### **Key business events after the reporting period**

- In early July, Haldex announced an order for a new generation of disc brakes for SAF Holland, a global manufacturer of trailer axles and air suspension systems. The total order value is expected to amount to about SEK 1,000 m over a five-year period. The order will also generate deliveries to the aftermarket for a number of years. The brakes will be manufactured in Haldex's plant in Landskrona, Sweden. Deliveries will commence in the second quarter of 2011.

## Net sales per division and region

	Jan-June			
<i>SEK m</i>	2010	2009	Nominal	Currency adjusted
Commercial Vehicle Systems	1,859	1,610	15%	25%
Hydraulic Systems	920	719	28%	39%
Traction Systems	615	410	50%	50%
<b>Continuing operations</b>	<b>3,394</b>	<b>2,739</b>	<b>24%</b>	<b>32%</b>
Garphyttan Wire	-	232	n.a	n.a
<b>Group</b>	<b>3,394</b>	<b>2,971</b>	<b>14%</b>	<b>22%</b>
North America	1,561	1,314	19%	30%
Europe	1,487	1,205	23%	30%
Asia and Middle East	238	154	55%	66%
South America	108	66	64%	50%
<b>Continuing operations</b>	<b>3,394</b>	<b>2,739</b>	<b>24%</b>	<b>32%</b>

### Net sales and earnings

*Sales continued to rise in all divisions and markets*

Net sales totaled SEK 3,394 m (2,971). Adjusted for currency-exchange rates and divestments, sales increased 32% compared with the year-earlier period. Sales rose 30% in North America and Europe, respectively. The largest increases in sales were noted in the Asian and Latin American markets, at 66% and 50%, respectively.

Adjusted for currency-exchange rates, sales increased 10%, compared with the first quarter of 2010. Higher sales were noted in all divisions and regions.

*Approaching the Group target of a 7% operating margin*

Adjusted\* operating income amounted to SEK 194 m (loss: 93) and the adjusted\* operating margin was 5.7% (minus: 3.4). The improvement in operating income of SEK 287 m was related to the sales increase and the successful Cost Reduction Program. The adjusted operating margin\* was 6.5% (minus: 3.5) in the second quarter.

Operating income amounted to SEK 137 m (181) and the operating margin was 4.0% (6.1).

A restructuring cost of SEK 23 m within Hydraulics System's operation and a capital loss of SEK 19 m pertaining to the divestment of one of Hydraulics Systems' Chinese operations related to the Cost Reduction Program was expensed during the period, refer to the Cost Reduction Program on page 5.

Spot currency effects totaled income of SEK 6 m, compared with the year-earlier period. Costs for currency hedging amounted to SEK 3 m. During the corresponding period of 2009, effects of currency hedging on earnings amounted to an expense of SEK 29 m. Accordingly, total currency effects amounted to SEK 32 m. About half of the negative currency hedging result in 2009 was related to the divestment of the Wire Division.

Financial expenses during the period amounted to SEK 61 m (59). The costs consisted mainly of interest on loans and pension liabilities, but also costs for unutilized credit facilities.

\* Continuing operations, excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus values

Consolidated income before tax amounted to SEK 76 m (122).

Earnings after tax amounted to SEK 46 m (142).

### **The Cost Reduction Program**

In mid-2008, Haldex introduced a cost-reduction program, which was generating annualized savings of about SEK 700 m at the end of 2009.

The program is continuing during 2010 and the anticipated annualized savings of the newly initiated measures, as described below, will total about SEK 100 m.

#### *Continued cost-reduction measures*

As announced earlier, the merger of two of the Hydraulic Systems production units in the US into one plant began during the first quarter. The merger is proceeding according to plan. After the transfer of production operations in Statesville, North Carolina, to Rockford, Illinois, the Statesville plant will be closed. Annual savings amount to approximately SEK 23 m and costs will total SEK 13 m.

Personnel cutbacks were also initiated during the second quarter at the Group's production plant in Hof, Germany. Annualized savings will amount to approximately SEK 21 m. Costs for the restructuring total SEK 9.7 m.

During the second quarter, Haldex concluded the divestment of its operations in Qingzhou in China. The company manufactures hydraulic pumps and vents based on existing Chinese technology. Haldex anticipates growth and profitability to improve through a concentration of hydraulic technology to the modern plant in Suzhou, Shanghai. A capital loss of about SEK 19 m was charged to the second quarter. The company generated annual sales of SEK 35 m during the last fiscal year. Haldex will maintain a minor participation in the company.

As a final step in the Cost Reduction Program, a review was conducted of CVS' production structure in North America, which was announced in a press release after the close of the second quarter. The review resulted in measures for a further concentration of CVS' North American manufacturing to the Haldex plant in Monterrey, Mexico. The plant is located in a region of increasing significance for the North American vehicle industry and has recently undergone an investment program. Within the framework of the review, manufacturing from Haldex's plant in Iola, Kansas, will be relocated to Monterrey, whereupon the operation in Iola will be discontinued during the second half of 2010. Costs for the planned actions will amount to USD 5.6 m, or about SEK 45 m, and will generate annual savings of USD 6 m, or about SEK 50 m. In addition, personnel cutbacks are planned for certain areas of CVS's operations, the costs for which are expected to amount to SEK 10-15 m, and will generate annual savings of approximately the same amount. The costs will be charged to earnings in the third quarter of 2010.

## **Taxes**

The Group's tax expenses amounted to SEK 29 m (income: 20), which meant a tax rate of 38% (16). The reason for the high tax rate was that the capital loss on the divested operations in China was non-deductible. The underlying tax rate for the period was 31%.

## **Cash flow**

Cash flow after net investments rose sharply, amounting to SEK 118 m (neg: 152). The trend was particularly positive as a result of sales adjusted for currency-exchange rates increasing by 27% compared with the fourth quarter of 2009, while working capital, adjusted for currency-exchange rates, only rose by 5% during the period.

*Strong cash flow*

## **Investments**

The Group's net investments totaled SEK 89 m (78), of which capitalized development costs accounted for SEK 26 m (23).

## **Financial position**

As a result of strong cash flow, the Group's net debt continued to decline, amounting to SEK 873 m (1,848) at the end of the period. Cash and cash equivalents totaled SEK 316 m (262). Net debt also includes SEK 62 m in blocked accounts (which were reversed early in the third quarter) and a negative value of SEK 5 m (neg: 13) for derivative instruments pertaining to the company's loans in foreign currency. These items are classified as a receivable and liability, respectively, in the financial statements.

*Net debt continued to decline*

Shareholders' equity amounted to SEK 2,477 m (2,016), resulting in an equity ratio of 47% (37).

During the period, bond loans totaling SEK 350 m were repaid and matured. The loans were replaced by increased utilization of the syndicated credit facilities (see below).

Accordingly, the Group's primary sources of loan financing comprise:

- A bond loan totaling SEK 650 m, which matures in 2015.
- A syndicated credit facility in the amount of USD 225 m, which matures in 2012. At the end of the period, USD 199 m of the facility remained unutilized.

The Group has secured its long-term financing by changing its capital structure.

During the period, the Group's financial expenses primarily consisted of interest payments on loans, pension liabilities and commission pertaining to commitments of unutilized credit facilities.

## Earnings by division

### Commercial Vehicle Systems

<i>SEK m</i>	Jan – June		<i>Change</i>
	2010	2009	
Net sales	1,859	1,610	15%
Operating income/loss <sup>1</sup>	73	-52	n.a.
Operating income/loss	73	-104	n.a.
Operating margin,% <sup>1</sup>	3.9%	-3.2%	7.1
Operating margin,%	3.9%	-6.5%	10.4
Return on capital employed,% <sup>2</sup>	3.5%	-12.3%	15.8

<sup>1</sup> Excluding restructuring costs.

<sup>2</sup> Rolling 12-month basis.

#### *Continued rise in demand*

At CVS, sales totaled SEK 1,859 m (1,610). Adjusted for currency-exchange rates, sales rose by 25% compared with the year-earlier period. In Europe, sales amounted to SEK 636 m (597), and to SEK 985 m (874) in North America, which corresponded to a sales increase adjusted for currency-exchange rates of 14% in Europe and 23% in North America, compared with the year-earlier period.

In the second quarter of 2010, sales adjusted for currency-exchange rates rose 8% compared with the first quarter. All markets experienced higher sales.

#### *Improved operating margins*

Adjusted\* operating income and the adjusted\* operating margin amounted to SEK 73 m (loss: 52) and 3.9% (minus: 3.2), respectively. During the second quarter the corresponding figures were SEK 43 m (loss: 22) and 4.4% (minus: 2.8). The improvement was attributable to the volume rise and the lower cost level.

\* Excluding restructuring costs

## Hydraulic Systems

<i>SEK m</i>	<b>Jan – June</b>		<i>Change</i>
	<i>2010</i>	<i>2009</i>	
Net sales	920	719	28%
Operating income/loss <sup>1</sup>	64	-44	n.a.
Operating income/loss	7	-72	n.a.
Operating margin,% <sup>1</sup>	6.9%	-6.1%	13.0
Operating margin,%	0.8%	-10.1%	10.9
Return on capital employed,% <sup>2</sup>	-0.6%	-1.5%	0.9
Return on capital employed,% <sup>2,3</sup>	2.4%	-1.4%	3.8

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.

<sup>3</sup> Adjusted for acquisition-related surplus value.

### *Higher sales in all segments*

Sales amounted to SEK 920 m (719). Adjusted for currency-exchange rates, sales were up 39%, compared with the year-earlier period.

Adjusted for currency-exchange rates, sales in the second quarter of 2010 rose 13% compared with the first quarter. The increase continued in all segments, and was particularly robust for engine products. The rise was also distinct for construction machinery.

### *An operating margin\* of about 9% during second quarter*

Adjusted\* operating income and the adjusted\* operating margin amounted to SEK 64 m (loss: 44) and 6.9% (minus: 6.1), respectively. During the second quarter the corresponding figures were SEK 44 m (loss: 28) and 8.9% (minus: 8.8.). Income improved as a result of higher sales volumes and lower costs.

\* Excluding restructuring costs, non-recurring items and amortization of acquisition-related surplus values.



## Traction Systems

SEK m	Jan – June		Change
	2010	2009	
Net sales	615	410	50%
Operating income/loss <sup>1</sup>	56	3	e.t
Operating income/loss	56	1	e.t
Operating margin, % <sup>1</sup>	9.1%	0.7%	8.4
Operating margin, %	9.1%	0.2%	8.9
Return on capital employed, % <sup>2</sup>	37.6%	7.0%	30.6

<sup>1</sup> Excluding restructuring costs.

<sup>2</sup> Rolling 12-month basis.

Sales amounted to SEK 615 m (410). Adjusted for currency-exchange rates, sales were up 50%, compared with year-earlier period.

The increase in delivery volumes that began in the first quarter also continued during the second quarter. This was partly due to the strong trend in China for Volkswagen. Adjusted for exchange rate fluctuations, sales rose 10% during the second quarter 2010, compared the first quarter.

*The operating margin in the second quarter was 9.1%*

Adjusted\* operating income and the adjusted operating margin amounted to SEK 56 m (3) and 9.1% (0.7), respectively. The strong income and operating margins that were noted in the first quarter of 2010 continued, resulting in an operating income of SEK 30 m (3) and an operating margin of 9.2% (1.4) for the second quarter.

\* Excluding restructuring costs.

## Haldex second quarter

### Net sales per division

SEK m	Second quarter			
	2009	2008	Nominal	Currency adj.
Commercial Vehicle Systems	977	779	25%	31%
Hydraulic Systems	493	317	56%	71%
Traction Systems	493	317	47%	49%
<b>Continuing operations</b>	<b>1 793</b>	<b>1 316</b>	<b>36%</b>	<b>43%</b>
Garphyttan Wire	-	93	n.a.	n.a.
<b>Group</b>	<b>1 793</b>	<b>1 409</b>	<b>21%</b>	<b>33%</b>

Sales amounted to SEK 1,793 m (1,409). Adjusted for currency-exchange fluctuations and divestments, sales increased 43% compared with the year-earlier period.

Compared with the first quarter, currency-adjusted sales increased by 10% during the second quarter. The increase was noticed in all divisions and regions.

Earnings after tax amounted to SEK 35 m (287). Earnings per share amounted to SEK 0.75 (8.58).

Adjusted\* operating income and adjusted\* operating margin\* amounted to SEK 117 m (loss: 66) and 6.5% (minus: 4.7), respectively, which was the highest margin in ten years. Compared with the first quarter of 2010, earnings rose by SEK 40 m, up 52%.

## Market

After the market stabilized toward year-end 2009, Haldex noted stronger demand in all market segments and all regions during the latter part of the first quarter of 2010 and in the second quarter.

The information presented below on trucks, trailers (with the exception of trailers in Europe) and passenger cars is based on statistics provided by JD Power.

### *Heavy trucks*

**Global** production of heavy trucks rose 92% during the first half of 2010 compared with 2009, driven mainly by Asian markets. Production in the second quarter of 2010 was 12% higher than in the first quarter.

In **North America**, the production rate continued to increase from extremely low levels, ending 30% higher year-on-year. About 34,200 heavy trucks were produced in the second quarter, which was in line with the first quarter of 2010.

In **Europe**, heavy-truck production rose 26% in the first six months of 2010 compared with the year-earlier period. About 71,300 heavy trucks were produced in the second quarter, up 29% on the first quarter of 2010.

### *Trailers*

**Global** production of trailers rose about 60% during the first half of 2010 compared with 2009, driven mainly by Asian and European markets. Production in the second quarter of 2010 was 21% higher than in the first quarter.

Production of trailers in **North America** rose 23% in the first six months of 2010 compared with 2009. About 27,100 trailers were produced in North America during the second quarter of 2010, up 20% on the first quarter of 2010.

In **Europe**, production increased 23% in the first six months of 2010 compared with 2009. Total production of trailers amounted to about 45,200 during the second quarter, an increase of 13% compared with production in the first quarter of 2010.

### *Construction machinery*

During the first six months of 2010, production of construction machinery in **North America** declined about 4% compared with the year-earlier period, but increased with about 19% in **Europe** compared with the first six months of 2009.

Production was up about 9% during the second quarter of 2010, compared with the first quarter, in **North America** and **Europe**.

### *Forklifts*

The production rate in the **North American** market rose about 25% in the first six months of 2010, compared with 2009. In Europe the increase was 12%.

During the second quarter of 2010, the production rate was about 10% higher in North America and Europe rose compared with the first quarter of the year.

### *Passenger cars*

**Global** production of passenger cars increased 36% year-on-year during the first six months of 2010. During the second quarter of 2010, production declined somewhat compared with the first quarter. In **North America**, production increased by 67% in the first six months of 2010 compared with the year-earlier period, while it rose in **Europe** by 21%.

In the second quarter of 2010, production in **North America** remained unchanged, while **European** production declined by 2% compared with the first quarter of the year.

## **Haldex proposes to reorganize its divisions into three separate listed entities**

The Haldex Board of Directors will propose a reorganisation of the divisions of Haldex, so that the Haldex shareholders will subsequently own shares in three separate listed companies instead of a single company. The intention is to submit this proposal to shareholders at the AGM in the second quarter of 2011.

## **Employees**

There were 3,663 (3,652) employees at the close of the period.

## **Significant risks and uncertainties**

Haldex is exposed to financial and operating risks. A Group process is used to identify risks and for risk management, which is described in the Haldex Annual Report and Corporate Governance Report for 2009. Haldex is of the opinion that this description of risks remains correct.

### **Forward-looking information**

This report contains forward-looking information in the form of statements concerning the outlook for Haldex's operations. This information is based on the current expectations of Haldex's management, as well as estimates and forecasts. The actual future outcome could vary significantly compared with the information provided in this report, which is forward-looking, due to such considerations as changed conditions concerning the economy, market and competition.

### **Related-party transactions**

No transactions have been carried out between Haldex and related parties that had a material impact on the company's financial position and results.

### **Acquisitions and divestments**

During the quarter, Haldex divested its operations in Qingzhou, China. A capital loss of about SEK 19 m was charged to the second quarter. Haldex will maintain a minor participation in the company.

## Accounting policies

This interim report for the Group has been prepared in accordance with IAS 34 *Interim Financial Reporting*, and the Swedish Financial Reporting Board's RFR 1.3 *Supplementary Accounting Rules for Groups* and for the Parent Company with RFR 2.3 *Accounting for legal entities*. The accounting policies applied comply with what is stated in the 2009 Annual Report.

### *New accounting policies 2010*

The amendment to IFRS 3 – Business Combinations will affect the recognition of future acquisitions, in part in terms of the recognition of transaction costs, any conditional purchase considerations and successive acquisitions. The Group will apply this standard as of the fiscal year that started on January 1, 2010. The amendment will not have any impact on previous acquisitions, but will impact the consolidated financial statements in respect of future transactions.

No acquisitions were made in the first six months of 2010.

### *Discontinued operations*

On December 25, 2008, Haldex reached an agreement with Suzuki Metal Industry Co Ltd, a Japanese manufacturer of steel wire products, concerning the divestment of the Garphyttan Wire division.

Accordingly, Haldex has prepared its report in accordance with IFRS 5 *Non-Current Assets Held For Sale and Discontinued Operations*, whereby the consolidated income statement is separated into continuing and discontinued operations. Garphyttan Wire was divested during the second quarter of 2009.

It is not possible to compare the figures presented for the discontinued operations with the figures presented for the Garphyttan Wire division since the divisional figures include various Group allocations.

### *Other*

Because of rounding off, the figures do not always tally when added together.

## Future reporting dates

Interim report January–September 2010                      October 21, 2010  
Year-end report January–December 2010                      February 2011

The Board of Directors and the President assure that this six-month interim report provides a true and fair overview of the Parent Company's and the Group's operations, their financial position and performance, and describes material risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, July 16, 2010

Haldex AB (publ)

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Anders Böös  
*Board member*

Göran Carlson  
*Board member*

Stefan Charette  
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Corporate Registration Number 556010-1155  
This report has not been reviewed by the company's auditors.

## Consolidated income statement, Jan-June

Amounts in SEK m	2010	2009		
	Haldex	Continuing operations	Discontinued operations	Haldex
<b>Net sales</b>	<b>3,394</b>	<b>2,739</b>	<b>232</b>	<b>2,971</b>
Cost of goods sold	-2,536	-2,170	-235	-2,405
<b>Gross income</b>	<b>858</b>	<b>569</b>	<b>-3</b>	<b>566</b>
	25.3%	20.8%	-1.3%	19.1%
Sales, administrative and product development costs	-681	-681	-49	-730
Other operating income and expenses	-21 <sup>2</sup>	-66	-	-66 <sup>2</sup>
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>137</b>	<b>-178</b>	<b>359</b>	<b>181</b>
Financial income and expense	-61	-56	-3	-59
<b>Earnings/loss before tax</b>	<b>76</b>	<b>-234</b>	<b>-356</b>	<b>122</b>
Taxes	-29	44	-24	20
<b>Net profit/loss</b>	<b>46</b>	<b>-190</b>	<b>332</b>	<b>142</b>
<i>of which minority interests</i>	3	-4	-	-4
Earnings per share before and after dilution, SEK	0.99	-5.65		4.37
Average No. of shares (000)	43,840	33,652		33,652

## Consolidated income statement by type of cost, Jan-June

Amounts in SEK m	2010	2009		
	Haldex	Continuing Operations	Discontinued Operations	Haldex
<b>Net sales</b>	<b>3,394</b>	<b>2,739</b>	<b>232</b>	<b>2,971</b>
Direct material costs	-1,830	-1,463	-112	-1,575
Personnel costs	-798	-787	-92	-879
Depreciation and amortization	-152	-166	-	-166
Other operating income and expenses	-459 <sup>2</sup>	-501	-80	-581 <sup>2</sup>
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>137</b>	<b>-178</b>	<b>359</b>	<b>181</b>
Financial income and expense	-61	-56	-3	-59
<b>Earnings/loss before tax</b>	<b>76</b>	<b>-234</b>	<b>356</b>	<b>122</b>
Taxes	-29	44	-24	20
<b>Net profit/loss</b>	<b>46</b>	<b>-190</b>	<b>332</b>	<b>142</b>
<i>of which minority interests</i>	3	-4	-	-4

<sup>1</sup> Including restructuring costs, nonrecurring items and amortization of acquisition-related surplus value; see below.

Amounts in SEK m	2010	2009		
	Haldex	Continuing operations	Discontinued Operations	Haldex
Restructuring costs	-23	-69	-	-69
Amortization of acquisition-related surplus values	-15	-16	-	-16
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss excluding restructuring costs, non-recurring items and amortization of acquisition-related surplus value</b>	<b>194</b>	<b>-93</b>	<b>-52</b>	<b>-145</b>

<sup>2</sup> Including restructuring costs of SEK 23 m (69).

## Consolidated income statement, second quarter

Amounts in SEK m	2010	2009		Hallex
	Hallex	Continuing operations	Discontinued operations	
<b>Net sales</b>	<b>1,793</b>	<b>1,316</b>	<b>93</b>	<b>1,409</b>
Cost of goods sold	-1,332	-1,036	-92	-1,128
<b>Gross income</b>	<b>461</b>	<b>280</b>	<b>1</b>	<b>281</b>
	25.7%	21.3%	1%	19.9%
Sales, administrative and product development costs	-352	-333	-21	-354
Other operating income and expenses	-	-1	-	-1
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>90</b>	<b>-54</b>	<b>391</b>	<b>337</b>
Financial income and expense	-31	-26	-2	-28
<b>Earnings/loss before tax</b>	<b>59</b>	<b>-80</b>	<b>-389</b>	<b>309</b>
Taxes	-24	14	-36	-22
<b>Net profit/loss</b>	<b>35</b>	<b>-66</b>	<b>353</b>	<b>287</b>
<i>of which minority interests</i>	2	-1	-	-1
Earnings per share before and after dilution, SEK	0.75	-1.96		8.58
Average No. of shares (000)	43,840	33,652		33,652

## Consolidated income statement by type of cost, second quarter

Amounts in SEK m	2010	2009		Hallex
	Hallex	Continuing Operations	Discontinued Operations	
<b>Net sales</b>	<b>1,793</b>	<b>1,316</b>	<b>93</b>	<b>1,409</b>
Direct material costs	-968	-700	-45	-745
Personnel costs	-406	-374	-35	-409
Depreciation and amortization	-75	-81	-	-81
Other operating income and expenses	-235	-215	-33	-248
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>90</b>	<b>-54</b>	<b>391</b>	<b>337</b>
Financial income and expense	-31	-26	-2	-28
<b>Earnings/loss before tax</b>	<b>59</b>	<b>-80</b>	<b>389</b>	<b>309</b>
Taxes	-24	14	-36	-22
<b>Net profit/loss</b>	<b>35</b>	<b>-66</b>	<b>353</b>	<b>287</b>
<i>of which minority interests</i>	2	-1	-	-1

<sup>1</sup> Including restructuring costs, nonrecurring items and amortization of acquisition-related surplus value; see below.

Amounts in SEK m	2010	2009		Hallex
	Hallex	Continuing operations	Discontinued Operations	
Amortization of acquisition-related surplus values	-8	-8	-	-8
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss excluding restructuring costs, non-recurring items and amortization of acquisition-related surplus value</b>	<b>117</b>	<b>-46</b>	<b>-20</b>	<b>-66</b>



## Consolidated income statement, rolling 12-month basis and full-year

July 2009 – June 2010		Full-year 2009		
<i>Amounts in SEK m</i>	Haldex	Continuing operations	Discontinued operations	Haldex
<b>Net sales</b>	<b>6,045</b>	<b>5,390</b>	<b>232</b>	<b>5,622</b>
Cost of goods sold	-4,583	-4,217	-235	-4,452
<b>Gross income</b>	<b>1,462</b>	<b>1,173</b>	<b>-3</b>	<b>1,170</b>
	24.2%	21.8%	-1,3%	20.8%
Sales, administrative and product development costs	-1,297	-1,297	-49	-1,346
Other operating income and expenses	-36 <sup>2</sup>	-80	-	-80
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>111</b>	<b>-204</b>	<b>359</b>	<b>155</b>
Financial income and expense	-103	-98	-3	-101
<b>Earnings/loss before tax</b>	<b>7</b>	<b>-302</b>	<b>356</b>	<b>54</b>
Taxes	-28	45	-24	21
<b>Net profit/loss</b>	<b>-21</b>	<b>-257</b>	<b>332</b>	<b>75</b>
<i>of which minority interests</i>	<i>1</i>	<i>-7</i>	<i>-</i>	<i>-7</i>
Earnings per share before and after dilution, SEK	-0.56	-7.56		2.40
Average No. of shares (000)	38,838			34,020

## Consolidated income statement by type of cost, rolling 12-month basis and full-year

July 2009 – June 2010		Full-year 2009		
<i>Amounts in SEK m</i>	Haldex	Continuing Operations	Discontinued operations	Haldex
<b>Net sales</b>	<b>6,045</b>	<b>5,390</b>	<b>232</b>	<b>5,622</b>
Direct material costs	-3,270	-2,904	-112	-3,016
Personnel costs	-1,479	-1,468	-92	-1,560
Depreciation and amortization	-304	-343	-	-343
Other operating income and expenses	-862 <sup>2</sup>	-879	-80	-959
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss<sup>1</sup></b>	<b>111</b>	<b>-204</b>	<b>359</b>	<b>155</b>
Financial income and expense	-103	-98	-3	-101
<b>Earnings/loss before tax</b>	<b>7</b>	<b>-302</b>	<b>356</b>	<b>54</b>
Taxes	-28	45	-24	21
<b>Net profit/loss</b>	<b>-21</b>	<b>-257</b>	<b>332</b>	<b>75</b>
<i>of which minority interests</i>	<i>1</i>	<i>-7</i>	<i>-</i>	<i>-7</i>

<sup>1</sup> Including restructuring costs, nonrecurring items and amortization of acquisition-related surplus value; see below.

July 2009 – June 2010		Full-year 2009		
<i>Amounts in SEK m</i>	Haldex	Continuing Operations	Discontinued operations	Haldex
Restructuring costs	-23	-69	-	-69
Amortization of acquisition-related surplus values	-30	-31	-	-31
Impairment loss on property	-25	-25	-	-25
Profit/loss from divestment of subsidiary	-19	-	411	411
<b>Operating income/loss excluding restructuring costs, non-recurring items and amortization of acquisition-related surplus value</b>	<b>208</b>	<b>-79</b>	<b>-52</b>	<b>-131</b>

<sup>2</sup> Including restructuring costs of SEK 23 m (69).

**Consolidated statement of comprehensive income**

<i>Amounts in SEK m</i>	<b>Jan – June 2010</b>	<b>2009</b>	<b>Full-year 2009</b>
<b>Net profit</b>	<b>46</b>	<b>142</b>	<b>75</b>
<b>Other comprehensive income/loss</b>			
Change in hedging reserve, net of taxes	5	47	68
Hedging of net investments	-	-4	16
Translation difference	63	34	-76
Reversal of translation difference	-9	-19	-19
<i>Total other comprehensive income/loss</i>	<i>58</i>	<i>58</i>	<i>-11</i>
<b>Net profit</b>	<b>105</b>	<b>200</b>	<b>64</b>

## Consolidated balance sheet

<i>Amounts in SEK m</i>	<b>June 30 2010</b>	<b>June 30 2009</b>	<b>December 31 2009</b>
Goodwill	968	1,040	954
Other intangible assets	768	831	761
Tangible fixed assets	1,026	1,244	1,099
Financial fixed assets	34	30	33
Derivative instruments	39	18	27
Deferred taxes	117	174	134
<b>Total fixed assets</b>	<b>2,952</b>	<b>3,337</b>	<b>3,008</b>
Inventories	707	803	660
Current receivables	1,191	1,039	978
Derivative instruments	56	47	31
Cash and cash equivalents	316	262	362
<b>Total current assets</b>	<b>2,269</b>	<b>2,151</b>	<b>2,031</b>
<b>Total assets</b>	<b>5,221</b>	<b>5,488</b>	<b>5,039</b>
<b>Total shareholders' equity</b>	<b>2,477</b>	<b>2,016</b>	<b>2,373</b>
Pension and similar obligations	366	392	374
Deferred taxes	117	114	114
Long-term interest-bearing liabilities	864	1,552	847
Other long-term liabilities	43	31	37
<b>Total long-term liabilities</b>	<b>1,389</b>	<b>2,089</b>	<b>1,372</b>
Derivative instruments	39	16	27
Short-term loans	16	246	200
Current operating liabilities	1,299	1,121	1,067
<b>Total current liabilities</b>	<b>1,355</b>	<b>1,383</b>	<b>1,294</b>
<b>Total liabilities and shareholders' equity</b>	<b>5,221</b>	<b>5,488</b>	<b>5,039</b>

## Consolidated changes in shareholders' equity

<i>Amounts in SEK m</i>	<b>June 30 2010</b>	<b>June 30 2009</b>	<b>December 31 2009</b>
Opening balance	2 373	1 823	1 823
Change in minority share of shareholders' equity	-1	-7	-2
New share issue	-	-	488
Total comprehensive income	105	200	64
<b>Closing balance</b>	<b>2 477</b>	<b>2 016</b>	<b>2 373</b>
<i>of which minority interests</i>	<i>12</i>	<i>11</i>	<i>8</i>

## Consolidated cash-flow statement

<i>Amounts in SEK m</i>	<b>Jan – June 2010</b>	<b>June 2009</b>	<b>July 2009 -June 2010</b>	<b>Full-year 2009</b>
Operating income/loss <sup>1</sup>	137	181	111	155
Reversal of depreciation, amortization and impairment losses	152	165	330	343
Interest paid	-59	-59	-108	-108
Profit/loss from divestment of participation in subsidiary	19	-411	19	-411
Taxes paid	-12	-8	3	7
<i>Cash flow from operating activities before changes in working capital</i>	<i>236</i>	<i>-132</i>	<i>354</i>	<i>-14</i>
Change in working capital	-29	58	116	203
<b><i>Cash flow from operating activities</i></b> <sup>2</sup>	<b><i>207</i></b>	<b><i>-74</i></b>	<b><i>470</i></b>	<b><i>189</i></b>
Net investments	-89	-78	-180	-169
Cash proceeds from sale of shares in subsidiaries	23	827	23	827
<b><i>Cash flow from investments</i></b> <sup>3</sup>	<b><i>-66</i></b>	<b><i>749</i></b>	<b><i>-157</i></b>	<b><i>658</i></b>
Change in loans	-196	-836	-771	-1 411
New share issue	-	-	498	498
Change in long-term receivables	1	-5	4	-2
<b><i>Cash flow from financing</i></b> <sup>4</sup>	<b><i>-195</i></b>	<b><i>-841</i></b>	<b><i>-269</i></b>	<b><i>-915</i></b>
Change in cash and bank assets, excl. exchange-rate difference	-54	-166	44	-68
Cash and bank assets, opening balance	362	431	262	431
Exchange-rate difference in cash and bank assets	8	-3	10	-1
Cash and bank assets, closing balance	316	262	316	362

1 The operating income from the Haldex Group's continuing operations amounted to SEK 137 m (loss: 178) and from discontinued operations to SEK - m (income: 359).

2 Cash flow from operating activities conducted by the Haldex Group's continuing operations was SEK 207 m (neg: 9) and from discontinued operations SEK - m (neg: 65).

3 Cash flow from investments conducted by the Haldex Group's continuing operations was a negative SEK 66 m (neg: 752) and from discontinued operations SEK - m (neg: 3).

4 Cash flow from financing activities conducted by the Haldex Group's continuing operations was a negative SEK 195 (neg: 841) and from discontinued operations SEK - m (-).

<b>Key figures</b>	<b>Jan – June 2010</b>	<b>2009</b>	<b>July 2009 -June 2010</b>	<b>Full-year 2009</b>
Operating margin,% <sup>1</sup>	5.7	-4.9	3.4	-2.3
Operating margin,%	4.0	6.1	1.8	2.8
Capital turnover rate	1.8	0.7	1.6	1.4
Return on capital employed,%	7.3	8.2	3.0	3.9
Return on shareholders' equity,%	3.6	15.9	-1.1	5.5
Interest coverage ratio	2.3	4.0	1.0	2.0
Equity ratio,%	47	37	47	47
Debt/equity ratio,%	35	92	35	42

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<b>Share data</b>	<b>Jan – June 2010</b>	<b>2009</b>	<b>July 2009 -June 2010</b>	<b>Full-year 2009</b>
Profit/loss after tax, before dilution SEK*	0.99	4.37	-0.56	2.40
Profit/loss after tax, after dilution SEK*	0.99	4.37	-0.56	2.40
Shareholders' equity, SEK*	56.50	59.92	63.78	54.13
Average No. of shares (000)**	43,840	33,652	38,838	34,020
Number of shares at year-end, (000)	43,840	21,920	43,840	43,840
Market price, SEK	67.25	53.25	67.25	44.50

\* The figures have been adjusted for the bonus issue effect arising from the rights issue.

\*\* Average number of shares outstanding following adjustment to reflect the bonus issue effect arising from the rights issue.

## Quarterly report, continuing operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Net sales	1,600	1,793	<b>3,394</b>	1,423	1,316	<b>2,739</b>	1,266	1,385	<b>5,390</b>
Cost of goods sold	-1,204	-1,332	<b>-2,536</b>	-1,134	-1,036	<b>-2,170</b>	-975	-1,072	<b>-4,217</b>
Gross income	396	461	<b>858</b>	289	280	<b>569</b>	291	313	<b>1,173</b>
	24.8%	25.7%	<b>25.3%</b>	20.3%	21.3%	<b>20.8</b>	23.0%	22.6%	<b>21.7%</b>
Sales, administrative and product development costs	-328	-352	<b>-681</b>	-348	-333	<b>-681</b>	-312	-304	<b>-1,297</b>
Other operating income and expenses	-22	-	<b>-22</b>	-65	-1	<b>-66</b>	3	-17	<b>-80</b>
Profit/loss from divestment of subsidiary	-	-19	<b>-19</b>	-	-	<b>-</b>	-	-	<b>-</b>
Operating income/loss <sup>1</sup>	46	90	<b>137</b>	-124	-54	<b>-178</b>	-18	-8	<b>-204</b>
Financial income and expense	-29	-31	<b>-61</b>	-30	-26	<b>-56</b>	-17	-25	<b>-98</b>
Earnings/loss before tax	17	59	<b>76</b>	-154	-80	<b>-234</b>	-35	-33	<b>-302</b>
Taxes	-5	-24	<b>-29</b>	30	14	<b>44</b>	-2	3	<b>45</b>
Net profit/loss	12	35	<b>16</b>	-124	-66	<b>-190</b>	-37	-30	<b>-257</b>
<i>of which minority interests</i>	1	2	<b>3</b>	-3	-1	<b>-4</b>	-1	-2	<b>-7</b>

<sup>1</sup> Including restructuring costs, nonrecurring items and amortization of acquisition-related surplus value; see Operating income/loss below.

### Operating income/loss, continuing operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Restructuring costs, incl. nonrecurring items	-23	-	-23	-69	-	<b>-69</b>	-	-	-69
Amortization of acquisition-related surplus value	-7	-8	-15	-8	-8	<b>-16</b>	-8	-7	-31
Impairment loss on properties	-	-	-	-	-	<b>-</b>	-	-25	-25
Profit/loss from divestment of subsidiary	-	-19	-19	-	-	<b>-</b>	-	-	-
<b>Operating income excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value</b>	<b>76</b>	<b>117</b>	<b>194</b>	<b>-48</b>	<b>-46</b>	<b>-93</b>	<b>-10</b>	<b>24</b>	<b>-79</b>

### Quarterly key figures, continuing operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Earnings per share, before and after dilution, SEK	0.24	0.75	<b>0.99</b>	-3.68	-1.96	<b>-5.65</b>	-1.08	-0.83	<b>-7.56</b>
Operating margin,% <sup>1</sup>	4.8	6.5	<b>5.7</b>	-3.4	-3.5	<b>-3.4</b>	-0.8	1.8	<b>-1.5</b>
Operating margin,%	2.9	5.0	<b>4.0</b>	-8.7	-4.1	<b>-6.5</b>	-1.4	-0.6	<b>-3.7</b>
Cash flow after net investments	8	110	<b>118</b>	-183	97	<b>-86</b>	17	157	<b>88</b>
Return on capital employed,% <sup>2</sup>	-0.6	3.0	<b>3.0</b>	-4.0	-6.9	<b>-6.9</b>	-8.7	-4.8	<b>-4.8</b>
Equity ratio,%	46	47	<b>47</b>	28	37	<b>37</b>	36	47	<b>47</b>
Investments	22	67	<b>89</b>	41	40	<b>81</b>	34	54	<b>169</b>
R&D,%	4.3	3.8	<b>4.1</b>	4.8	5.0	<b>4.9</b>	4.8	4.9	<b>4.8</b>
Number of employees <sup>2</sup>	3,896	3,770	<b>3,770</b>	5,291	4,931	<b>4,931</b>	4,487	4,108	<b>4,108</b>

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.

## Quarterly report, incl. discontinued operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Net sales	1,600	1,793	<b>3,394</b>	1,562	1,409	<b>2,971</b>	1,266	1,385	<b>5,622</b>
Cost of goods sold	-1,204	-1,332	<b>-2,536</b>	-1,277	-1,128	<b>-2,405</b>	-975	-1,072	<b>-4,452</b>
Gross income	396	461	<b>858</b>	285	281	<b>566</b>	291	313	<b>1,170</b>
	24.8%	25.7%	25.3%	18.2%	19.9%	19.1	23.0%	22.6%	20.8%
Sales, administrative and prod. development costs	-328	-352	<b>-681</b>	-376	-354	<b>-730</b>	-312	-304	<b>-1,346</b>
Other operating income and expenses	-22	-	<b>-22</b>	-65	-1	<b>-66</b>	3	-17	<b>-80</b>
Profit/loss from divestment of subsidiary	-	-19	<b>-19</b>	-	411	<b>411</b>	-	-	<b>411</b>
Operating income/loss <sup>1</sup>	46	90	<b>137</b>	-156	337	<b>181</b>	-18	-8	<b>155</b>
Financial income and expense	-29	-31	<b>-61</b>	-31	-28	<b>-59</b>	-17	-25	<b>-101</b>
Earnings/loss before tax	17	59	<b>76</b>	-187	309	<b>122</b>	-35	-33	<b>54</b>
Taxes	-5	-24	<b>-29</b>	42	-22	<b>20</b>	-2	3	<b>21</b>
Net profit/loss	12	35	<b>46</b>	-145	287	<b>142</b>	-37	-30	<b>75</b>
<i>of which minority interests</i>	1	2	3	-3	-1	-4	-1	-2	-7

<sup>1</sup> Including restructuring costs, nonrecurring items and amortization of acquisition-related surplus value; see Operating income/loss below.

### Operating income/loss, incl. discontinued operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Restructuring costs, incl. nonrecurring items	-23	-	<b>-23</b>	-69	-	<b>-69</b>	-	-	<b>-69</b>
Amortization of acquisition-related surplus value	-7	-8	<b>-15</b>	-8	-8	<b>-16</b>	-8	-7	<b>-31</b>
Impairment loss on properties	-	-	-	-	-	-	-	-25	<b>-25</b>
Profit/loss from divestment of subsidiary	-	-19	<b>-19</b>	-	411	<b>411</b>	-	-	<b>411</b>
<b>Operating income excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value</b>	<b>76</b>	<b>117</b>	<b>194</b>	<b>-80</b>	<b>-66</b>	<b>-145</b>	<b>-10</b>	<b>24</b>	<b>-131</b>

### Quarterly key figures, incl. discontinued operations

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
Earnings per share, before and after dilution, SEK	0.24	0.75	<b>0.99</b>	-4.22	8.58	<b>4.37</b>	-1.08	-0.83	<b>2.40</b>
Operating margin,% <sup>1</sup>	4.8	6.5	<b>5.7</b>	-5.1	-4.7	<b>-4.9</b>	-0.8	1.8	<b>-2.3</b>
Operating margin,%	2.9	5.0	<b>4.0</b>	-10.0	23.9	<b>6.1</b>	-1.4	-0.6	<b>2.8</b>
Cash flow after net investments	8	110	<b>118</b>	-220	66	<b>-154</b>	17	157	<b>20</b>
Return on capital employed,% <sup>2</sup>	8.9	3.0	<b>3.0</b>	-3.7	1.3	<b>1.3</b>	-0.8	3.9	<b>3.9</b>
Return on shareholders' equity,% <sup>2</sup>	11.4	-1.1	<b>-1.1</b>	-13.5	-0.5	<b>-0.5</b>	-3.9	4.2	<b>4.2</b>
Equity ratio,%	46	47	<b>47</b>	28	37	<b>37</b>	37	47	<b>47</b>
Investments	22	67	<b>89</b>	44	43	<b>87</b>	34	54	<b>175</b>
R&D,%	4.3	3.8	<b>4.1</b>	4.6	4.7	<b>4.7</b>	4.7	4.9	<b>4.8</b>
Number of employees <sup>2</sup>	3,980	3,770	<b>3,770</b>	5,753	5,298	<b>5,298</b>	4,755	4,281	<b>4,281</b>

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.

## Segment reporting

<i>Amounts in SEK m</i>	2010			2009					
	Q1	Q2	Half-year	Q1	Q2	Half-year	Q3	Q4	Full-year
<i>Commercial Vehicle Systems</i>									
Net sales	881	977	<b>1,859</b>	831	779	<b>1,610</b>	761	763	<b>3,134</b>
Operating income/loss <sup>1</sup>	30	43	<b>73</b>	-30	-22	<b>-52</b>	-5	-3	<b>-60</b>
Operating income/loss	30	43	<b>73</b>	-83	-21	<b>-104</b>	-5	-3	<b>-112</b>
Operating margin,% <sup>1</sup>	3.4	4.4	<b>3.9</b>	-3.6	-2.8	<b>-3.2</b>	-0.7	-0.4	<b>-1.9</b>
Operating margin,%	3.4	4.4	<b>3.9</b>	-10.0	-2.7	<b>-6.5</b>	-0.7	-0.4	<b>-3.6</b>
Assets	2,324	2,428	<b>2,428</b>	2,606	2,416	<b>2,416</b>	2,270	2,285	<b>2,285</b>
Liabilities	615	690	<b>690</b>	627	568	<b>568</b>	521	527	<b>527</b>
Return on capital employed,% <sup>2</sup>	0.3	3.5	<b>3.5</b>	-9.6	-12.3	<b>-12.3</b>	-12.9	-5.1	<b>-5.1</b>
Investments	20	46	<b>66</b>	25	27	<b>52</b>	20	31	<b>103</b>
Depreciation and amortization	38	37	<b>75</b>	39	35	<b>74</b>	34	35	<b>144</b>
Number of employees <sup>2</sup>	2,082	2,091	<b>2,091</b>	2,693	2,506	<b>2,506</b>	2,314	2169	<b>2169</b>
<i>Hydraulic Systems</i>									
Net sales	427	493	<b>920</b>	402	317	<b>719</b>	315	373	<b>1,406</b>
Operating income/loss <sup>1</sup>	20	44	<b>64</b>	-16	-28	<b>-44</b>	-14	10	<b>-47</b>
Operating income/loss	-10	17	<b>7</b>	-37	-35	<b>-72</b>	-21	3	<b>-91</b>
Operating margin,% <sup>1</sup>	4.7	8.9	<b>6.9</b>	-4.0	-8.8	<b>-6.1</b>	-4.3	2.7	<b>-3.4</b>
Operating margin,%	-2.3	3.5	<b>0.8</b>	-9.1	-11.0	<b>-10.1</b>	-6.8	0.7	<b>-6.5</b>
Assets	1,754	1,785	<b>1,785</b>	2,043	1,961	<b>1,961</b>	1,770	1768	<b>1,768</b>
Liabilities	518	538	<b>538</b>	549	488	<b>488</b>	448	485	<b>485</b>
Return on capital employed,% <sup>2</sup>	-3.6	-0.6	<b>-0.6</b>	2.9	-1.5	<b>-1.5</b>	-4.5	-5.0	<b>-5.0</b>
Investments	-4	13	<b>9</b>	10	8	<b>18</b>	9	13	<b>40</b>
Depreciation and amortization	17	17	<b>34</b>	22	22	<b>44</b>	20	17	<b>81</b>
Number of employees <sup>2</sup>	1,511	1,364	<b>1,364</b>	2,265	2,101	<b>2,101</b>	1,860	1635	<b>1635</b>
<i>Traction Systems</i>									
Net sales	292	323	<b>615</b>	191	219	<b>410</b>	191	249	<b>850</b>
Operating income/loss <sup>1</sup>	26	30	<b>56</b>	0	3	<b>3</b>	8	17	<b>29</b>
Operating income/loss	26	30	<b>56</b>	-3	4	<b>1</b>	8	17	<b>26</b>
Operating margin,% <sup>1</sup>	9.1	9.2	<b>9.1</b>	0	1.4	<b>0.7</b>	4.4	6.9	<b>3.4</b>
Operating margin,%	9.1	9.2	<b>9.1</b>	-2.0	1.8	<b>0.2</b>	4.4	6.9	<b>3.1</b>
Assets	431	413	<b>413</b>	365	387	<b>387</b>	387	366	<b>366</b>
Liabilities	239	247	<b>247</b>	177	204	<b>204</b>	171	218	<b>218</b>
Return on capital employed,% <sup>2</sup>	25.2	37.6	<b>37.6</b>	9.5	7.0	<b>7.0</b>	3.8	12.7	<b>12.7</b>
Investments	6	9	<b>15</b>	6	6	<b>12</b>	5	9	<b>26</b>
Depreciation and amortization	14	14	<b>28</b>	16	16	<b>32</b>	15	15	<b>62</b>
Number of employees <sup>2</sup>	303	314	<b>314</b>	333	324	<b>324</b>	312	304	<b>304</b>
<i>Garphyttan Wire</i>									
Net sales	-	-	-	138	94	<b>232</b>	-	-	<b>232</b>
Operating income/loss <sup>1</sup>	-	-	-	-34	-20	<b>-54</b>	-	-	<b>-54</b>
Operating income/loss	-	-	-	-34	-20	<b>-54</b>	-	-	<b>-54</b>
Operating margin,% <sup>1</sup>	-	-	-	-24.3	-21.3	<b>23.1</b>	-	-	<b>-23.1</b>
Operating margin,%	-	-	-	-24.3	-21.3	<b>23.1</b>	-	-	<b>-23.1</b>
Assets	-	-	-	582	-	-	-	-	-
Liabilities	-	-	-	170	-	-	-	-	-
Return on capital employed,% <sup>2</sup>	-	-	-	-1.1	-	-	-	-	-
Investments	-	-	-	3	3	<b>6</b>	-	-	<b>6</b>
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Number of employees <sup>2</sup>	84	-	-	462	367	-	268	173	<b>173</b>
<i>Not broken down by segment</i>									
Nonrecurring items	-	-	-	-	-	-	-	-25	<b>-25</b>
Capital gain	-	-	-	-	411	<b>411</b>	-	-	<b>411</b>
Financial income and expense	-29	-31	<b>-61</b>	-31	-28	<b>-59</b>	-17	-25	<b>-101</b>
Taxes	-5	-24	<b>-29</b>	42	-22	<b>20</b>	-2	3	<b>21</b>
Assets	644	595	<b>595</b>	715	723	<b>723</b>	624	621	<b>621</b>
Liabilities	1,431	1,268	<b>1,268</b>	3,035	2,210	<b>2,210</b>	2,057	1,436	<b>1,436</b>

<sup>1</sup> Excluding restructuring costs, nonrecurring items and amortization of acquisition-related surplus value.

<sup>2</sup> Rolling 12-month basis.



## Parent Company income statement

<i>Amounts in SEK m</i>	April – June		Jan – June		Full-year
	2010	2009	2010	2009	2009
<b>Net sales</b>	2	4	5	9	32
Administrative costs	-19	-15	-31	-33	-54
<b>Operating loss</b>	<b>-17</b>	<b>-11</b>	<b>-25</b>	<b>-24</b>	<b>-22</b>
Dividend from Group companies	4	-	4	-	87
Group contributions	-	-	-	-	65
Capital gain/loss	-24	297	-24	297	276
Impairment loss	-48	-	-48	-	-
Other financial income and expense	-1	26	-8	-18	-13
<b>Earnings/loss before tax</b>	<b>-86</b>	<b>312</b>	<b>-102</b>	<b>255</b>	<b>393</b>
Change in tax allocation reserve	-	-	-	-	112
Taxes	5	-4	5	11	-39
<b>Net profit/loss</b>	<b>-81</b>	<b>308</b>	<b>-97</b>	<b>-266</b>	<b>465</b>

## Parent Company balance sheet

<i>Amounts in SEK m</i>	June 30	June 30	Dec. 31
	2010	2009	2009
Tangible fixed assets	2	4	3
Financial fixed assets	2,637	2,663	2,647
<b>Total fixed assets</b>	<b>2,639</b>	<b>2,667</b>	<b>2,650</b>
Current receivables	88	142	116
Receivables from subsidiaries	1,350	1,496	1,473
Derivative instruments	114	99	70
Cash and cash equivalents	86	35	172
<b>Total current assets</b>	<b>1,638</b>	<b>1,772</b>	<b>1,831</b>
<b>Total assets</b>	<b>4,278</b>	<b>4,439</b>	<b>4,481</b>
<b>Restricted equity</b>	<b>676</b>	<b>566</b>	<b>676</b>
<b>Unrestricted equity</b>	<b>1,441</b>	<b>1,043</b>	<b>1,538</b>
<b>Untaxed reserves</b>	<b>19</b>	<b>131</b>	<b>19</b>
Pension and similar obligations	12	12	12
Other provisions	13	10	13
Long-term interest-bearing liabilities	857	1,527	831
Liabilities to subsidiaries	200	157	157
<b>Total long-term liabilities</b>	<b>1,082</b>	<b>1,706</b>	<b>1,013</b>
Current operating liabilities	21	25	54
Current interest-bearing liabilities	-	150	150
Liabilities to subsidiaries	922	722	954
Derivative instruments	116	96	78
<b>Total current liabilities</b>	<b>1,060</b>	<b>993</b>	<b>1,235</b>
<b>Total liabilities and shareholders' equity</b>	<b>4,278</b>	<b>4,439</b>	<b>4,481</b>