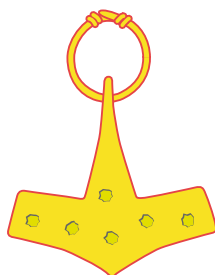


INVIK & CO. AB



INTERIM REPORT 2001

1 JANUARY – 31 MARCH

INTERIM REPORT 1 January – 31 March 2001

MANAGEMENT

The Invik Group consists of the Parent Company, Invik & Co. AB, and a number of operating subsidiaries. The Parent Company is a holding company whose activities include managing a long-term securities portfolio consisting mainly of major investments in a small number of listed companies in which Invik is seeking active management participation mainly through board representation. The subsidiaries are principally active in Finance and Insurance. In addition there are certain other business activities, principally a small brewery.

On 31 March 2001, the value of the Group's holdings of listed securities was MSEK 7,877. On 26 April 2001, the value was MSEK 8,713, which gives a premium over the book value of the Group's portfolio of MSEK 5,831 on that date.

The long-term securities portfolio as at 31 March 2001 consisted of shares in Tele2 AB ("Tele2"), Industriförvaltnings AB Kinnevik ("Kinnevik"), Modern Times Group MTG AB ("MTG"), Metro International S.A. ("Metro") and Millicom International Cellular S.A. ("MIC").

- Tele2, 9,642,608 Series "A" shares and 3,172,196 Series "B" shares, equivalent to 24.0 % of the votes and 8.9 % of the share capital.
- Kinnevik, 6,166,387 Series "A" shares and 2,336,936 Series "B" shares, equivalent to 32.2 % of the votes and 13.5 % of the share capital.
- MTG, 6,381,249 Series "A" shares, equivalent to 25.4 % of the votes and 9.6 % of the share capital.
- Metro, 7,214,582 Series "A" shares, equivalent to 19.4 % of the votes and 9.5 % of the share capital.
- MIC, 940,418 shares and an option on 186,520 shares. The total holding is equivalent to 2.3 % of the votes and share capital.

During Invik's sixteen-year history, the appreciation of its net asset value corresponds to an annual return of 42 %, calculated on the basis of the company's original net asset value of SEK 4 per share in 1985. This may be compared with an annual return on the "Affärsvärlden" composite index of 16 % over the same period. The price of Invik's shares has increased by some 2,700 % since the first day of trading on 1 July 1987, corresponding to an annual average appreciation of 27 %.

The net asset value, calculated as the market value of listed securities plus the book value of other assets less liabilities, was SEK 941 per share as at 31 March 2001 and SEK 1,048 as at 26 April 2001.

Invik's shares are listed on the Stockholm Stock Exchange's "O" list. The share price paid on 31 March 2001 was SEK 610 and on 26 April 2001 it was SEK 735.

CONSOLIDATED EARNINGS

The result after financial items, in accordance with the acquisition method, was a loss of MSEK 24.0, which may be compared with income of MSEK 132.2 for the corresponding period in the previous year. The loss after tax amounted to MSEK 19.7 (income 90.7).

The consolidated income above does not include the Parent Company's interest in the earnings of associate companies.

The result according to the equity method is stated in a note.

FINANCIAL POSITION AND INVESTMENTS

The Group's liquid assets, excluding funds within the banking and insurance operations, i.e. liquid funds and unutilised credit facilities, amounted to MSEK 255.0 as at 31 March 2001, compared with MSEK 407.6 at the year-end. Other than this, assets consist principally of listed securities that are immediately realisable. The Group's long-term holdings of listed securities had a total market value of MSEK 7,877.

The Group's net investments in securities during the period amounted to MSEK 100.1. Investments in fixed assets amounted to MSEK 24.9 during the period.

The Parent Company's equity ratio was 57 % as at 31 March 2001. If the premium over the book value of the long-term securities portfolio is also included, the equity ratio amounted to 81 %. The corresponding equity ratios for the Group are 32 % and 61 % respectively.

OPERATIONS AND RESULTS OF SUBSIDIARIES AND ASSOCIATE COMPANIES

The year has begun with further growth within all product areas. Moderna Försäkringar now has more than 100,000 private policyholders, and its corporate insurance unit has increased its market share. As a result of higher premiums and other measures to improve profitability the claims ratio is now moving in the right direction. The aviation insurance business was transferred to InterHannover as of 1 March.

However, the favourable result of the core business was pulled down by the need to add to the reserve for the industrial and marine insurance book, which is being phased out. The overall result after financial items was a loss of MSEK 3.7 (loss 4.9).

Banque Invik S.A. once again began the year with a favourable earnings trend coupled with continued growth in all areas of business. The prevailing uncertainty on the stock market only had a marginal impact on the business. Assets under management and the number of clients investing in Moderna Fonder's Index Funds are increasing steadily. The bank's income after financial items amounted to MSEK 8.6 (6.8).

Modern Privat Kapitalförvaltning AB provides asset management services based on fundamental analysis of a high standard combined with a high level of personal service. The assets under management amounted to MSEK 4,600. Income after financial items amounted to MSEK 2.8 (4.0).

Fischer Partners Fondkommission AB, in which Invik has a 50 % interest, had a market share of 3.6 % on the Stockholm Stock Exchange. The company is currently a market maker for 20 companies on the NGM list. Income after financial items amounted to MSEK 6.2 (43.7).

Gamla Stans Bryggeri, the brewing business, reports a further loss. The business has been reorganized during the year and costs reduced.

The associate companies Tele2, Kinnevik, MTG, MIC and Metro are listed on the stock market and publish their own interim reports.

PERSONNEL

The average number of employees in the Group during the period was 179. At the close of the period the number of employees was 178, of whom 154 were in Sweden.

EARNINGS PER SHARE

The loss per share amounted to SEK 2.5 (income of 11.7).

The total number of shares in issue as at 31 March 2001 was 7,760,000, of which 3,753,333 were Series "A" shares and 4,006,667 Series "B" shares.

PARENT COMPANY

The result after financial items was a loss of MSEK 20.0 (profit of 143.5). Liquid assets as at 31 March 2001 amounted to MSEK 255.0, which may be compared with MSEK 407.6 at year-end. The Parent Company's net investments in shares during the period amounted to MSEK 127.8 and in fixed assets to MSEK 0.0.

The average rate of interest paid on the Parent Company's borrowing during the period was 4.8 % (4.6 %).

FORECAST

The result for the first half of 2001 is estimated at some MSEK 200, including the receipt of proposed dividends. Shares in Transcom WorldWide S.A. which will be distributed by Kinnevik, represent significant proportion of these dividends.

Stockholm, 27 April 2001

Thomas Jönsson
President

The preliminary publication date for the interim report for the January-June 2001 period is 8 August 2001.

As of 1 January 2001, the Swedish Financial Accounting Standards Council's Recommendation RR20 Interim Reports has been applied. In other respects the Group's accounts are made up in accordance with previously applied accounting principles.

This interim report has not been subject to specific examination by the company's auditors.

| CONSOLIDATED INCOME STATEMENT | 1 Jan – 31 March | Full year | |
|---|-------------------------|------------------|--------------|
| Acquisition method * (SEK million) | 2001 | 2000 | |
| Net sales | 177.7 | 193.9 | 817.4 |
| Cost of goods and services supplied | -128.1 | -149.2 | -640.4 |
| Gross income | 49.6 | 44.7 | 177.0 |
| Selling and administrative expenses | -68.0 | -87.2 | -329.5 |
| Other operating revenues and expenses | -0.1 | 5.6 | 5.5 |
| Dividend income | 6.1 | 2.1 | 42.7 |
| Capital gains on securities sold | 0.0 | 171.3 | 213.8 |
| Operating income | -12.4 | 136.5 | 109.5 |
| Net interest expense and other financial items | -11.6 | -4.3 | 3.7 |
| Income after financial items ¹⁾ | -24.0 | 132.2 | 113.2 |
| Minority share in income for the period | 0.2 | 0.0 | 0.3 |
| Tax paid | -3.8 | -2.7 | -7.0 |
| Deferred tax | 7.9 | -38.8 | -18.5 |
| NET INCOME FOR THE PERIOD ²⁾ | -19.7 | 90.7 | 88.0 |

*The income statement and balance sheet are prepared according to the earlier accounting principles.

¹⁾ Income after financial items according to the equity method -202.9 254.1 2,768.5

²⁾ Net income for the period according to the equity method -224.7 184.3 2,640.8

| CONSOLIDATED BALANCE SHEET Acquisition method (SEK million) | 31 March | | 31 Dec. |
|--|-----------------|----------------|----------------|
| | 2001 | 2000 | 2000 |
| ASSETS | | | |
| Fixed assets | | | |
| Goodwill | 121.7 | 83.2 | 105.0 |
| Other intangible assets | 11.0 | 14.9 | 12.1 |
| Tangible assets | 29.4 | 59.7 | 28.5 |
| Financial assets ³⁾ | 3,369.3 | 2,841.5 | 3,268.7 |
| Total fixed assets | 3,531.4 | 2,999.3 | 3,414.3 |
| Current assets | | | |
| Inventories | 0.9 | 4.8 | 1.3 |
| Current receivables | 588.8 | 445.0 | 610.2 |
| Investments | 3,031.0 | 2,290.8 | 3,719.0 |
| Cash and bank balances | 97.6 | 86.9 | 145.2 |
| Total current assets | 3,718.3 | 2,827.5 | 4,475.7 |
| TOTAL ASSETS | 7,249.7 | 5,826.8 | 7,890.0 |
| EQUITY, PROVISIONS AND LIABILITIES | | | |
| Equity | | | |
| Restricted equity | 1,110.4 | 1,056.6 | 1,116.4 |
| Unrestricted equity | 1,193.6 | 1,279.9 | 1,203.0 |
| Total equity ⁴⁾ | 2,304.0 | 2,336.5 | 2,319.4 |
| Minority interest | 3.4 | 3.3 | 3.1 |
| Provisions | 82.1 | 109.5 | 89.8 |
| Long-term liabilities | | | |
| Interest-bearing liabilities | 1,505.9 | 639.4 | 1,361.8 |
| Current liabilities | | | |
| Interest-bearing liabilities | 2,816.5 | 2,167.1 | 3,525.2 |
| Non-interest-bearing liabilities | 537.8 | 571.0 | 590.7 |
| Total current liabilities | 3,354.3 | 2,738.1 | 4,115.9 |
| Total liabilities | 4,860.2 | 3,377.5 | 5,477.7 |
| TOTAL EQUITY, PROVISIONS AND LIABILITIES | 7,249.7 | 5,826.8 | 7,890.0 |
| ³⁾ Financial assets according to the equity method | 5,411.4 | 2,999.3 | 5,422.3 |
| ⁴⁾ Total equity according to the equity method | 4,346.1 | 2,494.3 | 4,473.0 |

| CHANGE TO GROUP EQUITY (SEK million) | 1 Jan – 31 March | |
|---|-------------------------|----------------|
| | 2001 | 2000 |
| Opening balance as per balance sheet December 31 | 2,319.4 | 2,250.4 |
| Exchange rate differences | 4.3 | -4.6 |
| Profit/loss for the period | -19.7 | 90.7 |
| Closing balance | 2,304.0 | 2,336.5 |

| CASH FLOW ANALYSIS (SEK million) | 1 Jan – 31 March | | Full year |
|---|-------------------------|--------------|------------------|
| | 2001 | 2000 | 2000 |
| Cash flow from current operations | -18.4 | -33.6 | -68.4 |
| Change in working capital | -48.7 | 39.2 | -163.7 |
| Total cash flow from current operations | -67.1 | 5.6 | -232.1 |
| Cash flow from investment operations | -124.7 | -45.3 | -448.7 |
| Cash flow from financing operations | 144.2 | 21.2 | 720.6 |
| Change in liquid funds | -47.6 | -18.5 | 39.8 |
| Liquid funds at opening of year | 145.2 | 105.4 | 105.4 |
| Liquid funds at close of period | 97.6 | 86.9 | 145.2 |

| FINANCIAL HIGHLIGHTS | 31 March | | 31 Dec |
|--|-----------------|-------------|---------------|
| | 2001 | 2000 | 2000 |
| Equity, SEK million | 2,304 | 2,337 | 2,319 |
| Balance sheet total, SEK million | 7,250 | 5,827 | 7,890 |
| Net asset value, SEK million | 7,299 | 14,594 | 7,829 |
| Equity ratio I % | 31.8 | 40.6 | 29.4 |
| Equity ratio II % | 59.6 | 81.0 | 58.5 |
| Debt/equity ratio, multiple | 2.1 | 1.4 | 2.3 |
| Data per share, SEK ¹⁾ | | | |
| Market price | 610 | 1,250 | 770 |
| Net asset value | 941 | 1,881 | 1,009 |
| Earnings after taxes | -2.5 | 11.7 | 11.3 |
| Market price/net asset value % | 65 | 66 | 76 |

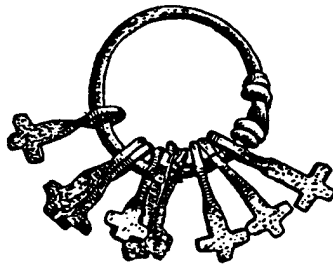
¹⁾ The number of outstanding shares was 7,760,000.

Definitions

Net asset value Equity, adjusted for surplus value/deficit in the long-term securities portfolio without regard to tax effects

Equity ratio I Equity, plus minority interest, divided by the balance sheet total.

Equity ratio II Net asset value, plus minority interest, divided by the balance sheet total, adjusted for surplus value/deficit in holdings of publicly traded securities.



Thor's hammers made of iron, dating from the days of the Vikings and discovered at Innvik, Nordfjord, Norway.

The use of protective amulets in the form of hammers was widespread practice. After the victory of Christianity, the power of the hammer was replaced by that of the cross in popular.

INVIK & CO. AB

Skeppsbron 18, Box 2095, SE-103 13 Stockholm

Telephone +46 8 562 000 20

Telefax +46 8 791 91 07

www.invikab.se