

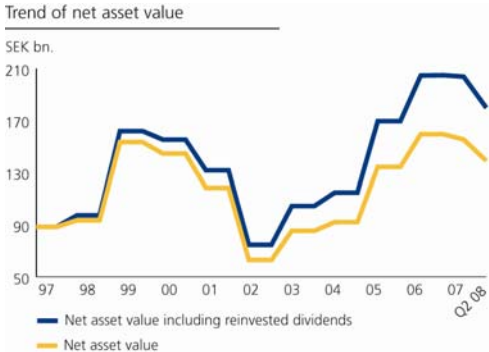
Interim Report January-June 2008

Important events during the second quarter

- 3 Scandinavia (Sweden and Denmark combined) reached EBITDA breakeven on a monthly basis in June.
- An agreement was entered to invest in Lindorff, a leading debt collection company in the Nordic region. Ownership, fully diluted, will be about 57 percent. Investor's total investment, in equity and debt-related instruments, will be approximately EUR 360 m.
- Additional shares were purchased in SEB and Electrolux for SEK 125 m. and SEK 44 m., respectively.
- The sale of the Scania shares is expected to be finalized during the third quarter.
- Financial strength was maintained and leverage was 2 percent on June 30.

Financial information

- The net asset value amounted to SEK 138,885 m. (SEK 182 per share) on June 30, 2008, compared with SEK 155,204 m. (SEK 203 per share) at year-end 2007, corresponding to a change, including dividend paid, of -8 percent in the first half of 2008.
- The consolidated net result for the first half of the year, including change in value, was SEK -12,450 m. (SEK -16.26 per share), compared with SEK 26,690 m. (SEK 34.84 per share) for the same period of 2007.
- Core Investments had an impact of SEK -10,595 m. on income for the period (20,148). Scania had the most positive impact with SEK 3,202 m. and SEB had the largest negative impact with SEK -6,514 m.
- Operating Investments had an effect of SEK -7 m. on income for the period (101).
- Private Equity Investments had an impact of SEK -1,545 m. on income during the period (6,552).
- The total return on Investor shares was -10 percent in the first half of the year (9), of which -2 was in the second quarter (7). The annual total return has averaged 13 percent over the past 20-year period.

INVESTOR'S KEY FIGURES				Trend of net asset value		
	6/30 2008	12/31 2007	6/30 2007	SEK bn.		
Assets, SEK m.	141 393	158 787	184 169			
Net debt/cash, SEK m.	-2 508	-3 583	-1 599			
Net asset value (equity), SEK m.	138 885	155 204	182 570			
Net asset value (equity), SEK/share	182	203	238			
Development during the period/quarter	1/1-6/30 2008	1/1-6/30 2007	4/1-6/30 2008			4/1-6/30 2007
Net income, SEK m.	-12 450	26 690	-3 521			19 345
Net income, SEK/share (before dilution)	-16.26	34.84	-4.60			25.26



Well positioned in a turbulent market



The bear market has weighed on our net asset value which was down a disappointing 8 percent, including dividend, for the first half of the year. However, this compares favorably to the general market, which ended the

period down 17 percent. Our total return was better than the market, but nevertheless was down an unsatisfactory 10 percent. As a consequence, we have not been able to reach our objective of increasing shareholder value during the first six months of the year.

The second quarter was another turbulent period in the financial markets. After a solid start, the markets experienced sharp declines towards the end of the quarter. The credit squeeze and a general economic slowdown in the developed countries, combined with concerns about rising inflation, troubled the markets considerably. This led to a forceful correction of market valuations, reflecting the increased risk to future corporate profitability as companies may experience difficulties in passing on rising costs. The correction was especially painful as many investors called the end of the credit crisis when Bear Stearns was rescued and had started to increase their equities weighting again. The subtitle from the movie *Jaws 2* felt appropriate: "Just when you thought it was safe to go back in the water".

For quite some time, we have been concerned about a slowdown in the global economy and the fact that this risk was not properly reflected in the valuation levels. The slowdown has been apparent for quite some time in the U.S. and not surprisingly, it is now spreading to Europe. This is not an easy environment for central banks, which must balance monetary policies in response to weakening economies and rising inflation. We may be heading into a normal business slowdown on top of a crisis in the credit and fixed income markets. I guess we should not be surprised that the economy remains cyclical, and that it will take some time to work through the excesses resulting from a too low price of risk over the past few years.

Strong financials create opportunities

In this environment, it is comforting to have a strong financial position. Our balance sheet will be even stronger when we receive the proceeds from the divestiture of our shares in Scania to Volkswagen. Closing of the transaction is expected during the third quarter. We intend to use our financial resources to expand our Operating Investments, increase selected Core Investments and continue to build our Private Equity Investments. We believe this strategy will create an attractive return to our shareholders over the next 5-10 years.

When markets correct, it usually takes some time for the market participants to adjust their expectations. Sellers of businesses tend to hold out for the high valuations prevailing earlier, thus making valuations sticky. Judging from the adjustment in the tech sector in the early 2000s, the re-adjustment process typically takes a couple of years. With this in mind, we will remain disciplined in our approach. However, we expect the coming six to 18 months to offer attractive opportunities that we can take advantage of.

Core Investments outperforms market

Although negatively affected by falling stock markets, the return on our Core Investments outperformed the market during the first half of the year, -8 percent vs. the market -17 percent. Based on our cautious outlook, we have only made small investments in SEB and Electrolux during the quarter. Electrolux currently suffers from slowing consumer demand and increased raw material costs but we remain convinced that the company can achieve industry average margins by strengthening its brand, launching new attractive products and establishing a more efficient cost structure. For example, the launch of the Electrolux brand in the U.S. appears to be off to a promising start. The slowing market may also allow the company to accelerate its restructuring process. Financial stocks remain under pressure generally due to the credit market concerns and the worries about the Baltic economies are hurting the SEB share specifically. We still see risks in the financial system as discussed before. However, we maintain the view that the long-term value creation potential in SEB is attractive.

Boards crucial for value creation

Strong, well functioning boards are central for value creation efforts among our holdings. In several of our Core Investments, decisions were taken at the latest AGMs to change the structure of the board fee by paying part of the fee in shares. We believe this is an important step to enable a stronger alignment of interests between boards and shareholders.

Another observation from the past AGM season is the need to strengthen the mandate of the board and give them more decision-making autonomy. Today many decisions are pushed to the shareholders and thus relieving the board from its responsibility. For example, the AGMs review compensation matters in detail today. I believe AGMs should only focus on key parameters, such as dilution and total costs. The board should deal with the details. Otherwise, we run the risk that nobody will carry full responsibility for a poorly designed compensation system. If the shareholders are not satisfied with the decisions and the performance of the board, they can and should change it.

Milestones reached within Operating Investments

Within Operating Investments we agreed to acquire 50 percent of the debt collection company Lindorff. Part of our investment is in a convertible security, which after conversion would allow us to own about 57 percent of the capital. Lindorff offers a broad range of services within credit handling and debt collection and has a strong track record of profitable growth. With its base in the Nordic region, we believe the company has a strong platform for further expansion in Europe. Furthermore, we believe this market will enjoy a solid secular growth trend for the longer term. Together with our partner Altor, who previously owned 65 percent, we look forward to building this company further and believe that our strong name, network and experience from developing international companies will contribute to successful execution of the growth strategy, allowing us to generate an attractive return for our shareholders.

We are pleased to note that 3 Scandinavia (Sweden and Denmark combined) reached EBITDA breakeven on a monthly basis in June. This is an important milestone which clarifies the financial viability of the business. We congratulate the management and the whole organization for a successful job that has required devotion and hard work. We also appreciate the confidence shown by 3 Scandinavia's customers, to which the company remains committed to continue delivering first-class services. Achieving breakeven creates strategic flexibility for the business. The potential operating leverage remains large and we look forward to continued growth, which should create value for us as shareholders. As with our other holdings, for competitive reasons, we will not communicate 3 Scandinavia's future operational goals.

CaridianBCT, formerly Gambro BCT, continues to develop strongly. In late June, the company received FDA approval for its new Atreus system, allowing CaridianBCT to start marketing the system in the U.S. Gambro is continuing its restructuring processes according to plan. Near term profitability has been hurt by further investments in quality improvements and currency effects. Increased focus on R&D and product development is resulting in a number of new product launches this year.

It is gratifying to see that Mölnlycke continues to execute on the growth plan we laid out when it was acquired. The headwind from the adverse development of the USD and GBP has negatively impacted reported results. However, in constant currencies Mölnlycke is performing well and is continuing to show double-digit growth.

Solid performance within Private Equity

The exit market remains very challenging in Private Equity. The tight credit market restricts M&A activities and the IPO market was very slow during the second quarter. For example, for the first time in 30 years, there were no venture-backed IPOs in the U.S. With this in mind, it is satisfactory to see that both EQT and Investor Growth Capital achieved significant exits during the quarter. Investor Growth Capital's portfolio continued to develop well, and positive performance of the holdings counterbalanced falling valuations of public comparables. The EQT portfolio continues to perform with limited financing needs, as currently projected.

We believe it is prudent to expect additional quarters characterized by economic weakness and turbulent financial markets. Our net asset value may be negatively affected in the short term by weaker markets, but with our strong financials we will be in pole position to capture attractive investment opportunities, which will generate significant long-term value for our shareholders.



Börje Ekholm

Development of the Group

In the first half of the year, the net asset value decreased from SEK 155.2 bn. to SEK 138.9 bn. The net result for the period, including change in value, was SEK -12.5 bn. (26.7). The corresponding figure for the second quarter was SEK -3.5 bn. (19.3). Investor's net debt amounted to SEK 2.5 bn. at the close of the quarter. Dividends to shareholders, amounting to SEK 3.6 bn. (3.4), were distributed during the second quarter. During the first half of the year, Investor's net asset value development outperformed the general Swedish stock market.

[Read more on investorab.com under "Investor in Figures" >>](#)

Net asset value

The net asset value amounted to SEK 138,885 m. on June 30, 2008, (compared with SEK 155,204¹⁾ m. at year-end 2007) corresponding to SEK 182 per share (203). The net asset value changed by SEK -16,319 m. during the first half of the year (23,250), and by SEK -7,118 m. in the second quarter (19,257).

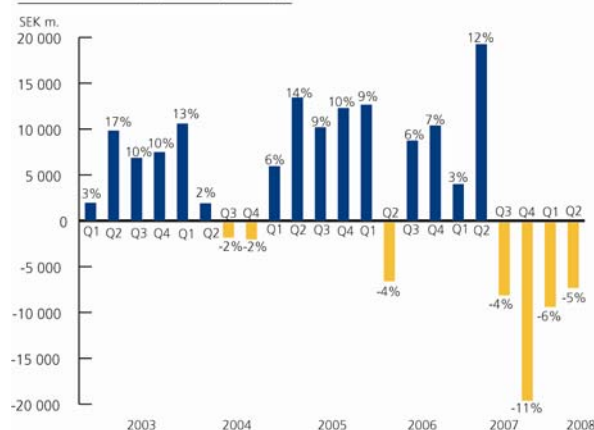
The change in net asset value, including dividend, was -8 percent in the first half of the year (17) and -2 percent during the second quarter (12). During the corresponding periods, the total return index of the Stockholm Stock Exchange (SIXRX) changed by -17 percent and -7 percent, respectively.

1) For balance sheet items, figures in parentheses refer to year-end 2007 figures. For income items, the figures in parentheses refer to the same period last year.

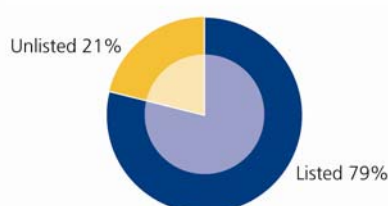
INVESTOR'S NET ASSET VALUE

	6/30 2008		12/31 2007	
	SEK/share	SEK m.	SEK/share	SEK m.
Core Investments	145	110 548	166	127 293
Operating Investments	16	12 420	15	11 806
Private Equity Investments	21	15 998	23	17 718
Financial Investments	3	2 770	4	2 583
Other assets and liabilities	0	-343	-1	-613
Total assets	185	141 393	207	158 787
Net debt	-3	-2 508	-4	-3 583
Net asset value	182	138 885	203	155 204

Net asset value, quarterly change



Percentage of listed and unlisted assets, 6/30 2008



INVESTOR'S BUSINESS AREA STRUCTURE

	Type of company/operation	Type of ownership	Valuation principle
Core Investments	Well established, global companies that are listed. Long ownership horizon.	Leading minority ownership.	Stock price (bid).
Operating Investments	Medium-size to large companies with a medium-long ownership horizon, primarily unlisted holdings.	Majority ownership or significant minority position.	Share of shareholders' equity.
Private Equity Investments	Growth companies and buyouts, primarily unlisted companies. Ownership horizon: ~3-7 years.	Leading minority ownership in Investor Growth Capital and majority owned in EQT.	Stock price (bid), multiple or third-party valuation.
Financial Investments	Financial holdings/operations with a shorter ownership horizon.	Minority ownership.	Stock price (bid) or third-party valuation.

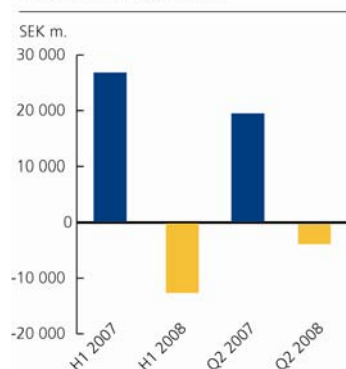
Trend of earnings

The consolidated net result, including change in value, was SEK -12,450 m. in the first six months of the year (26,690), of which SEK -3,521 m. was in the second quarter (19,345).

Core Investments impacted income for the period by SEK -10,595 m. (20,148), Operating Investments by SEK -7 m. (101), Private Equity Investments by SEK -1,545 m. (6,552) and Financial Investments by SEK -51 m. (72).

In the second quarter, Core Investments impacted income by SEK -3,511 m. (16,109), Operating Investments by SEK -96 m. (482), Private Equity Investments by SEK 161 m. (2,961) and Financial Investments by SEK 14 m. (-26).

Trend of earnings, Group



Dividend to shareholders

The dividend payment of SEK 4.75 per share (4.50), totaling SEK 3,637 m., was distributed to Investor shareholders in the second quarter (3,449).

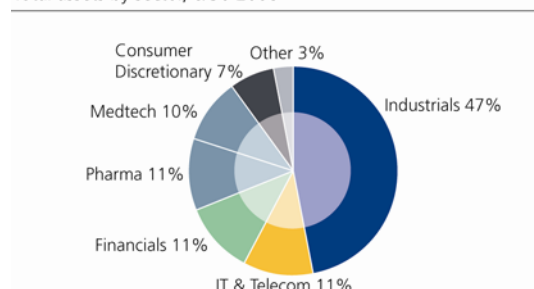
EARNINGS, INVESTOR GROUP

SEK m.	4/1-6/30 2008	1/1-6/30 2008	1/1-6/30 2007
Change in value	-6 018	-15 534	24 041
Dividends	2 903	3 787	3 377
Operating costs ¹⁾	-147	-287	-296
Other income items ²⁾	-259	-416	-432
Net income	-3 521	-12 450	26 690
Dividend	-3 637	-3 637	-3 449
Other	40	-232	9
Change in net asset value	-7 118	-16 319	23 250

1) Includes costs for long-term share-based remuneration programs calculated in the accounts. For the period 1/1-6/30, 2008, the cost was SEK 12 m.
2) Other income items include shares of results of associated companies.

See Segment Reporting, page 23, for a detailed presentation of each business area's development.

Total assets by sector, 6/30 2008



As of this report the sector split of investments has been changed in order to reflect the international standard GICS.

TOTAL ASSETS BY SECTOR AND BUSINESS AREA ON JUNE 30, 2008

SEK m.	Industrials	IT & Telecom	Financials	Pharma	Medtech	Consumer discretionary	Other	Total
Core Investments	65 269	10 356	15 829	13 181	-	5 913	-	110 548
Operating Investments	-	1 079	-	-	9 406	1 336	599	12 420
Private Equity Investments	676	4 537	-	1 671	4 478	2 640	1 996	15 998
Financial Investments and Other	-	-	-	-	-	-	2 427	2 427
Total	65 945	15 972	15 829	14 852	13 884	9 889	5 022	141 393

OVERVIEW OF NET ASSET VALUE

	Number of shares 6/30 2008 ¹⁾	Ownership, 6/30 2008 (%) Capital ²⁾	Ownership, 6/30 2008 (%) Votes ²⁾	Share of total assets, 6/30 2008 (%)	Market value SEK/share, 6/30 2008	Market value ³⁾ , SEK m. 6/30 2008	Market value, SEK m. 12/31 2007
<i>Core Investments</i>							
ABB	166 330 142	7.2 ⁴⁾	7.2 ⁴⁾	20	37	28 442	30 771
Atlas Copco	190 280 826	15.5	21.2	12	22	16 850	18 227
Scania	88 027 028	11.0	20.0	12	22 ⁵⁾	16 714 ⁵⁾	14 612
SEB	141 527 895	20.6	20.9	11	21	15 829	22 662
AstraZeneca	51 587 810	3.6 ⁶⁾	3.6 ⁶⁾	9	17	13 181	14 290
Ericsson	164 078 704	5.1	19.5	8	14	10 356	12 417
Saab AB	21 611 925	19.8	38.0	2	4	3 263	2 799
Husqvarna	57 826 258	15.0	27.9	2	4	2 984	4 134
Electrolux	38 165 071	12.4	28.5	2	4	2 929	3 969
OMX	-	-	-	-	-	-	3 412
				78	145	110 548	127 293
<i>Operating Investments</i>							
Mölnlycke Health Care		62	46	4	8	6 145	5 729
Gambro Holding (Gambro & CaridianBCT)		49	49	2	4	3 261	3 217
The Grand Group		100	100	1	2	1 336	1 337
3 Scandinavia		40	40	1	1	1 079	920
Other		-	-	1	1	599	603
				9	16	12 420	11 806
<i>Private Equity Investments</i>							
EQT		n/a ⁷⁾	n/a ⁷⁾	6	12	8 849	10 200
Investor Growth Capital		100	100	5	9	7 149	7 518
				11	21	15 998	17 718
<i>Financial Investments</i>							
		-	-	2	3	2 770	2 583
<i>Other Assets and Liabilities</i>							
		-	-	0	-	-343	-613
Total Assets		-	-	100	185	141 393	158 787
Net Debt		-	-	-	-3	-2 508	-3 583
Net Asset Value		-	-	-	182	138 885	155 204

1) Holdings, including any shares on loan.

2) Calculated in accordance with the disclosure regulations of Sweden's Financial Instruments Trading Act (LHF), unless specified otherwise.

3) Valued according to the class of share held by Investor, with the exception of Saab and Electrolux, for which the most actively traded class of share is used.

4) Calculated in accordance with Swiss disclosure regulations.

5) Investor's shares in Scania are valued at the price agreed with Volkswagen less dividends, proceeds from mandatory redemption received in the second quarter and transaction costs, but including interest on the transaction value as agreed upon with Volkswagen.

6) Calculated in accordance with British disclosure regulations.

7) Investor's share of capital in the 12 EQT funds varies from 12 to 61 percent.

Core Investments

Core Investments had an impact of SEK -10.6 bn. on income (20.1) for the first half of the year, of which SEK -3.5 bn. was in the second quarter (16.1). Additional shares were purchased in Electrolux and SEB in the second quarter. The business area was down 8 percent during the first half of the year, of which a decline by 3 percent during the second quarter. This is clearly better than the return index of the Stockholm Stock Market (SIXRX) that recorded total returns of -17 and -7 percent, respectively.

[Read more on investorab.com under "Our Investments" >>](#)

Stock markets were burdened by increased interest rates, higher material and energy costs and the weakening of the dollar. Concerns about a weakening economy and its effect on global demand also contributed to the negative sentiment.

The sale of the Scania shares is expected to be finalized during the third quarter. Scania shares are valued at the price agreed with Volkswagen less dividends, proceeds from mandatory redemption received in the second quarter and transaction costs, but including interest on the transaction value.

A 1:5 reverse split of Ericsson's shares was carried through during the quarter.

Purchases and sales

In SEB, 1,000,000 A-shares were purchased for SEK 125 m. In Electrolux, 500,000 B-shares were purchased for SEK 44 m.

Events occurring earlier during the year

In the first quarter, shares in SEB were purchased for SEK 470 m., in Husqvarna for SEK 249 m., in Electrolux for SEK 101 m. and in Atlas Copco for SEK 55 m. The position in OMX was divested for SEK 3,412 m.

Redemption programs

In the second quarter, a redemption program was carried out relating to Scania, in which Investor sold 88,027,028 redemption rights for SEK 660 m.

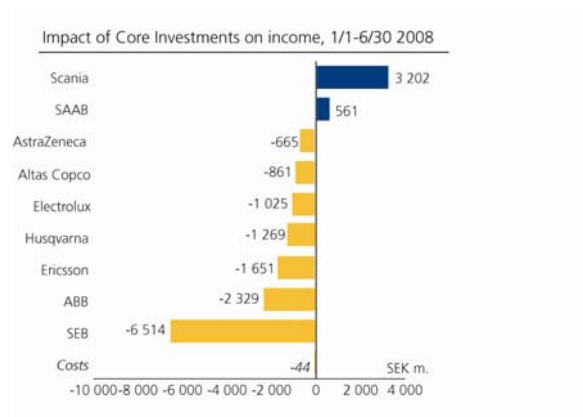
Dividends

Dividends from the Core Investments totaled SEK 3,166 m. in the first six months of the year (2,981).

Earnings for the period

Core Investments had an impact of SEK -10,595 m. on income in the first half of the year (20,148), of which SEK -3,511 m. was in the second quarter (16,109).

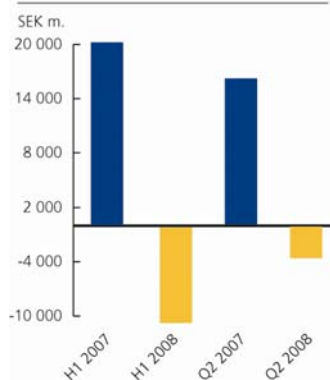
Scania had a positive impact of SEK 3,202 m. for the period. SEB and ABB had negative impact of SEK -6,514 and SEK -2,329 m., respectively.



EARNINGS, CORE INVESTMENTS

SEK m.	4/1-6/30 2008	1/1-6/30 2008	1/1-6/30 2007
Change in value	-6 215	-13 717	17 241
Dividends	2 722	3 166	2 981
Operating costs	-18	-44	-74
Effect on income	-3 511	-10 595	20 148

Trend of earnings, Core Investments



OVERVIEW OF CORE INVESTMENTS

	Net purchases (+)/sales(-) SEK m. 2008	Total return ¹⁾ 2008 (%)	Average total return 5 years ¹⁾ (%)
ABB	-	-7	+53
AstraZeneca	-	-4	-2
Atlas Copco	+55	-5	+30
Electrolux	+145	-26	+7
Ericsson	-	-14	+10
Husqvarna	+249	-29	-8 ²⁾
OMX ³⁾	-3 412	-	-
Saab AB	-	+21	+10
Scania	-660 ⁴⁾	-	+18
SEB	+595	-30	+10

1) Calculated as the sum of share price changes and reinvested dividends.

2) Average total return since the IPO on June 13, 2006.

3) Exited during the first quarter 2008.

4) Refers to the sale of redemption rights in the redemption program.

Operating Investments

Operating Investments had an effect of SEK -7 m. on income for the first half of 2008 (101), of which SEK -96 m. was in the second quarter (482). An agreement was reached to invest in Lindorff, a leading debt collection company in the Nordic region. Operating Investments, except for The Grand Group, are reported with one month's delay.

[Read more on investorab.com under "Our Investments" >>](#)

Earnings for the period

Operating Investments had an effect of SEK -7 m. on income (value impact on Investor) in the first half of the year (101), of which SEK -327 m. was attributable to 3 Scandinavia (-457), SEK 234 m. to Mölnlycke Health Care (-1) and SEK 128 m. to Gambro Holding (281).

In the second quarter, Operating Investments had an effect of SEK -96 m. on income (482), of which SEK -162 m. was attributable to 3 Scandinavia (-208), SEK 92 m. to Mölnlycke Health Care (-1) and SEK -19 m. to Gambro Holding (680).

Continued investments in the company's businesses to achieve long-term profitable growth and currency effects continued to weigh on the figures reported for CaridianBCT, Gambro and Mölnlycke Health Care in the second quarter.

Net asset value

OPERATING INVESTMENTS

	6/30 2008		12/31 2007	
	SEK/share	SEK m.	SEK/share	SEK m.
Mölnlycke Health Care	8	6 145 ¹⁾	7	5 729
Gambro Holding	4	3 261 ²⁾	4	3 217
The Grand Group	2	1 336	2	1 337
3 Scandinavia	1	1 079 ¹⁾	1	920
Other ³⁾	1	599	1	603
Total	16	12 420	15	11 806

1) Refers to Investor's share of equity on May 31, 2008 and shareholders' loans.

2) Refers to Investor's share of equity on May 31, 2008.

3) Includes the holdings in Kunskapsskolan and Novare, among others.

The business area's effect on net asset value was SEK -55 m. in the first half of 2008 (313), of which SEK 63 m. was in the second quarter (587).

TREND OF NET ASSET VALUE, OPERATING INVESTMENTS

SEK m.	1/1-6/30 2008
Net asset value on January 1	11 806
Investments	683
Divestments	-
Effect on net asset value	
<i>Effect on income</i>	-7
<i>Other (currency, etc.)</i>	-48
	-55
Other	-14
Net asset value on June 30	12 420

VALUATION METHODOLOGY WITHIN OPERATING INVESTMENTS

In the Operating Investments business area, Investor normally has majority ownership or a stake with significant influence in the underlying investment. Investments classified as associated companies are reported using the equity method and subsidiaries are fully consolidated. Investor's share of the holding's equity constitutes the valuation of the holding when the equity method is applied and Investor's share of the holding's net result is included in the income statement. Thus, for companies incurring large costs that impact short-term profits negatively, the value of the holding declines in Investor's net asset value. As a consequence, Investor is now providing key operating figures, such as normalized EBITDA and net debt, in order to facilitate the market's evaluation of these investments. In normalized EBITDA, one-off items, such as restructuring costs, certain amortization items and write-downs, and specific investments, are eliminated to better reflect the underlying result. Figures for Mölnlycke Health Care, 3 Scandinavia, CardianBCT and Gambro are reported with one month's delay. Quarterly figures refer to the period March 1, 2008 to May 31, 2008.

BRIDGE BETWEEN RESULT AND EFFECT ON VALUE

<i>Investor's share of:</i>	
Operating income for the period (EBITDA)	+
Amortization	-
Net financial items, tax, etc.	+/-
Equity items, etc. (such as currency)	+/-
Effect on value in the second quarter	+/-

VALUATION METHODOLOGY

Initial investment/equity	+
Investments/divestments up to Q1 2008	+/-
Accumulated effect on value up to Q1 2008	+/-
Investments in second quarter of 2008	+
Divestments in second quarter of 2008	-
Effect on value in second quarter of 2008	+/-
Closing net asset value/equity	=

Gambro Holding

Gambro Holding owns Gambro and CaridianBCT. The companies are jointly financed and included in Gambro Holding. Since net debt of the companies has not been formally distributed, net asset value, the effect on Investor's income and net debt are reported as a total for the two companies. Gambro Holding had a total impact of SEK 128 m. (281) on Investor's income in the first half of the year, of which SEK -19 m. was in the second quarter (680).

COMBINED KEY FIGURES, GAMBRO HOLDING¹⁾

Balance sheet items	Q2 2008	Q4 2007
Net debt (SEK m.)	22 859	22 939

1) Items are reported with one month's delay.



Read more on the Web: www.gambro.com >>

Activities during the quarter

Gambro introduced the Artis™ system, a new generation hemodialysis (HD). The Artis system has been developed to address growing patient populations that require a higher level of care and more effective treatment delivery.

The introduction of Artis and the expected launch of several new products in the second half of the year illustrate an increased focus on innovation and product development.

PrismaFlex® (renal intensive care) showed strong sales in the U.S. during the quarter.

Gambro signed a preliminary agreement to sell the bloodline manufacturing facility in Italy as part of the concentration to the newly opened factory in the Czech Republic.

The company recorded a positive outcome from the settlement of patent infringement litigation.

Financial performance

Net sales increased by 2 percent in the first half of 2008, compared to the corresponding period last year. The decline in normalized EBITDA is partly due to currency effects and further investments in quality improvements and product launches.

KEY FIGURES, GAMBRO¹⁾

Income statement items	H1 2008	H1 2007	Rolling 12-months
Net sales (SEK m.)	5 522	5 423	11 148
Normalized EBITDA (SEK m.)	722	824	1 767
Normalized EBITDA (%)	13	15	16

1) Income statement items are reported with one month's delay.

BRIEF FACTS, GAMBRO

Gambro is a global medical technology company and a leader in developing, manufacturing and supplying products, therapies and services for in-center care and self-care hemodialysis, peritoneal dialysis, renal intensive care and hepatic care.

Investor's ownership (capital)	49% ¹⁾
Year of investment	2006
Number of employees	~8,000

1) Investor also indirectly owns 10 percent through its ownership in EQT IV.



Read more on the Web: www.caridianbct.com >>

Activities during the quarter

On July 14, Gambro BCT will legally change its name to CaridianBCT.

FDA clearance was received for the Atreus® Whole Blood Processing system in the U.S. The Atreus system is the first self-contained, automated manufacturing system cleared for distribution in the U.S. The rollout of Atreus in Europe continues at a good pace.

Clinical trial data for Mirasol™ were presented during the quarter. The data highlighted the clinical effectiveness and safety of the Mirasol process. Processes for country-specific regulatory validation and regulatory approvals have begun in a number of countries.

Core products Trima® and Spectra™ continued to have a robust market performance during the quarter.

Financial performance

Net sales grew by 23 percent compared with the corresponding period last year. The normalized EBITDA-margin was 26 percent (28). The decline was due to heavy investments to launch the new products.

KEY FIGURES, CARIDIANBCT¹⁾

Income statement items	H1 2008	H1 2007	Rolling 12 months
Net sales (USD m.)	228	185	431
Normalized EBITDA (USD m.)	60	52	113
Normalized EBITDA (%)	26	28	26

1) Income statement items are reported with one month's delay.

BRIEF FACTS, CARIDIANBCT

CaridianBCT develops and sells products for collecting and separating whole blood into its components, as well as cell therapy procedures.

Investor's ownership (capital)	49% ¹⁾
Investment year	2006
Number of employees	~2,100

1) Investor also indirectly owns 10 percent through its ownership in EQT IV.

Activities during the quarter

In the Wound Care division, sales of the Mepilex® antibacterial dressing are building momentum in Europe and the North America.

The first advanced wound care product, using Safetac® technology, has been approved for the Japanese market and will be launched in the coming quarter. The benefits of the Safetac technology were highlighted by The World Union of Wound Healing Societies, which published a consensus document with the goal to raise awareness of wound-related pain and show how dressings with Safetac technology can minimize trauma and pain at dressing change.

The Surgical division continued to achieve strong sales growth in Europe for customized procedure trays (ProcedurePak®) and in the U.S. for surgical gloves. To further expand the tray business, significant investments are being made to deliver an innovative IT platform to align and integrate all appropriate processes for the sales, operation and growth of the business.

Financial performance

Despite the impact of adverse GBP and USD currency movements compared to last year, growth seen in late 2007 and the first quarter of 2008 continued into the second quarter with maintained profitability. Mölnlycke recorded a normalized EBITDA margin of 27 percent during the first half of the year (27).

Mölnlycke Health Care contributed SEK 234 m. to income in the first half of the year 2008 (-1), of which SEK 92 m. was in the second quarter (-1).

KEY FIGURES, MÖLNLYCKE HEALTH CARE¹⁾

<i>Income statement items</i>	H1 2008	H1 2007 ²⁾	Rolling 12 months
Net sales (EUR m.)	387	377	781
Normalized EBITDA (EUR m.)	105	101	217
Normalized EBITDA (%)	27	27	28

<i>Balance sheet items</i>	Q2 2008	Q4 2007
Net debt (EUR m.)	1 885	1 912

- 1) Income statement items and balance sheet items are reported with one month's delay.
2) Pro forma, since Investor owned the company for only part of the year.

BRIEF FACTS, MÖLNLYCKE HEALTH CARE

A world-leading manufacturer and provider of single-use surgical and wound care products and services, primarily for the professional healthcare sector.

Investor's ownership (capital)	62%
Investment year	2007
Number of employees	~6,100

Activities during the quarter

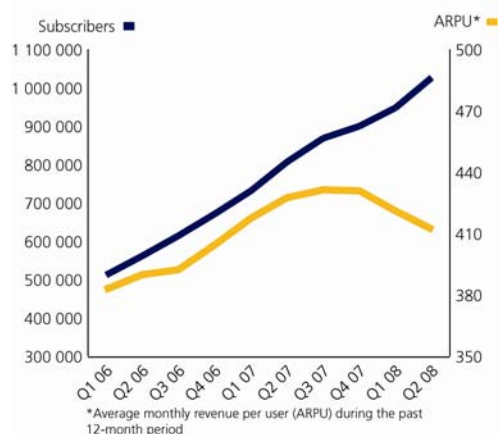
In June, 3 Scandinavia (Sweden and Denmark combined) reached EBITDA breakeven on a monthly basis. However, this was not reflected in results for this report since figures are presented with one month's delay. 3 Sweden has been EBITDA positive since April.

The milestone of one million subscribers was reached in June.

3 Scandinavia has won several awards for best mobile broadband in Sweden (Mobil, PC För Alla and M3) and has also been praised for its voice coverage quality.

As a market innovator with technological leadership, 3 Scandinavia is continuing to upgrade the network and doubled its mobile broadband capacity to 14.4 Mbit/s in some parts of the network during the second quarter. In an auction held by the Swedish Post and Telecom Agency (PTS), 3 secured the desired two frequency blocks it needs to remain a pioneer in high-speed mobile transmission. The company will now be able to continue the evolution of 3G and eventually launch full LTE (Long Term Evolution), with peak download rates above 300 Mbit/s.

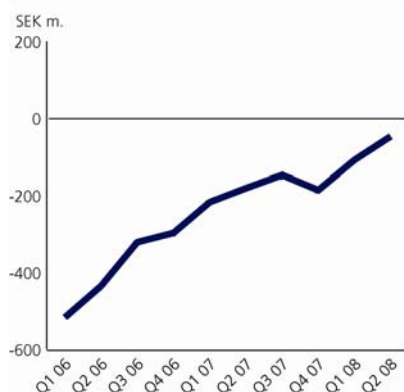
Development of 3 Scandinavia



Financial performance

Net sales rose by almost 22 percent, compared with the same period last year, and losses (normalized EBITDA) were reduced by 242 m. The effect on Investor's income for the first half year was SEK -327 m. (-457), of which SEK -162 m. was in the second quarter (-208). During the quarter, Investor invested SEK 267 m. in 3 Scandinavia. As of June 30 2008, Investor has invested a total of SEK 5,590 m. in the company.

Normalized EBITDA, 3 Scandinavia



KEY FIGURES, 3 SCANDINAVIA¹⁾

<i>Income statement items</i>	H1 2008	H1 2007	Rolling 12 months
Net sales (SEK m.)	2 461	2 019	4 998
Normalized EBITDA ²⁾ (SEK m.)	-155	-397	-488

<i>Balance sheet items</i>	Q2 2008	Q4 2007
Net debt (SEK m.)	10 239	10 167

<i>Other key figures³⁾</i>	6/30 2008	12/31 2007
Subscribers	1 026 000	900 000
ARPU (SEK) ⁴⁾	412	431
Non-voice ARPU ⁴⁾ (%)	31	27
Postpaid/prepaid ratio	90/10	90/10

- 1) Income statement items and balance sheet items are reported with one month's delay.
- 2) EBITDA for 3 Scandinavia is defined as: EBITDA after deducting all customer acquisition and retention costs.
- 3) Other key figures are reported without any delay.
- 4) Average monthly revenue per user (ARPU) figures refer to the past 12-month period.

BRIEF FACTS, 3 SCANDINAVIA

3 Scandinavia is the leader in the Swedish and Danish 3G markets. 3 Scandinavia offers music, MSN, mobile broadband and TV channels for mobile phones.

Investor's ownership (capital)	40%
Investment year	1999
Number of employees	~1,500



[Read more on the Web: www.lindorff.com >>](http://www.lindorff.com)

On June 11, Investor announced an agreement to acquire 50 percent of the votes in Norwegian-based Lindorff, forming a partnership with Altor, who previously owned 65 percent of the company. After the transaction, Altor will remain a shareholder of Lindorff with a 50-percent stake.

The transaction values Lindorff at an enterprise value of EUR 1,160 m. Approximately 50 percent of the company will be financed by ring-fenced debt. Investor's total investment amounts to approximately EUR 360 m., of which EUR 335 m. in equity and convertibles and EUR 25 m. in mezzanine financing.

Upon conversion, Investor's ownership will amount to about 57 percent.

Lindorff, headquartered in Oslo, Norway, is a leading debt collection company in the Nordic region with a growing European presence. In 2007, Lindorff had pro forma sales of EUR 349 m. and normalized EBITDA after portfolio depreciation of EUR 102 m.

The acquisition is subject to, among other things, approval from the relevant competition authorities and is expected to be finalized in the third quarter. Lindorff will be valued in accordance with the equity method.

BRIEF FACTS, LINDORFF

Lindorff, headquartered in Oslo, Norway, is a leading debt collection company in the Nordic region with a growing European presence. Lindorff has offices in Denmark, Estonia, Finland, Latvia, Lithuania, Germany, the Netherlands, Norway, Russia and Sweden.

Investor's ownership (capital after full conversion)	57%
Investment year	2008
Number of employees	~1,800



[Read more on the Web: www.grandhotel.se >>](http://www.grandhotel.se)

Activities during the quarter

Grand Hôtel continued to improve its already unique standard and completed the renovation of 12 more hotel rooms.

Financial performance

Grand Hôtel's net sales in the first six months were somewhat higher than in the corresponding period of 2007. A weaker economy, especially in the U.S. and throughout the financial industry, impacted traveling to the region negatively and consequently the occupancy level at the hotel.

KEY FIGURES, GRAND HÔTEL

<i>Income statement items</i>	H1 2008	H1 2007	Rolling 12 months
Net sales (SEK m.)	198	192	438
EBITDA (SEK m.)	45	42	123
EBITDA (%)	23	22	28

<i>Balance sheet items</i>	Q2 2008	Q4 2007
Net debt ¹⁾ (SEK m.)	501	494

1) Included in Investor's consolidated net debt.

BRIEF FACTS, GRAND HÔTEL

Grand Hôtel is Scandinavia's leading hotel situated on the waterfront in downtown Stockholm with a view over the Old Town and the Royal Palace. The hotel has 374 guest rooms and a number of conference areas, restaurants and bars. Grand Hôtel is a member of The Leading Hotels of the World and is included in InterContinental Hotels & Resorts' international sales and reservations system.

Investor's ownership (capital)	100%
Investment year	1968
Number of employees	~335

Private Equity Investments

The Private Equity Investments business area had an impact of SEK -1,545 m. on income in the first half of 2008 (6,552), of which SEK 161 m. for the second quarter (2,961). Investor Growth Capital and EQT's funds both had a positive effect on income during the second quarter.

[Read more on investorab.com](http://investorab.com) under "Our Investments" >>

Purchases and sales

Cash-flow (divestments less investments) from the Private Equity business was SEK 95 m. for the first half of the year (1,310), of which SEK 90 m. in the second quarter (450).

A total of SEK 1,999 m. was invested in the first half of the year (2,413), of which SEK 1,410 m. was in the second quarter (2,099). Investments during the first half comprised SEK 1,479 m. in new investments (2,156) and SEK 520 m. in add-on investments (257).

Investments were sold for SEK 2,094 m. during the period (3,723), of which SEK 1,500 m. was in the second quarter (2,549).

PURCHASES AND SALES, PRIVATE EQUITY INVESTMENTS

SEK m.	1/1-6/30 2008	
	Purchases	Sales
EQT	1 207	1 326
Investor Growth Capital	792	768
Total	1 999	2 094

Earnings for the period

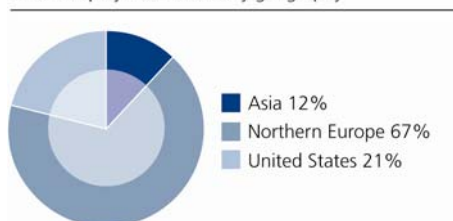
The result for the first six months was SEK -1,545 m. (6,552), of which SEK 161 m. was in the second quarter (2,961).

The main contributor to the positive result for the second quarter was the realization of the remaining shares in Tognum within EQT funds. Contracting market multiples for comparable companies were partly offset by solid performance in a few companies.

EARNINGS, PRIVATE EQUITY INVESTMENTS

SEK m.	4/1-6/30 2008	1/1-6/30 2008	1/1-6/30 2007
Change in value (incl. dividends)			
EQT	194	-1 051	5 742
Investor Growth Capital	7	-398	917
Operating costs	-40	-96	-107
Effect on income	161	-1 545	6 552

Private Equity Investments by geography



Net asset value

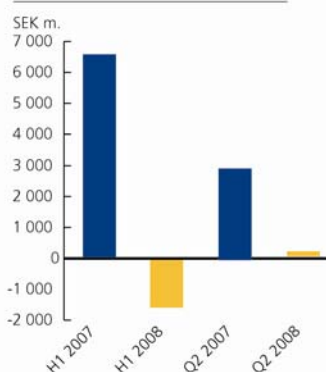
PRIVATE EQUITY INVESTMENTS BY UNIT

	6/30 2008		12/31 2007	
	SEK/share	SEK m.	SEK/share	SEK m.
EQT	12	8 849	13	10 200
Investor Growth Capital	9	7 149	10	7 518
Total	21	15 998	23	17 718

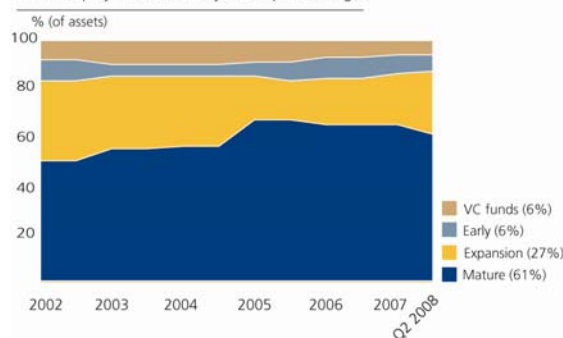
LISTED/UNLISTED IN PRIVATE EQUITY INVESTMENTS

	Listed	Unlisted
EQT	1%	99%
Investor Growth Capital	7%	93%

Trend of earnings, Private Equity Investments



Private Equity Investments by development stage



Investor Growth Capital

[Read more on the Web: www.investorgrowthcapital.com >>](http://www.investorgrowthcapital.com)

Economic and financial market uncertainty continued to influence the venture capital business during the quarter. There was virtually no opportunity to begin an exit process through an IPO as there were no new venture-backed public offerings in the U.S., for the first time in 30 years. M&A activity also slowed to a level not seen since 2000. However, new VC investment activity held up, in part supported by more reasonable company valuations.

Events occurring in the second quarter

New investments were made in Contextweb, InQuira, Liba, Magelo, OnePhone and Zephyr.

Contextweb (United States) provides high-precision, real-time contextual advertising solutions for online advertising.

InQuira (United States) is a leading provider of multi-channel customer experience management software solutions to enterprises.

Liba (China) is the largest Internet B2C portal for home improvement products and services in China.

Magelo (Hong Kong) provides a broad array of added-value services to the online gaming community.

OnePhone (Sweden) offers a total telephony solution based on software to Small to Medium Enterprises based exclusively on mobile handsets.

Zephyr is a leading Japanese company manufacturing small wind turbines.

Follow-on investments were made in Biolex and Tobii, among other holdings.

The holdings in Doxa, Gyros and Åmic were exited during the quarter and an agreement to sell Visiprise was entered (subject to approval by relevant antitrust authorities).

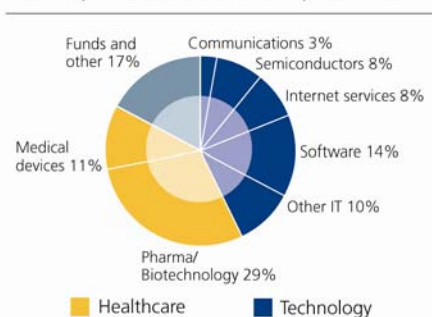
A recapitalization was made in Swedish Orphan, releasing cash to the owners.

Events occurring earlier during the year

New investments were made in AirPlusTV, Byecity, Cayenne Medical and Keybroker.

Holdings in Exigen and Navini Networks were sold.

Sector exposure Investor Growth Capital, 6/30 2008



EQT's funds

[Read more on the Web: www.eqt.se >>](http://www.eqt.se)

Events occurring in the second quarter

EQT Opportunity agreed to acquire the heavy duty engine cooling division of Valeo.

EQT I and EQT III sold a stake corresponding to 22.1 percent of the shares in Duni AB.

EQT IV sold its remaining stake of 22.3 percent of the shares in Tognum to Daimler.

EQT V, through ESML Intressenter, completed and cash settled the acquisition of Securitas Direct.

Events occurring earlier during the year

EQT III sold its holding in Finn-Power.

EQT V acquired SAG.

INVESTOR'S PRIVATE EQUITY INVESTMENTS

Private equity investments have been made since Investor was established in 1916 but were given their current modern shape and structure in the mid-1990s. The private equity activities generate high returns when exits are realized, allow for increased diversification of the portfolio, synergies with the core investments and the possibility to discover important new technologies and new business trends early.

Investor conducts two different types of private equity investments: venture capital investments in young growth-oriented companies and loan-financed investments (buyouts) in medium to large size companies that are more mature and have development potential. Venture capital activities are conducted by Investor Growth Capital, a wholly owned subsidiary. Buyout activities are conducted through EQT's funds, which are partly owned by Investor. Investor Growth Capital is active in the United States, Northern Europe and Asia. EQT, partly owned by Investor, has 12 funds focused on companies in Northern Europe and Greater China.

Investments in private equity, which involve more risk by their nature, are made with the objective of realizing an average annualized return (IRR) of 20 percent.

Financial Investments

The business area had an effect of SEK -51 m. on income in the first half of the year (72), of which SEK 14 m. was in the second quarter (-26). The positive impact during the second quarter was attributable to strong performance by Active Portfolio Management.

[Read more on investorab.com under "Our Investments" >>](#)

Earnings for the period

Financial Investments had an effect of SEK -51 m. on income in the first six months of the year (72), of which SEK 14 m. was in the second quarter (-26). Most of the remaining shares in Logica were divested during the second quarter.

Net asset value

FINANCIAL INVESTMENTS

	6/30 2008		12/31 2007	
	SEK/share	SEK m.	SEK/share	SEK m.
Active Portfolio Management	2	1 776	2	1 248
RAM One	1	825	1	841
Other	0	169	1	494
Total	3	2 770	4	2 583

Active Portfolio Management

Investor's Active Portfolio Management unit generated operating income (dividends and value changes but before operating costs) of SEK 105 m. in the first half of the year (147), of which SEK 80 m. was in the second quarter (74).

Investor's Active Portfolio Management has a limited risk profile. The activity is limited to trading in equity-based instruments. The risk mandate, which is changed from time to time, is defined on the basis of Value-at-Risk (VaR). The VaR limit is currently SEK 45 m. and is based on a one-day time horizon and a 99-percent confidence interval. Gross investments, i.e. before hedges for market risk, normally amount to approximately 1 percent of Investor's total assets. In addition, Active Portfolio Management uses different types of market-listed derivative instruments to hedge a large portion of the market risk. The actual net exposure is generally less than the value reported for Active Portfolio Management in the net asset value table (see table).

RAM One

The hedge fund RAM One changed by -2 percent during the first half of 2008 (11), of which -6 percent during the second quarter (3).

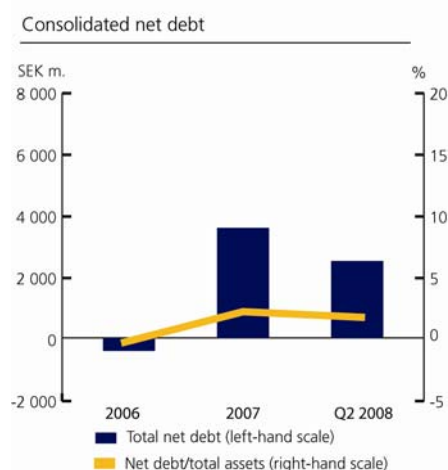
Group

Consolidated net debt

Consolidated net debt totaled SEK 2,508 m. on June 30, 2008, as against net debt of SEK 3,583 m. at the beginning of the year. Investments in the Operating Investments business area that are not subsidiaries, such as Mölnlycke Health Care and Gambro Holding, are financed in ring-fenced stand-alone structures and are consequently not included in Investor's consolidated net debt. 3 Scandinavia's debt, of which Investor's share is SEK 4.2 bn. (excluding interest), is guaranteed by the owners but is not included in consolidated net debt.

Net financial items for the reporting period amounted to SEK -150 m. (-90). Net financial items include interest income of SEK 327 m. (245) and interest expenses totaling SEK 517 m. (555). The remaining portion consists mainly of revaluations of loans, swaps and the effects of hedges for long-term share-based remuneration programs.

Investor's leverage (net debt as a percentage of total assets) was approximately 2 percent on June 30, 2008 (2).



Cash, bank balances and short-term investments amounted to SEK 15,757 m. on June 30, 2008, as against SEK 15,008 m. at year-end 2007. The Group's borrowings totaled SEK 18,503 m. at the close of the quarter, compared with SEK 19,109 m. on December 31, 2007.

The average maturity of the debt portfolio was 13.1 years on June 30, 2008, compared with 13.9 years on June 30, 2007.

Dividends totaling SEK 3,637 m. were paid to Investor AB shareholders during the quarter (3,449).

Upon finalization of the Scania transaction, Investor will receive SEK 16.7 bn. (valuation as of June 30, 2008) plus additional interest up until closing.

Consolidated costs

Consolidated costs totaled SEK 275 m. in the first six months of the year (268). Costs per business area are shown in the segment reporting section on page 23.

The calculation of commitments within the framework for employee stock option programs and share programs resulted in additional costs of SEK 12 m. during the period (28). Since the programs launched up to 2005 are hedged with derivative instruments, there is a corresponding effect of the hedging in net financial items. The purpose of the hedging is to minimize costs for the programs that arise in connection with increases in Investor's share price.

Parent Company

Share capital

Investor's share capital amounted to SEK 4,795 m. on June 30, 2008 (4,795).

SHARE STRUCTURE

Class of share	Number of shares	Number of votes	% of capital	% of votes
A 1 vote	311 690 844	311 690 844	40.6	87.2
B 1/10 vote	455 484 186	45 548 418	59.4	12.8
Total	767 175 030	357 239 262	100.0	100.0

During the second quarter, Investor repurchased 1,083,800 of its own shares. On June 30, 2008, Investor owned a total of 2,483,800 of its own shares (1,400,000). The average number of own shares in the second quarter amounted to 2,190,400 (1,261,538).

Results and investments

The Parent Company's result after financial items was SEK -3,453 m. in the first half of 2008 (13,737), of which SEK -2,928 m. consisted of changes in the value of equity-related holdings reported at fair value (11,698). The majority of the Core Investments are associated companies and are therefore reported at the lower of acquisition cost or fair value in the Parent Company. In the Group, the holdings are reported at fair value. This explains the difference in the value change between the Group and Parent Company for these holdings in 2008. Write-downs of participations in associated companies totaled SEK -3,466 m. (-492) and was mainly attributable to Ericsson. Write-downs of participations in Group companies had an effect of SEK -21 m. on net financial items (-).

During the six-month period, the Parent Company invested SEK 1,944 m. in financial assets (7,733), of which SEK 639 m. was in Group companies (2,523). Sales of financial assets amounted to SEK 4,352 m. (5,952). No holdings were sold in Group companies during the quarter.

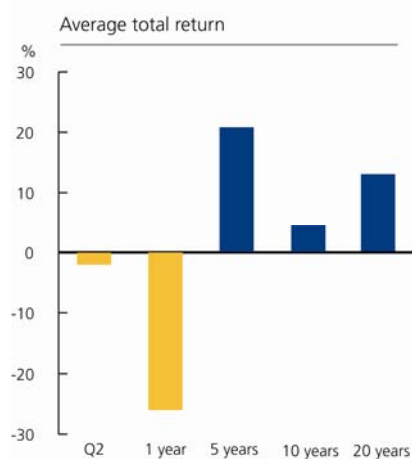
Total debt has decreased by SEK 2,740 m. since the beginning of the year. The decrease was basically due to changes in balances with Group companies. Equity totaled SEK 94,344 m. on June 30, 2008, compared with SEK 101,564 m. on December 31, 2007.

Investor shares

[Read more on investorab.com under "Investors & Media" >>](#)

The total return (sum of share price changes and reinvested dividends) was -10 percent in the first half of the year (9), of which -2 percent in the second quarter (7). The total return over the past 12-month period has been -26 percent (39).

The average annualized total return on Investor shares has been 20 percent over the past five-year period. The total return over the past ten-year period has been 4 percent. The corresponding figure for the past 20-year period has been 13 percent.



The price of the Investor B-share was SEK 127.25 on June 30, 2008, compared with SEK 147 on December 31, 2007.

Risks and uncertainties

Significant risks and factors of uncertainty for the Group and Parent Company include commercial risks in the form of high exposure to a certain holding or sector, of which some, such as the industrial sector, are characterized by cyclical demand. In addition, there are financial risks mainly in the form of price risks – the risk that the value of a financial instrument might change because of fluctuations in share prices, exchange rates or interest rates.

There are also risks towards counterparties, such as financial institutions. These have increased against the background of the turbulent credit market during the year.

Other

Accounting policies

For the Group, this interim report has been prepared in accordance with Sweden's Annual Accounts Act and IAS 34 Interim Financial Reporting, and for the Parent Company in accordance with Sweden's Annual Accounts Act and Recommendation RFR 2.1 – Accounting for Legal Entities, issued by the Swedish Financial Accounting Standards Council. Unless specified otherwise below, the accounting policies that have been applied for the Group and Parent Company are in agreement with the accounting policies used in the preparation of the company's latest annual report.

New accounting policies in 2008

As of fiscal year 2008, Investor is applying IFRIC 11, IFRS 2 – Group and Treasury Share Transactions, which addresses how share-based payment arrangements are to be classified in entities that receive services from their employees. The interpretation also states, in cases when a parent company grants rights to its equity instruments to employees of a subsidiary, that the costs calculated in accordance with IFRS 2 are to be recognized as a capital contribution to a subsidiary that receives services from its employees. In accordance with the transition regulations, this interpretation is being applied retrospectively and has affected the Parent Company's equity and participations in subsidiaries for fiscal year 2007 by SEK 20 m. The effect on the Parent Company's results for the first half of 2007 was SEK 2 m.

Other new or revised IFRS principles and interpretations of the IFRIC have not had any effect on the financial position or results of the Group or Parent Company.

Restatement of comparative figures for 2007

In this interim report, comparative figures for the Group for the second quarter of 2007 have been adjusted to reclassify SEK 94 m. between the results from participations in associated companies and equity, compared with figures reported in the interim report for January-March 2007. The correction is related to an incorrect classification of exchange rate differences between income and equity which affects the distribution of results between the first and second quarter of 2007. The effect of the adjustment on basic earnings per share and diluted earnings per share is SEK 0.12 for the first half of the year.

Comparative figures for the Parent Company result have been adjusted upwards by SEK 1,625 m., compared with the figures presented in the Interim Report for January-June 2007. The adjustment was attributable to a downward adjustment of the Parent Company's participations in Group companies and equity by SEK 1,932 m., compared with figures reported in the 2006 year-end report (see Investor's 2007 annual report). Since figures reported at January 1, 2007 for write-downs in subsidiaries were restated, the write-down of shares in subsidiaries taken in the second quarter of 2007 is no longer valid.

Significant accounting and valuation policies

The following is a brief description of the accounting policies that are of central importance to the preparation of Investor's financial reports.

Accounting and valuation of holdings

Subsidiaries

Companies that are defined as subsidiaries are consolidated in the Group in accordance with the purchase method and IAS 27 and IFRS 3. In the Parent Company, subsidiaries are reported in accordance with the acquisition value method.

Associated companies

For the Group, Investor's main rule is that associated companies are reported as financial instruments, at fair value, in accordance with IAS 39 and IAS 28, paragraph 1. Associated companies in the Operating Investments business area are reported in accordance with the equity method since Investor is involved in the companies' business activities to a larger extent than in holdings in other business areas. In the Parent Company, associated companies are reported in accordance with the acquisition value method.

Holdings reported within several business areas

In cases when a holding is reported in several business areas, and the measurement and accounting principles differ, the valuation method applied to the relatively largest share of the holding is also used in the other business areas.

Other holdings

All other holdings are reported and valued as financial instruments in accordance with IAS 39. See also below.

Financial instruments

Equity-related investments

In accordance with IAS 39, equity-related investments are reported at fair value through profit and loss. Equity-related investments are valued as follows:

Listed holdings

Listed holdings are valued on the basis of their share price (bid price, if there is one quoted) on the closing date.

Unlisted holdings

Unlisted holdings are valued on the basis of the "International Private Equity and Venture Capital Valuation Guidelines" prepared and published jointly by the venture capital organizations EVCA, BVCA and AFIC. However, holdings in the Operating Investments business area are valued either as associated companies or subsidiaries (see above).

For directly owned holdings (i.e. those owned directly by a company in the Investor Group), an overall evaluation is made to determine the valuation method that is appropriate for each specific holding. It is first taken into account whether a recent

financing round or "arms length" transaction has been made, after which a valuation is made by applying relevant multiples to the holding's key ratios (for example, EBITDA), derived from a relevant sample of comparable companies, with deduction for individually determined adjustments as a consequence of, for example, the size difference between the company being valued and the sample of comparable companies. An assessment is then made of the above-mentioned methods to determine the one that best reflects the market value of the holding, and the holding is then valued according to that method. In those cases when other valuation methods better reflect the fair value of a holding, this value is used, which means that certain holdings are valued with methods other than the ones described above.

Fund holdings

Holdings in funds are valued at Investor AB's share of the value that the fund manager reports for all holdings in the fund and is normally updated when a new valuation is received. If Investor AB's assessment is that the fund manager's valuation does not sufficiently take into account factors that affect the value of the underlying holdings, or if the valuation is considered to deviate considerably from IFRS principles, the value is adjusted.

Liabilities

Investor AB uses derivatives to control the exposure of the debt portfolio against fluctuations in exchange rates and interest rates. Hedge accounting is applied to reflect this in the consolidated accounts in cases when a derivative and the underlying loan qualify for this in accordance with IAS 39. When loans and derivatives do not qualify for hedge accounting, loans are valued at the amortized cost and derivatives are reported at fair value through profit and loss.

Other financial instruments

Derivatives and short-term investments are reported at fair value through profit and loss.

Financial instruments other than those noted above are reported at the amortized cost.

Property, plant and equipment

In accordance with alternatives in IAS 16, Investor AB's real estate properties are reported at fair value.

Share-based payment

Investor's employee stock option programs and share programs are reported in accordance with the regulations in IFRS 2 for share-based payments that are equity settled. A value for the program is estimated on the grant date which then comprises the basis for the cost that is distributed over the vesting period of the programs. Provisions for social security costs are reported on a continuous basis in accordance with UFR 7 and are thus distributed in the same way as the cost for employee stock option and share programs.

Taxes

The valuation of assets and liabilities at fair value results in temporary differences when the fair value differs from the tax value. In accordance with IAS 12, a deferred tax liability, or deferred tax receivable, is recognized for temporary differences.

Deferred tax receivables resulting from temporary differences, or due to loss carry-forwards, are recognized only to the extent to which it is probable that it can be realized against taxable profits within the near future.

Other

Changes in value

For items that were held in the balance sheet at the beginning and at the close of the period, the value change consists of the difference in value between these two dates. For items in the balance sheet that were realized during the period, the value change consists of the difference between the proceeds received and the value at the beginning of the period. For items in the balance sheet that were acquired during the period, the value change consists of the difference between the value at the close of the period and the acquisition cost.

Financial calendar 2008-2009

October 14, 2008 Interim Report January-September

January 20, 2009 Year-End Report 2008

March 31, 2009 Annual General Meeting

April 15, 2009 Interim Report January-March

July 14, 2009 Interim Report January-June

October 13, 2009 Interim Report January-September

For more information:

- Johan Bygge, Chief Financial Officer:
+46 8 614 2000
johan.bygge@investorab.com
- Fredrik Lindgren, Vice President, Head of Corporate Communications:
+46 8 614 2031, +46 73 524 2031
fredrik.lindgren@investorab.com
- Oscar Stege Unger, Vice President, Head of Investor Relations:
+46 8 614 2059, +46 70 624 2059
oscar.stege.unger@investorab.com
- **Address:**
Investor AB (publ) (Org. No. 556013-8298)
SE-103 32 Stockholm, Sweden
Visiting address: Arsenalsgatan 8C
Phone: +46 8 614 2000
Fax: + 46 8 614 2150
info@investorab.com
- **Ticker codes:**
INVEB SS in Bloomberg
INVEb.ST in Reuters
W:ISBF in Datastream

The information in this interim report is that which Investor is required to disclose under Sweden's Securities Market Act.

It was released for publication at 8.30 a.m. CET on July 10, 2008.

The Board of Directors declares that the undersigned six-months interim report provides a true and fair overview of the Parent Company's and 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 10, 2008


Jacob Wallenberg
Chairman


Anders Scharp
Vice Chairman


Peter Wallenberg Jr
Director


Sune Carlsson
Director


Grace Reksten Skaugen
Director


O. Griffith Sexton
Director


Håkan Mogren
Director


Sirka Hämäläinen
Director


Lena Treschow Torell
Director


Börje Ekholm
President and Chief Executive Officer
Director

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

This interim report and other information are available on www.investorab.com

Consolidated Income Statement

SEK m.	2008 1/1-6/30	2007 1/1-6/30	2008 4/1-6/30	(Restated) 2007 4/1-6/30
Dividends	3 787	3 377	2 903	2 091
Changes in value	-15 534	24 041	-6 018	17 184
Net sales	204	198	122	118
Cost of services sold	-200	-190	-99	-107
Operating costs	-275	-268	-140	-134
Cost of long-term share-based remuneration	-12	-28	-7	-19
Share of results of associated companies	-233	-320	-241	357 ¹⁾
Operating profit/loss	-12 263	26 810	-3 480	19 490
Net financial items	-150	-90	-33	-14
Profit/loss before tax	-12 413	26 720	-3 513	19 476
Tax	-37	-30	-8	-131
Profit/loss for the period	-12 450	26 690	-3 521	19 345
<i>Attributable to:</i>				
Equity holders of the Parent	-12 441	26 694	-3 511	19 350
Minority interest	-9	-4	-10	-5
Profit/loss for the period	-12 450	26 690	-3 521	19 345
Basic earnings per share, SEK	-16.26	34.84	-4.60	25.26
Diluted earnings per share, SEK	-16.26	34.75	-4.60	25.19
Average number of shares, million	765.4	766.2	765.0	765.9
Diluted average number of shares, million	766.5	768.2	766.1	767.9

1) In this interim report, comparative figures for the second quarter 2007 have been affected by the reclassification of SEK 94 m. in "Share of results of associated companies" which has been transferred to Equity. See Accounting principles for further information.

Consolidated Balance Sheet

SEK m.	2008 6/30	2007 12/31
Assets		
Property, plant and equipment and intangible assets	2 459	2 464
Shares and participations	135 736	153 781
Receivables included in net debt	417	710
Other receivables	5 645	5 268
Cash, bank and short-term investments	15 757	15 008
Total assets	160 014	177 231
Shareholders' equity and liabilities		
Shareholders' equity	138 885	155 204
Pensions and similar commitments	179	192
Loans	18 503	19 109
Other liabilities	2 447	2 726
Total shareholders' equity and liabilities	160 014	177 231

NET DEBT

SEK m.	2008 6/30	2007 12/31
Cash, bank and short-term investments	15 757	15 008
Receivables included in net debt	417	710
Loans	-18 503	-19 109
Pensions and similar commitments	-179	-192
Total net debt	-2 508	-3 583

CHANGES IN SHAREHOLDERS' EQUITY

SEK m.	2008 1/1-6/30	2007 1/1-12/31	2007 1/1-6/30
Opening balance as per balance sheet	155 204	159 320	159 320
Translation reserve, change for the period	-112	171	176
Revaluation reserve, change for the period	-	-23	26
Hedging reserve, change for the period	31	-211	16
Dividends to own shareholders	-3 637	-3 449	-3 449
Minority interest	-2	-8	-11
Repurchases of own shares	-153	-124	-124
Effect of long-term share-based remuneration	4	-105	-74
Net income for the period	-12 450	-367	26 690
Closing balance	138 885	155 204	182 570
Attributable to:			
Equity holders of the Parent	138 753	155 061	182 432
Minority interest	132	143	138
Total shareholders' equity	138 885	155 204	182 570

Consolidated Statement of Cash Flows

SEK m.	2008 1/1-6/30	2007 1/1-6/30
Operating activities		
Core Investments		
Dividends received	3 166	2 981
Operating Investments		
Dividends received	39	18
Cash receipts	197	400
Cash payments	-161	-365
Private Equity Investments		
Dividends received	318	194
Financial Investments and operating costs		
Dividends received	28	45
Cash receipts	11 323	13 822
Cash payments	-12 312	-15 187
Cash flows from operating activities before net interest and income tax	2 598	1 908
Interest received/paid	-257	-364
Income tax paid	-187	-259
Cash flows from operating activities	2 154	1 285
Investing activities		
Core Investments		
Acquisitions	-1 044	-1 169
Divestments	4 072	5 950
Operating Investments		
Acquisitions, etc.	-14	-2 543
Divestments	-	292
Increase in long-term receivables	-668	-3 460
Private Equity Investments		
Acquisitions, etc.	-2 072	-2 650
Divestments	2 094	3 655
Financial Investments		
Acquisitions, etc.	-3	-
Divestments	280	23
Net changes, short-term investments	-2 951	1 298
Acquisitions of property, plant and equipment	-30	-38
Cash flows from investing activities	-336	1 358
Financing activities		
Loans raised	-	3 960
Repayment of borrowings	-248	-3 769
Repurchases of own shares	-153	-124
Dividends paid	-3 637	-3 449
Cash flows from financing activities	-4 038	-3 382
Cash flows for the period	-2 220	-739
Cash and cash equivalents at beginning of the year	5 010	5 608
Exchange difference in cash	-3	0
Cash and cash equivalents at end of the period	2 787	4 869

Segment Reporting

PERFORMANCE BY BUSINESS AREA 1/1-6/30 2008

SEK m.	Core Investments	Operating Investments	Private Equity Investments	Financial Investments	Investor groupwide	Total
Dividends, etc.	3 166	283	311	27		3 787
Changes in value	-13 717		-1 760	-57 ¹⁾		-15 534
Other revenues and expenses		4 ²⁾				4
Operating costs	-44	-61	-96	-21	-53	-275
Cost of long-term share-based remuneration					-12	-12
Shares of results of associated companies		-233				-233
Operating profit/loss	-10 595	-7	-1 545	-51	-65	-12 263
Net financial items					-150	-150
Tax					-37	-37
Net profit/loss for the period	-10 595	-7	-1 545	-51	-252	-12 450
Other (currency, etc.)		-48			-184	-232
Dividends paid					-3 637	-3 637
Effect on net asset value	-10 595	-55	-1 545	-51	-4 073	-16 319
Net asset value by business area 6/30 2008						
Carrying amount	110 548	12 420	15 998	2 770	-343	141 393
Net debt					-2 508	-2 508
Total net asset value	110 548	12 420	15 998	2 770	-2 851	138 885

PERFORMANCE BY BUSINESS AREA 1/1-6/30 2007

SEK m.	Core Investments	Operating Investments	Private Equity Investments	Financial Investments	Investor groupwide	Total
Dividends, etc.	2 981	154	195	47		3 377
Changes in value	17 241	291	6 464	45 ¹⁾		24 041
Other revenues and expenses		8 ²⁾				8
Operating costs	-74	-32	-107	-20	-35	-268
Cost of long-term share-based remuneration					-28	-28
Shares of results of associated companies		-320				-320
Operating profit/loss	20 148	101	6 552	72	-63	26 810
Net financial items					-90	-90
Tax					-30	-30
Net profit/loss for the period	20 148	101	6 552	72	-183	26 690
Other (currency, etc.)		212			-203	9
Dividends paid					-3 449	-3 449
Effect on net asset value	20 148	313	6 552	72	-3 835	23 250
Net asset value by business area 6/30 2007						
Carrying amount	147 734	11 892	20 554	4 050	-61	184 169
Net debt					-1 599	-1 599
Total net asset value	147 734	11 892	20 554	4 050	-1 660	182 570

1) Changes in value include sales referring to Active Portfolio Management amounting to SEK 11,517 m. (14,176).

2) Other revenues and expenses include net sales in the amount of SEK 204 m. (198) which refer primarily to The Grand Group.

Parent Company Income Statement

SEK m.	2008	(Restated) 2007	2008	2007
	1/1-6/30	1/1-6/30	4/1-6/30	4/1-6/30
Dividends	3 286	3 000	2 732	1 818
Changes in value	-2 928	11 698	4 422	10 798
Net sales	4	22	2	21
Operating costs	-196	-235	-107	-126
Write-downs of associated companies	-3 466	-492	-575	-262
Operating profit/loss	-3 300	13 993	6 474	12 249
Net financial items				
Result from participations in Group companies	-21	- ¹⁾	-14	-
Other financial items	-132	-256	-92	-134
Profit/loss before tax	-3 453	13 737	6 368	12 115
Tax	-	-	-	-
Profit/loss for the period	-3 453	13 737	6 368	12 115

Parent Company Balance Sheet

SEK m.	2008 6/30	2007 12/31
Assets		
Property, plant and equipment and intangible assets	29	29
Financial assets	128 646	137 500
Current receivables	520	1 652
Cash and cash equivalents	0	0
Total assets	129 195	139 181
Shareholders' equity and liabilities		
Shareholders' equity	94 344	101 564
Provisions	243	269
Non-current liabilities	22 493	22 756
Current liabilities	12 115	14 592
Total shareholders' equity and liabilities	129 195	139 181

1) The Parent Company's participations in Group companies have been adjusted by SEK 1,625 m. compared with the figures reported in the interim report January-June 2007. The correction was attributable to the restatement of the Parent Company's result and equity as of December 31, 2006. See Accounting principles for further information.