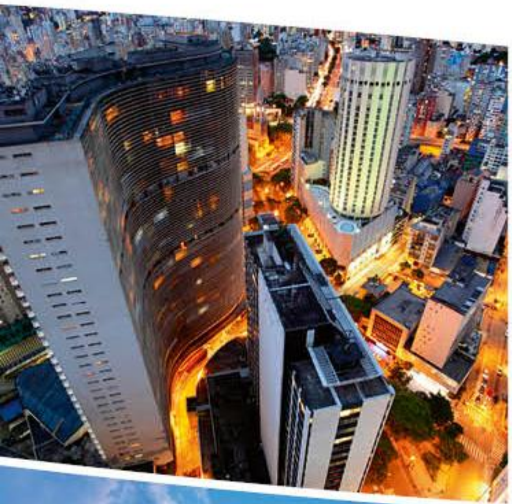
GUNNEBO®



JANUARY-SEPTEMBER 2013

CEO's comments

The quarter has developed well and order intake grew organically by 10%. The Asia-Pacific region continued to show excellent growth, organically it increased by 45%. In the Americas region order intake grew organically by 8%. Hamilton Safe in the US, which in this quarter had been part of the Group for just over a year, had stable order development. In the Europe, Middle East and Africa region (EMEA) order intake increased organically by 4%, which indicates some recovery after a weak first half-year. The markets in Europe, however, generally remained unstable and showed no signs of an actual recovery.

Our focus on moving the point of gravity to growth markets and adjust the cost-structure in Europe has given good effect. In the quarter, business outside of Europe accounted for 42% of net sales. The quarter is burdened with costs of a non-recurring nature of MSEK 32, and year to date with MSEK 54. Payback-time for these measures is estimated to 12 months. We will continue on this journey. In addition, the SafePay business is continuing to improve and the former trend of losses within electronic article surveillance has been reversed during the quarter. Operating margin, excluding items affecting comparability, amounted to 7.1% in the quarter.

During the quarter a number of orders that are fully in line with the Group's strategy were received. In Brazil we have had a breakthrough in the CIT customer segment with an order for cash handling solutions. The recently acquired company in Korea has won a major order from Samsung for entrance control. In Europe we have received an important order for solutions to tighten security at airport check-in from TUI Airlines in Belgium. A major German retail chain is continuing to streamline cash handling in its stores with equipment from Gunnebo, and Spanish Bankia has commissioned Gunnebo to upgrade security in its branch network in line with new legal requirements.

Third quarter 2013

- Order intake increased to MSEK 1,248 (1,084), organically it increased by 10%. Acquired units contributed MSEK 60.
- Net sales increased to MSEK 1,314 (1,280), organically they increased by 3%. Acquired units contributed MSEK 36.
- Operating profit increased to MSEK 61 (17) and the operating margin to 4.6% (1.3%). Acquired units had a positive effect on operating profit of MSEK 7.
- Operating profit excluding expenses of a non-recurring nature of MSEK -32 (-46) increased the operating profit to MSEK 93 (63) and the operating margin to 7.1% (4.9%).
- Profit after tax for the period totalled MSEK 32 (1).
- Earnings per share were SEK 0.39 (-0.02).

January-September 2013

- Order intake increased to MSEK 4,201 (3,933), organically it increased by 4%. Acquired units contributed MSEK 262.
- Net sales increased to MSEK 3,794 (3,719), organically they increased by 1%. Acquired units contributed MSEK 208.
- Operating profit increased to MSEK 119 (69) and the operating margin to 3.1% (1.9%). Acquired units had a positive effect on operating profit of MSEK 32.
- Operating profit excluding expenses of a non-recurring nature of MSEK -54 (-58) increased the operating profit to MSEK 173 (127) and the operating margin to 4.5% (3.4%).
- Profit after tax for the period totalled MSEK 54 (22).
- Earnings per share were SEK 0.69 (0.26).

In Brief

	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Order intake	**1,248**	1,084	**4,201**	3,933	5,250
Net sales	**1,314**	1,280	**3,794**	3,719	5,236
Operating profit before depreciation (EBITDA)	**83**	37	**184**	132	274
Operating margin before depreciation (EBITDA), %	**6.3**	2.9	**4.8**	3.6	5.2
Operating profit before non-recurring items [1)]	**93**	63	**173**	127	266
Operating margin before non-recurring items, % [1)]	**7.1**	4.9	**4.5**	3.4	5.1
Operating profit (EBIT)	**61**	17	**119**	69	179
Operating margin (EBIT), %	**4.6**	1.3	**3.1**	1.9	3.4
Profit/loss for the period	**32**	1	**54**	22	24
Earnings per share, SEK [2)]	**0.39**	-0.02	**0.69**	0.26	0.26

[1)] Items of a non-recurring nature amounted to MSEK -54 (-58) for the period January - September

[2)] Earnings per share before and after dilution

Business Area Summary

Order intake

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Business Area Bank Security & Cash Handling	**625**	513	**1,954**	1,718	2,374
Business Area Secure Storage	**164**	182	**574**	589	801
Business Area Global Services	**201**	192	**903**	914	1,138
Business Area Entrance Control	**202**	163	**546**	502	674
Business Area Developing Businesses	**56**	34	**224**	210	263
Total	**1,248**	1,084	**4,201**	3,933	5,250

Net sales

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Business Area Bank Security & Cash Handling	**617**	602	**1,739**	1,652	2,386
Business Area Secure Storage	**189**	196	**577**	581	781
Business Area Global Services	**276**	271	**818**	841	1,143
Business Area Entrance Control	**164**	158	**454**	466	663
Business Area Developing Businesses	**68**	53	**206**	179	263
Total	**1,314**	1,280	**3,794**	3,719	5,236

Operating profit/loss, excl non-recurring items

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Business Area Bank Security & Cash Handling	**45**	46	**79**	92	158
Business Area Secure Storage	**9**	4	**30**	17	30
Business Area Global Services	**35**	26	**83**	73	110
Business Area Entrance Control	**10**	9	**17**	11	47
Business Area Developing Businesses	**2**	-13	**-9**	-38	-42
Central items	**-8**	-9	**-27**	-28	-37
Operating profit, excluding non-recurring items	**93**	63	**173**	127	266

Operating margin, excl non-recurring items

%	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Business Area Bank Security & Cash Handling	**7.3**	7.6	**4.5**	5.6	6.6
Business Area Secure Storage	**4.8**	2.0	**5.2**	2.9	3.8
Business Area Global Services	**12.7**	9.6	**10.1**	8.7	9.6
Business Area Entrance Control	**6.1**	5.7	**3.7**	2.4	7.1
Business Area Developing Businesses	**2.9**	-24.5	**-4.4**	-21.2	-16.0
Operating margin, excluding non-recurring items	**7.1**	4.9	**4.5**	3.4	5.1

Non-recurring items

	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Business Area Bank Security & Cash Handling	**-9**	-4	**-21**	-4	-13
Business Area Secure Storage	**-1**	-	**-3**	-	-11
Business Area Global Services	**-19**	-6	**-24**	-6	-9
Business Area Entrance Control	**-1**	-27	**-3**	-28	-33
Business Area Developing Businesses	**-1**	-	**-1**	-	-1
Central items	**-1**	-9	**-2**	-20	-20
Total	**-32**	-46	**-54**	-58	-87

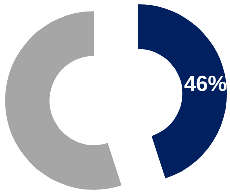
Operating profit/loss, incl non-recurring items

	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Business Area Bank Security & Cash Handling	**36**	42	**58**	88	145
Business Area Secure Storage	**8**	4	**27**	17	19
Business Area Global Services	**16**	20	**59**	67	101
Business Area Entrance Control	**9**	-18	**14**	-17	14
Business Area Developing Businesses	**1**	-13	**-10**	-38	-43
Central items	**-9**	-18	**-29**	-48	-57
Operating profit, including non-recurring items	**61**	17	**119**	69	179

Business Area Bank Security & Cash Handling

	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Order intake	**625**	513	**1,954**	1,718	2,374
Net sales	**617**	602	**1,739**	1,652	2,386
Operating profit/loss excl. non-recurring items	**45**	46	**79**	92	158
Operating margin excl. non-recurring items, %	**7.3**	7.6	**4.5**	5.6	6.6
Non-recurring items	**-9**	-4	**-21**	-4	-13
Operating profit/loss	**36**	42	**58**	88	145

% of Group sales: 46%



Order intake for the third quarter increased to MSEK 625 (513), organically an increase of 10%. Net sales for the period increased to MSEK 617 (602), organically they were unchanged. Operating profit for the quarter excluding items of a non-recurring nature amounted to MSEK 45 (46) and the operating margin to 7.3% (7.6%). Order intake for the period January-September increased to MSEK 1,954 (1,718), organically it increased by 3%. Net sales increased to MSEK 1,739 (1,652), while organically they fell by 2%. Operating profit for the period excluding items of a non-recurring nature amounted to MSEK 79 (92) and the operating margin to 4.5% (5.6%).

The market for bank security and cash handling

The amount of cash in circulation is continuing to increase globally. In some parts of the world central banks have gradually begun to change their roles and strategies regarding cash handling, and cashless bank branches are becoming more common. This entails an altered situation for the banks, which in turn generally prefer cash handling to take place where the business is done.

This shift is placing greater demands on cost-effective solutions, where concepts for self-service and outsourcing of cash handling are becoming increasingly common, which in turn drives developments on the CIT market.

Thanks to Gunnebo's strong positions in bank security and its presence on some of the world's fastest growing markets, good foundations for growth are being established.

Development January-September 2013

Hamilton Safe in the US, which was acquired in 2012, has developed well and accounted for the majority of the Business Area's increase in orders and net sales. The major order received in Mexico during the second quarter has also contributed to good growth in the Americas region.

The Indian market has continued to develop positively and our positions have been further strengthened during the period. Australia has had success with its sales of cash handling solutions during the period.

Development in Europe, Africa and the Middle East (EMEA) has been weaker, particularly on the markets in the Nordic region, France and the UK, even though there was some recovery in the third quarter. The banking sector in particular has seen a lower rate of investment during the period, while the retail sector has shown more stable development.

Profit analysis

Implemented cost reductions could not fully offset the weaker sales development in Europe.

Market initiatives to launch concept solutions in cash handling have continued and have incurred some initial costs.

QUARTER IN BRIEF

- One of the largest banks in the Netherlands commissions Gunnebo to upgrade deposit boxes in its entire branch network
- A major German retail chain continues to streamline cash handling in its stores with a solution from Gunnebo
- Spanish Bankia commissions Gunnebo to upgrade security in accordance with new legal requirements
- A Brazilian CIT company commissions Gunnebo to streamline cash handling
- The first European order with delivery from American Hamilton Safe has been received in the UK

GUNNEBO'S OFFERING

Bank Security & Cash Handling primarily targets the customer segments comprising central banks, banks, retail and cash-in-transit (CIT) companies.

Gunnebo supplies solutions that increase efficiency and security in physical security, cash handling and electronic security.

Business Area Secure Storage					
	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Order intake	**164**	182	**574**	589	801
Net sales	**189**	196	**577**	581	781
Operating profit/loss excl. non-recurring items	**9**	4	**30**	17	30
Operating margin excl. non-recurring items, %	**4.8**	2.0	**5.2**	2.9	3.8
Non-recurring items	**-1**	-	**-3**	-	-11
Operating profit/loss	**8**	4	**27**	17	19

% of Group sales:15%

Order intake for the third quarter decreased to MSEK 164 (182), organically a decrease of 8%. Net sales during the period amounted to MSEK 189 (196), organically they fell by 2%. Operating profit for the quarter excluding items of a non-recurring nature amounted to MSEK 9 (4) and the operating margin to 4.8% (2.0%). Order intake for the period January-September decreased to MSEK 574 (589), organically it increased by 1%. Net sales amounted to MSEK 577 (581), organically they increased by 3%. Operating profit for the period excluding items of a non-recurring nature amounted to MSEK 30 (17) and the operating margin to 5.2% (2.9%).

The market for secure storage

Business within Secure Storage is driven largely by increased awareness of the importance of protecting valuables against fire and theft. Thanks to the two global brands Chubbsafes and Fichet-Bauche, Gunnebo has a strong position in the market segment that places high demands on quality and requires certification of the product. Furthermore, Gunnebo has a number of very strong brands locally such as Rosengrens in Northern Europe, Steelage in India and Hamilton Safe in the US.

In recent years, Gunnebo has actively worked to develop the business within secure storage by finding new routes to the market. This strategy has increased the percentage of the Business Area's sales conducted through a global network of retailers and distributors.

Development January-September 2013

The order intake during the period has been stable. The new sales company in Malaysia has continued to develop well.

Profit analysis

The increase in profit during the period can be explained by an increased focus on cost efficiency in the production and distribution of standard products.

QUARTER IN BRIEF

- Good order intake and deliveries of safes for ATMs from a global ATM manufacturer in India
- Gunnebo Malaysia receives a major order for safe deposit lockers from a company providing secure storage

GUNNEBO'S OFFERING

Safes and cabinets, fire-resistant and burglar-resistant safes, mechanical and electronic locks, modular vaults and safes for ATMs.

Business Area Global Services					
	July-Sept		Jan-Sept		Full year
MSEK	2013	2012	2013	2012	2012
Order intake	**201**	192	**903**	914	1,138
Net sales	**276**	271	**818**	841	1,143
Operating profit/loss excl. non-recurring items	**35**	26	**83**	73	110
Operating margin excl. non-recurring items, %	**12.7**	9.6	**10.1**	8.7	9.6
Non-recurring items	**-19**	-6	**-24**	-6	-9
Operating profit/loss	**16**	20	**59**	67	101

% of Group sales: 22%

Order intake for the third quarter increased to MSEK 201 (192), organically an increase of 4%. Net sales for the same period totalled MSEK 276 (271), organically an increase of 3%. Operating profit for the quarter excluding items of a non-recurring nature amounted to MSEK 35 (26) and the operating margin to 12.7% (9.6%). Order intake for the period January-September decreased to MSEK 903 (914), organically it increased by 2%. Net sales amounted to MSEK 818 (841), organically they increased by 1%. Operating profit for the period excluding items of a non-recurring nature amounted to MSEK 83 (73) and the operating margin to 10.1% (8.7%).

The market for services

Global Services has an extensive portfolio of services within Lifecycle Care and Business Care. The Business Area offers unique global technical expertise, as well as a comprehensive spare part network and services in design, consultation, monitoring, training and takeover/administration of the customer's business processes.

Development January-September 2013

The order intake for the period was stable. The markets in Europe have had somewhat weaker growth, which has primarily been offset by the growth of a successful concept for leasing and servicing of article surveillance solutions in Brazil. A focus on establishing specialised service centres during the period has improved customer service on markets such as Australia, the US and the Netherlands.

Profit analysis

Non-recurring items are predominantly related to headcount reductions in Spain and Italy. The operating profit and operating margin, adjusted for one-off items, have improved thanks to increased efficiency in our service deliveries, partly due to a change in the distribution between outsourced and in-house services on a number of markets.

QUARTER IN BRIEF

- Renewed contract on maintenance of security equipment to all branches for a major UK retail bank signed through systems-integrator, ISS

GUNNEBO'S OFFERING

Within Global Services, Gunnebo provides a complete offering that helps customers obtain the best possible return from their investment in products and solutions throughout their lifecycle.

Lifecycle Care represents a portfolio of product-related security services linked to design, implementation, maintenance and development.

Business Care represents security-related services linked to the customer's business processes such as outsourcing, consultancy services and software adaptation.

GUNNEBO® For a safer world

Business Area Entrance Control

	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Order intake	**202**	163	**546**	502	674
Net sales	**164**	158	**454**	466	663
Operating profit/loss excl. non-recurring items	**10**	9	**17**	11	47
Operating margin excl. non-recurring items, %	**6.1**	5.7	**3.7**	2.4	7.1
Non-recurring items	**-1**	-27	**-3**	-28	-33
Operating profit/loss	**9**	-18	**14**	-17	14

% of Group sales: 12%

Order intake for the third quarter increased to MSEK 202 (163), organically an increase of 28%. Net sales for the same period totalled MSEK 164 (158), organically an increase of 8%. Operating profit for the third quarter excluding items of a non-recurring nature amounted to MSEK 10 (9) and the operating margin improved to 6.1% (5.7%). Order intake for the period January-September increased to MSEK 546 (502), organically it increased by 14%. Net sales amounted to MSEK 454 (466), organically they increased by 3%. Operating profit for the period excluding items of a non-recurring nature amounted to MSEK 17 (11) and the operating margin to 3.7% (2.4%).

The market for entrance control

One of the most important driving forces for the entrance control market is stricter demands on having constant control over who is where in a building. The increasing population in cities also increases the need to be able to efficiently regulate and control passenger flows in mass transit and visitor flows at sports arenas, exhibition centres and other venues that host public events.

Development January-September 2013

The Business Area's order intake developed well during the period. The markets in the Asia-Pacific region and in the Middle East have reported good growth. This has compensated for weaker development in Europe due to lower level of offices and commercial properties being built.

During the year there has been increased interest in airport solutions for more efficient access and boarding.

Profit analysis

The Business Area's margins have improved thanks to the relocation of assembly to China. Last year's results included expenses of a non-recurring nature for compensation to a commercial agent following arbitration.

QUARTER IN BRIEF

- Gunnebo Korea has receives a major order from Samsung and a strategically important order for a project run by the government
- TUI Airlines in Belgium increases security at airport check-in for airplane staff with solutions from Gunnebo
- MOI Critical Infrastructure in the United Arab Emirates increases security around its head office with high-security systems for access control from Gunnebo
- Gunnebo China receives an order for entrance control for metro systems in Nanjing and Changsha

GUNNEBO'S OFFERING

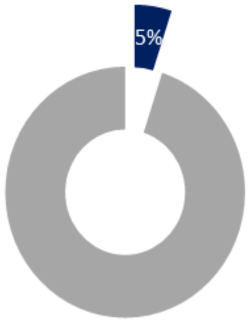
A complete offering of effective solutions for access and entrance control, system solutions for mass transit and solutions for airports such as anti-return gates, boarding gates and immigration gates.

In India and Indonesia, Gunnebo also offers a complete range of fire safety systems.

Developing Businesses

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Order intake	**56**	34	**224**	210	263
Net sales	**68**	53	**206**	179	263
Operating profit/loss excl. non-recurring items	**2**	-13	**-9**	-38	-42
Operating margin excl. non-recurring items, %	**2.9**	-24.5	**-4.4**	-21.2	-16.0
Non-recurring items	**-1**	-	**-1**	-	-1
Operating profit/loss	**1**	-13	**-10**	-38	-43

% of Group sales: 5%



Order intake for the third quarter increased to MSEK 56 (34), organically an increase of 65%. Net sales for the same period totalled MSEK 68 (53), organically an increase of 28%. Operating profit/loss for the quarter excluding items of a non-recurring nature improved to MSEK 2 (-13) and the operating margin to 2.9% (-24.5%). Order intake for the period January-September increased to MSEK 224 (210), organically it increased by 8%. Net sales increased to MSEK 206 (179), organically they increased by 17%. Operating profit/loss for the period excluding items of a non-recurring nature improved to MSEK -9 (-38) and the operating margin to -4.4% (-21.2%).

SafePay

SafePay also showed an improvement in profit during the third quarter. A seasonally strong sales quarter coupled with a continued focus on costs and product quality in close collaboration with our customers.

SAFEPAY

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Order intake	**30**	11	**153**	145	169
Net sales	**42**	31	**135**	112	167
Operating profit/loss excl. non-recurring items	**0**	-9	**-7**	-32	-35
Operating margin excl. non-recurring items, %	**0.0**	-29.0	**-5.2**	-28.6	-21.0
Non-recurring items	**-1**	-	**-1**	-	-1
Operating profit/loss	**-1**	-9	**-8**	-32	-36

Gateway

Increased demand for electronic article surveillance and consumables such as tags and labels resulted in a good quarter in terms of sales. An improved gross margin and focus on cost savings have helped reverse the profit trend.

GATEWAY

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Order intake	**26**	23	**71**	65	94
Net sales	**26**	22	**71**	67	96
Operating profit/loss excl. non-recurring items	**2**	-4	**-2**	-6	-7
Operating margin excl. non-recurring items, %	**7.7**	-18.2	**-2.8**	-9.0	-7.3
Non-recurring items	**-**	-	**-**	-	-
Operating profit/loss	**2**	-4	**-2**	-6	-7

JULY-SEPTEMBER 2013

Order intake and net sales

Group order intake increased by 15% during the third quarter and totalled MSEK 1,248 (1,084). Acquired units contributed MSEK 60, which equates to an increase of 6%. Organically the order intake improved by 10%, while currency effects had an adverse impact of 1%.

Compared with last year, order intake developed especially well in the Asia-Pacific region where the organic growth was 45%. Also the Americas region reported increased order intake with an organic growth of 8%. In Brazil order volumes increased considerably and the growth was in excess of 50%.

In the Europe, Middle East and Africa region (EMEA), order intake improved organically by 4%. Above all there was increased demand in Northern and Central Europe, which had a positive impact on the order intake. The upturn continued in Spain, and order intake increased by 16%. Weaker development was noted in Italy and Portugal, and altogether the order intake in Southern Europe decreased by 2%. France showed weak development and order intake fell by 6%.

Net sales amounted to MSEK 1,314 (1,280), of which acquired units accounted for MSEK 36. Net sales rose by 3% organically.

The highest growth was achieved in the Americas region which improved net sales by 20% organically. Above all it was the increased sales in Brazil and the US that contributed to the positive development.

Net sales in the Asia-Pacific region continued to develop well and increased organically by 19%. The best development was noted in India which reported growth of 30%.

The improved order intake in Spain during the second quarter had an impact on net sales, which increased by 21%. The majority of markets in the EMEA region reported lower sales and net sales decreased by 4% overall.

Financial results

Operating profit amounted to MSEK 61 (17), of which acquired units contributed MSEK 7. Currency effects had a negative impact on profit of MSEK 2. Operating profit excluding expenses of a non-recurring nature of MSEK 32 (46) amounted to MSEK 93 (63) and the operating margin to 7.1% (4.9%).

JANUARY-SEPTEMBER 2013

Order intake and net sales

Order intake increased by 7% and totalled MSEK 4,201 (3,933). Acquired units contributed MSEK 262. Order intake increased by 4% organically.

The positive development continued in the Asia-Pacific and Americas regions, and order intake increased organically by 27% and 25% respectively.

Order intake in the EMEA region decreased by 4% organically. The decline was primarily attributable to France where order intake fell by 13%. In Southern Europe, order intake increased by 4% due to continued good development in Spain.

Net sales amounted to MSEK 3,794 (3,719), of which acquired units accounted for MSEK 208. Net sales increased by 1% organically.

In the Asia-Pacific region, net sales increased by 19% organically. Similar development was noted in the Americas region where net sales rose by 16%. In the EMEA region demand was weak and net sales fell by 5%.

Financial results

Operating profit amounted to MSEK 119 (69) and the operating margin to 3.1% (1.9%). Acquired units contributed MSEK 32. Currency effects had a negative impact on profit of MSEK 13.

Restructuring costs, along with certain other expenses of a non-recurring nature, burdened the result by MSEK 54 (58). The majority of these costs can be attributed to staff cuts and other structural measures in the Group's European sales companies. Adjusted for items of a non-recurring nature, operating profit amounted to MSEK 173 (127) and the operating margin to 4.5% (3.4%).

Net financial items fell to MSEK -24 (-14), mainly due to higher borrowing as a result of the Hamilton Safe acquisition. Group profit after financial items amounted to MSEK 95 (55). Net profit for the period totalled MSEK 54 (22), and earnings per share attributable to the parent company's shareholders were SEK 0.69 (0.26) per share.

Acquisition in South Korea

On July 5, 2013, ATG Entrance Corporation, the distributor of Gunnebo's products for entrance control in South Korea, was acquired. The acquired operation has annual net sales of approximately MSEK 45 and 13 employees. The purchase sum is expected to total MSEK 15. Group surplus value arising from the acquisition has not been finally established as the acquisition analysis is still preliminary.

Capital expenditure and depreciation

Investments made in intangible assets and in property, plant and equipment during the period totalled MSEK 55 (68). Depreciation amounted to MSEK 61 (62).

Cash flow

Cash flow from operating activities amounted to MSEK 32 (-57). Payments related to restructuring measures burdened cash flow for the year by MSEK 49 (39) and an increase in working capital tied up had an adverse impact of MSEK -80 (-88).

Cash flow from investing activities amounted to MSEK -56 (-459). The operating cash flow after deductions for capital expenditure but before net financial items affecting cash flow and paid tax amounted to MSEK 61 (-73).

Liquidity and financial position

The Group's liquid funds at the end of the period amounted to MSEK 317 (350 at the beginning of the year). Equity amounted to MSEK 1,416 (1,533 at the beginning of the year) and the equity ratio to 33% (36% at the beginning of the year).

The decrease in equity can primarily be attributed to the dividend paid to shareholders totalling MSEK 76, as well as other comprehensive income comprising actuarial gains and losses, translation differences, hedging of net investments abroad, cash flow hedges and income tax related to these components, which reduced equity by MSEK 95.

Net debt increased to MSEK 1,179 (1,026 at the beginning of the year). The debt/equity ratio totalled 0.8 (0.7 at the beginning of the year). Net debt excluding pension commitments amounted to MSEK 817 (684 at the beginning of the year).

The Group's long-term guaranteed credit framework on September 30, 2013 amounted to MSEK 1,215 and ensures financing is available on unchanged terms until the end of June 2015.

Parent company

The Group's parent company, Gunnebo AB, is a holding company which has the main task of owning and managing shares in other Group companies, as well as providing Group-wide services. Net sales for the period amounted to MSEK 63 (70), of which MSEK 0 (2) related to external customers. Net profit/loss for the period amounted to MSEK -26 (-19).

Employees

The number of employees at the end of the period was 5,737 (5,673 at the beginning of the year). The number of employees outside of Sweden at the end of the period was 5,561 (5,476 at the beginning of the year). The increase in the number of employees outside of Sweden can primarily be attributed to the production units in India and South Africa.

Share data

Earnings per share after dilution were SEK 0.69 (0.26). The number of shareholders totalled 10,900 (10,100).

Transactions with related parties

There have been no transactions with related parties during the period that affect Gunnebo's position and result to any significant extent, except for the dividend paid to shareholders.

Events after the closing day

No significant events occurred after the closing day.

Accounting principles

Gunnebo complies with the International Financial Reporting Standards adopted by the EU, and the official interpretations of these standards (IFRIC). The Interim Report for the Group has been prepared in accordance with the Annual Accounts Act and IAS 34 Interim Financial Reporting, and the Interim Report for the parent company has been prepared in accordance with the Annual Accounts Act and the recommendation of the Swedish Financial Reporting Board, RFR 2 Accounting for Legal Entities. The same accounting principles and methods of calculation have been used as in the latest annual report, with the exception of the new and amended accounting principles below.

New and amended accounting principles

The amended IAS 19 Employee Benefits are applied from January 1, 2013. The amendment means that actuarial gains and losses are recognised immediately via other comprehensive income, and that the 'corridor approach' previously applied by Gunnebo is removed. Furthermore, the expected return on plan assets is calculated using the same discount rate used to calculate the pension commitment. The amendments to IAS 19 have resulted in an increase in the pension liability recognised in the balance sheet on December 31, 2012 of approximately MSEK 150 and a decrease in equity of approximately MSEK 119. Furthermore, the amendments to IAS 19 mean that profit after tax and other comprehensive income for the comparison year 2012 increases by MSEK 2 and decreases by MSEK 15 respectively.

IFRS 13 Fair Value Measurement is applied from January 1, 2013. The standard has not had any effect on the Group's profit or financial position but entails an increased disclosure requirement regarding financial instruments. The same applies for an amendment to IFRS 7 Financial Instruments: Disclosures, which entails an increased disclosure requirement for net accounting of financial assets and liabilities in the balance sheet. The increased disclosure requirement for financial instruments is presented in this report in Note 4 and Note 5.

The parent company has changed accounting principle regarding Group contributions as a result of an amendment to the Swedish Financial Reporting Board's RFR 2 which shall apply to financial years beginning January 1, 2013. As a result of the new rules, a Group contribution received by the parent company from a subsidiary is to be recognised as financial income. Group contributions paid by the parent company to subsidiaries are recognised as an increase in the carrying amount of the participations in the receiving subsidiaries. The Swedish Financial Reporting Board has also introduced an alternative rule which means Group contributions both received and paid may be recognised as an appropriation. Gunnebo has decided to apply the latter exception which means that Group contributions received and paid, which were previously recognised as financial income or financial expense respectively, are recognised as appropriations. The change in principle has not entailed a change in the parent company's net profit because Group contributions were recognised in the income statement as financial income or expense under the former principle.

Refer to Note 1 and Note 2 for information on how recognised comparison periods have been recalculated in this report in accordance with the amended accounting principles.

Significant risks and uncertainties

The Group's and parent company's significant risks and uncertainties include operational risks in the form of raw material risks, product risks, insurance risks and legal risks. In addition there are for example financial risks such as financing risks, liquidity risks, interest rate risks and currency risks, as well as credit and counterparty risks. The Group's risk management is described in more detail on pages 88-91 of Gunnebo's 2012 Annual Report, and in Note 3. Gunnebo considers this risk description to still be correct.

Financial goals

- The Group shall earn a long-term return on capital employed of at least 15% and an operating margin of at least 7%.
- The equity ratio shall not fall below 30%.
- The Group shall achieve organic growth of at least 5%.

This Interim report is a translation of the original report in Swedish, which has been reviewed by the company's auditors.

Gothenburg, October 24, 2013

Per Borgvall
President and CEO

Review Report

This review report is a translation of the original report in Swedish.

Introduction

We have reviewed the interim report for Gunnebo AB (publ) for the period January 1 - September 30, 2013. The Board of Directors and the President are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SÖG) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different focus and is substantially less in scope than an audit conducted in accordance with ISA and other generally accepted auditing practices. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not, in all material respects, prepared for the Group in accordance with IAS 34 and the Annual Accounts Act, and for the Parent Company in accordance with the Annual Accounts Act.

Gothenburg, October 24, 2013

DELOITTE AB

Jan Nilsson
Authorized Public Accountant

The Group

Summary Group income statement					
	July-Sept		Jan-Sept		Full year
MSEK	**2013**	**2012**	**2013**	**2012**	**2012**
Net sales	**1,314**	1,280	**3,794**	3,719	5,236
Cost of goods sold	**-908**	-900	**-2,653**	-2,614	-3,666
Gross profit	**406**	380	**1,141**	1,105	1,570
Other operating costs, net	**-345**	-363	**-1,022**	-1,036	-1,391
Operating profit/loss	**61**	17	**119**	69	179
Net financial items	**-8**	-6	**-24**	-14	-66
Profit/loss after financial items	**53**	11	**95**	55	113
Taxes	**-21**	-10	**-41**	-33	-89
Profit/loss for the period	**32**	1	**54**	22	24
Whereof attributable to:					
Parent company shareholders	**30**	-1	**52**	20	19
Non-controlling interests	**2**	2	**2**	2	5
	32	1	**54**	22	24
Earnings per share before dilution, SEK	**0.39**	-0.02	**0.69**	0.26	0.26
Earnings per share after dilution, SEK	**0.39**	-0.02	**0.69**	0.26	0.26

Changes in comprehensive income in brief

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Profit/loss for the period	**32**	1	**54**	22	24
Other comprehensive income for the period					
Items that will not be reclassified subsequently to profit or loss					
Actuarial gains and losses*	**-18**	-	**-18**	-	-17
Total items that will not be reclassified to profit or loss subsequently	**-18**	-	**-18**	-	-17
Items that may be reclassified subsequently to profit or loss					
Translation differences in foreign operations	**-51**	-33	**-75**	-53	-62
Hedging of net investments*	**-3**	-4	**-5**	-3	-3
Cash-flow hedges*	**0**	-1	**3**	-2	-4
Total items that may be reclassified to profit or loss subsequently	**-54**	-38	**-77**	-58	-69
Total other comprehensive income, net of taxes	**-72**	-38	**-95**	-58	-86
Total comprehensive income for the period	**-40**	-37	**-41**	-36	-62
Whereof attributable to:					
Parent company shareholders	**-41**	-39	**-41**	-37	-65
Non-controlling interests	**1**	2	**0**	1	3
	-40	-37	**-41**	-36	-62

*Net of taxes

Summary Group balance sheet

MSEK	30 Sept 2013	30 Sept 2012*	31 Dec 2012	1 Jan 2012
Goodwill	**1,303**	1,304	1,320	1,104
Other intangible assets	**171**	187	182	111
Property, plant and equipment	**306**	315	327	316
Financial assets	**59**	124	60	139
Deferred tax assets	**297**	283	263	278
Inventories	**647**	630	580	564
Current receivables	**1,178**	1,203	1,201	1,239
Liquid funds	**317**	263	350	239
Total assets	**4,278**	4,309	4,283	3,990
Equity	**1,416**	1,559	1,533	1,670
Long-term liabilities	**1,249**	1,413	1,428	931
Current liabilities	**1,613**	1,337	1,322	1,389
Total equity and liabilities	**4,278**	4,309	4,283	3,990

*The Group surplus value arising from the aquisition of Hamilton Safe (USA) had not finally been determined at the date of publication of the interim report January-September 2012. The balance sheet per September 30, 2012 has therefore been adjusted to reflect the amounts w hich w ould have been disclosed if the aquisition w as completed at the end of the reporting period.

Changes in equity in brief

MSEK	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Opening balance	**1,533**	1,776	1,776
Adjustment opening balance - change of accounting principles	**-**	-106	-106
Adjusted opening balance	**1,533**	1,670	1,670
Total comprehensive income for the period	**-41**	-36	-62
Issue of warrants*	**-**	1	1
Dividend	**-76**	-76	-76
Closing balance	**1,416**	1,559	1,533

*Refers to the issue of w arrants to participants in incentive programmes

Summary Group cash flow statement

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Cash flow from operating activities before changes in working capital	**70**	3	**112**	31	156
Cash flow from changes in working capital	**26**	69	**-80**	-88	-20
Cash flow from operating activities	**96**	72	**32**	-57	136
Net investments	**-13**	-21	**-48**	-66	-115
Acquisition of operations	**-8**	-393	**-8**	-393	-408
Disposal of participations in associated companies	**-**	-	**-**	-	19
Cash flow from investing activities	**-21**	-414	**-56**	-459	-504
Change in interest-bearing receivables and liabilities	**-24**	420	**97**	629	573
Issue of warrants	**-**	1	**-**	1	1
Dividend	**-**	-	**-76**	-76	-76
Cash flow from financing activities	**-24**	421	**21**	554	498
Cash flow for the period	**51**	79	**-3**	38	130
Liquid funds at the beginning of the period	**291**	193	**350**	239	239
Translation difference in liquid funds	**-25**	-9	**-30**	-14	-19
Liquid funds at the end of the period	**317**	263	**317**	263	350

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Summary Group operating cash flow statement

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Cash flow from operating activities	**96**	72	**32**	-57	136
Reversal of paid tax and net financial items affecting cash flow	**25**	23	**77**	50	91
Net investments	**-13**	-21	**-48**	-66	-115
Operating cash flow	**108**	74	**61**	-73	112

Reconciliation to profit/loss after financial items

MSEK	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Operating profit/loss Bank Security & Cash Handling	**36**	42	**58**	88	145
Operating profit/loss Secure Storage	**8**	4	**27**	17	19
Operating profit/loss Global Services	**16**	20	**59**	67	101
Operating profit/loss Entrance Control	**9**	-18	**14**	-17	14
Operating profit/loss Developing Businesses	**1**	-13	**-10**	-38	-43
Central items	**-9**	-18	**-29**	-48	-57
Operating profit/loss	**61**	17	**119**	69	179
Net financial items	**-8**	-6	**-24**	-14	-66
Profit/loss after financial items	**53**	11	**95**	55	113

Sales by market

	July-Sept 2013	July-Sept 2012	Jan-Sept 2013	Jan-Sept 2012	Full Year 2012
France	**18%**	19%	**19%**	22%	22%
USA	**10%**	5%	**9%**	3%	4%
India	**8%**	7%	**8%**	7%	6%
UK	**5%**	6%	**5%**	6%	6%
Germany	**5%**	5%	**5%**	5%	5%
Spain	**5%**	4%	**4%**	5%	5%
Canada	**4%**	5%	**4%**	4%	5%
Sweden	**3%**	2%	**3%**	3%	3%
Belgium	**3%**	3%	**3%**	3%	3%
Indonesia	**3%**	3%	**3%**	4%	3%
Others	**36%**	41%	**37%**	38%	38%
Total	**100%**	100%	**100%**	100%	100%

Parent Company

Summary parent company income statement					
	July-Sept		Jan-Sept		Full year
MSEK	2013	2012	2013	2012	2012
Net sales	**21**	22	**63**	70	137
Administrative expenses	**-26**	-33	**-78**	-98	-135
Operating profit/loss	**-5**	-11	**-15**	-28	2
Net financial items	**-4**	-3	**-10**	-147	-151
Profit/loss after financial items	**-9**	-14	**-25**	-175	-149
Appropriations	**-**	-	**-**	-	67
Taxes	**0**	-	**-1**	156	127
Profit/loss for the period	**-9**	-14	**-26**	-19	45

Changes in comprehensive income in brief					
	July-Sept		Jan-Sept		Full year
MSEK	2013	2012	2013	2012	2012
Profit/loss for the period	**-9**	-14	**-26**	-19	45
Other comprehensive income, net after tax	**-**	-	**-**	-	-
Total comprehensive income for the period	**-9**	-14	**-26**	-19	**45**

Summary parent company balance sheet

MSEK	30 Sept 2013	30 Sept 2012	31 Dec 2012
Other intangible assets	**6**	9	8
Property, plant and equipment	**3**	3	3
Financial assets	**1,693**	1,687	1,693
Current receivables	**24**	52	67
Liquid funds	**0**	1	1
Total assets	**1,726**	1,752	1,772
Equity	**1,454**	1,492	1,556
Current liabilities	**272**	260	216
Total equity and liabilities	**1,726**	1,752	1,772

Changes in equity in brief

MSEK	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Opening balance	**1,556**	1,586	1,586
Total comprehensive income for the period	**-26**	-19	45
Issue of warrants*	**-**	1	1
Dividend	**-76**	-76	-76
Closing balance	**1,454**	1,492	1,556

*Refers to the issue of warrants to participants in incentive programmes

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Key ratios for the Group

Key ratios	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Gross margin, %	**30.1**	29.7	30.0
Operating margin before depreciation (EBITDA) excl. non-recurring items, %	**6.2**	5.1	6.9
Operating margin before depreciation (EBITDA), %	**4.8**	3.6	5.2
Operating margin (EBIT) excl. non-recurring items, %	**4.5**	3.4	5.1
Operating margin (EBIT), %	**3.1**	1.9	3.4
Profit margin (EBT), %	**2.5**	1.5	2.2
Return on capital employed, %[1) 2)]	**8.1**	9.4	7.0
Return on equity, %[1) 2)]	**3.7**	10.9	1.5
Capital turnover rate, times[2)]	**1.8**	2.0	1.9
Equity ratio, %	**33**	36	36
Interest coverage ratio, times[2)]	**4.8**	4.2	5.4
Debt/equity ratio, times	**0.8**	0.7	0.7

[1)] During the last twelve-month period

[2)] The figures relate to continuing and discontinued operations

Data per share	Jan-Sept 2013	Jan-Sept 2012	Full year 2012
Earnings per share before dilution, SEK	**0.69**	0.26	0.26
Earnings per share after dilution, SEK	**0.69**	0.26	0.26
Equity per share, SEK	**18.47**	20.38	20.02
Cash flow per share, SEK	**0.42**	-0.76	1.80
No. of shares at end of period, thousands	**75,856**	75,856	75,856
Average no. of shares, thousands	**75,856**	75,856	75,856

Quarterly data, MSEK

Income statement	2011[2)] 1	2	3	4	2012 1	2	3	4	2013 1	2	3
Net sales	1,132	1,266	1,247	1,492	1,169	1,270	1,280	1,517	1,155	1,325	**1,314**
Costs of goods sold	-815	-856	-875	-1,026	-825	-889	-900	-1,052	-827	-918	**-908**
Gross profit	317	410	372	466	344	381	380	465	328	407	**406**
Other operating costs, net	-294	-336	-311	-300	-334	-339	-363	-355	-327	-350	**-345**
Operating profit/loss	23	74	61	166	10	42	17	110	1	57	**61**
Net financial items	-6	-8	-5	-7	-4	-4	-6	-52	-9	-7	**-8**
Profit/loss after financial items	17	66	56	159	6	38	11	58	-8	50	**53**
Taxes	-5	-27	-17	-3	-9	-14	-10	-56	-4	-16	**-21**
Profit/loss for the period from continuing operations	12	39	39	156	-3	24	1	2	-12	34	**32**
Profit/loss for the period from discontinued operations	-19	1	5	-3	-	-	-	-	-	-	**-**
Profit/loss for the period	-7	40	44	153	-3	24	1	2	-12	34	**32**
Key ratios											
Gross margin, %	28.0	32.4	29.8	31.2	29.4	30.0	29.7	30.7	28.4	30.7	**30.9**
Operating margin, %	2.0	5.8	4.9	11.1	0.8	3.3	1.3	7.3	0.1	4.3	**4.6**
Operating profit (EBIT) excl. non-recurring items, MSEK	23	82	74	138	14	50	63	139	11	69	**93**
Operating profit (EBIT) excl. non-recurring items, %	2.0	6.5	5.9	9.2	1.2	3.9	4.9	9.2	0.9	5.2	**7.1**
Earnings per share, SEK [1)]	*-0.09*	*0.53*	*0.58*	*1.98*	*-0.04*	*0.32*	*-0.02*	*-0.04*	*-0.16*	*0.45*	***0.39***

[1)] Before and after dilution

[2)] The figures for 2011 have not been restated due to the implementation of the revised standard IAS19 Employee Benefits

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Notes

Note 1 Change of accounting principles, Group

As of January 1, 2013, Gunnebo applies the revised IAS 19 Employee Benefits. The amendment means that actuarial gains and losses relating to defined benefit plans and plan assets are recognised immediately via other comprehensive income. Furthermore, the expected return on plan assets is calculated using the same discount rate used to calculate the pension commitment. The effects of the amendments to IAS 19 are shown below. For adjustments made in equity as a result of the amended accounting principle, please see "Changes in equity in brief".

Summary Group income statement, adjusted for change of accounting principles

MSEK	Acc. to previous principles Jan-Sept 2012	Effect change of accounting principles	Acc. to new principles Jan-Sept 2012	Acc. to previous principles Full year 2012	Effect change of accounting principles	Acc. to new principles Full year 2012
Net sales	3,719	-	3,719	5,236	-	5,236
Cost of goods sold	-2,614	-	-2,614	-3,666	-	-3,666
Gross profit	1,105	-	1,105	1,570	-	1,570
Other operating costs, net	-1,036	-	-1,036	-1,394	3	-1,391
Operating profit/loss	69	-	69	176	3	179
Net financial items	-14	-	-14	-65	-1	-66
Profit/loss after financial items	55	-	55	111	2	113
Taxes	-33	-	-33	-89	-	-89
Profit/loss for the period	22	-	22	22	2	24
Whereof attributable to:						
Parent company shareholders	20	-	20	17	2	19
Non-controlling interests	2	-	2	5	-	5
	22	-	22	22	2	24
Earnings per share before dilution, SEK	0.26	-	0.26	0.23	0.03	0.26
Earnings per share after dilution, SEK	0.26	-	0.26	0.23	0.03	0.26

Changes in Group comprehensive income in brief, adjusted for change of accounting principles

MSEK	Acc. to previous principles Jan-Sept 2012	Effect change of accounting principles	Acc. to new principles Jan-Sept 2012	Acc. to previous principles Full year 2012	Effect change of accounting principles	Acc. to new principles Full year 2012
Profit/loss for the period	22	-	22	22	2	24
Other comprehensive income for the period						
Items that will not be reclassified subsequently to profit or loss						
Actuarial gains and losses*	-	-	-	-	-17	-17
Total items that will not be reclassified to profit or loss	-	-	-	-	-17	-17
Items that may be reclassified subsequently to profit or loss						
Translation differences in foreign operations	-53	-	-53	-64	2	-62
Hedging of net investments*	-3	-	-3	-3	-	-3
Cash-flow hedges*	-2	-	-2	-4	-	-4
Total items that may be reclassified to profit or loss subsequently	-58	-	-58	-71	2	-69
Total other comprehensive income, net of taxes	-58	-	-58	-71	-15	-86
Total comprehensive income for the period	-36	-	-36	-49	-13	-62
Whereof attributable to:						
Parent company shareholders	-37	-	-37	-52	-13	-65
Non-controlling interests	1	-	1	3	-	3
	-36	-	-36	-49	-13	-62

*Net of taxes

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Note 1 Change of accounting principles, Group cont.

Summary Group balance sheet, adjusted for change of accounting principles

MSEK	Acc. to previous principles 1 Jan 2012	Effect change of accounting principles	Acc. to new principles 1 Jan 2012	Acc. to previous principles 31 Dec 2012	Effect change of accounting principles	Acc. to new principles 31 Dec 2012
Goodwill	1,104	-	1,104	1,320	-	1,320
Other intangible assets	111	-	111	182	-	182
Property, plant and equipment	316	-	316	327	-	327
Financial assets	139	-	139	60	-	60
Deferred tax assets	253	25	278	232	31	263
Inventories	564	-	564	580	-	580
Current receivables	1,239	-	1,239	1,201	-	1,201
Liquid funds	239	-	239	350	-	350
Total assets	3,965	25	3,990	4,252	31	4,283
Equity	1,776	-106	1,670	1,652	-119	1,533
Long-term liabilities	800	131	931	1,278	150	1,428
Current liabilities	1,389	-	1,389	1,322	-	1,322
Total equity and liabilities	3,965	25	3,990	4,252	31	4,283

Summary Group cash flow statement, adjusted for change of accounting principles

MSEK	Acc. to previous principles Jan-Sept 2012	Effect change of accounting principles	Acc. to new principles Jan-Sept 2012	Acc. to previous principles Full year 2012	Effect change of accounting principles	Acc. to new principles Full year 2012
Cash flow from operating activities before changes in working capital	31	-	31	156	-	156
Cash flow from changes in working capital	-88	-	-88	-20	-	-20
Cash flow from operating activities	-57	-	-57	136	-	136
Net investments	-66	-	-66	-115	-	-115
Acquisition of operations	-393	-	-393	-408	-	-408
Disposal of participations in associated companies	-	-	-	19	-	19
Cash flow from investing activities	-459	-	-459	-504	-	-504
Change in interest-bearing receivables and liabilities	629	-	629	573	-	573
Issue of warrants	1	-	1	1	-	1
Dividend	-76	-	-76	-76	-	-76
Cash flow from financing activities	554	-	554	498	-	498
Cash flow for the period	38	-	38	130	-	130
Liquid funds at the beginning of the period	239	-	239	239	-	239
Translation difference in liquid funds	-14	-	-14	-19	-	-19
Liquid funds at the end of the period	263	-	263	350	-	350

Note 2 Change of accounting principles, Parent company

As a result of an amendment to RFR 2, the parent company has changed accounting principle regarding group contributions. Group contributions received and paid are now recognised as appropriations whereas they were previously recognised as financial income/expenses. See below for information on how recognised periods have been restated in this report in accordance with the amended accounting principle below.

Summary parent company income statement, adjusted for change of accounting principles

MSEK	Acc. to previous principles Jan-Sept 2012	Effect change of accounting principles	Acc. to new principles Jan-Sept 2012	Acc. to previous principles Full year 2012	Effect change of accounting principles	Acc. to new principles Full year 2012
Net sales	70	-	70	137	-	137
Administrative expenses	-98	-	-98	-135	-	-135
Operating profit/loss	-28	-	-28	2	-	2
Net financial items	-147	-	-147	-84	-67	-151
Profit/loss after financial items	-175	-	-175	-82	-67	-149
Appropriations	-	-	-	-	67	67
Taxes	156	-	156	127	-	127
Profit/loss for the period	-19	-	-19	45	0	45

The net result has not changed as a result of the change in accounting principles since group contributions according to previous principle were recognised as financial income/expense in the income statement.

Note 3 Acquisition of operations*

MSEK	2013	2012
Assets and liabilities in aquired operations		
Intangible assets	-	90
Property, plant and equipment	2	5
Financial assets	-	1
Inventories	10	27
Current receivables	5	80
Liquid funds	1	-
Current liabilities	-7	-41
Long-term liabilities	-5	-33
Identifiable net assets	**6**	**129**
Goodwill	9	275
Total purchase sums	**15**	**404**
Less:		
Purchase sums not paid	-6	-11
Liquid funds in aquired operations	-1	-
Effect on group liquid funds	**8**	**393**

* July 5, 2013, Gunnebo acquired ATG Entrance Corporation in South Korea. Group surplus value arising from the acquisition has not finally been determined due to that the acquisition analysis is still preliminary. The figures for 2012 relate to the acquisition of Hamilton Safe (USA).

Note 4 Financial assets and liabilities measured at fair value

Measurement techniques

In IFRS 13, financial instruments are classified in a hierarchy of three levels, based on the information used to establish their fair value. Level 1 refers to fair values based on quoted prices on an active market for similar financial assets and liabilities. Level 2 refers to fair values established based on directly observable market inputs other than Level 1 inputs. Level 3 refers to fair values based on valuation models with inputs based on non-observable market data.

The Group possesses Level 2 derivatives for hedging purposes in the form of currency forwards and interest-rate swap agreements. Measurement at fair value for the currency forwards is based on published forward rates on an active market. Measurement of interest-rate swap agreements is based on forward interest rates produced from observable yield curves.

Fair value hierarchy

Derivatives

The fair value of derivative instruments has been established using measurement techniques based on observable market data. According to the fair value hierarchy, such measurement methods are referred to as Level 2. As the Group only possesses financial instruments measured at fair value in accordance with measurement methods belonging to this level, there have been no transfers between the different measurement categories. The table below outlines the assets and liabilities measured at fair value.

Financial assets and liabilities measured at fair value

MSEK	30 Sept **2013**	31 Dec **2012**
Financial assets measured at fair value		
- derivatives for which hedge accounting does not apply	**14**	11
	14	11
Financial liabilities measured at fair value		
- derivatives for which hedge accounting does not apply	**2**	4
- interest-swap agreements for which hedge accounting of cash flows applies	**4**	8
	6	12

Borrowing

The Group´s borrowing primarily relates to long-term credit facilities but with short fixed interest rate periods. The fair value is therefore deemed to be the same as the carrying value. The table below presents the fair value on the Group´s borrowing.

Fair value on borrowing

MSEK	30 Sept **2013**	31 Dec **2012**
Long-term borrowing	**823**	1,021
Short-term borrowing	**360**	61
	1,183	1,082

Other financial assets and liabilities

For financial instruments such as accounts receivable, accounts payable and other non-interest-bearing financial assets and liabilities, which are recognised at accrued cost less any write-down, the fair value is deemed to be the same as the carrying amount due to the short anticipated duration.

Note 5 Net accounting of financial assets and liabilities

See below for gross accounting of the Group´s borrowing and derivatives at balance sheet date.

MSEK	Assets	Liabilities	Net
Borrowing	-	-1,183	-1,183
Currency derivatives	14	-2	12
Interest-rate swap agreements	-	-4	-4
Total	14	-1,189	-1,175

The Group has entered into general agreements (ISDAs) with all of its counterparties regarding borrowing and transactions in derivative instruments. All receivables and liabilities related to such instruments may, therefore, be offset in their entirety. On September 30, 2013, the Group had not applied net accounting for derivative instruments or for some other important assets and liabilities.

Note 6 Non-recurring items per function

MSEK	Jan-Sept incl. non-recurring items **2013**	Non-recurring items **2013**	Jan-Sept excl. non-recurring items **2013**
Net sales	3,794	-	3,794
Cost of goods sold	-2,653	18	-2,635
Gross profit	**1,141**	**18**	**1,159**
Gross margin	**30.1%**		**30.5%**
Other operating costs, net	-1,022	36	-986
Operating profit/loss	**119**	**54**	**173**
Operating margin	**3.1%**		**4.5%**

Definitions

Capital employed:
Total assets less non interest-bearing provisions and liabilities.

Capital turnover rate:
Net sales in relation to average capital employed.

Cash flow per share:
Cash flow from operating activities divided by the average number of shares in issue after dilution.

Equity per share
Equity attributable to the shareholders of the parent company divided by the number of shares at the end of the period.

Equity ratio:
Equity as a percentage of the balance sheet total.

Gross margin:
Gross profit as a percentage of net sales.

Interest coverage ratio:
Profit/loss after financial items plus interest costs, divided by interest costs.

Net debt:
Interest-bearing provisions and liabilities less liquid funds and interest-bearing receivables.

Operating cash flow:
Cash flow from operating activities, after capital expenditure but before net financial items affecting cash flow and tax paid.

Operating margin:
Operating profit/loss as a percentage of net sales.

Organic growth
Growth in net sales, or order intake, adjusted for acquisitions, divestments and exchange rate effects.

Profit margin:
Profit/loss after financial items as a percentage of net sales.

Return on capital employed:
Operating profit/loss plus financial income as a percentage of average capital employed.

Return on equity:
Profit/loss for the year as a percentage of average equity.

Financial Calendar	
Year-end release 2013	January 31, 2014
Gunnebo CMD 2014	March 5, 2014
AGM 2014	April 10, 2014
Interim report January-March 2014	April 29, 2014

This interim report is a translation of the original in Swedish language. In the event of any textual inconsistencies between the English and the Swedish, the latter shall prevail.

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The Gunnebo Security Group provides efficient and innovative security solutions to customers around the globe. It employs 5,700 people in 33 countries across Europe, Asia, Africa, Australia and Americas, and has a turnover of €580m. Gunnebo focuses its global offering on Bank Security & Cash Handling, Secure Storage, Entrance Control and Services.

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