



Nolato AB (publ) nine-month interim report 2015

Strong earnings and margin performance

■ Third quarter of 2015 in brief

- Sales totalled SEK 1,084 million (1,095)
- Operating profit (EBITA) rose by 27% to SEK 142 million (112)
- Strong EBITA margin of 13.1% (10.2)
- Profit after tax increased to SEK 105 million (83)
- Earnings per share were SEK 3.99 (3.15)
- Cash flow after investments was SEK 120 million (-13)

■ First nine months of 2015 in brief

- Sales increased to SEK 3,437 million (2,992)
- Operating profit (EBITA) was SEK 432 million (306)
- Earnings per share increased to SEK 12.28 (8.78)
- Cash flow after investments was SEK 172 million (37)
- Healthy financial position with net assets of SEK 16 million (-43)

■ Group highlights

SEK million unless otherwise specified	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Net sales	1,084	1,095	3,437	2,992	4,679	4,234
Operating profit (EBITDA) ¹⁾	185	149	557	413	763	619
Operating profit (EBITA) ²⁾	142	112	432	306	596	470
EBITA margin, %	13.1	10.2	12.6	10.2	12.7	11.1
Operating profit (EBIT) ³⁾	139	108	421	294	581	454
Profit after financial income and expense	137	108	420	300	582	462
Profit after tax	105	83	323	231	456	364
Earnings per share, basic and diluted, SEK *	3.99	3.15	12.28	8.78	17.34	13.84
Adjusted earnings per share, SEK ⁴⁾ *	4.07	3.27	12.58	9.12	17.75	14.29
Cash flow after investments, excl. acquisitions and disp.	120	- 13	172	37	262	127
Net investm. affecting cash flow, excl. acq. and disp.	33	52	207	155	255	203
Cash conversion, % ⁵⁾	—	—	—	—	45	28
Return on capital employed, %	32.0	24.6	32.0	24.6	32.0	28.4
Return on shareholders' equity, %	29.6	23.2	29.6	23.2	29.6	25.0
Equity/assets ratio, %	53	50	53	50	53	54
Net financial assets (+) / liabilities (-)	16	- 43	16	- 43	16	59

*The company does not have any financial instrument programmes which involve any dilution in the number of shares.

¹⁾ Operating profit (EBITDA): Earnings before interest, taxes, depreciation and amortisation.

²⁾ Operating profit (EBITA): Earnings before interest, taxes and amortisation of intangible assets arising from acquisitions.

³⁾ Operating profit (EBIT): Earnings before interest and taxes.

⁴⁾ Adjusted earnings per share: Profit after tax, excluding amortisation of intangible assets arising from acquisitions, divided by the average number of shares.

⁵⁾ Cash conversion: Cash flow after investments, excl. acquisitions and disposals, divided by operating profit (EBIT). Cash flow and operating profit have been adjusted by non-recurring items.

This document is a translation from Swedish. In the event of any difference between this version and the Swedish original, the latter shall prevail.

Third quarter 2015

- Sales totalled SEK 1,084 million (1,095)
- Operating income (EBITA) increased by 27% to SEK 142 million (112)
- Continued healthy financial position with net assets of SEK 16 million (-43)

Sales

Consolidated sales totalled SEK 1,084 million (1,095). Adjusted for currency, sales decreased by 10%, which was fully attributable to Nolato Telecom.

Nolato Medical's sales increased to SEK 368 million (330); adjusted for currency, sales grew by 3%. Packaging volumes remained low in Eastern Europe. Most of the business area's other customer segments saw volumes grow.

Nolato Telecom's sales amounted to SEK 434 million (502); adjusted for currency, sales decreased by 27%. Product changeovers are continuing, but older products enjoyed higher than expected volumes. Activity in the EMC (electromagnetic compatibility) area is continuing to show positive development.

Nolato Industrial's sales amounted to SEK 282 million (264); adjusted for currency, sales increased by 5%. Volumes in the automotive and hygiene segments showed positive performance and were higher than the year-earlier period.

Profit

Consolidated operating profit (EBITA) rose to SEK 142 million (112), of which SEK 18 million net was attributable to positive currency effects, particularly in Nolato Telecom. In addition, a continued positive development of margins contributed to the improvement in earnings.

Nolato Medical's operating profit (EBITA) increased significantly to SEK 51 million (42), Nolato Telecom's to SEK 63 million (48) and Nolato Industrial's to SEK 30 million (28).

Nolato Medical's EBITA margin rose to a strong 13.9% (12.7).

Performance in the quarter was helped by a good product mix.

Nolato Telecom's EBITA margin rose to a strong 14.5% (9.6).

The improvement in the margin was supported by a beneficial product mix and a low material share, efficient adjustments to lower volumes and a continued focus on EMC. Nolato Industrial's EBITA margin was unchanged at 10.6% (10.6).

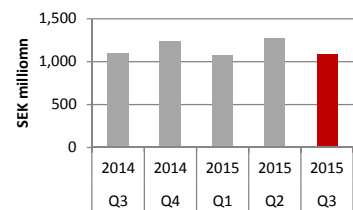
Overall, the Group's EBITA margin was a very strong 13.1% (10.2).

Sales, operating profit (EBITA) and EBITA margin by business area

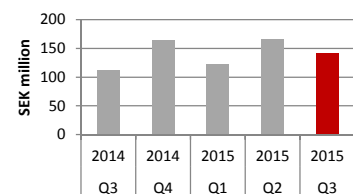
SEK million	Sales Q3/2015	Sales Q3/2014	Op. profit EBITA Q3/2015	Op. profit EBITA Q3/2014	EBITA margin Q3/2015	EBITA margin Q3/2014
Nolato Medical	368	330	51	42	13.9%	12.7%
Nolato Telecom	434	502	63	48	14.5%	9.6%
Nolato Industrial	282	264	30	28	10.6%	10.6%
Intra-Group adj., Parent Co	—	-1	-2	-6	—	—
Group total	1,084	1,095	142	112	13.1%	10.2%

Operating profit (EBITA): Earnings before interest, taxes and amortisation of intangible assets arising from acquisitions.

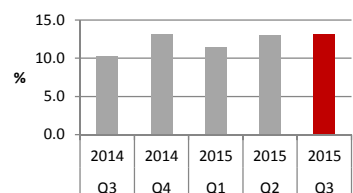
Sales



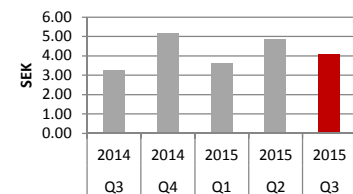
Operating profit (EBITA)



EBITA margin



Adjusted earnings per share



Operating profit (EBIT) increased to SEK 139 million (108).

Profit after net financial income/expense was SEK 137 million (108). Net financial income/expense included exchange rate fluctuations affecting earnings by SEK -1 million (+1).

Profit after tax rose to SEK 105 million (83). Earnings per share, basic and diluted, rose to SEK 3.99 (3.15). Adjusted earnings per share excluding amortisation of intangible assets arising from acquisitions were SEK 4.07 (3.27).

First nine months 2015

Sales and earnings

Consolidated sales rose to SEK 3,437 million (2,992) in the first nine months of 2015. Adjusted for currency, sales increased by 2%.

Nolato Medical's sales rose by 8% to SEK 1,077 million (999), Nolato Telecom's sales rose by 23% to SEK 1,436 million (1,166) and Nolato Industrial's sales rose by 12% to SEK 926 million (829).

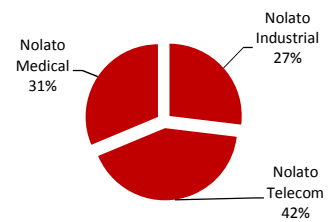
Consolidated operating profit (EBITA) was SEK 432 million (306) and the EBITA margin rose to 12.6% (10.2). Operating profit (EBIT) was SEK 421 million (294).

Profit after net financial income/expense was SEK 420 million (300; net financial income/expense for the year-earlier period included a positive non-recurring item of SEK 8 million).

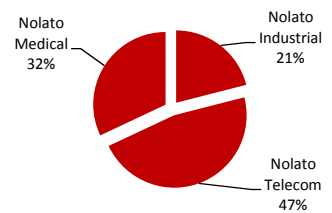
Profit after tax rose to SEK 323 million (231). Earnings per share, basic and diluted, increased to SEK 12.28 (8.78; excluding the effect of the non-recurring item earnings per share were SEK 8.48). Adjusted earnings per share excluding amortisation of intangible assets arising from acquisitions were SEK 12.58 (9.12). The effective tax rate was 23% (23).

The return on capital employed was 32.0% for the last twelve months (28.4% for the 2014 calendar year). Return on equity was 29.6% for the last twelve months (25.0% for the 2014 calendar year). Cash conversion for the last twelve months was 45% (28% for the 2014 calendar year).

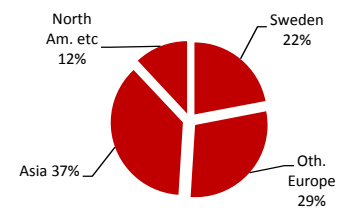
Business areas' share of sales



Business areas' share of operating profit (EBITA)



Sales by geographic markets



Nolato Medical

Sales and profit Q1-Q3 (SEK million)	2015	2014
Sales	1,077	999
Operating profit (EBITA)	144	133
EBITA margin (%)	13.4	13.3
Operating profit (EBIT)	134	123

Nolato Medical’s sales were SEK 1,077 million (999); adjusted for currency, sales decreased by 1%. Packaging volumes were lower in Eastern Europe. Other segments were stable.

Operating profit (EBITA) rose to SEK 144 million (133). The EBITA margin was a strong 13.4% (13.3).

High activity and healthy project activity are enabling future growth, for example via a breakthrough in robust design and computer-based modelling, in the development phase for new customer projects. Nolato Medical received the Swedish Lean Award 2015 at the Swedish Lean Forum. The prize was awarded for, among things, Nolato’s long tradition of responsible business that combines efficient business operations with ethics, responsibility and environmental awareness through Nolato’s Medical Excellence production system.

Nolato Telecom

Sales and profit Q1-Q3 (SEK million)	2015	2014
Sales	1,436	1,166
Operating profit (EBITA)	211	101
EBITA margin (%)	14.7	8.7
Operating profit (EBIT)	211	101

Nolato Telecom’s sales totalled SEK 1,436 million (1,166); adjusted for currency, sales decreased by 1%. High volumes in the second quarter were a result of the success of customer handsets on the consumer market. Volumes are lower in the second half of the year, when product changeovers take place. Activity in the EMC area is continuing to show positive development.

Operating profit (EBITA) rose to SEK 211 million (101). The EBITA margin grew to a very strong 14.7% (8.7). A favourable product mix and high efficiency led to a higher margin. The product mix is expected to remain favourable in the fourth quarter.

Nolato Industrial

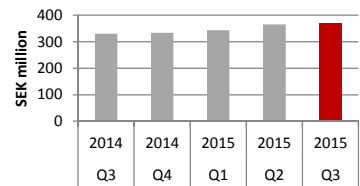
Sales and profit Q1-Q3 (SEK million)	2015	2014
Sales	926	829
Operating profit (EBITA)	98	89
EBITA margin (%)	10.6	10.7
Operating profit (EBIT)	97	87

Nolato Industrial’s sales rose to SEK 926 million (829); adjusted for currency, sales increased by 9%. Volumes in the automotive segment were healthy and in the hygiene segment they were higher than the year-earlier period.

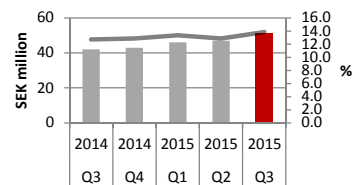
Continued investments in technology and increased market share are having a positive effect. The significant project activity during the year relating to new products has generated higher sales.

Operating profit (EBITA) rose to SEK 98 million (89), with a strong EBITA margin of 10.6% (10.7).

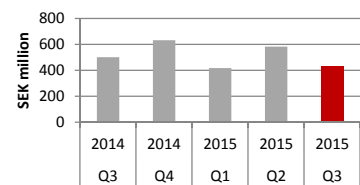
Nolato Medical sales



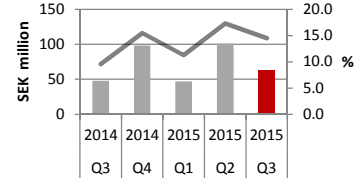
Nolato Medical operating profit (EBITA) & EBITA margin %



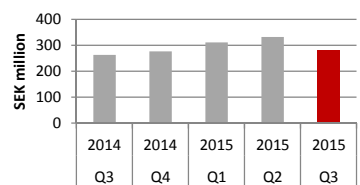
Nolato Telecom sales



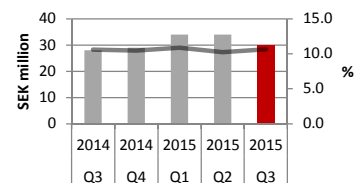
Nolato Telecom operating profit (EBITA) & EBITA margin %



Nolato Industrial sales



Nolato Industrial operating profit (EBITA) & EBITA margin %



Cash flow

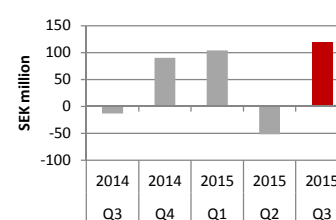
Positive earnings performance and lower investments have contributed to strengthened cash flow after investments of SEK 120 million (-13) in the third quarter.

Accumulated after nine months, cash flow after investments was SEK 172 million (37). The strong earnings and lower working capital requirements had a positive impact on cash flow, while higher investments than the year-earlier period had a negative effect. The change in working capital for the first nine months was a negative SEK 44 million (-145). Investments affecting cash flow rose to SEK 207 million (155). Payments for expansion in China, Hungary and Malaysia, together with increased investments in machine capacity, have led to higher investments.

Financial position

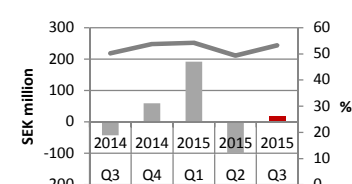
Interest-bearing assets totalled SEK 362 million (206), and interest-bearing liabilities and provisions totalled SEK 346 million (249). Net financial assets consequently totalled SEK 16 million (-43). Shareholders' equity was SEK 1,685 million (1,401). The equity/assets ratio was 53% (50). In the second quarter of the year, dividends totalling SEK 224 million (210) were paid out, corresponding to a dividend of SEK 8.50 per share.

Cash flow after investments



Excluding acquisitions and disposals

Net financial assets (+) liabilities (-) & assets/equity ratio



Consolidated performance analysis

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Net sales	1,084	1,095	3,437	2,992	4,679	4,234
Gross profit excl. depreciation/amortisation	227	205	738	587	1,010	859
<i>As a percentage of net sales</i>	20.9	18.7	21.5	19.6	21.6	20.3
Costs	-42	-56	-181	-174	-247	-240
<i>As a percentage of net sales</i>	3.9	5.1	5.3	5.8	5.3	5.7
Operating profit (EBITDA)	185	149	557	413	763	619
<i>As a percentage of net sales</i>	17.1	13.6	16.2	13.8	16.3	14.6
Depreciation and amortisation	-43	-37	-125	-107	-167	-149
Operating profit (EBIT)	142	112	432	306	596	470
<i>As a percentage of net sales</i>	13.1	10.2	12.6	10.2	12.7	11.1
Amortisation of intangible assets arising from acquisitions	-3	-4	-11	-12	-15	-16
Operating profit (EBIT)	139	108	421	294	581	454
Financial income and expense	-2	—	-1	6	1	8
Profit after financial income and expense	137	108	420	300	582	462
Tax	-32	-25	-97	-69	-126	-98
<i>As a percentage of profit after financial income and expense</i>	23.4	23.1	23.1	23.0	21.6	21.2
Profit after tax	105	83	323	231	456	364

Financial position

SEK million	30/09/2015	30/09/2014	31/12/2014
Interest-bearing liabilities, credit institutions	-218	-130	-69
Interest-bearing pension liabilities	-128	-119	-128
Total borrowings	-346	-249	-197
Cash and bank	362	206	256
Net financial assets (+) / liabilities (-)	16	-43	59
Working capital	210	121	107
<i>As a percentage of sales (avg.) (%)</i>	3.5	3.3	1.6
Capital employed	2,029	1,650	1,764
<i>Return on capital employed (avg.) (%)</i>	32.0	24.6	28.4
Shareholders' equity	1,685	1,401	1,567
<i>Return on shareholders' equity (avg.) (%)</i>	29.6	23.2	25.0

■ Personnel

The average number of employees during the period was 7,590 (7,084). The increase in the number of employees is primarily attributable to Nolato Telecom in China.

■ Significant risks and uncertainty factors

The business risks and risk management of the Group and the Parent Company, along with the management of financial risks, are described in the 2014 Annual Report on pages 14, 48 – 49, and in Note 4 on pages 59 – 60.

No significant events have occurred during the period that would significantly affect or change these descriptions of the Group's and the Parent Company's risks or the management thereof.

■ Events after the balance sheet date

Christer Wahlquist has been appointed as the new President and CEO of Nolato and will take up his post on 5 February 2016 (see separate press release). At his own request, Hans Porat will step down as President and CEO of Nolato when the 2015 year-end report is published on 4 February 2016. Christer Wahlquist has been Head of the Nolato Medical business area since 2005 and since then been a member of Nolato's Group management.

■ Ownership and legal structure

Nolato AB (publ), Swedish corporate identity number 556080-4592, is the Parent Company of the Nolato Group.

Nolato's Class B shares are listed on the NASDAQ Stockholm exchange in the Mid Cap segment, where they are included in the Industrials sector.

There were 10,120 shareholders at 30 September. The largest shareholders are the Jorlén family with 10%, the Boström family with 9%, Swedbank Robur Funds with 6%, and the Paulsson family, DnB Carlson Funds, MPCS EQ and Svolder with 3% of the capital each.

■ The Parent Company

For the Parent Company, which has no operational activities, sales amounted to SEK 24 million (22). Profit after financial income and expense decreased to SEK 15 million (36), owing mainly to negative currency effects and lower net financial income/expense during the period.

■ Accounting and valuation principles

Nolato's consolidated accounts have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the EU.

The consolidated year-end report has been prepared in accordance with IAS 34 (Interim Financial Reporting) and the applicable provisions of the Swedish Annual Accounts Act. The Swedish Securities Market Act has been applied in relation to publication of this interim report.

The consolidated accounts have been prepared in accordance with the same principles as those applied in the most recent Annual Report, which are described in the 2014 Annual Report on pages 56 – 58.

The new or revised IFRS standards or IFRIC interpretations, which came into effect on 1 January 2015, have not had any material effect on the consolidated income statement or balance sheet.

The interim report for the Parent Company was prepared in accordance with Chapter 9 of the Swedish Annual Accounts Act.

■ Nomination Committee

At the end of September 2015, in accordance with a decision at Nolato's annual general meeting on 29 April 2015, the five largest shareholders in terms of votes appointed the following persons to be a part of Nolato's nomination committee ahead of the annual general meeting of 2016: Henrik Jorlén (Chairman), Gun Boström, Erik Paulsson and Bo Lundgren (Swedbank Robur Funds).

Shareholders who would like to submit proposals to the nomination committee can contact the Chairman of the nomination committee, Henrik Jorlén, e-mail henrik.jorlen@gmail.com or through regular post Kommendörsgatan 4, 269 77 Torekov.

■ Annual General Meeting

The Annual General Meeting will be held on 28 April 2016.

■ Financial calendar

- 2015 year-end report: 4 February 2016
- Three-month interim report 2016: 28 April 2016
- 2016 Annual General Meeting: 28 April 2016
- Six-month interim report 2016: 19 July 2016
- Nine-month interim report 2016: 25 October 2016

Torekov, 28 October 2015

Nolato AB (publ)

Hans Porat, President and CEO

■ Contact:

- Hans Porat, President and CEO, tel. +4670 5517550.
- Per-Ola Holmström, CFO, tel. +4670 5763340.

The information contained in this interim report is the information which Nolato is obliged to make public in accordance with the Swedish Securities Market Act and/or the Swedish Financial Instruments Trading Act. This information was made public on 28 October 2015 at 14:30.

This report has not been reviewed by the Company's auditors.

■ Consolidated income statement (summary)

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Net sales	1,084	1,095	3,437	2,992	4,679	4,234
Cost of goods sold	- 899	- 926	- 2,821	- 2,509	- 3,832	- 3,520
Gross profit	185	169	616	483	847	714
Other operating income	10	—	12	5	12	5
Selling expenses	- 25	- 23	- 81	- 73	- 109	- 101
Administrative expenses	- 32	- 38	- 126	- 121	- 167	- 162
Other operating expenses	1	—	—	—	- 2	- 2
	- 46	- 61	- 195	- 189	- 266	- 260
Operating profit	139	108	421	294	581	454
Financial income and expense	- 2	—	- 1	6	1	8
Profit after financial income and expense	137	108	420	300	582	462
Tax	- 32	- 25	- 97	- 69	- 126	- 98
Profit after tax	105	83	323	231	456	364
All earnings are attrib. to the Parent Co.'s shareholders						
Depreciation/amortisation	46	41	136	119	182	165
Earnings per share, basic and diluted (SEK)	3.99	3.15	12.28	8.78	17.34	13.84
Number of shares at the end of the period	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408
Average number of shares	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408

■ Consolidated comprehensive income

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Profit after tax	105	83	323	231	456	364
Other comprehensive income						
<i>Items that cannot be transferred to profit for the period</i>						
Revaluations of defined benefit pension plans	—	- 9	—	- 9	- 11	- 20
Tax attributable to items that cannot be transferred to profit for the period	—	2	—	2	2	4
	—	- 7	—	- 7	- 9	- 16
<i>Items that have been converted or can be converted into profit for the period</i>						
Translation diff. for the period on transl. of foreign oper.	1	25	17	41	60	84
Changes in the fair val. of cash flow hedges for the per. *	1	- 2	3	- 3	2	- 4
Tax attr. to changes in the fair val. of cash flow hedges *	—	1	- 1	1	- 1	1
	2	24	19	39	61	81
Other comprehensive income, net of tax	2	17	19	32	52	65
Total comp. income for the period attributable to the Parent Co.'s shareholders	107	100	342	263	508	429

* Financial instruments are measured at fair value in the statement of financial position, pursuant to measurement hierarchy Level 2.

■ Reconciliation of consolidated profit before tax

SEK million	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Operating profit (EBIT)				
Nolato Medical	134	123	174	163
Nolato Telecom	211	101	309	199
Nolato Industrial	97	87	125	115
Group adjustments, Parent Company	- 21	- 17	- 27	- 23
Consolidated operating profit (EBIT)	421	294	581	454
Financial income and expense (not distributed by business areas)	- 1	6	1	8
Consolidated profit before tax	420	300	582	462

■ Consolidated balance sheet (summary)

SEK million	30/09/2015	30/09/2014	31/12/2014
Assets			
Non-current assets			
Intangible non-current assets	549	544	549
Property, plant and equipment	945	829	894
Non-current financial assets	2	2	2
Other non-current receivables	1	2	1
Deferred tax assets	48	36	45
Total fixed assets	1,545	1,413	1,491
Current assets			
Inventories	321	280	264
Accounts receivable	755	752	755
Other current assets ²⁾	179	141	148
Cash and bank	362	206	256
Total current assets	1,617	1,379	1,423
Total assets	3,162	2,792	2,914
Shareholders' equity and liabilities			
Shareholders' equity	1,685	1,401	1,567
Long-term liabilities and provisions ¹⁾	159	146	157
Deferred tax liabilities ¹⁾	55	63	61
Current liabilities and provisions ^{1) 2)}	1,263	1,182	1,129
Total liabilities and provisions	1,477	1,391	1,347
Total shareholders' equity and liabilities	3,162	2,792	2,914
¹⁾ Interest-bearing/non-interest-bearing liabilities and provisions:			
Interest-bearing liabilities and provisions	346	249	197
Non-interest-bearing liabilities and provisions	1,131	1,142	1,150
Total liabilities and provisions	1,477	1,391	1,347
²⁾ Financial instruments are measured at fair value in the statement of financial position, pursuant to measurement hierarchy Level 2.			
²⁾ Derivative assets are included in other current assets with	1	—	—
²⁾ Derivative liabilities are included in current liabilities and provisions with	26	28	10

■ Changes in consolidated shareholders' equity (summary)

SEK million	Q1 - Q3 2015	Q1 - Q3 2014	Full year 2014
Shareholders' equity at the beginning of the period	1,567	1,348	1,348
Total comprehensive income for the period	342	263	429
Dividends	- 224	- 210	- 210
Shareholders' equity at the end of period attrib. to Parent Co's shareholders	1,685	1,401	1,567

In 2015, a dividend totalling SEK 224 million was paid to the Parent Company's shareholders, corresponding to a dividend of SEK 8.50 per share. The Group does not have any incentive programmes resulting in a dilutive effect in the number of shares.

Consolidated cash flow statement (summary)

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Cash flow from op. activities bef. changes in work. cap.	150	122	423	337	624	538
Changes in working capital	3	- 83	- 44	- 145	- 107	- 208
Cash flow from operating activities	153	39	379	192	517	330
Cash flow from investment activities	- 33	- 52	- 207	- 155	- 255	- 203
Cash flow before financing activities	120	- 13	172	37	262	127
Cash flow from financing activities	- 72	- 8	- 74	- 165	- 136	- 227
Cash flow for the period	48	- 21	98	- 128	126	- 100
Liquid assets at the beginning of the period	317	212	256	318	—	318
Exchange rate difference in liquid assets	- 3	15	8	16	—	38
Liquid assets at the end of the period	362	206	362	206	—	256

Earnings per share

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Profit after tax	105	83	323	231	456	364
Adjusted earnings:						
Amortisation of intangible assets arising from acquis.	3	4	11	12	15	16
Tax on amortisation	- 1	- 1	- 3	- 3	- 4	- 4
Adjusted earnings	107	86	331	240	467	376
Average number of shares *	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408	26,307,408
Earnings per share, basic and diluted (SEK) *	3.99	3.15	12.28	8.78	17.34	13.84
Adjusted earnings per share (SEK) *	4.07	3.27	12.58	9.12	17.75	14.29

* The company does not have any ongoing financial instrument programmes that involve any dilution in the number of shares.

Five-year overview

	2014	2013	2012	2011	2010
Net sales (SEK million)	4,234	4,522	3,874	2,977	3,375
Operating profit (EBITA) (SEK million)	470	427	303	199	262
EBITA margin (%)	11.1	9.4	7.8	6.7	7.8
Operating profit (EBIT) (SEK million)	454	411	287	190	253
Profit after financial income and expense (SEK million)	462	403	272	183	243
Profit after tax (SEK million)	364	314	202	132	187
Cash flow after investments, excl. acq. and disposals (SEK million)	127	362	317	112	230
Cash conversion (%)	28	82	111	45	91
Return on capital employed (%) *	28.4	26.7	19.4	13.9	18.4
Return on shareholders' equity (%) *	25.0	24.9	17.7	11.6	16.5
Net financial assets (+) liabilities (-) (SEK million) *	59	122	- 113	- 119	- 34
Equity/assets ratio (%) *	54	52	44	52	50
Earnings per share (SEK)	13.84	11.94	7.68	5.02	7.11
Adjusted earnings per share (SEK)	14.29	12.39	8.13	5.28	7.37
Dividend per share (SEK)	8.50	8.00	6.00	5.00	6.00
Average number of employees	8,020	9,357	8,421	5,496	7,563

* Year 2010 has not been restated for the amendment of pension provisions in IAS 19, which means that the corridor method to even out actuarial gains / losses no longer applies.

■ Quarterly data (summary)

		Q1	Q2	Q3	Q4	Full year
Net sales (SEK million)	2015	1,073	1,280	1,084	—	—
	2014	932	965	1,095	1,242	4,234
	2013	1,254	1,164	1,119	985	4,522
Operating profit (EBITDA) (SEK million)	2015	164	208	185	—	—
	2014	129	135	149	206	619
	2013	157	147	136	128	568
Operating profit (EBITA) (SEK million)	2015	123	167	142	—	—
	2014	94	100	112	164	470
	2013	122	111	103	91	427
EBITA margin (%)	2015	11.5	13.0	13.1	—	—
	2014	10.1	10.4	10.2	13.2	11.1
	2013	9.7	9.5	9.2	9.2	9.4
Operating profit (EBIT) (SEK million)	2015	119	163	139	—	—
	2014	90	96	108	160	454
	2013	118	107	99	87	411
Profit after financial income and expense (SEK million)	2015	121	162	137	—	—
	2014	88	104	108	162	462
	2013	113	105	97	88	403
Profit after tax (SEK million)	2015	93	125	105	—	—
	2014	67	81	83	133	364
	2013	85	78	74	77	314
Cash flow from operating activities (SEK million)	2015	217	9	153	—	—
	2014	61	92	39	138	330
	2013	40	157	92	223	512
Cash flow from operating activities per share (SEK)	2015	8.25	0.34	5.82	—	—
	2014	2.32	3.50	1.48	5.25	12.54
	2013	1.52	5.97	3.50	8.48	19.46
Cash flow after investments, excl. acq. and disp. (SEK million)	2015	104	- 52	120	—	—
	2014	17	33	- 13	90	127
	2013	16	120	61	165	362
Cash flow after investm., excl. acq. and disp. per share (SEK)	2015	3.95	- 1.98	4.56	—	—
	2014	0.65	1.25	- 0.49	3.42	4.83
	2013	0.61	4.56	2.32	6.27	13.76
Earnings per share, basic and diluted (SEK)	2015	3.54	4.75	3.99	—	—
	2014	2.55	3.08	3.15	5.06	13.84
	2013	3.23	2.97	2.81	2.93	11.94
Adjusted earnings per share (SEK)	2015	3.65	4.86	4.07	—	—
	2014	2.66	3.19	3.27	5.17	14.29
	2013	3.35	3.07	2.93	3.04	12.39
Shareholders' equity per share (SEK)	2015	65	60	64	—	—
	2014	53	49	53	60	60
	2013	47	45	48	51	51
Return on total capital (%)	2015	17.6	19.5	19.8	—	—
	2014	14.3	14.3	14.3	17.1	17.1
	2013	13.6	13.7	15.0	15.9	15.9
Return on capital employed (%)	2015	28.5	31.6	32.0	—	—
	2014	24.7	24.1	24.6	28.4	28.4
	2013	23.3	23.0	25.5	26.7	26.7
Return on operating capital (%)	2015	34.7	36.4	37.3	—	—
	2014	29.1	28.0	27.4	33.0	33.0
	2013	26.3	26.9	28.8	32.6	32.6
Return on shareholders' equity (%)	2015	25.1	30.1	29.6	—	—
	2014	22.3	24.0	23.2	25.0	25.0
	2013	20.9	24.2	25.2	24.9	24.9

■ Quarterly data business areas

Net sales (SEK million)		Q1	Q2	Q3	Q4	Full year
Nolato Medical	2015	344	365	368	—	—
	2014	326	343	330	334	1,333
	2013	328	323	310	313	1,274
Nolato Telecom	2015	418	584	434	—	—
	2014	320	344	502	633	1,799
	2013	627	541	516	395	2,079
Nolato Industrial	2015	312	332	282	—	—
	2014	286	279	264	277	1,106
	2013	299	300	293	278	1,170
Group adjustments, Parent Company	2015	-1	-1	—	—	—
	2014	—	-1	-1	-2	-4
	2013	—	—	—	-1	-1
Group total	2015	1,073	1,280	1,084	—	—
	2014	932	965	1,095	1,242	4,234
	2013	1,254	1,164	1,119	985	4,522

Operating profit (EBITA) (SEK million)		Q1	Q2	Q3	Q4	Full year
Nolato Medical	2015	46	47	51	—	—
	<i>EBITA margin (%)</i>	<i>13.4</i>	<i>12.9</i>	<i>13.9</i>	—	—
	2014	45	46	42	43	176
<i>EBITA margin (%)</i>	<i>13.8</i>	<i>13.4</i>	<i>12.7</i>	<i>12.9</i>	<i>13.2</i>	
Nolato Medical	2013	43	42	41	39	165
	<i>EBITA margin (%)</i>	<i>13.1</i>	<i>13.0</i>	<i>13.2</i>	<i>12.5</i>	<i>13.0</i>
	Nolato Telecom	2015	47	101	63	—
<i>EBITA margin (%)</i>		<i>11.2</i>	<i>17.3</i>	<i>14.5</i>	—	—
2014		23	30	48	98	199
<i>EBITA margin (%)</i>	<i>7.2</i>	<i>8.7</i>	<i>9.6</i>	<i>15.5</i>	<i>11.1</i>	
Nolato Telecom	2013	57	43	35	31	166
	<i>EBITA margin (%)</i>	<i>9.1</i>	<i>7.9</i>	<i>6.8</i>	<i>7.8</i>	<i>8.0</i>
	Nolato Industrial	2015	34	34	30	—
<i>EBITA margin (%)</i>		<i>10.9</i>	<i>10.2</i>	<i>10.6</i>	—	—
2014		31	30	28	29	118
<i>EBITA margin (%)</i>	<i>10.8</i>	<i>10.8</i>	<i>10.6</i>	<i>10.5</i>	<i>10.7</i>	
Nolato Industrial	2013	29	30	33	27	119
	<i>EBITA margin (%)</i>	<i>9.7</i>	<i>10.0</i>	<i>11.3</i>	<i>9.7</i>	<i>10.2</i>
	Group adjustments, Parent Company	2015	-4	-15	-2	—
2014		-5	-6	-6	-6	-23
2013		-7	-4	-6	-6	-23
Group total	2015	123	167	142	—	—
	<i>EBITA margin (%)</i>	<i>11.5</i>	<i>13.0</i>	<i>13.1</i>	—	—
	2014	94	100	112	164	470
<i>EBITA margin (%)</i>	<i>10.1</i>	<i>10.4</i>	<i>10.2</i>	<i>13.2</i>	<i>11.1</i>	
Group total	2013	122	111	103	91	427
	<i>EBITA margin (%)</i>	<i>9.7</i>	<i>9.5</i>	<i>9.2</i>	<i>9.2</i>	<i>9.4</i>

Depreciation/amortisation (SEK million)		Q1	Q2	Q3	Q4	Full year
Nolato Medical	2015	20	22	22	—	—
	2014	18	19	19	20	76
	2013	18	20	18	19	75
Nolato Telecom	2015	11	11	10	—	—
	2014	10	10	11	14	45
	2013	10	10	9	10	39
Nolato Industrial	2015	14	12	14	—	—
	2014	11	10	11	12	44
	2013	11	10	10	12	43
Group total	2015	45	45	46	—	—
	2014	39	39	41	46	165
	2013	39	40	37	41	157

■ Group financial highlights

	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Net sales (SEK million)	1,084	1,095	3,437	2,992	4,679	4,234
Sales growth (%)	- 1	- 2	15	- 15	18	- 6
Percentage of sales outside Sweden (%)	75	80	78	78	79	79
Operating profit (EBITDA) (SEK million)	185	149	557	413	763	619
Operating profit (EBITA) (SEK million)	142	112	432	306	596	470
EBITA margin (%)	13.1	10.2	12.6	10.2	12.7	11.1
Profit after financial income and expense (SEK million)	137	108	420	300	582	462
Profit margin (%)	12.6	9.9	12.2	10.0	12.4	10.9
Profit after tax (SEK million)	105	83	323	231	456	364
Return on total capital (%)	19.8	14.3	19.8	14.3	19.8	17.1
Return on capital employed (%)	32.0	24.6	32.0	24.6	32.0	28.4
Return on operating capital (%)	37.3	27.4	37.3	27.4	37.3	33.0
Return on shareholders' equity (%)	29.6	23.2	29.6	23.2	29.6	25.0
Equity/assets ratio (%)	53	50	53	50	53	54
Debt/equity (%)	21	18	21	18	21	13
Interest coverage ratio (times)	82	48	87	44	101	58
Net investments affecting cash flow, excl. acq. and disposals (SEK million)	33	52	207	155	255	203
Cash flow after inv., excl. acq. and disp. (SEK million)	120	- 13	172	37	262	127
Cash conversion (%)	—	—	—	—	45	28
Net financial assets (+) / liabilities (-) (SEK million)	16	- 43	16	- 43	16	59
Earnings per share, basic and diluted (SEK)	3.99	3.15	12.28	8.78	17.34	13.84
Adjusted earnings per share (SEK)	4.07	3.27	12.58	9.12	17.75	14.29
Cash flow from operating activities per share (SEK)	5.82	1.48	14.41	7.30	19.65	12.54
Cash flow per share, excl. acq. and disposals (SEK)	4.56	- 0.49	6.54	1.41	9.96	4.83
Shareholders' equity per share (SEK)	—	—	64	53	—	60
Average number of employees	—	—	7,590	7,084	—	8,020

Definitions

Return on total capital

Profit after financial income and expense, plus financial expenses as a percentage of average total capital in the balance sheet.

Return on capital employed

Profit after financial income and expense, plus financial expenses as a percentage of average capital employed. Capital employed consists of total capital less non-interest-bearing liabilities and provisions.

Return on operating capital

Operating profit as a percentage of average operating capital. Operating capital consists of total capital less non-interest-bearing liabilities and provisions, less interest-bearing assets.

Return on shareholders' equity

Profit after tax as a percentage of average shareholders' equity.

EBITA margin

Operating profit (EBITA) as a percentage of net sales.

Adjusted earnings per share

Profit after tax, excluding amortisation of intangible assets arising from acquisitions, divided by the average number of shares.

Cash flow from operating activities per share

Cash flow from operating activities, divided by the average number of shares.

Cash flow per share, excl. acq. and disposals

Cash flow before financing activities, divided by the average number of shares.

Cash conversion

Cash flow after investments, excl. acquisitions and disposals, divided by operating profit (EBIT). Cash flow and operating profit have been adjusted by non-recurring items.

Net debt

Interest-bearing liabilities and provisions less interest-bearing assets.

Earnings per share

Profit after tax, divided by the average number of shares.

Interest coverage ratio

Profit after financial income and expense, plus financial expenses, divided by financial expenses.

Operating profit (EBITDA)

Earnings before interest, taxes and depreciation/amortisation.

Operating profit (EBITA)

Earnings before interest, taxes and amortisation of intangible assets arising from acquisitions.

Operating profit (EBIT)

Earnings before interest and taxes.

Debt/equity ratio

Interest-bearing liabilities and provisions divided by shareholders' equity.

Equity/assets ratio

Shareholders' equity as a percentage of total capital in the balance sheet.

Profit margin

Profit after financial income and expense as a percentage of net sales.

■ Parent Company income statement (summary)

SEK million	Q3 2015	Q3 2014	Q1 - Q3 2015	Q1 - Q3 2014	Rolling 12 months	Full year 2014
Net sales	8	7	24	22	31	29
Other operating income	—	—	—	1	-1	—
Selling expenses	-3	-4	-9	-9	-11	-11
Administrative expenses	-5	-12	-33	-36	-47	-50
Other operating expenses	-3	—	-15	—	-19	-4
Operating profit	-3	-9	-33	-22	-47	-36
Profit from participations in Group companies	—	—	18	17	92	91
Financial income	6	20	32	44	22	34
Financial expenses	-1	-1	-2	-3	-3	-4
Profit after financial income and expense	2	10	15	36	64	85
Appropriations	—	—	—	—	291	291
Tax	1	—	2	1	-65	-66
Profit after tax	3	10	17	37	290	310
Depreciation/amortisation	—	—	—	—	—	—

■ Parent Company balance sheet (summary)

SEK million	30/09/2015	30/09/2014	31/12/2014
Assets			
Property, plant and equipment	1	1	1
Financial assets	1,151	1,014	1,127
Deferred tax assets	11	10	6
Total fixed assets	1,163	1,025	1,134
Other receivables	233	201	428
Cash and bank	—	47	17
Total current assets	233	248	445
Total assets	1,396	1,273	1,579
Shareholders' equity and liabilities			
Shareholders' equity	827	763	1,033
Untaxed reserves	161	181	161
Other provisions	10	8	9
Long-term liabilities	55	—	—
Current liabilities	343	321	376
Total shareholders' equity and liabilities	1,396	1,273	1,579
Pledged assets	—	—	—
Contingent liabilities	124	132	133

Transactions with related parties:

SEK million	Period	Services sold	Services bought	Interest income	Interest expenses	Res. from shares in Group comp.	Rec. fr. rel. part. on bal. sh. date	Liab. to rel. part. on bal. sh. date
Related party								
Subsidiary	Jan-Sep 2015	24	-3	15	—	18	614	178
Subsidiary	Jan-Sep 2014	22	-3	14	—	17	565	171

None of the company's Board members or senior executives currently have, or have previously had, any direct or indirect involvement in any business transaction with the company which is, or was, of an unusual character in terms of its conditions. Nor has the Group issued any loans, pledged any guarantees or entered into any surety arrangements for any of the company's Board members or senior executives.

