



# Interim report January-June 2011

## January-June 2011 (reporting period)

Net sales	SEK 496 M (397)
Order intake	SEK 524 M (475)
EBITDA	SEK 23.4 M (14.6)
Operating profit	SEK 14.3 M (4.8)
Profit before tax	SEK 9.8 M (8.7)
Earnings per share	SEK 1.09 (0.76)
Cash flow from operating activities	SEK 4.0 M (-25.9)

- Net sales rose by 25 per cent. Adjusted for acquisitions, the increase was 19 per cent.
- Foreign exchange effects had a negative impact of SEK 5.8 on the period's profit before tax.
- On 22 June 2011, Kamic Electronics directed a cash tender offer of SEK 38 per share to the shareholders ElektronikGruppen.
- **After the end of the reporting period**, the Production Technology business area won a major order for production equipment. The order is worth approximately SEK 30 M and is scheduled for delivery in the third and fourth quarters of the year.

## April-June 2011 (second quarter)

Net sales	SEK 268 M (213)
Order intake	SEK 232 M (266)
EBITDA	SEK 14.7 M (9.6)
Operating profit	SEK 10.5 M (4.5)
Profit before tax	SEK 9.4 M (5.5)
Earnings per share	SEK 1.08 (0.68)
Cash flow from operating activities	SEK -11.0 M (-13.5)

- Net sales for the second quarter were up by 26 per cent. Adjusted for acquisitions, the increase was 17 per cent.
- Foreign exchange effects had only a marginal impact on profit for the quarter.

### For further information contact

*Fredrik Celsing*, President and CEO, telephone +46 8 759 35 55, or

*Håkan Lundgren*, Head of Corporate Communications, telephone +46 8 759 35 79

The information in this report is subject to the disclosure requirements of ElektronikGruppen under the Act on Stock Exchange and Clearing Operations, the Act on Trading in Financial Instruments or NASDAQ OMX Stockholm's Rules for Issuers. The information was submitted for publication on 15 July 2011, 09.00 CET.

ElektronikGruppen is one of the Nordic region's leading suppliers of high-tech electronic components, systems and production equipment for the electronics industry. The Group consists of some 15 companies that are organised in three business areas. Together, the companies are active in 11 countries in Northern Europe and Asia. The Group recorded net sales of SEK 922 M in 2010. The share is quoted on NASDAQ OMX Nordic in Stockholm.

ElektronikGruppen BK AB (publ)  
CIN 556072-2547  
Box 39, SE-162 11 Vällingby, Street address: Grimstagatan 160  
Tel +46 8 759 35 00, fax +46 8 759 35 20  
E-mail info@egruppen.com, www.egruppen.com

 **ELEKTRONIK  
GRUPPEN**

### Offer to the shareholders in ElektronikGruppen

On 22 June 2011 Kamic Electronics AB announced a cash tender offer of SEK 38.00 per share directed to all shareholders in ElektronikGruppen BK AB. The bidder Kamic Electronics is a company that is controlled jointly by Kenneth Lindqvist and Thomas Wernhoff. Lindqvist is both Board Chairman and the largest shareholder in ElektronikGruppen, while Wernhoff is Vice Chairman and the second largest shareholder in ElektronikGruppen.

On 7 July 2011 the bidder published a document that describes the offer in detail and that among other things states that the acceptance period for the offer runs from 8 July to 12 August 2011.

In respect of the offer, and in accordance with NASDAQ OMX Stockholm's takeover rules, the Board of ElektronikGruppen has appointed an independent committee consisting of Board members Catharina Lagerstam and Magnus Norman whose task is to make the necessary decision and evaluate the offer from Kamic Electronics and any other possible offers. The independent committee will announce its official opinion on Kamic Electronics and a fairness opinion from an independent financial expert at the latest two weeks before the end of the acceptance period, i.e. 29 July 2011. The independent committee has appointed Carnegie and Navigo Partners as financial advisors and Gernandt & Danielsson as legal advisor.

For additional information about the offer, the bidder and the independent committee, see the previously published press release and the offer documentation from Kamic Electronics, as well as press releases from ElektronikGruppen's independent committee. All documents are available via ElektronikGruppen's website, [www.egruppen.com](http://www.egruppen.com).

### Group, January–June (reporting period)

Consolidated net sales for the first half of 2011 reached SEK 496 M (397), an increase of 25 per cent compared to the same period of last year. Adjusted for acquisitions/divestitures, sales grew by 19 per cent. Order intake rose by 10 per cent to SEK 524 M (475). The order backlog at 30 June 2011 was SEK 195 M (189).

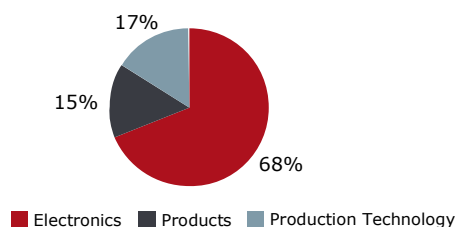
Operating profit for the period was SEK 14.3 M (4.8) and profit before tax was SEK 9.8 M (8.7). Foreign exchange effects attributable to translation differences had a negative impact on operating profit of SEK 3.8 M that is recognised in other operating expenses. Net financial items include additional negative foreign exchange differences of SEK 2.0 M, resulting in a total foreign exchange effect on profit before tax of SEK -5.8 M, including the effects of hedges.

Depreciation/amortisation and impairment of tangible and intangible assets for the period totalled SEK 9.1 M (9.8), of which the entire amount consists of planned depreciation/amortisation. The period's earnings per share were SEK 1.09 (0.76).

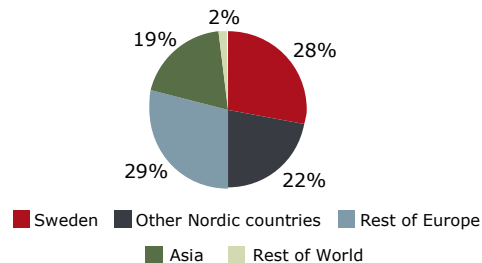
Cash flow from operating activities amounted to SEK 4.0 M (-25.9).

### Breakdown of net sales

**Net sales by business area Jan-June**



**Net sales by geographical market Jan-June**



### Group, April–June (second quarter)

Net sales for the second quarter amounted to SEK 268 M (213), an increase of 26 per cent. Adjusted for acquisitions/divestitures, sales grew by 17 per cent. Order intake fell by 13 per cent to SEK 232 M (266). Operating profit for the quarter was SEK 10.5 M (4.5) and profit before tax was SEK 9.4 M (5.5). Foreign exchange effects attributable to translation differences had a negative impact on operating profit of SEK 0.1 M. Net financial items include positive foreign exchange differences of SEK 0.2 M, resulting in a total foreign exchange effect on profit before tax of SEK 0.1 M, including the effects of hedges. Earnings per share were SEK 1.08 (0.68).

### Market development

The electronics market as a whole is showing growth and a continued positive trend in demand. In the second quarter the strongest development was seen in the European operations outside Sweden. Sales in Asia were also up during the second quarter after a weaker period at the beginning of 2011, which is partly explained by lower business activity during the Chinese New Year.

Consolidated net sales for the reporting period are the highest ever for a first half year in the Group's history.

To compensate for and prevent any disruptions in customer deliveries resulting from the tsunami catastrophe in Japan, the Group has increased its inventory to above normal levels, mainly in the Electronics business area.

Strengthening of the Swedish krona during the first quarter, particularly against the US dollar, had a negative impact on the Group's margins and earnings during the period.

### Business area development in summary

The *Electronics business area* showed continued positive development with increased sales above all in the commercial vehicle and information systems segments. In the second quarter, demand improved primarily in the European operations outside Sweden.

For the *Products business area*, sales improved in the second quarter after a weaker first quarter. A positive demand trend is being noted mainly in the telecom segment.

The *Production Technology business area* won two major equipment orders during the reporting period. After the end of the reporting period, the business area received an additional large order for delivery in the third and fourth quarters.

### Acquisitions

No acquisitions were carried out during the reporting period.

### Cash flow and capital expenditure

The Group's cash flow from operating activities for the reporting period was SEK 4.0 M (-25.9). The total cash flow was SEK 0.9 M (-17.5).

Net expenditure on tangible assets amounted to SEK 0.1 M (1.1) and depreciation of tangible assets amounted totalled SEK -4.3 M (-5.5).

### Financial position

The equity/assets ratio at 30 June was 34.1 per cent, compared to 33.8 per cent at the beginning of the year. Cash and cash equivalents increased during the reporting period by SEK 0.7 M to SEK 11.4 M. The net interest-bearing liability fell by SEK 2.5 M to SEK 100.7 M. The Group's credit facilities were increased by approximately SEK 10 M during the first quarter.

## Employees

The number of employees in the Group at 30 June was 632 (604), of whom 375 work in the Asian operations, the majority at the production unit in Sri Lanka. At the beginning of the year the Group had 570 employees. The increase is mainly attributable to new staff hired at the production unit in Sri Lanka.

## Business area development, January–June

### EG Electronics

*The business area sells electronic components and systems that demand in-depth technical expertise, commercial knowhow and reliable and efficient logistics. The customer base is wide, with the largest customers in the telecom, commercial vehicle, industrial automation and information systems industries. The main markets are the Nordic region and China.*

EG Electronics	January-June		Full year
	2011	2010	2010
Net sales, SEK M	339	286	648
Order intake, SEK M	359	346	694
Operating profit, SEK M	17.7	13.3	30.9
Operating margin, %	5.2	4.7	4.8

Net sales for the reporting period were up by 19 per cent to SEK 339 M (286). Order intake improved by 4 per cent to SEK 359 M (346). Operating profit rose by 32 per cent to SEK 17.7 M (13.3).

The electronics market as a whole is undergoing sustained growth. Telecom-related sales were stable in the second quarter after a somewhat weaker first quarter, which is partly explained by a lower level of activity in China during the Chinese New Year. The commercial vehicle segment saw a continuation of the trend with rising demand and sales. The information systems and industrial automation segments showed positive development throughout the reporting period, and in the second quarter demand rose primarily in markets outside Sweden.

Earnings for the reporting period were negatively affected by foreign exchange effects during the first quarter, primarily due to strengthening of the Swedish krona against the US dollar.

### EG Products

*The business area develops, manufactures and sells inductive components to companies that are globally active in the telecom, power technology and defence industries. Production takes place at the business area's own facilities in Estonia and Sri Lanka and through contract manufacturers in China.*

EG Products	January-June		Full year
	2011	2010	2010
Net sales, SEK M	74	67	140
Order intake, SEK M	75	77	143
Operating profit, SEK M	2.6	2.0	8.9
Operating margin, %	3.5	3.0	6.4

Net sales increased by 10 per cent to SEK 74 M (67). Order intake fell by 3 per cent to SEK 75 M (77). Operating profit was SEK 2.6 M (2.0).

After a weak start, partly due to the Chinese New Year, both demand and sales increased during the reporting period. It is above all the telecom-related operations that are showing strong development. Gradual efficiency improvements in the Sri Lanka unit are also

contributing to the positive trend. At the same time, continued efforts are being made to optimise internal functions and processes, primarily in purchasing and support, which is necessary among other things to offset the price increases for raw materials that have taken place during the period.

### **EG Production Technology**

*The business area sells production equipment, consumable materials, service and process training to the electronics industry in the Nordic region, the Baltic countries and Poland.*

EG Production Technology	January-June		Full year
	2011	2010	2010
Net sales, SEK M	84	46	135
Order intake, SEK M	90	52	131
Operating profit/loss, SEK M	1.8	-2.3	-4.1
Operating margin, %	2.1	-5.0	-3.0

Net sales were up by 83 per cent to SEK 84 M (46). The acquired Cyncrona operations, which are included in the business area as of 1 June 2010, contributed net sales of approximately SEK 23 M during the reporting period, which boosted acquisition-adjusted sales by 36 per cent compared to the same period of last year. Order intake improved by 73 per cent to SEK 90 M (52). Operating profit was SEK 1.8 M (-2.3).

Because the business area's equipment sales normally take place in the form of major projects, variations between quarters can be substantial. During the reporting period the business area received two major equipment orders. These were largely delivered and invoiced during the second quarter, but a small share remains to be delivered in the third quarter.

After the end of the reporting period the business area received an equipment order worth approximately SEK 30 M, with planned delivery in the third and fourth quarters.

### **Annual General Meeting**

The Annual General Meeting of ElektronikGruppen BK AB was held on 9 May 2011. A communiqué from the AGM was published on 10 May 2011 and is available on the company's website together with the minutes from the meeting and other AGM related documents.

### **Financial calendar**

The interim report for the period January-September 2011 will be published on 25 October. The year-end report for the full year 2011 will be published on 23 February 2012.

### **Statement of assurance**

This interim report provides a true and fair picture of the business activities, financial position and results of operations of the Parent Company and the Group, and describes the significant risks and uncertainties to which the Parent Company and the Group companies are exposed.

Vällingby, 15 July 2011

ElektronikGruppen BK AB (publ)

*Kenneth Lindqvist*  
Chairman

*Thomas Wernhoff*  
Vice Chairman

*Catharina Lagerstam*  
Board member

*Magnus Norman*  
Board member

*Madeleine Denker*  
Employee representative

*Fredrik Celsing*  
President & CEO

## Financial reports and notes – Group

For definitions, see page 12.

Summary consolidated income statement, SEK M	April-June		January-June		Full year
	2011	2010	2011	2010	2010
Net sales	268.5	212.7	496.2	396.8	921.7
Other operating income	-0.2	3.3	0.1	3.4	5.3
Cost of goods sold	-196.6	-151.5	-361.3	-279.0	-657.8
Other external expenses	-19.8	-20.4	-36.5	-38.9	-85.6
Personnel costs	-37.0	-34.7	-71.0	-67.5	-139.2
Depreciation/amortisation and impairment	-4.2	-5.1	-9.1	-9.8	-20.2
Other operating expenses	-0.2	0.2	-4.1	-0.2	-3.5
<b>Operating profit</b>	<b>10.5</b>	<b>4.5</b>	<b>14.3</b>	<b>4.8</b>	<b>20.7</b>
Net financial items	-1.1	1.0	-4.5	3.9	2.6
<b>Profit before tax</b>	<b>9.4</b>	<b>5.5</b>	<b>9.8</b>	<b>8.7</b>	<b>23.3</b>
Income tax expense	-3.4	-1.7	-3.7	-4.5	-6.1
<b>Profit for the period</b>	<b>6.0</b>	<b>3.8</b>	<b>6.1</b>	<b>4.2</b>	<b>17.2</b>
<i>Attributable to:</i>					
Owners of the Parent Company	6.0	3.8	6.1	4.3	17.4
Non-controlling interests	0.0	0.0	0.0	-0.1	-0.2
Basic earnings per share, SEK	1.08	0.68	1.09	0.76	3.07
Diluted earnings per share, SEK	1.08	0.68	1.09	0.76	3.07

The number of shares in the company at the end of the reporting period was 5,597,200 (5,597,200).

Summary consolidated statement of comprehensive income, SEK M	April-June		January-June		Full year
	2011	2010	2011	2010	2010
<b>Profit for the period</b>	<b>6.0</b>	<b>3.8</b>	<b>6.1</b>	<b>4.2</b>	<b>17.2</b>
Translation gains/losses from foreign operations	1.1	-1.4	1.0	-6.7	-9.9
Translation gains/losses realised and reclassified to the income statement	-	-	-	-	-1.3
<b>Other comprehensive income for the period, net after tax</b>	<b>1.1</b>	<b>-1.4</b>	<b>1.0</b>	<b>-6.7</b>	<b>-11.2</b>
<b>Comprehensive income for the period</b>	<b>7.1</b>	<b>2.4</b>	<b>7.1</b>	<b>-2.5</b>	<b>6.0</b>
<i>Attributable to:</i>					
Owners of the Parent Company	7.1	2.4	7.1	-2.4	6.2
Non-controlling interests	0.0	0.0	0.0	-0.1	-0.2

Summary consolidated balance sheet, SEK M	30 June	30 June	31 Dec
	2011	2010	2010
<b>Assets</b>			
Intangible assets	67.5	83.2	72.1
Tangible assets	26.0	33.5	29.7
Financial assets	0.7	0.9	0.8
Deferred tax assets	4.8	15.9	4.8
<b>Total non-current assets</b>	<b>99.0</b>	<b>133.5</b>	<b>107.4</b>
Inventories	77.3	72.2	67.7
Trade receivables	212.0	176.5	212.7
Other current receivables	24.7	23.1	13.6
Cash and cash equivalents	11.4	13.1	10.7
<b>Total current assets</b>	<b>325.4</b>	<b>284.9</b>	<b>304.7</b>
<b>Total assets</b>	<b>424.4</b>	<b>418.4</b>	<b>412.1</b>
<b>Equity and liabilities</b>			
<i>Equity attributable to:</i>			
Owners of the Parent Company	145.0	130.7	139.3
Non-controlling interests	-0.1	0.0	-0.1
<b>Total equity</b>	<b>144.9</b>	<b>130.7</b>	<b>139.2</b>
Interest-bearing liabilities	20.9	27.9	24.3
Provisions and other non-current liabilities	2.3	12.0	6.5
Deferred tax liabilities	6.5	14.3	3.7
<b>Total non-current liabilities</b>	<b>29.7</b>	<b>54.2</b>	<b>34.5</b>
Interest-bearing liabilities	91.2	81.7	89.6
Trade payables	93.0	78.1	93.1
Provisions and other current liabilities	65.6	73.7	55.7
<b>Total current liabilities</b>	<b>249.8</b>	<b>233.5</b>	<b>238.4</b>
<b>Total liabilities</b>	<b>279.5</b>	<b>287.7</b>	<b>272.9</b>
<b>Total equity and liabilities</b>	<b>424.4</b>	<b>418.4</b>	<b>412.1</b>

Summary consolidated statement of changes in equity, SEK M	Equity attributable to:		Total equity
	Owners of the Parent Company	Non-controlling interests	
January-June 2011			
<b>Opening balance at 1 January 2011</b>	<b>139.3</b>	<b>-0.1</b>	<b>139.2</b>
Dividends	-1.4	0.0	-1.4
Comprehensive income for the period	7.1	0.0	7.1
<b>Closing balance at 30 June 2011</b>	<b>145.0</b>	<b>-0.1</b>	<b>144.9</b>
January-June 2010			
<b>Opening balance at 1 January 2010</b>	<b>133.1</b>	<b>0.1</b>	<b>133.2</b>
Comprehensive income for the period	-2.4	-0.1	-2.5
<b>Closing balance at 30 June 2010</b>	<b>130.7</b>	<b>0.0</b>	<b>130.7</b>
January-December 2010			
<b>Opening balance at 1 January 2010</b>	<b>133.1</b>	<b>0.1</b>	<b>133.2</b>
Comprehensive income for the period	6.2	-0.2	6.0
<b>Closing balance at 31 December 2010</b>	<b>139.3</b>	<b>-0.1</b>	<b>139.2</b>

Summary consolidated cash flow statement, SEK M	April-June		January-June		Full year
	2011	2010	2011	2010	2010
Cash flow from operating activities before changes in working capital	14.0	6.8	17.1	9.2	37.0
Changes in working capital	-25.0	-20.3	-13.1	-35.1	-67.3
Cash flow from operating activities	-11.0	-13.5	4.0	-25.9	-30.3
Cash flow from investing activities	-0.1	-1.4	0.2	-2.1	-6.2
Cash flow from financing activities	7.3	10.3	-3.3	10.5	17.9
<b>Cash flow for the period</b>	<b>-3.8</b>	<b>-4.6</b>	<b>0.9</b>	<b>-17.5</b>	<b>-18.6</b>
Cash and cash equivalents at beginning of period	14.9	17.3	10.7	30.9	30.9
Cash flow for the period	-3.8	-4.6	0.9	-17.5	-18.6
Foreign exchange difference in cash and cash equivalents	0.3	0.4	-0.2	-0.3	-1.6
<b>Cash and cash equivalents at end of period</b>	<b>11.4</b>	<b>13.1</b>	<b>11.4</b>	<b>13.1</b>	<b>10.7</b>

#### Accounting policies and auditor examination

ElektronikGruppen's consolidated financial statements are presented in accordance with International Financial Reporting Standards (IFRS) and RFR 1, Supplementary Accounting Rules for Groups, which are described in the 2010 annual report. This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting.

This interim report has not been examined by ElektronikGruppen's independent auditors.

#### New and changed standards

The new and revised IFRSs and IFRIC interpretations that have gone into effect since 1 January 2011 have not had any material impact on the Group's financial statements.



Net sales by segment (business area), SEK M	January-June		Full year
	2011	2010	2010
EG Electronics	339	286	648
- of which, external	339	285	648
- of which, internal	0	1	0
EG Products	74	67	140
- of which, external	73	66	139
- of which, internal	1	1	1
EG Production Technology	84	46	135
- of which, external	84	46	135
- of which, internal	0	0	0
Group-wide functions	4	2	6
Eliminations	-5	-4	-7
<b>Total</b>	<b>496</b>	<b>397</b>	<b>922</b>

Operating profit by segment (business area), SEK M	January-June		Full year
	2011	2010	2010
EG Electronics	17.7	13.3	30.9
EG Products	2.6	2.0	8.9
EG Production Technology	1.8	-2.3	-4.1
Group-wide functions	-7.8	-8.2	-15.0
<b>Operating profit</b>	<b>14.3</b>	<b>4.8</b>	<b>20.7</b>
Net financial items	-4.5	3.9	2.6
<b>Profit before tax</b>	<b>9.8</b>	<b>8.7</b>	<b>23.3</b>

#### Related party transactions

No significant changes have taken place in the Group's relations or transactions with related parties compared to that described in ElektronikGruppen's annual report for 2010, Note G24.

#### Significant risks and uncertainties

In its ongoing operations, ElektronikGruppen is exposed to both business risks and financial risks. The business risks that are assessed to have the greatest impact on the Group are the business cycle, the competitive situation, changes in purchasing prices and dependency on suppliers and customers. The single most important customer segment of significance for sales and profit consists of manufacturers of telecom equipment. Other important customer segments are manufacturers of commercial vehicles, information systems and industrial automation.

The most significant financial risk factors include foreign exchange rates and interest rates as well as credit and refinancing risks.

For more information, see the description of risks and uncertainties in ElektronikGruppen's annual report for 2010. Aside from the risks described there, no significant risks are assessed to have arisen or changed.

## Financial reports and notes – Parent Company

ElektronikGruppen BK AB, CIN 556072-2547, is the parent company of the Group. The Parent Company's net sales, mainly consisting of intercompany invoicing, amounted to SEK 6.5 M (5.8) for the period from January to June 2011. Operating profit was SEK -7.8 M (-7.6) and profit for the period is reported at SEK -8.8 M (13.6). The Parent Company's cash and cash equivalents at 30 June 2011 totalled SEK 0.0 M (0.0).

Summary Parent Company income statement, SEK M	April-June		January-June		Full year
	2011	2010	2011	2010	2010
Operating income	3.4	2.9	6.5	5.8	11.2
Operating expenses	-7.5	-6.9	-14.3	-13.4	-26.6
<b>Operating profit/loss</b>	<b>-4.1</b>	<b>-4.0</b>	<b>-7.8</b>	<b>-7.6</b>	<b>-15.4</b>
Result from financial investments	-1.7	17.6	-4.2	20.3	15.5
<b>Profit after financial items</b>	<b>-5.8</b>	<b>13.6</b>	<b>-12.0</b>	<b>12.7</b>	<b>0.1</b>
Appropriations	-	-	-	-	-0.1
<b>Profit before tax</b>	<b>-5.8</b>	<b>13.6</b>	<b>-12.0</b>	<b>12.7</b>	<b>0.0</b>
Income tax expense	1.6	0.7	3.2	0.9	3.8
<b>Profit for the period</b>	<b>-4.2</b>	<b>14.3</b>	<b>-8.8</b>	<b>13.6</b>	<b>3.8</b>

Summary Parent Company statement of comprehensive income, SEK M	April-June		January-June		Full year
	2011	2010	2011	2010	2010
Profit for the period	-4.2	14.3	-8.8	13.6	3.8
Other comprehensive income for the period, net after tax	-	-	-	-	24.2
<b>Comprehensive income for the period</b>	<b>-4.2</b>	<b>14.3</b>	<b>-8.8</b>	<b>13.6</b>	<b>28.0</b>

<b>Summary Parent Company balance sheet, SEK M</b>	30 June		31 Dec
	2011	2010	2010
<b>Assets</b>			
Intangible assets	5.0	8.4	6.7
Tangible assets	12.2	12.6	12.5
<i>Financial assets</i>			
- Shares in group companies	119.9	120.2	119.4
- Receivables from group companies	31.3	23.1	36.0
- Deferred tax assets	10.0	12.6	6.8
- Other non-current receivables	0.1	0.1	0.1
<b>Total non-current assets</b>	<b>178.5</b>	<b>177.0</b>	<b>181.5</b>
<i>Current receivables</i>			
- Receivables from group companies	48.2	32.3	47.0
- Other receivables	3.2	2.8	2.0
Cash and cash equivalents	0.0	0.0	0.0
<b>Total current assets</b>	<b>51.4</b>	<b>35.1</b>	<b>49.0</b>
<b>Total assets</b>	<b>229.9</b>	<b>212.1</b>	<b>230.5</b>
<b>Equity and liabilities</b>			
Restricted equity	59.8	59.8	59.8
Non-restricted equity	25.1	20.8	35.2
<b>Total equity</b>	<b>84.9</b>	<b>80.6</b>	<b>95.0</b>
Untaxed reserves	0.2	0.1	0.2
Liabilities to credit institutions	20.9	27.6	24.2
Liabilities to group companies	21.7	22.6	18.8
Other non-current liabilities	0.0	0.0	4.3
<b>Total non-current liabilities</b>	<b>42.6</b>	<b>50.2</b>	<b>47.3</b>
Liabilities to credit institutions	83.9	62.2	78.9
Liabilities to group companies	6.5	10.2	0.5
Other current liabilities	11.8	8.8	8.6
<b>Total current liabilities</b>	<b>102.2</b>	<b>81.2</b>	<b>88.0</b>
<b>Total equity and liabilities</b>	<b>229.9</b>	<b>212.1</b>	<b>230.5</b>

**Accounting policies**

ElektronikGruppen BK AB, which is the parent company of the Group, has prepared its financial statements in accordance with the Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2, Accounting for Legal Entities.

## Quarterly data and key ratios – Group

Quarterly data for the Group	Net sales, SEK M			Order intake, SEK M			Profit before tax, SEK M			Earnings per share, SEK		
	2011	2010	2009	2011	2010	2009	2011	2010	2009	2011	2010	2009
Jan–March	228	184	197	292	209	206	0.4	3.2	-37.7	0.01	0.08	-6.53
April–June	268	213	186	232	266	169	9.4	5.5	-8.7	1.08	0.68	-1.25
July–Sept		256	157		284	154		-1.9	-13.0		-0.34	-2.01
Oct–Dec		269	178		209	193		16.5	-10.3		2.65	-2.29
<b>Full year</b>		<b>922</b>	<b>718</b>		<b>968</b>	<b>722</b>		<b>23.3</b>	<b>-69.7</b>		<b>3.07</b>	<b>-12.08</b>

Key ratios for the Group	April-June		January-June		Full year
	2011	2010	2011	2010	2010
Gross margin, %	5.5	4.4	4.7	3.6	4.4
Operating margin, %	3.9	2.1	2.9	1.2	2.2
Profit margin, %	3.5	2.5	2.0	2.2	2.5
Return on equity, %	4.2	2.9	4.3	3.2	12.6
Return on capital employed, %	4.2	5.9	5.6	4.1	13.0
Return on total assets, %	2.6	1.6	3.4	2.6	6.9
Equity/assets ratio, %	34.1	31.2	34.1	31.2	33.8
Debt/equity ratio, times	0.77	0.84	0.77	0.84	0.82
Share of risk-weighted capital, %	35.7	34.7	35.7	34.7	34.7
Interest coverage ratio, times	8.6	9.5	4.9	7.9	7.9
Net expenditure on tangible assets as a % of net sales	-0.1	0.2	0.0	0.3	0.0
Number of employees at end of period	632	604	632	604	570
Basic earnings per share, SEK	1.08	0.68	1.09	0.76	3.07
Diluted earnings per share, SEK	1.08	0.68	1.09	0.76	3.07
Equity per share, SEK	25.89	23.34	25.89	23.34	24.87
Cash flow per share	-1.97	-2.41	0.71	-4.63	-5.41
Share price at end of period, SEK	37.40*	20.00	37.40*	20.00	23.00

\*On 22 June 2011, Kamic Electronics made a public tender offer of SEK 38.00 per share.

**Financial definitions**

*Capital employed* Total assets less non interest-bearing liabilities.

*Cash flow per share* Operating cash flow divided by the average number of shares.

*Debt/equity ratio* Interest-bearing liabilities divided by equity.

*Earnings per share* Profit for the period divided by the average number of shares.

*Equity/assets ratio* Equity as a percentage of total assets.

*Equity per share* Equity divided by the number of shares on closing day.

*Gross margin* Operating profit before depreciation/amortisation as a percentage of net sales.

*Interest-bearing net debt* The net sum of interest-bearing liabilities minus financial assets including cash and cash equivalents.

*Interest coverage ratio* Profit before taxes plus financial expenses excluding exchange losses divided by financial expenses excluding exchange losses.

*Operating capital* Tangible assets plus trade receivables plus inventories less trade payables.

*Operating margin* Operating profit as a percentage of net sales.

*Profit margin* Profit before tax as a percentage of net sales.

*Return on capital employed* Profit before tax plus financial expenses as a percentage of average total assets.

*Return on equity* Profit for the period as a percentage of average shareholders' equity.

*Return on total assets* Profit before tax plus financial expenses as a percentage of average total assets.

*Share of risk-weighted capital* The sum of shareholders' equity and deferred tax liabilities as a percentage of total assets.