

Year End Release 2009
Interim Report October-December 2009

Satisfactory progress on main markets
with Poland the main exception

Fourth quarter

- Net turnover amounted to SKr 306 million (337).
- The operating result, including non-recurring costs of some SKr 28 million, was a loss of SKr 55.2 million (loss 13.5).
- The result after tax was a loss of SKr 55.1 million (loss 21.6).
- The loss per share was SKr 13.60 (loss 5.05).

January-December

- Net turnover increased by 0.5% and amounted to SKr 1,435.0 million (1,427.5).

- The operating result was a loss of SKr 40.0 million (profit 24.3). Impairment costs and losses incurred by the Polish business amounted to SKr 61 million.

- The consolidated result after tax for 2009 amounted to a loss of SKr 57.0 million (loss 53.6). This figure was arrived at after charging amortisation and impairment costs of SKr 31.6 million on goodwill arising on company acquisitions, of which SKr 15.0 million was extra impairment costs in Poland.

- The loss per share for 2009 was SKr 14.15 (loss 12.95).

Important events during the fourth quarter

- Change of CEO

Hans Ljungkvist, who has been CEO since April 2001 and ran Geveko when it was an investment trust and during the transition to an industrial enterprise, will be stepping down from his position as CEO in 2010.

Important events after the end of the financial year

- **Proposal for rights issue**

In order to strengthen Geveko's long-term financial position and flexibility, the Board proposes that a rights issue of SKr 160 million be made. The decision on this issue will be made at an Extraordinary General Meeting to be held on 31 March 2010. The issue will be fully underwritten by Geveko's main shareholders, institutional shareholders and a number of external parties.

Dividend

- The Board proposes to the AGM that no dividend be paid for the 2009 financial year.

Comments by Hans Ljungkvist, CEO and Managing Director

The change in the status of the Geveko Group from that of investment trust to that of operative industrial group was virtually complete by the end of 2009. Moreover, several important steps were taken in the strategic plan with the object of strengthening and consolidating our position of market leadership in road markings in Europe. Expansion into new markets in Eastern Europe, together with complementary acquisitions in Norway and Finland in a short time, has created market-leading positions from the Nordic countries in the far north to the Black Sea in the south. These positions will now be consolidated and coordinated into the new business-orientated organisation that was introduced in 2009.

In 2009, the European road marking business was characterised by robust development in the West, where investments in the infrastructure and increased road maintenance boosted demand for Geveko's products. Growth was particularly strong on the markets in Germany, Belgium, France, the Netherlands and Denmark. In Eastern Europe the situation was more fragmented and characterised by sharp surges and declines in volume and income. Our businesses in Russia and Poland developed most unsatisfactorily, while the companies in Romania and Ukraine achieved not only higher volumes but also significant improvements in their results.

Material sales to Russia declined from SKr 60 million in 2008 to SKr 5 million in 2009, as the market weakened sharply as a consequence of governmental austerity measures. The contracting business in Poland was seriously affected by the declining market in 2009. The operating loss amounted to SKr 61 million after charging write-downs, structural costs for the adjustment of production capacity and operative losses. The restructuring process is now complete, new management is in place and the prospects for recovery are judged to be bright. However, we do not expect the market situation to improve before 2011.

A profit-improvement programme for 2010 and 2011 has been drawn up and is being implemented. The effect on the result for the current year is expected to be some SKr 60 million. The full-year effect of the programme is expected to be some SKr 80 million at the start of 2011. Since various non-recurring costs of SKr 40 million have been charged against the result for 2009, the programme should, all things being equal, result in a significant improvement in the profit for 2010, in relation to 2009. Further cost cutting is planned for the later part of 2010 as a result of the new organisational structure.

The SKr 160 million rights issue proposed by the Board will create greater flexibility in the prevailing economic climate. The capital injection will further strengthen Geveko's financial position and will put Geveko in a better position to take advantage of new business opportunities and further strengthen the Group's position in the market.

GROUP

Direction and organisation

Geveko is Europe's leading enterprise in horizontal road marking with strong brand names and positions on most European markets. Road markings are used to clarify traffic regulations and to improve safety for road users. The business used to be conducted through two segments: Road Marking with a focus on materials and services within horizontal road marking, and ChemTech, which concentrated on the manufacture of speciality products such as rust protection systems and marking sprays.

As part of Geveko's strategy of streamlining and focusing the business on Road Markings, the marking spray and rust protection businesses were divested during the year. As of 1 May 2009 a new organisation based on two business areas was introduced: Contracting and Material Sales.

The Geveko Group has its own businesses in the Nordic countries, Poland, Romania, Russia, Switzerland, Slovakia, Great Britain, the Czech Republic, Germany, Ukraine and Hungary. Materials are manufactured in all the Nordic countries as well as in Great Britain and Germany.

Contracting business area

Geveko is engaged in contract road marking through wholly or partly owned companies in 11 countries in Europe. The contracts vary in scope from one year to long-term functional contracts. The principal customers are road authorities, aviation authorities and municipalities as well as county councils and large road maintenance companies. Given the weather conditions, the level of activity in the Contracting business area is low at the beginning and end of the year; consequently it displays wide seasonal variations. Contract road marking accounts for about 75% of the Group's turnover.

Material Sales business area

Sales of road marking materials comprise thermoplastic materials, water- and solvent-based paints, 2-component products and Premark prefabricated thermoplastic products, as well as glass beads for use as components in road marking materials. Differences in road standards, geographical conditions and application methods affect the choice of road marking material. Material sales go to 25-30 countries, that is to say also to markets where Geveko has not established its own company.

Production

Geveko has production units in Denmark, Finland, Norway, Sweden, Great Britain and Germany. Development activities are focused on environmentally friendly road marking products and on the visibility of road markings in the dark and on wet surfaces, as well as on electronically controlled products for vehicle-road communication. Geveko produces some 55,000 tonnes of road marking materials annually, of which some 23,000 tonnes are used in Geveko's own contract road marking activities. The remaining volumes go to the Material Sales business area.

Net turnover

In 2009 net turnover increased by 0.5% in relation to the previous year and amounted to SKr 1,435.0 million (1,427.5). Generally, the order intake and sales volumes showed stable growth in Western Europe. In Eastern Europe, however, the picture was more fragmented. In Poland, Hungary and Russia the aggregate turnover declined by 45% in relation to the previous year, whereas sales volumes increased by 35% in Romania and Ukraine.

Result

The operating result was a loss of SKr 40.0 million (profit 24.3). The operating margin was a negative 2.8% (positive 1.7). The consolidated result after tax for 2009 was a loss of SKr 57.0 million (loss 53.6), of which the change in the value of the Securities Portfolio accounted for SKr 5.0 million (deficit 47.9).

Non-recurring costs of SKr 40 million were charged against the operating result, of which SKr 30 million are attributable to Poland and SKr 5 million to Russia.

Contracting

The contracting activities in the Nordic region progressed broadly as planned. In Norway competition stiffened considerably when a previously small competitor was awarded several large contracts. Production capacity was adjusted to a slightly lower level during the year. The integration of the contracting businesses acquired in Finland and Norway in 2008 proceeded according to plan. In Denmark there was a strong recovery after the downturn that followed the 2007 municipal reform. The contracting business in Denmark raised its turnover by 30% in 2009. The English and Swedish businesses have developed in line with the previous year.

In Eastern Europe the Romanian contracting business made particularly strong progress during the year. The growth is accountable to penetration into the local government sector and participation in several infrastructure projects. The Hungarian road administration was forced to make extremely drastic cutbacks in road maintenance plans for 2009 as a result of weak public finances. The turnover of Geveko's Hungarian company declined by 25% in relation to the previous year, but nonetheless it still reported a profit.

In Poland three contracting companies were acquired in 2007. These were merged with Cleanosol Polska in 2009. In connection with this a number of irregularities in the companies' accounting were identified, which led to the dismissal of the management at two of the three companies. In 2009 market developments in Poland were exceptionally weak. Cleanosol Polska was particularly severely hit by the downturn and its turnover fell by almost 50% in 2009. Costs were adjusted regularly throughout the year in line with reduced volumes. The operating result of the Polish contracting activities was a loss of SKr 61 million, of which SKr 30 million were due to write-downs in the value of intangible assets and structuring costs. Production capacity is now in line with the volume achieved in 2009. A new management group has been appointed for the Polish business. Poland is one of Europe's most promising markets with the potential for significant growth, and where only a small number of all the approved infrastructure projects have so far been carried out.

Material Sales

Material Sales performed well on virtually all Western European markets. The underlying driving force behind the market growth is state incentives to stimulate more road maintenance. In Eastern Europe the picture is more fragmented. In Russia demand fell drastically, as it did in the Baltic States and Hungary, whereas it increased in Ukraine and Romania.

The divestment of the Marking Spray and Corrosion Protection businesses was completed during the first half of 2009. The Marking Spray business was sold for SKr 6.1 million, generating a capital gain of SKr 1.2 million; the Corrosion Protection business was divested for SKr 3.8 million and a capital gain of SKr 2.9 million. Furthermore, in both cases, inventories and equipment were sold at their book value.

Fourth quarter

In the fourth quarter turnover declined by 9.1% and amounted to SKr 306.4 million (336.7). The operating result deteriorated by SKr 41.7 million to a loss of SKr 55.2 million (loss 13.5). The decrease in relation to last year is mainly attributable to non-recurring costs in Poland. EBITA amounted to a loss of SKr 35.9 million (loss of 9.1) in the fourth quarter.

Invested capital

Net debt amounted to SKr 411.8 million (429.1) on 31 December 2009. Capital tied up in accounts receivable remains at an unsatisfactorily high level as a result of late payment by public sector customers in Eastern Europe. Despite this, the amount of capital tied up declined by SKr 43.6 million (-5.5) as a result of improvements in the Group's stock management. Since capital expenditure only amounted to approximately half of depreciation and write-downs, the cash flow before interest and taxes improved by SKr 6.5 million and amounted to SKr 39.6 million (33.1).

Net financial items

As a consequence of the almost completed divestment of the Securities Portfolio dividend income fell to SKr 0.3 million (5.2).

As of 2008 Net financial items includes the income from Geveko's remaining Management of Securities business. The change in value in 2009, which is attributable to the first half of the year, amounted to SKr 5.7 million (-47.9), which includes an SKr 2.2 million impairment (-3.5) charge on the revaluation to fair value of the holding in the InnKap 3 venture capital fund. Shares and other securities having a value of SKr 27.8 million (163.9) were sold during the year. The fair value of the remaining holdings, which consist of fixed-income investments, amounted to SKr 5.4 million (25.9) on 30 December 2009.

Interest income and similar profit/loss items consist of interest income of SKr 4.5 million (6.0) and other financial income of SKr 4.1 million (2.9). Interest costs and similar profit/loss costs consist of interest costs of SKr 28.8 million (36.3), a loss of SKr 2.8 million (deficit 6.3) on currency fluctuations, and other financial costs amounting to SKr 3.7 million (8.9).

Financing

The Group's liquidity requirements have been secured through agreements with Geveko's main banks. Credit agreements are conditional on the achievement of certain financial ratios. Two of these ratios had not been reached on the closing date. The banks have accepted this without it affecting the existing credit limits, provided the proposed rights issue goes ahead.

Outlook for 2010

In order to overcome the effects of the recession, most countries in Europe stepped up their investments in the infrastructure for 2009 and 2010. In some countries in Central and Eastern Europe road maintenance budgets were low owing to public finance problems. All in all, the demand for road markings in Europe in 2010 is expected to be about the same as in 2009.

Forecast

Much of the volume in the road-marking sector is decided through procurement contracts during the first half of the year. Consequently, Geveko does not publish any earnings forecast for 2010 as a whole until after the release of the company's interim report for the second quarter, at the earliest.

Quarterly review 2008-2009 (last eight quarters)

SKr million	2009				2008			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net turnover	306.4	503.2	510.2	115.2	336.7	532.1	433.3	124.7
Operating profit/loss	-55.2	47.7	74.9	-107.4	-13.5	73.9	45.7	-81.8
Operating margin, %	-18.0	9.5	14.5	-93.2	-4.0	13.9	10.5	-65.6
Profit/loss after tax	-55.1	29.1	55.1	-86.1	-21.6	36.1	9.1	-77.2
Earnings/loss per share, SKr 1)	-13.60	6.60	12.50	-19.65	-5.05	7.90	1.95	-17.70
Cash flow/share, SKr 1)	0.95	3.35	-9.65	-10.45	8.90	0.40	-13.70	5.25
Equity	326.3	383.3	371.3	302.8	401.9	427.2	375.7	386.2
Balance sheet total	1,089.3	1,313.1	1,419.0	1,145.8	1,294.7	1,289.2	1,239.0	1,184.4
Net debt	411.8	509.1	630.5	476.9	429.1	406.0	434.8	232.0
Equity ratio, %	30.0	29.2	26.2	26.4	31.0	33.1	30.3	32.6
Moving 12-month figures								
Turnover	1,435.0	1,465.3	1,494.9	1,418.0	1,427.5	1,357.9	1,200.3	1,113.1
Operating profit/loss	-40.0	1.7	27.8	-1.3	24.3	33.1	1.7	-3.7
Operating margin, %	-2.8	0.0	1.9	-0.1	1.7	2.4	0.1	-0.3
EBITA	-8.4	18.3	46.2	19.8	46.4	55.8	23.6	13.9
EBITA, %	-5.9	1.2	3.1	1.4	3.3	4.1	1.9	1.3
Return on equity, %	-15.7	-5.8	-4.4	-18.2	-12.5	-17.2	-26.3	-12.8
Return on operative capital, %	-4.9	0.2	3.4	-0.2	3.3	4.7	0.2	-1.6

1) Before and after dilution

Five-year review, fourth quarter

SKr, million	Q4 2009	Q4 2008	Q4 2007	Q4 2006	Q4 2005
Net turnover	306.4	336.7	267.1	232.8	197.0
Operating profit/loss	-55.2	-13.5	-4.7	-16.0	-22.8
Operating margin, %	-18.0	-4.0	-1.8	-6.9	-11.6
Profit/loss after tax	-55.1	-21.6	-46.9	35.0	23.9
Earnings/loss per share, SKr 1)	-13.60	-5.05	-10.45	8.50	5.70
Cash flow per share, SKr 1)	0.95	8.90	-24.35	13.45	20.35
Equity	326.3	401.9	472.6	830.1	768.3
Balance sheet total	1,089.3	1,294.7	1,276.9	1,378.1	1,275.5
Net debt	411.8	429.1	216.0	239.7	255.8
Equity ratio, %	30.0	31.0	37.0	60.2	60.2
Moving 12-month figures					
Net turnover	1,435.0	1,427.5	1,078.8	1,035.0	991.2
Operating profit/loss	-40.0	24.3	18.6	20.2	35.4
Operating margin, %	-2.8	1.7	1.7	2.0	3.6
EBITA	-8.4	46.4	32.7	35.9	47.2
EBITA, %	-5.9	3.3	3.0	5.3	6.3
Return on equity, %	-15.7	-12.5	-3.8	14.6	23.1
Return on operative capital, %	-4.9	3.3	3.0	3.6	6.7

Five-year review, full-year

SKr, million	2009	2008	2007	2006	2005
Net turnover	1,435.0	1,427.5	1,078.8	1,035.0	991.2
Operating profit/loss	-40.0	24.3	18.6	20.2	35.4
Operating margin, %	-2.8	1.7	1.7	2.0	3.6
EBITA	-8.4	46.4	32.7	35.9	47.2
EBITA, %	-0.6	3.3	3.0	5.3	6.3
Profit/loss after tax	-57.0	-53.6	-24.6	116.3	162.9
Balance sheet total	1,089.3	1,294.7	1,276.9	1,378.1	1,275.5
Equity	326.3	401.9	472.6	830.1	768.3
Return on equity, %	-15.7	-12.5	-3.8	14.6	23.1
Return on operative capital, %	-4.9	3.3	6.8	6.9	9.6
Net debt	411.8	429.1	216.0	239.7	255.8
Equity ratio, %	30.0	31.0	37.0	60.2	60.2
<i>Per share data</i>					
Earnings/loss per share, SKr 1)	-14.15	-12.95	-4.85	28.20	37.70
Cash flow per share, SKr 1)	15.80	0.85	-7.40	9.20	17.00
Listed price Geveko "B" shares, SKr	64.25	68.00	125.00	218.00	209.00
Total return, %	-2.5	-41.0	-3.0	10.0	25.0
SIX Return Index, %	+52.0	-39.0	-4.0	26.0	36.0
Number of shares	4,219,533	4,219,533	4,219,533	4,219,533	4,219,533
Number of employees	884	832	638	611	602

1) Before and after dilution

Significant events after the end of the financial year

The Board has proposed that a rights issue be made for approximately SKr 160 million. An Extraordinary General Meeting will be held on 31 March 2010, at which the issue terms and the subscription price will be finalised.

A significant proportion of the outstanding accounts receivable has been received during the early weeks of 2010.

Risks and uncertain factors

The risks and uncertain factors to which the Group's companies are exposed comprise risks associated with the business such as political risks, changes in plans for infrastructure investments, rising commodity prices, as well as a variety of financial risks including the effects of changes in interest rates and exchange rates.

Transactions with related parties

There were no transactions with related parties having a significant effect on the company's financial position and result during the fourth quarter of 2009. Information concerning transactions with related parties will be provided in Geveko's annual report for 2009.

Employees

During the year the Group had an average of 884 (832) employees, of whom 124 (133) were female. The number of employees in foreign Group companies was 750 (671). The increase in relation to 2008 is attributable to Romania and, with effect from 2009, to the consolidation of companies in Finland, Norway, and Great Britain. The number of employees in Denmark, Poland and Sweden has declined.

PARENT COMPANY

AB Geveko's activities mainly consist of Group management and the administration of central functions. The assets mainly consist of shares in subsidiaries and short-term placements.

Result

Dividends received from subsidiary companies amounted to SKr 50.0 million (0.0) and from listed securities to SKr 0.3 million (5.2). The adjustment to fair value of the Equities Portfolio resulted in income of SKr 7.2 million (deficit of 44.4). The net effect of financial income and costs was a surplus of SKr 5.0 (0.8) million.

The parent company's profit after tax for 2009 amounted to SKr 32.4 million (loss 50.3). The corresponding figure for the fourth quarter was a loss of SKr 8.1 million (loss 11.4).

Dividend proposal

The Board proposes that the AGM resolve in favour of paying a dividend of SKr 0 (2) per share for 2009.

Accounting principles

This interim report is made up, insofar as the Group is concerned, in accordance with the Swedish Annual Accounts Act and IAS34 Interim Reporting, and, insofar as the parent company is concerned, in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2.2 Reporting by Juridical Persons. The accounting principles applied by the Group and the parent company are unchanged in relation to the principles applied in the latest annual report, except where otherwise stated.

New accounting principles

IAS 1 Presentation of financial statements

The amended version of IAS 1 Presentation of financial statements has been applied with effect from 1 January 2009. The amendment requires the income and costs that are taken direct against equity also to be presented in a separate report directly after the profit and loss account.

IFRS 8 Operating segments

As of 1 January 2009 the Group has implemented IFRS 8 Operating Segments. IFRS 8 replaces IAS 14 Segment Reporting and adapts Segment reporting to the criteria in US standard SFAS 131 Disclosures about segments of an enterprise and related information. The new standard requires the segment disclosures to be presented from a management perspective, which means that it is presented in a way that is used in the internal reporting and followed up by the senior operating decision-maker in the Group, namely Geveko's CEO. A new organisation was introduced on 1 May 2009 and the segment disclosures have been adapted to this with effect from the interim report for the period ending 30 September 2009.

The division into segments is intended to reflect the new organisation, which is based on the division of the business into two segments: Contracting and Material Sales. The figures for the 2008 have consequently been adjusted in accordance with IFRS 8.

Annual General Meeting

The Annual General Meeting will be held at 4.30 p.m. on 26 April 2010. The annual report for 2009 is due for publication on 6 April, after which it will be sent to shareholders and kept available at the Parent Company's head office at Marieholmsgatan 36, Göteborg, Sweden.

Göteborg, Sweden, 25 February 2010

AB GEVEKO (publ)
Hans Ljungkvist
Managing director and CEO

Forthcoming information, 2010

Annual Report 2009	6 April 2010
Annual General Meeting, Göteborg	26 April 2010
Interim report, January-March 2010	26 April 2010
Interim report, January-June 2010	14 July 2010
Interim report, January-September 2010	29 October 2010

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The information AB Geveko releases in this interim report is such that shall be published in accordance with the Act concerning the Securities Market and/or the Act concerning Trading in Financial Instruments. This information was released for publication on 25 February 2010 at 3.20 p.m.

SUMMARY CONSOLIDATED PROFIT AND LOSS ACCOUNT, SKr million

	Oct-Dec 2009	Oct-Dec 2008	Jan-Dec 2009	Jan-Dec 2008
Net sales	306.4	336.7	1,435.0	1,427.5
Cost of sold products	-284.2	-285.5	-1,202.9	-1,154.6
Gross profit	22.2	51.2	232.1	272.9
Development costs	-2.2	-4.6	-20.9	-18.1
Selling costs	-45.0	-34.8	-117.9	-109.9
Administrative costs	-30.9	-24.8	-139.9	-124.1
Interest in earnings of associate companies	0.4	-0.7	-0.6	-3.0
Other operating income and costs	0.3	0.2	7.2	6.5
Operating profit/loss	-55.2	-13.5	-40.0	24.3
Dividend income	-	-	0.3	5.2
Change in value of securities	-0.7	-13.4	5.0	-47.9
Interest income and similar profit/loss items	1.3	2.2	8.6	8.9
Interest expense and similar profit/loss items	-6.3	-13.5	-35.3	-51.5
Profit/loss before tax	-60.9	-38.2	-61.4	-61.0
Tax	5.8	16.6	4.4	7.4
NET LOSS FOR THE PERIOD-55.1	-21.6	-57.0	-53.6	
Attributable to:				
Parent company shareholders	-57.4	-21.4	-59.6	-54.6
Minority interests	2.3	-0.2	2.6	1.0
Loss per share, SKr (attributable to parent company shareholders)	13.60	-5.05	-14.15	-12.95

The number of shares in issue before and after dilution in 2009 and 2008 was 4,219,533.

The Group has no outstanding convertible loans but it does have some outstanding stock options.

Total result

Net loss for the period	-55.1	-21.6	-57.0	-53.6
Other components of total result				
Hedging of net investments	-2.1	8.5	-7.5	6.6
Currency fluctuations	0.2	-12.2	-2.6	1.6
Other components of total result, net after tax-1.9	-3.7	-10.1	8.2	
Sum of total result for the period	-57.0	-25.3	-67.1	-45.4
Sum of total result attributable to:				
Parent company shareholders	-59.2	-23.7	-63.6	-54.4
Minority interests	2.2	-1.6	-3.5	9.0

SUMMARY CONSOLIDATED BALANCE SHEET, SKr million

FIXED ASSETS	31 Dec <u>2009</u>	31 Dec <u>2008</u>
Intangible fixed assets	103.6	127.8
Tangible fixed assets		
Land and buildings	157.2	170.1
Machinery & plant	230.1	246.7
Fixed plant under construction	<u>4.6</u>	<u>7.9</u>
Total tangible fixed assets	391.9	424.7
Financial fixed assets		
Interests in associate companies	33.3	35.6
Other equities and securities	14.5	16.4
Other long-term receivables	13.0	12.5
Deferred tax receivables	<u>20.9</u>	<u>16.7</u>
Total financial fixed assets	81.7	81.2
Total fixed assets	577.2	633.7
CURRENT ASSETS		
Inventories	103.2	150.4
Accounts receivable	280.9	270.9
Other current receivables	76.2	98.2
Securities	5.4	25.9
Liquid funds	<u>46.4</u>	<u>115.6</u>
Total current assets	512.1	661.0
TOTAL ASSETS	1,089.3	1,294.7
EQUITY		
Capital and reserves attributable to the parent company's shareholders		
Share capital	105.5	105.5
Other injected capital	30.0	30.0
Reserves	16.9	22.3
Retained earnings	<u>98.2</u>	<u>164.9</u>
	250.6	322.7
Minority interests	<u>75.7</u>	<u>79.2</u>
Total equity	326.3	401.9
LONG-TERM LIABILITIES		
Interest-bearing long-term liabilities	126.5	163.4
Deferred tax liabilities	14.3	23.7
Pension provisions	6.6	10.1
Other provisions	<u>7.6</u>	<u>7.9</u>
Total long-term liabilities	155.0	205.1
CURRENT LIABILITIES		
Interest-bearing current liabilities	363.7	444.7
Other current liabilities	<u>244.3</u>	<u>243.0</u>
Total current liabilities	608.0	687.7
TOTAL EQUITY AND LIABILITIES	1,089.3	1,294.7

SUMMARY CASH FLOW ANALYSIS, GROUP, SKr million

	<u>2009</u>	<u>2008</u>
Cash flow from continuing operations before changes in working capital	29.8	81.6
Cash flow from changes in working capital	<u>43.6</u>	<u>-5.5</u>
Cash flow from continuing operations	73.4	76.1
Acquisition of intangible fixed assets, net	-11.6	3.4
Acquisition of tangible fixed assets, net	-48.9	-79.0
Acquisition of lines of business	-	-94.2
Divestment of lines of business	13.6	-
Acquisition of shares in subsidiary companies (Note 2)	1.8	-
Divestment of shares in subsidiary companies	-0.2	-
Purchases/sales of securities, net	27.7	159.7
Change in other fixed assets	<u>2.0</u>	<u>-1.4</u>
Cash flow from investment activities	-15.6	-11.5
Change in interest-bearing liabilities	-116.2	-35.6
Dividend paid to parent company shareholders	-8.4	-25.3
Dividends paid to minority shareholders in subsidiaries	<u>-</u>	<u>-</u>
Cash flow from financing activities	-124.6	-60.9
Cash flow for the year	-66.8	3.7
Opening liquid funds	115.6	105.7
Currency fluctuations, liquid funds	<u>-2.4</u>	<u>6.2</u>
Closing liquid funds	46.4	115.6

Change in equity, SKr million

	31 Dec 2009	31 Dec 2008
Opening balance	401.8	472.5
Total result for the period	-67.1	-45.4
Dividend paid by AB Geveko	-8.4	-25.3
<u>Dividends paid to minority shareholders in subsidiaries</u>	<u>-</u>	<u>-</u>
Closing balance	326.3	401.8

Summary Profit and Loss Account, Parent company, SKr million

	Oct-Dec <u>2009</u>	Oct-Dec <u>2008</u>	Jan-Dec <u>2009</u>	Jan-Dec <u>2008</u>
Management costs	-2.1	1.1	-19.6	-11.9
Other operating costs	0.0	0.0	-1.9	0.0
Operating profit/loss	-2.1	1.1	-21.5	-11.9
Dividends:				
from subsidiaries	0.0	0.0	50.0	0.0
from other companies	0.0	0.0	0.3	5.2
Change in value of securities	0.2	-9.9	7.2	-44.4
Impairment, shares in subsidiaries	-8.6	0.0	-8.6	0.0
Interest income and similar profit/loss items	4.1	4.7	14.8	14.9
Interest costs and similar profit/loss items	-1.7	-7.3	-9.8	-14.1
Profit/loss before tax	-8.1	-11.4	32.4	-50.3
Tax	-	-	-	-
Net profit/loss for the year	-8.1	-11.4	32.4	-50.3

Summary Balance sheet, Parent company, SKr million

	31 December <u>2009</u>	31 December <u>2008</u>
Fixed assets	75.2	77.7
Current assets	<u>299.0</u>	<u>324.8</u>
Total assets	374.2	402.5
Equity	288.6	204.6
Provisions	0.0	3.1
Long-term liabilities	8.6	5.0
Current liabilities	<u>137.0</u>	<u>189.8</u>
Total equity and liabilities	374.2	402.5

Note 1.

The Unallocated column includes central administrative costs that are not allocated to the Contracting or Material Sales segments

Reporting by segment, October-December 2009

SKr million	Contracting	Material Sales	Unallocated	Elimination	Group
Net turnover	246.4	56.2	-	3.8	306.4
Operating costs	-283.1	-74.8	-0.3	-3.8	-362.0
Interest in earnings of associate companies	0,3	0.1	-	-	-0.4
Profit/loss before financial items	-36.4	-18.5	-0.3	0.0	-55.2
Dividend income	-	-	-	-	-
Change in value of securities	-	-	0.7	-	-0.7
Financial income	-	-	1.3	-	1.3
Financial costs	-	-	-6.3	-	-6.3
Profit/loss before tax	-36.3	-18.5	-6.1	0	-60.9

Reporting by segment, October-December 2008

SKr million	Contracting	Material Sales	Unallocated	Elimination	Group
Net turnover	239.7	71.2	-	25.8	336.7
Operating costs	-228.4	-81.2	-14.0	-25.8	-349.5
Interest in earnings of associate companies	-0.5	-0.2	-	-	-0.7
Profit/loss before financial items	10.8	-10.3	-14.0	0.0	-13.5
Dividend income	-	-	-	-	-
Change in value of securities	-	-	-13.4	-	-13.4
Financial income	-	-	2.2	-	2.2
Financial costs	-	-	-13.5	-	-13.5
Profit/loss before tax	10.8	-10.3	-3.7	0.0	-38.2

Reporting by segment, January-December 2009

SKr million	Contracting	Material Sales	Unallocated	Elimination	Group
Net turnover	1,002.8	370.7	-	61.5	1,435.0
Operating costs	-1,000.6	-381.0	-31.4	-61.5	-1,474.4
Interest in earnings of associate companies	-1.7	-2.3	-	-	-0.6
Profit/loss before financial items	3.9	-12.6	-31.4	0.0	-40.0
Dividend income	-	-	0.3	-	0.3
Change in value of securities	-	-	5.0	-	5.0
Financial income	-	-	8.6	-	8.6
Financial costs	-	-	-35.3	-	-35.3
Profit/loss before tax	3.9	-12.6	-52.7	0.0	-61.4
Fixed assets	363.7	15.6	197.9	-	326.3
Current assets	246.6	74.4	191.1	-	763.0
	610.3	90.0	389.0	0.0	1,089.3
Equity	-	-	326.3	-	326.3
Liabilities	173.1	28.2	561.7	-	763.0
	173.1	28.2	888.0	0.0	1,089.3

Reporting by segment, January-December 2008

SKr million	Contracting	Material Sales	Unallocated	Elimination	Group
Net turnover	920.1	418.1	-	89.3	1,427.5
Operating costs	-870.3	-405.3	-35.3	-89.3	-1,400.2
Interest in earnings of associate companies	0.9	-3.8	-	-	-3.0
Profit/loss before financial items	50.6	9.0	-35.3	0.0	24.3
Dividend income	-	-	5.2	-	5.2
Change in value of securities	-	-	-47.9	-	-47.9
Financial income	-	-	8.9	-	8.9
Financial costs	-	-	-51.5	-	-51.5
Profit/loss before tax	50.6	9.0	-120.6	0.0	-61.0
Fixed assets	370.8	68.2	194.7	-	633.7
Current assets	204.8	131.3	324.9	-	661.0
	575.6	199.5	519.6	0.0	1,294.7
Equity	-	-	401.9	-	401.9
Liabilities	90.1	45.7	757.0	-	892.8
	90.1	45.7	1,158.9	0.0	1,294.7

Note 2

The remaining shares in Cleanosol Trading Company LLC, a Ukrainian company, were acquired for UAH 150,000 as of 29 December 2009. The company markets and sells road-marking paints on the Ukrainian market. It has been consolidated as of the same date. As the acquisition was completed at the end of the year only the balance sheet has had any effect on Geveko's consolidated financial statements for 2009.

As the book values of all the assets and liabilities are identical to their fair values negative goodwill of SKr 3.6 million has arisen. The Group acquired the following assets and liabilities as a result of the acquisition of the above-mentioned company:

SKr million

Tangible fixed assets	0.1
Current assets	22.4
<u>Liquid funds</u>	-
	22.5
Interest-bearing liabilities	17.0
Negative goodwill	3.6
<u>Interest-free liabilities</u>	8.2
	28.8
Purchase price paid during the year	-0.1
<u>Liquid funds of acquired business</u>	0.3
<u>Effect on Group's liquid funds</u>	0.2