YEAR-END REPORT 2012

LATOUR

Year-end Report 2012

NET ASSET VALUE

- The net asset value per 31 December amounted to SEK 162 per share compared to 142 kronor per share at the beginning of the year. The increase corresponds to 19.1 percent, adjusted for dividends, in relation to the comparable index (SIXRX) which increased by 16.6 percent. The net asset value on 19 February amounted to SEK 169 per share.[1)]

INDUSTRIAL OPERATIONS

Fourth quarter

- Orders received in the industrial operations dropped to SEK 1,612 (1,726) m, which is a decrease in comparable units of 8 percent adjusted for exchange effects.
- Net sales in the industrial operations amounted to SEK 1,697 (1,846) m, which is a decrease in comparable units of 8 percent adjusted for exchange effects.
- The operating result before restructuring costs[3)] amounted to SEK 153 (180) m, which corresponds to an operating margin of 9.0 (9.8) percent in continuing operations.
- Five acquisitions were made during the fourth quarter, with a total annual net sales of SEK 250 m. Kabona AB, which will form a new business unit within Latour Industries, Norlub Scandinavia AB for the Specma Group and Westlings Industri AB and Visträsk Slipservice AB for LSAB, as well as the announcement of the acquisition of MBL/ABU for REAC in Latour Industries.
- Pressmaster AB, with an annualized net sales of about SEK 100 m, was sold to Phoenix GmbH & Co KG during the quarter.

Full year

- Orders received in the industrial operations dropped to SEK 6,787 (6,950) m, which is a decrease of 3 percent in comparable units adjusted for exchange effects.
- Net sales in the industrial operations amounted to SEK 6,788 (6,831) m, which is a decrease of 2 percent in comparable units adjusted for exchange effects.
- The operating result before restructuring costs[3)] amounted to SEK 652 (790) m, which corresponds to an operating margin of 9.6 (11.6) percent in continuing operations.

GROUP

- Group profit after net financial items amounted to SEK 1,493 (2,230) m.
- Group profit after tax was SEK 1,347 (2,048) m, or SEK 8.45 (14.13) per share.[2)]
- Net debt amounted to SEK 1,538 m at the end of the year, compared to SEK 1,140 m at the end of the previous year, which is the equivalent of 5.6 percent of the estimated market value of the company's entire assets.
- The holding in Diamorph AB (publ) increased to 21.9 percent of the shares.
- The board proposes raising the ordinary dividend to SEK 5.00 (4.50) per share.

INVESTMENT PORTFOLIO

- During the year the investment portfolio's value increased by 28.1 percent adjusted for dividends while the comparable index (SIXRX) increased by 16.6 percent.
- In the investment portfolio the holding in Tomra increased to 18.9 percent and in HMS to 25.0 percent.

EVENTS AFTER THE REPORT PERIOD

- Swegon strengthen its positions in England through the acquisition of Coolmation Ltd.

[1)] The calculation of the net asset value on 19 February 2013 was based on the value of the investment portfolio at 1 p.m. on 19 February 2013 and the same values as on 31 December were used for the wholly owned industrial operations.
[2)] Lower earnings per share since the number of shares increased as a result of the fusion with SäkI in July 2011. Capital gains of SEK 3.35 were included in the previous year.
[3)] Booked operating result before restructuring costs amounted to SEK 113 m during the fourth quarter and for the full year SEK 595 m.

LATOUR AT A GLANCE

Investment AB Latour is a mixed investment company consisting primarily of wholly owned industrial operations and an investment portfolio of listed holdings in which Latour is the principal owner or one of the principle owners. The investment portfolio consists of nine substantial holdings that on 31 December 2012 had a market value of about SEK 18 billion. The holdings in the investment portfolio with the greatest value are Assa Abloy, Securitas and Sweco. The wholly owned industrial operations are organized in four business areas: Hultafors Group, Latour Industries, Specma Group and Swegon. Net sales in 2012 in the wholly owned industrial operations amounted to just under SEK 7 billion.

COMMENTS FROM THE CEO

Long-term measures in a slow economy

"Low sales levels continued during the fourth quarter. This became particularly clear in December when the weak development was aggravated by the considerably fewer workdays that month. All our business areas show negative growth during the fourth quarter, but the Specma Group was hit hardest with a drop in organic growth of close to 28 percent. All in all the level of orders received fell by 8 percent organically and adjusted for exchange rates. The corresponding number for the full year means a reduction of 3 percent in orders received.

The weak market situation has required us to take relatively dramatic measures to adjust our resources and restructure. The action plans include redundancies and moving significant operations to low-cost countries. Restructuring costs charged the fourth quarter by SEK 40 m and the entire year by SEK 57 m.

Prospects for growth in the coming quarters are minimal, primarily due to the fact that most of the sales in the industrial operations are generated in the European market.

In our plans we are not calculating with any help from the business cycle in the near future. Despite this market situation we choose to follow through on the initiatives started up in 2011 and 2012. Several products have been launched in the industrial operations in 2012 and more will follow in 2013. We have penetrated new markets and made considerable investments to further organic growth in existing markets. Although these costs are felt much more in a downturn I am convinced that these investments will be decisive in the long run for our ability to grow and win market shares. The result during the last quarter and full year should be seen in light of the investments we are making for the future and the rationalizations we have carried out.

Developments in our listed holdings have generally been positive. The value of the investment portfolio has developed much better than the market as a whole.

Finally I would like to point out that we will continue to invest despite the uncertain situation in the world around us, which is tangible evidence of our long-term perspective. We made five acquisitions in the industrial operations during the fourth quarter which makes a total of seven acquisitions in 2012. We have increased our holding in the listed Tomra Systems and HMS Networks, as well as in Diamorph. Concluding on a very positive note, the board proposes raising the ordinary dividend despite a weaker market and substantial investments".

Jan Svensson
President and CEO

Industrial operations

The total orders received in continuing operations fell to SEK 1,612 (1,726) m in the fourth quarter and to SEK 6,787 (6,950) m in the full year.

Invoicing decreased to SEK 1,697 (1,846) m in the fourth quarter and to SEK 6,788 (6,831)m in the full year, a decrease of 8 percent organic growth in the fourth quarter, adjusted for exchange effects, and 2 percent for the full year.

The operating result for the four business areas, before rationalizations, contracted by 15 percent to SEK 153 (180) m during the fourth quarter. During the year the operating result, before rationalizations, contracted by 17 percent to SEK 652 (790) m. In addition to lower volumes, which we could not completely counter, the main explanation for the decrease was our investment in strategic initiatives in marketing and product development. Rationalizations affected the booked operating margin during the fourth quarter by SEK 40 m and for the full year by SEK 57 m. The operating margin before restructuring costs contracted during the quarter to 9.0 (9.8) percent and in the full year to 9.6 (11.6) percent. These figures exclude businesses divested in both years.

Please refer to pages 5–6 for more details about the development in each business area.

Acquisitions and divestitures

Five acquisitions were made in the business areas in the fourth quarter. Latour Industries acquired Kabona AB in Borås, a leading company in the field of energy efficiency in buildings. Kabona has 80 employees and annual net sales of SEK 100 m. The company delivers systems that optimize energy consumption and indoor climates in buildings. The business is built on Kabona's own software program ecopilot®. Kabona will be an independent business unit within Latour Industries.

Latour Industries' subsidiary LSAB made two acquisitions. In October the saw blade manufacturer Westlings Industri AB in Vansbro, with net sales of around SEK 45 m and 30 employees, was acquired. In December Vistträsk Slipservice AB, with SEK 20 m in net sales and some 20 employees, was acquired. Both acquisitions are in line with LSAB's expansion strategy and strengthen its product offer and position on the market.

In December Latour Industries' subsidiary REAC announced the acquisition of MBL/ABU in Poland which manufactures actuators and has net sales of SEK 50 m and more than 50 employees. Takeover of the acquisition was on 2 January 2013. REAC also made a smaller acquisition in the first quarter, SCS in Åmål.

Specma Group acquired Norlub Scandinavia AB in Karlstad, which delivers lubricating systems and conducting components mainly for construction machinery, trucks and tractors. The company has net sales of around SEK 20 m and 9 employees.

During the fourth quarter Latour increased its holding in Diamorph from 13.4 percent to 21.9 percent. The initial investment was made in the third quarter. Diamorph delivers advanced material solutions in a global market for particularly demanding industrial applications. The Diamorph Group has 300 employees and net sales of around SEK 400 m.

During the first quarter Hultafors Group acquired Snickers Workwear's franchises in the Netherlands, a company with 17 employees.

After the end of the year Swegon acquired Coolmation Ltd in Great Britain. The company is one of the fastest growing businesses in chillers and air conditioning in Great Britain. The business has net sales of around GBP 8 m and 70 employees.

Industrial operations summary

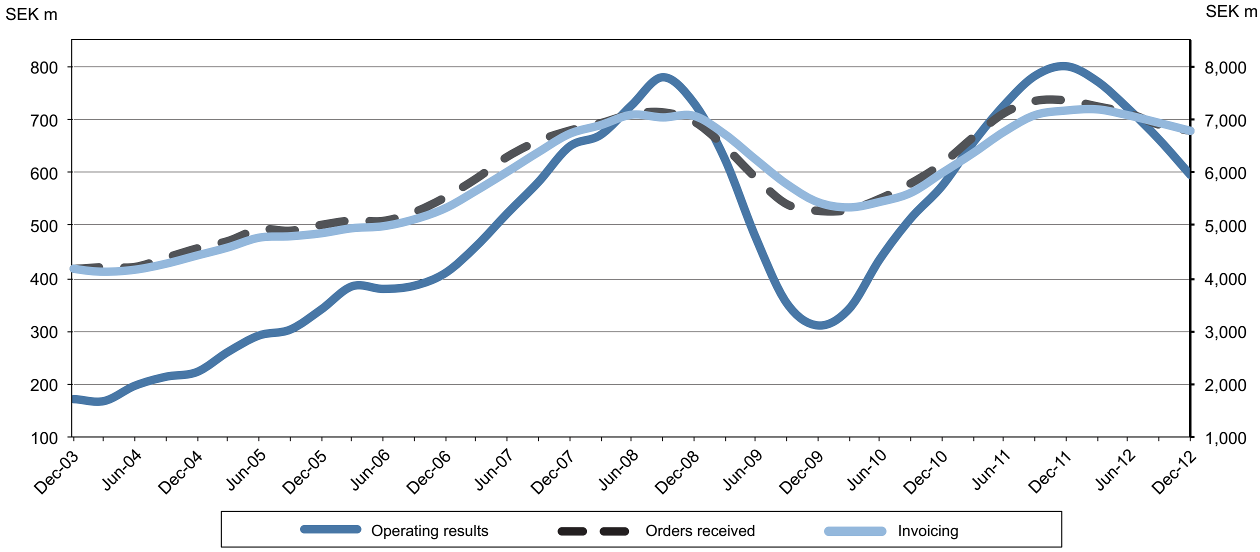
Business area results

MSEK	Net sales 2012 Q4	2011 Q4	2012 12 mon	2011 12 mon	Operating result 2012 Q4	2011 Q4	2012 12 mon	2011 12 mon	Operating margin % 2012 Q4	2011 Q4	2012 12 mon	2011 12 mon
Hultafors Group	316	334	1,197	1,182	35	30	127	151	11.1	8.9	10.6	12.8
Latour Industries	403	432	1,610	1,573	26	45	170	248	6.3	10.4	10.6	15.7
Specma Group	268	366	1,198	1,381	–4	19	18	79	–1.5	5.2	1.5	5.7
Swegon	711	716	2,785	2,707	97	86	337	312	13.6	12.1	12.1	11.5
Eliminations	–	–2	–2	–12	–	–	–	–	–	–	–	–
	1,697	1,846	6,788	6,831	153	180	652	790	9.0	9.8	9.6	11.6
Restructuring costs	–	–	–	–	–40	–	–57	–	–	–	–	–
	1,697	1,846	6,788	6,831	113	180	595	790	6.7	9.8	8.8	11.6
Capital gains from divested companies	–	–	–	–	7	–	7	63				
Other companies and items	–	–	–	340	19	19	29	30				
	1,697	1,846	6,788	7,171	139	199	631	883				

MSEK	Operating capital[1)] 2012 roll 12	2011 rull 12	Return on operating capital % 2012 roll 12	2011 roll 12	Growth in net sales % 2012	Of which acquisitions	Of which exchange effects
Hultafors Group	835	826	14.7	18.3	1.3	2.1	–1.2
Latour Industries	1,100	869	14.1	28.5	2.3	5.8	–0.5
Specma Group	596	574	–1.5	13.7	–13.3	0.4	–0.5
Swegon	1,093	1,136	29.8	27.5	2.9	–	–1.6
Total	**3,624**	**3,404**	**16.4**	**23.2**	**–0.6**	**1.8**	**–1.1**

1) Calculated as total assets, reduced by liquid funds and other interest-bearing assets and reduced by non interest-bearing liabilities. Calculated on average for the past 12 months.

Group rolling 12 months



Development per business area

Hultafors Group

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Net sales	316	334	1,197	1,182
EBITDA, adjusted*	40	33	147	171
EBITA, adjusted*	37	31	134	158
EBIT, adjusted*	35	30	127	151
EBIT, booked	35	30	123	151
EBITA %, adjusted*	11.7	9.1	11.2	13.3
EBIT %, adjusted*	11.1	8.9	10.6	12.8
Growth %	–5.3	4.5	1.3	4.2
Of which exchange effects	–2.3	–0.3	–1.2	–3.6
Of which acquisitions	1.9	–	2.1	–
Average number of employees	640	619	642	622

* Exclusive restructuring costs

Highlights

- No organic growth in the fourth quarter due to continued weak market developments, particularly in the Nordic region.
- Restructuring measures in September were aimed at concentrating our business around each brand and centralizing functions in Sweden. The reorganization will increase cost efficiency. Restructuring costs charge the full year result by SEK 4 m.
- In the fourth quarter a complete ergonomic scaffolding product range was launched. Previously during the year a new system for carrying tools was launched.
- Investments in product development and new markets continue. A new marketing company in Poland was started, which means the business area has three newly started markets – Poland, France and Austria.

Allocation of net sales

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Workwear	195	200	670	632
Tools	94	101	395	416
Ladders	27	33	132	134
	316	**334**	**1,197**	**1,182**
Pro forma adjustment[1]			0	
Rolling 12 month pro forma			1,197	

[1] Pro forma for acquisitions made

Hultafors Group offers the market three product groups: work wear under the Snickers Workwear brand, hand tools under the Hultafors Tools brand and ladders and scaffolding marketed under the Wibe Ladders brand. Its business concept is to be an attractive partner to distributors of consumables and work equipment in Europe and to be the obvious first choice for the end user.

Latour Industries

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Net sales	403	432	1,610	1,573
EBITDA, adjusted*	36	56	213	287
EBITA, adjusted*	27	46	176	251
EBIT, adjusted*	26	45	170	248
EBIT, booked	19	45	156	248
EBITA %, adjusted*	6.7	10.7	10.9	15.9
EBIT %, adjusted*	6.3	10.4	10.6	15.7
Growth %	-6.7	56.4	2.3	60.2
Of which exchange effects	–0.7	–0.1	–0.5	–2.6
Of which acquisitions	6.3	48.7	5.8	49.2
Average number of employees	985	915	956	916

* Exclusive restructuring costs

Highlights

- Invoicing decreased by all of 12.3 percent in the fourth quarter, adjusted for acquisitions and exchange effects.
- Continued investments in organic growth and product development. These investments surpassed last year's level for comparable units by SEK 45 m. Nord-Lock is introducing a completely new bolt securing system, NLX, and the market organization in Asia is being significantly enlarged. These investments have had a negative effect on margins by 2.8 points for the full year.
- In addition to the slow economy and the cost of strategic initiatives, the strong Swedish krona has also had a negative effect on the result.
- Restructuring costs charge the result for the fourth quarter by SEK 7 m and the full year by SEK 14 m.
- Extensive acquisition activity. Four acquisitions were made in the fourth quarter. See more details on page 3. In addition Pressmaster was divested.

Allocation of net sales

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Nord-Lock	143	159	640	529
Specma Tools	15	19	60	69
Specma Seals	24	33	93	112
BrickPack	14	17	55	65
AVT Group	23	39	91	114
LSAB-gruppen	100	95	371	357
Carstens	18	23	75	104
REAC	30	24	114	118
Pressmaster	16	23	92	105
Kabona	21		21	
	403	**432**	**1,610**	**1,573**
Pro forma adjustment[1]			40	
Rolling 12 month pro forma			**1,650**	

[1] Pro forma for acquisitions/divestitures

Latour Industries consists of a number of operating areas, each with its own business concept and business model. Our ambition is to develop independent units in the business area which can eventually become new business areas in Latour. The common denominator is that most customers are active in manufacturing.

Specma Group

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Net sales	268	366	1,198	1,381
EBITDA, adjusted*	1	24	36	98
EBITA, adjusted*	–3	19	19	80
EBIT, adjusted*	–4	19	18	79
EBIT, booked	–27	19	-9	79
EBITA %, adjusted*	–1.1	5.2	1.6	5.8
EBIT %, adjusted*	–1.5	5.2	1.5	5.7
Growth %	–26.8	18.8	–13.3	29.7
Of which exchange effects	–0.7	–0.4	–0.5	–2.0
Of which acquisitions	1.6	0.0	0.4	0.2
Average number of employees	730	712	742	692

* Exclusive restructuring costs

Highlights

- Dramatic drop in the fourth quarter 2012.
- The decline hit the marine segment and contractor machines hardest.
- Measures to reduce costs continue. Negotiations to cut the number of production sites in the Nordic region by 25 percent have been initiated during the quarter. Restructuring costs charged the quarter by SEK 23 m and the full year by SEK 27 m.
- Norlub Scandinavia AB was acquired. Please see page 3.

Allocation of net sales

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
OEM	134	191	646	748
System	63	99	267	355
Component	71	76	285	278
	268	**366**	1,198	1,381
Pro forma adjustment[1)]			17	
Rolling 12 month pro forma			1,215	

[1)] Pro forma for acquisitions made

Specma Group has operations in three divisions. The OEM division primarily serves customers in mobile hydraulics, System Division customers are active in marine industry and industrial hydraulics, After Sales Division is focused on after sales customers.

Swegon

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Net sales	711	716	2,785	2,707
EBITDA, adjusted*	110	101	401	377
EBITA, adjusted*	98	87	340	315
EBIT, adjusted*	97	86	337	312
EBIT, booked	86	86	326	312
EBITA %, adjusted*	13.7	12.2	12.2	11.6
EBIT %, adjusted*	13.6	12.0	12.1	11.5
Growth %	–0.7	6.4	2.9	25.7
Of which exchange effects	–2.2	–1.6	–1.6	–3.2
Of which acquisitions	0.0	0.0	0.0	15.9
Average number of employees	1,304	1,288	1,340	1,288

* Exclusive restructuring costs

Highlights

- Full year result was a record result in absolute numbers.
- Sales outside the Nordic region continue to grow and are at an all time-high.
- Hannu Saastamoinen new MD as of 1 January 2013.
- Fewer orders received in the third quarter indicate an approaching downturn in the market and the number of employees has been reduced.
- Net sales increased by 1.5 percent adjusted for exchange effects compared to the fourth quarter last year.
- The operating margin continues to be good, particularly considering the fact that strategic initiatives for organic growth and product development investments increased cost levels by SEK 50 m compared to last year. Restructuring costs charged the fourth quarter and the full year by SEK 11 m.
- Coolmation Ltd was acquired after the end of the year. See page 3 for more details.

Allocation of net sales

(SEK m)	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Sweden	193	215	775	806
Other Nordic Region	209	212	835	796
Other, worldwide	309	289	1,175	1,105
	711	**716**	**2,785**	**2,707**
Pro forma adjustment[1)]			0	
Rolling 12 month pro forma			2,785	

[1)] Pro forma for acquisitions made

Swegon provides energy efficient air handling units, chillers and heatpumps as well as air and water borne climate systems for all kinds of buildings. Swegon delivers well thought-out system solutions that create a good indoor climate, which highly contributes to saving energy.

The Latour share's net asset value

In order to facilitate the evaluation of Latour's asset value, Latour provides an estimated interval of the value (Enterprise Value) for each business area based on EBIT multiples. These multiples have been calculated by comparing valuations of listed companies in comparable industries. Since there are variations in the listed companies' valuations these are reflected in the tables by valuating each business area in an interval. As previously, we have made deductions for the company's net debt. The evaluation of comparable companies is based on the market price after the balance sheet date. Any price changes after the balance sheet date have not been taken into consideration. A more detailed description can be found on pages 18–19 in Latour's Annual Report for 2011.

In some cases the valuation multiples for comparable companies span over a great interval. For this reason the multiples may be adjusted in order to avoid unreasonable values. The valuation multiple EV/sales has been used on certain units. The indicative value stated below is not a complete market valuation of Latour's holdings.

The net asset value increased to SEK 162 per share during the first nine months from SEK 142 at the beginning of the year. The net asset value increased by 19.1 percent, which can be compared to SIXRX that increased by 16.6 percent.

	Net sales[1]	EBIT[1]	EBIT-multiple alt EV/sales-multiple interval	Valuation[2] interval	Valuation[2] average	Valuation SEK/share[3] interval
Hultafors Group	1,197	127	10 – 13	1,266 – 1,646	1,456	8 – 10
Latour Industries	1,650	172	11 – 15	1,898 – 2,588	2,242	12 – 16
Specma Group	1,215	21	0.5 – 0.6	607 – 729	668	4 – 5
Swegon	2,785	337	12 – 15	4,045 – 5,056	4,551	25 – 32
	6,847	**657**		**7,816 – 10,019**	8,917	**49 – 63**
Listed shares (see table on page 8)					**17,710**	**111**
Unlisted partner-owned companies						
Academic Work[4], 20,06 %					336	2
Diamorph[5], 21,87 %					122	1
Oxeon[6], 31,08 %					32	0
Other assets						
Short position portfolio					85	1
Other listed holdings					16	0
Dilution effect of option program					–6	0
Other					52	0
Consolidated net debt					–1,538	–9
Calculated value					**25,726**	**162**
					(24,625 – 26,828)	**(155 – 169)**

[1] Rolling 12 months for current company structure. EBIT is reported before restructuring costs.
[2] EBIT and EV/sales recalculated taking into consideration the share price on 2012-12-31 for comparable companies in each business area.
[3] Calculated on the number of outstanding shares.
[4] Valued according to a statement made by an independent valuer.
[5] Valued according to the latest transaction.
[6] Valued according to Latour's latest acquisition price.

Investment portfolio 2012-12-31

The combined value of the investment portfolio increased by 28.1 percent during the full year while comparable index (SIXRX) increased by 16.6 percent.

During the fourth quarter 3,470,000 shares were acquired in Tomra and 307,850 shares in HMS. Earlier in the year 1,500,000 shares were acquired in Tomra and 45,950 shares in HMS. After the end of the year a further 400,000 shares were acquired in Tomra.

Share	Number	Acquisition value SEK m	Listed price[1] SEK	Market value SEK m	Share of votes %	Share of equity %
Assa Abloy[2)3)]	35,165,243	1,697	244	8,563	29.4	9.5
Fagerhult[3)4)]	6,206,800	571	166	1,030	49.2	49.2
HMS Networks[3)]	2,827,322	229	112	317	25.0	25.0
Loomis[2)3)]	7,538,328	107	104	782	29.2	10.3
Nederman[3)]	3,512,829	306	138	485	30.0	30.0
Nobia	23,100,000	469	27	612	13.8	13.8
Securitas[2)3)]	39,732,600	1,081	57	2,245	29.6	10.9
Sweco[2)3)]	28,997,760	152	70	2,036	22.8	31.7
Tomra[5)]	27,970,000	1,302	50 (NOK)[6)]	1,640	18.9	18.9
Total		**5,914**		**17,710**		

1) Buying-rate.
2) The holdings in Assa Abloy, Loomis, Securitas and Sweco consist of both A and B shares. Due to the limited trading in A shares in Sweco, and the fact that the other three companies' A shares are unlisted, the shares are reported together and have been given the same listed price.
3) Shown as associated companies in the balance sheet.
4) At the end of December 2012 30,000 shares were loaned out.
5) The listed price at the end of December was NOK 50.25, which has been recalculated to SEK by using the exchange rate at the end of the accounting period.
6) The listed price is latest price paid.

Result and financial position

Group

Group profit after financial items was SEK 1,493 (2,230) m. Group profit after tax amounted to SEK 1,347 (2,048) m, which corresponds to SEK 8.45 (14.13) per share.

Group cash in hand and liquid investments amounted to SEK 241 (498) m. Interest-bearing liabilities, excluding pension liabilities, totalled SEK 1,660 (1,532) m. Group net borrowing, including pension liabilities, totalled SEK 1,538 (1,140) m. The equity ratio was 86 (84) percent calculated on reported equity in relation to total assets including surplus value in associated companies.

No transactions with related parties have influenced Group results significantly and they are not presented.

Investments

During the period SEK 136 (188) m was invested in tangible assets, of which SEK 105 (148) m was machinery, SEK 20 (30) m vehicles and SEK 11 (10) m buildings. Fixed assets in newly acquired companies made up SEK 12 (21) m of investments for the period.

Parent company

Parent company profit after financial items amounted to SEK 780 (2,618) m. The parent company equity ratio amounted to 91 (93) percent.

Not including repurchased shares, the number of outstanding shares on 30 December 2012 amounted to 159,263,000. During the period 237,000 B shares were bought back and after that Latour has a holding of 697,000 B shares. Call options have been issued to senior officers for 633,000 of the repurchased shares and 186,000 of them were issued in the third quarter according to the Annual General Meeting 2012 mandate. In December 2012 5,463 A shares were converted to B shares. The allocation of issued shares after this is 11,947,059 A shares and 148,012,941 B shares.

Events after the report period

Business area Latour Industries made an agreement in December to acquire MBL/ABU in Poland. The business was taken over on 2 January 2013. On 1 February 2013 Swegon acquired Coolmation Ltd in England. For further information please see page 3.

A further 400,000 shares in Tomra were acquired after the end of the year.

Dividends

The board proposes raising the ordinary dividend to SEK 5.00 (4.50) per share. This corresponds to a dividend of SEK 796 m in absolute numbers.

Risks and uncertainties

The Group's and the parent company's main risk lies in changes in the value of financial instruments such as a general baisse on the stock market or in a particular holding. Uncertainties concerning exchange and interest developments are included in this. Latour has a good diversification of risk through a wide variety of shareholdings divided among nine listed holdings and four wholly owned business areas. This means that the development of an individual holding will not have a dramatic effect on the Group in general. Because the wholly owned industrial operations have grown changes in them have a greater impact on Latour. The Group as a whole is considered to have good risk diversification in its holdings in several different industries, but there is a certain dominance of industries with exposure to the construction industry. However, this industry can also be divided into a number of dimensions, such as new construction or repairs and maintenance, locally or globally, and it is also spread over housing, offices, industrial properties and infrastructure projects. No significant risks besides those described in note 34 in Latour's Annual Report 2011 have cropped up.

Review and accounting principles

The interim report for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting and for the parent company in accordance with the Annual Accounts Acts and the Swedish Financial Accounting Standards Council's recommendation RFR 2 Accounting for legal entities.

The same accounting principles and calculation methods have been used as those in the latest annual accounts.

The company auditors have not formally reviewed this report.

Nominating Committee

The nominating committee for the Annual General Meeting on 14 May 2013 consists of the following members:
Gustaf Douglas (chair, principle owner)
Björn Karlsson (Bertil Svensson's family and foundation)
Per Erik Mohlin (SEB funds)
The nominating committee can be reached via Latour's website www.latour.se under About Latour, Organization.

Gothenburg 20 February 2013
Jan Svensson
President and CEO

For further information please contact:

Jan Svensson, President and CEO, tel. +46 705 77 16 40.
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Telephone conference

Investment AB Latour will hold a telephone conference with Jan Svensson and Anders Mörck today at 11 a.m.
The number for joining is: +46 (8) 505 598 53. The conference will be broadcasted over the Internet.
In order to follow the presentation please visit our website www.latour.se.
Interim Report January – March will be published 2013-05-02
The General Annual Meeting will be held on 14 May 2013 at Radisson Blu Scandinavia Hotel in Gothenburg
Interim Report January – June will be published 2013-08-20
Interim Report January – September will be published 2013-11-06

The information in this interim report is disclosed pursuant to the Securities Markets Act and/or the Financial Instruments Trading Act. The information was made public on 20 February 2013 at 08:30 a.m.

Consolidated income statement

SEK m	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Net sales	**1,697**	**1,846**	**6,788**	**7,171**
Cost of goods sold	–1,074	–1,179	–4,299	–4,639
Gross profit	**623**	**667**	**2,489**	**2,532**
Sales costs	–380	–359	–1,366	–1,244
Administrative costs	–87	–88	–400	–408
Research and development costs	–45	–51	–159	–140
Other operating income	79	23	124	170
Other operating costs	–51	7	–57	–27
Operating result	**139**	**199**	**631**	**883**
Result from participation in associated companies	287	317	914	1,449
Result from portfolio management	8	23	49	–26
Administration costs	–3	–2	–14	–15
Profit before financial items	**431**	**537**	**1,580**	**2,291**
Financial income	2	9	19	54
Financial costs	–12	–18	–106	–115
Profit after financial items	**421**	**528**	**1,493**	**2,230**
Taxes	–36	–36	–146	–182
Result for the period	**385**	**492**	**1,347**	**2,048**
Attributable to:				
Parent company shareholders	385	492	1,347	2,048
Non-controlling interests	–	–	–	–
Earnings per share regarding profit attributable to parent company shareholders				
Before dilution	SEK 2.42	SEK 3.08	SEK 8.45	SEK 14.13
After dilution	SEK 2.41	SEK 3.08	SEK 8.42	SEK 14.10
Average number of outstanding shares before dilution	159,263,000	159,500,000	159,421,000	144,898,630
Average number of outstanding shares after dilution	159,896,000	159,917,326	159,922,885	145,224,005
Number of outstanding shares	159,263,000	159,500,000	159,263,000	159,500,000

Statement of comprehensive income

SEK m	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Result for the period	385	492	1,347	2,048
Other comprehensive income, net after tax				
Change in translation reserve for the period	17	–35	–38	–12
Change in fair value reserve for the period	19	39	357	–1,110
Change in hedging reserve for the period	–5	7	8	–7
Changes in equity in associated companies	–250	141	–274	1,018
Other comprehensive result, net after tax	**–219**	**152**	**53**	**–111**
Comprehensive result for the period	**166**	**644**	**1,400**	**1,937**
Attributable to:				
Parent company shareholders	166	644	1,400	1,937
Non-controlling interests	–	–	–	–

Consolidated cash flow statement

SEK m	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Cash flow from current operations before changes in operating capital	94	224	557	711
Changes in operating capital	282	51	318	–301
Cash flow from current operations	**376**	**275**	**875**	**410**
Acquisition of subsidiaries	–92	–10	–126	–67
Sale of subsidiaries	97	–	97	319
Other investments	–110	–24	–192	–139
Portfolio management	–39	–981	80	–41
Cash flow after investments	**–106**	**–740**	**734**	**482**
Financial payments	117	250	–983	–558
Cash flow for the period	**11**	**–490**	**–249**	**–76**

Consolidated balance sheet

SEK m	2012-12-31	2011-12-31
ASSETS		
Goodwill	1,660	1,542
Other intangible assets	122	80
Tangible assets	694	764
Financial assets	8,988	8,019
Inventories etc.	1,082	1,260
Current receivables	1,299	1,435
Cash and bank	241	498
Total assets	**14,086**	**13,598**
EQUITY AND LIABILITIES		
Capital and reserves attributable to parent company shareholders	10,907	10,489
Non-controlling interests	0	0
Total equity	*10,907*	*10,489*
Interest-bearing long-term liabilities	338	577
Non-interest-bearing long-term liabilities	144	138
Interest-bearing current liabilities	1,468	1,114
Non-interest-bearing current liabilities	1,229	1,280
Equity and liabilities	**14,086**	**13,598**

Change in consolidated equity

SEK m	Share capital	Repurchased shares	Other reserves	Profit brought forward	Non-controlling interests	Total
Opening balance 2011-01-01	110	–29	5,941	6,258	0	12,280
Comprehensive result for the period			–1,129	3,066		1,937
Issued call options				3		3
New issue costs				–10		–10
New issue	23			3,611		3,634
Effects of the merger through pooling method			–4,720			–4,720
Merger difference				–2,144		–2,144
Dividends				–491		–491
Closing balance 2011-12-31	**133**	**–29**	**92**	**10,293**	**0**	**10,489**
Opening balance 2012-01-01	133	–29	92	10,293	0	10,489
Comprehensive result for the period			327	1,073		1,400
Issued call options				2		2
Repurchase of shares		–27				–27
Dividends				–957		–957
Closing balance **2012-12-31**	**133**	**–56**	**419**	**10,411**	**0**	**10,907**

Group key ratios

	2012-12-31	2011-12-31
Return on equity	13%	18%
Return on comprehensive capital	12%	17%
Adjusted equity ratio	86%	84%
Adjusted equity (SEK m)	20,223	16,709
Surplus value in associated companies [1)] (SEK m)	9,316	6,220
Net debt/equity ratio	8%	7%
Net borrowing/EBITDA	1.9	1.1
Share price	SEK 124	SEK 107
Repurchased shares	697,000	460,000
Average number of repurchased shares	539,000	460,000
Average number of employees	3,692	3,642
Outstanding convertible bonds	0	0
Outstanding subscription options	0	0
Issued call options on repurchased shares	633,000	447,000

[1)] [1)] Difference between acquisition value and market value

Income statement – parent company

SEK m	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Result from participation in Group companies	–	–	331	–
Result from participation in associated companies	–	–	367	2,553
Result from portfolio management	–	1	29	6
Administration costs	–2	–2	–8	–9
Profit before financial items	**–2**	**–1**	**719**	**2,550**
Interest income and similar profit items	19	35	92	86
Interest costs and similar loss items	–6	–7	–31	–18
Profit after financial items	**11**	**27**	**780**	**2,618**
Tax	–	–	–	–
Result for the period	**11**	**27**	**780**	**2,618**

Statement of comprehensive income – parent company

SEK m	2012 Q4	2011 Q4	2012 Full year	2011 Full year
Result for the period	11	27	780	2,618
Change in the fair value reserve for the period	17	41	356	–1,108
Total other comprehensive income	17	41	356	–1,108
Comprehensive result for the period	**28**	**68**	**1,136**	**1,510**

Balance sheet – parent company

SEK m	2012-12-31	2011-12-31
ASSETS		
Financial assets	8,530	7,992
Current receivables from Group companies	18	22
Other current receivables	2	6
Cash and bank	7	248
Total assets	**8,557**	**8,268**
EQUITY AND LIABILITIES		
Equity	7,806	7,652
Interest-bearing long-term liabilities	642	1
Non-interest-bearing long-term liabilities	5	105
Interest-bearing current liabilities	100	500
Non-interest-bearing current liabilities	4	10
Equity and liabilities	**8,557**	**8,268**

Changes in equity – parent company

SEK m	2012-12-31	2011-12-31
Equity at the beginning of the year	7,652	9,869
Comprehensive result for the period	1,136	1,510
Issued call options	2	3
New issue costs	–	–9
New issue	–	3,634
Effects of the merger through pooling method	–	–4,720
Merger difference	–	–2,144
Repurchase of shares	–27	–
Dividends	–957	–491
Equity at year-end	**7,806**	**7,652**

Segment reporting:
Development per business area 2012-01-01 – 2012-12-31

SEK m	Industrial operations Hultafors Group	Latour Industries	Specma Group	Swegon	Other	Portfolio management	Total
INCOME							
External sales	1,196	1,609	1,198	2,785	–		6,788
Internal sales	1	1	–	–	–		2
RESULT							
Operating result	**123**	**156**	**–9**	**326**	**35**		**631**
Result from portfolio management						949	949
Financial income							19
Financial costs							–106
Tax							–146
Result for the period							**1,347**
OTHER INFORMATION							
Investments in:							
tangible assets	17	47	18	34	20	–	136
intangible assets	22	169	5	1	–	–	197
Depreciation	20	43	18	64	16	–	161

Development per business area 2011-01-01 – 2011-12-31

SEK m	Industrial operations Hultafors Group	Latour Industries	Specma Group	Swegon	Other	Portfolio management	Total
INCOME							
External sales	1,181	1,566	1,378	2,706	340		7,171
Internal sales	1	7	3	1	–		12
RESULT							
Operating result	**151**	**248**	**79**	**312**	**93**		**883**
Result from portfolio management						1,408	1,408
Financial income							54
Financial costs							–115
Tax							–182
Result for the period							**2,048**
OTHER INFORMATION							
Investments in:							
tangible assets	11	52	24	70	31	–	188
intangible assets	–	270	–	1	–	–	271
Depreciation	20	40	19	65	19		163

Five year overview

SEK m	2012	2011	2010	2009	2008
Net sales, SEK m	6,788	7,171	5,991	5,440	7,071
Operating result, SEK m	631	883	620	296	671
Result from participation in associated companies, SEK m	914	1,449	228	242	142
Result from portfolio management, SEK m	35	–41	78	189	843
Result after financial items, SEK m	1,493	2,230	872	664	1,590
Earnings per share, SEK	8.45	14.13	5.37	4.21	11.14
Return on equity, %	13	18	6	6	16
Return on comprehensive capital, %	12	17	7	6	14
Adjusted equity ratio, %	86	84	85	82	75
Net debt/equity ratio, %	8	7	2	7	15
Share price, SEK	124	107	124	99	62

Note 1: Company acquisitions

Specification of acquisitions

Transfer date		Land	Business area	Number of employees
8 February 2012	SCS i Åmål (rörelsen)	Sweden	Latour Industries	4
29 March 2012	Snickers Original BV	The Netherlands	Hultafors Group	17
1 October 2012	Specma Lubrication AB	Sweden	Specma Group	9
2 October 2012	Westlings Industri AB	Sweden	Latour Industries	30
25 October 2012	Kabona AB	Sweden	Latour Industries	80
4 December 2012	Vistträsk Slipservice AB	Sweden	Latour Industries	20

Assets and liabilities in acquisitions

	Consolidated booked value
Intangible assets	0
Tangible assets	10
Inventories	18
Accounts receivables	30
Other receivables	8
Cash	15
Long-term liabilities	–1
Deferred tax liability	–
Current liabilities	–45
Net identifiable assets and liabilities	**35**
Group goodwill	187
Supplemental purchase price	–81
Cash settlement purchase price	**141**
Acquisitions of items not included in the cash flow	–
Acquired cash	–15
Effect on Group cash	**126**

During the period Latour acquired 100 percent of the shares in Snickers Original BV, Specma Lubrication AB, Westlings Industri AB, Kabona AB and Vistträsk Slipservice AB as well as the operations in SCS in Åmål. During the period Snickers Original BV contributed SEK 58 m in revenue and an operating result of SEK 5 m, Specma Lubrication AB contributed SEK 6 m in revenue and an operating result of SEK 0, Westlings Industri AB contributed SEK 11 m in revenue and an operating result of SEK 1 m, Kabona AB contributed SEK 21 m in revenue and an operating result of SEK 1 m, Vistträsk Slipservice AB contributed SEK 2 m in revenue and an operating result of SEK 0 m.

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