

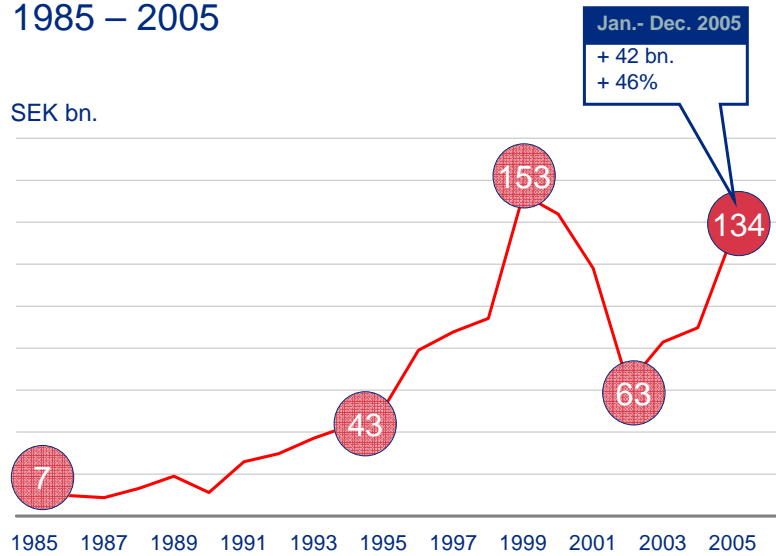


Year-End Report 2005



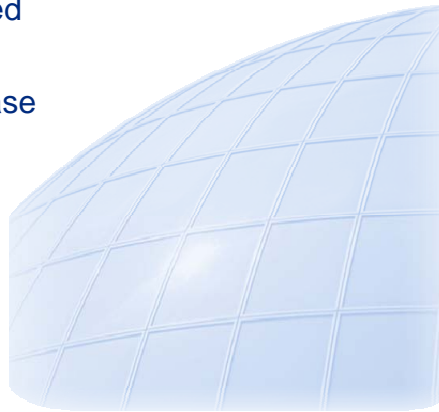
Net Asset Value 1985 – 2005

SEK bn.

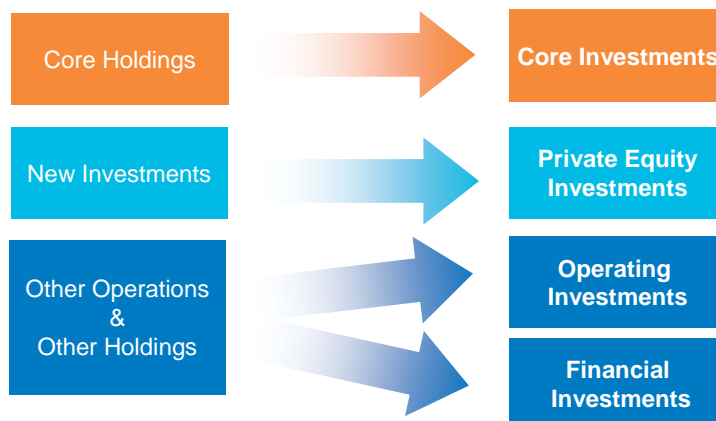


Summary 2005

- > Positive development of holdings
- > Strong cash-flow generated
- > Sharply reduced leverage
- > Significant dividend increase
- > Record-high total return



Clearer business area structure

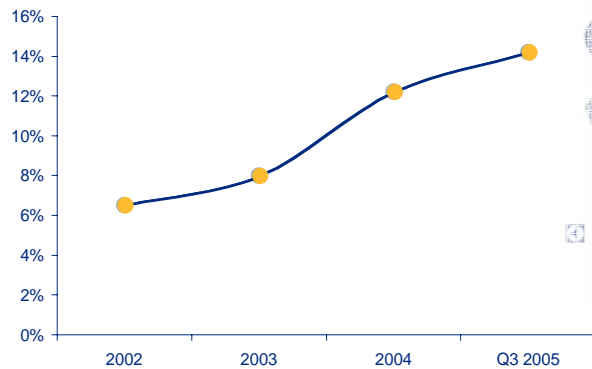


Core Investments Activities 2005

- > Strong results and solid capital structures reported
- > Increased distributions to shareholders
- > All contributed positively to NAV
- > Increased ownership in Electrolux
- > Sale of shares in ABB, AstraZeneca, SEB and Scania



Core Investments EBIT margin development



* RoE for SEB, adjusted for major extraordinary items

Private Equity Investments Activities 2005

- > Several successful exits
- > Strong cash-flow generated (SEK 4.5 bn.)
- > Moving from exit focus to build and invest
- > Selective investments made for the future

1998 - 2005 Private Equity Investments contributed
SEK 9 bn. to Net Asset Value

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Operating Investments Activities 2005

3 Scandinavia

- > Market leader in 3G with 461,000 subscribers (at year-end 2005)
- > Best network coverage in Sweden (PTS) and best 3G service offering (Mobilgalan, Mobil/Aftonbladet)
- > Breakeven* on a monthly basis 2008 at the latest
- > Expected total peak financing at the higher end of earlier communicated range of SEK 20-25 bn. (of which Investor 40 percent)
- > Changed accounting methodology



* EBITDA after customer acquisition and retention costs

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Operating Investments Activities 2005

The Grand Group

- > Increased occupancy rate and profitability

Novare Human Capital

- > Continued expansion
- > Broadening of ownership to Novare management



Novare
HUMAN CAPITAL

How to build value going forward

- 1 Attractive composition of investments
- 2 Clear ownership role
- 3 Best-in-class companies

Create
long-term
sustainable
values



Financials January - December 2005



Financial highlights 2005

- > **Net Asset Value SEK 134 bn.**
- > **Income SEK 44 bn.**
- > **Cash flow → Net debt decreased by SEK 16 bn.**
- > **Leverage 0%**
- > **Proposed dividend of SEK 3.50/share**

New business area structure

<u>Business area</u>	<u>Valuation principle</u>
Core Investments	Stock price
Private Equity Investments	Stock price, multiple or third-party valuation
Operating Investments	Share of shareholders' equity
Financial Investments	Stock price or third-party evaluation

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Net Asset Value 2005 vs. 2004

	December 31, 2005		December 31, 2004	
	SEK/share	SEK m.	SEK/share	SEK m.
Core Investments	150	115 419	114	87 408
Private Equity Investments	20	15 478	18	13 896
Operating Investments	4	2 757	5	2 811
Financial Investments	2	1 380	1	788
Other assets and liabilities	-1	-631	3	3 265
Total assets	175	134 403	141	108 168
Net debt	0	-223	-21	-16 082
Net asset value	175	134 180	120	92 086

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Net Asset Value – change 2005

SEK bn.	2005			
	Q1	Q2	Q3	Q4
NAV	99	112	122	134
Change, SEK bn.	+7	+14	+10	+12
Change, percent	7%	14%	9%	10%

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Income Statement 2005 vs. 2004

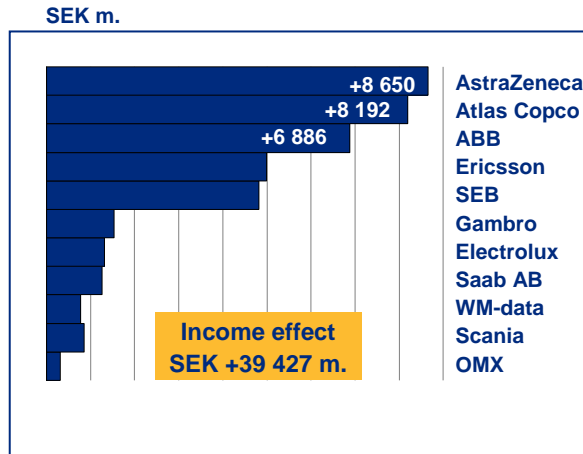
SEK m.	Jan.-Dec. 2005	Jan.-Dec. 2004
Core Investments	39 427	9 416
Private Equity Investments	6 022	970
Operating Investments	-1 569	-588
Financial net and other	-22	-1 053
Net income	43 858	8 745

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Core Investments – income effect

January – December 2005

Total share return 2005	
ABB	+106%
Atlas Copco	+93%
WM-data	+78%
AstraZeneca	+65%
Saab AB	+52%
Electrolux	+42%
SEB	+31%
OMX	+30%
Ericsson	+30%
Gambro	+24%
Scania	+16%



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Core Investments – market value

December 31, 2005

Invested in 2005	
Electrolux	909
Total	909
Divested in 2005	
AstraZeneca	3 489
SEB	1 926
ABB	1 713
Scania	550
Atlas Copco	29
Total	7 707
Redemptions in 2005	
Gambro	1 986
Atlas Copco	629
Total	2 615

MV ASSET	SEK/share	SEK m.	% of total assets
Ericsson	29	22 094	16%
SEB	26	20 053	15%
AstraZeneca	26	20 016	15%
Atlas Copco	22	16 672	12%
ABB	17	12 766	10%
Scania	8	6 116	5%
Gambro	7	5 940	4%
Electrolux	6	4 892	4%
Saab AB	5	3 674	3%
WM-data	2	1 778	1%
OMX	2	1 418	1%
Total	150	115 419	86%

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Operating Investments – market value

December 31, 2005

MV ASSET	Ownership	SEK/share	SEK m.	% of total assets
The Grand Group	100%	2	1 505	1%
3 Scandinavia	40%	1	843	1%
Land and real estate	100%	1	310	0%
Other	-	0	99	0%
Total		4	2 757	2%

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3 Scandinavia

December 31, 2005

3 Scandinavia	SEK m.
Equity and loans – 2005-12-31 ¹⁾	2 966
Accumulated result up until 2004	-615
Result 2005 ²⁾	-1 508
Closing value of 3¹⁾	843

1) Of which loans, SEK 145 m.

2) Hi3G figures are lagging one quarter and have been adjusted for deferred tax asset, SEK -669 m., in accordance with Investor's principles

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Financial Investments – market value

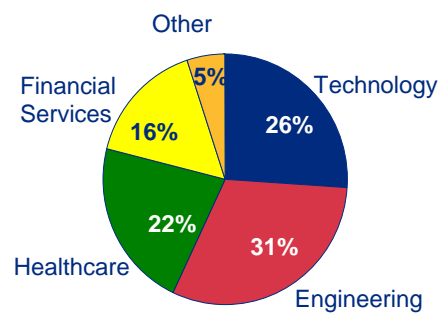
December 31, 2005

MV ASSET	SEK/share	SEK m.	% of total assets
Fund investments	1	681	1%
Active Portfolio Mgt.	1	644	0%
Other	0	55	0%
Total	2	1 380	1%

Total assets/sectors – market value

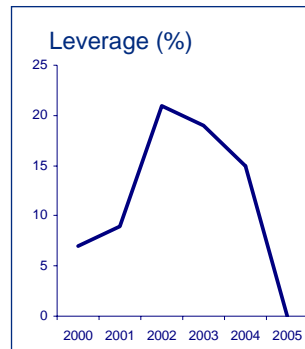
December 31, 2005

	SEK m.
Engineering	42 041
Technology	34 798
Healthcare	28 869
Financial Services	21 713
Other	6 982
Total assets	134 403



Investor Group – leverage

SEK bn.	December 2005	December 2004
Net debt	-0.2	-16.1
Market value assets	134.4	108.2
Leverage	0%	15%



Current rating

Standard & Poor's	AA-
Moody's	A2

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Distribution policy

> Current policy

- "Investor's dividend policy states that a **high percentage** of dividends received are to be distributed to shareholders in the form of an ordinary dividend. The dividend should increase **evenly** over time."

> Renewed policy

- "Investor AB's distribution policy is to declare dividends attributable to a **high percentage** of dividends received from Core Investments, as well as to make a distribution from other net assets corresponding to a **yield in line with the equity market**. Investor AB's goal is also to generate a **steadily rising** annual dividend."

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Dividend proposal 2005 (to be paid 2006)

	2005	2004
Ordinary (SEK/share)	3.50*	2.25
Total dividend (SEK m.)	2 685	1 726

*) Proposed by Investor AB's Board of Directors

Investor share

Average total return			
	2005	10 years	20 years
Investor	68.3%	15.3%	17.1%
SIXRX	36.3%	14.2%	15.2%

Average total return: Sum of share price changes and reinvested dividends

Net Asset Value 1985 –2005

