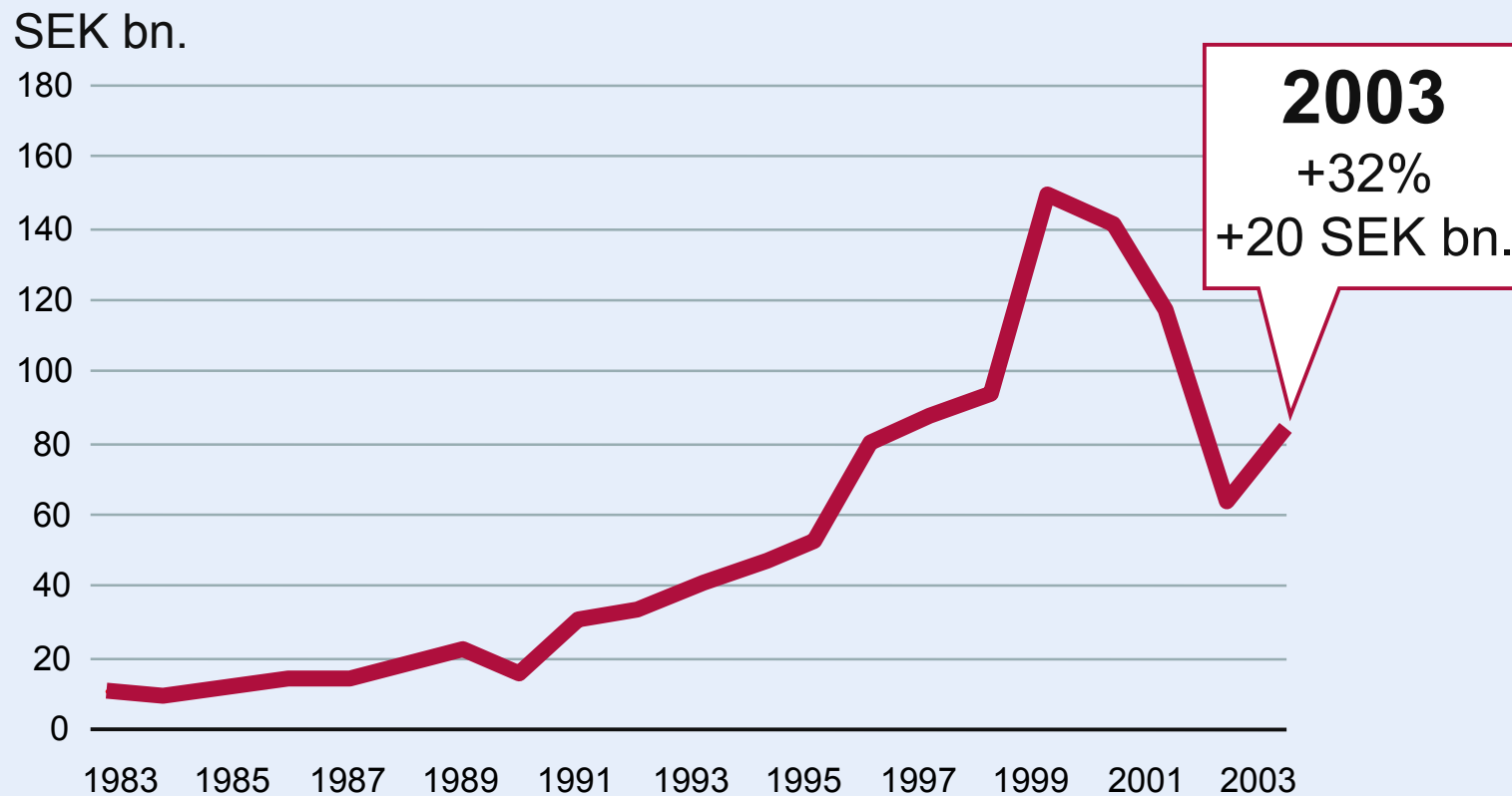




Year-End Report 2003

# Net Asset Value

## 1983 – 2003



# Summary 2003

## Core Holdings

- Positive development and progress
- Increased share prices for all

## New Investments

- Improved quality of holdings
- Positive contribution to Net Asset Value

## 3

- First to offer mobile broadband services in Sweden and Denmark

# Summary 2003

- **Leverage** unchanged during the year
- **Costs** in line with target <SEK 600 m.
- **Total return** on Investor shares +43 percent
- **Proposed dividend** SEK 2.25/share

# Activities 2003 – Core Holdings

## **Business themes include**

- Continuous efficiency improvements
- Balance sheet management
- Growth potential in Asia and East European markets

## **Corporate governance reviews**

## **New CEO appointments**

- Carl-Henric Svanberg – Ericsson
- Magnus Böcker – OMHEX
- Åke Svensson – Saab AB

# Activities 2003 – Core Holdings

## Several strategic transactions

- ABB and Electrolux divested non-core activities
- WM-data acquired Novo Group
- OM merged with HEX

## ABB strengthened financial position with rights issue

## Core holding transactions

- + ABB
- AstraZeneca, Electrolux, Ericsson, Gambro, OMHEX, SEB, WM-data, ABB convertible

# ABB and Ericsson



Source: Six AB

# Activities 2003 – New Investments

## General **focus** in boards:

- Positioning for an improving business environment
- Preparing for exit opportunities
- Develop corporate governance systems

## **Deal flow** remains strong – interest in

- Medical devices
- Semiconductor technologies
- Wireless device components, among others

## **Improving** markets for M&As, IPOs and exits



# Activities 2003 – New Investments

- Balanced **cash flow** achieved
- 9 **new** holdings in Asia, Europe and the U.S.
- ~50 **add-on investments** in existing holdings
- Several **exits**/partial exits (TAC, ASM, Amkor, Axcan, etc.)
- **Refinancing** of Dahl
- **IPO** of Tessera Technologies
- **IRR** since 1998 on realized investments >20% p.a.

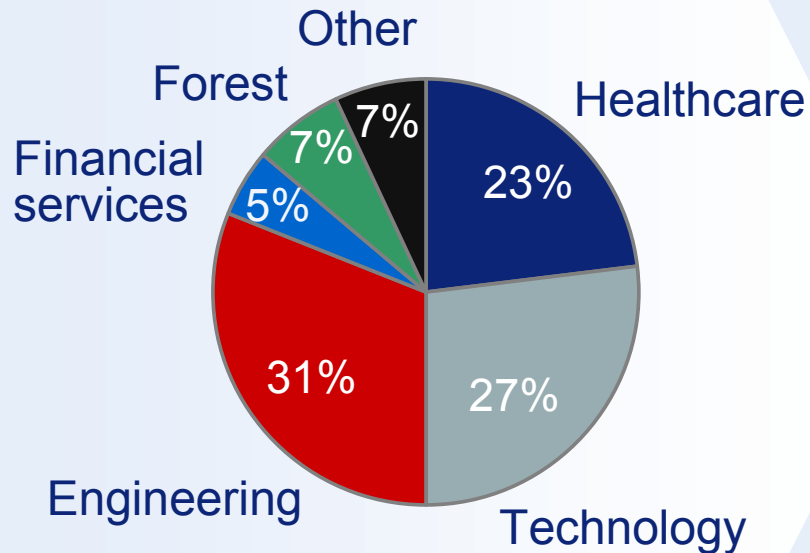
## 3

- First operator to offer mobile broadband services in Sweden and Denmark. License acquired in Norway
- Growing number of new handset models for sale in nationwide distribution network
- >100 Swedish cities covered with 3G (>2/3 of population), rest of Sweden 2G
- New CEO appointed – Shlomo Liran

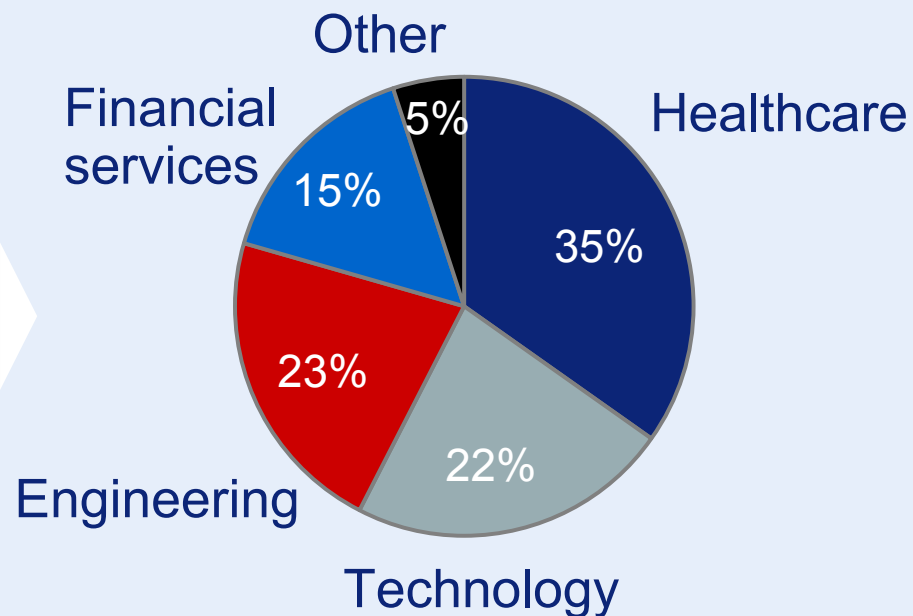


# Holdings per sector

**1999**  
December 31



**2003**  
December 31



# Focus going forward

## Core Holdings

- Strategic issues:
  - Geographic expansion
  - Operational efficiency
- Balance sheet management
- Product launches and innovation

## New Investments

- Focus on healthcare and technology
- Strong interest in Asia
- Further pickup in M&As, IPOs and exits expected

# Focus going forward (cont'd)

## 3

- Sales and marketing
- Capital injection in 2004 expected to be in line with 2003

Maintain **financial flexibility** and **cost level**



Amsterdam, Hongkong, New York

Investor Growth Capital

Långsiktigt ägande

EQT

HI3G

Palo Alto, Stockholm

Investor Capital Partners – Asia Fund

Atlas Copco, Electrolux, Ericsson, Gambro, OM, Saab AB, Scania, SEB, WM-data

ABB, AstraZeneca

bolaget i centrum

# Foundation for Net Asset Value growth

# Financials

# Net Asset Value

	December 31, 2003		December 31, 2002	
	SEK/share	SEK m.	SEK/share	SEK m.
Core Holdings	112	85 841	83	63 304
New Investments	16	12 745	16	12 860
Other Holdings	4	2 924	4	2 936
Other Operations	2	1 506	2	1 480
Other assets and liabilities	1	640	-2	-1 353
<b>Total assets</b>	<b>135</b>	<b>103 656</b>	<b>103</b>	<b>79 227</b>
Net debt	-27	-20 493	-21	-16 358
<b>Total net asset value</b>	<b>108</b>	<b>83 163</b>	<b>82</b>	<b>62 869</b>



# Net Asset Value – change

January – December 2003

SEK m.

**January 1, 2003**

**62 869**

	P/L	Surplus change	Dividend paid	NAV change
Core Holdings	1 986	21 998		23 984
New Investments	149	-34		115
Other	-1 206	9	-2 608	-3 805
<b>Total</b>	<b>929</b>	<b>21 973</b>	<b>-2 608</b>	<b>20 294</b>

**December 31, 2003**

**83 163**

# Change in Net Asset Value (NAV)

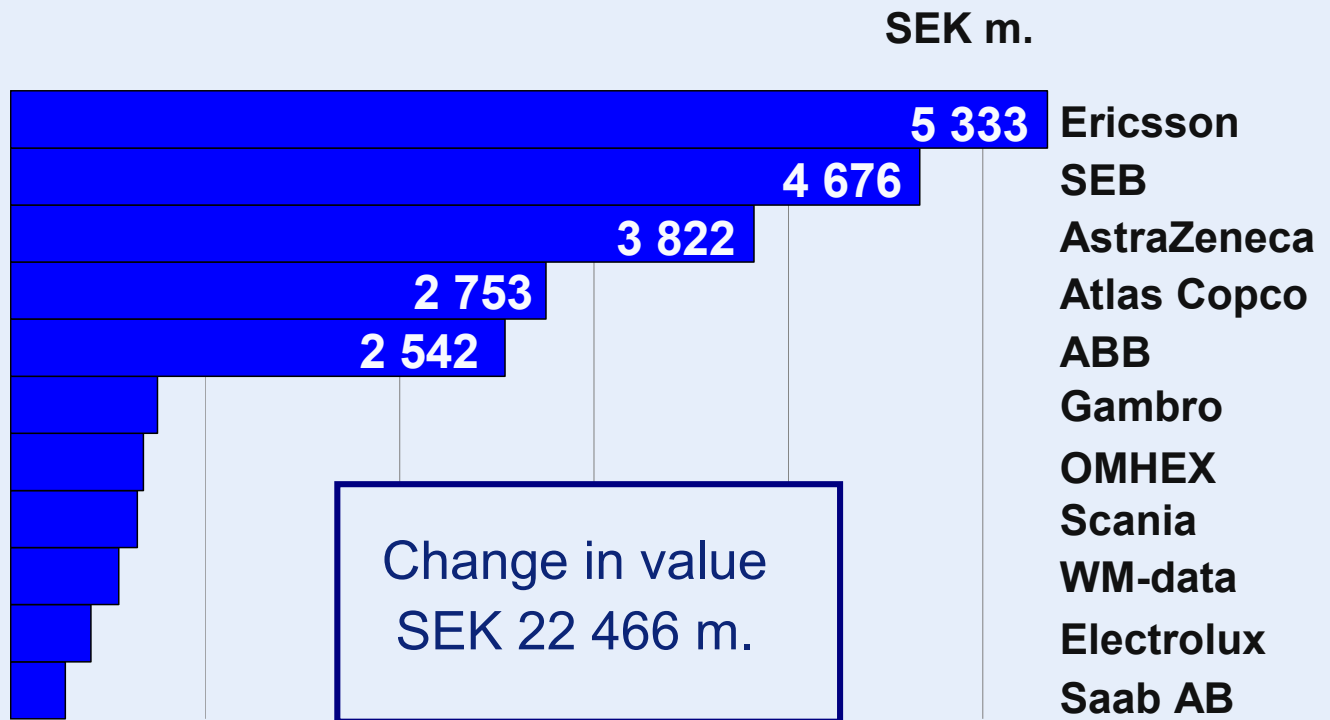
SEK bn.	2002	2003				Change Q1-Q4
	Q4	Q1	Q2	Q3	Q4	
NAV	63	59	69	76	83	
Change, SEK bn.		-4	+10	+7	+7	+20
Change, %						+32

# Changes in value – Core Holdings

January – December 2003

## Share price performance 2003

OMHEX	115%
Ericsson	111%
WM-data	104%
ABB	83%
Atlas Copco	51%
SEB	46%
Gambro	23%
Scania	20%
AstraZeneca	15%
Electrolux	15%
Saab AB	14%



# Core Holdings

Market Value – December 31, 2003

## Invested 2003

ABB **1 962**

## Divested 2003

AstraZeneca 667

Ericsson 462

ABB 371

SEB 145

OMHEX 121

Electrolux 114

Gambro 10

WM-data 1

**Total 1 891**

## MV ASSET

## SEK/share

## SEK m.

## % of total assets

AstraZeneca 39 29 675 29%

SEB 19 14 657 14%

Ericsson 14 10 711 10%

Atlas Copco 11 8 100 8%

ABB 10 7 368 7%

Gambro 5 4 074 4%

Scania 5 3 672 4%

Electrolux 4 2 980 3%

Saab AB 3 2 356 2%

OMHEX 1 1 159 1%

WM-data 1 1 089 1%

**Total 112 85 841 83%**

# New Investments

Contribution to Net Asset Value Jan. – Dec. 2003

SEK m.	Q1	Q2	Q3	Q4	Q1-Q4 2003
Realized gains	40	156	122	192	510
Write-downs, net	168	-398	62	93	-75
Operating costs	-74	-76	-68	-68	-286
<b>Result</b>	<b>134</b>	<b>-318</b>	<b>116</b>	<b>217</b>	<b>149</b>
Surplus change	-195	-95	151	105	-34
<b>Contr. to NAV</b>	<b>-61</b>	<b>-413</b>	<b>267</b>	<b>322</b>	<b>115</b>

# New Investments

## Contribution to Net Asset Value – 1998-2003

SEK m.	1998	1999	2000	2001	2002	2003	1998-2003
Realized gains	709	2 399	3 004	524	297	510	7 443
Write-downs, net	-344	14	-1 228	-2 802	-1 674	-75	-6 109
Operating costs	-210	-249	-325	-336	-302	-286	-1 708
<b>Result</b>	<b>155</b>	<b>2 164</b>	<b>1 451</b>	<b>-2 614</b>	<b>-1 679</b>	<b>149</b>	<b>-374</b>
Surplus change	1 162	722	-955	-119	-625	-34	151
<b>Contr. to NAV</b>	<b>1 317</b>	<b>2 886</b>	<b>496</b>	<b>-2 733</b>	<b>-2 304</b>	<b>115</b>	<b>-223</b>

# New Investments

Market Value – December 31, 2003

## Invested 2003

**New 898**

Micronic  
Spiration  
Neuronetics  
ComHem (EQT)  
Memorex (ICP)

**Add-ons 1 016**

**Total 1 914**

## Divested 2003

Amkor  
ASM Pacific  
Axcen  
TAC (EQT)

**Total 2 364**

MV ASSET	SEK/share	SEK m.	% of total assets
Investor Growth Capital (IGC)	10	8 169	9%
EQT	5	4 033	5%
Investor Capital Partners (ICP)	1	543	1%
<b>Total</b>	<b>16</b>	<b>12 745</b>	<b>15%</b>

# Other Holdings

Market Value – December 31, 2003

## Invested 2003

3/Hi3G	200
Other	167
<b>Total</b>	<b>367</b>

## Divested 2003

Volvo	176
Other	190
<b>Total</b>	<b>366</b>

MV ASSET	SEK/share	SEK m.	% of total assets
3/Hi3G	2	1 621 <sup>*)</sup>	2%
Funds	1	801	1%
Other	1	502	0%
<b>Total</b>	<b>4</b>	<b>2 924</b>	<b>3%</b>

\*) In addition:  
Loans of 1 800 (Other assets and liabilities)



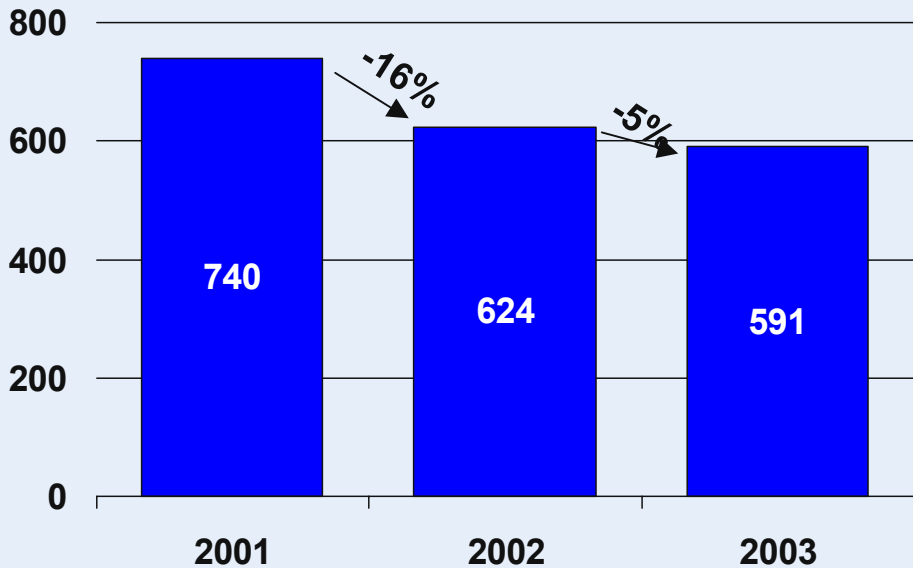
# Leverage

<b>SEK bn.</b>	<b>Dec. 2003</b>	<b>Dec. 2002</b>
Cash	9.8	5.4
Net debt	-20.5	-16.4
Market value assets	103.7	79.2
Leverage	20%	21%

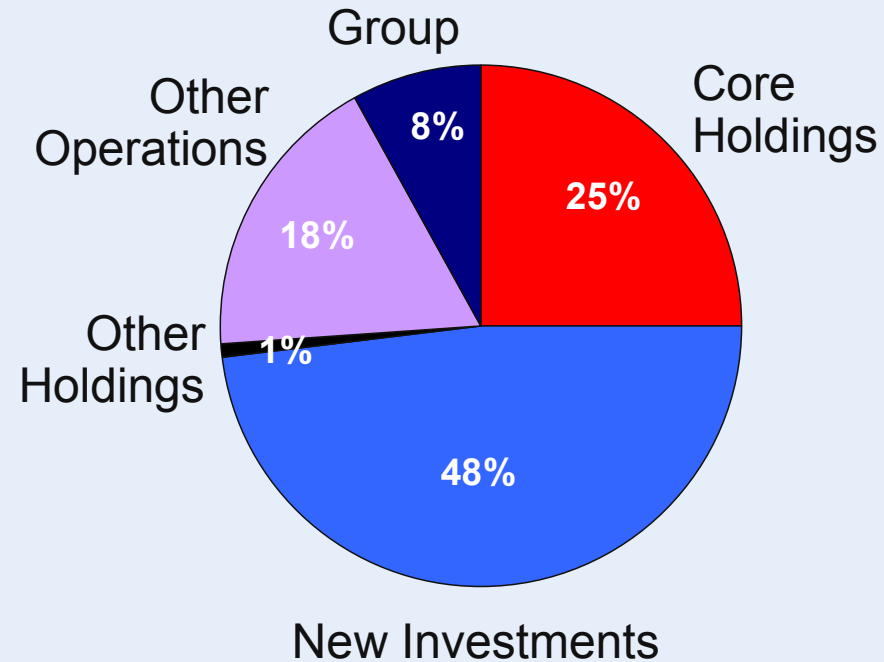
# Operating costs – Investor Group

January – December 2003

Historical development

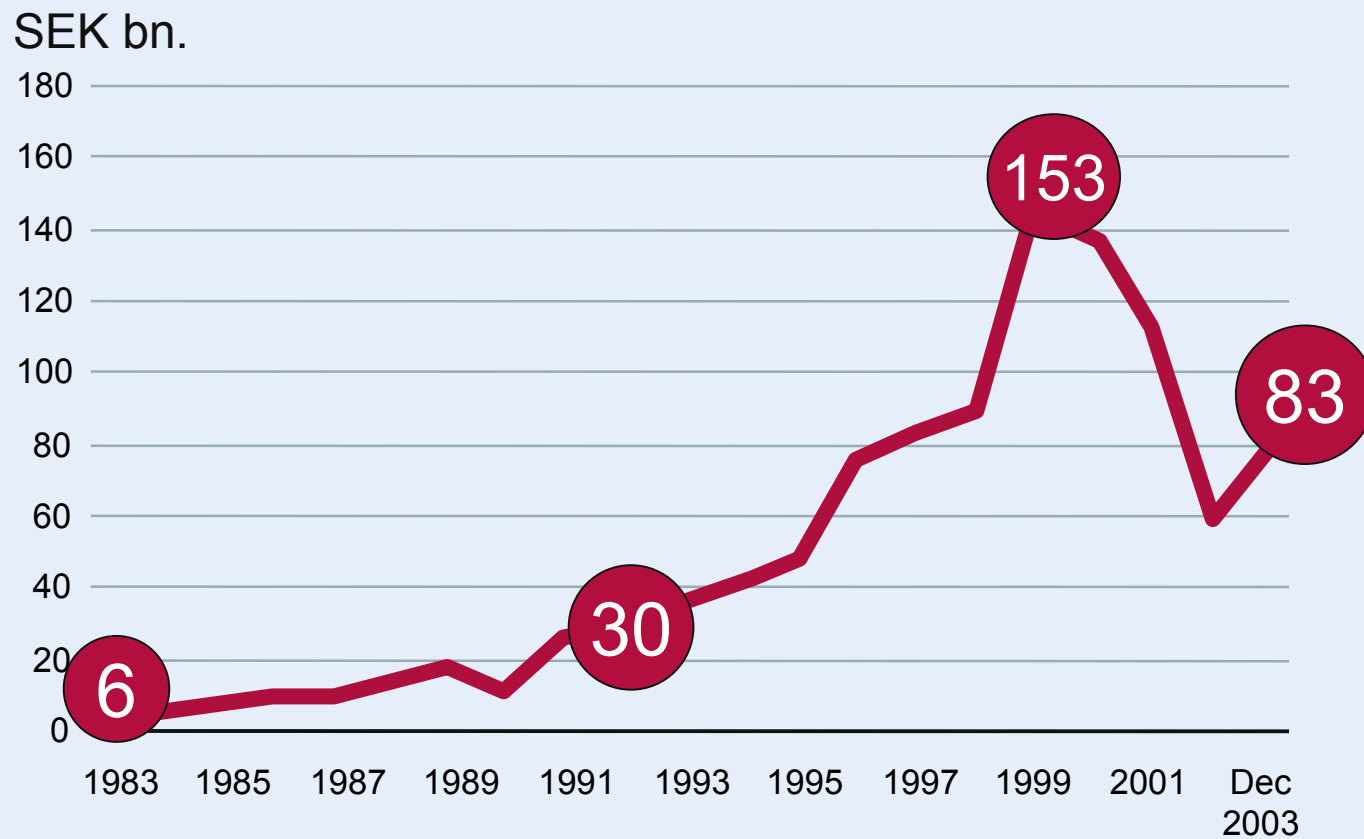


By business area



# Net Asset Value

1983 – 2003





Year-End Report 2003