

 Fouriertransform

Semi-annual report as of June 30, 2012
Interim report, Q2 2012

Semi-annual and interim report for Q2 2012

Uncertain market generates more investment contacts

Significant events in the second quarter

- The net result for the quarter was SEK 16.5 million (13.8)
- The result was mainly affected by dividends of SEK 35.0 million from fixed income and mutual funds, capital gains of SEK 31.7 million from the sale of fixed income fund holdings and an unrealized write-down of fixed income and mutual fund holdings of SEK -22.2 million
- Total cash flow was SEK -46.6 million (-16.7) of which investments in portfolio companies accounted for SEK -74.3 million (-22.7) including directly attributable costs
- Cash and bank balances and investments in securities amounted to SEK 2,539 million (2,686)
- In April Fouriertransform approved an investment in ArcCore AB in Gothenburg of SEK 10 million and in May an investment in CeDe Group AB in Malmö of SEK 50 million
- In June Fouriertransform sold its entire holding in the portfolio company FlexProp AB in Halmstad to the principal shareholder Strömberg Innovation AB
- Since the start of operations in 2009 Fouriertransform has approved investments of SEK 566 million in sixteen companies in the Swedish automotive cluster for a combined investment with syndication partners totaling SEK 1.8 billion



CEO's comments

The recent weak market development and new concerns over slower growth in China have significantly increased uncertainty among Swedish subcontractors, and as a result Fouriertransform has been contacted to a greater extent than in the past. Fouriertransform's activities in the second quarter focused on the areas of plastics, mechanical and sheet metal working and general engineering services.

In mechanical and sheet metal working the goal is to invest in quality companies that can be clustered with other companies to achieve critical mass, which is necessary in order to have the resources to branch out beyond Sweden. Subcontractors are seeking support from Fouriertransform to start a cluster with the help of a strong industrial syndication partner to meet the demands of future development.

Vicura and LeanNova Engineering, Fouriertransform's engineering companies in Trollhättan, are enjoying better-than-expected progress. Both companies are well positioned to meet future demand for engineering services both in and outside Sweden. In a very short time they have developed a strong customer base and I am very happy that we have managed to ensure that this engineering expertise can stay in the region. We expect around 250–300 engineers to be employed by these two companies in the future. Also during this quarter we invested in two new and attractive companies, CeDe Group AB in Malmö which specializes in heavy machinery for the international market, and ArcCore AB in Gothenburg which operates within our strategic Smart Vehicles investment area.



Per Nordberg

Fouriertransform highlights, SEK m	Q2 2012	Q2 2011	%	Q1-2 2012	Q1-2 2011	%
Net result for the period	16.5	13.8	20	20.0	-31.0	
Investments in portfolio companies	74.2	22.7	227	87.4	65.8	33
Cash flow for the period	-46.6	-16.7	-	-102.7	-65.4	-
Cash and bank balances and investments in securities	2,539.4	2,686.1	-5	2,539.4	2,686.1	-5
Equity	2,956.2	2,981.8	-1	2,956.2	2,981.8	-1
Equity/assets ratio	99.1 %	99.7 %	-	99.1 %	99.7 %	-

Business environment and markets – Swedish optimism derailed

The forecast for Sweden dialed down

The anticipated recovery in the Swedish economy in 2012 does not seem to be forthcoming and no real improvement can be expected until 2013 according to the latest forecast from the National Institute of Economic Research (NIER). In several sectors of the economy optimism for the future fell in June. The same applied for households where expectations for both the Swedish economy and their own finances have been dialed down significantly. The reason is clearly the intensified crisis in the euro area and the uncertainty that still exists about what will happen next. The EU's most recent forecast from May predicts zero growth in the EU as a whole and a slight decline in the euro area in 2012, but the situation is also reportedly very fragile.

In the US we witnessed what can be interpreted as the first signs of the global impact of the euro crisis. This was evident in June in the biggest decline in the US manufacturing industry's order intake since September 11, 2001.

Decline in new registrations continues

Vehicle sales in Sweden continued to decline in the first half of the year compared to the year before. Car registrations fell by 9 percent during the period. Sales of light commercial vehicles fell by 11 per cent while heavy commercial vehicles fell by 2 percent according to Bil Sweden. It was noted, however, that the number of registrations in the first six months of the year was still a little higher than the average level over the last decade.

In Europe vehicle sales also continued to decline in the first half of the year. Demand for commercial vehicles fell in all significant markets, which led to an overall decrease of 12 percent. New car registrations also fell, with a decline of 8 percent in the EU as a whole. Meanwhile the German car industry remained strong.

More green cars

In Sweden the number of new registrations of green cars continued to increase. They account for 44 percent of all new registrations compared with 38 percent the previous year. Diesel vehicles are advancing, with 67 percent of sales compared to just over 60 percent in 2011. According to statistics from Bil Sweden, the number of fuel-efficient vehicles is also continuing to increase.

A strategy for the European automotive industry

The CARS 21 High Level Group appointed by the European Commission published its final report in June 2012. The group issued a number of recommendations for a joint strategy and common regulatory framework intended to improve competitiveness and the employment situation in the European automotive industry. The group concludes that globally the automotive industry is facing a number of changes that will essentially result in major upheaval for the industry as a whole. The industry is expected to continue to invest heavily in high value added products and solutions, such as reduced carbon emissions from road transports, advanced light-weight materials, safety, smart transport systems and new manufacturing technologies.

The group singles out a number of essential measures to support vehicle component manufacturers who account for around 75 percent of the production of a vehicle and who generate the most innovations and jobs. For these manufacturers a well-trained workforce at all levels is absolutely essential, but they also need access to financing.

CARS 21 therefore proposes that the European Investment Bank should have the ability to grant global loans to companies further down the delivery chain. The political decision-makers should also work to facilitate market entry and internationalization for these companies and encourage the formation of national and international clusters.



Q2 2012

Fouriertransform's activities

Interest in Fouriertransform remains high

Due to uncertainty in the market, interest in Fouriertransform's activities remains high, as companies in the prevailing weak climate find it hard to secure financing solutions. Fouriertransform negotiates with a large number of companies to explore the possibility of investing as a new shareholder.

Study of electric vehicles

In June Fouriertransform and Innovatum launched a preliminary study to explore opportunities in the Swedish market to convert several types of vehicles – particularly larger vehicles and small buses – into electric vehicles. Over the past six months discussions have been under way about interest in establishing a company using the expertise from the former Saab Automobile in conversion to electric power.

The study is aimed at exploring suitable technology options for future effective conversion solutions. The result will be used as a basis for decisions regarding possible future investments in the area of electrification, with a particular focus on the ownership status of the former Saab Automobile with NEVS as the new owner.

Seminar on corporate financing

Fouriertransform continued to arrange seminars focusing on corporate financing at various locations in Sweden, and in June, Fouriertransform co-organized one such seminar in Smögen on Sweden's west coast. The seminar attracted 150 participants including business leaders in Västra Götaland. Topics addressed included the significance of venture capital in supplying companies with capital and promoting development. Fouriertransform presented two of its portfolio companies, LeanNova Engineering AB and Vicura AB, as examples of the role a venture capital company can play in developing companies in the region.

Fouriertransform's investment activities

Investment applications

During the quarter Fouriertransform received 15 investment applications and rejected 20. Fouriertransform's application portfolio now contains around 30 applications, around 10 of which are under review awaiting an investment decision by the Board of Directors. The applications log today contains more applications within growth and mature phases than previously, particularly within the strategic Efficient Production area.

New investments

ARC CORE

During the quarter Fouriertransform approved an investment of SEK 10 million in ArcCore AB in Gothenburg through a directed new share issue. The investment makes Fouriertransform the largest individual minority shareholder with a capital share of 31%.

ArcCore is a product development company specializing in AUTOSAR-compatible software for control units in the automotive industry. ArcCore AB was founded in 2009 by five entrepreneurs with many years of software development experience. The company has 15 employees and had net sales in 2011 of around SEK 10 million. In addition to its front-line technical expertise, the company employs a market strategy that combines open source with commercial licenses.

CEDE GROUP AB

During the quarter Fouriertransform approved an investment of SEK 50 million in CeDe Group AB in Malmö through a directed new share issue, shareholder contribution and loan. The investment makes Fouriertransform the largest individual minority shareholder with a capital share of 49%.

The CeDe Group is a full service supplier with extensive expertise in applications, mechanics, hydraulics and electronics, as well as considerable production expertise and capacity. This expertise combined with a high-quality production facility has enabled the company to become a leading supplier of customized heavy machinery. The CeDe Group has, among other things, been named as an approved supplier of special machinery based on Volvo CE's standard machinery in 32 markets in Europe. The company currently has 65 employees and had net sales in 2010/2011 of SEK 128 million.

Follow-up investments

During the quarter Fouriertransform made the follow-up investments listed below:

- Fouriertransform provided a shareholder contribution of SEK 6.3 million to LeanNova Engineering AB in Trollhättan
- Fouriertransform participated in a new issue of shares in Alelion Batteries AB in Mölndal, invested SEK 3.3 million and provided a loan of SEK 1.0 million
- Fouriertransform provided a shareholder contribution to MaxTruck i Östersund AB of SEK 1.1 million

Disposals

During the quarter Fouriertransform sold all of its shares in the portfolio company FlexProp AB in Halmstad to the principal owner Strömberg Innovation AB. The payment for the sale is based on the company's future earnings growth and will be paid to Fouriertransform at the beginning of 2013 and a number of years thereafter. Fouriertransform has determined at this time that the total payment for the sale will be at least SEK 3.0 million. Fouriertransform invested SEK 10.3 million including directly attributable costs in FlexProp AB in February 2010. Accordingly the earnings for the quarter are charged with a capital loss of SEK -7.3 million.

With Fouriertransform as a shareholder, the company has been able to invest over the past few years in product development, customer base development, a new production facility and the company's organizational structure.

Significant events for the portfolio companies

Pelagicore AB is going to establish a subsidiary in Munich, Germany, in cooperation with a team of QT application experts. The company will offer service packets, product development support and demand analysis to vehicle manufacturers and subcontractors.

Financial development in Q2

Profit/loss

The profit for the quarter after tax was SEK 16.5 million.

The company's costs mainly relate to employee benefit costs and product and consultancy costs. Fouriertransform's holding in the portfolio company FlexProp AB was sold in its entirety with a capital loss of SEK -7.3 million.

Net financial income amounted to SEK 47.3 million and was mainly affected by dividends from fixed income and mutual funds of SEK 35.0 million, a capital gain of SEK 31.7 million from the sale of fixed income fund holdings and an unrealized write-down of the net asset value of fixed income and mutual funds of SEK -22.2 million.

Cash flow

The total cash flow during the quarter amounted to SEK -46.6 million, of which investments in portfolio companies was SEK -74.3 million. The company's cash and bank balances and short-term investments in fixed income and mutual funds amounted to SEK 2,539 million at the end of the quarter.

Equity

On June 30 the company's equity amounted to SEK 2,956.2 million, of which the result for the quarter accounted for SEK 16.5 million.

For further information, please refer to the attached income statement, cash flow statement, balance sheet and statement of changes in equity.



Semi-annual report for the period January 1 to June 30, 2012

Fouriertransform's activities

Numerous contacts with companies

During the first half of the year Fouriertransform continued to have numerous contacts with important subcontractors within the automotive industry in Sweden. As a consequence of the growing uncertainty in the market, companies are experiencing difficulty finding ownership capital or other financing solutions, which in turn has increased interest in Fouriertransform. Negotiations are under way with a large number of companies to explore the possibility of implementing investments where Fouriertransform will become a new, active shareholder.

Progress of Fouriertransform's latest investment

In January 2012, Fouriertransform invested in the start-up LeanNova Engineering AB in Trollhättan. This company intends to deliver complete development solutions to the automotive and other industries. During the first half of the year Fouriertransform and others worked on developing the business with the aim of creating a top engineering company. The goal is for the collective automotive expertise built up in the region over many years to remain in the region, and to ensure the continued development of advanced engineering and automotive expertise.

Continued efforts within the Efficient Production investment area

Fouriertransform has continued its efforts to develop the Efficient Production investment area which includes engineering workshops and sheet metal processing. In this segment, the smaller companies need to consolidate in order to improve their competitiveness, while larger companies have plans to follow their customers abroad.

The plastics segment is also being explored to find investment opportunities.

Fouriertransform's investments as of June 30, 2012

As of June 30, 2012 Fouriertransform had approved investments as a shareholder in sixteen companies: PowerCell Sweden AB, Norstel AB, NovaCast Technologies AB, FlexProp AB, EffPower AB, Alelion Batteries AB, El-Forest AB, MaxTruck AB, Applied Nano Surfaces AB, Vicura AB, Jobro Plåtkomponenter AB, Pelagicore AB, EELCEE AB, LeanNova Engineering AB, ArcCore AB and CeDe Group AB.

The investments in NovaCast Technologies AB and Effpower AB have been written off in their entirety and the entire holding in FlexProp AB has been sold. The portfolio as of June 30 therefore consists of thirteen active portfolio companies in the Swedish automotive industry.

Investments have been approved amounting to SEK 566 million, of which a total of SEK 550 million including directly attributable costs has been paid out. The total amount invested together with syndication partners is around SEK 1.8 billion. The amounts invested vary between SEK 8 million for LeanNova Engineering and SEK 148 million for Norstel. The investments are primarily within the strategic investment areas of Sustainable Vehicles and Efficient Production.

Active portfolio companies as of June 30, 2012

	Location	Initial Investment	Carrying amount (SEK 000s)	% of capital	% of votes ¹⁾
PowerCell Sweden AB	Gothenburg	Oct 2009	47,711	25 %	25 %
Norstel AB	Norrköping	Feb 2010	148,383	80 %	82 %
Alelion Batteries AB	Möndal	June 2010	43,409	37 %	38 %
EI-Forest AB	Örnsköldsvik	June 2010	25,365	40 %	40 %
Max Truck AB	Östersund	July 2010	9,333	35 %	35 %
Applied Nano Surfaces Sweden AB	Uppsala	Dec 2010	9,173	27 %	27 %
Vicura AB	Trollhättan	Jan 2011	10,174	83 %	83 %
Jobro Plåtkomponenter AB	Ulricehamn	May 2011	12,372	71 %	45 %
Pelagicore AB	Gothenburg	Sept 2011	20,488	44 %	44 %
EELCEE AB	Stockholm	Dec 2011	34,460	45 %	45 %
LeanNova Engineering AB	Trollhättan	Jan 2012	7,959	81 %	98 %
ArcCore AB	Gothenburg	April 2012	11,115	31 %	31 %
CeDe Group AB	Malmö	May 2012	51,756	49 %	49 %
Total			431,698		

1) Where Fouriertransform holds more than 50%, the intention is to reduce this to below 50% in the longer term.

Fouriertransform's thirteen active portfolio companies

PowerCell Sweden AB – fuel cell makes electricity from hydrogen		
Phase	Early stage	The company develops and distributes advanced fuel cell systems for the transport industry and certain other high-tech markets. The company, which has its origins in the Volvo Group's fuel cell development project, aims to accelerate the launch of fuel cells on the market through development, production and sales. www.powercell.se
Area	Sustainable Vehicles	
Location	Norrköping	
Initial investment	Oct. 2009	
Carrying amount	SEK 47.7 million	
% of capital	25%	
% of votes	25%	

NORSTEL **Norstel AB – new technology for hybrid vehicles**

Phase	Early stage	The company develops SiC wafers which are an important component for the successful development and production of green hybrid vehicles. The company's results, combined with a modern development and production facility, provide a good basis for launching the products onto the market. www.norstel.com
Area	Sustainable Vehicles	
Location	Norrköping	
Initial investment	Feb. 2010	
Carrying amount	SEK 148.4 million	
% of capital	80%	
% of votes	82%	

**Alelion Batteries AB – energy storage systems for the automotive industry**

Phase	Early stage	The company develops, manufactures and markets complete energy storage systems primarily for the automotive industry. The systems are largely based on lithium iron phosphate batteries and are currently used in vehicles such as the electric Fiat 500. www.alelion.com
Area	Sustainable Vehicles	
Location	Mölnådal	
Initial investment	June, 2010	
Carrying amount	SEK 43.4 million	
% of capital	37%	
% of votes	38 %	

**El-Forest AB – forestry machinery using series electric hybrid technology**

Phase	Early stage	The company has developed the world's first forestry machine to use series electric hybrid technology. The machine, which carries felled logs from the stump to a roadside landing, is operated by a new concept in machinery in which each individual wheel is driven by an electric motor fitted to the wheel axle, reducing fuel consumption, carbon emissions and damage to the forest. www.el-forest.se
Area	Sustainable Vehicles	
Location	Örnsköldsvik	
Initial investment	June 2010	
Carrying amount	SEK 25.4 million	
% of capital	40%	
% of votes	40%	

MAX TRUCK AB **Max Truck AB – electric forklift offering unique maneuverability**

Phase	Early stage	The company is developing an electric forklift that can maneuver in all four directions from a stationary position and rotate around its own axle. The forklift therefore requires significantly less space than a conventional one. The distances it travels are much shorter and warehouse space can be utilized more efficiently. www.maxtruck.se
Area	Sustainable Vehicles	
Location	Östersund	
Initial investment	July 2010	
Carrying amount	SEK 9.3 million	
% of capital	35%	
% of votes	35%	



Applied Nano Surfaces

Applied Nano Surfaces Sweden AB – unique technology for reduced friction losses

Phase	Early stage	The company has developed unique technology for creating surface coatings with properties that reduce friction and wear on steel and cast iron surfaces in mechanical systems. Applied Nano Surfaces' technology is making large-scale industrial production of coated components possible at a fraction of the cost of equivalent coatings. <i>www.appliednanosurfaces.com</i>
Area	Efficient Production Uppsala	
Location	Dec. 2010	
Initial investment	SEK 9.2 million	
Carrying amount	27%	
% of capital	27%	
% of votes		

**Vicura AB – Saab's transmission developers**

Phase	Expansion	Vicura is a spin-off of the transmissions development department built up at Saab while under the ownership of GM. The new standalone company provides consulting services in the area of transmission systems for the international automotive industry. <i>www.vicura.se</i>
Area	Sustainable vehicles	
Location	Trollhättan	
Initial investment	Jan. 2011	
Carrying amount	SEK 10.2 million	
% of capital	83%	
% of votes	83%	

**Jobro Plåtkomponenter AB – full service supplier of complex sheet metal parts**

Phase	Expansion	The company manufactures and sells prototypes and short production runs of complex sheet metal parts for the engineering industry, focusing on the automotive industry. The company is a full service supplier with in-depth knowledge of materials science, tool making and production engineering. <i>www.jobro.se</i>
Area	Efficient Production Ulricehamn	
Location	May 2011	
Initial investment	SEK 12.4 million	
Carrying amount	71%	
% of capital	45%	
% of votes		


Pelagicore AB – technology and product development for infotainment systems

Phase	Early stage	Pelagicore is a technology and product development company specializing in open source software for infotainment systems in the automotive industry. The company develops and licenses software that reduces the time and cost involved in developing infotainment systems in vehicles. Its customers are primarily car manufacturers and their suppliers. <i>www.pelagicore.com</i>
Area	Smart Vehicles	
Location	Gothenburg	
Initial investment	Sept. 2011	
Carrying amount	SEK 20.5 million	
% of capital	44%	
% of votes	44%	


EELCEE AB – composite components for the automotive industry

Phase	Early stage	EELCEE is a spin-off from the Swiss university of technology, École Polytechnique Fédérale de Lausanne (EPFL), and intends to develop, manufacture and market large volumes of composite components, primarily for the automotive industry. <i>www.eelcee.com</i>
Area	Sustainable Vehicles	
Location	Stockholm	
Initial investment	Dec. 2011	
Carrying amount	SEK 34.5 million	
% of capital	45%	
% of votes	45%	


LeanNova Engineering AB – engineering company for complete development projects

Phase	Start-up	LeanNova is a start-up company established by Fouriertransform, Innovatum and senior personnel from Saab Automobile. LeanNova intends to sell and deliver complete development projects to customers in the Swedish and international automotive industries.
Area	Sustainable Vehicles	
Location	Trollhättan	
Initial investment	Jan. 2012	
Carrying amount	SEK 7.9 million	
% of capital	81%	
% of votes	98%	


ArcCore AB – product development of AUTOSAR-compatible software

Phase	Start-up	ArcCore is a product development company specializing in AUTOSAR-compatible software for control units within the automotive industry. ArcCore AB was founded in 2009 by five entrepreneurs with many years of software development experience.
Area	Smart Vehicles	
Location	Gothenburg	
Initial investment	April 2012	
Carrying amount	SEK 11.1 million	
% of capital	31%	
% of votes	31%	


CeDe Group AB – full service supplier of customized heavy machinery

Phase	Expansion	CeDe Group is a full service supplier with extensive expertise in applications, mechanics, hydraulics and electronics as well as considerable production expertise and capacity. The company is a leading supplier of customized heavy machinery.
Area	Efficient Production	
Location	Malmö	
Initial investment	May 2012	
Carrying amount	SEK 51.8 million	
% of capital	49%	
% of votes	49%	

Financial development, H1 2012
Profit/loss

The profit after tax for the first half of the year was SEK 20.0 million.

The company's costs mainly relate to employee benefit costs as well as project and consulting costs. The holdings in the portfolio company FlexProp AB have been sold in their entirety with a capital loss of SEK -7.3 million.

The net financial income amounting to SEK 78.5 million was mainly affected by dividends from fixed income and mutual funds of SEK 35.0 million, a capital gain of SEK 31.7 million from the sale of fixed income fund holdings, reversal of a write-down of the net asset value of mutual fund holdings of SEK 13.1 million and an unrealized write-down of the net asset value of the fixed income fund holdings of SEK -6.5 million.

Cash flow

The cash flow during the first half of the year amounted to SEK -102.6 million, of which investments in portfolio companies was SEK -87.4 million. The company's cash and bank balances and short-term investments in mutual and fixed income funds amounted to SEK 2,539 million at the end of the quarter.

Equity

On June 30 Fouriertransform's equity amounted to SEK 2,956.2, of which profits from the first half of the year accounted for SEK 20.0 million.

For further information, please refer to the attached income statement, cash flow statement, balance sheet and statement of changes in equity.

Accounting principles

This semi-annual report was prepared in accordance with the Annual Accounts Act and based on NASDAQ OMX Stockholm's Rule Book for Issuers and the Guidelines for External Reporting by State-owned Companies.

Investments in portfolio companies have been measured at the lower of the acquisition cost, including directly attributable costs, and an assessed fair value.

Investments in securities exclude any unrealized gains.

Risks and uncertainties

Significant risks and uncertainties pertaining to the company are described in the Directors' Report in the 2011 Annual Report.

Credit facilities

Fouriertransform AB has no utilized credit facilities.

Related party disclosures

No transactions having a significant effect on the company's financial position or earnings have taken place between Fouriertransform AB and related parties.

Fouriertransform in brief

Fouriertransform AB was founded in December 2008 following a parliamentary resolution and has equity of around SEK 3 billion. The company commenced operations in 2009.

Fouriertransform is a state-owned venture capital company tasked with strengthening the Swedish automotive cluster's international competitiveness on a commercial basis. Investments are made in enterprises where the Swedish automotive industry can strengthen its position with a strong profile in the areas of environment and safety.

For further information, please visit Fouriertransform's website www.fouriertransform.se

Declaration

The Board of Directors and Chief Executive Officer hereby provide an assurance that the semi-annual and interim report for Q2 2012 provides a true and fair overview of the company's operations, financial position and results, and describes the significant risks and uncertainties faced by the company.

Stockholm, July 18, 2012

Lars-Olof Gustavsson Chairman of the Board	Cecilia Schelin Seidegård Director	Hasse Johansson Director
Karin Kronstam Director	Lars-Göran Moberg Director	Ulla-Britt Fräjdin-Hellqvist Director
Lars Erik Fredriksson Director	Per Nordberg CEO	

Auditor's report of the review of the interim report prepared in accordance with Chapter 9 of the Annual Accounts Act (1995:1554)

I have conducted a review of the semi-annual and interim report for Q2 2012 for Fouriertransform AB. The Board of Directors and Chief Executive Officer are responsible for the preparation and presentation of this interim report in accordance with the Annual Accounts Act/BFNAR 2007:1. My responsibility is to express a conclusion on the interim report based on my review.

I conducted my review in accordance with the Swedish Standard on Review Engagements (SÖG) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different orientation and is substantially less in scope than an audit conducted in accordance with Standards on Auditing in Sweden (RS) and other generally accepted auditing standards, and consequently does not enable me to obtain the level of assurance that would make me aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Based on my review, nothing has come to my attention that causes me to believe that the appended interim financial report has not been prepared, in all material respects, in accordance with the Swedish Annual Accounts Act/BFNAR 2007:1

Stockholm, July 18, 2012

Hans Andersson
Authorized Public Accountant, Deloitte AB

Contact persons for further information

CEO, Per Nordberg, +46 (0) 8 410 40 601
CFO, Ulf Järvenäs, +46 (0) 8 410 40 603

Financial calendar 2012

Q3 interim report	Oct. 24, 2012
Q4 interim report and year-end report	Feb. 2, 2008

Appendices

Income statement, cash flow statement, balance sheet and statement of changes in equity.

Income statement

Income statement, SEK 000s	Q2 2012	Q2 2011	%	Q1-2 2012	Q1-2 2011	%
Investment activities						
Income from sales of sold portfolio companies	3,000	-	-	3,000	-	-
Acquisition cost, sold portfolio companies	-10,315	-	-	-10,315	-	-
Profit/loss from sold portfolio companies	-7,315	-	-	-7,315	-	-
Write-downs and write-offs of portfolio companies	-	-	-	-14,991	-44,201	66
Profit/loss from investment activities	-7,315	-	-	-22,306	-44,201	50
Other operating income	2,378	-	-	2,378	-	-
Operating expenses						
Other external expenses	-5,118	-6,923	26	-9,438	-10,489	10
Employee benefit expenses	-7,808	-7,239	-8	-15,983	-13,626	-17
Depreciation of property, plant and equipment	-213	-192	-11	-424	-334	-27
Total operating expenses	-13,139	-14,354	9	-25,845	-24,449	-6
Operating loss	-18,076	-14,354	-26	-45,773	-68,650	33
Profit/loss from financial items						
Interest income and similar profit/loss items	47,642	32,667	46	78,898	42,394	86
Interest expense and similar profit/loss items	-339	-4	-	-348	-311	-12
Total profit/loss from financial items	47,303	32,663	45	78,550	42,083	87
Profit/loss after financial items	29,227	18,309	60	32,777	-26,567	-
Tax on profit/loss for the period	-12,761 ¹⁾	-4,479 ¹⁾	-	-12,761 ¹⁾	-4,479 ¹⁾	-
Net profit/loss for the period	16,466	13,830	19	20,016	-31,046	

1) After adjustment for write-down and reversal of write-down of the carrying amounts of portfolio companies and of the net asset value of fixed income and mutual funds

Cash flow statement

Cash flow statement, SEK 000s	Q2 2012	Q2 2011	Q1-2 2012	Q1-2 2011
Operating activities				
Operating loss	-10,761	-14,354	-23,468	-68,650
Depreciation and write downs	213	192	424	44,535
Interest received on bank balances	7	-	7	-
Interest received and paid on investments in securities	38,127	17,857	40,668	18,861
Corporation tax paid	-	-	-	-
Interest paid and similar profit/loss items	-	-4	-9	-4
Increase/decrease in trade receivables	246	-	2659	-
Increase/decrease in other current receivables	-382	-931	537	15,557
Increase/decrease in accounts payable	1,771	-74	927	-689
Increase/decrease in other current operating liabilities	-1,407	3,795	-36,762	-7,498
Cash flow from operating activities	27,814	6,481	-15,017	2,112
Investment activities				
Investments in property, plant and equipment	-20	-439	-107	-1,521
Investments in portfolio companies	-74,291	-22,724	-87,401	-65,775
Disposal of portfolio companies	26	-	26	84
Exchange rate differences relating to receivables from portfolio companies	-339	-	-379	-307
Increase/decrease in other non-current receivables	227	-	227	-
Cash flow from investment activities	-74,397	-23,163	-87,634	-67,519
Financing activities				
New share issue	-	-	-	-
Cash flow from financing activities				
Cash flow for the period	-46,583	-16,682	-102,652	-65,407
Cash and bank balances and investments in securities at beginning of period	2,576,448	2,689,078	2,603,856	2,728,813
Cash flow for the period	-46,583	-16,682	-102,652	-65,407
Other increase/decrease in carrying amounts	9,508 ¹⁾	13,687 ¹⁾	38,169 ¹⁾	22,676 ¹⁾
Cash and bank balances and investments in securities at end of period	2,539,373	2,686,083	2,539,373	2,686,082

1) Write-down and reversal of write-down of the net asset value of fixed income and mutual funds

Balance sheet and changes in equity

Balance sheet, SEK 000s	June 30, 2012	June 30, 2011	Dec. 31, 2011
Assets			
Non-current assets			
Property, plant and equipment			
Equipment	2,818	3,362	3,134
Financial fixed assets			
Investments in portfolio companies	431,698	296,114	369,649
Other non-current receivables	140	367	367
Total non-current assets	434,656	299,843	373,150
Current assets			
Current receivables			
Trade receivables	51	37	2,709
Other current receivables	308	20	8
Prepaid expenses and accrued income	7,800	3,939	5,523
Investments in securities			
Investments in securities	2,446,439	2,673,292	2,591,828
Cash and bank balances	92,934	12,791	12,029
Total current assets	2,547,532	2,690,079	2,612,097
Total assets	2,982,188	2,989,922	2,985,247
Equity and liabilities			
Equity			
Restricted equity			
Share capital	3,000,100	3,000,100	3,000,100
Non-restricted equity			
Profit/loss brought forward	-63,938	12,782	12,782,
Profit/loss for the period	20,016	-31,048	-76,720,
Total equity	2,956,178	2,981,834	2,936,162
Current liabilities			
Accounts payable	3,285,	2,860	2,358
Current tax liability	15,887	307	6,109
Other current liabilities	2,984	1,874	37,307
Accrued expenses	3,854	3,047	3,311
Total current liabilities	26,010	8,088	49,085
Total equity and liabilities	2,982,188	2,989,922	2,985,247
Pledged assets	None	None	None
Contingent liabilities	35,000 ¹⁾	None	None

1) Relates to bank guarantee for the portfolio company Norstel AB

Statement of changes in equity, SEK 000s	Share capital	Other non-restricted equity	Total equity
Equity, Dec. 31, 2011	3,000,100	-63,938	2,936,162
Profit/loss for the period	–	20,016	20,016
Equity, June 30, 2012	3,000,100	-43,922	2,956,178

Fouriertransform AB
Sveavägen 17, 10th floor
111 57 Stockholm

+46 (0) 8 410 40 600

info@fouriertransform.se
www.fouriertransform.se

Fouriertransform AB
Kaserntorget 6, 3rd floor
411 18 Gothenburg

+46 (0) 31 761 91 40