

Interim Report

| Q3 2013

Interim Report Q3, 2013

Surge in interest following decision on Fouriertransform's expanded mandate

Significant events in the third quarter

- The net result for the quarter was SEK 0.8 million (22.4) excluding unrealized gains in investments in securities of SEK 59.2 million
- Total cash flow was SEK -9.3 million (-27.3), of which investments in new and existing portfolio companies accounted for SEK -50.3 million (-8.6) including directly attributable costs
- Cash and bank balances and investments in securities at the end of the quarter amounted to SEK 2,179 million (2,546)
- Fouriertransform held an extraordinary shareholders meeting on August 20, 2013 at which a decision was taken to expand the company's mandate to include other segments of the manufacturing industry in addition to the automotive industry
- During the quarter Fouriertransform approved a new investment in RotoTest International AB in Rönninge of SEK 12.3 million
- Fouriertransform approved follow-on investments during the quarter of SEK 36.6 million in five existing portfolio companies
- During Almedal Week Fouriertransform held a seminar on the theme "How Sweden can guarantee the success of its automotive industry."
- Since the start in 2009 Fouriertransform has approved investments totaling SEK 945 million in 19 companies in the Swedish automotive cluster for a combined investment with syndication partners totaling around SEK 2.8 billion



CEO's comments

In light of the cautious market development during the quarter, it was gratifying to witness an increase in interest in Fouriertransform's operations following the decision to expand our investment mandate. The new mandate includes investing in the manufacturing industry and related services. This is a broad investment area and is in line with our existing focus on preparing companies with unique, innovative products and high production complexity for future internationalization.

During the quarter Fouriertransform has been actively reviewing 30 investment cases. At the end of September the total number of investment cases was 60, four of which are currently under review pending an investment decision by the Board of Directors. The Swedish manufacturing industry is facing the same challenges as the automotive industry: the need to grow internationally in order to reduce dependence on the domestic market and on too few customers.

Fouriertransform's capital and strong network in both Sweden and abroad plays an important role in actively developing the Swedish manufacturing industry in the current challenging market.



Per Nordberg

Fouriertransform highlights, SEK m	Q3 2013	Q3 2012	%	Q1-3 2013	Q1-3 2012	%
Net result for the period	0.8	22.4	-96	7.8	42.4	-82
Investments in portfolio companies	50.3	8.5	-	325.2	96.4	70
Cash flow for the period	-9.3	-27.3	-	-326.0	-129.7	-
Cash and bank balances and investments in securities	2 179.2	2 545.9	-14	2 179.2	2 545.9	-14
Equity	2 987.0	2 978.6	-	2 987.0	2 978.6	-
Equity/assets ratio	99.5 %	99.3 %	-	99.5 %	99.3 %	-

Business environment and markets – a degree of global recovery

Will the Swedish economy bottom out in the fourth quarter ?

Economic growth in Sweden is expected to pick up speed in the final months of the year. In its September report on the economy, the National Institute of Economic Research (NIER) identifies more and more signs of a forthcoming recovery in the global economy, particularly in the OECD nations. However, the US budget negotiations reached a crisis point towards the end of the third quarter and the outcome and its potential effect on the global economy were impossible to predict at the end of the reporting period.

Swedish households and businesses had a somewhat more negative view of economic development in September 2013 compared to August. NIER's barometer indicated that the mood was becoming more negative in all sectors apart from the private service sector. The biggest decline, 6.5 points, was in the confidence indicator for the manufacturing industry, placing it far below the historical average. The order inflow for the manufacturing industry as a whole – from both export and domestic markets – has increased slightly over the past few months and this also applies to production volumes. However, there are significant differences between the various segments. The order situation is strongest in the electrical, electronics, automotive and other transport industries. The automotive industry is the strongest with a growth in orders in both the domestic and export markets. The sectors facing the toughest situation are pharmaceuticals, the engineering industry and other manufacturing industries.

Industry association Teknikföretagen's business cycle index published in September provides a similar picture. The economic outlook for engineering companies – both service and manufacturing companies – seems to be on the way up although the turnaround is slow. For subcontractors in general the increase in the inflow of orders is smaller and declined in the third quarter.

Based on development so far, the NIER has downgraded its growth forecast for 2013. The forecast from September indicates growth for 2013 of 1.1 percent, instead of the previous forecast of 1.5 percent growth. In addition, the forecast indicates that the Swedish recovery will take time and that resource utilization in the economy will not be in balance until the beginning of 2017.

Development internationally also indicates that a recovery is on the way, which in turn means an increase in international demand and opportunities for Swedish companies to grow their exports. Confidence indicators from both the euro zone and the USA indicate a forthcoming economy recovery. Although in growth economies like China growth may have slowed somewhat, the effects of this are expected to be offset by improved potential in the OECD nations.

Upswing in the Swedish automotive market

In September there was a significant upswing in new vehicle registrations in the Swedish market, according to BIL Sweden. Just over 11 percent more new cars and just over 7 percent more light commercial vehicles were registered than in the same month the previous year.

Registrations of heavy commercial vehicles continued to decline however. In the first nine months of the year the number of new car registrations fell by just over 5 percent, light commercial vehicles fell by close to 7 percent and heavy commercial vehicles by almost 17 percent. Despite the increase in September there is still a way to go to get back to 2011 levels. Still, BIL Sweden interprets the outcome as a positive sign for the economy.

In Europe the automotive markets continued to contract and in the first eight months of the year, the number of new registrations fell by just over 5 percent for both cars and commercial vehicles, compared to the same period the previous year.

Q3 2013

Fouriertransform's investment activity

Investment applications

During the quarter Fouriertransform

- received around 30 investment applications
- rejected 10

The application portfolio contains

- around 60 applications
- 4 of which are under review pending an investment decision by the Board of Directors

Applications during the quarter came from companies in the manufacturing industry in a variety of segments and in different investment phases. Fouriertransform received applications from the automotive industry and from other manufacturing industry segments, such as medical technology, engineering industry, electronics, clean-tech, high-tech and IT/telecom.

New investments

During the quarter Fouriertransform approved an investment totaling **SEK 12.3 million** in RotoTest International AB in Rönninge.



RotoTest International AB develops, manufactures and markets test equipment, so-called dynamometers, for the automotive industry. The company's patented solutions for hub-mounted automotive dynamometers offer many times more accurate measurements than traditional technologies and meet the automotive industry's increasingly complex needs. RotoTest's customers are automotive manufacturers, subcontractors and universities, and are found in the automotive aftermarket.



Follow-on investments

During the quarter Fouriertransform made follow-on investments totaling **SEK 36.6 million** in the following portfolio companies:

- SEK 30.0 million was invested in Norstel AB in Norrköping through a new share issue
- SEK 0.6 million was invested in Smart Eye AB in Gothenburg through the acquisition of shares from an existing shareholder
- SEK 0.9 million was invested in Vicura AB in Trollhättan through an acquisition of shares and shareholder contributions from an existing shareholder
- SEK 2.6 million was invested in PowerCell Sweden AB in Gothenburg in the form of a shareholder contribution
- SEK 2.5 million was invested in Elforest AB in Örnsköldsvik through a new share issue

Evaluating investment opportunities

During the quarter Fouriertransform has held numerous meetings with companies in need of both capital and a long-term owner that can help the company develop. With its new mandate, Fouriertransform has started evaluating investment opportunities outside the automotive industry, such as in the engineering industry and the telecom and medical technology sectors.

Generating value in existing portfolio companies

Fouriertransform's ongoing efforts to generate value in the 16 portfolio companies has continued on a large scale and has involved working on the companies' strategic focus, the composition of their boards and financing issues.

In the process of growing value, Fouriertransform focuses on its ownership agenda and monitoring the development of the portfolio companies in a changing market.

A number of follow-on investments were made to give companies the capital they need to continue to grow.

Fouriertransform's other activities

Fouriertransform's expanded mandate – internal strategy conference

At an extraordinary meeting of Fouriertransform's shareholders on August 20, 2013, a decision was taken to expand the mandate for the company's investment activity. Rather than just investing in the automotive industry as in the past, Fouriertransform will now invest in companies in both the automotive industry and in other manufacturing industry segments and related services.

In August Fouriertransform held an internal strategy conference on the expanded mandate. Topics discussed included the type of investments Fouriertransform will make, prioritized segments in the manufacturing industry, and evaluating Fouriertransform's internal resources. Also discussed were deal-flow activities, the investment process, external networks and marketing and communication.

Fouriertransform's sustainability work

In its owner guidelines, the Government has set standards whereby state-owned companies are to be role models with respect to sustainable business practices. Accordingly, during the quarter Fouriertransform continued to work on developing the sustainability focus of the portfolio companies. The starting point is that sustainability goals should be relevant and integrated into the portfolio companies' operations. The goals should be able to be followed-up, clear and easy to communicate so that all stakeholders understand them.

In its sustainability guidelines, the Government stresses factors such as the climate and safety. At Fouriertransform the value creation process is the engine of the company's sustainability work. By investing in companies with unique and commercially viable products and services or production in the manufacturing industry, Fouriertransform is helping to promote sustainable development because the products, services or production processes are, in almost all cases, more sustainable than their predecessors.

To create a sustainable business from a sustainable business concept, it is necessary to equip the company for growth in a globalised and changing world where environmental, social and financial challenges and opportunities await. As an owner, Fouriertransform works to ensure that all of the portfolio companies have a systematic and sharp focus on important aspects of sustainability.

Goals should be based on establishing and evaluating sustainability-related risks and opportunities and should be relevant to the nature of the business and the phase the company is in. Goals should be accompanied by a plan of action which is followed-up on a regular basis. Fouriertransform, in its role as owner, should act as a partner with which to discuss analysis, goal-setting and follow-up.

Seminars

Representatives from Fouriertransform's Board of Directors and the CEO participated in Almedal Week. The CEO held a seminar on the theme "The future of the Swedish manufacturing industry." He was also a speaker at a seminar entitled "How Sweden can guarantee the success of its automotive industry."

Fouriertransform joined up with Företagarna (an association of business owners) in Sotenäs and Lysekil and Lysekil Municipality to arrange a conference in Lysekil on success factors for enterprise and how companies can increase their revenues.

Portfolio company activities

- **PowerCell** in Gothenburg successfully completed development of a demonstration prototype for its unique fuel cell system which consists of a fuel converter and a fuel cell. The product was demonstrated for, among others, President Obama when he visited KTH Royal Institute of Technology in September. The company is now preparing to start production of a commercial version.
- **Norstel** in Norrköping has verified one of its products, so-called power wafers, with customers and now plans to increase its production capacity. The company has also signed a framework agreement with a delivery guarantee for another of its products, moissanite gemstones.
- **Alelion Batteries** in Mölndal is continuing to conduct field tests of the company's energy storage system with end users of forklift trucks. The company has now received its first order to replace lead batteries with lithium-ion batteries for one of the world's main forklift truck manufacturers.
- **EI-Forest** in Örensköldsvik continued its discussions with a number of potential customers regarding its hybridization project. The company has also received capital from Fouriertransform. It is continuing to develop unique electric hybrid technology and has applied for a new patent.
- **Max Truck** in Östersund has planned to launch production of its forklift trucks.
- **Applied Nano Surfaces** in Uppsala has continued work on projects with potential license customers. The company has also strengthened its organization by recruiting a Key Account Manager for the important German market.



- **Vicura** in Trollhättan is seeing a clear increase in requests from its Swedish and international customers. An operation has been established in India which is creating opportunities to take on larger projects.
- **Jobro Plåtkomponenter** in Ulricehamn has received a large breakthrough order from a new customer and has noticed a high level of activity among the company's other customers.
- **Pelagicore** in Gothenburg has been working with automotive manufacturers and their subcontractors in new development projects within open source infotainment.
- **EELCEE** in Trollhättan has continued development work on different automotive and industrial projects aiming for a significant weight reduction potential of more than 30 percent. There are currently plans for a new prototype and production facility in Sweden, and sales activities have started and are aimed at customers both in Sweden and abroad.
- **LeanNova Engineering** in Trollhättan has recruited additional employees and at the end of the quarter had around 160. The company has established a presence in China and is now focusing on international markets.
- **ArcCore** in Gothenburg has continued to strengthen its position as a leading supplier of Autosar solutions, launching new products compatible with Autosar 4.0, the latest version. The company has won several contracts with subcontractors and international automotive manufacturers, and has now established a company in Germany to strengthen its presence in southern Europe.
- **CeDe Group** in Malmö has been named a *Gase//* (Gazelle) company by business newspaper Dagens Industri, a recognition of being one of the fastest growing companies in Sweden. The company's launch of a material handler based on Volvo's EW210D excavator was a success and received positive feedback from customers.

- **Smart Eye** in Gothenburg is involved in several major negotiations with international subcontractors and automotive manufacturers. The uncertain financial situation in the USA is continuing to slow down sales of stand-alone products in this important market.
- **TitanX** in Gothenburg has successfully increased its production rate at its new plant in Brazil and continues to win new cooling system contracts with global heavy commercial vehicle manufacturers.
- **RotoTest International** in Rönninge has received an order for its test equipment based on hub-mounted dynamometers worth several million kronor from an Italian automotive manufacturer.

Financial development in Q3

Profit/loss

The profit for the quarter after tax was SEK 0.8 million excluding unrealized gains from investments in securities of SEK 59.2 million.

The company's costs mainly consist of employee benefit expenses and product and consulting expenses. Net financial income amounted to SEK 7.4 million and was mainly affected by the reversal of a write-down of the net asset value of fixed income funds of SEK 4.5 million.

Cash flow

The total cash flow for the quarter amounted to SEK -9.3 million, of which investments in portfolio companies accounted for SEK -50.3 million. The company's cash and bank balances and short-term investments in fixed income and mutual funds amounted to SEK 2,179 million at the end of the quarter.

Equity

On September 30 the company's equity amounted to SEK 2,987.0 million, of which the profit for the quarter accounted for SEK 0.8 million.

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



Fouriertransform's investments as of September 30, 2013

All investments

- Since the start Fouriertransform has invested in **19 companies** as a new shareholder
- The portfolio currently contains **16 portfolio companies**

As of September 30, 2013 Fouriertransform had decided to invest in 19 companies as a new shareholder: PowerCell Sweden AB, Norstel AB, NovaCast Technologies AB, FlexProp AB, EffPower AB, Alelion Batteries AB, EI-Forest AB, Max Truck AB, Applied Nano Surfaces AB, Vicura AB, Jobro Plåtkomponenter AB, Pelagicore AB, EELCEE AB, LeanNova Engineering AB, ArcCore AB, CeDe Group AB, Smart Eye AB, TitanX and RotoTest International.

The investments in NovaCast Technologies and Effpower have been written off in their entirety and the entire holding in FlexProp has been sold. The portfolio as of September 30, 2013 therefore consists of 16 portfolio companies.

Total invested capital

- Investments approved totaling **SEK 945 million**
- of which a total of **SEK 929 million**, including directly attributable costs, has been paid out.

The total amount invested with syndication partners is around SEK 2.8 billion. The investment amounts vary between SEK 9 million for LeanNova Engineering and SEK 232 million for Norstel.

Fouriertransform's portfolio

As of September 30, 2013 Fouriertransform's portfolio consisted of 16 portfolio companies. The companies' net sales are around SEK 1.8 billion. They employ a total of around 1,300 people and are geographically spread throughout Sweden with an emphasis on Västra Götaland.

Fouriertransform works actively to create value in the companies, right from the time of the initial investment.

Portfolio composition as of September 30, 2013

	Location	Initial investment	Book value (SEK 000s)	% of capital	% of votes ¹⁾
PowerCell Sweden AB	Gothenburg	Oct. 2009	55,336	25 %	25 %
Norstel AB	Norrköping	Feb. 2010	232,394	88 %	90 %
Alelion Batteries AB	Mölnadal	Jun. 2010	60,899	49 %	48 %
Elforest AB	Örnsköldsvik	Jun. 2010	30,365	57 %	59 %
Max Truck AB	Östersund	Jul. 2010	10,033	35 %	35 %
Applied Nano Surfaces Sweden AB	Uppsala	Dec. 2010	16,613	40 %	35 %
Vicura AB	Trollhättan	Jan. 2011	11,104	86 %	86 %
Jobro Plåtkomponenter AB	Ulricehamn	May 2011	12,372	71 %	45 %
Pelagicore AB	Gothenburg	Sep. 2011	37,802	55 %	55 %
EELCEE AB	Trollhättan	Dec. 2011	34,461	45 %	45 %
LeanNova Engineering AB	Trollhättan	Jan. 2012	9,677	90 %	99 %
ArcCore AB	Gothenburg	Apr. 2012	11,115	31 %	31 %
CeDe Group AB	Malmö	May 2012	61,562	48 %	49 %
Smart Eye AB	Gothenburg	Feb. 2013	27,212	16 %	17 %
TitanX Holding AB	Stockholm	Mar. 2013	187,754	38 %	40 %
RotoTest International AB	Rönninge	Jul. 2013	12,331	39 %	44 %
Total			811,030		

¹⁾ For portfolio companies in which Fouriertransform holds more than 50% of the voting rights, the intention is to reduce this over time to below 50%.

Fouriertransform's 16 portfolio companies



PowerCell Sweden AB – fuel cell makes electricity form 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 cell systems on the market through development, production and sales. www.powercell.se
Investment area	Sustainable Vehicles	
Location	Gothenburg	
Initial investment	Oct. 2009	
Carrying amount	SEK 55.3 million	
% of capital	25 %	
% of votes	25 %	

Fouriertransform's 16 portfolio companies (cont.)

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. <i>www.norstel.com</i>
Investment area	Sustainable Vehicles	
Location	Norrköping	
Initial investment	Feb. 2010	
Carrying amount	SEK 232.4 million	
% of capital	88 %	
% of votes	90 %	



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 based on lithium iron phosphate batteries. <i>www.alelion.com</i>
Investment area	Sustainable Vehicles	
Location	Möndal	
Initial investment	June 2010	
Carrying amount	SEK 60.9 million	
% of capital	49 %	
% of votes	48 %	



Elforest AB – modern technology to run vehicles more efficiently

Phase	Early stage	Elforest is an innovative company whose business concept is to use modern technology to run vehicles more efficiently. In recent years the company's focus has shifted from solutions to increase the productivity and efficiency of forestry machinery to an offering that creates added value for customers and the environment in multiple industries. <i>www.el-forest.se</i>
Investment area	Sustainable Vehicles	
Location	Örnsköldsvik	
Initial investment	June 2010	
Carrying amount	SEK 30.4 million	
% of capital	57 %	
% of votes	59 %	

Fouriertransform's 16 portfolio companies (cont.)

MAX TRUCK AB

Max Truck AB – electric forklift offers 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
Investment area	Sustainable Vehicles	
Location	Östersund	
Initial investment	July 2010	
Carrying amount	SEK 10.0 million	
% of capital	35 %	
% of votes	35 %	



Applied Nano Surfaces

Applied Nano Surfaces Sweden AB – unique technology to reduce 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 makes large-scale industrial production of coated components possible at a fraction of the cost of equivalent coatings. www.appliednanosurfaces.com
Investment area	More Efficient Production	
Location	Uppsala	
Initial investment	Dec. 2010	
Carrying amount	SEK 16.6 million	
% of capital	40 %	
% of votes	35 %	



Vicura AB – SAAB's transmission developers

Phase	Expansion	The company provides consulting services in the area of drivelines for the international automotive industry. Vicura develops complete systems or components from the concept stage to industrialization for the international automotive industry. The offering includes mechanical and electrical drive systems as well as control systems for them. www.vicura.se
Investment area	Sustainable Vehicles	
Location	Trollhättan	
Initial investment	Jan. 2011	
Carrying amount	SEK 11.1 million	
% of capital	86 %	
% of votes	86 %	

Fouriertransform's 16 portfolio companies (cont.)



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 expertise in press tempering, materials science, tool making and production engineering. www.jobro.se
Investment area	More Efficient Production	
Location	Ulricehamn	
Initial investment	May 2011	
Carrying amount	SEK 12.4 million	
% of capital	71 %	
% of votes	45 %	



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 subcontractors. www.pelagicore.com
Investment area	Intelligent Vehicles	
Location	Gothenburg	
Initial investment	Sep. 2011	
Carrying amount	SEK 37.8 million	
% of capital	55 %	
% of votes	55 %	



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 develops composite components, primarily for the automotive industry. Production capacity is currently being built up to produce and market the components in larger volumes. www.eelcee.com
Investment area	Sustainable Vehicles	
Location	Trollhättan	
Initial investment	Dec. 2011	
Carrying amount	SEK 34.5 million	
% of capital	45 %	
% of votes	45 %	

Fouriertransform's 16 portfolio companies (cont.)**LeanNOVA****LeanNova Engineering AB – engineering company for complete development projects**

Phase	Expansion	LeanNova is a start-up company established by Fouriertransform, Innovatum and senior personnel from Saab Automobile. LeanNova delivers complete development projects to customers in the Swedish and international automotive industries. <i>www.leannova.se</i>
Investment area	Sustainable Vehicles	
Location	Trollhättan	
Initial investment	Jan. 2012	
Carrying amount	SEK 9.6 million	
% of capital	90 %	
% of votes	99 %	

ARC CORE**ArcCore AB – product development of AUTOSAR-compatible software**

Phase	Expansion	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. <i>www.arccore.com</i>
Investment area	Intelligent Vehicles	
Location	Gothenburg	
Initial investment	April, 2012	
Carrying amount	SEK 11.1 million	
% of capital	31 %	
% of votes	31 %	

CEDE GROUP AB**CeDe Group AB – full service supplier of customized heavy machinery**

Phase	Expansion	CeDe Group is a leading supplier of customized heavy machinery. The company is a full service supplier with extensive expertise in production, applications, mechanics, hydraulics and electronics. <i>www.cede-group.se</i>
Investment area	More Efficient Production	
Location	Malmö	
Initial investment	May 2012	
Carrying amount	SEK 61.6 million	
% of capital	48 %	
% of votes	49 %	

Fouriertransform's 16 portfolio companies (cont.)



Smart Eye AB – develops and sells eye sensor systems

Phase	Expansion	Smart Eye develops and sells software and systems for eye sensors. The company has developed a safety and comfort product specifically for the automotive industry. www.smarteye.se
Investment area	Intelligent Vehicles	
Location	Gothenburg	
Initial investment	Feb, 2013	
Carrying amount	SEK 27,2 million	
% of capital	16 %	
% of votes	17 %	



TitanX – supplier of cooling systems for the heavy vehicle industry

Phase	Expansion	TitanX is a leading supplier of cooling systems for the heavy vehicle industry and has the majority of major heavy vehicle manufacturers as its customers, for example Daimler, Scania and Volvo. www.titanx.com
Investment area	Sustainable Vehicles	
Location	Gothenburg	
Initial investment	May 2013	
Carrying amount	SEK 187.7 million	
% of capital	38 %	
% of votes	40 %	



RotoTest International AB – test equipment for the automotive industry

Phase	Expansion	RotoTest develops, manufactures and markets test equipment, so-called hub-mounted dynamometers, for the automotive industry. The company's patented solutions for hub-mounted automotive dynamometers offer many times greater measurement accuracy than traditional technology. www.rototest.com
Investment area	Sustainable Vehicles	
Location	Rönninge	
Initial investment	July 2013	
Carrying amount	SEK 12.3 million	
% of capital	39 %	
% of votes	44 %	

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 are 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 2012 Annual Report.

Credit facilities

Fouriertransform AB has no utilized credit facilities.

Related party transactions

No transactions with 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 was capitalized with equity of around SEK 3 billion. The company commenced operations in 2009.

Fouriertransform is a state-owned venture capital company tasked with increasing the international competitiveness of the Swedish automotive cluster and manufacturing industry in general on a commercial basis. Fouriertransform invests capital in enterprises with innovative and commercially viable products within the automotive and manufacturing industry.

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

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 2013

Q4 interim report and year-end report 2013

Feb. 12, 2014

Appendices

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

Income statement

Income statement, SEK 000s	Q3 2013	Q3 2012	%	Q1-3 2013	Q1-3 2012	%
Investment activities						
Income from sold portfolio companies	-	-	-	-	3,300	-
Acquisition cost, sold portfolio companies	-	-	-	-	-10,389	-
Profit/loss from sold portfolio companies	-	-	-	-	-7,089	-
Interest income from portfolio companies	1,162	1,000	16	1,162	1,000	16
Write-downs and write-offs, portfolio companies	-	-	-	-	-14,991	-
Profit/loss from investment activities	1,162	1,000	16	1,162	-21,080	105
Other operating income	1,348	-	-	1,357	2,378	-43
Operating expenses						
Other external expenses	-2,940	-5,197	43	-11,409	-14,636	22
Employee benefit expenses	-7,746	-6,833	-13	-25,831	-22,816	-13
Depreciation of property, plant and equipment	-232	-218	-6	-692	-642	-8
Total operating expenses	-10,918	-12,248	11	-37,932	-38,094	-
Operating loss	-8,408	-11,248	25	-35,413	-56,796	38
Profit/loss from financial items						
Interest income and similar profit/loss items	7,415	35,758	-92	45,790	114,430	-60
Interest expense and similar profit/loss items	-	-1,871	-	-94	-2,219	96
Total profit/loss from financial items	7,415	33,887	-78	45,696	112,211	-59
Profit/loss from financial items	-993	22,639	-104	10,283	55,415	-81
Tax on profit/loss for the period	1,784 ¹⁾	-213 ¹⁾	-	-2,504 ¹⁾	-12,974 ¹⁾	-
Net profit/loss for the period	791	22,426	-96	7,779	42,441	-82

¹⁾ After any adjustment for write-down and reversal of write-down of the carrying amounts of portfolio companies, fixed income and mutual funds.

Cash flow statement

Cash flow statement, SEK 000s	Q3 2013	Q3 2012	Q1-3 2013	Q1-3 2012
Operating activities				
Operating loss excluding investment activities	-9,570	-12,248	-36,575	-35,716
Depreciation and write-downs	232	218	692	642
Interest received on bank balances	125	-	126	7
Interest received and paid on investments in securities	1,762	1,882	42,597	42,550
Interest paid and similar profit/loss items	-	-	-94	-9
Income tax paid	-	-	-6,015	-
Increase/decrease in trade receivables	-101	51	-101	2,709
Increase/decrease in other current receivables	50,032	-3,927	3,893	-3,204
Increase/decrease in accounts payable	-2,936	-2,082	-1,157	-1,155
Increase/decrease in other current operating liabilities	287	-2,516	-5,132	-39,279
Cash flow from operating activities	39,831	-18,622	-1,766	-33,455
Investment activities				
Investments in property, plant and equipment	-30	-120	-129	-227
Investments in portfolio companies	-50,278	-8,564	-325,224	-96,444
Disposal of portfolio companies	-	-	-	26
Increase/decrease in other non-current receivables and liabilities	-	-	-	367
Interest received from portfolio companies	1,162	-	1,162	-
Cash flow from investment activities	-49,146	-8,684	-324,191	-96,278
Financing activities				
New share issue	-	-	-	-
Cash flow from financing activities				
Cash flow for the period	-9,315	-27,306	-325,959	-129,733
Cash and bank balances and investments in securities at beginning of period	2,184,047	2,539,373	2,505,186	2,603,856
Cash flow for the period	-9,315	-27,306	-325,959	-129,733
Other increase/decrease in net asset value	4,495 ¹⁾	33,876 ¹⁾	- ¹⁾	71,820 ¹⁾
Cash and bank balances and investments in securities at end of period	2,179,227	2,545,943	2,179,227	2,545,943

¹⁾ Where applicable, reversal of write-down of net asset value of fixed income and mutual funds and capital gain on sale of fixed income and mutual funds.

Balance sheet and statement of changes in equity

Balance sheet, SEK 000s	Sept. 30, 2013	Sept. 30, 2012	Dec. 31, 2012
Assets			
Non-current assets			
Property, plant and equipment			
Equipment	2,077	2,720	2,640
Financial fixed assets			
Investments in portfolio companies	811,030	438,391	484,714
Other non-current receivables	140	140	140
Total non-current assets	813,247	441,251	487,494
Current assets			
Current receivables			
Trade receivables	101	-	-
Other current receivables	56	4,308	10
Prepaid expenses and accrued income	7,945	8,727	9,908
Investments in securities			
Investments in securities	2,134,739	2,542,108	2,487,786
Cash and bank balances	44,488	3,835	17,400
Total current assets	2,187,329	2,558,978	2,515,104
Total assets	3,000,576	3,000,229	3,002,598
Equity and liabilities			
Equity			
Restricted equity			
Share capital	3,000,100	3,000,100	3,000,100
Non-restricted equity			
Profit/loss brought forward	-20,894	-63,938	-63,938
Profit/loss for the period	7,779	42,441	43,044
Total equity	2,986,985	2,978,603	2,979,206
Non-current liabilities			
Other non-current liabilities	106	-	106
Total non-current liabilities	106	-	106
Current liabilities			
Accounts payable	1,266	1,204	2,424
Current tax liability	5,539	14,388	13,203
Other current liabilities	3,660	2,763	3,286
Accrued expenses	3,020	3,271	4,373
Total current liabilities	13,485	21,626	23,286
Total equity and liabilities	3,000,576	3,000,229	3,002,598
Pledged assets	None	None	None
Contingent liabilities	35,088 ¹⁾	35,088 ¹⁾	35,088 ¹⁾

1) Relates to bank guarantee of SEK 35.0 million for portfolio company Norstel AB and guarantee of SEK 88,000 for portfolio company Max Truck AB.

Statement of changes in equity, SEK 000s	Share capital	Other non- restricted equity	Total equity
Equity Dec. 31, 2012	3,000,100	-20,894	2,979,206
Profit/loss for the period	-	7,779	7,779
Equity Sept. 30, 2013	3,000,100	-13,115	2,986,985

Fouriertransform AB
Sveavägen 17, 10th floor
111 57 Stockholm
SWEDEN

+46 (0) 8 410 40 600

info@fouriertransform.se
www.fouriertransform.se

Fouriertransform AB
Kaserntorget 6, 3rd floor
411 18 Gothenburg
SWEDEN

+46 (0) 31 761 91 40