

**CARDO AB****Invoiced sales**

SEK million	3 months April-June 2002	3 months April-June 2001	6 months Jan-June 2002	6 months Jan-June 2001	12 months July 01-June 02	Whole year 2001
Door	1,289	1,246	2,532	2,377	5,289	5,246
Pump	789	695	1,511	1,306	2,919	2,825
Rail	684	674	1,342	1,307	2,716	2,706
<b>Invoiced sales</b>	<b>2,762</b>	<b>2,615</b>	<b>5,385</b>	<b>4,990</b>	<b>10,924</b>	<b>10,777</b>

**Operating earnings**

SEK million	3 months April-June 2002	3 months April-June 2001	6 months Jan-June 2002	6 months Jan-June 2001	12 months July 01-June 02	Whole year 2001
Door	52	84	105	137	423	455
Pump	53	42	83	73	187	176
Rail	52	51	92	86	246	245
Other items <sup>1)</sup>	-19	-19	-38	-38	-74	-74
Non-recurring items <sup>2)</sup>	-	-	-	-	-44	-44
<b>Operating earnings</b>	<b>138</b>	<b>158</b>	<b>242</b>	<b>258</b>	<b>738</b>	<b>758</b>

<sup>1)</sup> Made up of the parent company, other central units and Group adjustments.

<sup>2)</sup> Restructuring provision at Pump.

**Operating margin**

%	3 months April-June 2002	3 months April-June 2001	6 months Jan-June 2002	6 months Jan-June 2001	12 months July 01-June 02	Whole year 2001
Door	4.0	6.7	4.1	5.8	8.0	8.7
Pump	6.7	6.0	5.5	5.6	6.4	6.2
Rail	7.6	7.6	6.9	6.6	9.1	9.1
Group excl. non-recurring items	5.0	6.0	4.5	5.2	7.2	7.4
Group incl. non-recurring items	5.0	6.0	4.5	5.2	6.8	7.0

**CARDO AB****Consolidated income statement in brief**

SEK million	3 months April-June 2002	3 months April-June 2001	6 months Jan-June 2002	6 months Jan-June 2001
Invoiced sales	2,762	2,615	5,385	4,990
Cost of goods sold	-1,889	-1,785	-3,706	-3,417
<b>Gross earnings</b>	<b>873</b>	<b>830</b>	<b>1,679</b>	<b>1,573</b>
Selling and administrative expenses	-706	-648	-1,381	-1,269
Other operating income and expenses - net	-29	-24	-56	-46
<b>Operating earnings <sup>1)</sup></b>	<b>138</b>	<b>158</b>	<b>242</b>	<b>258</b>
Financial items	-26	-26	-51	-50
<b>Earnings after financial items</b>	<b>112</b>	<b>132</b>	<b>191</b>	<b>208</b>
Tax	-38	-45	-65	-71
Minority share	-2	-1	-3	-2
<b>Net earnings for the period</b>	<b>72</b>	<b>86</b>	<b>123</b>	<b>135</b>
Earnings per share, SEK	2.41	2.88	4.11	4.51
Number of shares, thousand	30,000	30,000	30,000	30,000
<sup>1)</sup> Operating earnings have been charged with depreciation and amortization amounting to	103	96	207	190
Whereof goodwill	33	27	65	55

**Consolidated balance sheet in brief**

SEK million	30-06-2002	31-12-2001
<b>Assets</b>		
Intangible fixed assets	1,518	1,371
Tangible fixed assets	1,421	1,463
Financial fixed assets	218	227
Inventories	1,566	1,588
Current receivables	3,058	3,182
Short-term investments, cash and bank balances	201	264
<b>Total assets</b>	<b>7,982</b>	<b>8,095</b>
<b>Equity and liabilities</b>		
Equity	3,330	3,595
Minority interest	13	10
Interest bearing provisions and liabilities	1,715	1,526
Non-interest bearing provisions and liabilities	2,924	2,964
<b>Total equity and liabilities</b>	<b>7,982</b>	<b>8,095</b>
Contingent liabilities	48	22

**Equity**

	30-06-2002	30-06-2001
Equity brought forward as per approved balance sheet for last year	3,595	3,130
Effect of change of accounting principles	-	42
Equity brought forward adjusted in accordance with new accounting principles	3,595	3,172
Dividend to shareholders	-240	-210
Translation differences	-148	135
Net earnings for the period	123	135
Closing balance	3,330	3,232

**CARDO AB****Consolidated cash flow statement in brief**

SEK million	6 months Jan-June 2002	6 months Jan-June 2001
Earnings after financial items	191	208
Pension refund	-	27
Depreciation and amortization	207	190
<i>Funds generated by operations</i>	398	425
<i>Change in working capital</i>	238	-186
<b>Cash flow from operations before tax</b>	<b>636</b>	<b>239</b>
<i>Tax paid</i>	-118	-111
<b>Cash flow from operations after tax <sup>1)</sup></b>	<b>518</b>	<b>128</b>
Investments in intangible and tangible fixed assets	-151	-147
Disposal of intangible and tangible fixed assets	19	24
Acquisitions of companies	-279	-23
Change in long-term receivables	1	-2
<i>Cash flow from investments</i>	-410	-148
Change in interest bearing receivables	-	-2
Change in interest bearing provisions and liabilities	69	207
Dividend to shareholders	-240	-210
<i>Cash flow from financing</i>	-171	-5
<b>Net cash flow effect on liquid funds</b>	<b>-63</b>	<b>-25</b>
<sup>1)</sup> Cash flow adjusted for effects of exchange rate movements on change in working capital	407	240

**Change in net interest bearing debt**

SEK million	Liquid funds	Interest bearing receivables, provisions and liabilities, net	Net interest bearing debt
Opening balance	264	-1,506	-1,242
Cash flow for the period	-63	-69	-132
Net interest bearing debt in acquired companies	9	-106	-97
Translation differences	-9	-15	-24
<b>Closing balance</b>	<b>201</b>	<b>-1,696</b>	<b>-1,495</b>

**CARDO AB****Group financial summary**

<i>Amounts in SEK million unless otherwise stated</i>	Whole year				January-June	
	1998	1999	2000	2001	2001	2002
Invoiced sales	8,994	9,489	9,786	10,777	4,990	<b>5,385</b>
Operating earnings	527	783	899	758	258	<b>242</b>
Earnings after financial items	654	695	789	660	208	<b>191</b>
Operating margin, %	5.9	8.2	9.2	7.0	5.2	<b>4.5</b>
Profit margin, %	7.3	7.3	8.1	6.1	4.2	<b>3.6</b>
Interest cover, times	6.2	7.7	7.1	6.8	4.7	<b>4.6</b>
Investments, gross	235	266	300	305	147	<b>151</b>
Cash flow from operations after tax	435	900	776	509	128	<b>518</b>
Degree of self-financing, %	185	338	259	167	87	<b>343</b>
Fixed assets	2,583	2,576	2,937	3,061	3,060	<b>3,157</b>
Current assets	5,200	4,122	4,319	5,034	4,623	<b>4,825</b>
Total assets	7,783	6,698	7,256	8,095	7,683	<b>7,982</b>
Equity	2,373	2,635	3,172	3,595	3,232	<b>3,330</b>
Minority interest	135	8	9	10	8	<b>13</b>
Interest bearing provisions and liabilities	2,492	1,657	1,506	1,526	1,724	<b>1,715</b>
Non-interest bearing provisions and liabilities	2,783	2,398	2,569	2,964	2,719	<b>2,924</b>
Average capital employed	4,124	4,376	4,550	4,958	4,765	<b>5,095</b>
Net interest bearing debt	1,975	1,332	1,265	1,242	1,495	<b>1,495</b>
Turnover of capital employed, times	2.18	2.17	2.15	2.17	2.14 <sup>1)</sup>	<b>2.19 <sup>1)</sup></b>
Return on capital employed, %	18.9	18.3	20.2	15.6	17.1 <sup>1)</sup>	<b>14.8 <sup>1)</sup></b>
Return on equity, %	20.6	21.6	18.2	13.3	14.8 <sup>1)</sup>	<b>12.6 <sup>1)</sup></b>
Equity ratio, %	32.2	39.5	43.8	44.5	42.2	<b>41.9</b>
Debt/equity ratio, times	1.0	0.6	0.5	0.4	0.5	<b>0.5</b>
Net debt/equity ratio, times	0.8	0.5	0.4	0.3	0.5	<b>0.4</b>
Average number of employees	7,855	7,743	8,135	8,179	7,940 <sup>2)</sup>	<b>8,076 <sup>2)</sup></b>
<b>Per share data</b>						
Earnings (after full tax), SEK	14.62	17.36	17.23	14.81	4.51	<b>4.11</b>
Dividend for the financial year, SEK	5.00	6.00	7.00	8:00	-	-
Equity, SEK	79.09	87.83	105.74	119.84	107.73	<b>110.99</b>
Cash flow from operations after tax, SEK	14.50	30.00	25.87	16.97	4.27	<b>17.27</b>
Cash flow from operations after tax adjusted for effects of exchange rate movements on change in working capital, SEK	19.27	27.43	28.20	21.60	8.00	<b>13.57</b>
Number of shares, thousand	30,000	30,000	30,000	30,000	30,000	<b>30,000</b>

<sup>1)</sup> Based on 12-month moving totals.<sup>2)</sup> Number of employees at the end of the period.