

BE Q3

Interim report
BE Group AB (publ)
January – September 2012
Malmö, October 24, 2012



THIRD QUARTER 2012

- Net sales fell by 20 percent compared with the year-earlier period, amounting to SEK 1,020 M (1,268). Shipped tonnage decreased by 11 percent.
- The operating result decreased to SEK 6 M (13) and the underlying operating result¹⁾ amounted to SEK 15 M (32).
- The loss after tax for continuing operations amounted to SEK 5 M (1).
- Loss from discontinued operations amounted to SEK 85 M (9) as a consequence of an impairment of SEK 82 M being recognized in the value of the Czech operations.
- Earnings per share²⁾ were negative in the amount of SEK 1.83 (0.20).
- During the quarter, BE Group signed a new three-year credit agreement with an extension option for a total of two additional years. The total credit facility amounts to SEK 1,400 M.
- During the quarter, a process was initiated to sell the operations in the Czech Republic.
- Following the close of the quarter, the Board of BE Group AB appointed Kimmo Väkiparta as the new President and CEO effective from November 1, 2012.

THE FIRST NINE MONTHS OF 2012

- Net sales amounted to SEK 3,636 M (4,104), a decline of 11 percent compared with the preceding year. Shipped tonnage decreased by 4 percent.
- The operating result weakened to SEK 68 M (127) and the underlying operating result¹⁾ was SEK 82 M (128).
- The loss after tax was SEK 71 M (profit 57).
- Earnings per share²⁾ were negative in the amount of SEK 1.44 (positive 1.15).

1) Operating result (EBIT) before non-recurring items and adjusted for inventory gains and losses.
2) Earnings per share are both before and after dilution.

BE Group, listed on the Nasdaq OMX Stockholm exchange, is a trading and service company in steel and other metals. BE Group provides various forms of service for steel, stainless steel and aluminium applications to customers primarily in the construction and engineering sectors. In 2011, the Group reported sales of SEK 5.9 Bn. BE Group has about 900 employees in nine countries, with Sweden and Finland as its largest markets. The head office is located in Malmö, Sweden. Read more about BE Group at www.begroup.com.

Developments in the third quarter of 2012

During the third quarter, a process was initiated to sell the operations in the Czech Republic. Effective from August 1, the Czech operations have therefore been reclassified as disposal group in the consolidated balance sheet and are presented separately as discontinued operations in the consolidated income statement. Where applicable, the financial statistics for the past two years have been recalculated to reflect this change.

Group

Net sales for the quarter fell by 20 percent compared with the corresponding period in the preceding year, amounting to SEK 1,020 M (1,268). The decline is explained by an 11 percentage point decrease in tonnage, negative price and mix changes accounting for 5 percentage points and a negative currency effect accounting for 4 percentage points. Compared with the second quarter of 2012, the average sales price decreased by 5 percent.

Consolidated gross profit amounted to SEK 128 M (153), resulting in a gross margin of 12.6 percent (12.1). The operating result fell to SEK 6 M (13). Adjusted for inventory losses of SEK 9 M (19), the underlying operating result was SEK 15 M (32). The weakening of results is attributable to lower sales. To some extent, this weakening is offset by margin improvements as well as lower overheads.

The operating margin amounted to 0.6 percent (1.0) and the underlying operating margin was 1.5 percent (2.5).

Sales by sales channel

BE Group's sales are conducted through three channels: inventory sales, service sales and direct

NET SALES AND EARNINGS TREND IN THE THIRD QUARTER

(SEK M)

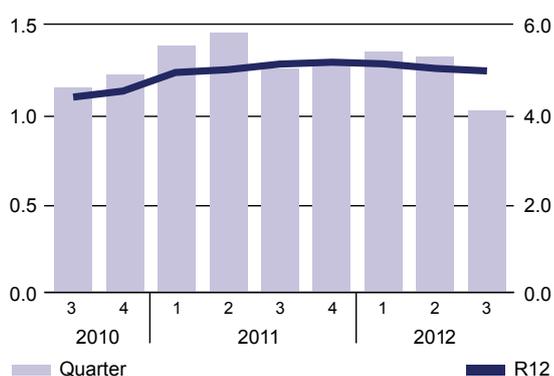
Net sales 2011	1,268
Net sales 2012	1,020
Operating profit 2011	13
Inventory losses	19
Underlying operating profit 2011	32
Tonnage-, price-, mix- and gross margin effects	-39
Changes in overheads, etc.	22
Underlying operating profit 2012	15
Inventory losses	-9
Operating profit 2012	6

sales. Of total net sales for the third quarter, shipments from Group facilities accounted for 82 percent (80), which is broken down as follows: inventory sales 50 percentage points (50) and service sales 32 percentage points (30).

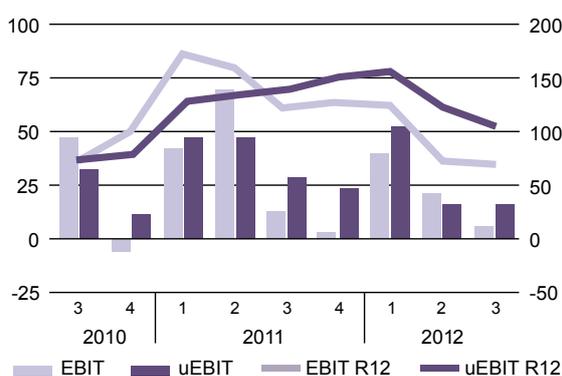
Sales trend by product area

Net sales of commercial steel fell 19 percent to SEK 743 M (922). Shipped tonnage decreased by 10 percent. Overall, commercial steel accounted for 73 percent (73) of BE Group's net sales. Adjusted for currency effects, the sales price for commercial steel decreased by 5 percent compared with the year-earlier period. The average sales price

Net sales, SEK Bn
Quarter and rolling 12 months



Operating result (EBIT), SEK M
Quarter and rolling 12 months



decreased 2 percent compared with the second quarter of 2012.

BE Group's sales of stainless steel decreased by 25 percent and amounted to SEK 169 M (225). The decline is explained by lower sales prices (down 11 percent, excluding currency effects) and decreased tonnage (down 12 percent) compared with the preceding year. Sales prices in local currency fell by 5 percent compared with the second quarter of 2012. The proportion of stainless steel amounted to 17 percent (18) of total net sales.

Sales by customer segment

In the third quarter, OEM customers and their partners accounted for the largest share of sales, 44 percent (46); project customers for 27 percent (25); pre-processing companies for 18 percent (21); and retailers for 11 percent (8).

Business areas

Business Area Sweden

In terms of daily shipped tonnage, sales in Business Area Sweden decreased in comparison with the second quarter – including when seasonal effects were taken into account. On the customer side, the trend in the construction industry was stable. In the industrial sector the decline in demand is judged to have been affected among others by inventory cut-backs.

Compared with the preceding year, net sales fell 18 percent to SEK 536 M (654). Shipped tonnage fell 13 percent and sales prices decreased by 6 percent. Compared with the second quarter of 2012, the sales price fell by 3 percent.

The operating result weakened to SEK 5 M (18), with a operating margin of 1.0 percent (2.7). The decline in result is primarily attributable to the lower sales. To some extent, this was offset by a lower level of overheads. The operations within BE Group Produktion (formerly RTS) and Lecor Stålteknik affected the operating result negatively by SEK 6 M (0). Other parts of the business area's operations continued to show a positive gross margin trend in relation to the most recent quarters. Adjusted for inventory losses, the underlying operating result was SEK 9 M (24).

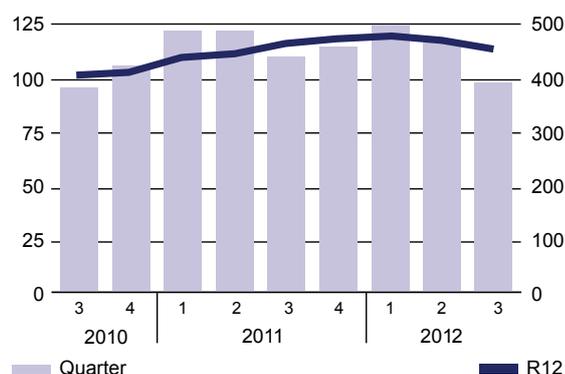
Business Area Finland

Since the vacation period, demand in the Finnish market has been at a lower level than in the second quarter. The decline in shipped tonnage is partly judged to have been caused by inventory adjustments among customers. Compared with the preceding year, net sales fell 24 percent and amounted to SEK 367 M (481). Shipped tonnage fell 13 percent and sales prices in EUR decreased by 4 percent. In relation to the second quarter of 2012, the sales price in EUR was unchanged.

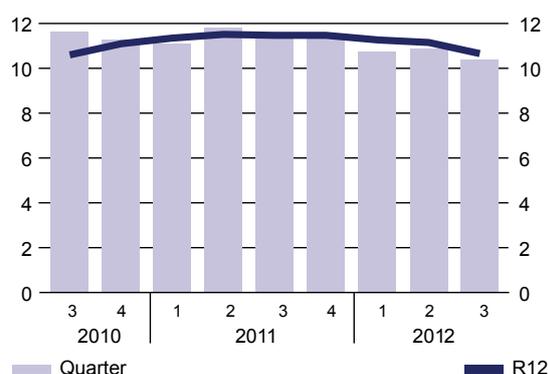
Despite lower net sales, the operating result increased to SEK 10 M (8) and the operating margin improved to 2.7 percent (1.6). Improvement in the gross margin, primarily as a consequence of an increased share of production service combined with a lower level of overheads and reduced inventory losses, offset the decline in sales. The underlying operating result amounted to SEK 14 M (16).

The extended facility in Lapua was taken into operations during the quarter. The overall investment

Tonnage, thousands of tonnes
Quarter and rolling 12 months



Average sales prices, SEK/kg
Quarter and rolling 12 months



in the facility amounts to SEK 16 M. The proportion of production service rose to 49 percent (46).

The former head of the business area, Matti Tiira, retired as planned at the end of June and was succeeded by Lasse Levola, the business area's former marketing director.

Following the close of the quarter, the Group's new common ERP system has been brought into operations in Finland.

Business Area CEE

The operations in the Baltic States, Poland and Slovakia are reported within Business Area CEE. The market situation has been characterized by continued substantial price pressure, which impacted margins negatively. Adjusted for currency effects, sales prices for the period were 10 percent lower than in the year-earlier period. Compared with the second quarter of 2012, the average price level fell by 6 percent, primarily due to currency effects.

Net sales decreased by 21 percent to SEK 123 M (155) as a consequence of a decline in shipped tonnage by 2 percent and the lower sales prices. The operations in Slovakia reported sales largely in line with the preceding year, while sales in the other markets decreased.

The operating result amounted to a negative SEK 3 M (5) as a consequence of decreased sales. Adjusted for inventory losses, the underlying operating result was a negative SEK 2 M (0).

The negative operating result for the quarter corresponds largely to the results of the Polish operations. The restructuring of the Polish business as a streamlined production operation has been completed. Activities are continuing to further increase the utilization of capacity at the production facility in Trebaczew and to improve the results of the operations.

Czech Republic

As a consequence of the prolonged weak performance in the Czech Republic, the Board of Directors resolved in the third quarter to initiate a sale of the operations. This process is now underway and the operations in the Czech Republic are therefore reported separately in the consolidated income statement and balance sheet and outside Business Area CEE. In connection with the reclassification as a disposal group in the consolidated balance sheet, the value of the Czech operations has been impaired by SEK 82 M.

Net financial items and tax

Consolidated net financial items for the third quarter amounted to an expense of SEK 11 M (12), of which the net interest expense accounted for SEK 8 M (9). On an annual basis, total net interest, including portions in discontinued operations corresponded to 4.1 percent (4.8) of interest-bearing net debt, which averaged SEK 848 M (888) during the quarter.

The tax expense for the period amounted to SEK 0 M (2).

Cash flow

Cash flow after investments was a negative SEK 16 M (68). Cash flow from operating activities improved to a negative SEK 7 M (52), attributable to lower build-up of working capital during the quarter. Cash flow from investing activities amounted to a negative SEK 9 M (16), while cash flow from financing activities was negative in the amount of SEK 2 M (1).

Capital, investments and return

At the end of the period, consolidated working capital amounted to SEK 446 M (628) and working capital tied-up was 12 percent (12).

Of the investments of SEK 12 M (19) made during the quarter, investments in intangible assets represent SEK 4 M (3). These relate to the ongoing development of the Group's common ERP system. Investments in tangible assets amounted to SEK 8 M (16) and mainly related to production equipment in Sweden.

The return on capital employed was 2 percent (3).

Financial position and liquidity

During the third quarter, BE Group signed a new three-year credit agreement with Skandinaviska Enskilda Banken and Svenska Handelsbanken. The total credit facility amounts to SEK 1,400 M, including scope for guarantees, and matures in July 2015, with the opportunity for a total extension of two years.

Consolidated cash and equivalents were SEK 24 M (22) at the end of the period. At September 30, the Group had unutilized credit facilities totaling SEK 381 M.

Consolidated interest-bearing net debt, including the Czech Republic, amounted to SEK 851 M (924) at the end of the period.

At the end of the period, equity totaled SEK 708 M (858), while the net debt/equity ratio was 120 percent (108).

Development in the first nine months of the year

Group

Compared with the preceding year, consolidated net sales fell 11 percent over the reporting period, amounting to SEK 3,636 M (4,104). The decline is attributable to a decrease in shipped tonnage by 4 percentage points, negative price and mix effects amounting to 6 percentage points and a negative currency effect of 1 percentage point.

The operating result fell to SEK 68 M (127). Adjusted for inventory losses of SEK 14 M (gains 3; also adjusted for non-recurring expenses), the underlying operating result was SEK 82 M (128). The decline in results is attributable to the lower sales, which were to a certain extent offset by improvements in the gross margin in Sweden and Finland.

The operating margin weakened to 1.9 percent (3.1) and the underlying operating margin was 2.3 percent (3.1).

NET SALES AND EARNINGS TREND IN THE FIRST NINE MONTHS OF THE YEAR

(SEK M)

Net sales 2011	4,104
Net sales 2012	3,636
Operating profit 2011	127
Inventory gains	-3
Non-recurring items	4
Underlying operating result 2011	128
Tonnage-, price-, mix- and gross margin effects	-54
Changes in overheads, etc.	8
Underlying operating result 2012	82
Inventory losses	-14
Operating profit 2012	68

Business areas

Business Area Sweden

Business Area Sweden reported sales of SEK 1,900 M (2,142) – a decrease of 11 percent that was mainly attributable to a 8 percent decline in shipped tonnage. The operating result amounted to SEK 42 M (67) and the underlying operating result to SEK 43 M (69). The weakened result is primarily attributable to the lower sales.

Business Area Finland

Business Area Finland's sales fell by 16 percent to SEK 1,339 M (1,601) as a consequence of a decline in tonnage of 10 percent. The operating result weakened to SEK 53 M (85) and the underlying operating result was SEK 65 M (78). The weakened result is primarily attributable to the lower sales combined with inventory losses of SEK 12 M (gains 7).

Business Area CEE

Business Area CEE's sales rose by 2 percent to SEK 435 M (428). Shipped tonnage rose by 21 percent. The operating result weakened to a negative SEK 8 M (3) and the underlying operating result to a negative SEK 7 M (profit 3). The weakened result is primarily attributable to the lower sales prices combined with lower margins.

Net financial items and tax

The Group's net financial items for the reporting period amounted to an expense of SEK 31 M (28), of which the net interest expense accounted for SEK 24 M (25). On an annual basis, total net interest, including portions in discontinued operations corresponded to 4.4 percent (4.4) of interest-bearing net debt, which averaged SEK 818 M (850) during the period.

The tax expense for the reporting period amounted to SEK 10 M (29), equivalent to 27 percent (29) of earnings before tax.

Cash flow

During the reporting period, cash flow after investments was negative in the amount of SEK 81 M (57). Cash flow from operating activities was negative in the amount of SEK 38 M (positive 22). The weakening in the cash flow is attributable to the lower result.

Cash flow from investing activities was a negative SEK 43 M (79). Cash flow from financing activities was a negative SEK 27 M (1), of which dividends paid to shareholders accounted for SEK 12 M (-).

Organization, structure and employees

The number of employees amounted at the end of the period to 894 compared with 924 at the start of the year and 973 at the corresponding time last year. The average number of employees during the period amounted to 908 (948).

Contingent liabilities

The Group's contingent liabilities amounted to SEK 112 M, unchanged since December 2011.

Outlook

In the final quarter of the year, demand is expected to remain affected by inventory cutbacks among customers and to be at roughly the same level as the level established after the vacation period and with a seasonal decline towards the end of the year. In the longer-term perspective, the signals from among customers are more positive and BE Group's deliveries may be affected positively following inventory adjustments implemented by customers. Average sales prices for the Group's products are expected to be lower in the fourth quarter compared with the third.

Parent Company

Sales for the Parent Company, BE Group AB (publ), amounted to SEK 43 M (41) during the period and derived from intra-Group services. The operating result amounted to a negative SEK 25 M (30).

The loss before tax amounted to SEK 186 M (36) and the loss after tax was SEK 178 M (20). Results were negatively impacted by impairments of SEK 187 M recognized in the value of shares in the Czech subsidiaries.

The Parent Company invested SEK 12 M (12) in intangible assets during the period. At the end of the period, the Parent Company's cash and equivalents were SEK 0 M (41).

At the end of the quarter, the Parent Company held 590,727 treasury shares.

Significant events after the end of the period

Following the close of the reporting period, Kimmo Väkiparta has been appointed the new President and CEO effective from November 1, 2012. He has extensive experience of the steel industry and has previously held positions including President of Ovako Bar and President of Fundia Special Bar.

Related-party transactions

No transactions took place between BE Group and related parties that had a material impact on the company's financial position and results.

Nominating Committee

In accordance with the company's procedures, a Nominating Committee has been appointed. The Nominating Committee consists of Petter Stillström (Traction), Jan Andersson (Swedbank Robur), Tomas Ramsälv (Odin Fonder) and Anders Ullberg, Chairman of BE Group AB, who is also the convener for the Nominating Committee.

2013 Annual General Meeting

The AGM of BE Group will be held on April 26, 2013, at 3.00 p.m. in Malmö, Sweden. Further information is available on the company's website.

Significant risks and uncertainties

BE Group's profits and position are affected by a large number of factors. The principal risks and factors of uncertainty can be divided into sector and market risks, strategic and operational risks, and financial risks. Fluctuations in economic trends and steel prices, together with changes among suppliers, customers and personnel represent risk factors that affect the Group's financial performance and cash flow. The financial risks consist of currency, interest-rate, refinancing and credit risks.

The financial risk exposure is explained in the 2011 Annual Report. Refinancing risk has subsequently decreased considerably following the signing of a new credit agreement. In other regards, no new significant risks or uncertainties have arisen.

Accounting principles

The interim report is prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The Parent Company's interim report is prepared in compliance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2 Accounting for Legal Entities.

In accordance with IFRS 5 Non-current Assets Held for Sale and Discontinued Operations, all Group-external assets and liabilities attributable to the Czech operations have, as of August 1, 2012, been reclassified in the consolidated balance sheet. Measurement has been made at the lower of the carrying amount and fair value less costs to sell. In the income statement, all effects attributable to the Czech operations are reported separately and detached from the Group's continuing operations. Applicable comparison figures have been recalculated in this connection.

Refer to the 2011 Annual Report for complete details of the Group's accounting principles and definitions of certain terms. The principles applied are unchanged in relation to those applied in the Annual Report. In other regards, the new standards and interpretations that have entered force effective from the 2012 financial year have had no effect on the financial reporting.

Future reporting dates

During 2013, BE Group AB (publ) intends to publish financial information on the following dates:

- The Year-end Report for 2012 will be published on February 7, 2013.
- The 2012 Annual Report will be available at the end of March 2013.
- The Interim Report for January-March 2013 will be published on April 26, 2013.

Financial information is available in Swedish and English from BE Group's website and can be ordered by calling +46 (0)40 38 42 00 or e-mailing: info@begroup.com

*Malmö, October 24, 2012
BE Group AB (publ)*

Roger Johansson
President and CEO

This report has not been reviewed by the company's auditors.

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This interim report presents information that BE Group AB (publ) is required to disclose pursuant to the Swedish Securities Exchange and Clearing Operations Act and/or the Swedish Financial Instruments Trading Act. This information was submitted for publication on October 24, 2012 at 7.45 a.m. CET

Condensed consolidated income statement

(SEK M)	Note	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Net sales		1,020	1,268	3,636	4,104	5,392	4,924
Cost of goods sold	1	-892	-1,115	-3,146	-3,533	-4,668	-4,281
Gross profit		128	153	490	571	724	643
Selling expenses	1	-95	-104	-324	-332	-449	-441
Administrative expenses	1	-26	-34	-101	-112	-146	-135
Other operating income and expenses	2	-1	-2	1	-6	-7	0
Participation in joint venture		0	0	2	6	6	2
Operating profit/loss		6	13	68	127	128	69
Financial items		-11	-12	-31	-28	-44	-47
Profit/loss before tax		-5	1	37	99	84	22
Tax		0	-2	-10	-29	-29	-10
Profit/loss from continuing operations		-5	-1	27	70	55	12
Profit/loss from discontinued operations	3	-85	-9	-98	-13	-35	-120
Profit/loss for the period		-90	-10	-71	57	20	-108
Earnings per share		-1.83	-0.20	-1.44	1.15	0.41	-2.18
Earnings per share after dilution		-1.83	-0.20	-1.44	1.15	0.41	-2.18

Consolidated statement of comprehensive income

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Profit/loss for the period	-90	-10	-71	57	20	-108
Other comprehensive income						
Translation differences	-17	4	-28	21	-4	-53
Hedging of net investments in foreign subsidiaries	12	-4	20	-16	3	39
Tax attributable to items in other comprehensive income	-3	1	-5	4	-1	-10
Total other comprehensive income	-8	1	-13	9	-2	-24
Comprehensive income for the period	-98	-9	-84	66	18	-132

Condensed consolidated balance sheet

(SEK M)	Note	2012 30 Sep	2011 30 Sep	2011 31 Dec
Goodwill		605	703	693
Other intangible assets		77	81	87
Tangible assets		221	305	300
Investment in joint venture		127	125	124
Financial assets		2	2	2
Deferred tax assets		14	24	19
Total non-current assets		1,046	1,240	1,225
Inventories		575	803	605
Accounts receivables		586	766	529
Other receivables		65	101	100
Cash and equivalents		24	22	146
Assets of disposal group	4	191	2	2
Total current assets		1,441	1,694	1,382
Total assets		2,487	2,934	2,607
Equity		708	858	805
Non-current interest-bearing liabilities		832	873	852
Provisions		0	16	1
Deferred tax liability		57	60	58
Total non-current liabilities		889	949	911
Current interest-bearing liabilities		3	75	69
Accounts payables		608	827	637
Other current liabilities		172	215	167
Other current provisions		5	10	18
Liabilities of disposal group	4	102	-	-
Total current liabilities		890	1,127	891
Total equity and liabilities		2,487	2,934	2,607

Condensed consolidated cash-flow statement

(SEK M)	Note	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Profit/loss before tax*		-90	-9	-64	84	48	-100
Adjustment for non-cash items		95	17	119	48	57	128
Income tax paid		-5	-12	0	-13	-21	-8
Change in working capital		-7	-48	-93	-97	100	104
Cash flow from operating activities		-7	-52	-38	22	184	124
Investments in intangible assets		-4	-3	-13	-13	-25	-25
Investments in tangible assets		-6	-13	-31	-59	-78	-50
Acquisitions of subsidiaries		-	-	-	-7	-7	-
Other cash flow from investing activities		1	0	1	0	2	3
Cash flow after investments		-16	-68	-81	-57	76	52
Cash flow from financing activities		-2	-1	-27	-1	-7	-33
Cash flow for the period		-18	-69	-108	-58	69	19
Exchange-rate difference in cash and equivalents		0	-1	-1	0	-3	-4
Cash flow after exchange-rate difference in cash and equivalents		-18	-70	-109	-58	66	15
Change in cash and equivalents included in disposal group	4	-13	-	-13	-	-	-13
Change in cash and equivalents		-31	-70	-122	-58	66	2

* Profit/loss before tax from both continuing and discontinued operations.

Condensed statement of changes in equity

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Equity at beginning of period	808	866	805	787	787	858
Effect of changed accounting principles	-	-	-	-	-	-
Adjusted equity at beginning of period	808	866	805	787	787	858
Comprehensive income for the period	-98	-9	-84	66	18	-132
Dividend	-	-	-12	-	-	-12
Acquisition/sales of treasury shares	-	-	0	2	-3	-5
Share Savings Scheme	-2	1	-1	3	3	-1
Equity at end of period	708	858	708	858	805	708

Notes

Note 1 Amortizations and depreciations

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Amortization of intangible assets	4	5	11	12	16	15
Depreciation of tangible assets	10	10	31	30	40	41

Note 2 Non-recurring items

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Reversal of provision for guarantee to property owner	-	-	-	-	15	15
Costs for profitability improvement measures	-	-	-	-	-20	-20
Closure of the Danish operations	-	-	-	-4	-4	-
Total non-recurring items	-	-	-	-4	-9	-5

Note 3 Discontinued operations

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Net sales	83	151	260	431	548	377
Operating costs	-86	-162	-279	-446	-584	-417
Profit/loss before tax	-3	-11	-19	-15	-36	-40
Income tax attributable to ordinary activities in discontinued operations	0	2	3	2	1	2
Loss recognised on the measurement to fair value less costs to sell	-82	-	-82	-	-	-82
Profit/loss from discontinued operations	-85	-9	-98	-13	-35	-120

Note 4 Assets and liabilities of disposal group

(SEK M)	2012 30 Sep
Goodwill and other intangible assets	7
Tangible assets	72
Deferred tax assets	9
Operating assets	90
Cash and equivalents	13
Total assets of disposal group	191
Provisions	1
Interest-bearing liabilities	55
Operating liabilities	46
Total liabilities of disposal group	102
Cumulative translation reserve of disposal group recognised in other comprehensive income	-10

Segment reporting

Net sales per segment

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	536	654	1,900	2,142	2,843	2,601
- External	533	647	1,882	2,116	2,806	2,572
- Internal	3	7	18	26	37	29
Finland	367	481	1,339	1,601	2,055	1,793
- External	362	467	1,317	1,562	2,007	1,762
- Internal	5	14	22	39	48	31
CEE	123	155	435	428	581	588
- External	123	155	427	427	577	577
- Internal	0	0	8	1	4	11
Parent Company and consolidated items	-6	-22	-38	-67	-87	-58
Group	1,020	1,268	3,636	4,104	5,392	4,924

Shipped tonnage per segment (thousands of tonnes)

	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	44	51	155	168	224	211
Finland	35	41	124	138	178	164
CEE	20	20	66	54	75	87
Parent Company and consolidated items	-1	-1	-5	-5	-8	-8
Group	98	111	340	355	469	454

Operating profit/loss (EBIT) per segment

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	5	18	42	67	83	58
Finland	10	8	53	85	87	55
CEE	-3	-5	-8	-3	-10	-15
Parent Company and consolidated items	-6	-8	-19	-22	-32	-29
Group	6	13	68	127	128	69

Operating margin per segment

	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	1.0%	2.7%	2.2%	3.1%	2.9%	2.2%
Finland	2.7%	1.6%	3.9%	5.3%	4.2%	3.0%
CEE	-2.5%	-3.0%	-1.8%	-0.7%	-1.7%	-2.6%
Group	0.6%	1.0%	1.9%	3.1%	2.4%	1.4%

Segment reporting

Underlying operating profit/loss (uEBIT) per segment*

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	9	24	43	69	91	65
Finland	14	16	65	78	93	80
CEE	-2	0	-7	3	2	-8
Parent Company and consolidated items	-6	-8	-19	-22	-29	-26
Group	15	32	82	128	157	111

* Operating profit/loss (EBIT) adjusted for inventory gains and losses and non-recurring items. Inventory gains and losses are the differences between the cost of goods sold at acquisition value and the cost of goods sold at replacement cost. The company's internal model is used to calculate inventory gains and losses and is not subject for review by the company's auditor.

Underlying operating margin per segment

	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	1.8%	3.6%	2.3%	3.2%	3.2%	2.5%
Finland	3.7%	3.3%	4.8%	4.9%	4.5%	4.4%
CEE	-1.7%	0.1%	-1.7%	0.6%	0.3%	-1.4%
Group	1.5%	2.5%	2.3%	3.1%	2.9%	2.3%

Depreciation per segment

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	5	4	16	13	18	21
Finland	4	6	13	16	21	18
CEE	1	1	2	2	3	3
Parent Company and consolidated items	4	4	11	11	14	14
Group	14	15	42	42	56	56

Investments in tangible and intangible assets per segment

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sweden	8	6	14	43	52	23
Finland	0	6	14	20	24	18
CEE	0	5	3	8	13	8
Parent Company and consolidated items	4	2	13	12	21	22
Group	12	19	44	83	110	71

Key data

(SEK M unless otherwise stated)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Earnings measurements						
Operating profit/loss (EBIT)	6	13	68	127	128	69
Margin measurements						
Gross margin	12.6%	12.1%	13.5%	13.9%	13.4%	13.1%
Operating margin	0.6%	1.0%	1.9%	3.1%	2.4%	1.4%
Capital structure						
Net debt*	851	924	851	924	773	851
Net debt/equity ratio	120%	108%	120%	108%	96%	120%
Equity/assets ratio	28%	29%	28%	29%	31%	28%
Working capital (average)	470	598	461	549	525	494
Capital employed (average)	1,677	1,809	1,704	1,768	1,759	1,724
Operating capital (excluding intangible assets) (average)	810	964	815	900	879	852
Working capital tied-up	12%	12%	10%	10%	10%	10%
Return						
Return on capital employed (%)	1.5%	3.1%	5.5%	9.8%	7.5%	4.2%
Return on operating capital (excluding intangible assets) (%)	4.8%	7.2%	13.0%	20.5%	16.3%	9.9%
Return on equity (%)	-2.9%	-0.6%	4.6%	11.2%	6.7%	1.5%
Per share data						
Earnings per share (SEK)	-1.83	-0.20	-1.44	1.15	0.41	-2.18
Earnings per share after dilution (SEK)	-1.83	-0.20	-1.44	1.15	0.41	-2.18
Equity per share (SEK)	14.32	17.30	14.32	17.30	16.31	14.32
Cash flow from operating activities per share (SEK)	-0.13	-1.04	-0.76	0.45	3.72	2.51
Shares outstanding at period end (thousands)	49,409	49,590	49,409	49,590	49,376	49,409
Average number of shares (thousands)	49,409	49,590	49,402	49,567	49,546	49,417
Diluted average number of shares (thousands)	49,409	49,597	49,419	49,581	49,564	49,436
Other						
Average number of employees	895	962	908	948	943	921

* Including cash and interest-bearing receivables/liabilities included in disposal group.

Supplementary disclosures

(SEK M unless otherwise stated)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Sales by main products						
Long steel	292	377	1,026	1,235	1,603	1,394
Flat steel	337	411	1,228	1,364	1,777	1,641
Reinforcement steel	114	134	407	378	530	559
<i>Total commercial steel</i>	743	922	2,661	2,977	3,910	3,594
Stainless steel	169	225	610	736	958	832
Aluminium	49	67	176	223	293	246
Other	59	54	189	168	231	252
Total sales	1,020	1,268	3,636	4,104	5,392	4,924
Growth						
Sales growth	-20%	14%	-11%	23%	18%	-8%
– organic tonnage growth	-11%	16%	-4%	16%	14%	-1%
– price and mix changes	-5%	-4%	-6%	7%	4%	-5%
– currency effects	-4%	-1%	-1%	-3%	-3%	-2%
– acquisitions	-	3%	-	3%	3%	-
Adjusted earnings measurements						
Underlying operating profit/loss (uEBIT)	15	32	82	128	157	111
Underlying EBITA	19	37	93	140	173	126
Adjusted margin measurements						
Underlying gross margin	13.4%	13.5%	13.8%	13.8%	13.8%	13.8%
Underlying operating margin	1.5%	2.5%	2.3%	3.1%	2.9%	2.3%
Underlying EBITA margin	1.8%	2.9%	2.6%	3.4%	3.2%	2.6%
Adjusted return						
Underlying return on operating capital (excluding intangible assets)	9.3%	14.9%	15.3%	20.5%	19.6%	14.3%
Adjusted per share data						
Underlying earnings per share (SEK)	0.29	0.08	0.76	1.17	0.89	0.48
Underlying earnings per share after dilution (SEK)	0.29	0.08	0.76	1.17	0.89	0.48
Adjusted capital structure						
Net debt/underlying EBITDA (multiple)	-	-	-	-	3.6	5.1
Other						
Inventory gains and losses	-9	-19	-14	3	-20	-37
Shipped tonnage (thousands of tonnes)	98	111	340	355	469	454
Average sales prices (SEK/kg)	10.36	11.48	10.69	11.56	11.50	10.85

Condensed parent company income statement

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Net sales	14	14	43	41	55	57
Administrative expenses	-20	-23	-67	-71	-92	-88
Other operating income and expenses	-1	0	-1	0	-1	-2
Operating profit/loss	-7	-9	-25	-30	-38	-33
Financial items	-184	-13	161	-6	13	-142
Profit/loss before tax	-191	-22	-186	-36	-25	-175
Tax	0	5	8	16	0	-8
Profit/loss for the period	-191	-17	-178	-20	-25	-183

Statement of comprehensive income – parent company

(SEK M)	2012 Jul-Sep	2011 Jul-Sep	2012 Jan-Sep	2011 Jan-Sep	2011 Full-year	Rolling 12 months
Profit/loss for the period	-191	-17	-178	-20	-25	-183
Other comprehensive income	-	-	-	-	-	-
Comprehensive income for the period	-191	-17	-178	-20	-25	-183

Condensed parent company balance sheet

(SEK M)	2012 30 Sep	2011 30 Sep	2011 31 Dec
Intangible assets	72	65	71
Tangible assets	0	0	0
Financial assets	1,216	1,451	1,407
Total non-current assets	1,288	1,516	1,478
Current receivables	373	343	344
Cash and bank balances	0	41	73
Total current assets	373	384	417
Total assets	1,661	1,900	1,895
Equity	634	836	826
Non-current liabilities	818	856	836
Current liabilities	209	208	233
Total equity and liabilities	1,661	1,900	1,895
Pledged assets	1,297	1,316	1,309
Contingent liabilities	34	106	80

Key data – multi-quarter summary

	2012	2012	2012	2011	2011	2011	2011	2010	2010
(SEK M unless otherwise stated)	Jul-Sep	Apr-Jun	Jan-Mar	Oct-Dec	Jul-Sep	Apr-Jun	Jan-Mar	Oct-Dec	Jul-Sep
Net sales	1,020	1,273	1,343	1,288	1,268	1,445	1,391	1,230	1,116
Earnings measurements									
Operating profit/loss (EBIT)	6	21	41	1	13	70	44	-3	48
Underlying operating profit/loss (uEBIT)	15	16	51	29	32	48	48	11	30
Underlying EBITA	19	20	55	33	37	52	51	14	34
Margin measurements									
Operating margin	0.6%	1.7%	3.1%	0.1%	1.0%	4.8%	3.2%	-0.3%	4.3%
Underlying operating margin	1.5%	1.2%	3.8%	2.2%	2.5%	3.3%	3.4%	0.9%	2.7%
Underlying EBITA margin	1.8%	1.6%	4.1%	2.6%	2.9%	3.6%	3.7%	1.1%	3.0%
Capital structure									
Net debt*	851	844	806	773	924	851	783	842	876
Net debt/equity ratio	120%	105%	98%	96%	108%	98%	96%	107%	108%
Equity/assets ratio	28%	31%	29%	31%	29%	29%	27%	30%	30%
Capital employed (average)	1,677	1,723	1,731	1,766	1,809	1,777	1,727	1,728	1,741
Operating capital (excluding intangible assets) (average)	810	860	821	897	964	873	836	916	947
Working capital tied-up	12%	10%	8%	10%	12%	9%	9%	12%	13%
Return									
Return on capital employed	1.5%	5.1%	9.7%	0.4%	3.1%	16.0%	10.5%	-0.6%	11.1%
Return on operating capital (excluding intangible assets)	4.8%	11.6%	21.9%	2.2%	7.2%	33.8%	22.7%	-0.1%	21.9%
Underlying return on operating capital (excluding intangible assets)	9.3%	9.2%	26.9%	15.3%	14.9%	23.7%	24.3%	6.1%	14.3%
Return on equity	-2.9%	3.8%	12.0%	-7.2%	-0.6%	22.7%	11.9%	-6.6%	13.7%
Per share data									
Earnings per share (SEK)	-1.83	0.01	0.38	-0.74	-0.20	0.89	0.46	-0.37	0.52
Underlying earnings per share (SEK)	0.29	-0.07	0.54	-0.28	0.08	0.56	0.53	-0.15	0.25
Equity per share (SEK)	14.32	16.36	16.68	16.31	17.30	17.47	16.36	15.90	16.39
Cash flow from operating activities per share (SEK)	-0.13	-0.33	-0.30	3.27	-1.04	-0.31	1.80	1.18	-0.89
Other									
Average number of employees	895	907	921	949	962	955	935	889	882
Inventory gains and losses	-9	5	-10	-23	-19	22	0	-14	18
Shipped tonnage (thousands of tonnes)	98	117	125	114	111	122	122	106	95
Average sales prices (SEK/kg)	10.36	10.94	10.71	11.31	11.48	11.85	11.36	11.59	11.74

* Including cash and interest-bearing receivables/liabilities included in disposal group.

Definitions of key data

SUPPLEMENTARY DISCLOSURES

Growth	
Sales growth	Change in net sales from the preceding period in percent.
Adjusted earnings measurements	
Underlying operating profit/loss (uEBIT)	Operating profit/loss (EBIT) before non-recurring items adjusted for inventory gains and losses (deductions for gains and additions for losses).
Underlying EBITA	EBITA before non-recurring items adjusted for inventory gains and losses (deductions for gains and additions for losses).
Adjusted margin measurements	
Underlying gross margin	Underlying gross profit as a percentage of net sales. The underlying gross profit is the reported gross profit adjusted for inventory gains and losses (deductions for gains and additions for losses).
Underlying operating margin	Underlying operating profit/loss (uEBIT) as a percentage of net sales.
Underlying EBITA margin	Underlying EBITA as a percentage of net sales.
Adjusted return	
Underlying return on operating capital (excluding intangible assets)	Annualized underlying EBITA as a percentage of average operating capital excluding goodwill and other intangible assets.
Adjusted per share data	
Underlying earnings per share (SEK)	Profit for the period before non-recurring items adjusted for inventory gains and losses (deductions for gains and additions for losses) and including the tax effect of the adjustments divided by the average number of shares during the period.
Underlying earnings per share after dilution (SEK)	Profit for the period before non-recurring items adjusted for inventory gains and losses (deductions for gains and additions for losses) and including the tax effect of the adjustments divided by the average number of shares after dilution during the period.
Adjusted capital structure	
Net debt/underlying EBITDA	Annualized net debt divided by underlying EBITDA. Underlying EBITDA is EBITDA before non-recurring items and adjusted for inventory gains and losses (deductions for gains and additions for losses). EBITDA is operating profit before depreciation and amortization.
Other	
Inventory gains and losses	The difference between the cost of goods sold at acquisition value and the cost of goods sold at replacement cost.

Please refer to the 2011 annual report for other definitions of key data.