

## HALDEX INTERIM REPORT JANUARY – SEPTEMBER 2013



### Q3: Strong Operating Margin and Cash Flow

#### *Haldex Group, July – September 2013*

- Sales amounted to SEK 994 m compared to SEK 931 m in the corresponding period last year. Adjusted for exchange rate fluctuations, sales increased 9% compared to the same period prior year.
- Operating income and operating margin excluding one-off items amounted to SEK 84 m (52) and 8.4% (5.6), respectively. Operating income and operating margin including one-off items amounted to SEK 89 m (32) and 9.0% (3.4) respectively.
- Earnings after tax amounted to SEK 46 m (13). Earnings per share amounted to SEK 1.03 (0.26).
- Cash-flow from operating activities amounted to SEK 94 m (41).
- Haldex signed a new syndicated facility of USD 95 m in September 2013 which matures in September 2016. This replaces the previous EUR 75 m facility.
- A facility in North America was divested during the quarter, resulting in a gain of SEK 5 m.

#### Key ratios, Haldex Group

<i>Amounts in SEK m</i>	Jan-Sept 2013	Jan-Sept 2012	Change Jan-Sept 2013/2012	July-Sept 2013	July-Sept 2012	Change July-Sept 2013/2012
Net sales	3,012	3,069	-2%	994	931	7%
Operating income <sup>1)</sup>	215	176	22%	84	52	62%
Operating income	100	122	-18%	89	32	178%
Operating margin, % <sup>1)</sup>	7.1	5.7	1.4	8.4	5.6	2.8
Operating margin, %	3.3	4.0	-0.7	9.0	3.4	5.6
Return on cap. employed, % <sup>1,2)</sup>	12.6	10.4	2.2	12.6	10.4	2.2
Return on cap. employed, % <sup>2)</sup>	6.4	7.9	-1.5	6.4	7.9	-1.5
Earnings after tax	26	56	-54%	46	13	254%
Earnings per share, SEK	0.54	1.17	-0.63	1.03	0.26	0.77

1) Excluding one-off items

2) Rolling 12 months

#### **Comments from the President and CEO Bo Annvik;**

*"We have had focus on our improvement and stabilization program during the year and we are now experiencing improving results in terms of cost and efficiency gains. This in combination with a favorable product- and market mix resulted in a very good operating margin of 8.4% for the quarter, which is very positive for us. Sales were up 9% currency adjusted year over year, however, down sequentially 7% to the second quarter 2013, ending up at SEK 994 m. The restructuring program continued as planned and our efforts of managing our working capital paid off in the quarter and I was pleased to see a good cash flow performance of SEK 94 m."*

This report has been prepared in accordance with the altered IAS 19 "Employee benefits". The revised standard affects the Income statement (Financial net and Taxes), the Balance sheet (Equity, Pension liability and Deferred taxes) and Other Comprehensive Income. All comparison numbers have been restated according to the altered standard, including key figures. For further information please see Accounting principles.

**Haldex Group, January – September 2013**

- Sales for Haldex Group totaled SEK 3,012 m (3,069). Adjusted for exchange rate fluctuations, sales increased 2% compared with the same period prior year.
- Operating income and operating margin for Haldex Group excluding one-off items amounted to SEK 215 m (176) and 7.1% (5.7) respectively. Operating income and operating margin for Haldex Group including one-off items amounted to SEK 100 m (122) and 3.3% (4.0) respectively.
- Earnings after tax for Haldex Group amounted to SEK 26 m (56), negatively impacted by the restructuring costs in the second quarter. Earnings per share amounted to SEK 0.54 (1.17).
- Cash flow from operating activities amounted to SEK 211 m (139), excluding restructuring cash flow from operating activities amounted to SEK 247 m (169).

**Net sales per Region and Product line, Haldex Group**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Change, currency adjusted 2013/2012</b>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Change, currency adjusted 2013/2012</b>
Air Controls	1,395	1,377	5%	465	427	10%
Foundation Brake	1,617	1,692	-1%	529	504	8%
<b>Haldex Group</b>	<b>3,012</b>	<b>3,069</b>	<b>2%</b>	<b>994</b>	<b>931</b>	<b>9%</b>
North America	1,573	1,710	-4%	527	510	7%
Europe	1,047	1,002	6%	345	299	13%
Asia and the Middle East	233	244	0%	75	80	-4%
South America	159	113	62%	47	42	31%
<b>Haldex Group</b>	<b>3,012</b>	<b>3,069</b>	<b>2%</b>	<b>994</b>	<b>931</b>	<b>9%</b>

**Net sales and earnings, Haldex Group**

Sales totaled SEK 3,012 m (3,069). Adjusted for exchange-rate movements, sales increased 2% compared to the corresponding period in 2012.

North American sales amounted to SEK 1,573 m (1,710) and adjusted for exchange-rate movements, the year-on-year decrease in sales was 4%.

In Europe sales were up to SEK 1,047 m compared to SEK 1,002 m in the corresponding period last year.

Sales in Asia, predominantly in China and India, currency adjusted were in line with the same period previous year.

Sales in South America increased to SEK 159 m compared to SEK 113 m in the corresponding period last year, the year-on-year increase in sales was 62%. The good development in South America is a result of government funding incentives, safety legislation and the collaboration agreement signed during 2012 with Master.

Sales within Air Controls amounted to SEK 1,395 m (1,377), adjusted for currency movements sales increased 5% compared to last year. Sales within Foundation Brake amounted to SEK 1,617 m (1,692), adjusted for currency movements sales decreased 1% compared to last year.

Operating income and margin excluding one-off items totaled SEK 215 m (176) and 7.1% (5.7).

One-off expenses amounted to SEK 115 m of which assets write-down SEK 98 m, restructuring cost SEK 22 m and gain of SEK 5 m related to divestment of facility. Total expenses for the program is approximately SEK 250 m with annual savings of SEK 100 m. For further information about the restructuring program please see page 4.

Exchange rate fluctuations and the results from currency hedging and translation effects had a negative year-on-year impact on consolidated operating income of SEK 13 m compared with the corresponding period previous year.

**Industry Production Trends<sup>1)</sup>**

<i>Thousands of produced units</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Change</b>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Change</b>
<b>Heavy trucks</b>						
North America	191	221	-14%	68	65	4%
Europe	294	316	-7%	102	101	1%
Asia	674	647	4%	177	170	4%
South America	113	78	45%	41	28	46%
<b>Total regions</b>	<b>1,272</b>	<b>1,262</b>	<b>1%</b>	<b>388</b>	<b>364</b>	<b>7%</b>
<b>Trailers</b>						
North America	202	202	0%	72	68	6%
Europe	193	190	2%	62	61	2%
Asia	211	179	18%	65	46	41%
South America	61	47	30%	22	16	38%
<b>Total regions</b>	<b>667</b>	<b>618</b>	<b>8%</b>	<b>221</b>	<b>191</b>	<b>16%</b>

2013's total build rates, for heavy trucks and trailers, for the third quarter has increased compared to 2012. Overall the production of heavy trucks has increased with approximately 1% and trailers with approximately 8%.

**Heavy Trucks**

Production of heavy trucks increased by 7% compared to the third quarter of 2012. Build rates in all regions were up compared to the third quarter of 2012.

In the third quarter 2013, approximately 68 thousand units were produced in North America, 102 thousand units in Europe, 177 thousand units in Asia and 41 thousand units in South America.

Compared to the second quarter 2013 the production of heavy trucks were up in all regions except for Asia. In total the production has decreased with 18% compared to the second quarter 2013.

**Trailers**

Productions of trailers increased by 16% compared to the same quarter previous year. All regions were higher compared to 2012.

In the third quarter 2013, approximately 72 thousand units were produced in North America, 62 thousand units in Europe, 65 thousand units in Asia and 22 thousand units in South America.

The trailer production were up in North America and South America compared to the second quarter 2013, while Europe and Asia were down. In total the production has decreased with 5% compared to the second quarter 2013.

<sup>1)</sup> Market data pertaining to trucks is based on statistics from JD Powers unless noted otherwise. Trailer market information pertaining to Europe is based on Clear statistics, North American trailer is based on ACT statistics and South America and Asia trailer data are based on local sources. Official statistics per September 2013.

## **Restructuring program**

On May 21, 2013, Haldex announced a restructuring program, which is expected to result in total annual savings of SEK 100 m, with full impact from 2015. Total cost of the program will be SEK 250 m with a cash effect in the range of SEK 150 m. The program includes costs associated to consolidate key processes and functions, optimization of sales and G&A costs, a transformation of our European footprint and product rationalization activities. The program will be rolled out until 2015, and includes headcount reductions of approximately 200 employees, as well as other operating cost reductions. Expenses associated with the restructuring program will be booked as and when projects are approved and implemented during the relevant period.

This program includes asset write-downs of SEK 98 m relating to the footprint and product rationalization activities. Approximately half of the write down is related to the footprint transformation and is a mix of tangible and intangible assets. The other half relates to the disc brake product line, where a number of different technologies historically have been explored, but not all are deemed to be commercialized.

In the second quarter SEK 120 m was expensed, of which SEK 22 m restructuring an SEK 98 m asset write-downs.

As part of that program, the Haldex plant in Heidelberg, Germany, will be affected by operational changes. Haldex has initiated negotiations for operational changes in Europe, including relocating of production from Haldex plant in Heidelberg, to the plant in Szentlőrincáta, Hungary and relocating most R&D activities from Heidelberg to the Haldex R&D centre in the UK.

## **Taxes**

The Group's tax expense (YTD) amounts to SEK 42 m (37) and corresponds to a tax rate of 62% (49). The tax rate, excluding restructuring costs and thereto related tax effects, amounts to 38%. Restructuring costs, including asset-write downs, mainly relates to European operations where the tax rates are lower than in North America. Deferred tax assets pertaining to loss carry forwards are recognized insofar as it is probable that the losses will be used to offset future tax.

## **Cash flow**

Cash flow from operating activities (YTD) amounted to SEK 211 m (139). Excluding restructuring, cash flow from operating activities amounted to SEK 247 m (169).

Investments (YTD) amounted to SEK 60 m (82), resulting in a cash flow after investments of SEK 174 m (57). Two facilities in North America have been divested, resulting in a positive cash flow of SEK 23 m.

## **Financial position**

As per September 30, 2013, the Group has a net debt amounting to 416 m (599).

The net debt consists of cash and cash equivalents totaling SEK 307 m, interest bearing debt of SEK 442 m and a pension liability of SEK 281 m.

Haldex primary sources of loan financing comprise:

- A bond loan totaling SEK 270 m, maturing in 2015
- A syndicated credit facility in the amount of USD 95 m, maturing in 2016. At quarter-end, USD 25 m of the facility had been utilized

The new USD 95 m syndicated facility was signed in September 2013 and matures in September 2016. It replaces the previous EUR 75 m facility that was signed in 2011.

Shareholder's equity amounts to SEK 1,114 m (1,157) resulting in an equity/asset ratio of 45% (43).

There have been no changes to the pledged assets and contingent liabilities during 2013.

The transition to the new accounting standard IAS 19, *Employee Benefits*, has resulted in an increase in the Group's reported pension obligation by SEK 127 m as per December 2012. The deficit is recognized in retained earnings, ie. in equity, which means that the Group's equity has decreased by SEK 113 m taking account for deferred taxes. Comparison figures have been revised correspondingly. More information is provided in the section "Accounting principles" on page 6 in this report.

## **Employees**

The number of employees at the end of the period totaled 2,130 (2,262).

## **Significant risks and uncertainties**

Haldex is exposed to financial and operating risks. A Group process is used to identify risks and for risk management which is described in Haldex Annual Report and Corporate Governance Report for 2012.

The risk areas are described in Haldex Annual Report for 2012.

As described in the Annual Report, the Consolidated Financial Statements contains estimations and assumptions about the future, which are based on both historical experience and expectations about the future. Goodwill, development projects, income taxes, warranty reserves and pensions are the areas where the risk of future adjustments of carrying amounts are the highest.

## **Forward-looking information**

This report contains forward-looking information in the form of statements concerning the outlook for Haldex's operations. This information is based on the current expectations of Haldex's management, as well as official estimates and forecasts. The actual future outcome could vary significantly compared with the information provided in this report, which is forward-looking, due to such considerations as changed conditions concerning the economy, market and competition.

## **Related-party transactions**

No transactions have been carried out between Haldex and related parties that had a material impact on the company's financial position and results.

## **Corporate acquisition and divestments**

No acquisitions or divestments have occurred during 2013.

## **The parent company**

Haldex AB (publ) Corp. Reg. No. 556010-1155, is a registered limited liability corporation with its registered office in Landskrona, Sweden. Haldex AB is listed on the OMX Exchange in Stockholm, Mid Cap. Net sales amounted to SEK 25 m (2) and earnings after tax SEK 6 m (-13).

## **Accounting principles**

This interim report has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The consolidated financial statements were prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. The Parent Company's financial statements were prepared in accordance with RFR 2, *Accounting for legal entities* and the Annual Accounts Act. The accounting policies applied are consistent with the accounting and valuation principles as presented in the Annual Report 2012, except for stated below.

## **New and amended standards applied from January 1, 2013**

The Group applies the following new and amended standards from January 1, 2013.

IFRS 13 "*Fair value measurement*" purpose is to reduce complexity by providing a more precise definition

of fair value and to ensure the disclosure requirements to be more standardized. The Group believes that the standard only requires enhanced disclosures.

IAS 1 "Presentation of Financial Statements" change of other comprehensive income. The main change is the requirement to group the items recognized in other comprehensive income on the basis of their possibility to be reclassified to the income statement in following periods or not. Resulting in new headers added in the statement of comprehensive income.

IAS 19 "Employee Benefits" altered. The altered standard removes the corridor method and all actuarial gains and losses are now directly reported in Other comprehensive income as soon as they arise and past service costs shall immediately be reported in the income statement. Instead of recognizing interest costs and expected return on plan assets, the new standard states a recognition of financial income/expense net by applying the discount rate used to discount pension liabilities, included in the Group's net debt. Costs for this year's earnings and financial income/expense should be netted in the income statement. The amended standard should be applied from January 1 2013, with retrospective application.

Transition effects on the balance sheet, equity and income for the comparative year 2012 is as follows;

### Consolidated Balance Sheet, revised IAS 19

<i>Amounts in SEK m</i>	Sept 30 2012	Effect, changed principle	Sept 30 2012 Revised	Dec 31 2012	Effect, changed principle	Dec 31 2012 revised
Other fixed assets	1,064	-	1,064	1,063	-	1,063
Deferred taxes	155	12	167	109	14	123
<b>Total fixed assets</b>	<b>1,219</b>	<b>12</b>	<b>1,231</b>	<b>1,172</b>	<b>14</b>	<b>1,186</b>
<b>Total current assets</b>	<b>1,479</b>	<b>-</b>	<b>1,479</b>	<b>1,414</b>	<b>-</b>	<b>1,414</b>
<b>Total assets</b>	<b>2,698</b>	<b>12</b>	<b>2,710</b>	<b>2,586</b>	<b>14</b>	<b>2,600</b>
<b>Total shareholders' equity</b>	<b>1,254</b>	<b>-97*</b>	<b>1,157</b>	<b>1,242</b>	<b>-113*</b>	<b>1,129</b>
Pension and similar obligations	201	109	310	206	127	333
Other long term liabilities	655	-	655	634	-	634
<b>Total long-term liabilities</b>	<b>856</b>	<b>109</b>	<b>965</b>	<b>840</b>	<b>127</b>	<b>967</b>
<b>Total current liabilities</b>	<b>588</b>	<b>-</b>	<b>588</b>	<b>504</b>	<b>-</b>	<b>504</b>
<b>Total liabilities and equity</b>	<b>2,698</b>	<b>12</b>	<b>2,710</b>	<b>2,586</b>	<b>14</b>	<b>2,600</b>

\* Of which affected the opening balance 2012 with SEK -46 m, resulting in a adjusted opening equity of SEK 1,290.

### Consolidated income statement, revised IAS 19

<i>Amounts in SEK m</i>	Jan-Sept 2012	Effect, changed principle	Jan-Sept revised	July-Sept 2012	Effect, changed principle	July- Sept revised	Full year 2012	Effect, changed principle	Full year 2012 revised
<b>Operating income</b>	<b>122</b>	<b>-</b>	<b>122</b>	<b>32</b>	<b>-</b>	<b>32</b>	<b>150</b>	<b>-</b>	<b>150</b>
Financial income and expense	-35	6	-29	-11	2	-9	-44	8	-36
<b>Earnings before tax</b>	<b>87</b>	<b>6</b>	<b>93</b>	<b>21</b>	<b>2</b>	<b>23</b>	<b>106</b>	<b>8</b>	<b>114</b>
Taxes	-34	-3	-37	-9	-1	-10	-57	-3	-60
<b>Net profit</b>	<b>53</b>	<b>3</b>	<b>56</b>	<b>12</b>	<b>1</b>	<b>13</b>	<b>49</b>	<b>5</b>	<b>54</b>
Earnings per share SEK	1.09	0.08	1.17	0.23	0.03	0.26	1.02	0.10	1.12

**Restatement – Key ratios**

	<b>Jan-Sept 2012, old</b>	<b>Jan-Sept 2012, revised</b>	<b>Jan-Dec 2012, old</b>	<b>Jan-Dec 2012, revised</b>
Return on shareholders' equity, %	4.9	5.6	3.5	4.1
Interest coverage ratio	8.0	10.8	7.2	9.8
Equity ratio, %	46	43	48	43
Net debt/equity ratio, %	39	52	36	51
Shareholders' equity, SEK	28.37	26.17	28.09	25.53

*Other*

Because of rounding off, the figures do not always tally when totaled.

Landskrona, November 6, 2013  
Haldex AB (publ)

Bo Annvik  
*President and CEO*

### Calendar reports 2014

Q4:	Year-end report January – December, 2013	February 14, 2014
AGM:	Haldex, Landskrona, Sweden	April 29, 2014
Q1:	Interim report, January – March, 2014	April 29, 2014
Q2:	Half year report, January – June, 2014	July 18, 2014
Q3:	Interim report, January – September, 2014	November 5, 2014

### Invitation:

Media and analysts are invited to a telephone conference at which the report will be presented with comments by Bo Annvik, President and CEO, and Andreas Ekberg, CFO. The presentation will also be webcasted live and you can participate with questions by telephone.

**Date/Time:** Wednesday, November 6, at 11:00 CET

### To join the telephone conference:

You can participate with questions by telephone.

### Dial-in numbers:

SE: +46 (0)8 505 564 74  
UK: +44 203 364 5374  
DK: +45 354 455 80  
US: +1 855 753 2230

### Internet:

The presentation will be web casted live at:

<http://storm.zoomvisionmamato.com/player/haldex/objects/8v1x92j4/>

The webcast will also be available afterwards and you can download the Interim Report and the presentation from Haldex website:

<http://www.haldex.com/en/GLOBAL/Investors/Report-archive/Interim-Reports/>

### Contact persons:

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*Haldex discloses the information in this Interim Report according to the Swedish Securities Market Act and/or the Swedish Financial Trading Act. The information was provided for public release at 8:30 CET on Wednesday, November 6, 2013.*



## REVIEW REPORT

We have reviewed this report for the period 1 January – 30 September 2013 for Haldex AB (publ). The board of directors and the CEO are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

We conducted our review in accordance with the Swedish Standard on Review Engagements SÖG 2410, Review of Interim Report 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 is substantially less in scope than an audit conducted in accordance with International Standards on Auditing in Sweden, RS, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Landskrona, November 6, 2013

Michael Bengtsson  
Authorised Public Accountant  
PricewaterhouseCoopers

Ann-Christine Hägglund  
Authorised Public Accountant  
PricewaterhouseCoopers

**Consolidated income statement, Haldex Group**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Full year 2012</b>
<b>Net sales</b>	<b>3,012</b>	<b>3,069</b>	<b>994</b>	<b>931</b>	<b>3,933</b>
Cost of goods sold	-2,163	-2,262	-704	-689	-2,904
<b>Gross income</b>	<b>849</b>	<b>807</b>	<b>290</b>	<b>242</b>	<b>1,029</b>
	28.2%	26.3%	29.2%	26.0%	26.2%
Sales, administrative and product development costs	-649	-643	-212	-195	-836
Other operating income and expense <sup>1)</sup>	-100	-42	11	-15	-43
<b>Operating income</b>	<b>100</b>	<b>122</b>	<b>89</b>	<b>32</b>	<b>150</b>
Financial income and expense	-32	-29	-13	-9	-36
<b>Earnings before tax</b>	<b>68</b>	<b>93</b>	<b>76</b>	<b>23</b>	<b>114</b>
Taxes	-42	-37	-30	-10	-60
<b>Net profit</b>	<b>26</b>	<b>56</b>	<b>46</b>	<b>13</b>	<b>54</b>
<i>of which non-controlling interests</i>	2	4	1	1	4
Earnings per share before and after dilution, SEK	0.54	1.17	1.03	0.26	1.12
Average No. of shares (000)	44,206	44,216	44,204	44,216	44,216

**Consolidated income statement by type of cost, Haldex Group**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Full year 2012</b>
<b>Net sales</b>	<b>3,012</b>	<b>3,069</b>	<b>994</b>	<b>931</b>	<b>3,933</b>
Direct material costs	-1,650	-1,726	-539	-524	-2,202
Personnel costs	-623	-640	-202	-191	-835
Depreciation and amortization	-202	-109	-34	-37	-145
Other operating income and expense	-437	-472	-130	-147	-601
<b>Operating income<sup>1)</sup></b>	<b>100</b>	<b>122</b>	<b>89</b>	<b>32</b>	<b>150</b>
Financial income and expense	-32	-29	-13	-9	-36
<b>Earnings before tax</b>	<b>68</b>	<b>93</b>	<b>76</b>	<b>23</b>	<b>114</b>
Taxes	-42	-37	-30	-10	-60
<b>Net profit</b>	<b>26</b>	<b>56</b>	<b>46</b>	<b>13</b>	<b>54</b>
<i>of which non-controlling interests</i>	2	4	1	1	4

**<sup>1)</sup>Operating income**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Full year 2012</b>
Restructuring cost	-22	-54	-	-20	-60
Asset write-down	-98	-	-	-	-
Divestment of facilities	5	-	5	-	-
<b>Operating income, excluding one-off items</b>	<b>215</b>	<b>176</b>	<b>84</b>	<b>52</b>	<b>210</b>

**Consolidated statement of comprehensive income/loss**

<i>Amounts in SEK m</i>	Jan–Sept 2013	Jan–Sept 2012	Full year 2012
<b>Net profit</b>	26	56	54
<b>Other comprehensive income/loss</b> <i>Items not to be reclassified to P&amp;L</i>			
Remeasurement of pension obligation, after tax	39	-54	-72
<i>Items that may be reclassified subsequently to P&amp;L</i>			
Translation difference	-30	-47	-55
Change in hedge reserve, net of taxes	-2	0	0
<i>Total</i>	-32	-47	-55
<b>Total other comprehensive loss</b>	7	-101	-127
<b>Total comprehensive income/loss</b>	33	-45	-73

**Consolidated Balance Sheet**

<i>Amounts in SEK m</i>	September 30 2013	September 30 2012	December 31 2012
Goodwill	347	357	354
Other intangible assets	95	182	183
Tangible fixed assets	424	502	501
Financial fixed assets	26	23	25
Deferred taxes	152	167	123
<b>Total fixed assets</b>	<b>1,044</b>	<b>1,231</b>	<b>1,186</b>
Inventories	465	491	456
Current receivables	655	636	587
Derivative instruments	7	20	25
Cash and cash equivalents	307	332	346
<b>Total current assets</b>	<b>1,434</b>	<b>1,479</b>	<b>1,414</b>
<b>Total assets</b>	<b>2,478</b>	<b>2,710</b>	<b>2,600</b>
<b>Total shareholders' equity</b>	<b>1,114</b>	<b>1,157</b>	<b>1,129</b>
Pension and similar obligations	281	310	333
Deferred taxes	14	12	16
Long-term interest-bearing liabilities	431	620	595
Other long term liabilities	22	23	23
<b>Total long-term liabilities</b>	<b>748</b>	<b>965</b>	<b>967</b>
Derivative instruments	6	13	11
Short-term loans	11	10	10
Current operating liabilities	599	565	483
<b>Total current liabilities</b>	<b>616</b>	<b>588</b>	<b>504</b>
<b>Total liabilities and equity</b>	<b>2,478</b>	<b>2,710</b>	<b>2,600</b>

### Consolidated changes in Shareholders' equity

<i>Amounts in SEK m</i>	September 30 2013	September 30 2012	December 31 2012
<b>Opening balance</b>	1,129	1,290	1,290
<i>Other comprehensive income/loss</i>			
<b>Total comprehensive income/loss</b>	33	-45	-73
<i>Transactions with shareholders</i>			
Dividend, cash	-44	-88	-88
Buy-back of shares	-2	-	-
Settlement of share based payment	-2	-	-
<b>Total transactions with shareholders</b>	<b>-48</b>	<b>-88</b>	<b>-88</b>
<b>Closing balance</b>	<b>1,114</b>	<b>1,157</b>	<b>1,129</b>
<i>of which non-controlling interests</i>	2	17	16

### Financial assets and liabilities

<i>Amounts in SEK m</i>	September 30 2013		September 30 2012		December 31 2012	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
Forward exchange contracts - cash flow hedges	1	2	7	4	4	2
Forward exchange contracts - at fair value through profit or loss	2	1	2	1	1	1
Currency swaps - at fair value through profit or loss	4	3	11	8	20	8
<b>Total</b>	<b>7</b>	<b>6</b>	<b>20</b>	<b>13</b>	<b>25</b>	<b>11</b>

The financial instruments recognized at fair value in the balance sheet belong to Tier 2 in the fair value hierarchy, meaning that the fair value is determinable, directly or indirectly, from observable market data. No transfers have been done to or from Tier 2 during the year. Haldex Multicurrency Revolving Credit Facility and Bond loan are subject to a variable interest term of 1 - 6 months, thus the fair values correspond to the carrying amounts. In regard of other financial assets and liabilities such as accounts receivables, other current receivables, cash and cash equivalents and debt to suppliers, the fair values are considered to correspond to the carrying amounts.

**Consolidated Cash Flow statement**

<i>Amounts in SEK m</i>	<b>July-Sept 2013</b>	<b>July-Sept 2012</b>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Full year 2012</b>
Operating income	89	32	100	122	150
Reversal of depreciation, asset write-down & non-cash items	30	37	197	109	145
Interest paid	-10	-8	-27	-26	-34
Taxes paid	-46	-14	-82	-53	-18
<i>Cash flow from operating activities before changes in working capital</i>	63	47	188	152	243
Change in working capital	31	-6	23	-13	-5
<b>Cash flow from operating activities</b>	<b>94</b>	<b>41</b>	<b>211</b>	<b>139</b>	<b>238</b>
Net investments	-23	-32	-60	-82	-118
Divestment of facility	8	-	23	-	-
<b>Cash flow from investments</b>	<b>-15</b>	<b>-32</b>	<b>-37</b>	<b>-82</b>	<b>-118</b>
Dividend to Haldex shareholders'	-	-	-44	-88	-88
Change in loans	-144	-7	-164	-27	-76
Change in long-term receivables	-	1	-	-0	-
<b>Cash flow from financing</b>	<b>-144</b>	<b>-6</b>	<b>-208</b>	<b>-115</b>	<b>-164</b>
<i>Change in cash and bank assets, excl. exchange-rate difference</i>	-65	3	-34	-58	-44
<b>Cash and bank assets, opening balance</b>	<b>376</b>	<b>335</b>	<b>346</b>	<b>395</b>	<b>395</b>
Exchange-rate difference in cash and bank assets	-4	-6	-5	-5	-5
<b>Cash and bank assets, closing balance</b>	<b>307</b>	<b>332</b>	<b>307</b>	<b>332</b>	<b>346</b>

**Financial key figures and Share data**

	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Full year 2012</b>
Return on shareholders' equity, %	2.9	5.6	4.1
Interest coverage ratio	7.7	10.8	9.8
Equity ratio, %	45	43	43
Net debt/equity ratio, %	37	52	51
Profit/loss after tax, before/after dilution, SEK	0.54	1.17	1.12
Shareholders' equity, SEK	25.20	26.17	25.53
Average No. of shares (000)	44,206	44,216	44,216
Number of shares at end of period (000)	44,204	44,216	44,216
Market price, SEK	49.2	33.2	33.50

**Quarterly Report, Haldex Group**

Amounts in SEK m	2013				2012					
	Q1	Q2	Q3	Nine months	Q1	Q2	Q3	Nine months	Q4	Full-year
<b>Net sales</b>	<b>951</b>	<b>1,067</b>	<b>994</b>	<b>3,012</b>	<b>1,073</b>	<b>1,065</b>	<b>931</b>	<b>3,069</b>	<b>864</b>	<b>3,933</b>
Cost of goods sold	-692	-767	-704	-2,163	-789	-784	-689	-2,262	-642	-2,904
<b>Gross income</b>	<b>259</b>	<b>300</b>	<b>290</b>	<b>849</b>	<b>284</b>	<b>281</b>	<b>242</b>	<b>807</b>	<b>222</b>	<b>1,029</b>
	27.2%	28.1%	29.2%	28.2%	26.4%	26.4%	26.0%	26.3%	25.7%	26.2%
Sales, administrative and product development costs	-208	-229	-212	-649	-224	-224	-195	-643	-193	-836
Other operating income and expense	4	-115	11	-100	4	-31	-15	-42	-1	-43
<b>Operating income/loss</b>	<b>55</b>	<b>-44</b>	<b>89</b>	<b>100</b>	<b>64</b>	<b>26</b>	<b>32</b>	<b>122</b>	<b>28</b>	<b>150</b>
Financial income and expense	-10	-9	-13	-32	-9	-11	-9	-29	-7	-36
<b>Earnings before tax</b>	<b>45</b>	<b>-53</b>	<b>76</b>	<b>68</b>	<b>55</b>	<b>15</b>	<b>23</b>	<b>93</b>	<b>21</b>	<b>114</b>
Taxes	-17	5	-30	-42	-20	-7	-10	-37	-23	-60
<b>Net profit</b>	<b>28</b>	<b>-48</b>	<b>46</b>	<b>26</b>	<b>35</b>	<b>8</b>	<b>13</b>	<b>56</b>	<b>-2</b>	<b>54</b>
<i>of which non-controlling interests</i>	<i>1</i>	<i>0</i>	<i>1</i>	<i>2</i>	<i>2</i>	<i>1</i>	<i>1</i>	<i>4</i>	<i>0</i>	<i>4</i>

**Quarterly key figures, Haldex Group**

Amounts in SEK m	2013				2012					
	Q1	Q2	Q3	Nine months	Q1	Q2	Q3	Nine months	Q4	Full-Year
Operating margin, % <sup>1</sup>	5.8	7.1	8.4	7.1	6.0	5.6	5.6	5.7	3.9	5.3
Operating margin, %	5.8	-4.1	9.0	3.3	6.0	2.4	3.4	4.0	3.2	3.8
Cash flow after net investments	9	86	79	174	42	6	9	57	63	120
Return on cap. empl, % <sup>1,2</sup>	9.5	10.4	12.6	12.6	10.1	10.9	10.4	10.4	9.8	9.8
Return on cap. empl, % <sup>2</sup>	6.6	3.4	6.4	6.4	10.1	9.4	7.9	7.9	7.0	7.0
Investments	20	17	23	60	23	27	32	82	36	118
R&D,%	3.6	3.2	3.5	3.4	3.0	3.4	3.4	3.3	3.8	3.4
Number of employees	2,160	2,207	2,130	2,130	2,367	2,306	2,262	2,262	2,200	2,200

<sup>1</sup> Excluding one-off items.

<sup>2</sup> Rolling 12-month basis.

**Parent Company income statement**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Full Year 2012</b>
<b>Net sales</b>	<b>25</b>	<b>2</b>	<b>67</b>
Administrative costs	-38	-27	-78
<b>Operating loss</b>	<b>-13</b>	<b>-25</b>	<b>-11</b>
Financial items	-3	2	5
<b>Loss after financial items</b>	<b>-16</b>	<b>-23</b>	<b>-6</b>
Dividend	23	5	10
Group Contribution	-	-	35
<b>Profit/loss before tax</b>	<b>7</b>	<b>-18</b>	<b>39</b>
Tax	-1	5	-7
<b>Net profit/loss of the period</b>	<b>6</b>	<b>-13</b>	<b>32</b>

**Parent Company statement of comprehensive income**

<i>Amounts in SEK m</i>	<b>Jan-Sept 2013</b>	<b>Jan-Sept 2012</b>	<b>Full Year 2012</b>
<b>Net profit/loss of the period</b>	<b>6</b>	<b>-13</b>	<b>32</b>
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	<b>6</b>	<b>-13</b>	<b>32</b>

**Parent Company balance sheet**

<i>Amounts in SEK m</i>	<b>September 30 2013</b>	<b>September 30 2012</b>	<b>Full Year 2012</b>
Fixed assets	1,876	1,776	1,834
Current assets	874	1,090	1,049
<b>Total assets</b>	<b>2,750</b>	<b>2,866</b>	<b>2,883</b>
<b>Equity</b>	<b>1,192</b>	<b>1,178</b>	<b>1,231</b>
Provisions	34	37	32
Interest-bearing liabilities, external	431	620	595
Other liabilities	1,093	1,031	1,025
<b>Total liabilities and equity</b>	<b>2,750</b>	<b>2,866</b>	<b>2,883</b>