



LUNDBERGS

INTERIM REPORT January - March 2021

- On March 31, 2021, net asset value after deferred tax amounted to SEK 118.6 billion (SEK 478 per share), compared with SEK 110.7 billion (SEK 446 per share) on December 31, 2020. The corresponding values on May 21, 2021 were SEK 123.0 billion (SEK 496 per share).
- Consolidated net sales amounted to SEK 6,234 m. (5,414).
- Profit after financial items amounted to SEK 5,229 m. (-2,750) where earnings from participations in associated companies amounted to SEK 3,497 m. (-2,982). Profit after financial items excluding unrealized changes in value amounted to SEK 5,109 m. (-2,096).
- Profit after taxes amounted to SEK 4,933 m. (-2,787) of which non-controlling interests accounted for SEK 453 m. (66).
- Earnings per share attributable to the Parent Company's shareholders totaled SEK 18.06 (-11.50).

Lundbergs' net asset value and cash flow are reported in the form of a supplement to the consolidated financial statements prepared in accordance with IFRS (pages 4-9).

The net asset value is calculated on the basis of the assets and liabilities included in the Parent Company and in the wholly owned subsidiaries. Cash flow refers to the Parent Company and wholly owned subsidiaries.

NET ASSET VALUE

On March 31, 2021, net asset value after deferred tax amounted to SEK 118.6 billion (SEK 478 per share), compared with SEK 110.7 billion (SEK 446 per share) at December 31, 2020, see table below.

On May 21, 2021, estimated net asset value per share after deferred tax amounted to SEK 123.0 billion (SEK 496 per share).

The proportion of share capital and voting rights and the market value and acquisition value of the shareholdings are presented in the tables on page 3.

CASH FLOW

During the period, dividends totaling SEK 678 m. (367) were received. Funds received from L E Lundberg Kapitalförvaltning AB, amounted to SEK 3 m. (-11).

Proceeds from the real estate operation amounted to SEK 437 m. (301).

During the period, the Parent Company invested a total of SEK 817 m. (358) in listed shares. The investments consisted of 1,000,000 series A shares in Handelsbanken for SEK 85 m., 1,214,000 series A shares in Hufvudstaden for SEK 153 m., 500,000 series C shares in Industrivärden for SEK 145 m., 1,500,000 shares in Sandvik for SEK 329 m. and 500,000 series B shares in Skanska for SEK 104 m.

A total of SEK 175 m. (273) was invested in the real estate operation.

Cash and interest-bearing assets amounted to SEK 917 m. (20-12-31: 481). Interest-bearing liabilities amounted to SEK 7,574 m. (2020-12-31: 7,144). Interest-bearing net debt decreased by SEK 6 m. to SEK 6,657 m. (2020-12-31: 6,663). Indebtedness in relation to gross assets (properties and shares) measured at market value amounted to approximately 5%. In the following calculation of net asset value, the net debt of the Parent Company and the wholly owned subsidiaries (SEK 6,657 m.) has been attributed to Lundbergs Fastigheter.

The cash flow report is presented on page 3.

Management costs for equity management (in the Parent Company and L E Lundberg Kapitalförvaltning AB) amounted to SEK 35 m. (15), which on an annual basis corresponded to 0.12% (0.07) of the market value of the assets.

Composition of net asset value

	March 31, 2021						December 31, 2020		
	Number of shares	Shareholding, %		Net asset value			Share of value, %	Net asset value	
		Share capital	Voting rights	SEK m.	SEK per share	SEK m.		SEK per share	Share of value, %
Handelsbanken A	56,000,000	2.8	2.9	5,312	21	4	4,543	18	5
Holmen A	33,244,000			13,198	53		13,796	56	
Holmen B	22,000,000	34.1	62.3	8,435	34	18	8,659	35	20
Hufvudstaden A	86,414,000			10,975	44		11,604	47	
Hufvudstaden C	8,177,680	46.8	88.5	1,142	5	10	1,225	5	11
Husqvarna A	39,400,000			4,964	20		4,216	17	
Husqvarna B	4,142,012	7.6	25.2	521	2	5	441	2	4
Industrivärden A	67,100,000			21,553	87		18,399	74	
Industrivärden C	10,500,000	17.8	24.0	3,217	13	21	2,655	11	19
Indutrade	96,840,000	26.6	26.6	19,523	79	16	17,063	69	15
Sandvik	31,500,000	2.5	2.5	7,516	30	6	6,039	24	5
Skanska A	6,032,000			1,453	6		1,391	6	
Skanska B	16,050,000	5.4	13.0	3,515	14	4	3,261	13	4
Other securities				846	3	1	759	3	1
Portfolio				102,170	412	85	94,052	379	84
Lundbergs Fastigheter									
Value of properties				25,858			25,736		
Interest-bearing net debt ¹				-6,657			-6,663		
Other net, including deferred tax ²				-1,491			-1,516		
Lundbergs Fastigheter				17,710	71	15	17,557	71	16
Total market-valued holdings				119,880	483	100	111,609	450	100
Other net, including deferred tax ²				-1,326	-5		-922	-4	
Net asset value after deferred tax				118,554	478		110,687	446	
Market value				118,246	477		109,269	441	
Price/NAV, %				100				99	

Publicly traded assets have been entered at the current market price. The market value of the Series C Hufvudstaden shares has been calculated based on a 10% premium on the price of publicly traded Series A shares and the market value of the Series A Skanska shares has been calculated based on a 10% premium on the price of publicly traded Series B shares.

¹⁾ The interest-bearing net debt of the Parent Company and its wholly owned subsidiaries has been attributed in its entirety to Lundbergs Fastigheter, which thereby has net indebtedness of 26% (2020-12-31: 26) of the market value of the properties.

²⁾ Other assets, provisions and liabilities have been entered at carrying amounts. Deferred tax on the difference between estimated market value and the tax-assessment value of the properties has been estimated at a standard rate of 5%. In accordance with current legislation, no tax is charged for business-related participations.

Shareholdings

Percent ¹	May 21, 2021		March 31, 2021		Dec 31, 2020	
	Share capital	Voting rights	Share capital	Voting rights	Share capital	Voting rights
Handelsbanken	2.8	2.9	2.8	2.9	2.8	2.8
Holmen	34.1	62.3	34.1	62.3	34.1	62.3
Hufvudstaden	46.8	88.5	46.8	88.5	46.2	88.4
Husqvarna	7.6	25.2	7.6	25.2	7.6	25.2
Industrivärden	17.8	24.0	17.8	24.0	17.7	24.0
Indutrade	26.6	26.6	26.6	26.6	26.6	26.6
Sandvik	2.5	2.5	2.5	2.5	2.4	2.4
Skanska	5.4	13.0	5.4	13.0	5.2	12.9

SEK m.	May 21, 2021		March 31, 2021		Dec 31, 2020	
	Market value ²	Acquisition value ³	Market value ²	Acquisition value ³	Market value ²	Acquisition value ³
Handelsbanken	5,523	4,195	5,312	4,195	4,543	4,110
Holmen	22,371	3,828	21,633	3,828	22,455	3,828
Hufvudstaden	13,209	2,984	12,117	2,984	12,829	2,830
Husqvarna	5,116	2,021	5,485	2,021	4,657	2,021
Industrivärden	25,841	12,103	24,770	12,103	21,054	11,957
Indutrade	20,472	2,510	19,523	2,510	17,063	2,510
Sandvik	6,911	3,058	7,516	3,058	6,039	2,729
Skanska	5,392	2,909	4,968	2,909	4,652	2,805
Other securities	826	581	846	600	759	649
Total	105,661	34,188	102,170	34,207	94,052	33,439

¹⁾ The proportion of share capital and voting rights is calculated after a deduction for treasury shares.

²⁾ Publicly traded assets have been entered at the current market price. The market value of the Series C Hufvudstaden shares has been calculated based on a 10% premium on the price of publicly traded Series A shares and the market value of the Series A Skanska shares is calculated based on a premium of 10% in relation to the value of the publicly traded Series B share.

³⁾ Acquisition value for accounting purposes, where applicable, after impairment losses and write-ups resulting from shareholdings having switched to being recognized as associated companies.

Cash flow

SEK m.	January - March		2020	2019	Full Year		
	2021	2020			2018	2017	2016
Dividends							
Handelsbanken	230			253	323	195	226
Holmen			193	373	359	331	290
Hufvudstaden	236	364	364	345	327	308	289
Husqvarna			98	98	98	85	72
Industrivärden				412	394	365	303
Indutrade				145	119	101	92
Sandvik				128	105	83	75
Skanska	210		69	120	166	145	124
Other	2	2	9	16	17	11	10
	678	367	733	1,891	1,907	1,624	1,482
L E Lundberg Kapitalförvaltning AB	3	-11	-153	110	-40	41	-62
Real estate operations	217	212	875	794	735	705	702
Sales, real estate operations	220	89	148	41	118	237	964
Total assets contributed	1,117	656	1,604	2,836	2,719	2,607	3,086
Investments, equity management							
Handelsbanken	85		410	364	403	360	153
Hufvudstaden	153						
Husqvarna				15			
Industrivärden	145	358	583	648		425	1,612
Indutrade					147		133
Sandvik	329						
Skanska	104		297		407		176
	817	358	1,289	1,026	957	785	2,075
Investments, real estate operations	175	273	748	1,174	1,017	732	630
Own dividends				794	744	694	657
Corporate overheads	7	10	36	31	30	29	28
Taxes paid	73	56	81	197	136	132	129
Financial items	16	12	73	91	93	133	121
Others	-4	-35	-18	30	18	-7	-6
Total assets used	1,085	674	2,209	3,342	2,995	2,499	3,634
Change in net debt	32	-18	-605	-506	-275	108	-549
Closing net debt	-7,292	-6,737	-7,325	-6,719	-6,214	-5,938	-6,047
of which, interest-bearing	-6,657	-6,047	-6,663	-5,906	-5,562	-5,355	-5,440

GROUP

The Group's operations consist of real estate operations, forest and power operations, the manufacture and sale of paperboard, paper and sawn wood products, as well as equity management (including securities trading).

The Group's operations are described below. Information about the Group's business sectors (Lundbergs, Hufvudstaden and Holmen) is presented on pages 4, 5 and 8. The Parent Company is described on pages 5 and 9.

Sales and earnings

The consolidated net sales amounted to SEK 6,234 m. (5,414).

Operating profit amounted to SEK 5,315 m. (-2,700) of which earnings from participations in associated companies amounted to SEK 3,497 m. (-2,982). Unrealized changes in value have affected earnings by SEK 120 m. (-655).

Net financial items resulted in an expense of SEK 86 m. (50).

Profit after financial items amounted to SEK 5,229 m. (-2,750). Profit after tax was SEK 4,933 m. (-2,787). Earnings per share attributable to the Parent Company's shareholders amounted to SEK 18.06 (-11.50).

The Covid-19 pandemic has mainly had a negative impact on earnings in Hufvudstaden. Last year the decline in value of real estate and listed shares had a negative impact on earnings in Hufvudstaden and the share of profits in Industrivärden.

Tax

The Group's tax expense amounted to SEK 296 m. (36).

Investments

Investments are recognized under the different business sectors and the Parent Company below.

Shareholders' equity

The Group's shareholders' equity increased by SEK 6,425 m. The change comprised profit for the period of SEK 4,933 m., other comprehensive income SEK 1,762 m. and dividends paid amounted to an expense of SEK 270 m.

The Group's shareholders' equity amounted to SEK 135,148 m. (2020-12-31: 128,723) of which non-controlling interests accounted for SEK 43,500 m. (2020-12-31: 43,471).

Financing

The interest-bearing net debt decreased by SEK 453 m. to SEK 19,070 m. (2020-12-31: 19,522). Interest-bearing liabilities amounted to SEK 21,696 m. (2020-12-31: 21,488) and interest-bearing assets to SEK 2,626 m. (2020-12-31: 1,966).

The equity/assets ratio was 72% (2020-12-31: 72).

The debt/equity ratio was 0.14 (2020-12-31: 0.15).

Significant risks and uncertainties

Risks and uncertainties are described on pages 48-51 and in Notes 36 and 37 of the Annual Report for 2020. In addition to these, there is still uncertainty regarding the Covid-19 pandemic. The uncertainty about how long and how much economic activity will be affected by the pandemic is great, which makes it difficult to predict its consequences and financial impact.

BUSINESS SECTORS**Lundbergs**

In this context, Lundbergs is defined as the Parent Company L E Lundbergföretagen AB, its wholly owned subsidiaries and, where appropriate, the subsidiaries' groups of companies active within real estate operations and equity management operations (securities trading). The operations are divided into two business sectors, Real Estate Operations and Equity Management.

Sales and earnings

Net sales totaled SEK 1,013 m. (413) and operating profit amounted to SEK 4,422 m. (-2,733).

Real Estate Operations

Net sales amounted to SEK 395 m. (385) and the operating profit to SEK 393 m. (428).

Investments in properties amounted to SEK 94 m. (112), in property projects to SEK 78 m. (153) and in equipment to SEK 0 m. (0). At present, new production of one residential and one commercial project in Linköping is ongoing.

An internal valuation was conducted of the real estate portfolio at March 31, 2021 by assessing the fair value of each individual property.

In total, it is estimated that the fair value amounted to SEK 25,453 m. (2020-12-31: 25,321).

CONDENSED CHANGE IN FAIR VALUE

Opening fair value	25,321
Investments in properties	94
Investments in real estate projects	78
Sold properties	-185
Unrealized change in value	146
Closing fair value	25,453

The development properties are recognized in the balance sheet in an amount of SEK 111 m. (2020-12-31: 115), constituting the lower of the acquisition value and net realizable value. Development properties were sold for SEK 15 m. (0.).

Equity Management

Net sales totaled SEK 618 m. (28) and operating profit was SEK 4,029 m. (-3,161).

Operating profit includes shares in associated companies of SEK 3,495 m. (-2,982) of which SEK 125 m. (75) refers to Husqvarna, SEK 123 m. (104) to Indutrade and SEK 3,247 m. (-3,161) to Industrivärden.

During the period, the Parent Company invested a total of SEK 817 m. (358) in listed shares. The investments consisted of 1,000,000 series A shares in Handelsbanken for SEK 85 m., 1,214,000 series A shares in Hufvudstaden for SEK 153 m., 500,000 Series C shares in Industrivärden for SEK 145 m., 1,500,000 shares in Sandvik for SEK 329 m. and 500,000 series B shares in Skanska for SEK 104 m.

Net investments in shares amounted to SEK 787 m. (364).

Hufvudstaden

Hufvudstaden's operations involve the ownership and management of commercial office and retail properties in central Stockholm and central Gothenburg.

Sales and earnings

Net sales totaled SEK 518 m. (501). The operating profit amounted to SEK 52 m. (-585), where the increase is explained by less negative unrealized changes in the value of the property portfolio. The result are affected negatively by rental discounts associated with Covid-19 of SEK 59 m., before state contribution. Result from continuing operations are expected to be affected in the following quarters compared to periods before the pandemic.

Real estate management

During the period SEK 151 m. (212) was invested in existing properties and SEK 40 m. (6) in other fixed assets including business acquisition.

An internal valuation was conducted of the real estate portfolio at March 31, 2021 by assessing the fair value of each individual property.

In total, it is estimated that the fair value amounted to SEK 45,552 m. (2020-12-31: 45,637).

CONDENSED CHANGE IN FAIR VALUE

Opening fair value	45,637
Investments in existing properties	151
Unrealized change in value	-236
Closing fair value	45,552

Holmen

Holmen operates in forestry and energy and manufactures cardboard, paper and wood products.

Sales and earnings

Net sales amounted to SEK 4,703 m. (4,499).

Operating profit amounted to SEK 849 m. (628). Profit was positively affected by higher prices and volumes for wood products, as well as lower production costs in paperboard and due to a sale of a forest property.

Investments

Investments in fixed assets amounted to SEK 214 m. (218).

PARENT COMPANY

The Parent Company is an investment company that owns, manages and develops companies.

Profit after financial items amounted to SEK 640 m. (859). The result includes dividends totaling SEK 675 m. (864). During the period, the Parent Company invested a total of SEK 817 m. (358) in listed shares. The investments consisted of 1,000,000 Series A shares in Handelsbanken for SEK 85 m., 1,214,000 shares of series A in Hufvudstaden for SEK 153 m., 500,000 Series C shares in Industrivärden for SEK 145 m., 1,500,000 shares in Sandvik for SEK 329 m. and 500,000 shares of series B in Skanska for SEK 104 m.

Significant risks and uncertainties

The parent company's risks and uncertainties are described on page 49 and in notes 36 and 37 of the 2020 annual report. In addition, there is still uncertainty as a result of the Covid-19 pandemic. The uncertainty about how long and how much economic activity will be affected by the pandemic is large, which makes it difficult to predict its consequences and financial impact.

Significant related-party transactions

No significant related-party transactions occurred during the period.

Repurchase of own shares

No own shares were repurchased during the period, which means that on March 31, 2021 the company held no shares in treasury. The Annual General Meeting on April 15, 2021 resolved to renew the Board's authorization to make decisions regarding the repurchase of up to 10% of the company's shares.

ACCOUNTING PRINCIPLES

The interim report for the Group has been prepared in accordance with IAS 34, Interim Reporting. In addition, applicable regulations from the Annual Accounts Act and the Securities Markets Act have been applied. For the Parent Company, the report has been prepared in accordance with the Annual Accounts Act and the Securities Markets Act, which comply with the regulations contained in RFR 2, Accounting for Legal Entities.

The Group's and the Parent Company's accounting principles are unchanged compared with the annual report 2020.

The stated values in parentheses refer to comparative figures for the corresponding period last year unless otherwise stated. The figures reported have in some cases been rounded off, which means that tables and calculations do not always sum up.

Stockholm, May 25, 2021
L E Lundbergföretagen AB (publ)

Fredrik Lundberg
CEO

This interim report has not been subject to special review by the auditors of L E Lundbergföretagen AB.

Condensed consolidated Income of statement

SEK m.	January - March		Full Year 2020
	2021	2020	
Net sales	6,234	5,414	19,887
Operating expenses	-4,163	-4,257	-14,584
Depreciation	-322	-289	-1,191
Results from participations in associated companies and joint ventures	3,497	-2,982	2,246
Change in value of investment properties and derivatives	-64	-709	-2,201
Change in value of biological assets	133	124	579
Operating profit	5,315	-2,700	4,735
Result from financial items			
Financial income	2	4	12
Financial expense	-88	-55	-276
Profit after financial items	5,229	-2,750	4,471
Tax	-296	-36	-363
Net profit for the period	4,933	-2,787	4,108
Attributable to:			
Parent Company's shareholders	4,480	-2,853	3,591
Non-controlling interests	453	66	517
	4,933	-2,787	4,108
Earnings per share attributable to Parent Company's shareholders	18.06	-11.50	14.48

Condensed consolidated statement of comprehensive income

SEK m.	January - March		Full Year 2020
	2021	2020	
Net profit for the period	4,933	-2,787	4,108
Other comprehensive income			
<i>Items that cannot be transferred to profit or loss</i>			
Revaluation of forest assets			1,173
Financial assets measured at fair value	2,044	-3,376	-376
Revaluation of defined-benefit pension plans	38	-28	-21
Tax attributable to items that cannot be transferred to profit or loss	-385	445	-165
Proportion of other comprehensive income in associated companies	23	-6	13
	1,720	-2,965	625
<i>Items that can be reversed to profit or loss</i>			
Cash flow hedging	-219	-738	273
Translation difference on foreign operations	158	43	-187
Hedging of currency risk in foreign operations	-33	-5	29
Tax attributable to items that can be transferred to profit or loss	52	159	-61
Proportion of other comprehensive income in associated companies and joint ventures	84	82	-164
	42	-459	-110
Other comprehensive income after tax	1,762	-3,425	515
Total comprehensive income	6,694	-6,211	4,623
Comprehensive income for the period attributable to:			
Parent Company shareholders	6,250	-5,898	3,453
Non-controlling interests	445	-313	1,169
	6,694	-6,211	4,623

Condensed consolidated balance sheet

SEK m.	March 31, 2021	March 31, 2020	Dec 31, 2020
ASSETS			
Intangible fixed assets	744	229	769
Tangible fixed assets	124,520	122,662	124,209
Financial fixed assets	51,786	36,581	45,304
	177,050	159,472	170,281
Current assets			
Properties classified as current assets	111	132	115
Other current assets	10,736	10,698	9,430
Assets held for sale			185
	10,846	10,830	9,730
TOTAL ASSETS	187,896	170,303	180,011
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity attributable to Parent Company shareholders	91,648	75,298	85,252
Shareholders' equity attributable to non-controlling interests	43,500	43,461	43,471
Total shareholders' equity	135,148	118,760	128,723
Long-term liabilities (including provisions)	43,271	38,951	42,742
Current liabilities (including provisions)	9,477	12,591	8,546
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	187,896	170,303	180,011

Condensed consolidated changes in shareholders' equity

SEK m.	March 31, 2021			March 31, 2020		
	Shareholders' equity attributable to			Shareholders' equity attributable to		
	Parent Company shareholders	Non-controlling interests	Total shareholders' equity	Parent Company shareholders	Non-controlling interests	Total shareholders' equity
Opening shareholders' equity	85,252	43,471	128,723	81,196	44,214	125,410
Profit for the period	4,480	453	4,933	-2,853	66	-2,787
Other comprehensive income	1,770	-8	1,762	-3,045	-380	-3,425
Dividends		270	-270		-440	-440
Ownership program ¹				0	1	1
Changes in Group structure	146	-146		0	0	0
Closing shareholders' equity	91,648	43,500	135,148	75,298	43,461	118,760

¹⁾ Pertains solely to Holmen.

Condensed consolidated cash-flow statements

SEK m.	January - March		Full Year
	2021	2020	
Profit before tax	5,229	-2,750	4,471
Adjustments for items not included in cash flow	-3,284	4,136	640
Taxes paid	-376	-298	-749
Changes in working capital	-139	-259	-218
Cash flow from operating activities	1,431	829	4,143
Acquisition of fixed assets	-1,233	-1,067	-4,836
Sale of fixed assets	280	90	170
Cash flow from investing activities	-953	-976	-4,666
Changes in financial receivables and liabilities	184	1,513	817
Dividend paid		-440	-814
Repurchase own shares in Hufvudstaden			-500
Cash flow from financing activities	184	1,073	-497
Cash flow during the period	661	925	-1,019
Cash and cash equivalent at the beginning of the year	1,608	2,628	2,628
Cash and cash equivalents at the end of the period	2,270	3,552	1,608

Disclosures required by IAS 34.16A are presented in the financial statements and their related notes, as well as in other parts of the interim report.

Consolidated key figures

	March 31, 2021	March 31, 2020	Dec 31, 2020
Shareholders' equity per share attributable to			
Parent Company shareholders	370	304	344
Debt/equity ratio, multiple	0.14	0.15	0.15
Equity/assets ratio, %	72	70	72

Information concerning business segments

January - March SEK m.	Lundbergs Real Estate Operations		Lundbergs Asset Management		Hufvudstaden		Holmen		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Net sales ¹	395	385	618	28	518	501	4,703	4,499	6,234	5,414
Operating expenses	-171	-176	-87	-207	-222	-155	-3,677	-3,710	-4,156	-4,247
Depreciation	-1	-2	-0	-0	-8	-2	-312	-285	-322	-289
Result from participations in Group companies, joint ventures			3,495	-2,982			2	0	3,497	-2,982
Change in value ²	169	220	3		-236	-929	133	124	69	-585
Profit per business segment	393	428	4,029	-3,161	52	-585	849	628	5,323	-2,690
Undistributed costs									-7	-10
Operating profit	393	428	4,029	-3,161	52	-585	849	628	5,315	-2,700

¹⁾ Net sales in the Real Estate Operations comprise SEK 21 m. (16) income from service and SEK 15 m. (0) from sales of development properties.

Net sales in Asset management comprise of dividends SEK 441 m. (2) and share trading SEK 177 m. (26).

Net sales in Hufvudstaden comprise from sales of goods of SEK 74 m. (-) and income from service SEK 19 m. (24).

Net sales in Holmen are 14% (17) from Forest, 34% (38) from Paperboard, 27% (32) from Paper, 22% (10) from Wood Products and 3% (3) from Energy.

²⁾ Refers to investment properties and derivatives in Lundbergs and Hufvudstaden as well as biological assets in Holmen.

Financial instruments measured at fair value

In accordance with IFRS 7, financial instruments are recognized based on the fair value hierarchy on three levels in accordance with the input data used in the measurement.

The measurement of financial investments (shares), and shares in listed companies is based on the listed prices of similar instruments that entail that they are attributable to level one.

Input data for measuring derivatives and other financial liabilities has been based on observable market prices, entailing that they are attributable to level two.

Series A shares in Skanska are not listed, which is why these are calculated with a 10% premium on the listed Series B shares. This measurement is in accordance with assumptions that are not based on prices of observable data and is thus attributable to level three.

Offsetting of assets and liabilities is not applied in the financial report.

SEK m.	March 31, 2021				December 31, 2020			
	Level 1	Level 2	Level 3 ¹	Total	Level 1	Level 2	Level 3 ¹	Total
Assets								
Financial investments	16,343		1,453	17,796	13,843		1,391	15,234
Shares in listed companies	846			846	759			759
Derivatives		391		391		577		577
Total assets	17,189	391	1,453	19,033	14,602	577	1,391	16,570
Liabilities								
Derivatives		219		219		127		127
Total liabilities		219		219		127		127

¹⁾ The value has changed by SEK 62 m. (2020-12-31: neg 13), which is attributable in its entirety to unrealized value changes and has been recognized in other comprehensive income under Financial assets measured at fair value.

Parent Company, Income statement

SEK m.	January - March		Full Year 2020
	2021	2020	
Personnel costs	-4	-3	-14
Depreciation	-0	-0	-1
Other external costs	-3	-7	-22
Operating loss	-7	-10	-36
Result from financial items			
Result from participations in Group companies	236	864	1,057
Result from participations in associated companies			98
Result from other securities and receivables classed as fixed assets	439		69
Interest income	15	12	51
Interest expense and similar costs	-43	-7	-85
Profit after financial items	640	859	1,154
Appropriations	-31	18	132
Profit before taxes	609	877	1,286
Tax	-36	-2	-19
Net profit for the period	573	875	1,267

Parent Company, condensed Statement of comprehensive income

SEK m.	January - March		Full Year 2020
	2021	2020	
Net profit for the period	573	875	1,267
Other comprehensive income			
<i>Items that cannot be transferred to profit or loss</i>			
Financial assets measured at fair value	2,044	-3,376	-376
Tax attributable to other comprehensive income	-377	439	73
	1,666	-2,937	-303
Total comprehensive income for the period	2,239	-2,062	962

Parent Company, condensed Balance sheet

SEK m.	March 31, 2021	March 31, 2020	Dec 31, 2020
	2021	2020	
ASSETS			
Fixed assets			
Tangible fixed assets	7	8	7
Financial fixed assets	41,423	34,631	38,562
	41,430	34,639	38,570
Current assets			
Current receivables	5,867	4,573	5,645
Cash and bank balances	469	1,412	479
	6,337	5,985	6,124
TOTAL ASSETS	47,767	40,624	44,693
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity	38,463	33,198	36,244
Untaxed reserves	697	707	667
Provisions	1,120	377	743
Long-term liabilities	7,043	4,808	7,029
Current liabilities	443	1,534	31
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	47,767	40,624	44,693

Alternative Performance Measures

In the report alternative performance measures is used to supplement measures defined by IFRS in order to clarify the company's financial position and performance. Aside from net asset value and cash flow on pages 2 and 3, the other alternative performance measures are outlined below.

Adjusted profit after financial items

Adjusted profit after financial items are reported separately in the statement. The purpose is to increase comparison between different periods. Items of the earnings that have been adjusted consists of impairment losses and unrealized changes and is shown in the table below.

SEK m.	January - March		Full Year 2020
	2021	2020	
Profit after financial items	5,229	-2,750	4,471
Changes in value of investment properties and derivatives	87	719	2,212
Changes in value of biological assets	-133	-124	-579
Other changes in value	-74	59	-46
Adjusted profit after financial items	5,109	-2,096	6,058

Interest-bearing net debt

Interest-bearing net debt is used to illustrate the Group's financial position and comprises the following components.

SEK m.	March 31, 2021	March 31, 2020	Dec 31, 2020
			Dec 31, 2020
Long-term financial liabilities	17,217	13,820	17,123
Long-term rights of use	852	970	856
Provision for pensions	187	233	224
Current financial liabilities	3,329	6,905	3,164
Short-term rights of use	111	46	121
Long-term financial receivables	-313	-513	-313
Current financial receivables	-43	-20	-44
Cash and cash equivalents	-2,270	-3,552	-1,608
Interest-bearing net debt	19,070	17,889	19,522

Definitions

The debt/equity ratio is calculated by dividing interest-bearing net debt by total shareholders' equity. The equity/assets ratio is calculated by dividing total shareholders' equity by total assets.

Forthcoming information

Augusti 24, 2021	Interim Report January – June 2021
November 24, 2021	Interim Report January - September 2021
Februari 24, 2022	Year-End Report 2021
March, 2022	Annual Report 2021

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