



Interim report January–March 2005

Strong financial position and freedom from debt

- The Parent Company's reported equity after full exercise of outstanding warrants improved during the period by SEK 25M to SEK 2,075M (1,845). Equity per share increased to SEK 1.60 (1.43) after full dilution (discounted value).
- Consolidated operating profit was SEK 61M (112). The Group's net profit for the first quarter amounted to SEK 23M (72), equal to earnings per share of SEK 0.05 (0.21) and SEK 0.02 (0.08) after full dilution.
- The Parent Company recorded a loss after tax of SEK -7M (16).
- In January Bure increased its holding in Carl Bro from 58 to 66 per cent. The purchase price was SEK 70M.
- In January Bure decreased its holding in Scribona from 35 to 23 per cent of the share capital. The net proceeds of the sale amounted to SEK 95M.
- In February Bure signed a new financing agreement and carried out early redemption the outstanding subordinate debentures on 31 March 2005.
- Bure raised SEK 100M through the exercise of warrants for subscription.

Subsequent events

- On 12 April Bure obtained court permission to reduce its legal reserve by SEK 300M to enable the buy-back of listed warrants
- As of 25 April, Bure had raised an additional SEK 20M through the exercise of warrants for subscription to new shares.
- On 21 April Bure signed an agreement to sell its entire holding in Mölnlycke Health Care. Through the sale Bure will raise proceeds of around SEK 500M and an estimated exit gain of approximately SEK 330M. The sale is conditional on the approval of the affected competition authorities, which are expected to issue a decision in mid-June 2005.

First quarter of 2005

Bure continued to strengthen its financial position by signing a new financing agreement and exercising its option for early redemption of subordinated debentures. In addition, SEK 100M was raised through the exercise of warrants for subscription to new shares during the quarter, which has further improved Bure's net debt situation.

Development of the portfolio companies

The earnings growth achieved by Bure's unlisted portfolio companies during 2004 largely continued through the first quarter of 2005.

Operating profit in comparable units improved somewhat over the previous year and, adjusted for Bure's holding, amounted to a total of SEK 55M (53), (not including Scribona and Mölnlycke Health Care) a slight increase over the year-previous period.

Comments on earnings growth in the individual companies are provided later in this report.

PARENT COMPANY

Results

The Parent Company's loss after tax for the first quarter was SEK -7M (16). This sum included exit gains of SEK 3M (2) and write-backs of SEK 19M (48), both of which refer to Scribona. No write-downs were made during the period (2004: -2). The quarter's administrative expenses amounted to SEK 9M (16). No non-recurring costs were charged to earnings (2004: 2).

Financial position

Shareholders' equity in the Parent Company, after full exercise of Bure's outstanding warrants and discounted by an annual rate of 10 per cent, amounted to SEK 2,075M (1,845) at 31 March 2005. The adjusted equity ratio was 92 per cent (68). Reported equity (before full exercise of warrants) at year-end was SEK 1,598M (1,505) and the equity ratio was 71 per cent (49).

At the end of the period, the Parent Company had liquid assets of SEK 184M (409) and a net loan liability of SEK 585M (660). In the first quarter, Bure called for early redemption of the subordinated debentures that were issued in connection with the new share issue during 2003. Redemption was carried out at the first possible opportunity under the terms of the loan. Early redemption was made possible through a bank agreement for a long-term credit of SEK 585M that will enable Bure to improve its net interest income by approximately SEK 90M during the period ending in June 2007.

Adjusted for full exercise of Bure's outstanding warrants and discounted by an annual interest rate of 10 per cent, the net loan liability at the end of the period was SEK -55M (252), i.e. a net receivable. At 31 March the Parent Company had a net loan liability (before full exercise of warrants) of SEK 422M (769).

A breakdown of the net loan liability is shown in the following table.

Composition of net loan liability

SEK M	31 Mar 2005	31 Mar 2004	31 Dec 2004
Interest-bearing assets:			
Receivables from subsidiaries	29	125	34
Other interest-bearing receivables	0	62	1
Liquid assets	184	409	507
<i>(of which, pledged bank deposits)</i>	-	20	38
	213	596	542
Interest-bearing liabilities:			
Subordinated debenture loan	-	539	551
Long-term bank loans	585	660	443
Long-term liabilities to subsidiaries	-	-	0
Short-term bank loans	-	108	20
Current liabilities to subsidiaries	50	20	39
Other interest-bearing liabilities	-	38	1
	635	1,365	1,054
Net loan liability	422	769	512
Net loan liability, full exercise ^{1,2}	-55	252	-33

¹ Adjusted for full exercise of outstanding warrants

² A minus sign in the sum represents a net loan receivable

Investments

Investments affecting cash flow during the period amounted to SEK 70M. The entire sum refers to Carl Bro, in which Bure increased its holding to 66 per cent.

Divestments– exits

In the first quarter Bure carried out a divestment with a reported exit gain of SEK 3M. The sale referred to part of the holding in Scribona and provided net proceeds of SEK 95M during the period.

Shareholders' equity

Shareholders' equity after full exercise of warrants amounted to SEK 2,075M at 31 March, or SEK 1.60 per share after full dilution (discounted value, 10 per cent), compared with SEK 1,845M or SEK 1.43 per share at year-end 2004. On 25 April, shareholders' equity was estimated at SEK 2,079M or SEK 1.60 per share (discounted value). Including the sale of Bure's holding in Mölnlycke Health Care after the end of the period, Bure's shareholders' equity has increased by SEK 330M and equity per share (NAV) by SEK 0.25 to SEK 1.85. Reported shareholders' equity at 31 March was SEK 1,598M before the full exercise of outstanding warrants, compared with SEK 1,505M at year-end 2004.

Dilution effects

In 2003 Bure carried out a combined issue of shares and subordinated debentures with detachable warrants entitling the holders to subscribe for shares during the period 15 July 2003 to 15 June 2007. Each warrant grants the right to subscribe for one new Bure share at an exercise price of SEK 0.75.

Since the outstanding warrants grant the right to subscribe for a total of 789.8 million new shares, there will be a large difference between Bure's key figures before and after dilution. The relationship between outstanding warrants and shares is shown below:

Dilution	31 Mar 2005	31 Dec 2004	31 Dec 2003
Number of warrants outstanding, millions	789.8	922.6	958.4
Number of shares, millions	507.4	374.6	334.9
Warrant/share ratio	1.56	2.46	2.86

In the first quarter of 2005, holders of around 133 million warrants exercised their right to subscribe for an equal number of new Bure shares, increasing Bure's equity by close to SEK 100M.

The Bure share and other listed instruments			
Price development, SEK	25 Apr 2005	31 Mar 2005	31 Dec 2004
Share	2.10	2.11	1.74
Subscription warrant	1.32	1.32	0.93
Subordinated debenture	redeemed	redeemed	5.54
Change since year-end, %			
Share	21	21	
Subscription warrant	42	42	

Bure's two listed instruments enjoyed positive development in the first quarter of 2005, as shown in the above table. The share premium, i.e. the share price relative to equity per share (NAV) at 31 March was 32 per cent (4).

It should be noted that Bure's equity per share does not accurately express the market value of Bure's holdings, for which reason the premium/discount is not entirely relevant (see also page 5). Bure's market capitalisation at the end of the period, after full exercise of warrants, was SEK 2,737M, (1,927).

GROUP

Because Bure is an investment company, the Group's composition of subsidiaries and associated companies varies in pace with acquisitions and divestments. Since this makes the consolidated income statement difficult to analyse, it is more meaningful to analyse development in the portfolio companies on an individual basis.

Results for the first quarter of 2005

Consolidated operating profit before goodwill write-downs for the first quarter amounted to SEK 61M (112), a figure that includes exit gains of SEK 3M (24). No write-downs were made during the quarter (2004: 2). Write-backs of previous share write-downs were charged to profit in an amount of SEK 16M (48). Of operating profit, results subsidiaries accounted for SEK 46M (46). The comparative figure refers to continuing operations. The remainder consists of the Parent Company's administrative expenses and group adjustments, as well as shares in profit of associated companies.

The Group's profit after financial items was SEK 32M (82), and was affected by goodwill write-downs of SEK 1M (0).

Financial position

Shareholders' equity at 31 March amounted to SEK 1,556M (1,221) and the equity ratio was 37 per cent (23). Adjusted for full exercise of Bure's outstanding warrants, and discounted by an annual interest rate of 10 per cent, the net loan liability at 31 March was SEK 538M (1,281). At the end of the period, the Group had a net loan liability (before full exercise of warrants) of SEK 1,015M (1,798), consisting of interest-bearing assets of SEK 486M (816) and interest-bearing liabilities of SEK 1,500M (2,614).

Early redemption of subordinated debentures

On 31 March 2005 Bure carried out early redemption of its subordinated debenture loan. The redemption price was approximately SEK 5.45 per debenture, equivalent to approximately 80.7 per cent of the principal amount of SEK 6.75.

REDUCTION OF THE LEGAL RESERVE

The extraordinary general meeting of Bure on 9 December 2004 approved a resolution to reduce the legal reserve by SEK 207.5M for coverage of losses and by a further SEK 300M to enable the buy-back of Bure Equity AB's listed warrants, as proposed by the Board of Directors. In April 2005 Bure obtained court permission to carry out the reduction. This means that Bure now has the option, as an alternative to other investments, of buying back its own warrants. No buy-back decision had been at the time of this report.

BUY-BACK OF SHARES

Bure holds one million of its own shares.

The number of outstanding shares at 31 March 2005 was 507.4 million. In addition, there are 789.8 million outstanding warrants with an exercise price of SEK 0.75 per share.

OWNERSHIP STRUCTURE

Bure's largest shareholder at 31 March 2005 was Skanditek Industrieförvaltning with 11.3 per cent. The largest holder of subscription warrants was Goldman Sachs, with 8.3 per cent.

For more information about Bure's shareholders, visit www.bure.se under the heading "Investor Relations/shareholders".

SUBSEQUENT EVENTS

On 12 April Bure obtained court permission to reduce its legal reserve by SEK 300M to enable the buy-back of Bure's listed warrants.

As of 25 April Bure had raised an additional SEK 20M through the exercise of warrants for subscription to shares.

On 21 April Bure signed an agreement to sell its entire holding in Mölnlycke Health Care. The sale will provide Bure with proceeds of around SEK 500M and an estimated exit gain of approximately SEK 330M. The sale is conditional on the approval of the affected competition authorities, which are expected to issue a decision in mid-June 2005. After the transaction, Bure will be debt-free even without an assumed full exercise of outstanding warrants.

Gothenburg, 26 April 2005
Bure Equity AB (publ)
Mikael Nachemson, President

This report has not been the subject of a review by the company's auditors.

Financial calendar

Interim report Jan – Jun 2005	24 August 2005
Interim report Jan - Sep 2005	28 October 2005 (New date!)

For additional information contact

Mikael Nachemson, President	+46 31-708 64 20
Anders Mörck, Chief Financial Officer	+46 31-708 64 41
Johanna Pettersson, Corporate Communications	+46 31-708 64 49

PARENT COMPANY HOLDINGS AT 31 MARCH 2005

	% of capital	% of votes	Book value/ equity per share, SEK M
Unlisted holdings			
Carl Bro	66.11	66.11	361
System*	46.23	47.34	305
Cygate	93.92	93.92	301
Mercuri International Group	100.00	100.00	244
Citat	100.00	100.00	191
Mölnlycke Health Care	7.50	7.50	169
Vittra	96.25	96.25	150
Retea	100.00	100.00	29
Textilia	100.00	100.00	25
Appelberg (BCG)	100.00	100.00	20
Celemiab Group	32.14	32.14	9
Bure Kapital	100.00	100.00	4
CR&T Ventures	100.00	100.00	2
Other dormant companies			6
Other direct holdings			15
Total			1,831
Listed holdings			
Scribona (79,000 A shares, 11,478,089 B shares)	22.59	19.20	187
Other assets and liabilities			
Interest-bearing receivables from subsidiaries			29
Other interest-bearing receivables			0
Liquid assets and investments			184
Other assets			25
Interest-bearing liabilities			-636
Other liabilities			-23
Total other assets and liabilities			-420
Parent Company shareholders' equity (net asset value)			
			1,598
Increase in shareholders' equity after full exercise of warrants, 789,771,877 shares at SEK 0.75 each, present value (10 % discount rate)			477
PRESENT VALUE OF SHAREHOLDERS' EQUITY AFTER FULL EXERCISE OF WARRANTS			2,075
DATA PER SHARE AFTER FULL DILUTION			
Present value of equity per share (10 per cent discount rate) divided among 1,297,200,000 shares			1.60
Equity per share (without discounting to present value)			1.69

*) When assessing the market value of System it should be taken into account that an additional purchase price may be paid, provided that Bure's holding is sold by March 2007 at the latest, leading to dilution for Bure in the event of an increase in market value. For example, with a value of SEK 1,000M for the entire company, Bure's financial share would decrease to approximately 43 per cent. The dilution factor grows in proportion to an increase in market value.

Comments on the table:

The bulk of Bure's investments consist of unlisted holdings, which means that revaluation surpluses are not recognised. Unlisted companies are stated at book value. The previously used term "net asset value" may be misinterpreted by the readers as meaning the market value of Bure's holdings. To avoid misunderstanding, Bure now uses the term "equity per share". The readers are instead given the opportunity to form their own opinion regarding the market value of the respective holdings based on the information provided about the earnings and financial positions of the individual portfolio companies.

Bure carries out regular cash flow valuations of all its portfolio companies to determine if there is a need to adjust book values. If the cash flow value of a company falls below its book value, a write-down is made. Correspondingly, the value of a company that was previously written down may be written back if the value increases again. For obvious reasons, a more critical assessment is made before deciding to write back a value. Since the written-up value may not exceed historical cost, unrealised revaluation surpluses are not recognised in Bure's shareholders' equity.

The valuation of a company is always uncertain, since it is based on an assessment of the company's future development. The values determined in the cash flow valuations are based on the management's estimates of the future cash flows generated in the respective portfolio company.

SYSteam
LEDER OCH UTVECKLAR

Carl Bro
Intelligent Solutions

CYGATE

Mölnlycke
Health Care

Mercuri
INTERNATIONAL

VITTRA UTBILDNING

citat



CELEMI
FOR FINNISH LIFE SCIENCES



SCRIBONA

PARENT COMPANY INCOME STATEMENTS

SEK M	Q1, 2005	Q1, 2004	Full year, 2004
<i>Investing activities</i>			
Exit gains	3.2	1.7	134.7
Exit losses	–	–	-2.5
Write-downs	–	-2.0	-36.1
Write-backs	19.0	48.1	202.7
Profit from investing activities	22.2	47.8	298.8
Administrative expenses	-8.8	-16.0	-60.7
Profit before financial items	13.4	31.8	238.1
Net financial items	-20.1	-15.8	-59.4
Profit after net financial items	-6.7	16.0	178.7
Taxes	–	–	–
Net profit for the period	-6.7	16.0	178.7
Average number of shares, thousands	432,749	345,853	364,450
Average number of shares after full dilution, thousands	1,023,393	882,808	972,531
Earnings per share, SEK	-0.02	0.05	0.49
Earnings per share after full dilution, SEK	-0.02	0.02	0.18
Average number of employees	15	20	18

PARENT COMPANY BALANCE SHEETS

SEK M	31 Mar 2005	31 Mar 2004	31 Dec 2004
<i>Assets</i>			
Tangible assets	1.2	2.6	1.4
Financial assets	2,022.1	2,016.3	2,025.1
Current receivables	49.2	303.5	52.7
Liquid assets and short-term investments	184.5	409.1	506.8
Total assets	2,257.0	2,731.5	2,586.0
<i>Equity, provisions and liabilities</i>			
Shareholders' equity	1,597.7	1,328.4	1,504.8
Provisions	0.6	2.6	0.6
Long-term liabilities	585.0	1,198.5	993.9
Current liabilities	73.7	202.0	86.7
Total equity, provisions and liabilities	2,257.0	2,731.5	2,586.0
<i>Of which, interest-bearing liabilities</i>	635.5	1,365.2	1,053.2
<i>Pledged assets and contingent liabilities</i>			
Pledged assets	1,264.3	1,456.6	1,375.1
Contingent liabilities	291.5	307.5	291.5

The Parent Company's contingent liabilities consist of sureties and guarantees of SEK 21M for commitments in subsidiaries. In addition, Bure is guarantor for finance lease agreements in Textilia and Vittra, where the residual value at 31 March 2005 was SEK 269.1M. The risk that Bure will be obligated to assume responsibility for these agreements arises if either of the companies is unable to pay its contractual lease charges. For these commitments, there is corresponding surety in the property values of the respective companies. Furthermore, Bure has remaining investment commitments in the form of follow-on share acquisitions in subsidiaries amounting to approximately SEK 17M. This amount decreased by SEK 70M in January 2005 when Bure acquired around 8 per cent of Carl Bro.

PARENT COMPANY CASH FLOW STATEMENTS

SEK M	Q1, 2005	Q1, 2004	Full year, 2004
Profit/loss after net financial items	-6.7	16.0	178.7
Adjusting items	-8.8	-35.9	-245.9
Cash flow from operating activities before change in working capital	-15.5	-19.9	-67.2
Change in working capital	-9.4	-80.0	87.7
Cash flow from operating activities	-24.9	-99.9	20.5
Investments	-69.6	-93.8	-184.1
Sale of subsidiaries and associated companies	94.8	18.3	396.6
Cash flow from investing activities	25.2	-75.5	212.5
Cash flow from financing activities	-322.6	-177.5	-488.3
The period's cash flow	-322.3	-352.9	-255.3

CONSOLIDATED INCOME STATEMENTS

SEK M	Q1, 2005	Q1, 2004	Full year, 2004
Net sales	1,345.7	1,391.9	5,784.5
Operating expenses	-1,288.6	-1,304.9	-5,684.5
<i>of which, write-downs</i>	0.0	-2.0	-22.6
<i>of which, write-back</i>	16.2	48.1	0.0
Exit gains	3.1	29.2	128.9
Exit losses	0.0	-5.0	-10.6
Shares in profit of associated companies	1.5	0.5	30.0
Goodwill write-downs	-0.6	0.0	-11.0
Operating profit	61.1	111.7	237.3
Net financial items	-28.7	-30.2	-114.0
Profit after net financial items	32.4	81.5	123.3
Taxes	-9.6	-9.8	-27.4
Net profit for the period	22.8	71.7	95.9
Minority share in profit for the period	3.5	5.6	27.7
Majority share in profit for the period	19.3	66.1	68.2
Total result for the period	22.8	71.7	95.9
Average number of shares, thousands	432,749	345,853	364,450
Average number of shares after full dilution, thousands	1,023,393	882,808	972,531
Earnings per share, SEK	0.05	0.21	0.26
Earnings per share after full dilution, SEK	0.02	0.08	0.10
Average number of employees	4,743	4,574	4,687

CONSOLIDATED BALANCE SHEETS

SEK M	31 Mar 2005	31 Mar 2004	31 Dec 2004
Assets			
Intangible assets	891.2	1,150.1	829.4
<i>(of which, goodwill)</i>	880.0	1,130.9	822.1
Tangible assets	754.0	766.5	765.2
Financial assets	953.5	877.5	799.7
Inventories, etc.	183.2	269.6	189.8
Current liabilities	997.2	1,499.2	1,132.0
Liquid assets and short-term investments	470.6	724.9	789.0
Total assets	4,249.7	5,287.8	4,505.1
Equity, provisions and liabilities			
Equity attributable to shareholders in the Parent Company	1,466.5	1,107.8	1,108.4
Equity attributable to the minority	89.4	112.7	104.3
Total shareholders' equity	1,555.9	1,220.5	1,212.7
Provisions	102.2	132.6	105.7
Long-term liabilities	1,400.5	2,007.1	1,854.4
Current liabilities	1,191.1	1,927.6	1,332.3
Total equity, provisions and liabilities	4,249.7	5,287.8	4,505.1
Of which, interest-bearing liabilities	1,500.5	2,614.2	2,007.3
Pledged assets and contingent liabilities			
Pledged assets	2,181.0	2,166.0	2,043.5
Contingent liabilities	307.8	256.5	284.4

Information about IFRS restatement of the comparative figures for 2004 in the above income statements and balance sheets is found on pages 10–11.

CONSOLIDATED CASH FLOW STATEMENTS

SEK M	Q1, 2005	Q1, 2004	Full year, 2004
Profit after financial items	32.4	81.5	123.3
Adjusting items	3.8	-47.8	80.0
Cash flow from operating activities before change in working capital	36.2	33.7	203.3
Change in working capital	36.4	-260.7	-76.3
Cash flow from operating activities	72.6	-227.0	127.0
Investments	-98.5	2.9	-180.2
Sale of subsidiaries and associated companies	122.9	19.0	371.4
Cash flow from investing activities	24.4	21.9	191.2
Cash flow from financing activities	-415.5	-81.7	-540.8
The period's cash flow	-318.5	-286.8	-222.6

CHANGES IN SHAREHOLDERS' EQUITY, PARENT COMPANY

	Q1, 2005	Q1, 2004	Full year, 2004
Opening balance, shareholders' equity	1,504.8	1,293.8	1,293.8
Sale of previously repurchased shares	-	-	5.5
Subscription for shares	99.6	18.6	26.8
Net profit/loss for the period	-6.7	16.0	178.7
Closing balance, shareholders' equity	1,597.7	1,328.4	1,504.8

CHANGES IN SHAREHOLDERS' EQUITY, GROUP

	Q1, 2005			Q1, 2004			Full year 2004		
	Attributable to shareholders in the PC	Attributable to the minority	TOTAL	Attributable to shareholders in the PC	Attributable to the minority	TOTAL	Attributable to shareholders in the PC	Attributable to the minority	TOTAL
Opening balance, shareholders' equity	1,108.4	104.3	1,212.7	1,016.1	31.1	1,047.2	1,016.1	31.1	1,047.2
Acquisitions/sales		-18.4	-18.4		76.0	76.0		45.5	45.5
Revaluation of financial instruments according to IAS 39	230.6*		230.6*						
Sale of repurchased shares							5.5		5.5
Subscription for shares	99.6		99.6	18.6		18.6	26.8		26.8
Translation difference	8.6		8.6	7.0		7.0	-8.2		-8.2
Net profit for the period	19.3	3.5	22.8	66.1	5.6	71.7	68.2	27.7	95.9
Closing balance, shareholders' equity	1,466.5	89.4	1,555.9	1,107.8	112.7	1,220.5	1,108.4	104.3	1,212.7

* Revaluation refers to Bure's holding in Mölnlycke Health Care

SEGMENT REPORTING (PRIMARY SEGMENT: COMPANIES)

Subsidiary	Net sales			Operating profit/loss *		
	Q1, 2005	Q1, 2004	Full year, 2004	Q1, 2005	Q1, 2004	Full year, 2004
Cygate	246.6	216.3	854.3	12.3	14.5	37.4
Carl Bro**	600.6	605.8	2,417.6	13.9	12.0	77.9
Textilia***	88.9	210.8	791.1	0.4	1.1	-5.5
Retea	13.9	11.0	46.0	1.9	1.1	6.0
Citat	97.3	88.4	354.1	5.6	4.3	11.6
Vittra	125.3	119.0	449.6	4.3	-1.7	2.4
Appelberg	15.1	16.8	64.2	1.5	0.8	4.0
Mercuri	158.2	165.8	635.2	6.5	14.3	38.2
Sub-total	1,345.9	1,433.9	5,612.1	46.4	46.4	172.0
Shares in profit of associated companies**				1.5	0.5	30.0
Sold companies and acquired companies before acquisition date**	-	-42.0	173.6	-	7.5	-3.9
Write-downs				-	-2.0	-22.6
Write-backs				16.2	48.1	-
Parent Company administrative expenses				-8.8	-16.0	-60.7
Exit gains/losses				3.1	24.2	118.3
Other	-0.2		-1.2	2.7	3.0	4.2
Total Group	1,345.7	1,391.9	5,784.5	61.1	111.7	237.3

* Including write-downs of consolidated goodwill in Bure.

** Carl Bro is consolidated as a subsidiary with effect from February 2004. Bure's profit share in Carl Bro for January is reported under "Shares in profit of associated companies".

*** The decrease in sales relates to the divestment of the Material division.

ACCOUNTING PRINCIPLES

This consolidated interim report has been prepared in accordance with IAS 34, Interim Financial Reporting, which is consistent with the requirements in the Swedish Financial Accounting Standards Council's recommendation RR 31, Interim Reporting for Groups.

The accounting principles applied in this interim report are the same as those described in the annual report for 2004, page 54. There, it is disclosed that International Financial Reporting Standards (IFRS) are applied with effect from 2005 and that the comparative figures for 2004 have been restated according to the new principles with exception of those referring to financial instruments. According to the rules for first time adoption of IFRS, the new principles are applied for financial instruments only in those parts of the accounts referring to 2005. The effects of IFRS adoption on the opening balance of shareholders' equity are described on page 10 of this report.

The new accounting principles for financial instruments require that certain financial instruments be recognised at fair value in Bure's consolidated balance sheet. The most significant effect of this is that unlisted shareholdings which do not comprise shares in subsidiaries or associated companies are now recognised with estimated fair value changes through equity. Previously, reporting at fair value was permitted only if this value was lower than historical cost. To a minor extent Bure also has financial instruments in the form of interest rate and currency swaps, which are primarily reporting according to hedge accounting rules when a hedge can be considered effective. When a hedge fails the effectiveness test, it is recognised at fair value in the profit and loss accounts.

The effects of restatement on profit for the first quarter of 2004 and shareholders' equity at the end of the quarter are described on page 10.

Corresponding information for the full year 2004 and the opening and closing balances of shareholders' equity in 2004 is provided on page 11.

RECONCILIATION OF THE FINANCIAL STATEMENTS TO IFRS CONSOLIDATED INCOME STATEMENTS

SEK M	According to IFRS		
	Q1, 2004	IFRS adjustment	Q1, 2004
Net sales	1,391.9		1,391.9
Operating expenses	-1,304.1	-0.8	-1,304.9
<i>of which, write-downs</i>	-2.0		-2.0
<i>of which, write-back</i>	48.1		48.1
Exit gains	29.2		29.2
Exit losses	-5.0		-5.0
Shares in profit of associated companies	-3.3	3.8	0.5
Operating profit before goodwill amortisation	108.7	3.0	111.7
Amortisation and write-downs of goodwill	-22.8	22.8	0.0
Operating profit	85.9	25.8	111.7
Net financial items	-30.2		-30.2
Profit after net financial items	55.7	25.8	81.5
Taxes	-10.8	1.0	-9.8
Minority interests	-3.9	3.9	-
Net profit for the period	41.0	30.7	71.7
Of which, minority share in profit according to IFRS			5.6

CONSOLIDATED BALANCE SHEETS

SEK M	IFRS adjustment		According to	
	OB 01/2004	31 Mar 2004	IFRS adjustment	IFRS 2004
Assets				
Intangible assets		1,127.3	22.8	1,150.1
Tangible assets	-9.4	776.7	-0.8	766.5
Financial assets	2.7	870.2	4.6	877.5
Inventories, etc.		269.6		269.6
Current receivables		1,499.2		1,499.2
Liquid assets and short-term investments		724.9		724.9
Total assets	-6.7	5,267.9	26.6	5,287.8
Equity, provisions and liabilities				
Shareholders' equity	-6.7	1,048.4	-5.6	1,036.1
Net profit for the period		41.0	30.7	71.7
Minority interests			112.7	112.7
<i>Subtotal, shareholders' equity according to IFRS</i>		<i>1,089.4</i>		<i>1,220.5</i>
Minority interests		111.2	-111.2	-
Provisions		132.6		132.6
Long-term liabilities		2,007.1		2,007.1
Current liabilities		1,927.6		1,927.6
Total equity, provisions and liabilities	-6.7	5,267.9	26.6	5,287.8

TRANSITION TO IFRS

The above table shows the effects of transition to IFRS on the comparative figures for the first quarter of 2004. Goodwill amortisation in the consolidated income statement for the first quarter of 2004 amounted to SEK 22.8M, which has been added back in the restatement to IFRS. No adjustment of exit gains/losses on the sale of companies has been required in the above restatement. Shares in profit of associated companies improved by SEK 3.8M attributable to IFRS adjustments in the associated companies and the fact that Bure's acquired goodwill is not amortised, in compliance with IFRS. According to IFRS, taxes in associated companies must be recognised within shares in profit/loss, which has the effect that tax of SEK 0.7M has been charged against shares in profit of associated companies and tax on consolidated profit has been reduced by a corresponding amount. Furthermore, IAS 27 requires that minority interest be stated as a separate item under shareholders' equity, and not expensed as earlier.

Reporting of financial instruments and the related disclosure requirements according to IAS 32 and 39 will be applied with effect from 2005 without mandatory restatement of comparative figures. Consequently, the effects of these standards have not been included in the above table.

Bure's unlisted holdings, which do not comprise shares in subsidiaries or associated companies, will be stated at fair value with 31 March as the first valuation date. Previously, reporting at fair value was permitted only if this value was lower than historical cost. The financial statements of the Parent Company have not been similarly restated, since the application of rules corresponding to IAS 39 is voluntary in 2005. The above reconciliations are preliminary, and final reconciliation to IFRS will be carried out at the end of 2005. Reporting of financial instruments and the related disclosure requirements according to IAS 32 and 39 are applied starting in 2005 without mandatory statement of comparative figures. Consequently, the effects of these standards have not been included in the above table. Bure intends to continue reporting associated companies according to the equity method as stated in IAS 28.

RECONCILIATION OF THE FINANCIAL STATEMENTS TO IFRS CONSOLIDATED INCOME STATEMENTS

SEK M	Full year, 2004	IFRS adjustment	According to
			IFRS 2004
Net sales	5,784.5		5,784.5
Operating expenses	-5,681.7	-2.8	-5,684.5
of which, write-downs	-22.6		-22.6
of which, write-back	0.0		0.0
Exit gains	134.9	-6.0	128.9
Exit losses	-7.9	-2.7	-10.6
Shares in profit of associated companies	25.6	4.4	30.0
Operating profit/loss before goodwill amortisation	255.4	-7.1	248.3
Amortisation and write-downs of goodwill	-96.3	85.3	-11.0
Operating profit	159.1	78.2	237.3
Net financial items	-114.0		-114.0
Profit after net financial items	45.1	78.2	123.3
Taxes	-40.8	13.4	-27.4
Minority interests	-20.3	20.3	-
Net profit for the period	-16.0	111.9	95.9
Of which, minority share in profit according to IFRS			27.7

CONSOLIDATED BALANCE SHEETS

SEK M	IFRS adjustment		According to	
	OB 01-2004	31 Dec 2004	IFRS adjustment	IFRS 12-2004
Assets				
Intangible assets		752.6	76.8	829.4
Tangible assets	-9.4	777.6	-3.0	765.2
Financial assets	2.7	779.2	17.8	799.7
Inventories, etc.		189.8		189.8
Current receivables		1,132.0		1,132.0
Liquid assets and short-term investments		789.0		789.0
Total assets	-6.7	4,420.2	91.6	4,505.1
<i>Equity, provisions and liabilities</i>				
Shareholders' equity	-6.7	1,046.9	-27.7	1,012.5
Net profit/loss for the year		-16.0	111.9	95.9
Minority interests			104.3	104.3
<i>Subtotal, shareholders' equity according to IFRS</i>		<i>1,030.9</i>		<i>1,212.7</i>
Minority interests		96.9	-96.9	-
Provisions		105.7		105.7
Long-term liabilities		1,854.4		1,854.4
Current liabilities		1,332.3		1,332.3
Total equity, provisions and liabilities	-6.7	4,420.2	91.6	4,505.1

TRANSITION TO IFRS

The above table shows the effects of transition to IFRS on the comparative figures for the first quarter of 2004. Goodwill amortisation in the consolidated income statement for the first quarter of 2004 amounted to SEK 22.8M, which has been added back in the restatement to IFRS. No adjustment of exit gains/losses on the sale of companies has been required in the above restatement. Shares in profit of associated companies improved by SEK 4.4M attributable to IFRS adjustments in the associated companies and the fact that Bure's acquired goodwill is not amortised, in compliance with IFRS. According to IFRS, taxes in associated companies must be recognised within shares in profit/loss, which has the effect that tax of SEK 13.4M has been charged against shares in profit of associated companies and tax on consolidated profit has been reduced by a corresponding amount. Furthermore, IAS 27 requires that minority interest be stated as a separate item under shareholders' equity, and not expensed as earlier. The effects on shareholders' equity at 1 January 2004 are as follows:

- shareholders' equity at 1 January according to Swedish GAAP	1,022.8
- adjusted for minority interest	31.1
- other adjustments according to IFRS	<u>-6.7</u>
Shareholders' equity at 1 January 2004 according to IFRS:	1,047.2

Bure's unlisted holdings, which do not comprise shares in subsidiaries or associated companies, will be stated at fair value with 31 March as the first valuation date. Previously, reporting at fair value was permitted only if this value was lower than historical cost. The financial statements of the Parent Company have not been similarly restated, since the application of rules corresponding to IAS 39 is voluntary in 2005. The above reconciliations are preliminary, and final reconciliation to IFRS will be carried out at the end of 2005. Reporting of financial instruments and the related disclosure requirements according to IAS 32 and 39 are applied starting in 2005 without mandatory statement of comparative figures. Consequently, the effects of these standards have not been included in the above table. Bure intends to continue reporting associated companies according to the equity method as stated in IAS 28.

UNLISTED HOLDINGS

Where appropriate, the comparative figures have been restated to IFRS.

SYSTEAM

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	281	285	1,211
Operating expenses	-271	-276	-1,151
Operating profit before goodwill write-downs and items affecting comparability	10	9	60
%	3.4	3.0	5.0
Items affecting comparability	0	0	0
Exit gains/losses	0	0	0
Shares in profit/loss of associated companies	0	0	-1
Operating profit before goodwill write-downs	10	9	59
%	3.4	3.0	4.9
Goodwill write-downs	0	0	-10
Operating profit	10	9	49
Net financial items	0	0	-2
Profit before tax	10	9	47
Minority shares and taxes	0	0	-14
Net profit	10	9	33

Key figures SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	-2	18	15
Total assets	547	484	596
Shareholders' equity	303	247	296
Equity ratio, %	55	51	50
Net loan liability(-)/receivable(+)	61	43	86
Average number of employees	957	949	962

- Profit for the quarter was on par with the same period of last year.
- During the period, Systeam acquired Atos Origin's operations in retail. The acquisition has strengthened Systeam's client base and portfolio of retail solutions, and is a step in the company's focus on the retail industry.
- Several major Axapta assignments were carried out for clients like Nordic Ammunition Company and HYY Group in Finland, as well as Validus in Norway.
- A number of multi-year contracts were signed for outsourcing and operating services with clients such as Profilgruppen.

Systeam is a provider of IT consultancy services for small and medium-sized enterprises (SMEs), as well as specialised Enterprise Resource Planning (ERP), systems development and management services for large companies. Systeam also offers a comprehensive range of managed IT and operating services in secure environment.

system.se

Chairman: Lennart Svantesson

President: Niclas Ekblad

CYGATE

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	246	216	854
Operating expenses	-234	-202	-816
Operating profit before goodwill write-downs and items affecting comparability	12	14	38
%	5.0	6.7	4.4
Items affecting comparability	0	0	0
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit before goodwill write-downs	12	14	38
%	5.0	6.7	4.4
Goodwill write-downs	0	0	0
Operating profit	12	14	38
Net financial items	1	-1	-1
Profit before tax	13	13	37
Minority shares and taxes	-2	-2	1
Net profit	11	11	38

Key figures

SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	14	9	9
Operating cash flow	10	0	22
Total assets	325	302	354
Shareholders' equity	127	90	115
Equity ratio, %	39	30	32
Net loan liability(-)/receivable(+)	23	-6	15
Average number of employees	234	269	258

- First quarter profit showed robust development. The decrease year-over-year is explained by a very strong first quarter in 2004.
- Robust market demand, particularly in Sweden. The company won several important contracts during the period. New agreements were signed with clients such as the National Swedish Police Board for delivery of an encryption and security solution for the Swedish police and its 22,000 employees, and with TDC Song for delivery of equipment and services.

Cygate offers secure and managed IP network solutions. Cygate designs, builds, implements and maintains secure IT infrastructure based and its own and partner products.

cygategroup.com

Chairman: Örjan Serner

President: Bengt Lundgren

CARL BRO

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	601	606	2,417
Operating expenses	-587	-594	-2,351
Operating profit before goodwill write-downs and items affecting comparability	14	12	66
%	2.3	2.0	2.7
Items affecting comparability	0	0	12
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit before goodwill write-downs	14	12	78
%	2.3	2.0	3.2
Goodwill write-downs	0	0	0
Operating profit	14	12	78
Net financial items	-2	-4	-11
Profit before tax	12	8	67
Minority shares and taxes	-5	-3	-15
Net profit	7	5	52

Key figures SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	-1	-8	-1
Operating cash flow	58	*	38
Total assets	999	1,164	1,003
Shareholders' equity	238	191	230
Equity ratio, %	24	16	23
Net loan liability(-)/receivable(+)	-50	-248	-99
Average number of employees	2,496	2,557	2,543

* No data available

- Consolidated operating profit for the first quarter reached SEK 14M, which is an improvement over the same period of 2004.
- First quarter earnings in the Swedish and UK operations showed year-over-year growth, while development in the Danish operations was weaker than anticipated during the quarter.

Carl Bro is an international consulting engineering company with services in building, transportation, energy, infrastructure, water & environment, industry & marine, IT & GIS and international donor-funded projects.

carlbro.com

Chairman: Lennart Svantesson

President: Birgit W. Norgaard

MERCURI INTERNATIONAL

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	158	166	635
Operating expenses	-151	-149	-589
Operating profit before goodwill write-downs and items affecting comparability	7	17	46
%	4.5	10.4	7.3
Items affecting comparability	0	-3	-6
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	1
Operating profit before goodwill write-downs	7	14	41
%	4.5	8.6	6.4
Goodwill write-downs	-1	0	-2
Operating profit	6	14	39
Net financial items*	0	-2	-10
Profit before tax	6	12	29
Minority shares and taxes	-2	-5	-11
Net profit	4	7	18

Key figures SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	-5	-4	1
Operating cash flow	-11	-11	25
Total assets	525	523	542
Shareholders' equity	198	122	190
Equity ratio, %	38	23	35
Net loan liability(-)/receivable(+)	-93	-160	-76
Average number of employees	578	574	580

* Net financial items for the full year 2004 include a non-recurring expense of SEK -2M.

- Mercuri's sales and profit for the first quarter 2005 were down slightly from the same period of last year, partly due to a lower number of working day in the first quarter of 2005.
- During the quarter Mercuri noted an increased focus on international contract procurement, where Mercuri is well positioned thanks to its strong international network.

Mercuri International is Europe's leading sales and management training consultancy, with global coverage through its wholly owned subsidiaries and franchisees.

mercuri.net

Chairman: Lennart Svantesson

President: Nicole Dereumaux

CITAT

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	97	88	354
Operating expenses	-91	-84	-342
Operating profit before goodwill write-downs and items affecting comparability	6	4	12
%	5.8	4.8	3.3
Items affecting comparability	0	0	0
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit before goodwill write-downs	6	4	12
%	5.8	4.8	3.3
Goodwill write-downs	0	0	0
Operating profit	6	4	12
Net financial items	0	-1	-2
Profit before tax	6	3	10
Minority shares and taxes	-2	-1	-3
Net profit	4	2	7

Key figures

SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	10	50	62
Operating cash flow	1	5	18
Total assets	221	227	223
Shareholders' equity	124	116	121
Equity ratio, %	56	51	54
Net loan liability(-)/receivable(+)	-21	-30	-19
Average number of employees	301	300	304

- Operating profit for the first quarter amounted to SEK 5.6M, equal to a profit margin of 5.8 per cent. Consolidated net sales grew organically by 10 per cent.
- In February, Citat took over Swedish Vodafone's in-house advertising department. The contract runs for three years and the affected personnel has been employed by Citat.
- Scania has chosen Citat as its partner for communication services. Other new customers during the quarter include Bonniers DirektMedia, TietoEnator and Nordea.
- For the fourth consecutive year, Gartner Group ranked Citat as the European market leader in Marketing Resource Management.

Citat helps its customers to improve the efficiency of their marketing and communications by offering a combination of consultancy services, system solutions and production.

citat.com

Chairman: Örjan Serner

President: Magnus Lundblad

VITTRA

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	125	119	449
Operating expenses	-121	-121	-447
Operating profit/loss before goodwill write-downs and items affecting comparability	4	-2	2
%	3.5	-1.4	0.5
Items affecting comparability	0	0	0
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit/loss before goodwill write-downs	4	-2	2
%	3.5	-1.4	0.5
Goodwill write-downs	0	0	0
Operating profit/loss	4	-2	2
Net financial items	-2	-1	-5
Profit/loss before tax	2	-3	-3
Minority shares and taxes	0	0	1
Net profit/loss	2	-3	-2

Key figures SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	5	26	16
Operating cash flow*	17	4	14
Total assets	364	268	358
Shareholders' equity	115	88	112
Equity ratio, %	32	33	31
Net loan liability(-)/receivable(+)	-103	-51	-116
Average number of employees	586	550	568

*Operating cash flow before property investments.

- Continued favourable earnings trend during the quarter.
- Operating cash flow of SEK 17M.

Vittra has been entrusted with the care of some 7,000 pupils at its 26 pre-schools, compulsory schools and secondary schools throughout Sweden. Part of the Vittra model is an individual development plan for each child.

vittra.se

Chairman: Lennart Svantesson

President: Stig Johansson

RETEA

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	14	11	46
Operating expenses	-12	-10	-40
Operating profit before goodwill write-downs and items affecting comparability	2	1	6
%	13.9	9.9	13.0
Items affecting comparability	0	0	0
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit before goodwill write-downs	2	1	6
%	13.9	9.9	13.0
Goodwill write-downs	0	0	0
Operating profit	2	1	6
Net financial items	0	0	0
Profit before tax	2	1	6
Minority shares and taxes	-1	0	-2
Net profit	1	1	4

Key figures SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	26	-6	7
Operating cash flow	1	1	4
Total assets	19	22	23
Shareholders' equity	11	9	10
Equity ratio, %	58	45	41
Net loan liability(-)/receivable(+)	4	10	9
Average number of employees	56	49	51

- Positive development of sales and earnings during the period.
- Continued strong demand for Retea's services.
- Retea was awarded a contract by Sydkraft Nät AB to take part in efforts to secure the power supply in Småland after Hurricane Gudrun.

Retea is a Stockholm-based consulting company that delivers technical consulting and procurement services in the fields of data communication, power supply, electrical engineering, power transmission networks, telephony systems and telecommunications.

retease

Chairman: Bengt Lundgren

President: Mikael Vatn

TEXTILIA

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	89	211	791
Operating expenses	-89	-210	-793
Operating profit/loss before goodwill write-downs and items affecting comparability	0	1	-2
%	0.4	0.5	-0.2
Items affecting comparability	0	0	-3
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit/loss before goodwill write-downs	0	1	-5
%	0.4	0.5	-0.7
Goodwill write-downs	0	0	0
Operating profit/loss	0	1	-5
Net financial items	0	-1	-4
Profit/loss before tax	0	0	-9
Minority shares and taxes	0	0	-12
Net profit/loss	0	0	-21

Key figures

SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	8*	-10	-9
Operating cash flow	-7	-17	-30
Total assets	209	336	289
Shareholders' equity	88	92	88
Equity ratio, %	42	28	30
Net loan liability(-)/receivable(+)	-60	-81	-97
Average number of employees	441	548	534

* Adjusted for sold operations.

- Profit improved in the first quarter of 2005 and the positive effects of completed modernisations in the production facilities began to emerge.
- In March, Textilia started working under a five-year contract from the County Council of Västerbotten. At the same time, a contract from the County Council of Värmland was terminated.

Textilia provides total textile services solutions, primarily for the medical, health care, hotel and military sectors, including textile rental and laundering, as well as departmental and personally labelled textiles.

textiliaab.se

Chairman: Örjan Serner

President: Sven Ek

APPELBERG PUBLISHING AGENCY

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	15	17	64
Operating expenses	-14	-16	-59
Operating profit before goodwill write-downs and items affecting comparability	1	1	5
%	9.6	4.5	8.7
Items affecting comparability	0	0	-1
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating profit before goodwill write-downs	1	1	4
%	9.6	4.5	6.3
Goodwill write-downs	0	0	0
Operating profit	1	1	4
Net financial items	0	0	0
Profit before tax	1	1	4
Minority shares and taxes	0	0	-2
Net profit	1	1	2

Key figures

SEK M	Q1 2005	Q1 2004	Full year 2004
Growth, %	-11	4	-12
Operating cash flow	6	1	5
Total assets	22	19	19
Shareholders' equity	7	5	5
Equity ratio, %	32	26	27
Net loan liability(-)/receivable(+)	13	7	7
Average number of employees	38	49	43

- Appelberg performed well during the first quarter and achieved sales of more than SEK15M with a 9.6 per cent profit margin.
- During the period, Appelberg diversified its portfolio through the startup of in-house publishing operations. The two first in-house titles are the acquired "Vin&Barjournalen", Sweden's largest wine and spirits magazine with over 30,000 paying subscribers, and the newly started "Komet", a magazine focusing on communication, marketing and media trends.

Appelberg Publishing Agency is one of Sweden's leading companies in PR and editorial communication. Appelberg's speciality is the creation of professional newsletters, magazines, other printed materials, websites, communication strategy and PR.

appelberg.com

Chairman: Örjan Serner

President: Mats Edman

CELEMI

Income statement SEK M	Q1 2005	Q1 2004	Full year 2004
Net sales	15	18	79
Operating expenses	-17	-20	-80
Operating loss before goodwill write-downs and items affecting comparability	-2	-2	-1
%	-13.1	-9.4	-1.5
Items affecting comparability	0	0	-4
Exit gains/losses	0	0	0
Shares in profit of associated companies	0	0	0
Operating loss before goodwill write-downs	-2	-2	-5
%	-13.1	-9.4	-6.9
Goodwill write-downs	0	0	0
Operating loss	-2	-2	-5
Net financial items	0	0	-1
Loss before tax	-2	-2	-6
Minority shares and taxes	0	0	-1
Net loss	-2	-2	-7
Key figures	Q1	Q1	Full year
SEK M	2005	2004	2004
Growth, %	-17	-30	-24
Operating cash flow	-5	-4	-4
Total assets	32	60	33
Shareholders' equity	14	23	17
Equity ratio, %	45	38	52
Net loan liability(-)/receivable(+)	-8	-9	-5
Average number of employees	47	48	55

- Celemi reported a weak start to the year, with a operating loss of SEK 2M.

Celemi helps large enterprises to rapidly and efficiently communicate key messages and that motivate and mobilise people to act in line with company objectives. Business simulations and customised solutions help people to understand the big picture and how they can contribute – a critical condition for strategic change and visible results. The company is active in more than 30 countries and has around 50 employees.

celemi.com

Chairman: Göran Havander

President: Margareta Barchan

OTHER HOLDINGS

SCRIBONA

- Scribona will publish its first quarter report on 28 April.

Scribona is the Nordic region's leading provider of IT products and solutions. The Scribona share is quoted on the A list of the Stockholm Stock Exchange and has a secondary listing on the Oslo Stock Exchange.

Bure's holding in Scribona amounts to 23 per cent of the share capital.

scribona.com

Chairman: Mikael Nachemson

President: Tom Ekevall Larsen

MÖLNLYCKE HEALTH CARE

- Mölnlycke will publish its first quarter report on 12 May.
- After the end of the reporting period, on 21 April, Bure signed an agreement for the sale of its entire holding in Mölnlycke. The sale will provide Bure with proceeds of around SEK 500M and an estimated exit gain of approximately SEK 330M. The sale is conditional on the approval of the affected competition authorities, which are expected to issue a decision in mid-June 2005.

Mölnlycke Health Care is one of the world's leading providers of surgical and wound care products. Surgical products include single-use medical devices, mainly surgical gowns and supplementary drapes for hospitals, and accounts for around 75 per cent of the company's total sales. In the wound care product area, the company's in-house developed and patented Safetac technology has shown annual growth of around 30 per cent. The company has annual sales of close to SEK 4.5 billion and some 4,000 employees, of whom more than 3,000 work at the production units in Belgium, Finland, Mexico, Thailand and the Czech Republic.

molnlycke.com

Chairman: Gösta Wiking

President: Finn Johnsson

VENTURE CAPITAL

In 2003 Bure gathered together a number of venture capital companies in the subsidiary CR&T Ventures. The objective was to carry out a structured liquidation of this portfolio. Bure's venture capital portfolio currently consists of Kreatel Communications (6%) and Mitra Medical (5%).

FIVE-YEAR SUMMARY

Data per share ¹

	2000	2001	2002	2003	2004	Q1 2004	Q1 2005
Shareholders' equity (net asset value), SEK ²	47.56	26.19	6.58	3.86	4.02	3.69	3.15
Shareholders' equity (net asset value) after full exercise of outstanding warrants, SEK ²	47.56	26.19	6.58	1.40	1.58	1.43	1.60
Share price, SEK	35.50	20.47	7.17	1.04	1.74	1.49	2.11
Price/equity ratio, %	75	78	109	74	110	104	132
Parent Company equity per share, SEK	27.23	21.78	6.58	3.86	4.02	3.69	3.15
Parent Company equity per share after full dilution, SEK	27.23	21.78	6.58	1.40	1.58	1.43	1.60
Consolidated equity per share, SEK	27.75	20.16	6.65	3.07	3.24	3.39	3.07
Consolidated equity per share after full dilution, SEK	27.75	20.16	6.65	1.19	1.35	1.34	1.57
Parent Company earnings per share, SEK	11.16	0.47	-14.94	0.31	0.49	0.05	-0.02
Parent Company earnings per share after full dilution, SEK ³	11.16	0.47	-14.94	0.12	0.18	0.02	-0.02
Consolidated earnings per share, SEK	12.63	-1.24	-13.16	-0.77	0.26	0.21	0.05
Consolidated earnings per share after full dilution, SEK ³	12.63	-1.24	-13.16	-0.77	0.10	0.08	0.02
Number of shares, thousands	158,282	153,495	151,108	334,874	374,575	359,752	507,428
Number of outstanding warrants, thousands	-	-	-	958,381	922,625	933,503	789,772
Total number of shares including outstanding warrants, thousands	158,282	153,495	151,108	1,293,255	1,297,200	1,293,255	1,297,200
Number of shares after full dilution according to IAS 33, thousands	158,282	153,495	151,108	688,360	982,656	896,707	1,098,073
Average number of shares, thousands	158,282	156,038	152,547	241,481	364,450	345,853	432,749
Average number of shares after full dilution according to IAS 33, thousands	158,282	156,038	152,547	635,211	972,531	882,808	1,023,393

Key figures

Dividend paid, SEK per share ^{4, 1}	13.44	1.21	-	-	-	-	-
Direct yield, %	37.9	5.9	-	-	-	-	-
Total yield	36.2	-7.2	-62.8	-85.5	67.3	43.3	21.3
Market capitalisation, SEK M	5,619	3,142	1,083	348	652	536	1,071
Market capitalisation, SEK M after full dilution	5,619	3,142	1,083	1,345	2,257	1,927	2,737
Net asset value, SEK M	7,528	4,025	995	1,294	1,505	1,328	1,598
Return on equity, %	40.6	1.9	-75.9	6.5	12.8	1.2	-0.5

Parent Company results and position

Exit gains/losses, SEK M	2,743.0	590.4	345.1	157.7	132.2	1.7	3.2
Profit/loss after tax, SEK M	1,766.8	73.5	-2,279.1	74.6	178.7	16.0	-7.0
Total assets, SEK M	4,690	4,649	2,602	2,986	2,586	2,732	2,257
Shareholders' equity, SEK M	4,310	3,342	995	1,294	1,505	1,328	1,598
Equity ratio, %	91.9	71.9	38.2	43.3	58.2	48.6	70.8
Net loan liability(-)/receivable(+)	1,149	-91	-686	-594	-512	-769	-422
Net loan liability(-)/receivable(+) after full exercise of outstanding warrants	1,149	-91	-686	-76	33	-252	55

Group results and position

Net sales, SEK M	7,553.4	3,996.7	6,044.5	3,767.8	5,784.5	1,391.9	1,345.7
Profit/loss after tax, SEK M	2,000.3	-193.2	-2,006.9	-186.9	95.9	71.7	22.8
Total assets, SEK M	9,106	7,791	4,776	4,438	4,505	5,288	4,250
Shareholders' equity, SEK M	4,393	3,095	1,005	1,027	1,213	1,221	1,556
Equity ratio, %	48.2	39.7	21.0	23.1	26.9	23.1	36.6
Net loan liability	-239	-1,542	-1,950	-1,405	-1,202	-1,798	-1,015
Net loan liability after full exercise of outstanding warrants	-239	-1,542	-1,950	-887	-545	-1,281	-538

¹ All historical data per share has been adjusted for issues with a correction factor in accordance with the International Accounting Standards 33.

² Net asset value for the full years 2002-2004 corresponds to equity per share.

³ In the event of a negative result, the average number of shares before dilution is used for calculation after dilution.

⁴ Dividends include dividends in the subsidiaries Capio and Observer.

⁵ The full year 2004 and the first quarter of 2004 have been retrospectively restated to IFRS. The figures for earlier periods have not been restated to IFRS. As of 2004, minority interest in equity is recognised within total shareholders' equity. With regard to consolidated profit/loss and the related key figures, these have also been adjusted for minority share in profit for the year.

