



Knowit AB

Interim report

January – September 2013

Important events

Increased earnings per share in third quarter

Improved cash flow

JANUARY – SEPTEMBER 2013

- Net sales increased to SEK 1,425.8 (1,410.3) million
- The EBITA result was SEK 75.7 (108.2) million
- Results after taxes were SEK 37.7 (56.0) million
- Earnings per share were SEK 2.0 (3.07)
- The EBITA margin was 5.3 (7.7) percent
- Cash flow from operating activities was SEK 57.4 (-47.7) million

JULY – SEPTEMBER 2013

- Net sales increased to SEK 407.0 (387.4) million
- The EBITA result was SEK 20.1 (20.9) million
- Results after taxes increased to 9.4 (7.0) million
- Earnings per share increased to SEK 0.48 (0.36)
- The EBITA margin was 4.9 (5.4) percent
- Cash flow from operating activities was SEK 12.9 (-20.9) million

THE STRENGTH OF THE LARGE COMPANY WITH THE SOUL OF THE SMALL COMPANY AND THE COMMITMENT OF THE INDIVIDUAL CONSULTANT

The information contained herein is such as shall be made public by Knowit, in accordance with the Securities Market Act and/or the Financial Instruments Trading Act.
This report was made public at 8.30 AM on October 23, 2013.

Comments from the CEO

During this quarter, we have seen increased earnings per share. This is thanks to hard work on a tough market. It is also an effect of the past years' focus on organic growth rather than acquisition-driven growth. Earnings per share is one of our most important goals. We have also improved our cash flow. The efforts we have made have shown good results.

Demand is on par with earlier quarters but shows large disparity between different areas and offerings. Our strategy is to develop and expand in areas that show high demand and quickly adapt our operations to suit the needs of the market. Development in the third quarter has been positive for Knowit.

Market

On the Norwegian market, we have increased both sales and profit. The Finnish market has, however, weakened further during the quarter. In Sweden, the market is unchanged. On the competitive local markets in Göteborg and Malmö, we have improved our result.

The ability to meet new needs

During the quarter, we have continued to increase our offerings in the operation fields Management and Design & Digital. This is part of our strategy to create growth in more qualified service fields. We can see that technology development, coupled with altered client behavior, places new demands on us as a supplier.

The demand for more qualified services is most obvious in our operation field IT. There, we are increasing deliveries, for example of services involving integration of different systems. Through our ability to adapt our operations to suit demand, we continue to gain market shares.

Promising conditions

Our geographic presence on many local markets and in many industry fields, combined with our ability to adapt the operations, have given us a strong position in difficult times. It is my firm belief that Knowit, even on the current market which is difficult to assess, has the right conditions for continued strong profitability and growth.

Per Wallentin
CEO and President

The corporation

Operations

MARKET

Demand has, during the third quarter, been on par with demand in the past two quarters and, as formerly, demand differs between different areas and offerings.

The Norwegian market has been characterized by high demand and activity. The Finnish market has weakened further during the quarter. Demand in Stockholm has, as in most of Sweden, remained stable. Knowit's Danish operation is small and developing as planned.

OPERATING FIELDS

Knowit offers services in three fields: IT, Design & Digital and Management. The fast-paced technological development affects demand positively. The needs for strategic consultancy services and total solutions increases, while the demand for simpler services decreases. It becomes more and more common that Knowit's assignments require specialist competence from several fields.

Within the management field, Knowit has increased net sales and received several assignments, for example in security and energy.

An increasing number of organizations prioritize the benefits of and the need to become more flexible and agile. As a step on the way, they gather inspiration and ideas from areas like Agile, Lean and Beyond Budgeting, which to an increasing extent influence business development, operational development and modern management.

Demand is increasing for services in Design & Digital. The market has great potential, as technology development creates new behavior among users. For example, the increase of mobile units places new requirements on company websites and e-commerce solutions.

It is clear that simpler services in the IT field are being outsourced or automated. Knowit has increased its focus on tailored total solutions including application management.

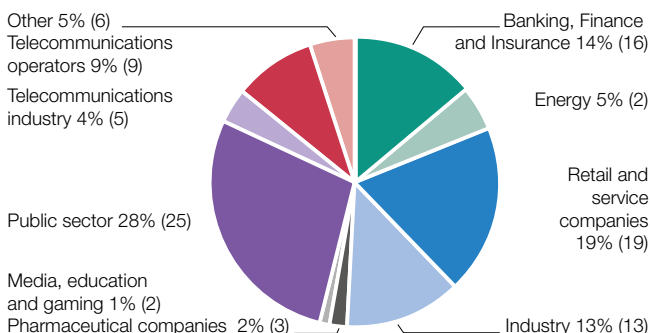
INDUSTRIES

The public sector is still Knowit's strongest client segment with 28 percent of sales. The demand for efficient systems in the public sector is steadily growing. Here, there are large possibilities to use in IT to improve the level of service and accessibility.

The segment banking, finance and insurance, which is fairly large for Knowit, has seen slightly weaker demand during this quarter as compared with last year. In the energy sector, Knowit is supplying solutions with all our three operational fields. The sector is under large pressure to change, both from end clients and politicians.

NET SALES PER INDUSTRY FIELD

JANUARY – SEPTEMBER 2013



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KNOWIT AB INTERIM REPORT JANUARY – SEPTEMBER 2013

FRAME AGREEMENTS AND DEALS

Frame agreements are an important basis for Knowit's business operations. Assignments arising from these around 150 agreements provide around half of Knowit's net sales. Frame agreements give Knowit a steady inflow of new assignments.

During this quarter, Knowit in Sweden has signed or extended contracts with, among others, The Norwegian Office for Children, Youth and Family Affairs, GE Money Bank, The Swedish Unemployment Insurance Board, The Swedish Migration Board in Norrköping, The Swedish Civil Contingencies Agency, Statistics Sweden, The Swedish Tax Agency, Specialfastigheter in Linköping, The Swedish Association of Local Authorities and Regions, The Swedish University of Agricultural Sciences and Västtrafik.

EXAMPLES OF ASSIGNMENTS DURING THE QUARTER

For the Security Group of the Swedish National Police Board (RPS), Knowit has received an assignment in IT and information security. The deal amounts to SEK 12.6 million with an option of another SEK 10.8 million. RPS has chosen to outsource part of the security group's work to Knowit, in order to ensure continuity in RPS operations and in projects currently in progress. The assignment includes ten fulltime positions for seven months, with a possible extension for another six months.

From Saab, Knowit received an order worth over SEK 20 million, regarding communications solutions ahead of the upgrade of the Swedish air defense. The order reinforces our position as supplier of communications systems, both in Sweden and internationally. The project will primarily be carried out in Stockholm, but also in Uppsala, and final delivery is set for the spring of 2015.

Knowit was given the assignment of developing the user interface and user experience for the Norwegian BankID 2.0. The new solution will be possible to use in different units, like smartphones, tablets and PCs. Because BankID will be developed using responsive design, the solution will be easy to use, regardless of the user's unit.

For the Faroe Island tax agency, Knowit has supplied strategic consultancy regarding migration of mainframe environments to client server technology. Among other things, Knowit contributed with competence during the purchasing process.

STREAMLINING AND NEW VENTURES

Through Knowit's corporate structure, with operative subsidiaries in different geographic regions and different offerings, there is space for ventures in some parts of the corporation, while streamlining other parts.

In Oslo, Knowit acquired Amende AS during the second quarter. The company was consolidated as of August 1 and is contributing positively to Knowit's results. We now have an even stronger position on the Oslo market, which vouches for continued strong profit and sales development.

The actions taken by Knowit during the second quarter in Göteborg and Malmö have contributed to increase the result. In Göteborg the organization was adapted to suit demand and in Malmö, the organization was adapted to further clarify Knowit's specialist offerings.

In Örebro, Knowit has, as formerly announced, founded a new company which began operations on August 1. The company offers services in project management, testing, system development and architecture.

Net sales and results

JANUARY – SEPTEMBER

Net sales increased to SEK 1,425.8 (1,410.3) million, an increase of 1.1 percent as compared to the corresponding period last year. Net sales were SEK 960.9 (979.6) million in Sweden, SEK 372.8 (337.5) million in Norway and SEK 82.8 (88.7) million in Finland. Sales per employee were SEK 856 (863) thousand.

The operating profit before amortization of intangible assets (EBITA) was SEK 75.7 (108.2) million. In Sweden, EBITA was SEK 51.7 (85.5) million, in Norway SEK 49.1 (47.4) million and in Finland SEK 0.7 (4.2) million.

The EBITA margin was 5.3 (7,7) percent.

Amortization of intangible assets amounted to SEK -15.5 (-18.9) million. It is lower as compared with last year, thanks to older acquisitions which were completely amortized during 2012. The operating profit after financial items was SEK 55.2 (81.8) million. The financial net was SEK -5.0 (-7.5) million.

The results after taxes were SEK 37.7 (56.0) million. Tax for the period was SEK -17.5 (-25.8) million.

Earnings per share were SEK 2.0 (3.07).

JULY – SEPTEMBER

Net sales were SEK 407.0 (387.4) million, an increase of 5.1 percent as compared to the corresponding period last year. Sales per employee increased to SEK 244 (235) thousand. Net sales were SEK 266.4 (269.6) million in Sweden, SEK 115.4 (93.5) million in Norway and SEK 21.4 (23.1) million in Finland.

The operating profit before amortization of intangible assets (EBITA) was SEK 20.1 (20.9) million. In Sweden, EBITA was SEK 6.8 (17.1) million, in Norway SEK 19.5 (12.3) million and in Finland SEK -0.7 (0.8) million.

The EBITA margin was 4.9 (5.4) percent.

Amortization of intangible assets amounted to SEK -5.0 (-6.2) million. The operating profit after financial items was SEK 13.6 (11.0) million. The financial net was SEK -1.5 (-3.7) million.

The results after taxes were SEK 9.4 (7.0) million. Tax for the period was SEK -4.2 (-4.0) million.

Earnings per share were SEK 0.48 (0.36).

Segments

JANUARY – SEPTEMBER

Net sales for the segment Sweden were SEK 960.9 (979.6) million and, for the segment other Nordic countries it increased to SEK 458.8 (426.2) million. For the segment Sweden, the operating profit before amortization of intangible assets (EBITA) was SEK 51.7 (85.5) million, with an EBITA margin of 5.4 (8.7) percent. For the segment Other Nordic countries, EBITA was SEK 45.8 (51.6) with an EBITA margin of 10.0 (12.1) percent.

Financial position and cash flow

Cash and cash equivalents, including short-term investments, totaled SEK 87.3 (76.3) million as per September 30, 2013.

Goodwill and other intangible assets amounted to SEK 977.0 (940.9) million, of which goodwill totaled SEK 925.4 (881.9) million, and other intangible assets totaled SEK 51.6 (59.0) million.

Equity was SEK 811.6 (825.3) million.

Interest-bearing liabilities were SEK 302.1 (272.0) million on September 30, 2013, of which SEK 114.3 (89.2) million were long-term and SEK 187.8 (182.8) million short-term. This includes bank loans totaling SEK 133.8 (103.2) million, a used overdraft facility totaling SEK 92.5 (92.1) of a granted overdraft facility of SEK 125.0 (100.0) million, financial leases totaling SEK 17.4 (18.7) million and liabilities for future acquisition of non-controlling interests' holdings and estimated future dividends for these, totaling SEK 58.4 (58.0) million.

The equity ratio was 53.6 (54.0) percent as per September 30, 2013.

JANUARY – SEPTEMBER

Cash flow from operating activities totaled SEK 57.4 (-47.7) million. The change compared with the corresponding period last year is mainly attributable to the decreased tax claims and decreased payments of preliminary taxes as well as increased turnover speed for accounts receivable.

Cash flow from investment activities was SEK -73.7 (-35.8) million, affected by consideration for Amende AS and for non-controlling interests in the Reaktor companies. Cash flow from financing activities was SEK 7.8 (33.9) million, affected by dividends to shareholders, loans taken and amortizations made. Total cash flow was SEK -8.5 (-49.6) million.

Employees

On September 30, 2013, a total of 1,842 (1,726) people were employed by the corporation. The number of employees has increased by 103 (69) persons during 2013.

The average number of employees during the period totaled 1,666 (1,634).

Parent company

Results and financial position

JANUARY – SEPTEMBER

The operating profit before amortization of intangible assets (EBITA) totaled SEK -23.9 (-29.8) million.

The financial net totaled SEK 6.8 (-4.7) million, thanks to dividends from subsidiaries.

The result after financial net was SEK -17.5 (-34.8) million.

As per September 30, 2013, equity was SEK 457.3 (497.9) million and untaxed reserves, mainly accrual funds, were SEK 53.8 (45.9) million.

Other information

Nomination committee

The AGM on April 25, 2013 determined that the nomination committee for the AGM 2014 shall consist of one representative for each of the three largest shareholders by number of votes on September 30, 2013, and the Chairman of the Board, who shall convene the committee to its first meeting.

The nomination committee for the AGM 2014 consists of

Mats Olsson, Chairman of the Board and convener
Frank Larsson, Handelsbanken fonder
Björn Franzon, Swedbank Robur fonder
Mats Gustavsson, Lannebo fonder

The task of the nomination committee is to propose, during the AGM 2014, the Chairman of the AGM, Board Members, the Chairman of the Board, Auditor, Directors' fees, auditors' fees and to make suggestions for the nomination committee's procedures.

Shareholders who wish to submit proposals to the Nomination Committee may do so by e-mail, valberedning@knowit.se.

Annual General Meeting

The AGM will take place on Wednesday April 29, 2014 at 4 p.m. in Knowit's offices, Klarabergsgatan 60, Stockholm. Notice will be made through a press release presented in Post och Inrikes Tidningar and Dagens Industri, as well as being published on Knowit's website.

Essential risks and uncertainty factors

Knowit's general essential business risks consist of reduced demand for consultancy services, problems attracting and retaining skilled personnel, price pressures and financial risks related to credit and exchange rates and, to a lesser extent, risks related to fixed price projects. For a comprehensive description of the essential risks and uncertainty factors, see Knowit's annual report for 2012.

Accounting principles

This report has been prepared in accordance with IAS 34, Interim Financial Reporting. The Group accounts have been prepared in accordance with the International Financial Reporting Standards, IFRS, as adopted by the European Union, and the Swedish Annual Accounts Act.

As of January 1, 2013, the company applies the following new standards or amendments in IFRS:

AN AMENDMENT TO IAS 1, »PRESENTATION OF FINANCIAL STATEMENTS« regarding "Reporting of the corporation's total results". The most significant change in the altered IAS 1 is the requirement that the items reported as "Other total results" are to be presented in two groups. The division is based on if the items might be reclassified in the income statement (reclassification adjustments) or not. The change does not mention the items that are to be included in "Other total results".

IFRS 13, »FAIR VALUE MEASUREMENT« does not increase the instances when fair value should be assessed, but provides guidance on how to apply this, when other IFRS already require or allow fair value measurement. This standard has also increased the information requirements in IAS 34, Interim reporting, as regards financial instruments.

None of the new or altered standards or interpretations have had any significant effect on the group's financial reporting. There are no differences between IFRS as valid on September 30, 2013, and IFRS as adopted by the EU.

INFORMATION REQUIREMENTS PER QUARTER FROM 2013, AS PER IFRS

Financial instruments reported at other than fair value

There are no significant differences between reported values and fair value of financial instruments in the balance sheet.

The interim report for the Parent company has been prepared in accordance with the Swedish Annual Accounts Act and the recommendation RFR 2.2 Accounting for legal entities.

For more information on valuation principles, see note 1, Accounting and valuation principles in the Annual Report 2012.

Accounting Estimates and Assumptions

The preparation of financial reports in accordance with IFRS requires the Board of Directors and Management to make accounting estimates and assumptions that affect the application of accounting principles and the carrying amounts of assets, liabilities, revenue and expenses.

Outlook

The demand for IT-related consultancy services will grow in the long term, both in fields where Knowit already operates and in new areas. Knowit, with a large number of frame agreements, wide distribution both in different industry fields and geographically, has the right conditions for long-term positive sales and result development.

FINANCIAL CALENDAR

- Feb 7 2014 Year-End Report 2013
- Apr 29 2014 Interim Report Jan-March 2014
- Apr 29 2014 AGM 2014
- July 18 2014 Interim Report Jan-June 2014

Stockholm, October 23, 2013

Per Wallentin
CEO

Report of Review of Interim Financial Information

Introduction

We have reviewed this report for the period 1 January 2013 to 30 September 2013 for the Knowit AB-group. 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.

Scope of 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, ISA, 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.

Conclusion

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.

Stockholm, 23 October 2013
Öhrlings PricewaterhouseCoopers AB

Anna-Clara af Ekenstam
Authorised Public Accountant

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KNOWIT AB is a consultancy company which develops its clients' business and operations by offering qualitative solutions using information, design and technology. Through entrepreneurial, locally active units operating on the client's local markets, we offer understanding of both operations and needs. Our culture is characterized by openness, entrepreneurialism, high competence and a drive to constantly develop.

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KNOWIT AB INTERIM REPORT JANUARY – SEPTEMBER 2013

Consolidated income statement *and report concerning total results*

SEK M	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Net sales	407.0	387.4	1,425.8	1,410.3	1,931.2
Operating costs	-384.4	-363.6	-1,341.6	-1,293.7	-1,778.9
Depreciation of tangible fixed assets	-2.5	-2.9	-8.5	-8.4	-11.0
OPERATING RESULT BEFORE DEPRECIATIONS OF INTANGIBLE ASSETS (EBITA)	20.1	20.9	75.7	108.2	141.3
Depreciation of intangible fixed assets	-5.0	-6.2	-15.5	-18.9	-24.6
OPERATING RESULT (EBIT)	15.1	14.7	60.2	89.3	116.7
Financial income	-0.3	-0.6	0.7	0.9	4.2
Financial cost	-1.2	-3.1	-5.7	-8.4	-13.8
RESULT AFTER FINANCIAL ITEMS	13.6	11.0	55.2	81.8	107.1
Income taxes	-4.2	-4.0	-17.5	-25.8	-26.3
RESULT FOR THE PERIOD	9.4	7.0	37.7	56.0	80.8
Result for the period assignable to shareholders in Parent Company	8.4	6.3	35.3	53.5	78.0
Result for the period assignable to non-controlling interests' holdings	1.0	0.7	2.4	2.5	2.8
Earnings per share					
Earnings per share before dilution (SEK)	0.48	0.36	2.00	3.07	4.47
Earnings per share after dilution (SEK)	0.48	0.36	2.00	3.07	4.47
Other total result					
Result for the period	9.4	7.0	37.7	56.0	80.8
<i>Items that may be reclassified subsequently to profit or loss</i>					
Hedging of netinvestment	2.6	0.7	4.9	0.1	0.8
Tax effect hedging of netinvestment	-0.6	-0.2	-1.1	0.0	-0.2
Exchange rates differences	-12.5	-8.0	-24.3	-5.8	-0.8
OTHER TOTALRESULT FOR THE PERIOD, NET AFTER TAX	-1.1	-0.5	17.2	50.3	80.6
Total result for the period					
Total result assignable to shareholders in Parent Company	-2.0	-1.2	14.8	47.8	77.8
Total result assignable to non-controlling interests' holdings	0.9	0.7	2.4	2.5	2.8

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KNOWIT AB INTERIM REPORT JANUARY – SEPTEMBER 2013

Consolidated balance sheet

SEK M	2013-09-30	2012-09-30	2012-12-31
Assets			
Intangible fixed assets	977.0	940.9	943.3
Tangible fixed assets	35.8	37.3	38.9
Financial fixed assets	0.3	0.7	1.4
Deferred tax assets	1.1	1.3	1.5
Current assets	411.4	471.1	527.6
Liquid funds including short-term investments	87.3	76.3	101.2
TOTAL ASSETS	1,512.9	1,527.6	1,613.9
Equity and liabilities			
Share capital	17.7	17.7	17.7
Other paid-up capital and other provisions	410.9	425.4	431.1
Recognized profits including result for the period	378.3	377.4	400.2
Equity attributable to shareholders of Parent Company	806.9	820.5	849.0
Non-controlling interests' holdings	4.7	4.8	4.4
Total equity	811.6	825.3	853.4
Long-term provisions	58.2	82.2	57.3
Interest-bearing long-term liabilities	114.3	89.2	79.8
Interest bearing short-term liabilities	187.8	182.8	167.1
Other short-term liabilities	341.0	348.1	456.3
TOTAL EQUITY AND LIABILITIES	1,512.9	1,527.6	1,613.9

Key figures

	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Average number of employees	1,665	1,647	1,666	1,634	1,646
Sales per employee (000)	244	235	856	863	1,173
Result after financial items per employee (000)	8	7	33	50	65
Return on total capital %	1.0	0.9	3.9	5.8	7.6
Return on equity %	1.2	0.9	4.5	6.8	9.7
Return on capital employed %	1.4	1.3	5.5	8.4	11.3
EBITA margin %	4.9	5.4	5.3	7.7	7.3
Equity ratio %	53.6	54.0	53.6	54.0	52.9

Data per share

	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Earnings per share (SEK)					
Before dilution	0.48	0.36	2.00	3.07	4.47
After dilution	0.48	0.36	2.00	3.07	4.47
Equity per share (SEK)					
Before dilution	45.73	46.50	45.73	46.50	48.12
After dilution	45.73	46.50	45.73	46.50	48.12
Average number of shares (000)					
Before dilution *)	17,644	17,644	17,644	17,402	17,463
After dilution *)	17,644	17,644	17,644	17,402	17,463
No. of shares on balance day (000)					
Before dilution *)	17,644	17,644	17,644	17,644	17,644
After dilution *)	17,644	17,644	17,644	17,644	17,644

*) after taking into account repurchased shares. 49

Change in equity

SEK M	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Opening balance	813.2	825.8	853.4	812.9	812.9
Exchange rates differences	-12.5	-8.0	-24.3	-5.8	-0.8
Hedging of net investment	2.6	0.7	4.9	0.1	0.8
Tax effect hedging of net investment	-0.6	-0.2	-1.1	0.0	-0.2
Result for the period	9.4	7.0	37.7	56.0	80.8
TOTAL RESULT FOR THE PERIOD	-1.1	-0.5	17.2	50.3	80.6
TOTAL BEFORE TRANSACTIONS WITH SHAREHOLDERS	812.1	825.3	870.6	863.2	893.5
Acquired non-controlling interests' holdings	0.0	0.0	0.0	0.0	-0.4
Changed provision for acquisition of minority interests	0.1	0.0	0.3	0.0	0.2
Dividend	-0.6	0.0	-59.3	-56.1	-58.2
New share issue, options	0.0	0.0	0.0	18.2	18.2
New share issue, acquisitions	0.0	0.0	0.0	0.0	0.0
CLOSING BALANCE	811.6	825.3	811.6	825.3	853.4

Consolidated cash flow analysis

SEK M	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Cash flow current operations before changes in working capital	15.6	15.9	60.0	81.3	105.3
Change in working capital incl. short-term investments	-2.7	-36.8	-2.6	-129.0	-95.3
Cash flow from current operations	12.9	-20.9	57.4	-47.7	10.0
Cash flow from investing activities	-29.1	-3.1	-73.7	-35.8	-37.9
Cash flow from financing activities	22.6	1.6	7.8	33.9	1.9
Cash flow for the period	6.4	-22.4	-8.5	-49.6	-26.0
Opening balance	83.0	100.3	100.8	126.4	126.3
Exchange rates differences	-2.1	-1.9	-5.0	-0.8	0.5
Closing balance	87.3	76.0	87.3	76.0	100.8

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KNOWIT AB INTERIM REPORT JANUARY – SEPTEMBER 2013

Income statement – parent company

SEK M	JUL-SEP 2013	JUL-SEP 2012	JAN-SEP 2013	JAN-SEP 2012	JAN-DEC 2012
Net sales	36.5	26.2	117.6	91.6	133.9
Operating costs	-41.3	-35.4	-140.6	-120.5	-176.8
Depreciation of tangible fixed assets	-0.3	-0.3	-0.9	-0.9	-1.2
OPERATING RESULT BEFORE DEPRECIATIONS OF INTANGIBLE ASSETS (EBITA)	-5.1	-9.5	-23.9	-29.8	-44.1
Depreciation of intangible fixed assets	-0.1	-0.1	-0.4	-0.3	-0.4
OPERATING RESULT (EBIT)	-5.2	-9.6	-24.3	-30.1	-44.5
Financial items	1.6	-0.3	6.8	-4.7	58.3
RESULT AFTER FINANCIAL ITEMS	-3.6	-9.9	-17.5	-34.8	13.8
Appropriations	0.0	0.0	0.0	-0.2	-8.1
Income taxes	0.0	0.0	0.0	-0.2	-6.7
RESULT FOR THE PERIOD / OTHER TOTALRESULT	-3.6	-9.9	-17.5	-35.2	-1.0

Balance sheet – parent company

SEK M	2013-09-30	2012-09-30	2012-12-31
Assets			
Intangible fixed assets	0.8	1.0	1.1
Tangible fixed assets	2.7	2.8	3.3
Financial fixed assets	922.4	921.8	906.3
Current assets	74.9	73.7	160.2
Liquid funds including short-term investments	0.0	0.0	0.0
TOTAL ASSETS	1,000.8	999.3	1,070.9
Equity and liabilities			
Share capital	17.7	17.7	17.7
Statutory reserve	68.0	68.0	68.0
Unrestricted share capital including result for the period	371.6	412.2	446.4
Total equity	457.3	497.9	532.1
Untaxed reserves	53.8	45.9	53.8
Interest-bearing long-term liabilities	70.7	37.6	34.2
Interest bearing short-term liabilities	150.2	151.2	123.7
Other liabilities	268.8	266.7	327.1
TOTAL EQUITY AND LIABILITIES	1,000.8	999.3	1,070.9

Segment reporting

2013 JULY-SEPTEMBER, SEK M	SWEDEN	OTHER NORDIC	OTHER	MOTHER-COMPANY/ADJ	TOTAL
External net sales	266.4	138.1	2.5	0.0	407.0
Operating result before depreciations of intangible fixed assets (EBITA)	6.8	17.6	0.9	-5.2	20.1
Depreciation of intangible fixed assets	-2.1	-2.8	0.0	-0.1	-5.0
Result after financial items	1.7	14.7	0.9	-3.7	13.6
Result attributable to Parent Company shareholders	0.5	10.6	0.9	-3.6	8.4
2013 JANUARY-SEPTEMBER, SEK M	SWEDEN	OTHER NORDIC	OTHER	MOTHER-COMPANY/ADJ	TOTAL
External net sales	960.9	458.8	6.1	0.0	1,425.8
Operating result before depreciations of intangible fixed assets (EBITA)	51.7	45.8	2.1	-23.9	75.7
Depreciation of intangible fixed assets	-6.9	-8.2	0.0	-0.4	-15.5
Result after financial items	34.3	36.4	2.1	-17.6	55.2
Result attributable to Parent Company shareholders	25.3	25.7	1.8	-17.5	35.3
Non-current assets	603.0	389.9	0.3	21.0	1,014.2
Current assets	215.3	204.4	4.2	74.8	498.7
Total assets	818.3	594.3	4.5	95.8	1,512.9
Total equity and liabilities	204.7	228.1	3.4	1,076.7	1,512.9
Average number of employees	1,132	504	17	13	1,666
2012 JULY-SEPTEMBER, SEK M	SWEDEN	OTHER NORDIC	OTHER	MOTHER-COMPANY/ADJ	TOTAL
External net sales	269.6	116.6	1.2	0.0	387.4
Operating result before depreciations of intangible fixed assets (EBITA)	17.1	13.1	0.3	-9.6	20.9
Depreciation of intangible fixed assets	-2.6	-3.5	0.0	-0.1	-6.2
Result after financial items	12.1	8.5	0.3	-9.9	11.0
Result attributable to Parent Company shareholders	7.7	5.5	0.3	-7.2	6.3
2012 JANUARY-SEPTEMBER, SEK M	SWEDEN	OTHER NORDIC	OTHER	MOTHER-COMPANY/ADJ	TOTAL
External net sales	979.6	426.2	4.5	0.0	1,410.3
Operating result before depreciations of intangible fixed assets (EBITA)	85.5	51.6	1.0	-29.8	108.3
Depreciation of intangible fixed assets	-7.8	-10.8	0.0	-0.3	-18.9
Result after financial items	78.7	36.9	1.0	-34.8	81.8
Result attributable to Parent Company shareholders	53.4	25.0	1.0	-25.9	53.5
Non-current assets	613.0	344.4	0.3	22.5	980.2
Current assets	284.6	211.7	2.2	48.9	547.4
Total assets	897.6	556.1	2.5	71.4	1,527.6
Total equity and liabilities	549.4	171.6	1.4	805.2	1,527.6
Average number of employees	1,153	492	13	12	1,670

Other units includes operation in Estonia. Non-divided costs consist of the Parent Company's group-wide costs for management, financing and marketing. Non-divided assets and liabilities pertain to posts attributable to group-wide liquidity and financing. As of 2013, the principles for accounting of group transactions in the balance sheet are reported in gross, comparison data for 2012 is adjusted accordingly.

Acquired Group companies

As of July 25, 2013, 100 percent of Amende AS was acquired

Total value of acquired assets, liabilities, purchase considerations and effects on Group's cash and cash equivalents of business acquired during the year:

SEK M	TOTAL
Settled in cash	37,5
Future consideration	34,1
Total consideration	71,6

Goodwill is attributable to the profitability of the acquired company and the expected synergies with other Knowit firms

Other intangible assets are attributable to the acquired client relations

Assets and liabilities included in the acquisitions were as follows:

SEK M	FAIR VALUE TOTAL
Intangible fixed assets	11,4
Other, non-current assets	1,3
Current assets	5,0
Cash and cash equivalents	10,5
Other liabilities	-10,6
Deferred tax liabilities	-2,1
Total identifiable net assets	15,5
Goodwill	56,1
	71,6
Consideration settled in cash	-37,5
Cash and cash equivalents in acquired companies	10,5
Effects of acquisitions on the Group's cash and cash equivalents	-27,0

The acquired company have during the year contributed with SEK 10.9 million in sales and SEK 3.1 million in EBITA result.