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YEAR-END RELEASE 2011

Financial results for the fourth quarter

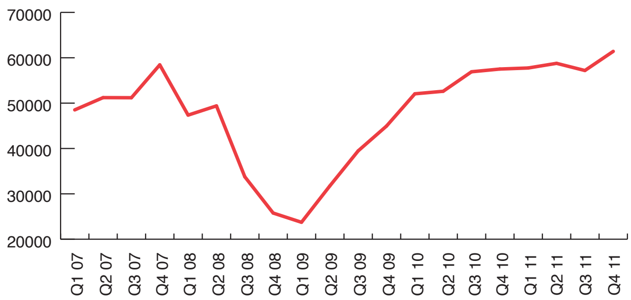
- The net asset value increased by 8.1% and amounted to SEK 61,839 m at the end of December, compared to SEK 57,189 m at the end of September. Net asset value per share increased from SEK 206.32 to SEK 223.10.
- Korsnäs' operating profit amounted to SEK 123 m (116) and the operating margin was 6.1% (5.8%). The result includes an insurance compensation of SEK 45 m for damages in earlier years.
- The Group's total revenue amounted to SEK 2,179 m (2,151).
- Net profit after tax, including changes in fair value of financial assets, amounted to SEK 5,136 m (445) corresponding to a profit of SEK 18.53 (1.60) per share.
- Change in fair value of unlisted holdings within Online amounted to SEK 1,650 m.
- Potential tax claim of SEK 700-800 m against the group, see further page 2.

Financial results for 2011

- The net asset value increased during the year by SEK 4,326 m, corresponding to 7.5%, to SEK 61,839 m at the end of 2011.
- Korsnäs' operating profit amounted to SEK 907 m (926) and the operating margin was 11.0% (11.3%).
- The Group's total revenue amounted to SEK 8,789 m (8,593).
- Net profit after tax, including changes in fair value of financial assets, amounted to SEK 6,555 m (13,622), corresponding to SEK 23.64 (49.08) per share.
- The Board proposes that the Annual General Meeting decide on a cash dividend of SEK 5.50 (4.50) per share.

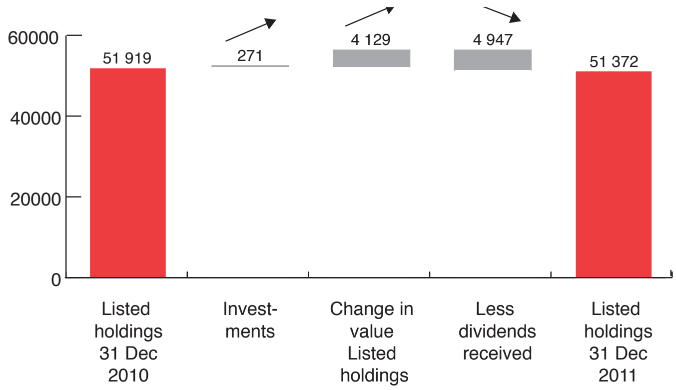
Kinnevik's net asset value 2006-2011

Pro forma adjusted for the acquisition of Emesco during Q3 2009. Figures in SEK m.



Market value - Listed Holdings

Figures in SEK m.



"2011 was an exciting year for Kinnevik. We invested SEK 3 billion in our growing online segment and the high growth in these companies contributed to the increase of SEK 4.3 billion in our net asset value. Online growth also creates momentum in our telecom and media companies where smart phones and value added services fuel data traffic and revenue growth. Kinnevik's balance sheet remains robust and the Board of Directors have proposed a dividend of SEK 5,50, up 22% compared to last year. Looking into 2012, we expect to continue investing in companies that thrive on the fast expanding online and data traffic usage, thus further advancing our position in growth markets and segments" says Mia Brunell Livfors, President and Chief Executive Officer of Kinnevik.

Kinnevik was founded in 1936 and thus embodies more than seventy years of entrepreneurship under the same group of principal owners. Kinnevik's holdings of growth companies are focused around seven business sectors; Paper & Packaging, Telecom & Services, Media, Online, Microfinancing, Agriculture and Renewable energy. Kinnevik has a long history of investing in emerging markets which has resulted in a considerable exposure to consumer sectors in these markets. Kinnevik plays an active role on the Boards of its holdings.

Total return

The Kinnevik share's average annual total return

Past 30 years [1]	20%
Past 5 years	5%
2011	1%

[1] Based on the assumption that shareholders have retained their allotment of shares in Tele2, MTG, Metro, Transcom and CDON.

Events during the fourth quarter

- On 4 November, the shares in Groupon Inc. was listed on NASDAQ in New York. Kinnevik has a direct holding in Groupon amounting to 8,377,156 shares. In addition, Rocket internet, in which Kinnevik owns 25% after all warrants have been exercised, holds 39,168,960 shares in Groupon. From this report, Kinnevik reports its directly owned shares in Groupon as a listed holding, while the indirectly owned shares held by Rocket Internet are continued to be reported under "Rocket Internet and portfolio companies".
  The change in fair value of the directly owned shares in Groupon amounted to SEK 743 m in the fourth quarter. The change in fair value of Rocket Internet and portfolio companies amounted to SEK 1,645 m for the fourth quarter, which mainly related to reported changes in fair value of Rocket's holdings in Groupon (SEK 868 m) and Zalando. See further under Online in this report.
- During the fourth quarter, Kinnevik invested a total of SEK 1,060 m within Online, of which SEK 1,045 m in Rocket Internet's portfolio companies. SEK 490 m of the consideration for Rocket Internet and its portfolio companies had yet to be paid at the end of the quarter and is recorded as debt in the balance sheet.
- At the end of December, Kinnevik signed a new three year syndicated credit facility agreement of SEK 5,300 m with extension options for another two years. The new credit facility is secured by listed shares, but without any financial covenants. It has from January 2012 replaced bilateral credit facilities with listed shares as security, totalling SEK 4,950 m.
- In December Kinnevik received an extra dividend from Millicom of SEK 767 m.
- In December Kinnevik subscribed for 33.7% in Transcom's issue of new shares, of which 22.3% with preferential rights and 11.4% in addition to this, in accordance with previously granted guarantee. In total, the payment amounted to SEK 170 m. Following the share issue, Kinnevik owns 33.0% of the capital and 39.7% of the votes in Transcom.

Events after the end of the reporting period

- On 6 February, Kinnevik announced a cash offer to acquire all outstanding shares, warrants and debentures in Metro International S.A. ("Metro"). The total offer value (excluding Kinnevik's existing holdings) for all shares and warrants amounts to approximately SEK 560 m and SEK 816 m including debentures. Metro's independent Board committee unanimously recommends Metro's shareholders and owners of warrants to accept the offer, supported by a fairness opinion that has been prepared in conjunction with the offer. Completion of the offer is not subject to a certain acceptance level. The acceptance period for the offer is expected to commence on 22 February and end on 20 March. Settlement is expected to commence on 29 March.
  It is Kinnevik's intention to continue operations in accordance with the strategic plan that has been developed by the management of Metro and continue to invest in emerging markets. This strategy entail a balance between cost savings in the free newspaper business while at the same time investing in emerging markets and in the online business. From that perspective, Kinnevik believes that significant opportunities exist to further develop Metro outside of the stock exchange, where Kinnevik, as an active owner with significant capital resources for expansion and investments, can provide the long-term support for the management and the business that is needed in order to capture and fully capitalise on the opportunities that lie ahead.
- In early February, the Swedish Tax Authorities verbally informed Kinnevik that they consider to increase the Group's taxes by approximately SEK 700-800 m pertaining to Kinnevik's acquisition of Emesco AB in 2009. Following correspondence between the two parties and a number of meetings on the issue, the Tax Authorities have to date maintained their consideration to interpret the nature of the transaction in a manner that Kinnevik strongly refutes. Kinnevik has engaged a number of legal and tax experts, who all confirm Kinnevik's view of the matter.
  Neither the content of a potential decision by the Tax Authorities, nor the timing of it, is known at the moment. If the Tax Authorities maintain their position and move forward with the issue against the company, Kinnevik will appeal the decision since the company is of the strong opinion that the Tax Authorities' interpretation of the law is incorrect.

Financial overview

Dividend and capital structure

The Board proposes that the Annual General Meeting decide on a cash dividend of SEK 5.50 (4.50) per share. The total dividend payment to Kinnevik shareholders will then amount to SEK 1,525m, corresponding to approximately 95% of the expected ordinary dividends from Millicom, Tele2 and MTG.

The Boards of Directors in Millicom, Tele2 and MTG have proposed to the Annual General Meetings in May that dividends be approved according to the following:

Kinnevik's part of dividends proposed to be paid from listed holdings		
Millicom	USD 2.40 per share	602[1)]
Tele2	SEK 13 per share	1 761
MTG	SEK 9 per share	122
Total expected dividends to be received from listed holdings		**2 485**
Of which ordinary dividends		1 605
Proposed dividend to Kinnevik's shareholders	SEK 5.50 per share	**-1 525**

[1)] Based on an exchange rate of 6.63 SEK/USD.

The guidance for new investments within Online, Microfinancing, Agriculture and Renewable Energy is approximately SEK 5 billion in 2012, compared to SEK 3 billion invested in 2011. For 2012, the parent company's leverage against the listed share portfolio is expected to be in the range of SEK 1 - 5 billion. Leverage against Korsnäs is expected to remain above 3xEBITDA.

Financial overview

Consolidated earnings for the fourth quarter

The Group's total revenue during the fourth quarter amounted to SEK 2,179 m, compared with SEK 2,151 m in the preceding year.

The Group's operating profit amounted to SEK 81 m (121).

The change in fair value of financial assets and dividends received amounted to a profit of SEK 5,128 m (347), of which SEK 3,384 m (107) was related to listed holdings and SEK 1,744 m (240) to unlisted financial assets.

Net profit amounted to SEK 5,136 m (445), corresponding to SEK 18.53 (1.60) per share.

Consolidated earnings full year 2011

The Group's total revenue during the year amounted to SEK 8,789 m compared with SEK 8,593 m in the preceding year.

The Group's operating profit amounted to SEK 826 m (889).

The change in fair value of financial assets and dividends received amounted to SEK 6,122 m (13,004), of which SEK 4,129 m (12,737) was related to listed holdings and SEK 1,993 m (267) to unlisted financial assets.

Net profit amounted to SEK 6,555 m (13,622), corresponding to SEK 23.64 (49.08) per share.

The Group's cash flow and investments

The Group's cash flow from operations excluding change in working capital amounted to SEK 1,241 m (1,198) during the year. Working capital increased by SEK 460 m (decrease of 112) and is mainly explained by increased inventories within Korsnäs.

Investments made in tangible and intangible fixed assets amounted to SEK 797 m (717) during the year, of which SEK 687 m (604) was in Korsnäs.

During 2011, Kinnevik invested SEK 2,933 m within Online, of which SEK 490 m was paid out in January 2012 and not included in the cash flow for 2011. Investments in securities during the year are shown in the tables below.

1 Jan-31 Dec 2011	Financial instrument	Amount (SEK m)
Subsidiaries		
G3 Good Governance Group	shares	143
Other subsidiaries	shares	5
		148
Other securities		
Paper & Packaging		
Bomhus Energi	shares	112
Telecom & Services		
Transcom	shares	170
Online		
Avito	shares	62
CDON	shares	101
Rocket Internet with portfolio companies	shares/warrants	2 673
Other Online investments		97
Microfinancing		19
		3 234

1 Jan-31 Dec 2010		
Subsidiaries		
Latgran	shares	71
Other subsidiaries	shares	14
		85
Paper & Packaging		
Bomhus Energi	shares	115
Online		
Rocket Internet with portfolio companies	shares/warrants	747
Avito	capital contribution	153
Other Online investments		17
Microfinancing		
Bayport	shares/warrants	313
Other Microfinancing investments		9
Agriculture		
Black Earth Farming	shares	124
		1 478

The Group's liquidity and financing

The Group's available liquidity, including short-term investments and available credit facilities, totalled SEK 5,465 m at 31 December 2011 and SEK 4,923 m at 31 December 2010.

The Group's interest-bearing net debt amounted to SEK 6,539 m and SEK 7,123 m on the same dates. Of the total net debt at 31 December 2011, SEK 5,212 m related to external net debt within Korsnäs or with shares in Korsnäs as collateral.

After the refinancing described under "Events during the fourth quarter" above, the Group's credit facilities carry an interest rate according to Stibor or similar base rate with an average margin of 1.3% (1.4%). All loans have fixed interest terms of no longer than three months. At 31 December 2011, the average remaining duration for all credit facilities amounted to 3.1 (3.2) years (including the earlier mentioned facility that was signed in December but closed in January 2012).

Of the Group's interest expenses and other financial costs of SEK 328 m (216), interest expenses amounted to SEK 277 m (203). This means that the average interest rate for the year was 3.6% (2.4%) (calculated as interest expense in relation to average interest-bearing liabilities).

The Group's borrowing is primarily arranged in SEK. In 2011, the net flow in foreign currencies, excluding dividends received and investments made, was a net inflow of about SEK 600 m, comprised mainly of Korsnäs' sales in EUR and GBP. For 2012, the net inflow of mainly EUR and GBP is expected to increase to about SEK 800 m.

Kinnevik's proportional part of revenue and operating result in its holdings

		Reported		Proportional part of		Change compared to Jan-Dec 2010	
Jan-Dec 2011 (SEK m)	Equity interest	revenue	EBIT	revenue	EBIT	revenue	EBIT
Korsnäs	100.0%	8 254	907	8 254	907	1%	-2%
Millicom	37.3%	29 427	8 165	10 976	3 046	13%	16%
Tele2	30.5%	40 750	6 972	12 429	2 126	3%	4%
Transcom	33.0%	5 005	-253	1 652	-83	-6%	N/A
MTG	20.3%	13 473	1 933	2 735	392	3%	0%
Metro	46.6%	1 779	112	829	52	12%	9%
CDON	25.1%	3 404	149	854	37	54%	10%
Black Earth Farming [1]	24.9%	353	-285	88	-71	-22%	N/A
Other holdings				1 560	-60	96%	N/A
Total sum of Kinnevik's proportional part of revenue and operating result				**39 377**	**6 347**	**8%**	**7%**

[1] Reported with one quarter's delay

The table above is a compilation of the holdings' revenues and operating result reported for 2011. Divested operations, assets held for sale and one-off items have been excluded.

Revenues and operating result reported by the companies have been multiplied by Kinnevik's ownership share at the end of the reporting period, thereby showing Kinnevik's proportional share of the companies' revenues and operating result. Constant exchange rates (average rate for 2011) have been used when translating revenue and EBIT from each company's reporting currency into Swedish kronor.

The proportional share of revenues and operating result has no connection with Kinnevik's accounting and is only additional information.

Book and fair value of assets

SEK million	31 Dec 2011 Equity interest (%)	31 Dec 2011 Voting interest (%)	Book value 2011 31 Dec	Fair value 2011 31 Dec	Fair value 2010 31 Dec	Total return 2011 [6]
Paper & packaging						
Korsnäs Industrial and Forestry	100	100	7 627	9 551 [1]	9 774 [1]	
Bergvik Skog [2]	5	5	653	653	556	
Interest bearing net debt relating to Korsnäs			-5 212	-5 212	-5 575	
Total Paper & packaging			**3 068**	**4 992**	**4 755**	
Telecom & services						
Millicom	37.3	37.3	26 088	26 088	24 309	12%
Tele2	30.5	47.7	18 129	18 129	18 915	15%
Transcom	33.0	39.7	189	189	333	-95%
Total Telecom and services			**44 406**	**44 406**	**43 557**	
Media						
MTG	20.3	49.9	4 436	4 436	6 009	-24%
Metro shares	46.6	42.4	148	148	285	-48%
Metro warrants [3]			129	129	374	-65%
Metro subordinated debentures, interest bearing			263	287	268	
Total Media			**4 976**	**5 000**	**6 936**	
Online						
Rocket Internet with portfolio companies			5 434	5 434	957	
Groupon, direct owned shares			1 197	1 197	450	
Avito (directly and through Vosvik)	52 [4]	28	336	336	274	
CDON	25.1	25.1	629	629	420	22%
Other Online investments			157	204	95	
Total Online			**7 753**	**7 800**	**2 196**	
Microfinancing						
Bayport	37 [5]	37 [5]	405	405	332	
Other Microfinancing investments			33	41	16	
Total Microfinancing			**438**	**446**	**348**	
Agriculture						
Black Earth Farming	24.9	24.9	427	427	824	-48%
Rolnyvik	100	100	181	250	250	
RawAgro			-	-	21	
Total Agriculture			**608**	**677**	**1 095**	
Renewable energy						
Latgran	75	75	144	245	259	
Vireo	75	75	29	58	8	
Total Renewable energy			**173**	**303**	**267**	
Interest bearing net debt against listed holdings			-1 605	-1 605	-1 706	
Debt, unpaid investments			-490	-490	-	
Other assets and liabilities			310	310	65	
Total equity/net asset value			**59 637**	**61 839**	**57 513**	
Net asset value per share				**223.10**	**207.51**	
Closing price, class B share				133.80	137.00	1%

[1] Consensus among analysts covering Kinnevik.
[2] Corresponding to 5% of the company's equity.
[3] Warrants in Metro are valued at fair value.
[4] After full dilution.
[5] After warrants have been utilised.
[6] Including dividends received.

Paper & Packaging

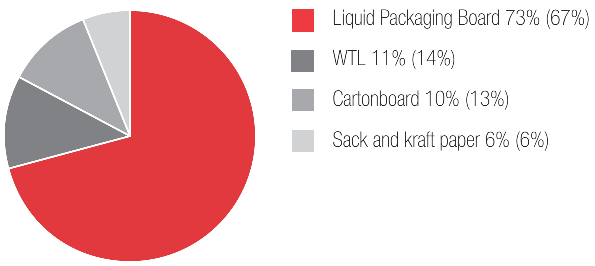
Korsnäs

Korsnäs, a wholly owned subsidiary of Kinnevik, is the second largest producer in the world of liquid packaging board, the second largest when it comes to coated white top liner and one of the largest producers of cartonboard. With its vast experience, solid competence and advanced technology, Korsnäs nurtures its ambition to constantly develop and improve its products and services to bring benefit to its customers. The company has two fully integrated mills in Gävle and Frövi and produces CTMP pulp for internal use in Rockhammar. Korsnäs Forestry is responsible for purchases of wood and fiber for Korsnäs Industrial and also conducts external sales, primarily of saw logs. Korsnäs also owns 5% of the shares in Bergvik Skog AB.

	Jan-Dec		Oct-Dec	
Key data (SEK m)	**2011**	**2010**	**2011**	**2010**
Korsnäs Industrial				
Revenue	7 129	7 148	1 723	1 751
EBIT	859	879	107	105
Operating margin	12.0%	12.3%	6.2%	6.0%
Korsnäs Forestry				
Revenue	1 125	1 030	290	247
EBIT	48	47	16	11
Korsnäs Group				
Revenue	8 254	8 178	2 013	1 998
EBIT	907	926	123	116
Operating margin	11.0%	11.3%	6.1%	5.8%
Return on operational capital	11.0%	11.9%	5.8%	5.9%
Cash flow data				
EBITDA	1 515	1 528	276	269
Change in working capital	-437	113	7	91
Cash flow from operations	832	1 314	239	294
Investments in tangible fixed assets	-687	-604	-292	-233
Production, thousand tons	1 061	1 019	247	243
Deliveries, thousand tons	1 002	1 021	238	241

Korsnäs Industrial's sales volume divided per product January-December 2011

Numbers in brackets refer to January-December 2010.



Operating profit for the fourth quarter of the year amounted to SEK 123 m, compared with SEK 116 m in the year-earlier period. Operating profit for the fourth quarter of 2011 includes insurance compensation of SEK 45 m, pertaining to damage to a soda recovery boiler in Frövi, which caused shorter production shutdowns in 2009 and 2010. The results for the fourth quarter were also positively impacted by lower energy costs, as well as higher sales prices. Higher prices for wood and chemicals were the primary contributing factors that had a negative impact on results, compared with the year-earlier period.

Korsnäs' operating profit for the full-year 2011 amounted to SEK 907 m, compared with SEK 926 million in 2010. Operating profit for the current year was adversely impacted by a breakdown of a turbine in Gävle (included below in energy costs). The breakdown is estimated to have caused additional costs of SEK 40 m. Operating profit was also negatively impacted by higher costs for wood and chemicals that were not fully offset by higher sales prices. Despite the negative effects from the breakdown of the turbine, energy costs were lower than the preceding year mainly due to energy investments in Gävle and lower electricity prices. The results for the second quarter of 2010 included strike remuneration of SEK 84 m from the Confederation of Swedish Enterprise as compensation for direct costs resulting from an industrial dispute.

The explanatory items are presented in the table below.

Explanation items in changes in EBIT (SEK m)	**Jan-Dec**	**Oct-Dec**
EBIT 2010	926	116
Delivery and production volumes and changed product mix	76	9
Sales prices including currency effects	142	19
Cost changes for energy	95	48
Cost changes for pulpwood and external pulp	-182	-58
Cost changes for chemicals	-73	-36
Strike compensation 2010	-84	-
Insurance compensation	45	45
Change in fixed costs	-63	-29
Other	25	9
EBIT 2011	**907**	**123**

Market

From a stable market position in the first quarter, the market was characterized by uncertainty since the second quarter. Caution among customers who reduced their inventories and delayed placing orders due to uncertainty of the direction of the market continued in the fourth quarter. Compared with 2010, which was characterized by strong demand, demand in 2011 was generally lower.

At the beginning of the year, Korsnäs' inventory levels were low and during the second quarter, the Frövi facility experienced some production problems. This means that deliveries in the first six months of 2011 were impacted by a shortage of materials, while deliveries during the second half of the year were affected by uncertainty in the market.

Despite the uncertain market situation, Korsnäs succeeded in increasing delivery volumes of liquid packaging board by 6% for full-year 2011, compared with 2010, due to higher volumes to existing major customers.

Within cartonboard and white top liner, deliveries declined compared with 2010 due to lower demand at the end of the year combined with a reduction of customer inventories. The proportion of coated white top liner increased during the year.

Sales of sack and kraft paper declined marginally compared with 2010. However, sales of white paper, which has been Korsnäs' focus for the past couple of years, rose 5% compared with 2010. Demand for sack and kraft paper also declined during the latter part of the year.

Price increases were implemented from 1 January 2011, in line with agreements with major liquid packaging board customers, and price increases were also implemented in other product areas during the first nine months. Prices remained unchanged during the fourth quarter.

Production

Production for the full-year 2011 amounted to 1,061,000 tons, up 4% compared with 2010.

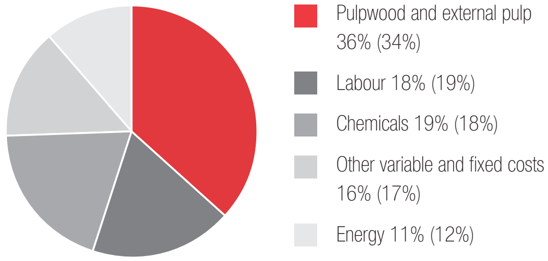
Production volumes for 2011 were impacted by a number of minor operational problems at the Gävle plant in the fourth quarter, resulting in production loss totaling approximately 15,000 tons (in addition to the production loss due to the maintenance shutdown lasting for 11 days), as well as production problems at the Frövi facility during the second quarter resulting in a production loss of slightly more than 10,000 tons of paper and carton products. During 2010, Korsnäs' production was impacted by production loss of approximately 59,000 tons (of which 21,000 tons in the fourth quarter) due to unscheduled operational shutdowns and an industrial conflict.

As a result of energy investments in Gävle, energy costs have been reduced significantly compared with 2010. The new evaporation facility that came online in May 2010 has decreased oil consumption well in line with the anticipated savings of 19,000 m3 annually. However, a turbine in Gävle broke down in April 2011, resulting in an operational stoppage of the turbine until the end of July. The stoppage is estimated to have resulted in additional costs of approximately SEK 40 m.

Pulpwood prices rose from 1 January 2011 by SEK 10-30/m3fub, depending on the range and catchment area. During the summer, additional price increases of SEK 10-25/m3fub were announced, but which did not have an effect on Korsnäs' purchase prices before a price reduction of up to SEK 15/m3fub from Korsnäs' earlier price level was announced in September. In mid-December, an additional price reduction was implemented of SEK 20/m3fub for coniferous pulpwood and SEK 15-20/m3fub for birch pulpwood. The price changes for pulpwood will impact Korsnäs' operating profit, subject to a lag of approximately three to six months.

Distribution of operating costs January-December 2011

Excluding depreciation, Korsnäs Industrial. Numbers in brackets refer to January-December 2010.



Investments and maintenance stoppages

The project pertaining to a new bioenergy facility in Korsnäs' industrial area is progressing in cooperation with Gävle Energi AB's jointly owned company, Bomhus Energi AB. The aim of the bioenergy facility is to assure delivery of eco-friendly electricity and steam to Korsnäs' plant in Gävle from 2013, as well as district heating to Gävle Energi's customers. All main components have been procured within the project's budget framework and construction is proceeding as planned. For Korsnäs, the investment in 50% of the shares and debenture loans in Bomhus will amount to approximately SEK 320 m, of which SEK 115 m was paid during 2010 and SEK 112 m during the 2011.

During the third quarter, a decision was made to invest SEK 270 m in the rebuilding of PM5 in Gävle. The rebuild will affect several parts of the machine and is an assertive quality investment to improve cartonboard quality. The rebuild will be implemented during the scheduled maintenance stoppage in autumn 2012.

Decisions have also been made to install a new wash press and to modify the oxygen phase in Fiber-line 3 in Gävle. The expansion is estimated to increase wood replacement and decrease requirements of bleaching chemicals. The investment totals SEK 95 m, of which SEK 29 m was paid in 2011.

In July, a judgment was handed down to Korsnäs Gävle from the Land and Environmental Court of the Östersund District Court. According to the judgment, Korsnäs must additionally reduce emissions of TOC (Total Organic Carbon, oxygen-consuming substances) from the plant in Gävle. Consequently, Korsnäs must invest approximately SEK 200-300 m in its external purification facility in 2014. Korsnäs has appealed the judgment of the Land and Environmental Court and a review dispensation was granted in November.

The annual maintenance shutdowns at the plants in Gävle and Frövi are described in the table below.

Implemented and planned maintenance stoppages	2012	2011	2010
Korsnäs Gävle	Q4: 11 days	Q4: 11 days	Q2: 2 days Q4: 9 days
Korsnäs Frövi	Q2: 8 days	Q2: 8 days	Q2: 11 days

Telecom & services

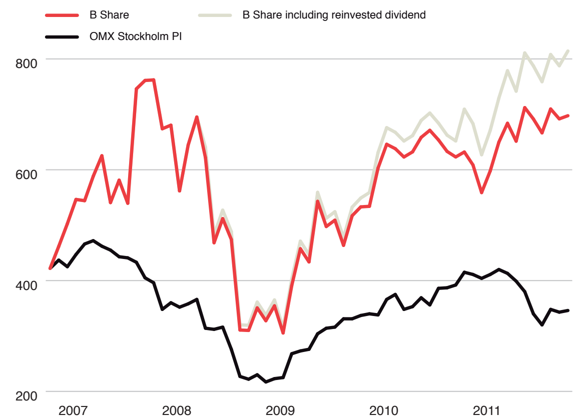
Kinnevik has strong market positions in mobile telephony in Latin America, Sub-Saharan Africa, Scandinavia, the Baltics and Russia through its holdings in Millicom and Tele2. In total, Kinnevik's telecom assets cover a total population of 366 million people and have 77 million subscribers in 24 countries.

Millicom

Millicom offers affordable and easily accessible mobile telephony services in 13 countries in Latin America and Africa.

	Jan-Dec		Oct-Dec	
Key data (USD m)	**2011**	**2010** [1]	**2011**	**2010** [1]
Revenue	4 530	4 018	1 177	1 069
EBITDA	2 087	1 896	536	497
Operating profit, EBIT	1 257	1 083	333	281
Net profit	925	1 620	180	206
Number of mobile subscribers (million)	43.1	38.6		

[1] Pro forma figures to reflect the full consolidation of Honduras



Millicom's top line grew by 10.1% in Q4 2011 and closed the year with an organic revenue growth of 10.5%. Despite the continued investments in data and Mobile Financial Services (MFS), Millicom achieved an EBITDA margin of 46.1% for the year 2011. In Q4, a quarter in which the company invested more in commercial activity, margins still exceeded 45.5%. Focus in the fourth quarter remained on growing revenues through innovative products in the Information, Entertainment, Solutions, and MFS categories. In particular, mobile data grew 58% in Q4 2011 and the Information, Solutions and MFS categories combined now contribute in excess of 15% of recurring revenues.

In Latin America, Value Added Services now amounts to more than one third of revenues. Over the three years since its acquisition, the cable business in Central America has delivered a compounded annual growth rate of 12% in revenue while maintaining a healthy EBITDA margin.

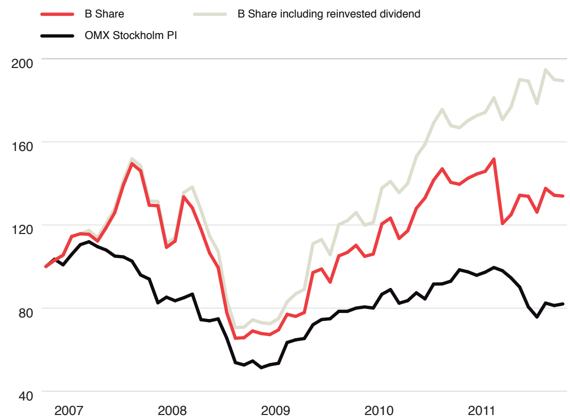
In Africa, top line growth in local currency reached 10.6% in Q4, an improvement versus the growth rate in Q3. Millicom expects measures implemented in Ghana and Senegal to result in improved performance in 2012. In Rwanda, two years since launch, the country turned EBITDA positive in December, as critical mass was reached with one third of the market using Millicom's network.

The Board of Directors will propose to the 29 May AGM, the payment of a USD 2.40/share ordinary dividend, an increase of 33% versus last year. For the year 2012, a share buyback program of up to USD 300 m has been approved by the Board.

Tele2

Tele2 offers products and services within fixed and mobile telephony, broadband, computer networks and cable TV, with a geographical focus on Russia, Eastern Europe and the Nordics.

	Jan-Dec		Oct-Dec	
Key data (SEK m)	**2011**	**2010**	**2011**	**2010**
Revenue	40 750	40 164	10 839	10 109
EBITDA	10 852	10 284	2 791	2 488
Operating profit, EBIT	6 968	7 088	1 640	1 356
Net profit	4 904	6 481	1 311	1 099
Number of subscribers (million)	34.2	30.9		



The fourth quarter 2011 confirmed the momentum of Tele2's growth with the completion of acquisitions in Norway (Network Norway), and in Austria (Silver Server), the launch of mobile services in 12 out of 16 regions in Kazakhstan and the acquisition of spectrum in Sweden, Estonia, Lithuania, Latvia and Kazakhstan to contribute to Tele2's data strategies.

Tele2 won 6 new regions in Russia, bringing the total to 43 (37). Tele2 Russia added more than 2 million customers in 2011 out of 2.8 million for the group. As the Russian market matures, Tele2 intends to shift their focus from volume to value.

Tele2's Nordic operations continue to show growth with the expansion of the smartphone market in particular. In Sweden, the roll out of the new 2G and 4G network in the country accelerated to meet increasing data demand from the customers. In Norway, the integration of Network Norway proceeded ahead of plan.

Operations in the Netherlands reached higher EBITDA levels on increased scale. After a successful pilot project, Tele2 is evaluating the potential of 4G networks as the regulatory and market environments seem favourable for a value driven telecom competitor.

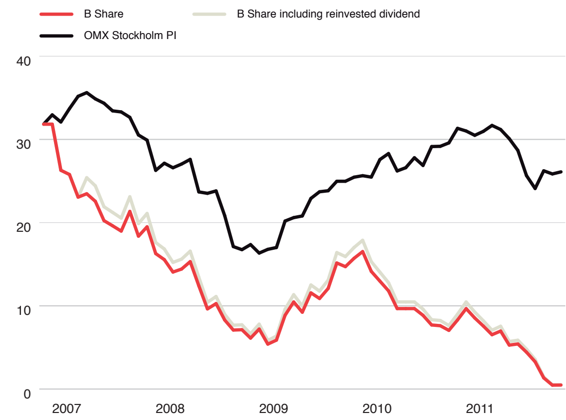
Tele2 Kazakhstan demonstrated solid revenue growth substantially increasing its customer base to 1.4 million.

The Board of Tele2 has decided to recommend an increase in the ordinary dividend of 8% to SEK 6.50 (6.00) per share in respect of the financial year 2011. The Board also decided to recommend an extraordinary dividend of SEK 6.50 (21.00).

Transcom

Transcom is active within outsourcing of Customer Relationship Management (CRM) and Credit Management Services. Today the company is employing more than 22,500 people delivering services from 29 countries.

	Jan-Dec		Oct-Dec	
Key data (EUR m)	**2011**	**2010**	**2011**	**2010**
Revenue	554.1	589.1	142.8	148.7
Operating profit/loss, EBIT	-28.0	-6.5	2.0	-19.1
Net profit/loss	-49.4	-8.0	-0.4	-17.0



2011 has been a difficult and turbulent year with disappointing results for Transcom. The target is to reverse the company's negative development and return to growth and improved profitability.

Transcom's revenue in 2011 was EUR 554.1 m, a decrease by 5.9% compared to 2010. Iberia and the North region are performing well despite tough economic and business conditions. North America & Asia Pacific is facing changing delivery demands and volume growth mainly in Asia. West & Central results are disappointing and France is facing a lengthy restructuring process.

Transcom enters 2012 with a stronger balance sheet after the recently completed rights issue. The restructuring program announced in the second quarter of 2011 is still underway. The successful completion of these restructuring actions is an important short-term focus area and Transcom continues to look for areas for improvement in order to achieve a financial uplift. The target is to optimize capacity and that will continue to be a focus area throughout 2012 as the company reviews its global delivery footprint.

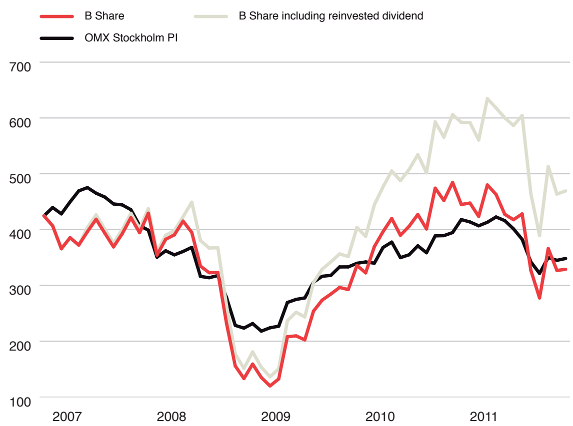
Media

Kinnevik's media companies have operations in a total of 41 markets and a combined reach of 125 million daily TV viewers in MTG and 18 million daily readers in Metro.

Modern Times Group MTG

MTG is an international media company with the second largest geographic spread in radio and TV operations in Europe. MTG's free- and pay-TV channels reach more than 125 million people in 34 countries.

	Jan-Dec		Oct-Dec	
Key data (SEK m)	**2011**	**2010**	**2011**	**2010**
Revenue	13 473	13 101	3 711	3 618
Operating profit/loss, EBIT	-637	2 355	-2 517	746
Net profit/loss	-1 289	3 541	-2 564	2 359



All four of MTG's broadcasting businesses reported growing revenues in the quarter and for the full year, with record sales for both periods.

Sales for the Scandinavian free-TV operations were up year on year as the advertising markets continued to grow. MTG's viewer ratings issues are being addressed, and the 2012 spring schedules are now being launched. The Nordic pay-TV subscriber base continues to grow and the Viaplay online service is developing according to plan.

The emerging market free-TV operations have taken market share and outperformed in advertising markets that are still lagging the recovery in western Europe, whilst the emerging market pay-TV operations are reporting continued strong subscriber intake. MTG's businesses have some of the highest margins in the European broadcasting industry despite the fact that the company continues to invest in programming content, new technologies and subscriber acquisition.

The fourth quarter results were impacted by a number of non-recurring and primarily non-cash items following year-end impairment tests, but the underlying profitability and cash flows remain healthy and MTG continues to explore new growth opportunities.

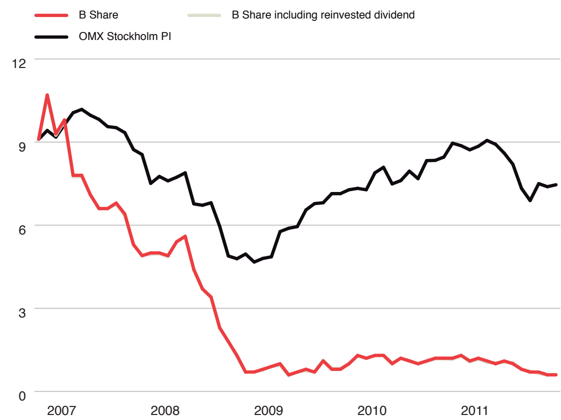
The Board of Directors will propose to the Annual General Meeting of shareholders an increased ordinary dividend of SEK 9.00 (7.50) per share. The Board of Directors has adopted a dividend policy to distribute a minimum of 30% of each year's recurring net profit to shareholders in the form of an annual ordinary dividend.

Metro

Metro is the world's largest international daily newspaper. Metro is published in over 100 major cities in 22 countries across Europe, North & South America and Asia. Metro attracts an audience of 18 million daily readers.

	Jan-Dec		Oct-Dec	
Key data (EUR m)	**2011**	**2010**	**2011**	**2010**
Revenue	197	175	58	56
Operating profit, EBIT	19.4	11.7	14.6	7.5
Net result	4.7	2.9	11.4	5.7

Information in table above refer to continuing operations.



For Metro, the latter half of 2011 was impacted by the global economic crisis, but in spite of the impact, full year results were solid. Sweden, Denmark, Russia and Mexico had improvement in results based on better pricing. Holland is being closely monitored as that market is experiencing a decline in ad spend on newspapers. In Hong Kong, market conditions are tough with the increased competition but Metro has performed relatively well.

To capitalize on the growing advertising market in Latin America, Metro has launched in Colombia, Guatemala and Peru. Using funds from the divestment of English Canada, Metro acquired a further stake in Metro St Petersburg - an operation that has the best EBIT margin in the group, 34%.

In February, Kinnevik announced a recommended public all cash offer to the owners of shares, warrants and debentures in Metro. The offer values Metro at approximately SEK 1,145 m and the acceptance period is expected to commence on 22 February and end on 20 March 2012 (see page 2 for further information).

Online

Investment (SEK m)	Ownership	Invested amount	Estimated fair value
Rocket Internet with portfolio companies	mixed	3 411	5 434
Groupon, directly owned shares	8 377 156	20	1 197
Avito (directly and through Vosvik)	52%	285	336
CDON	25.1%	517 [1]	629
Other online investments	mixed	511	204
Total		**4 744**	**7 800**

[1] The value of dividend received from MTG when shares distributed and share purchases made thereafter.

Online services are growing strongly and Kinnevik is searching for various types of investments that will benefit from households spending a growing proportion of their time and budget online. The main focus is consumer-oriented services, with proven business concepts. Expansion in consumer-related Internet services is capital-intensive and competition in the market is tough, but at the same time, the growth potential is significant.

In 2011, Kinnevik invested a total of SEK 2,933 m within Online, including SEK 2,673 m in Rocket Internet with portfolio companies, SEK 62 m in Avito and SEK 101 m in CDON.

At the end of the year, investments in Online were valued at a total of SEK 7,800 m. The assessed change in fair value recognized in the consolidated income statement amounted to SEK 2,666 m (640) for the year, of which SEK 1,813 m (209) related to the change of fair value of shares and warrants in Rocket Internet with portfolio companies, SEK 747 m (430) related to the change in fair value of directly owned shares in Groupon, and SEK 108 m (4) related to CDON.

In the valuation of Kinnevik's investment in Rocket Internet, and direct investments in Rocket's portfolio companies, all portfolio companies with the exception of Zalando and Groupon have been valued at cost, which is considered to correspond to fair value. Rocket's shares in Groupon have been valued at current stock-market price at year-end and Zalando is recognized at the assessed fair value by applying a multiple to the company's historic sales. The multiple was determined based on a comparison with a group of comparable companies.

During 2011 and early 2012, a number of Rocket's portfolio companies issued new shares to external investors at price levels that exceeded Kinnevik's recognized assessed fair values. Since the newly issued shares have better preference over the portfolio companies' assets in the event of liquidation or sale than Kinnevik's shares have, Kinnevik do not consider these price levels as a relevant base for assessing the fair values in the accounts. The latest transactions that have been made with better preference than Kinnevik's shareholdings, have been made at levels that, applied on Kinnevik's shareholdings, is above three billion kronor higher than Kinnevik's book value as per 31 December 2011.

Rocket Internet

Rocket Internet is a company that incubates and develops e-commerce and other consumer-oriented online companies. Through an agreement signed in 2009, Kinnevik owns 25% of Rocket Internet following the exercise of outstanding warrants (12% before exercise of warrants).

Kinnevik works closely with the founders of Rocket Internet in order to start up companies and develop them into leading Internet players. During 2011, a number of companies were established in emerging markets where Rocket Internet's online expertise can be combined with Kinnevik's experience and network in emerging markets.

Rocket Internet's portfolio comprises companies that are active in:

- E-commerce with a focus on footwear and fashion, with Zalando in Europe, Dafiti in Brazil, Lamoda in Russia and a number of other newly started companies in emerging markets.
- E-commerce of furniture, with Home 24 (formerly Möbel-Profi) in Europe and a number of new companies that have been started in emerging markets.
- Other E-commerce comprising outdoor articles, toys, jewelry, interior decor and beauty products (Glossybox).
- Group discounts, with MyCitydeal, a company started up by Rocket merging with the US company Groupon in 2010.
- Marketplaces for brokering short-term housing through the companies Wimdu and Airizu.
- The profile-matching dating website, e-Darling.

During 2011, Kinnevik, together with Rocket Internet and other external investors, increased its investments in the portfolio companies. Kinnevik's investments are distributed as follows:

Invested amount	2011	Accumulated invested amounts
Rocket Internet	-	345
Zalando	828	1 027
Other e-commerce companies within footwear, fashion and accessories	565	738
Home24 and other e-commerce companies within furniture	363	363
Other e-commerce companies	574	596
Wimdu, Airizu	343	342
Total invested	**2 673**	**3 411**

Zalando

Zalando started its operations in Germany in 2008 and has today online shops also in the Netherlands, France, the United Kingdom, Austria, Italy and Switzerland. The company intends to continue its expansion geographically and through increasing its range of footwear, fashion and accessories. In 2011, Zalando launched its own logistic center and opened the first warehouse operated by the company. A new warehouse construction project was initiated in the city of Erfurt in Germany to start operations in 2012.

Zalando has continued its strong growth in 2011. In the first half of 2011, the company generated net sales of approximately EUR 200 m, compared to full year sales of EUR 159 m in 2010. Due to the strong growth and geographical expansion, the company reported an operating loss.

Groupon

	Jan-Dec		Oct-Dec	
Key data (USD m)	**2011**	**2010**	**2011**	**2010**
Revenue	1 625	313	506	172
Operating profit/loss, EBIT	-203	-420	15	-336
Net loss	-275	-413	-37	-335

Groupon is a leading daily deal site with a global presence, offering goods and services at a discount on local e-commerce marketplaces. The Company has today more than 10,000 employees in some 45 countries. The company has offerings within six comprehensive categories; local, national, travel, events, goods and Now!, offerings in limited quantities that are available only for a short period of time, and the company intends to keep diversifying its portfolio of services through more categories. During 2011, Groupon has continued growing its customer base and revenues have increased over five times compared to last year. Due to strong growth, the company reported an operating loss.

Avito

Avito.ru is the leading online service for classified advertising in Russia. In the fourth quarter, the company had an average of 3.6 million new classifieds per month (2.1 million for the corresponding period last year) and 18.3 million (8.7) million unique monthly visitors. The company has in 2011 continued to invest to further strengthen its leading position. Revenues primarily derive from advertising sales on the website.

CDON

CDON Group is a leading e-commerce company with some of the most well known and appreciated brands in the Nordic area.

	Jan-Dec		Oct-Dec	
Key data (SEK m)	**2011**	**2010**	**2011**	**2010**
Revenue	3 404	2 210	1 316	769
Operating profit, EBIT	149	135	71	38
Net profit	83	90	48	26

CDONs net sales were up 71% year on year in the quarter and 54% for the year to date and organically sales were up 49% year on year in the quarter and 37% for the year to date, following sales growth and continued market share gains for each business segment. The Group's sites attracted 60.8 (37.4) million visits during the quarter and generated 2.2 (1.6) million orders during the period. A total of 171.8 (114.1) million visits and 6.0 (4.7) million orders were registered for the full year.

The gross margin was 17.4% (18.1%) in the quarter and 17.3% (19.0%) for the full year. The decrease in margin is a result of the ongoing shift in the Entertainment segment away from the sale of media products towards growth categories such as consumer electronic products, and affected by the consolidation of Tretti.com from 3 June 2011, as the company's gross margins are somewhat lower than the Group's average. The full year decrease is primarily reflecting the one-off costs related to the restatement of Norwegian customs duties and VAT.

Microfinancing

Investment (SEK m)	Ownership	Invested amount	Estimated fair value
Bayport	37%	329	405
Other Microfinancing investments	mixed	44	41
Total		**373**	**446**

Similar to the manner in which Kinnevik developed telecom services in emerging markets through innovative products and distribution networks, Kinnevik is now searching for investment opportunities in the microfinancing sector.

Bayport, a company offering micro credits and financial services in five African countries (Ghana, Uganda, Zambia, Tanzania and Botswana) as well as in Colombia, is Kinnevik's largest investment in the microfinancing sector. Bayport was founded in 2002 and has grown with profitability into a leading African micro credit company with total assets of around USD 265 m. The company has about 235,000 customers and the product portfolio is continuously expanding, primarily with loans with longer duration. Loans are used primarily for financing larger non-recurrent expenses, such as school fees, investment in farming or for starting smaller companies.

Ghana and Zambia are Bayport's largest markets, while also the other countries are displaying rapid growth. Bayport expanded its operations to Colombia in the first quarter of 2011 through the acquisition of a majority stake in the Colombian payroll deduction company FiMSA.

Microvest II is a fund focusing on equity investments in micro financing companies in emerging markets. The fund has currently four investments, of which two in India, one in Paraguay and one in Peru.

Agriculture

Investment (SEK m)	Ownership	Invested amount	Estimated fair value
Black Earth Farming, Russia	24.9%	659	427
Rolnyvik, Poland	100%	174	250
Total		**833**	**677**

Current focus in agriculture is to continue the expansion in less developed areas, where larger acreage can be acquired at relatively low prices and developed to achieve higher productivity.

Black Earth Farming

Black Earth Farming (BEF), with shares listed on NASDAQ OMX Stockholm, is a leading agricultural company with operations in Russia. The company acquires and cultivates agricultural land in the fertile Black Earth region in South-west Russia.

	Jan-Sept		Full year
Key data (USD m)	**2011**	**2010**	**2010**
Revenue	30.2	26.0	46.9
Operating loss, EBIT	-13.6	-11.7	-31.2
Net loss	-28.9	-21.5	-42.5

Third quarter results were affected by a relatively low average realised sales price of 142 USD per ton on the Russian market. However, the company also sold its first ever export cargoes, 33 thousand tons of wheat, during the third quarter at an average price of approximately 220 USD per ton. This is an extremely important capability for the business and despite frustrations with a national shortage of rail cars this season BEF is looking to increase export sales to access the price premium versus domestic markets.

BEF is planning for a total 2012 crop area of similar size to 2011 at approximately 230 thousand hectares. Significant progress has been made with the initiatives to start removing constraints to crop yields, all of which incur extra costs but are vital investments in order to increase crop yields and operational performance going forward.

Agriculture – non-listed holdings

Kinnevik's wholly owned Polish agricultural company, Rolnyvik, operates the Barciany and Podlawki farms, with a total area of 6,705 hectares.

Rolnyvik reported operating profit of SEK 23 (16) m in 2011. The improved operating profit was attributable to the storage and sale of a substantial proportion of the preceding year's harvest in the beginning of 2011 at the going market rate for grain, which was higher than in 2010.

A dry growth season, followed by a very rainy harvest season, resulted in lower harvest per hectare, compared with the year-earlier period.

During the third quarter, Kinnevik divested its 30% shareholdings in the Ukrainian agricultural company, RawAgro, for SEK 28 m.

Renewable energy

Investment (SEK m)	Ownership	Invested amount	Estimated fair value
Latgran	75%	129	245
Vireo	75%	58	58
Total		**187**	**303**

Renewable energy production is expected to see substantial growth in coming years, especially in Europe driven by EU commitments to 20% renewable production by 2020. Bioenergy is of strategic interest for Kinnevik given strong European growth expectations in combination with Kinnevik's experience from and activities in agriculture and forestry. The strategy is focused around two core areas – large scale wood pellets production, and local energy production based on biogas and biomass. Central and Eastern Europe is the main geographical focus where operations are conducted in the two companies Latgran and Vireo Energy.

Latgran	Jan-Dec		Oct-Dec	
SEK m	**2011**	**2010**	**2011**	**2010**
Revenue	319	299	104	92
EBIT	32	54	8	17
Production, thousand tons	292	239	111	66
Deliveries, thousand tons	265	237	77	74

Latgran conducts production of pellets from forest raw materials at the company's three production facilities in Latvia. All production is exported to several major industrial customers in Scandinavia and the rest of Northern Europe. Demand for pellets remained favorable during 2011. Increased costs for raw material and energy, which has not been fully compensated by price increases on pellets, resulted in a decrease in operating margin down to 10% compared to 18% in 2010.

During the third quarter, the company's third pellets plant in South-east Latvia was commissioned as planned. The investment totalled approximately EUR 14 m and the plant will have a planned annual production of approximately 140,000 tons.

In 2010, Vireo Energy commenced operations aimed at building, owning and operating facilities that produce energy from renewable sources. Initially, the company is focusing primarily on projects to recover energy from landfill gas, and other forms of waste based biogas. Geographic focus is Poland and adjacent countries. Contracts have been signed for the recovery of biogas with a number of landfills in Poland and Belarus. Vireo are now investing in these facilities and is commencing the sale of energy.

Parent Company and other

The administration costs within the Parent Company and the Group's other companies amounted to a net expense of SEK 99 m (expense of 67) for the year after invoicing for services performed.

Business combination

At the end of May, Kinnevik acquired 68% of the shares in G3 Good Governance Group ("G3"), a company that offers emerging market strategic advisory services, for a consideration of GBP 18 m including cash and cash equivalents of GBP 5 m. According to the preliminary purchase price allocation, the transaction gave rise to goodwill of SEK 135 m in Kinnevik's consolidated financial statements. For the period June-December, G3 contributed SEK 22 m to consolidated earnings. If G3 had been part of the Kinnevik Group from 1 January, consolidated earnings would have been SEK 8 m higher.

Risk Management

The Group's financing and management of financial risks is centralized within Kinnevik's finance function and is conducted on the basis of a finance policy established by the Board of Directors. The Group's operational risks are primarily evaluated and managed within the particular business area and then reported to the Kinnevik Board.

The Group has established a model for risk management, the aims of which are to identify, control and reduce risks. The identified risks and how they are managed are reported to the Kinnevik Board on a quarterly basis.

Kinnevik's wholly owned subsidiary Korsnäs accounts for most of the operational risks and they are mainly related to market development, customers and suppliers and the risk for a major accident in the production plants.

Kinnevik is exposed to financial risks mainly in respect of changes in the value of the stock portfolio, changes in market interest rates, exchange rate risks and liquidity and refinancing risks.

The Group is also exposed to political risks since the companies Kinnevik has invested in have a substantial part of their operations in emerging markets such as Latin America, Sub-Saharan Africa and Russia.

For a more detailed description of the Company's risks and risk management, refer to the Board of Directors' report and Note 31 of the 2010 Annual Report.

Accounting principles

The consolidated financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS), as adopted by the EU. This report was prepared in accordance with the Annual Accounts Act and IAS 34, Interim Financial Reporting.

The accounting principles and calculation methods applied in this report are the same as those described in the 2010 Annual Report.

From 2011 the accounting segments consist of Paper & Packaging (Korsnäs), Other operating subsidiaries (former part of New Ventures) and Parent Company and other. The change is further described in Note 1 on page 20.

Kinnevik Annual General Meeting 2012

The Annual General Meeting will be held on Monday 7 May 2012 at 10:00 a.m. at the Hotel Rival, Mariatorget 3 in Stockholm.

Shareholders wishing to have matters considered at the Annual General Meeting should submit their proposals in writing to agm@kinnevik.se or to The Company Secretary, Investment AB Kinnevik, Box 2094, SE-103 13 Stockholm, Sweden, at least seven weeks before the Annual General Meeting, in order that the proposal may be included in the notice to the meeting. Further details on how and when to register will be published in advance of the Meeting.

Nomination Committee for the 2012 Annual General Meeting

In accordance with the resolution of the 2011 Annual General Meeting, Cristina Stenbeck has convened a Nomination Committee consisting of members representing the largest shareholders in Kinnevik. The Nomination Committee is comprised of Cristina Stenbeck, Henry Guy on behalf of Verdere Sàrl, Wilhelm Klingspor on behalf of the Klingspor family, Ramsay Brufer on behalf of Alecta, and Edvard von Horn on behalf of the von Horn family.

Information about the work of the Nomination Committee can be found on Kinnevik's corporate website at www.kinnevik.se.

Financial reports

The Annual Report for 2011 will be released on the company's website on 2 April 2012.
Reporting dates for 2012:

20 April	Interim Report January-March
20 July	Interim Report January-June
19 October	Interim Report January-September

Stockholm, 15 February 2012

Board of Directors

Kinnevik discloses the information in this year-end release pursuant to the Swedish Securities Exchange and Clearing Operations Act and/or the Swedish Financial Instruments Trading Act. The information was submitted for publication at 8.00 CET on 15 February 2012.

Review Report

Introduction
We have reviewed the condensed year-end release for Investment AB Kinnevik (publ) for the period 1 January to 31 December 2011. The Board of Directors and the CEO are responsible for the preparation and presentation of this year-end release in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this year-end release 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 Financial Information 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 year-end release is not prepared, in all material respects, for the Group in accordance with IAS 34 and the Swedish Annual Accounts Act, and for the Parent Company in accordance with the Swedish Annual Accounts Act.

Stockholm, 15 February 2012
Ernst & Young AB

Thomas Forslund
Authorized Public Accountant

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Kinnevik was founded in 1936 and thus embodies more than seventy years of entrepreneurship under the same group of principal owners. Kinnevik's objective is to increase shareholder value, primarily through net asset value growth. The company's holdings of growth companies are focused around seven business sectors; Paper & Packaging, Telecom & Services, Media, Online, Microfinancing, Agriculture and Renewable energy.

Kinnevik has a long history of investing in emerging markets which has resulted in a considerable exposure to consumer sectors in these markets. Kinnevik plays an active role on the Boards of its holdings.

The Kinnevik class A and class B shares are listed on NASDAQ OMX Stockholm's list for Large Cap companies within the financial and real estate sector. The ticker codes are KINV A and KINV B.

CONDENSED CONSOLIDATED INCOME STATEMENT (SEK m)

	Note	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct-31 Dec
Revenue		8 789	8 593	2 179	2 151
Cost of goods sold and services		-7 476	-7 315	-1 984	-1 909
Gross profit/loss		**1 313**	**1 278**	**195**	**242**
Selling, administration, research and development costs		-640	-538	-185	-167
Other operating income		158	326	71	69
Other operating expenses		-5	-177	0	-23
Operating profit/loss		**826**	**889**	**81**	**121**
Dividends received	2	4 951	3 105	767	416
Change in fair value of financial assets	2	1 171	9 899	4 361	-69
Interest income and other financial income		68	60	19	13
Interest expenses and other financial expenses		-328	-216	-88	-65
Profit/loss after financial items		**6 688**	**13 737**	**5 140**	**416**
Taxes		-133	-115	-4	29
Net profit/loss for the period		**6 555**	**13 622**	**5 136**	**445**
Of which attributable to:					
Equity holders of the Parent Company		6 553	13 602	5 136	443
Non-controlling interest		2	20	0	2
Earnings per share before dilution, SEK		23.64	49.08	18.53	1.60
Earnings per share after dilution, SEK		23.62	49.05	18.51	1.59
Average number of shares before dilution		277 173 242	277 158 190	277 183 276	277 158 190
Average number of shares after dilution		277 396 143	277 286 286	277 442 627	277 336 980

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (SEK m)

	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct-31 Dec
Net profit/loss for the period	6 555	13 622	5 136	445
Other comprehensive income for the period				
Translation differences	-3	-50	-10	-7
Cash flow hedging	-82	97	-3	73
Actuarial profit/loss	-14	6	-14	6
Tax attributable to other comprehensive income	25	-27	4	-21
Total other comprehensive income for the period	**-74**	**26**	**-23**	**51**
Total comprehensive income for the period	**6 481**	**13 648**	**5 113**	**496**
Total comprehensive income for the period attributable to:				
Equity holders of the Parent Company	6 478	13 634	5 114	495
Non-controlling interest	3	14	-1	1

CONDENSED CONSOLIDATED CASH-FLOW STATEMENT (SEK m)

	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct-31 Dec
Operating profit	826	889	81	121
Adjustment for non-cash items	605	610	146	139
Taxes paid	-190	-301	-30	-32
Cash flow from operations before change in working capital	**1 241**	**1 198**	**197**	**228**
Change in working capital	-460	112	7	102
Cash flow from operations	**781**	**1 310**	**204**	**330**
Acquisition of subsidiaries	-148	-85	-	-85
Investments in tangible and biological fixed assets	-792	-688	-329	-282
Sales of tangible and biological fixed assets	7	7	0	7
Investments in intangible fixed assets	-5	-29	-1	-7
Investments in shares and other securities	-2 744	-1 478	-810	-351
Sales of shares and other securities	28	-	-	-
Dividends received	4 951	3 029	767	-
Changes in loan receivables	-26	-63	-35	-117
Interest received	27	23	19	4
Cash flow from investing activities	**1 298**	**716**	**-389**	**-831**
Change in interest-bearing liabilities	-468	-1 079	198	427
Interest paid	-328	-203	-86	-65
Dividend paid to equity holders of the Parent company	-1 247	-831	-	-
Dividend paid to holders of non-controlling interest	-4	-	-4	-
Cash flow from financing activities	**-2 047**	**-2 113**	**108**	**362**
Cash flow for the period	**32**	**-87**	**-77**	**-139**
Exchange rate differences in liquid funds	0	0	0	0
Cash and short-term investments, opening balance	**150**	**237**	**259**	**289**
Cash and short-term investments, closing balance	**182**	**150**	**182**	**150**

.

CONDENSED CONSOLIDATED BALANCE SHEET (SEK m)

ASSETS	Note	2011 31 Dec	2010 31 Dec
Fixed assets			
Intangible fixed assets		957	828
Tangible and biological fixed assets		6 526	6 385
Financial assets accounted to fair value through profit and loss	3	58 615	54 324
- whereof interest-bearing		*227*	*188*
Financial assets held to maturity		263	225
Investments in companies accounted for using the equity method		242	126
		66 603	**61 888**
Current assets			
Inventories		2 180	1 663
Trade receivables		771	829
Tax receivables		25	12
Other current assets		307	291
Short-term investments		0	5
Cash and cash equivalents		182	145
		3 465	**2 945**
TOTAL ASSETS		**70 068**	**64 833**
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity			
Equity attributable to equity holders of the Parent Company		59 637	54 398
Equity attributable to non-controlling interest		50	27
		59 687	**54 425**
Long-term liabilities			
Interest-bearing loans		5 662	7 081
Provisions for pensions		534	542
Other provisions		9	26
Deferred tax liability		1 060	1 107
Other liabilities		12	4
		7 277	**8 760**
Short-term liabilities			
Interest-bearing loans		1 015	63
Provisions		19	39
Trade payables		999	981
Income tax payable		10	24
Other payables		1 061	541
		3 104	**1 648**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		**70 068**	**64 833**

CONDENSED REPORT OF CHANGES IN EQUITY FOR THE GROUP (SEK m)

	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct-31 Dec
Equity, opening balance	**54 425**	**41 675**	**54 576**	**54 000**
Total comprehensive income for the period	6 481	13 648	5 113	496
Acquisition from non-controlling interest	-	-71	-	-
Business combination, non-controlling interest	22	-	-	-71
Contribution from non-controlling interest	2	-	-	-
Dividend paid to owners of non-controlling interest	-4	-	-4	-
Dividend paid to shareholders of the Parent company	-1 247	-831	-	-
Effect of employee share saving programme	8	4	2	0
Equity, closing amount	**59 687**	**54 425**	**59 687**	**54 425**
Equity attributable to the shareholders of the Parent Company	59 637	54 398	59 637	54 398
Equity attributable to non-controlling interest	50	27	50	27

KEY RATIOS	2011 31 Dec	2010 31 Dec
Debt/equity ratio	0.12	0.14
Equity ratio	85%	84%
Net debt	6 539	7 123

DEFINITIONS OF KEY RATIOS

Debt/equity ratio	Interest-bearing liabilities including interest-bearing provisions divided by shareholders' equity.
Equity ratio	Shareholders' equity including non-controlling interest as percentage of total assets.
Net debt	Interest-bearing liabilities including interest-bearing provisions less the sum of interest-bearing receivables, short-term investments and cash and cash equivalents.
Operating margin	Operating profit after depreciation divided by revenue.
Operational capital employed	Average of intangible and tangible fixed assets, investments in companies accounted for using the equity method, inventories and short-term non-interest bearing receivables less other provisions and short-term non interest bearing liabilities.
Return on operational capital employed	Operating profit after depreciation divided by average operational capital employed.

NOTES TO THE GROUP'S FINANCIAL STATEMENTS (SEK m)

Note 1 Condensed segment reporting

Kinnevik is a diversified company whose business consists of managing a portfolio of investments and to conduct operations through subsidiaries. The Kinnevik Group's accounting is, starting from 2011, distributed on the following three accounting segments:
Paper & Packaging - Korsnäs (former Major Unlisted Holdings).
Other operating subsidiaries - Latgran, Rolnyvik, Vireo Energy, Relevant Traffic, Guider Media, Duego Technologies and Milvik (former subsidiaries within New Ventures) as well as G3 Good Governance Group.
Parent Company & other - all other companies and financial assets (including change in fair value of financial assets earlier reported within Major Listed Holdings and New Ventures).
This distribution coincides with management's internal structure for controlling and monitoring the Group's operations. The comparative figures have been recalculated.

1 Jan-31 Dec 2011	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	8 254	637	24	-126	8 789
Operating costs	-6 873	-607	-121	132	-7 469
Depreciation	-608	-37	-2		-647
Other operating income and expenses	134	18	7	-6	153
Operating profit/loss	**907**	**11**	**-92**	**0**	**826**
Dividends received	4		4 947		4 951
Change in fair value of financial assets	97		1 074		1 171
Financial net	-155	-4	-101		-260
Profit/loss after financial items	**853**	**7**	**5 828**	**0**	**6 688**
Investments in subsidiaries and financial fixed assets	112	143	3 127		3 382
Investments in intangible fixed assets		5			5
Investments in tangible and biological fixed assets	687	103	2		792

1 Jan-31 Dec 2010	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	8 178	508	25	-118	8 593
Operating costs	-6 803	-459	-91	125	-7 228
Depreciation	-602	-22	-1		-625
Other operating income and expenses	153	-17	20	-7	149
Operating profit/loss	**926**	**10**	**-47**	**0**	**889**
Dividends received	4		3 101		3 105
Change in fair value of financial assets	64		9 835		9 899
Financial net	-116	-1	-39		-156
Profit/loss after financial items	**878**	**9**	**12 850**	**0**	**13 737**
Investments in financial fixed assets	115		1 448		1 563
Investments in intangible fixed assets		29			29
Investments in tangible and biological fixed assets	604	82	2		688
Impairment of goodwill		-34			-34

1 Oct-31 Dec 2011	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	2 013	197	7	-38	2 179
Operating costs	-1 802	-192	-53	40	-2 007
Depreciation	-154	-8	0		-162
Other operating income and expenses	66	6	1	-2	71
Operating profit/loss	**123**	**3**	**-45**	**0**	**81**
Dividends received			767		767
Change in fair value of financial assets	69		4 292		4 361
Financial net	-42	-2	-25		-69
Profit/loss after financial items	**150**	**1**	**4 989**	**0**	**5 140**
Investments in subsidiaries and financial fixed assets	62		1 238		1 300
Investments in intangible fixed assets		1			1
Investments in tangible and biological fixed assets	292	37			329

1 Oct-31 Dec 2010	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	1 998	155	7	-9	2 151
Operating costs	-1 756	-143	-30	11	-1 918
Depreciation	-153	-7	2		-158
Other operating income and expenses	27	4	17	-2	46
Operating profit/loss	**116**	**9**	**-4**	**0**	**121**
Dividends received			416		416
Change in fair value of financial assets	23		-92		-69
Financial net	-32	-12	-8		-52
Profit/loss after financial items	**107**	**-3**	**312**	**0**	**416**
Investments in subsidiaries and financial fixed assets	50		386		436
Investments in intangible fixed assets		7			7
Investments in tangible and biological fixed assets	233	48	1		282
Impairment of goodwill					

Note 2 Change in fair value of financial assets and dividends received

	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct-31 Dec
Listed holdings				
Millicom	2 965	5 961	956	-19
Tele2	2 873	4 776	1 071	-258
Transcom	-314	-304	-109	21
MTG	-1 472	1 695	716	-354
Metro shares	-138	42	-27	22
Metro warrants	-244	28	-65	15
CDON	108	4	209	4
Groupon, direct ownership [1)]	747	430	743	430
Black Earth Farming	-396	105	-110	246
Total listed holdings	**4 129**	**12 737**	**3 384**	**107**
Unlisted holdings				
Paper & Packaging	101	68	69	24
Online	1 811	206	1 650	212
Microfinancing	73	1	25	3
Agriculture	8	-8	0	1
Total unlisted holdings	**1 993**	**267**	**1 744**	**240**
Total	**6 122**	**13 004**	**5 128**	**347**

Note 3 Financial assets accounted at fair value through profit and loss

	31 Dec 2011			
	Class A shares	Class B shares	2011 31 Dec	2010 31 Dec
Listed holdings				
Millicom	37 835 438		26 088	24 309
Tele2	18 507 492	116 988 645	18 129	18 915
Transcom	247 164 416	163 806 836	189	333
MTG	5 119 491	8 384 365	4 436	6 009
Metro shares	112 122 875	133 798 591	148	285
Metro warrants, 717 715 821			129	374
CDON	16 639 607		629	420
Groupon, direct ownership [1)]	8 377 156		1 197	450
Black Earth Farming	31 087 097		427	824
Total listed holdings			**51 372**	**51 919**
Unlisted holdings				
Paper & Packaging			656	561
Online			5 895	1 258
Microfinancing			440	348
Agriculture			3	24
Parent Company & other			249	214
Total unlisted holdings			**7 243**	**2 405**
Total			**58 615**	**54 324**

1) The Groupon share was listed on 4 november 2011. The values for 2010 have been moved from unlisted to listed holdings for comparability.

FINANCIAL KEY RATIOS
MAJOR UNLISTED HOLDINGS (SEK m)

	2011 Full year	2011 Q4	2011 Q3	2011 Q2	2011 Q1	2010 Full year	2010 Q4	2010 Q3	2010 Q2	2010 Q1	2009 Full year	2009 Q4
Revenue												
Korsnäs Industrial	7 129	1 723	1 794	1 738	1 874	7 148	1 751	1 766	1 720	1 911	7 098	1 757
Korsnäs Forestry	1 125	290	268	306	261	1 030	247	252	283	248	941	264
Total Korsnäs	8 254	2 013	2 062	2 044	2 135	8 178	1 998	2 018	2 003	2 159	8 039	2 021
Operating profit before depreciation (EBITDA)												
Korsnäs Industrial	1 460	258	481	317	404	1 476	257	502	383	334	1 430	381
Korsnäs Forestry	55	18	13	13	11	52	12	17	10	13	32	13
Total Korsnäs	1 515	276	494	330	415	1 528	269	519	393	347	1 462	394
Operating profit after depreciation (EBIT)												
Korsnäs Industrial	859	107	330	168	254	879	105	352	234	188	826	231
Korsnäs Forestry	48	16	12	10	10	47	11	16	9	11	25	11
Total Korsnäs	907	123	342	178	264	926	116	368	243	199	851	242
Operating margin												
Korsnäs Industrial	12.0%	6.2%	18.4%	9.7%	13.6%	12.3%	6.0%	19.9%	13.6%	9.8%	11.6%	13.1%
Korsnäs Forestry	4.3%	5.5%	4.5%	3.3%	3.8%	4.6%	4.5%	6.3%	3.2%	4.4%	2.7%	4.2%
Korsnäs	11.0%	6.1%	16.6%	8.7%	12.4%	11.3%	5.8%	18.2%	12.1%	9.2%	10.6%	12.0%
Operational capital employed												
Korsnäs Industrial	7 893	8 148	7 792	7 653	7 678	7 457	7 545	7 423	7 392	7 402	7 411	7 332
Korsnäs Forestry	359	367	410	422	306	352	337	343	369	353	438	389
Total Korsnäs	8 252	8 515	8 202	8 075	7 984	7 809	7 882	7 766	7 761	7 755	7 849	7 721
Return on operational capital employed												
Korsnäs Industrial	10.9%	5.3%	16.9%	8.8%	13.2%	11.8%	5.6%	19.0%	12.7%	10.2%	11.1%	12.6%
Korsnäs Forestry	13.4%	17.4%	11.7%	9.5%	13.1%	13.4%	13.1%	18.7%	9.8%	12.5%	5.7%	11.3%
Korsnäs	11.0%	5.8%	16.7%	8.8%	13.2%	11.9%	5.9%	19.0%	12.5%	10.3%	10.8%	12.5%
Production, thousand tons	1 061	247	280	256	278	1 019	243	278	237	261	1 025	261
Deliveries, thousand tons	1 002	238	255	250	259	1 021	241	259	252	269	1 034	253

CONDENSED PARENT COMPANY INCOME STATEMENT (SEK m)

	2011 Full year	2010 Full year	2011 1 Oct-31 Dec	2010 1 Oct 31 Dec
Revenue	18	19	4	5
Administration costs	-121	-83	-52	-30
Other operating income	2	4	1	1
Operating loss	**-101**	**-60**	**-47**	**-24**
Dividends received	3 640	1 445	17	305
Result from financial assets	-661	531	-128	519
Net interest income/expense	111	405	-151	90
Profit/loss after financial items	**2 989**	**2 321**	**-309**	**890**
Taxes	-8	-57	47	-12
Net profit/loss for the period	**2 981**	**2 264**	**-262**	**878**

CONDENSED PARENT COMPANY BALANCE SHEET (SEK m)

	2011 31 Dec	2010 31 Dec
ASSETS		
Tangible fixed assets	2	2
Financial fixed assets	42 581	42 545
Short-term receivables	569	551
Cash and cash equivalents	1	1
TOTAL ASSETS	**43 153**	**43 099**
SHAREHOLDERS' EQUITY AND LIABILITIES		
Equity	38 712	36 972
Provisions	32	36
Long-term liabilities	1 828	5 216
Short-term liabilities	2 581	875
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	**43 153**	**43 099**

The Parent Company's liquidity, including short-term investments and unutilized credit facilities, totalled SEK 4,437 m at 31 December 2011 and SEK 4,051 m at 31 December 2010. The Parent Company's interest bearing external liabilities amounted to SEK 2,173 m (2,551) on the same dates.

Investments in tangible fixed assets amounted to SEK 1 m (1) during the period.

Result from financial assets are mainly attributable to write-down of listed shares and group internal sales of financial assets.

As of 31 December 2011 the number of shares in Investment AB Kinnevik amounted to 277,583,190 shares of which 48,665,324 are class A shares with ten votes each, 228,517,952 are class B shares with one vote each and 399,914 are class C treasury shares with one vote each. During May, 25,086 class C shares were converted to class B shares and delivered to the participants in the Long Term Incentive Plan for 2008. The total number of votes in the Company amounted at 31 December to 715,571,106 (715,171,192 excluding 399,914 class C treasury shares). The Board has authorization to repurchase a maximum of 10% of all shares in the Company. The Board has not used the authorization during 2011. There are no convertibles or warrants in issue.