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Financial results for the first quarter

- The net asset value increased during the first quarter to SEK 57,746 m, compared to SEK 57,513 m at the end of December 2010. During the last 12 months, the net asset value has increased by 11%.
- Korsnäs' operating profit increased by 33% to SEK 264 m (199) and the operating margin was 12.4% (9.2%).
- The Group's total revenue amounted to SEK 2,282 m (2,283).
- Net result after tax, including changes in fair value of financial assets, amounted to a profit of SEK 49 m (6,834) corresponding to a profit per share of SEK 0.17 (24.62).

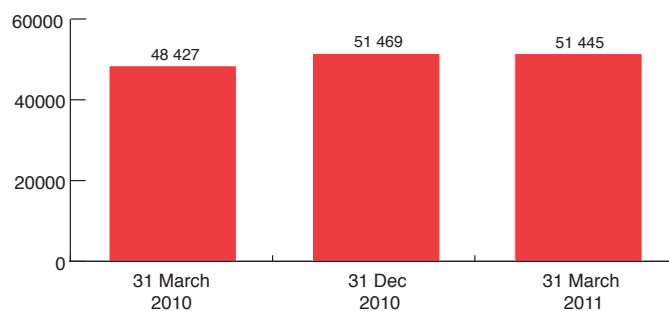
Kinnevik's net asset value 2006-2011

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



Market value - Major Listed Holdings

Figures in SEK m.



"The financial markets have been influenced by the global unrest during the quarter but the value of Kinnevik's assets has increased and the Kinnevik share increased by seven percent during the period. We continue to see good profit growth within Korsnäs and in our telecom and media assets. During the quarter we have continued to invest in online and microfinancing, two strong global trends" 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 comprehensive 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	9%
Full year 2010	31%

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

New reporting structure from 2011

From 2011, Kinnevik has changed its reporting structure and group all holdings into the following business sectors: Paper & Packaging, Telecom & Services, Media, Online, Microfinancing, Agriculture and Renewable Energy. The accounting segments consist of Paper & Packaging (Korsnäs), Other operating subsidiaries (former part of New Ventures) and Parent Company & others.

Events during the first quarter

- In the first quarter, Kinnevik invested SEK 430 m mainly within Online, out of which SEK 351 m in the European online company Rocket Internet and its portfolio companies, and SEK 48 m in CDON. This means that slightly less than one fourth of the mandate of SEK 2 bln set by the Board for investments within Online, Microfinancing, Agriculture and Renewable energy in 2011, has been utilised during the first quarter.
- Kinnevik's Board of Directors and the Boards of 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 1.80/share	426 ¹⁾
Tele2	SEK 6+21/share	3 658
MTG	SEK 7.50/share	101
Total expected dividends to be received from listed holdings		4 185
Of which ordinary dividends		1 340
Proposed dividend to Kinnevik's shareholders	SEK 4.50/share	1 247

¹⁾ Based on an exchange ratio of 6.25 SEK/USD.

The proposed dividends will result in a dividend payment to Kinnevik's shareholders corresponding to approximately 93% of the expected ordinary dividends from Millicom, Tele2 and MTG.

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

Jan-March 2011 (SEK m)	Equity interest	revenue	Reported		Proportional part of		Change compared to Jan-March 2010	
			EBIT	revenue	EBIT	revenue	EBIT	
Korsnäs	100.0%	2 135	264	2 135	264	-1%	33%	
Millicom	35.7%	7 007	2 013	2 502	719	13%	20%	
Tele2	30.5%	9 573	1 560	2 920	476	0%	1%	
Transcom	22.3%	1 278	22	285	5	-2%	-42%	
MTG	20.4%	3 125	684	638	140	2%	42%	
Metro	46.6%	490	-4	228	-2	16%	N/A	
CDON	22.6%	572	20	129	5	22%	-47%	
Black Earth Farming ¹⁾	24.9%	128	-123	32	-31	-33%	N/A	
Other unlisted holdings		972	-39	236	-2	83%	N/A	
Total sum of Kinnevik's proportional part of revenue and operating result				9 104	1 573	5%	16%	

¹⁾ Reported with one quarter's delay

The table above is a compilation of the holdings' revenues and operating result reported for the first quarter 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 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.



Financial overview

Consolidated earnings

The Group's revenue amounted to SEK 2,282 m during the quarter, compared with SEK 2,283 m in the preceding year.

The Group's operating profit increased to SEK 261 m (204). The increase is mainly attributable to Korsnäs.

The change in fair value of financial assets amounted to negative SEK 101 m (6,671), of which a loss of SEK 73 m (profit of 6,641) was related to listed holdings and a loss of SEK 28 m (profit of 30) to unlisted financial assets.

Net profit amounted to SEK 49 m (6,834), corresponding to SEK 0.17 (24.62) per share.

The Group's cash flow and investments

The Group's cash flow from operations excluding change in working capital amounted to SEK 349 m (178) during the quarter. Working capital increased by SEK 8 m (decrease of 146).

Investments in tangible and intangible fixed assets amounted to SEK 115 m (138) during the period, of which SEK 97 m (129) within Korsnäs.

Investments in securities during the period are shown in the tables below.

1 Jan-31 Mar 2011	Financial instrument	Amount (SEK m)
Subsidiaries		5
		5
Other securities		
Online		
CDON	shares	48
Rocket Internet with portfolio companies	shares	351
Other Online investments		24
Microfinancing		7
		430
1 Jan-31 Mar 2010		
Paper & Packaging		
Bomhus Energi	shares	33
Online		
Rocket Internet with portfolio companies	shares/warrants	364
Avito	capital contribution	5
Agriculture		
Black Earth Farming	shares	63
		465

The Group's liquidity and financing

The Group's available liquidity, including short-term investments and available credit facilities, totalled SEK 4,641 m at 31 March 2011 and SEK 4,923 m at 31 December 2010.

The Group's interest-bearing net debt amounted to SEK 7,399 m and SEK 7,123 m on the same dates. Of the total

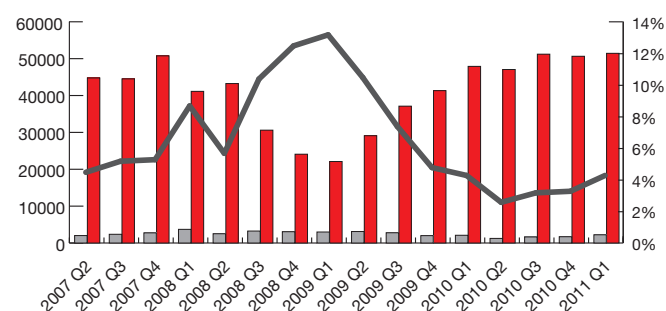
net debt at 31 March 2011, SEK 5,402 m related to external net debt within Korsnäs or with shares in Korsnäs as collateral.

Leverage within Korsnäs and listed holdings has developed according to the charts below.

Listed holdings

Debt SEK m (grey bar) and Asset Value SEK m (red bar)

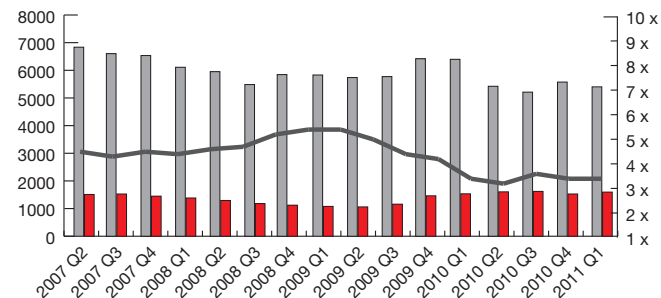
Line shows Debt as percentage of Asset Value



Korsnäs

Net Debt SEK m (grey bar) and EBITDA SEK m (red bar)

Line shows Net Debt in relation to EBITDA (right axis)



All loans have fixed interest terms of no longer than three months. The loans carry an interest rate according to Stibor or similar base rate with an average margin of 1.4%. At 31 March 2011, the average remaining duration for all credit facilities amounted to 2.9 years.

Of the Group's interest expenses and other financial costs of SEK 84 m (47), interest expenses amounted to SEK 71 m (38). This means that the average interest rate for the quarter was 3.4% (1.6%) (calculated as interest expense in relation to average interest-bearing liabilities).

The Group's borrowing is primarily arranged in SEK. On an annual basis, the net flow in foreign currencies, excluding dividends received, is a net inflow of about SEK 600 m, comprised mainly of Korsnäs' sales in EUR.

Book and fair value of assets



Mkr	Equity interest (%)	Voting interest (%)	Book value 2011 31 Mar	Fair value 2011 31 Mar	Fair value 2010 31 Dec	Total return 2011
Paper & packaging						
Korsnäs Industrial and Forestry	100	100	6 882	10 018 ¹⁾	9 774 ¹⁾	
Bergvik Skog ²⁾	5	5	569	569	556	
Interest bearing net debt relating to Korsnäs			-5 402	-5 402	-5 575	
Total Paper & packaging			2 050	5 185	4 755	
Telecom & services						
Millicom	35.7	35.7	22 834	22 834	24 309	-6%
Tele2	30.5	47.7	19 755	19 755	18 915	4%
Transcom	22.3	44.5	307	307	333	-8%
Total Telecom and services			42 896	42 896	43 557	
Media						
MTG	20.4	48.6	6 479	6 479	6 009	8%
Metro shares	46.6	42.4	283	283	285	-1%
Metro warrants ³⁾			388	388	374	4%
Metro subordinated debentures			234	278	268	
Total Media			7 384	7 428	6 936	
Online						
Rocket Internet with portfolio companies			1 732	1 732	1 407	
Avito (directly and through Vosvik)	56		274	274	274	
CDON	22.6	22.6	513	513	420	10%
Other Online investments			107	107	95	
Total Online			2 626	2 626	2 196	
Microfinancing						
Bayport	37 ⁴⁾	37	307	307	332	
Other Microfinancing investments			22	22	16	
Total Microfinancing			329	329	348	
Agriculture						
Black Earth Farming	24.9	24.9	886	886	824	8%
Rolnyvik	100	100	206	250	250	
RawAgro			21	21	21	
Total Agriculture			1 113	1 157	1 095	
Renewable energy						
Latgran	75	75	132	257	259	
Vireo			11	11	8	
Total renewable energy			143	268	267	
Interest bearing net debt against listed holdings			-2 187	-2 187	-1 706	
Other assets and liabilities			44	44	65	
Total equity/net asset value			54 398	57 746	57 513	
Net asset value per share				208.35	207.51	
Closing price, class B share				147.00	137.00	7%

¹⁾ Consensus among analysts covering Kinnevik.

²⁾ Corresponding to 5% of the company's equity.

³⁾ Warrants in Metro are valued at fair value and included in change in fair value of listed holdings.

⁴⁾ After warrants have been utilised.



Paper & Packaging

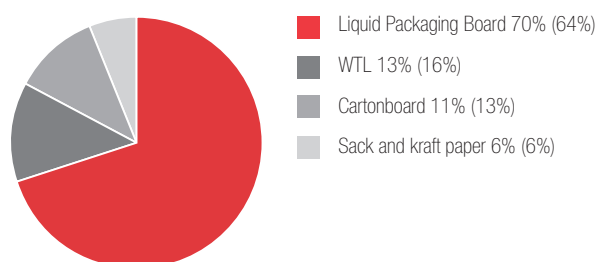
Korsnäs

Korsnäs, a wholly owned subsidiary of Kinnevik, is the second largest producer in the world of liquid packaging board, the third largest when it comes to white top kraft-liners (WTL) and one of the largest producers of carton-board. The company has two fully integrated mills in Gävle and Frövi and produces CTMP pulp for internal use in Rockhammar. 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. Korsnäs Forestry is responsible for purchases of wood and fiber for Korsnäs Industrial and also conducts external sales, primarily of sawn timber. Korsnäs also owns 5% of the shares in Bergvik Skog AB.

Key data (SEK m)	Jan-Mar		Full year
	2011	2010	2010
Korsnäs Industrial			
Revenue	1 874	1 911	7 148
EBIT	254	188	879
Operating margin	13.6%	9.8%	12.3%
Korsnäs Forestry			
Revenue	261	248	1 030
EBIT	10	11	47
Korsnäs Group			
Revenue	2 135	2 159	8 178
EBIT	264	199	926
Operating margin	12.4%	9.2%	11.3%
Return on operational capital	13.2%	10.3%	11.9%
Cash flow data			
EBITDA	415	347	1 528
Change in working capital	-59	125	113
Cash flow from operations	279	300	1 314
Investments in tangible fixed assets	-97	-129	-604
Production, thousand tons	278	261	1 019
Deliveries, thousand tons	259	269	1 021

Korsnäs Industrial's sales volume divided per product Jan-Mar 2011

Numbers in brackets refer to Jan-March 2010.



Korsnäs' operating profit increased to SEK 264 m for the first quarter of the year, up 33% from SEK 199 m in the preceding first quarter. The profit increase was attributable to higher production volumes, with an improved product mix, higher sales prices in local currencies and lower energy costs primarily due to energy investments in the Gävle plant. These positive effects were offset by a strong exchange-rate and cost increases for wood and chemicals.

The explanatory items are presented in the table below.

Explanation items in changes in EBIT (SEK m)	Jan-Mar
EBIT 2010	199
Delivery and production volumes and changed product mix	33
Sales prices including currency effects	31
Cost changes for energy	68
Cost changes for pulpwood and external pulp	-51
Cost changes for chemicals	-15
Change in fixed costs	-5
Other	4
EBIT 2011	264

Market

The market situation was stable during the first quarter with demand that leveled out at a high position for the season. Following production problems during the fourth quarter, Korsnäs' inventory levels were low at the beginning of the year, which meant that deliveries for the first quarter of the year were negatively impacted by a shortage of material to deliver. Deliveries of liquid packing board increased somewhat, while delivery volumes in other product areas were slightly lower, compared with the first quarter of 2010. The range in each product area continued to be developed towards prioritized products with high margins pursuant to the company's long-term strategy. Price increases were implemented from 1 January 2011, in accordance with agreements with major liquid packing board customers and price increases were also implemented in other product areas during the first quarter.

Production

During the first quarter of 2011, production continued as scheduled without any major operating problems. The first quarter of 2010 was negatively impacted by a production loss of approximately 14,000 tons of paper and cartonboard products due to unscheduled operational disruptions in the recovery boilers in both Gävle and Frövi.

As a result of energy investments in Gävle, energy costs dropped significantly, compared with the corresponding period in 2010. The new evaporation facility in Gävle, which was brought into production in May 2010, has decreased oil consumption well in line with the anticipated savings of 19,000 cubic meters per year.

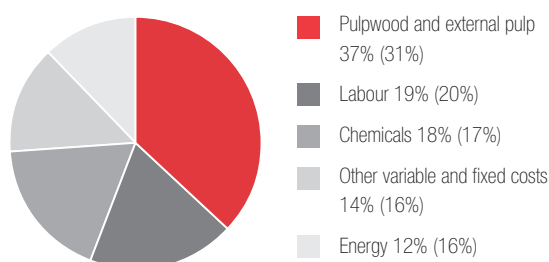
Following the increase in price for pulpwood on 1 January 2011 by SEK 10-30/m³sub, depending on the range and catchment area, the price remained unchanged during the quarter. The price increase in pulpwood will have a ne-



gative impact on Korsnäs' operating income by approximately three to six months' delay. Following the price increase in January, pulpwood prices are slightly under the level that prevailed prior to the financial crisis in 2008.

Distribution of operating costs Jan-Mar 2011

Excluding depreciation, Korsnäs Industrial. Numbers in brackets refer to Jan-Mar 2010.



Investments and maintenance stoppages

The project pertaining to a new bioenergy facility in Korsnäs' industrial area is progressing with Gävle Energi AB's jointly owned company, Bomhus Energi AB. The aim of the bioenergy facility is to assure delivery of environmentally friendly electricity and steam to Korsnäs' plant in Gävle from 2013, as well as district heating to Gävle Energi's customers. The work is continuing as scheduled and all main components have been procured within the project's budget framework. 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. No payment has been made during the first quarter of 2011. In addition to the investment in Bomhus Energi, Korsnäs will make further energy investments of about SEK 145 m in the existing plant for delivery of waste heat to Gävle Energi AB, of which SEK 66 m was paid during 2010 and SEK 11 m during the first quarter of 2011.

During the fourth quarter of 2010, a decision was made to install a third sheet machine in Frövi for approximately SEK 30 m. Commissioning is scheduled for October 2011.

Maintenance shutdowns at the plants in Gävle and Frövi are stated in the table below. The quarterly differences, compared with maintenance shutdowns in 2010, consist of a slightly shorter stop in the second quarter of 2011 and thus lower anticipated production loss compared with the corresponding quarter of 2010.

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

Telecom & services

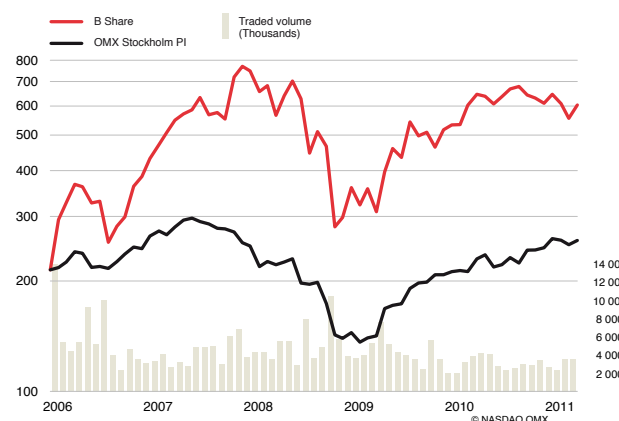
Kinnevik has strong market positions in mobile telephony in Scandinavia, the Baltics, Russia, Latin America and Sub-Saharan Africa though its holding in Millicom and Tele2. In total, Kinnevik's telecom assets cover a total population of 366 million people and have 71 million subscribers in 24 countries.

Millicom

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

Key data (USD m)	Jan-March		Full year
	2011	2010	2010
Revenue	1 081	954	3 920
EBITDA	509	451	1 841
Operating profit, EBIT	311	259	1 042
Net profit	230	156	592 ¹⁾
Number of mobile subscribers (million)	39.8	35.1	38.6

¹⁾ Excluding one-off items



Millicom's performance in the first quarter confirms its value creation strategy and its effective implementation in its markets. Local currency revenues increased by 12.7% year on year, which is the highest quarterly top line growth rate Millicom has reported since 2008. Sales in Latin America as a whole grew by double digits, and 5% in Central America, proving that Millicom's most highly penetrated markets can still enjoy good growth.

There has been a continued improvement in mobile ARPU with a 3% year on year increase in South America and, notably, a 1% increase in Central America. The investments made in 3G and VAS are also delivering positive results.

In Africa, Millicom's revenues grew by 15% and continued to be impacted by the market price reductions introduced in the second half of 2010. There has been no further significant pricing activity in the first quarter of 2011. For the Group as a whole, Millicom is confident of



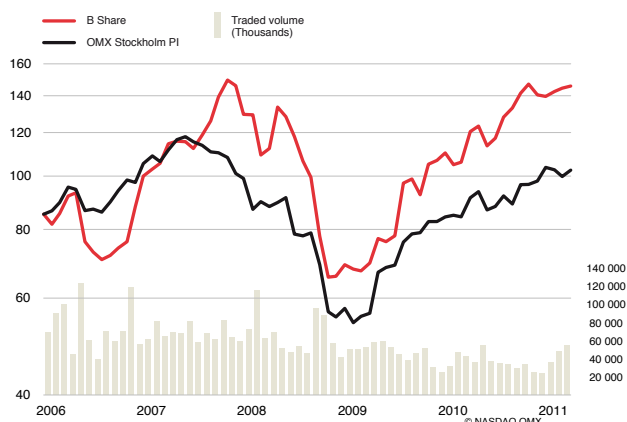
maintaining top line growth of around 10% in local currency in 2011.

Millicom has announced its intention to consolidate the listing of its shares onto a single exchange, NASDAQ OMX Stockholm, in order to simplify its listing obligations. The transition of the primary listing and the U.S. deregistration, which Millicom intends to implement as soon as it is eligible to do so, will eliminate some of the significant demands placed on the company related to a dual listing.

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.

Key data (SEK m)	Jan-March		Full year
	2011	2010	2010
Revenue	9 573	9 527	40 164
EBITDA	2 457	2 358	10 284
Operating profit, EBIT	1 659	1 546	7 088
Net profit	1 213	1 268	6 928
Number of subscribers (million)	31.2	27.7	30.9



The first three months of 2011 have continued to show strong revenue growth in Tele2's main markets. During the quarter, Tele2 focused on executing against its set performance targets.

In Q1 2011, Tele2 Russia added 547,000 (949,000) customers in an increasingly competitive market. EBITDA amounted to SEK 942 m (719), equivalent to an EBITDA margin of 36% (32%).

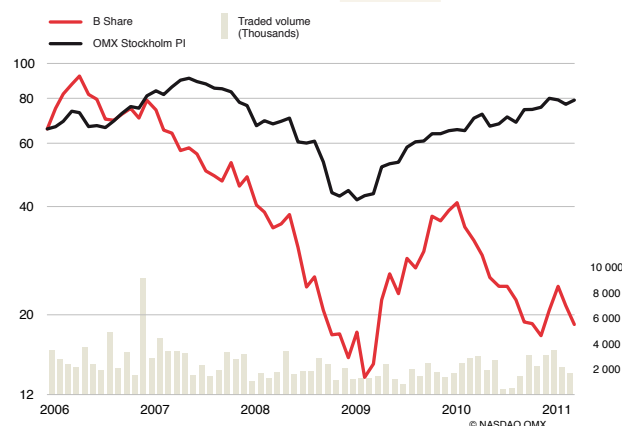
Mobile revenue in Sweden grew by 17%, as customer demand for smartphones and data services continued to increase during the quarter. Mobile customer intake in Norway was good, amounting to 8,000 (4,000).

During the quarter, Tele2 in Kazakhstan prepared for commercial launch through intensified efforts for improving network quality and distribution capabilities.

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.

Key data (EUR m)	Jan-March		Full year
	2011	2010	2010
Revenue	144.1	147.0	589.1
Operating profit, EBIT	2.5	4.3	-6.5
Net profit	1.9	3.1	-8.0



Transcom reported revenue of EUR 144.1 m in the first quarter. The Group's gross margin was 17.6%, down from 20.8% last year. The margin erosion is a consequence of additional support costs incurred in the North region and in Italy in the first quarter. Net income was EUR 1.9 m compared to EUR 3.1 m last year. Transcom remains focused and is making progress on the execution of transforming the business with three main priorities for 2011: growth, addressing non-performing units, portfolio and technology transformation.



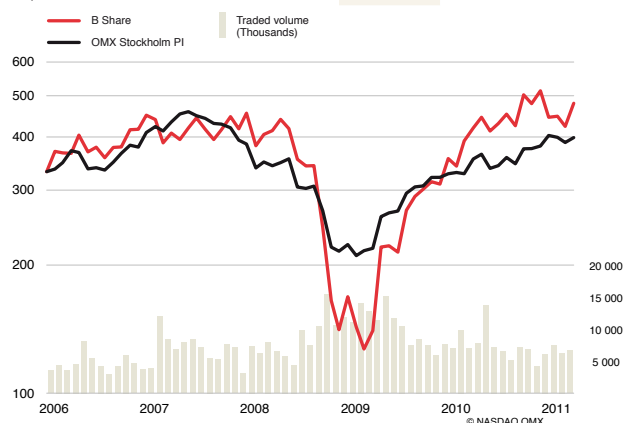
Media

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 17 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 31 countries.

Key data (SEK m)	Jan-March		Full year
	2011	2010	2010
Revenue	3 125	3 054	13 101
Operating profit, EBIT	684	483	2 355
Net profit	490	275	1 750



MTG's sales and operating profits are at record levels in the first quarter following 10% sales growth at constant exchange rates and a 15% increase in operating income excluding associates. All of the business segments delivered sales growth at constant exchange rates and the group operating margin increased to 14% excluding associates.

The Scandinavian TV advertising markets have continued their strong development with price increases in each country. The recovery in advertising spending in the emerging markets is lagging and, with the exception of the Baltics, a return to sustained market growth is yet to be seen, but MTG is taking market share in almost all of its operating territories.

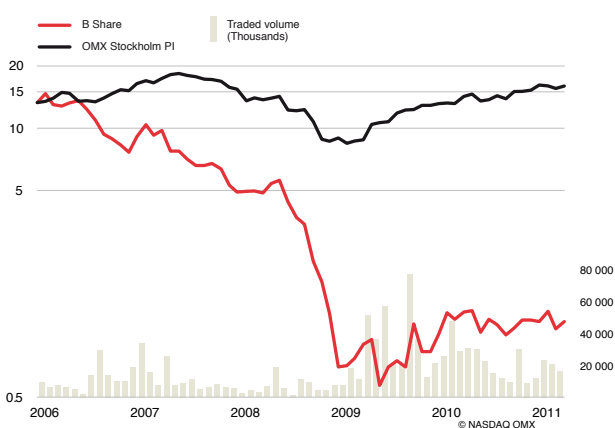
In the first quarter, MTG launched a new free-TV channel in the Czech Republic, introduced several new HD channels and produced the first live 3D broadcast of a sports event in Scandinavia, launched 4 new pay-TV channels in Africa, and fully introduced its Viaplay online on-demand video streaming service that is available to any web-connected device in Scandinavia.

Metro

Metro is the world's largest international daily newspaper. Metro is published in over 100 major cities in 20 countries across Europe, North & South America and Asia. Metro attracts an audience of almost 17 million daily readers.

Key data (EUR m)	Jan-Dec		Full year
	2010	2010	2010 ¹⁾
Revenue	55.2	47.7	206.5
Operating profit, EBIT	-0.4	-3.7	5.5
Net result	-3.4	-5.8	4.0

¹⁾ Excluding one-off items



Metro reported an operating loss of EUR 0.4 m in the seasonally weak first quarter, an improvement of EUR 3.3 m year-on-year. EBIT improvements in Sweden and Denmark contributed by EUR 1 m each.

Strong sales growth continued in Chile, up 40%, Russia up 31%, Mexico up 18% and Canada up 10%. In France, the ongoing circulation and price war in the free newspaper is affecting sales negatively and sales were down by 8%. Metro is, however, maintaining its position as the second most read newspaper in France.

Metro launched new editions in Guatemala and Rio de Janeiro and Campinas in Brazil during the quarter.



Online

Consumer-related 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 relatively 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.

CDON

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

Key data (SEK m)	Jan-March		Full year
	2011	2010	2010
Revenue	572	470	2 210
Operating profit/loss, EBIT	20	38	135
Net profit	13	25	90

CDON group revenues were up 22% year on year in the first quarter, and gross profits were up 17% with a gross margin of 19.2%, despite the accelerating migration away from media products towards higher growth product categories such as consumer electronics, which grew to become the second largest product group within the Entertainment segment.

CDON continued to expand the business in line with its strategy in the first quarter by acquiring furniture and interior design retailer RUM21.se, rolling out Nelly.com in Germany with market tests in the Netherlands and Austria, launching Gymgrossisten in Denmark as Bodystore.dk, and broadening the assortments of all online stores.

The year on year development in sales and profitability also reflected the launch of Heppo.com in Sweden in September 2010, the acquisition of Lekmer.com at the end of the first quarter of last year, and the pan-Nordic extension of both brands.

Online – non-listed holdings

Kinnevik's largest non-listed investments within online comprise investments in Rocket Internet and its portfolio companies, as well as Avito.

Rocket Internet owns a portfolio of various e-commerce companies and other consumer-oriented online companies, including the shoe and fashion retailer Zalando, the group discount company Groupon, the match making site e-Darling and the price comparison site R2.

Avito.ru is the leading online service for classified advertising in Russia with more than 2.7 million new classifieds every month and over 15 million unique monthly visitors. Growth is strong and the company has during the first quarter continued to invest to strengthen its leading position. Revenues primarily derive from advertising sales on the website.

In the first quarter of 2011, Kinnevik's investments within online totalled SEK 423 m, including SEK 48 m in CDON.

Microfinancing

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

Bayport, a company offering micro credits and financial services in Ghana, Uganda, Zambia, Tanzania and Botswana, is Kinnevik's largest investment in the microfinancing sector. Ghana and Zambia are the largest markets, while also the other countries are displaying rapid growth. In the first quarter of 2011, Bayport expanded its operations out of the African continent through the acquisition of a majority stake in the Colombian payroll deduction company FiMSA.

Bayport was founded in 2002 and has grown with profitability into a leading African micro credit company. The company has about 250,000 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.

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

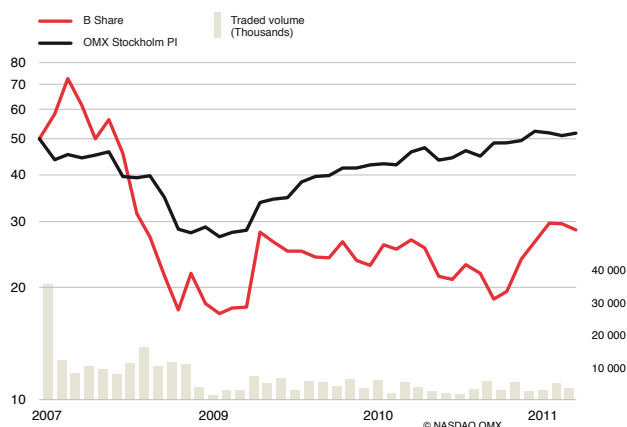
Kinnevik's investments in agriculture comprise 25% of shares in Black Earth Farming, the wholly owned company Rolnyvik in Poland and 30% of the agricultural company RawAgro in the Ukraine.

Current focus in agriculture is to continue 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, 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.

Key data (USD m)	2010	2009
	Jan-Dec	Jan-Dec
Revenue	46.9	78.6
Operating profit/loss, EBIT	-31.2	-38.1
Net profit	-42.5	-44.3



Black Earth Farming has 328,000 hectares of land under its control, of which 76% is fully owned, with over 180,000 hectares in production in 2010. As a result of the severe drought in 2010, harvested volumes were 231 Ktonnes, 58% less than the year before. The extreme weather had a negative effect on the result for the year. Sales revenue for the full year 2010 amounted to USD 46.9 m which represents a 40% decline compared to 2009 largely due to significantly lower harvest volume. The operating loss excluding non-recurring expense was USD 22.8 m.

Focus in 2011 will be to increase yields and continue to improve the efficiency of the operations. The management team has been strengthened and the outlook for grain prices is positive which should contribute to an improved operative and financial performance in 2011.

Agriculture – non-listed holdings

Kinnevik's wholly owned Polish agricultural company, Rolnyvik, operates the Barciany and Podlawki farms, with a to-

tal area of 6,705 hectares. Also in Poland, the harvest yield in 2010 was lower than previous years due to unfavorable weather conditions. In terms of results, the lower yield was offset by price increases for grain. As in previous years, a large portion of the year's harvest was stored and will be sold during the first half of 2011.

RawAgro controls about 14,000 hectares of leased farm land in Ukraine.

Renewable energy

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 SEK m	Jan-Mar		Full year
	2011	2010	2010
Revenue	97	97	299
EBIT	14	20	54
Deliveries, thousand tons	88	74	237
Production, thousand tons	61	59	239

Latgran conducts production of pellets from forest raw materials at the company's two 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 the quarter. Increased costs for raw material, in combination with unfavourable currency movements, resulted in a decrease in operating margin down to 14% compared to 21% for the first quarter of 2010.

The project to construct a third pellets plant in Southeast Latvia for approximately EUR 14 m is progressing according to plan. The plant will have a planned annual production of approximately 140,000 tons from its commissioning during the second half of 2011.

In June 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. During the fourth quarter, contracts were signed for the recovery of biogas with a number of landfills in Poland. In 2011, Vireo will be investing in these facilities and commencing the sale of energy, as well as expanding activities in Poland and 1-2 other core geographies in the region.



Parent Company and other

The administration costs within the Parent Company and the Group's other companies amounted to a net expense of SEK 20 m (expense of 16) after invoicing for services performed.

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 applied in this report are the same as those described in the 2010 Annual Report.

Starting from this report, 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 16.

Kinnevik Annual General Meeting 2011

The Annual General Meeting will be held on Monday 16 May 2011 at 10:00 a.m. at the Hotel Rival, Mariatorget 3 in Stockholm.

Further details on how and when to register are published on Kinnevik's website, www.kinnevik.se.

The Board has proposed that the Annual General Meeting decide on a cash dividend of SEK 4.50 (3.00) per share.

Financial reports

Reporting dates for 2011:

21 July	Interim Report January-June
20 October	Interim Report January-September

Stockholm, 20 April 2011

Mia Brunell Livfors
President and Chief Executive Officer

This Interim Report has not been subject to specific review by the Company's auditors.

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 20 April 2011.

For further information, please visit www.kinnevik.se or contact:

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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 comprehensive 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 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Revenue		2 282	2 283	8 593
Cost of goods sold and services		-1 915	-1 960	-7 315
Gross profit/loss		367	323	1 278
Selling, administration, research and development costs		-129	-124	-538
Other operating income		25	59	326
Other operating expenses		-2	-54	-177
Operating profit/loss		261	204	889
Dividends received	2	-	-	3 105
Change in fair value of financial assets	2	-101	6 671	9 899
Interest income and other financial income		19	17	60
Interest expenses and other financial expenses		-84	-47	-216
Profit/loss after financial items		95	6 845	13 737
Taxes		-46	-11	-115
Net profit/loss for the period		49	6 834	13 622
Of which attributable to:				
Equity holders of the Parent Company		47	6 823	13 602
Non-controlling interest		2	11	20
Earnings per share before dilution, SEK		0.17	24.62	49.08
Earnings per share after dilution, SEK		0.17	24.62	49.05
Average number of shares before dilution		277 158 190	277 158 190	277 158 190
Average number of shares after dilution		277 364 583	277 223 190	277 286 286

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (SEK m)

	2011 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Net profit/loss for the period	49	6 834	13 622
Other comprehensive income for the period			
Translation differences	-8	-15	-50
Cash flow hedging	-55	-6	97
Actuarial profit/loss	-	-	6
Tax attributable to other comprehensive income	14	1	-27
Total other comprehensive income for the period	-49	-20	26
Total comprehensive income for the period	0	6 814	13 648
Total comprehensive income for the period attributable to:			
Equity holders of the Parent Company	-2	6 805	13 634
Non-controlling interest	2	9	14



CONDENSED CONSOLIDATED CASH-FLOW STATEMENT (SEK m)

	2011 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Operating profit	261	204	889
Adjustment for non-cash items	147	132	610
Taxes paid	-59	-158	-301
Cash flow from operations before change in working capital	349	178	1 198
Change in working capital	-8	146	112
Cash flow from operations	341	324	1 310
Acquisition of subsidiaries	-5	-	-85
Investments in tangible and biological fixed assets	-115	-131	-688
Sales of tangible and biological fixed assets	-	-	7
Investments in intangible fixed assets	-	-7	-29
Investments in shares and other securities	-430	-465	-1 478
Dividends received	-	340	3 029
Changes in loan receivables	9	-	-63
Interest received	6	9	23
Cash flow from investing activities	-535	-254	716
Change in interest-bearing liabilities	333	-56	-1 079
Interest paid	-84	-38	-203
Dividend paid	-	-	-831
Cash flow from financing activities	249	-94	-2 113
Cash flow for the period	55	-24	-87
Exchange rate differences in liquid funds	0	0	0
Cash and short-term investments, opening balance	150	237	237
Cash and short-term investments, closing balance	205	213	150



CONDENSED CONSOLIDATED BALANCE SHEET (SEK m)

ASSETS	Note	2011 31 March	2010 31 March	2010 31 Dec
Fixed assets				
Intangible assets		826	842	828
Tangible and biological fixed assets		6 339	6 333	6 385
Financial assets accounted to fair value through profit and loss	3	54 647	49 686	54 324
- <i>whereof interest-bearing</i>		179	115	188
Financial assets held to maturity		234	200	225
Investments in companies accounted for using the equity method		126	44	126
		62 172	57 105	61 888
Current assets				
Inventories		1 701	1 587	1 663
Trade receivables		923	905	829
Tax receivables		0	0	12
Other current assets		177	192	291
Short-term investments		4	11	5
Cash and cash equivalents		201	202	145
		3 006	2 897	2 945
TOTAL ASSETS		65 178	60 002	64 833
SHAREHOLDERS' EQUITY AND LIABILITIES				
Shareholders' equity				
Equity attributable to equity holders of the Parent Company		54 398	48 443	54 398
Equity attributable to non-controlling interest		29	47	27
		54 427	48 490	54 425
Long-term liabilities				
Interest-bearing loans		7 450	7 747	7 081
Provisions for pensions		540	584	542
Other provisions		15	34	26
Deferred tax liability		1 079	1 068	1 107
Other liabilities		4	4	4
		9 088	9 437	8 760
Short-term liabilities				
Interest-bearing loans		27	392	63
Provisions		38	64	39
Trade payables		996	957	981
Income tax payable		14	77	24
Other payables		588	585	541
		1 663	2 075	1 648
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		65 178	60 002	64 833



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

	2011 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Equity, opening balance	54 425	41 675	41 675
Total comprehensive income for the period	0	6 814	13 648
Acquisition from non-controlling interest	-	-	-71
Dividend paid	-	-	-831
Effect of employee share saving programme	2	1	4
Equity, closing amount	54 427	48 490	54 425
Equity attributable to the shareholders of the Parent Company	54 398	48 443	54 398
Equity attributable to non-controlling interest	29	47	27

KEY RATIOS	2011 31 March	2010 31 March	2010 31 Dec
Debt/equity ratio	0.15	0.18	0.14
Equity ratio	84%	81%	84%
Net debt	7 399	8 195	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 bank.
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 this report, 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 and Duego Technologies (former subsidiaries within New Ventures).

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 Mar 2011	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	2 135	169	6	-28	2 282
Operating costs	-1 741	-150	-24	28	-1 887
Depreciation	-151	-6	0		-157
Other operating income and expenses	21	4	-2		23
Operating profit/loss	264	17	-20	0	261
Change in fair value of financial assets	13		-114		-101
Financial net	-40	-1	-24		-65
Profit/loss after financial items	237	16	-158	0	95
Investments in subsidiaries and financial fixed assets			435		435
Investments in tangible fixed assets	97	18			115

1 Jan-31 Mar 2010	Paper & packaging	Other operating subsidiaries	Parent company & other	Eliminations	Total Group
Revenue	2 159	150	3	-29	2 283
Operating costs	-1 812	-128	-19	29	-1 930
Depreciation	-148	-5	-1		-154
Other operating income and expenses	0	4	1		5
Operating profit/loss	199	21	-16	0	204
Change in fair value of financial assets	14		6 657		6 671
Financial net	-20	3	-13		-30
Profit/loss after financial items	193	24	6 628	0	6 845
Investments in financial fixed assets	33		432		465
Investments in intangible fixed assets		7			7
Investments in tangible fixed assets	129	2			131



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
Dividend 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 subsidiaries and financial fixed assets	115		1 448		1 563
Investments in intangible fixed assets		29			29
Investments in tangible fixed assets	604	82	2		688
Impairment of goodwill		-34			-34



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

	2011 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Listed holdings			
Millicom	-1 476	4 124	5 961
Tele2	840	1 396	4 776
Transcom	-26	-113	-304
MTG	470	867	1 695
Metro shares	-2	74	42
Metro warrants	14	186	28
CDON	45	-	4
Black Earth Farming	62	107	105
Total listed holdings	-73	6 641	12 307
Unlisted holdings			
Paper & packaging	13	14	68
Online	-16	0	636
Microfinancing	-25	16	1
Agriculture	0	0	-8
Total unlisted holdings	-28	30	697
Total	-101	6 671	13 004

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

	31 March 2011		2011 31 March	2010 31 March	2010 31 Dec
	Class A shares	Class B shares			
Listed holdings					
Millicom	37 835 438		22 834	24 290	24 309
Tele2	18 507 492	116 988 645	19 755	16 327	18 915
Transcom	16 339 448		307	525	333
MTG	5 199 491	8 304 365	6 479	5 672	6 009
Metro shares	112 122 875	133 798 591	283	317	285
Metro warrants			388	531	374
CDON	15 003 856		513	-	420
Black Earth Farming	31 087 097		886	765	824
Total listed holdings			51 445	48 427	51 469
Unlisted holdings					
Paper & packaging			575	511	561
Online			2 057	524	1 708
Microfinancing			329	153	348
Agriculture			24	34	24
Parent Company & other			217	37	214
Total unlisted holdings			3 202	1 259	2 855
Total			54 647	49 686	54 324



FINANCIAL KEY RATIOS MAJOR UNLISTED HOLDINGS (SEK m)

	2011 Q1	2010 Full year	2010 Q 4	2010 Q 3	2010 Q 2	2010 Q 1	2009 Full year	2009 Q 4	2009 Q 3	2009 Q 2	2009 Q 1	2008 Full year ¹⁾
Revenue												
Korsnäs Industrial	1 874	7 148	1 751	1 766	1 720	1 911	7 098	1 757	1 730	1 823	1 788	6 608
Korsnäs Forestry	261	1 030	247	252	283	248	941	264	185	317	175	788
Total Korsnäs	2 135	8 178	1 998	2 018	2 003	2 159	8 039	2 021	1 915	2 140	1 963	7 396
Operating profit before depreciation (EBITDA)												
Korsnäs Industrial	404	1 476	257	502	383	334	1 430	381	464	318	267	1 090
Korsnäs Forestry	11	52	12	17	10	13	32	13	8	4	7	34
Total Korsnäs	415	1 528	269	519	393	347	1 462	394	472	322	274	1 124
Operating profit after depreciation (EBIT)												
Korsnäs Industrial	254	879	105	352	234	188	826	231	315	165	115	472
Korsnäs Forestry	10	47	11	16	9	11	25	11	7	2	5	28
Total Korsnäs	264	926	116	368	243	199	851	242	322	167	120	500
Operating margin												
Korsnäs Industrial	13.6%	12.3%	6.0%	19.9%	13.6%	9.8%	11.6%	13.1%	18.2%	9.1%	6.4%	7.1%
Korsnäs Forestry	3.8%	4.6%	4.5%	6.3%	3.2%	4.4%	2.7%	4.2%	3.8%	0.6%	2.9%	3.6%
Korsnäs	12.4%	11.3%	5.8%	18.2%	12.1%	9.2%	10.6%	12.0%	16.8%	7.8%	6.1%	6.7%
Operational capital employed												
Korsnäs Industrial	7 678	7 457	7 545	7 423	7 392	7 402	7 411	7 332	7 345	7 443	7 476	7 746
Korsnäs Forestry	306	352	337	343	369	353	438	389	449	449	471	429
Total Korsnäs	7 984	7 809	7 882	7 766	7 761	7 755	7 849	7 721	7 794	7 892	7 947	8 175
Return on operational capital employed												
Korsnäs Industrial	13.2%	11.8%	5.6%	19.0%	12.7%	10.2%	11.1%	12.6%	17.2%	8.9%	6.2%	6.1%
Korsnäs Forestry	13.1%	13.4%	13.1%	18.7%	9.8%	12.5%	5.7%	11.3%	6.2%	1.8%	4.2%	6.5%
Korsnäs	13.2%	11.9%	5.9%	19.0%	12.5%	10.3%	10.8%	12.5%	16.5%	8.5%	6.0%	6.1%
Production, thousand tons	278	1 019	243	278	237	261	1 025	261	268	253	243	1 052
Deliveries, thousand tons	259	1 021	241	259	252	269	1 034	253	255	271	255	993

¹⁾ Excluding restructuring charges of SEK 71 m in Q4 2008.



CONDENSED PARENT COMPANY INCOME STATEMENT (SEK m)

	2011 1 Jan- 31 March	2010 1 Jan- 31 March	2010 Full year
Revenue	4	5	19
Administration costs	-19	-18	-83
Other operating income	1	1	4
Operating loss	-14	-12	-60
Dividends received	-	-	1 445
Result from financial assets	-	-	531
Net interest income/expense	80	92	405
Profit/loss after financial items	66	80	2 321
Taxes	-17	7	-57
Net profit/loss for the period	49	87	2 264

CONDENSED PARENT COMPANY BALANCE SHEET (SEK m)

	2011 31 March	2010 31 March	2010 31 Dec
ASSETS			
Tangible fixed assets	2	2	2
Financial fixed assets	42 599	40 843	42 545
Short-term receivables	18	32	551
Cash and cash equivalents	1	0	1
TOTAL ASSETS	42 620	40 877	43 099
SHAREHOLDERS' EQUITY AND LIABILITIES			
Equity	37 022	35 827	36 972
Provisions	33	43	36
Long-term liabilities	5 465	4 580	5 216
Short-term liabilities	100	427	875
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	42 620	40 877	43 099

The Parent Company's liquidity, including short-term investments and unutilized credit facilities, totalled SEK 3,712 m at 31 March 2011 and SEK 4,051 m at 31 December 2010. The Parent Company's interest bearing external liabilities amounted to SEK 2,877 m (2,551) on the same dates.

Investments in tangible fixed assets amounted to SEK 0 m (0) during the period.

As of 31 March 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, 228,492,866 are class B shares with one vote each and 425,000 are class C treasury shares with one vote each. The total number of votes in the Company amounted to 715,571,106 (715,146,106 excluding 425,000 class C treasury shares), which is unchanged since 31 December 2010. The Board has authorization to repurchase a maximum of 10% of all shares in the Company. The Board has not used the authorization during the first quarter 2011. There are no convertibles or warrants in issue.