



Västerås, February 11, 2014

SINCE THE DAWN OF TIME, IT HAS BEEN
INNOVATIVE IDEAS
THAT HAVE DEVELOPED THE WORLD.
IN A GLOBAL SOCIETY, THE PACE OF
INNOVATION MUST BE FASTER
THAN EVER TO ENSURE GROWTH.
SINCE ITS FOUNDING IN 1985, PREVAS'
MISSION HAS BEEN TO UTILIZE
A HIGH LEVEL OF TECHNICAL EXPERTISE
AND INNOVATIVE SOLUTIONS TO CREATE
GROWTH FOR ITS CUSTOMERS.

JANUARY - DECEMBER

- Net sales SEK 687.8 million (645.6)
- Profit before amortization/impairment SEK 7.4 million (17.4)
- Operating profit/loss EBIT SEK -10.6 million (2.2)
- Operating margin EBIT -1.5% (0.3)
- Net income SEK -16.5 million (0.5)
- Earnings per share SEK -1.65 (0.07)
- No dividend proposed

OCTOBER - DECEMBER

- Net sales SEK 183.9 million (173.9)
- Profit/loss before amortization/impairment SEK 5.2 million (-3.9)
- Operating profit/loss EBIT SEK -2.5 million (-12.3)
- Operating margin EBIT -1.4% (-7.0)
- Net income SEK -7.6 million (-8.6)
- Earnings per share SEK -0.77 (-0.87)

A word from the CEO

After a period of uncertainty and economic downturn, our customers are showing renewed interest in looking to the future. An increasing number of customers want to discuss collaboration and partnership with Prevas. We believe that this is because our understanding of our customers' operations and business is highly valued. It is also because our technical expertise, services and offering open the door to more competitive products and more effective IT support and work methods. This tendency was already noticeable during the previous quarter and it is now measurable in the form of a higher order intake. The final quarter of the year marked an all-time high in order intake.

Focus on profitability remained a priority through the fourth quarter. Necessary cost-saving measures have been implemented in the Management Consulting business area, which did not live up to expectations and negatively impacted our results. These measures have affected the quarter. Business counseling for strategic and operative decisions and the provision of services in the gray area between business operations and IT are always a prioritized aspect of our business. Operations currently led by our most experienced managers in the field of management consulting and are now better balanced and integrated with the rest of Prevas' operations.

The Product Development business area was hard hit by the tough year that the engineering and manufacturing industry faced, with major savings programs implemented. This led to greater restraint in new product investments, which impaired demand for Prevas' consulting services and solutions. However, we have seen some recovery during the fourth quarter and the number of inquiries regarding our services has grown.

The Industrial Systems business area, which offers solutions for streamlined production, logistics, energy efficiency and maintenance, did well during the year and demand for services in this area is expected to remain strong.

We opened a new Center of Excellence for production logistics. Production logistics has grown in importance in the industry thanks to increased demands for shorter delivery times, quality assurance, traceability more flexible production and – most of all – reduced tied-up capital. Prevas specialists have been developing and supplying systems for production logistics to world-leading companies for over thirty years.

Prevas and defense and security company Saab have signed a new corporate agreement. Prevas has been selected as a preferred supplier for services within system work, software, electronics, mechanics and testing, for example.

The year ended with a number of positive signals. Our hope is that the market downswing reached its bottom in the fall. Prevas' sales increased in 2013 compared to the previous year. We are now well prepared to continue working in an even more target-oriented and cost-effective manner in our offering of innovative and industrial solutions to corporate customers. Together, we help them retain and increase their competitive power, which is a factor of survival for Swedish and Nordic industry. I therefore strongly believe that the trend will continue – that our expertise, services and offerings will be in greater and greater demand as we go forward.

I would also like to take the opportunity to welcome Andreas Lindahl to Prevas as our new CFO. Andreas celebrated his first day with us on February 3, 2014.

Karl-Gustav Ramström, CEO Prevas AB



Karl-Gustav Ramström
CEO Prevas AB



Business Area

Product Development / EMBEDDED SYSTEMS

As the market leader in embedded systems, Prevas contributes by providing innovations that create growth. In order to successfully launch new smart products, it is necessary to have a strong focus on product quality, costs and time-to-market.

Prevas' Product Development business area is a leader in software, electronics and mechatronics for embedded systems and advanced technical consulting services for Scandinavian companies. Embedded systems are found everywhere in today's society, in everything from cell phones, cars, trains, and medical equipment to industrial robots and modern appliances. The common denominator is that they are all controlled by more or less advanced computer systems housed in the products.

The Product Development business area is reporting a weak result for the fourth quarter. The weak result is largely due to a low utilization level. This is partly because the start of some of our larger customer projects has been delayed. The utilization level gradually increased over the fourth quarter and order intake has been good.

PRODUCT DEVELOPMENT	2013	2013	2013	2013	2012	2012	2012	2012	2011	2011	2011	2011
RESULTS	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Income, SEK thousands	111,813	88,138	110,753	109,807	118,711	90,698	115,398	121,918	127,300	88,319	112,084	109,004
Operating profit/loss, SEK thousands	-5,914 *	-5,266	-2,521	-2,505	-10,831 *	1,379	756	9,133	8,342	4,133	7,072	10,048
Operating margin, %	-5.3	-6.0	-2.3	-2.3	-9.1	1.5	0.7	7.5	6.6	4.7	6.3	9.2
Average number of employees	358	348	357	359	355	346	345	336	319	307	302	283

* There was impairment of goodwill amounting to SEK 4.1 million Q4 2013 and SEK 5.2 million Q4 2012.

MARKET

Market demand during the fourth quarter was generally slightly better compared to Q1-3 2013. We also see a number of signs indicating that the increased demand will continue into the new financial year. There continues to be a clear, general trend of placing a growing number of embedded systems in industrial and commercial products. Because we are the Nordic leader for embedded systems, we continue to believe that Prevas has a positive outlook for the future.

CUSTOMERS

With broad specialist expertise in software, electronics and mechatronics for embedded systems, we can help our customers quickly launch their new products on the market. Our documented ability to deliver projects on time and with a high level of quality are success factors that greatly benefit our customers. Understanding for the different challenges of the industries and our customers' business areas is also seen as a clear advantage and is an important factor that enables us to transform our customers' ideas into functional products.

The five largest customers of the Product Development business area during the year were Saab (defense), Axis Communications, Ericsson, Volvo and ABB.

IMPORTANT EVENTS DURING THE YEAR

New corporate and cooperation agreements

Prevas has signed several framework agreements with major customer companies, such as ABB and Atlas Copco Tools. Prevas and defense and security company Saab have also renewed their corporate agreement. Thanks to long and successful cooperation between the companies, Prevas is one of Saab's preferred cooperation partners. Prevas has been selected as a preferred supplier for services within system work, software, electronics, mechanics and testing, for example. A new and exciting cooperation agreement has been signed with Permobil.

New expert center for Embedded Linux

It is not possible to be best at everything. For this reason Prevas has decided to put extreme focus on niche areas where we are the sharpest players on the market. These facilities, with their highly competent staff and advanced equipment, are called Centers of Excellence. When it comes to embedded systems in the industrial sector, there is a steady demand for stability and reproducibility in software development. Prevas has the largest team in Scandinavia for the design, development, customization and long-term maintenance of embedded Linux-based products, enabling it to meet this demand. We have collected our expertise in this area into a core team of specialists that now make up the newly opened Embedded Linux Center of Excellence. This team, combined with a number of Linux experts elsewhere in Prevas, enables us to provide effective and professional development work together with our customers.

For example, Prevas specialists helped Hounö develop an innovative platform to further develop their bake-off ovens. The result was a modern oven that is controlled via a mobile interface. Another example is that Prevas has implemented our own Linux distribution, OE-lite, in several different safety-critical applications, such as transport systems and intensive care products.

Technical partner of congatec

A general trend in the industry is requirements for shorter time-to-market, lower development costs and reduced risks in the projects. One way to achieve this is to use industrial computer modules and develop a solution tailored to specific customer needs. congatec, a leading manufacturer of computer modules for embedded systems, has chosen Prevas as its technical partner for the Nordic region.

Industrial systems / INDUSTRIAL IT

As the market leader in industrial IT, Prevas contributes by providing innovations that create growth. Our job is to increase efficiency in our customers' manufacturing processes. We work in close collaboration with our customers to define each step of the way towards cost-effective and highly-productive production facilities.

Prevas' Industrial Systems business area is a leader in helping companies increase their production efficiency. Its focus is on intelligent IT solutions within automated production control and production planning (MES), decision support for production follow-up (EMI), maintenance systems (EAM) and logistics and automation. These solutions have a major impact on the industry's productivity and, thereby, its competitiveness.

Sales in Prevas' Industrial Systems business area rose by 22 percent in 2013 compared to 2012. Profit for the year increased by 98 percent compared to 2012.

INDUSTRIAL SYSTEMS	2013	2013	2013	2013	2012	2012	2012	2012	2011	2011	2011	2011
RESULTS	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Income, SEK thousands	64,028	50,975	64,148	53,539	49,040	42,284	47,959	51,398	45,967	42,015	44,070	46,410
Operating profit/loss, SEK thousands	5,047	4,527	4,305	5,170	2,829	2,829	969	2,993	3,574	3,088	5,474	5,353
Operating margin, %	7.9	8.9	6.7	9.7	5.8	6.7	2.0	5.8	7.8	7.3	12.4	11.5
Average number of employees	173	167	175	159	151	152	155	160	137	134	135	133

MARKET

Prevas has detected that the temperature in the market for production-related IT solutions is rising, but at a slow pace. There has also been a slight rise in the number of inquiries and projects on the market. Prevas continues to see great potential in measures to improve productivity with the help of industrial IT, particularly through better collaboration between production and maintenance, where Prevas continues to take a more active role. Interest in mapping and streamlining energy consumption in the industry is another interesting area with great potential. In general, the hunt for productivity is what drives customers to intelligent and modern IT solutions in production.

CUSTOMERS

Our customers are very happy with the fact that Prevas works in close collaboration with them in a collegial partnership. Despite signs of brighter times, industrial enterprises have continued to have it tough. To remain competitive, industry needs to improve and refine their production and manufacturing processes. Prevas sees indications that companies are becoming more aware that a better route forward lies in working to implement production improvements and streamlining measures in their facilities, both locally and globally.

The five largest customers of this business area during the year were ABB, Arla Foods, Ericsson, Sandvik and Siemens.

IMPORTANT EVENTS DURING THE YEAR

Acquisition of Psiam

Prevas acquired Psiam, which works with maintenance solutions, on April 1, 2013. New maintenance system orders have been signed and internal collaboration forms have been developed. Customers include Coca-Cola, GE Healthcare, NIBE and Norway Post.

The fixed purchase price was SEK 14.0 million and an additional SEK 5.8 million was paid in cash remuneration. Earnout, based on the company's performance up to the end of March 2016, may also be added to the purchase price at a maximum of SEK 3.0 million. The acquired company will become a part of the Prevas Group and has contributed an operating margin of approximately 8 percent and sales of approximately SEK 23 million in 2013. No transaction costs impacted the income during the period.

Maintenance systems for improved productivity and profitability

In the industrial sector, maintenance is an area that can hugely contribute to productivity improvements. The interplay between maintenance and production will become an increasingly important parameter moving forward. Prevas offers maintenance solutions that are based on industry practice and are developed in close collaboration with our 80 Nordic maintenance system customers. Some examples of maintenance systems delivered in 2013 are found below.

- A project focused on energy monitoring, together with Coca Cola Enterprise in Norway, resulted in enormous savings for Coca Cola.
- Installed a maintenance system at SwedPaper under huge time demands and managed to successfully deliver, install and commission the system on schedule.
- Developed a maintenance solution that simplifies management of withdrawals and returns to stock and inventory taking for J.E. Ekornes.

Production logistics, a new Center of Excellence

Production logistics has grown in importance in the industry thanks to increased demands for shorter delivery times, quality assurance, more flexible production and – most of all – reduced tied-up capital. Prevas' new Center of Excellence is based in Gothenburg. Prevas' specialists currently associated with the Center of Excellence have developed production logistics systems for the industry for over 30 years.

Management Consulting

Operations-related counseling is built on passionate and future-oriented innovation in the gray zone between IT and business operations. The primary aim of Prevas Management Consulting is to help our customers increase both their profitability and their competitive power.

Prevas' Management Consulting business area helps companies improve their efficiency and profitability. The work can include developing new business models or creating new possibilities in the gray zone between IT and operations. Together with Prevas' vast and solid industrial expertise, we strengthen our customers' competitive power.

MANAGEMENT CONSULTING	2013	2013	2013	2013	2012	2012	2012	Start of business area May 2012
RESULTS	Q4	Q3	Q2	Q1	Q4	Q3	Q2	
Income, SEK thousands	8,052	7,342	10,500	8,702	6,193	1,993	16	
Operating profit/loss, SEK thousands	-1,668	-2,345	-6,405	-3,057	-4,250	-2,857	-772	
Operating margin, %	-20.7	-31.9	-61.0	-35.1	-68.6	-143.4	-	
Average number of employees	23	33	35	32	29	5	2	

MARKET

It has taken longer than expected to add a new offering. Not only has there been restraint in the market, but it has also been difficult to find employees with the right competence and profile. The primary focus in 2013 was therefore on developing Prevas' existing customers, together with the other business areas, and on continuing work to optimize our own operations. With the help of industry-specific strategic counseling, we are working with our customers to change, refine and vitalize established business models.

CUSTOMERS

Customers are found in industries such as telecommunications, energy, automotive, manufacturing, defense and construction. Serving as a counselor for strategic and operative decisions is one aspect of our work. Another is the implementation of different methods for gauging safety in order to comply with regulations. The foundation of our success is close collaboration with the customer.

The five largest customers of the Management Consulting business area during the year were Eon, Fortum, NCC, Ericsson and the Swedish Armed Forces.

IMPORTANT EVENTS DURING THE YEAR

Exciting customer assignments

During the year, the business area handled several exciting reference projects. Here is a selection of our reference projects.

- As project manager for Siemens Industrial Turbomachinery, Prevas helped to create a flexible and effective tool.
- Prevas served as project manager for a major project for Forsmark Kraftgrupp. The aim of the project was to increase IT security and improve protection against computer intrusion.
- As project manager for Forsmark Kraftgrupp, Prevas implemented a modern system for laboratory data that satisfied applicable regulatory requirements.
- OKG, part of the E.ON Group, engaged Prevas as project manager for Project Isak, an information and IT security project.
- Prosperity Capital Management engaged Prevas as advisor for strategic and operational decisions on how they should continue the development of their digital production system.

Many of the projects currently underway with our customers will continue throughout 2014. Customers have demonstrated continued faith in our consultants and have extended their projects.

Optimization and consolidation of operations

The work to optimize and consolidate the business area is complete and the focus now lies on creating profitable growth. New value propositions have been created where Prevas sees opportunities and can be highly involved and find solutions through our skilled specialist advisors.

Michael Friis – Acting Business Area Manager

On September 9th, Michael Friis stepped in as Acting Management Consulting Business Area Manager. With his broad background in several different industries and global companies, Michael is extremely well suited to shoulder this role. He most recently served as Regional Manager in Prevas for Management Consulting in Stockholm.

Financial information

SALES

January - December

Net sales for the year totaled SEK 687.8 million (645.6) – an increase of 7 percent. The total number of working days was 250 (250). The units acquired in 2012 and 2013 represent 11 percent of net sales.

Net sales per employee were SEK 1,186 thousand (1,216).

October - December

Net sales for the year totaled SEK 183.9 million (173.9) – an increase of 6 percent. The total number of working days was 62 (62).

Net sales per employee were SEK 318 thousand (311).

RESULTS

January - December

Operating profit (EBIT) was –10.6 (2.2), with a corresponding operating margin of –1.5 percent (0.3). Earnings before depreciation and amortization (EBITDA), excluding other income of SEK 7.0 million (which is a change in the value of applicable earnout), was SEK 7.4 million (17.4), with a corresponding profit margin before depreciation and amortization of 1.1 percent (2.7).

Net income was SEK –16.5 million (0.5).

The results were encumbered with goodwill impairment of SEK 4.1 million (5.2), customer reserves of SEK 3.0 million and restructuring costs of approximately SEK 3 million for the Product Development business area. Restructuring within the Management Consulting business area was underway during the year and cost-reduction measures have been implemented to achieve profitability within these business areas. The utilization level in 2013 was low. Order intake and utilization for the beginning of 2014 looks better than the corresponding period of the previous year.

October - December

Operating profit (EBIT) was SEK –2.5 million (–12.3), with a corresponding operating margin of –1.4 percent (–7.0). Earnings before depreciation and amortization (EBITDA) were SEK 5.2 million (–3.9), with a corresponding profit margin before depreciation and amortization of 2.8 percent (–2.2).

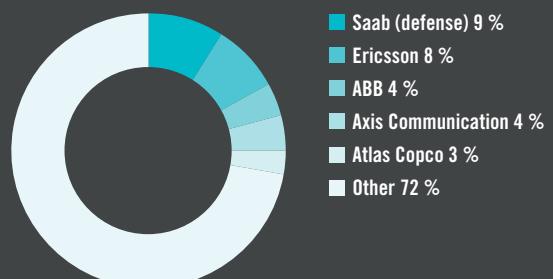
Net income was SEK –7.6 million (–8.6).

The results for the quarter were encumbered with goodwill impairment of SEK 4.1 million and restructuring costs of SEK 1.3 million for the Product Development business area. The impairment can be attributed to the Danish operations as the earnings trend in this unit was unsatisfactory. Deferred tax assets related to loss in Denmark were reversed during the quarter in the amount of SEK 3.5 million and are charged to tax expense.

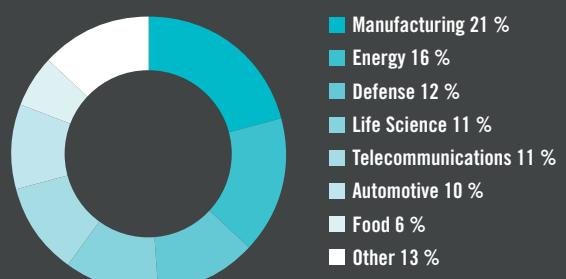
CASH FLOW, CASH EQUIVALENTS AND FINANCING

Cash flow from operating activities was SEK 15.8 million (–6.0) for the year. At the end of the year, cash equivalents totaled SEK 18.3 million (16.5), including unutilized bank overdraft facilities of SEK 5.2 million (2.8). In 2013, new loans were taken out in the amount of SEK 20 million for company acquisition and loans were amortized in the amount of SEK 10 million. The results in 2013 were unsatisfactory, which has meant that liquidity was strained periodically in fall 2013. As improvement in the earnings trend is expected in 2014, the Board has determined that cash flow from operating activities will increase and improve liquidity, thus paving the way for higher levels of amortization and thereby a lower debt/equity ratio.

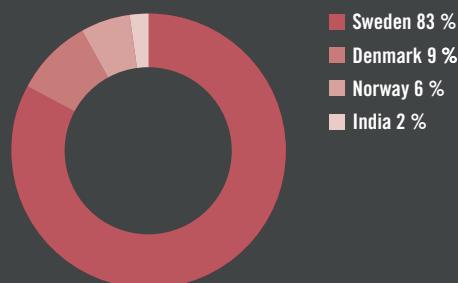
THE LARGEST CUSTOMERS 2013



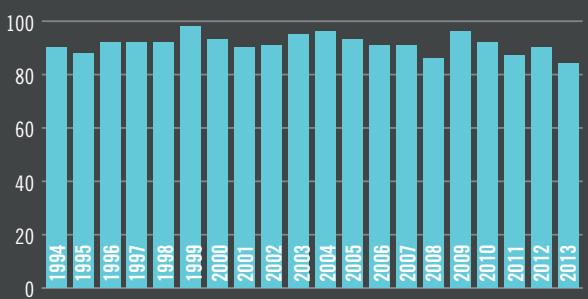
INDUSTRY BREAKDOWN 2013



TOTAL 601 EMPLOYEES AS OF 12/31/2013



DELIVERY RELIABILITY, %



CUSTOMER RATING, SCALE 1 TO 10



FINANCIAL POSITION

Equity was SEK 141.2 million (163.5) at the end of the period, with a corresponding equity ratio of 37 percent (40).

Equity per share was SEK 13.70 (15.93).

EMPLOYEES

During the year, the average number of employees was 580 (531), of which 356 (346) work in the Product Development business area, 168 (151) work in the Industrial Systems business area and 30 (10) work in the Management Consulting business area. In addition, there were 26 (24) employees in senior management and administrative positions.

The total number of employees at the end of the period was 601 (590), of which 11 percent were women.

In February 2014, Andreas Lindahl became CFO of Prevas.

INVESTMENTS

The company made investments in fixed assets worth SEK 2.6 million (4.5) during the year. Of the total amount, SEK 1.7 million (1.7) was for machinery and equipment, while SEK 0.9 million (2.8) was for product development and intangible assets. In addition, acquisition value of leased vehicles amounted to SEK 3.9 million (11.0). There were also investments via company acquisition.

STRONG BUSINESS KEY INDICATORS – ON-TIME DELIVERY OF PROJECTS

As a part of the company's quality assurance system, we constantly measure customer satisfaction, delivery reliability and warranty work. Since it was founded in 1985, Prevas' high quality has resulted in a very high number of satisfied and returning customers as well as unique quality indicators for delivery reliability and warranty. Prevas has a customer satisfaction score of 8.6 (on a scale from 1 to 10). That, in combination with an on-time delivery record of 84% (which is considerably higher than the industry average), makes Prevas highly valued by its customers.

KEY INDICATORS PER QUARTER

	2013	2013	2013	2013	2012	2012	2012	2012	2011	2011	2011	2011
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net sales, SEK million	183.9	146.5	185.4	172.0	173.9	135.0	163.4	173.3	173.3	130.3	156.2	155.4
Operating profit/loss, SEK million	-2.5	-3.1	-4.6	-0.4	-12.3	1.3	1.0	12.1	11.9	7.2	12.5	15.4
Operating margin, %	-1.4	-2.1	-2.5	-0.2	-7.0	1.0	0.6	7.0	6.9	5.5	8.0	9.9
Number of working days	62	66	60	62	62	65	59	64	64	66	60	63
Number of employees at the end of the period	601	617	631	607	590	589	577	575	567	518	502	501
Average number of employees	578	571	595	576	560	527	531	517	494	461	467	435
Net sales/employee, SEK thousands	318	256	312	299	311	260	308	335	351	283	333	357
Equity ratio, %	37	39	37	41	40	46	46	49	55	58	54	52
Earnings per share, SEK	-0.77	-0.34	-0.41	-0.13	-0.87	0.10	0.00	0.84	0.80	0.48	0.84	1.05
Equity per share, SEK	13.70	14.43	14.80	15.49	15.93	16.73	16.80	16.82	18.04	17.57	17.00	15.86

PARENT COMPANY SALES

January - December

Sales were SEK 502.6 million (492.2) and profit/loss after financial items was SEK -16.2 million (10.9).

October - December

Sales were SEK 132.6 million (128.2) and loss after financial items was SEK -19.1 million (-7.3). These figures include write-down of shares in our Danish company amounting to SEK 7.5 million.

RISKS AND UNCERTAINTIES

The Prevas Group, including the Parent Company, relies on certain guiding principles when it comes to managing risks in various parts of its business. Successful risk management is a continuous process conducted within the framework for operations management. It is an integral part of the everyday follow-up of the business. Examples of business and market-related risks include competition and downward pressure on prices, how our customers' businesses develop, bad debt losses, risks associated with the state of the market and fluctuations in exchange/interest rates. Another risk involves the competition for skilled employees. Because Prevas is the market leader for Embedded Systems and Industrial IT and is in the process of building up its new business area, Management Consulting, it is important that the company is able to attract and recruit the very best talent in the labor market.

TRANSACTIONS WITH RELATED PARTIES

These types of transactions are reported in Note 25 of the 2012 Annual Report. They are primarily related to purchases and sales between Group companies. The transactions take place in accordance with market conditions.

ACCOUNTING PRINCIPLES

This Interim Report was prepared in accordance with IAS 34, Interim Financial Reporting. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed by the European Commission for application within the EU, as well as the Swedish Annual Accounts Act, where applicable.

The Parent Company's financial statements have been prepared in accordance with the Annual Accounts Act and recommendation RFR 2 Accounting for Legal Entities.

IFRS 13 Fair Value Measurement has been applied starting from 2013. This is a new standard for measuring fair value that entails improved disclosure requirements. Other changes as regards new or modified IFRS or interpretations have not significantly affected the financial statements.

In other aspects, the Group and Parent Company apply the same accounting principles and bases of calculation as described in the 2012 Annual Report.

PROPOSED DIVIDEND

The Board proposes to the AGM that no divided be paid out (0.30).

Västerås, February 11, 2014
Prevas AB (publ)

Karl-Gustav Ramström, CEO Prevas AB

ANNUAL REPORT

The annual report will be available at the Prevas headquarters at Legeringsgatan 18 in Västerås, Sweden three weeks prior to the 2014 AGM. The annual report can also be ordered from the headquarters, tel. +46 21-360 19 00 or info@prevas.se.

ANNUAL GENERAL MEETING

Prevas AB's AGM will convene at 5:30 p.m. on April 8, 2014 at the Aros Congress Center (Munkgatan 7, Västerås Sweden).

UPCOMING REPORTS

- Interim Report January - March 2014, April 29, 2014
- Interim Report January - June 2014, July 16, 2014
- Interim Report January - September 2014, October 29, 2014
- Year-End Report 2014, February 10, 2014

INFORMATION

For additional information, contact:
Karl-Gustav Ramström, CEO, tel. +46 21-360 19 00, +46 70-349 20 90
Andreas Lindahl, CFO, tel. +46 21-360 19 34, +46 70-547 08 25

This interim report has not been examined by the Company's auditors.

Published on 02/11/2014, 8:30 CET. This is information that Prevas AB (publ) must make available to the public in accordance with the Swedish Securities Market Act (2007:528) and/or the Swedish Financial Instruments Trading Act.

This is a translation of an original document in Sweden. In case of dispute, the original document should be taken as authoritative (bokslutskommuniké 2013 at www.prevas.se). Or contact the company direct.

Consolidated Financial Statements

SUMMARY INCOME STATEMENTS, SEK thousands	2013 Full year	2012 Full year	2013 Q4	2012 Q4
Net sales	687,797	645,608	183,893	173,944
Other operating income	7,000*	—	—	—
Capitalized work	728	1,290	36	563
Other external costs	-185,446	-181,956	-50,680	-55,580
Personnel costs	-495,717	-447,554	-128,072	-122,788
Profit/loss before depreciation and amortization	14,362	17,388	5,177	-3,861
Amortization/impairment of intangible assets	-18,771**	-9,966	-6,046 **	-6,829
Depreciation of property, plant and equipment	-6,222	-5,248	-1,666	-1,562
Operating profit/loss	-10,631	2,174	-2,535	-12,252
Net financial items	-3,055	-1,771	-243	-317
Profit/loss after financial items	-13,686	403	-2,778	-12,569
Taxes	-2,813	88	-4,783	3,963
Profit/loss for the period	-16,499	491	-7,561	-8,606
Profit/loss for the period attributable to Parent Company's owners	-16,716	679	-7,782	-8,788
Profit/loss for the period attributable to holdings without a controlling influence	217	-188	221	182
Basic and diluted earnings per share, SEK	-1.65	0.07	-0.77	-0.87

* Change in value of earnout.

** Impairment of goodwill occurred in the amount of SEK 11.1 million (5.2), of which SEK 4.1 million (5.2) was in Q4.

SUMMARY STATEMENT OF COMPREHENSIVE INCOME, SEK thousands	2013 Full year	2012 Full year	2013 Q4	2012 Q4
Profit/loss for the period	-16,499	491	-7,561	-8,606
Items that may later be transferred to profit/loss for the period:				
Translation differences attributable to foreign operations	-10	-1,181	448	952
Net comprehensive income for the period	-16,509	-690	-7,113	-7,654
Comprehensive income for the period attributable to the Parent Company's owner				
Comprehensive income for the period attributable to the Parent Company's owner	-16,726	-502	-7,334	-7,836
Comprehensive income for the period attributable to holdings without a controlling influence	217	-188	221	182

BUSINESS UNIT PERFORMANCE	2013 Full year	2012 Full year	2013 Q4	2012 Q4
NET SALES, SEK thousands				
Product Development	420,511	446,725	111,813	118,711
Industrial Systems	232,690	190,681	64,028	49,040
Management Consulting	34,596	8,202	8,052	6,193
Total	687,797	645,608	183,893	173,944
OPERATING PROFIT/LOSS, SEK thousands				
Product Development	-16,206	435	-5,914	-10,831
Industrial Systems	19,049	9,619	5,047	2,829
Management Consulting	-13,475	-7,880	-1,668	-4,250
Total	-10,631	2,174	-2,535	-12,252
OPERATING MARGIN, %				
Product Development	-3.9	0.1	-5.3	-9.1
Industrial Systems	8.2	5.0	7.9	5.8
Management Consulting	-38.9	-96.1	-20.7	-68.6
Total	-1.5	0.3	-1.4	-7.0

Consolidated Financial Statements (cont.)

SUMMARY BALANCE SHEET, SEK thousands	2013 Dec 31	2012 Dec 31
Goodwill	145,017	141,075
Other intangible assets	24,393	23,033
Property, plant and equipment	20,435	21,012
Deferred tax assets	857	4,132
Total fixed assets	190,702	189,252
Current receivables	178,288	206,733
Cash equivalents	13,146	13,728
Total current assets	191,434	220,461
TOTAL ASSETS	382,136	409,713
Equity attributable to Parent Company's owner	138,405	160,962
Equity attributable to holdings without a controlling influence	2,797	2,580
Equity	141,202	163,542
Deferred tax liability	13,542	13,200
Long-term provisions*	13,230	20,300
Long-term interest-bearing liabilities	65,203	69,824
Total long-term liabilities	91,975	103,324
Current provisions*	4,582	5,802
Current interest-bearing liabilities	22,459	10,463
Other current liabilities	121,918	126,582
Total current liabilities	148,959	142,847
TOTAL EQUITY AND LIABILITIES	382,136	409,713

* Conditional earnouts are included in the amount of SEK 17 million. The value decreased by SEK 7 million during the period Jan-Dec 2013. They are measured at fair value according to Level 3 and the most significant parameter for the measurement is assessed earning in acquired operations. Final earnouts may fall within the range SEK 3-17 million.

SUMMARY OF CHANGES IN EQUITY, SEK thousands	2013 Dec 31	2012 Dec 31
Opening balance	163,542	184,844
Total comprehensive income for the period attributable to the Parent Company's owner	-16,726	-502
Total comprehensive income for the period attributable to holdings without a controlling influence	217	-188
Change in holdings without controlling influence	-2,800	-407
Dividends	-3,031	-20,205
Closing balance	141,202	163,542
Equity attributable to Parent Company's owner	138,405	160,962
Equity attributable to holdings without a controlling influence	2,797	2,580

Consolidated Financial Statements (cont.)

SUMMARY STATEMENT OF CASH FLOW, SEK thousands	2013 Full year	2012 Full year	2013 Q4	2012 Q4
OPERATING ACTIVITIES				
Profit/loss before tax	-13,686	403	-2,778	-12,569
Adjustments for non-cash items	14,178	14,506	3,852	7,627
Income tax paid	2,026	-13,401	3,465	1,362
Cash flow from operating activities before working capital changes	2,518	1,508	4,539	-3,580
CASH FLOW FROM CHANGES IN WORKING CAPITAL				
Changes in operating receivables	35,536	-18,253	-11,573	-36,682
Changes in operating liabilities	-22,248	10,715	18,274	29,065
Cash flow from operating activities	15,806	-6,030	11,240	-11,197
INVESTING ACTIVITIES				
Acquisition of businesses and shares, excl. cash equivalents *	-18,286	-26,046	-3,115	687
Investments in intangible fixed assets	-856	-2,770	-66	-1,257
Investments in property, plant and equipment	-1,704	-1,743	-587	-393
Cash flow from investing activities	-20,846	-30,559	-3,768	-963
FINANCING ACTIVITIES				
New loans	19,900	23,000	-	-
Loan amortization	-10,038	-4,350	-8,313	-2,250
Change in bank overdraft facility	-2,390	32,173	4,108	14,593
New issue	-	277	-	-
Dividends paid	-3,031	-20,205	-	-
Cash flow from financing activities	4,441	30,895	-4,205	12,343
Cash flow for the period	-599	-5,694	3,267	183
Cash equivalents at the beginning of the period	13,728	19,271	9,913	13,476
Translation difference on cash equivalents	17	151	-34	69
Cash equivalents at the end of the period	13,146	13,728	13,146	13,728

* ACQUIRED COMPANY'S NET ASSETS AT TIME OF ACQUISITION, SEK million	Preliminary 2013 Acc Dec	2012 Acc Dec
Intangible fixed assets	1.2	-
Property, plant and equipment	0.2	0.2
Deferred tax assets	0.2	-
Accounts receivable and other receivables	7.0	8.0
Cash equivalents	7.5	7.4
Accounts payable and other liabilities	-13.6	-6.4
Net assets and liabilities	2.5	9.2
Goodwill	15.1	34.4
Fair value adjustment of intangible assets	7.0	16.5
Fair value adjustment of long-term provisions	-1.7	-3.4
Transferred remuneration, including estimated earnout	22.9	56.7
Less:		
Cash acquired	-7.5	-7.4
Estimated earnout	-3.0	-24.0
Net cash flow acquired units	12.4	25.3
Earnout paid during the year	5.9	0.7
Net cash flow	18.3	26.0

Consolidated Financial Statements (cont.)

KEY INDICATORS, SEK thousands	2013 Full year	2012 Full year	2013 Q4	2012 Q4
Profit margin before depreciation and amortization/EBITDA	1.1%	2.7%	2.8%	-2.2%
Operating margin/EBIT	-1.5%	0.3%	-1.4%	-7.0%
Profit margin	-2.0%	0.1%	-1.5%	-7.2%
<i>Number of outstanding shares at the end of the reporting period, in thousands</i>				
basic and diluted	10,102	10,102	10,102	10,102
<i>Average number of outstanding shares, in thousands</i>				
basic and diluted	10,102	10,102	10,102	10,102
Basic and diluted earnings per share, SEK	SEK -1.65	SEK 0.07	SEK -0.77	SEK -0.87
Equity per share, basic and diluted, SEK	SEK 13.70	SEK 15.93		
Equity ratio	37%	40%		
Return on capital employed, %	-4.3%	1.1%		
Return on equity, %	-11.0%	0.3%		
Average number of employees	580	531	578	560
Number of working days	250	250	62	62
Sales per employee, SEK thousands	1,186	1,216	318	311

Definitions of key indicators, see page 35 of Prevas' 2012 Annual Report.

Parent Company Financial Statements

SUMMARY INCOME STATEMENTS, SEK thousands	2013 Full year	2012 Full year	2013 Q4	2012 Q4
Net sales	502,567	492,238	132,624	128,174
Capitalized work	450	949	5	466
Other external costs	-162,852	-159,507	-46,248	-46,964
Personnel costs	-329,517	-311,206	-88,671	-81,968
Amortization/impairment of intangible assets	-5,487	-2,465	-1,394	-451
Depreciation of property, plant and equipment	-1,238	-1,863	-270	-435
Operating profit/loss	3,923	18,146	-3,954	-1,178
Profit/loss from participations in Group companies *	-18,104	-6,162	-15,304	-6,162
Interest income and similar profit/loss items	679	394	503	312
Interest expenses and similar items	-2,720	-1,500	-378	-308
Profit/loss after financial items	-16,222	10,878	-19,133	-7,336
Appropriations	2,830	-2,830	2,830	-2,830
Taxes	-1,804	-4,024	-126	949
Profit/loss for the period	-15,196	4,024	-16,429	-9,217

* Primarily for write-down of shares in subsidiaries

SUMMARY BALANCE SHEET, SEK thousands	2013 Dec 31	2012 Dec 31
Intangible fixed assets	16,850	21,760
Property, plant and equipment	1,994	2,371
Financial assets	75,223	59,430
Current receivables	154,468	183,388
Cash and bank balances	704	331
Total assets	249,239	267,280
<i>Restricted Equity</i>	42,237	42,237
<i>Non-restricted equity</i>	19,469	37,696
Equity	61,706	79,933
Untaxed reserves	—	2,830
Provisions *	13,816	14,678
Long-term interest-bearing liabilities	52,696	56,673
Current interest-bearing liabilities	18,250	6,800
Other current liabilities	102,771	106,366
Total liabilities and equity	249,239	267,280
Pledged assets	135,300	89,875
Contingent liabilities	6,927	2,295

* Including conditional earnouts in the amount of SEK 12 million.



Prevas AB (publ) CIN 556252-1384
Box 4, 721 03 Västerås, Telephone +46 (0)21 360 19 00, Fax +46 (0)21 360 19 29
info@prevas.se, www.prevas.se

With cutting edge expertise in embedded systems and industrial IT, Prevas contributes by providing innovative solutions that create growth. Prevas was founded in 1985, and the company is the main supplier and development partner to leading companies in industries such as life science, telecommunications, automotive, defense, energy and engineering. Offices are located in Sweden, Denmark, Norway and India. The company has approximately 600 employees.

Prevas has been listed on the NASDAQ OMX Nordic Exchange in Stockholm since 1998.
For more information, see www.prevas.se.