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Interim report April – June 2002

Mr Sigge Haraldsson
President and CEO
Alfa Laval Group

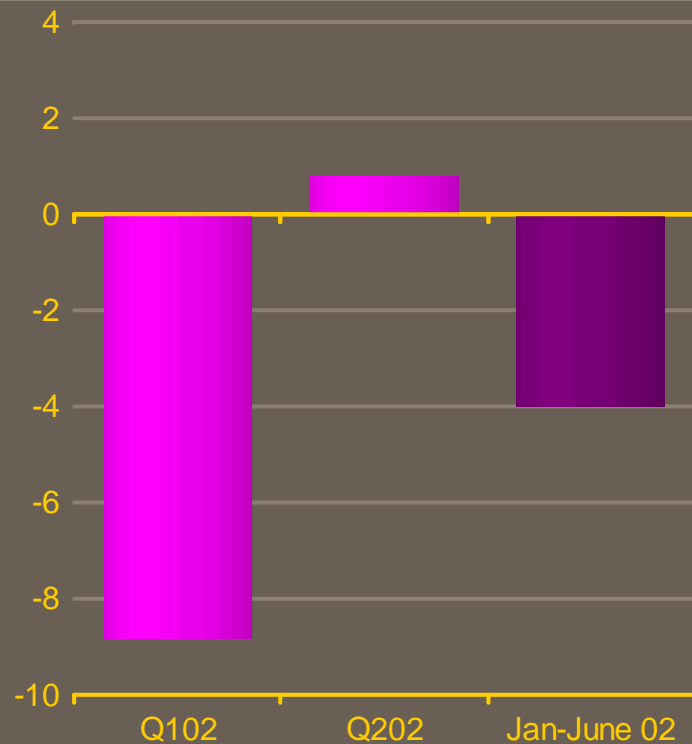
Mr. Thomas Thuresson
CFO
Alfa Laval Group

Highlights

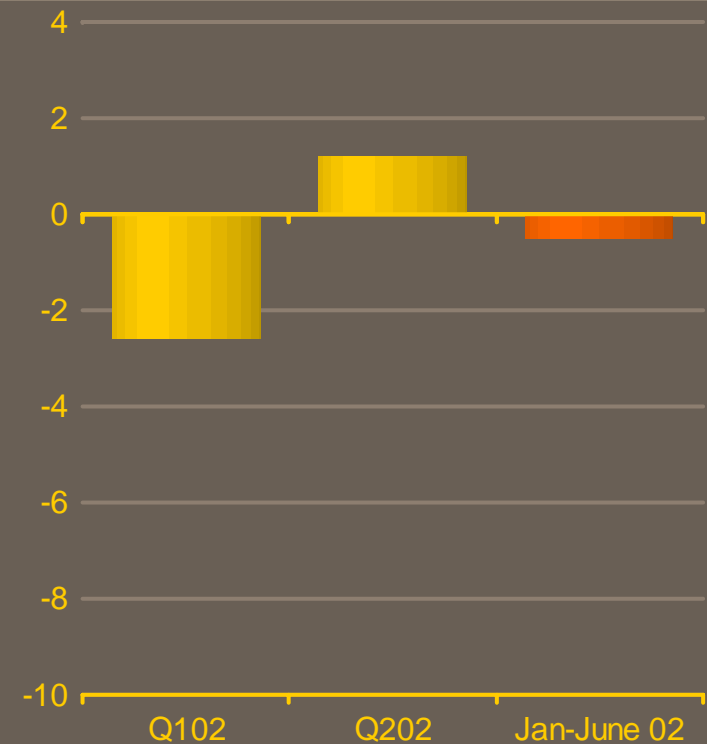
- Listed on Stockholmsbörsen, May 17th 2002
- Order intake: 3 964 MSEK
- Net sales: 3 654 MSEK

Q on Q vs. last year (like for like)

Orders received



Net sales

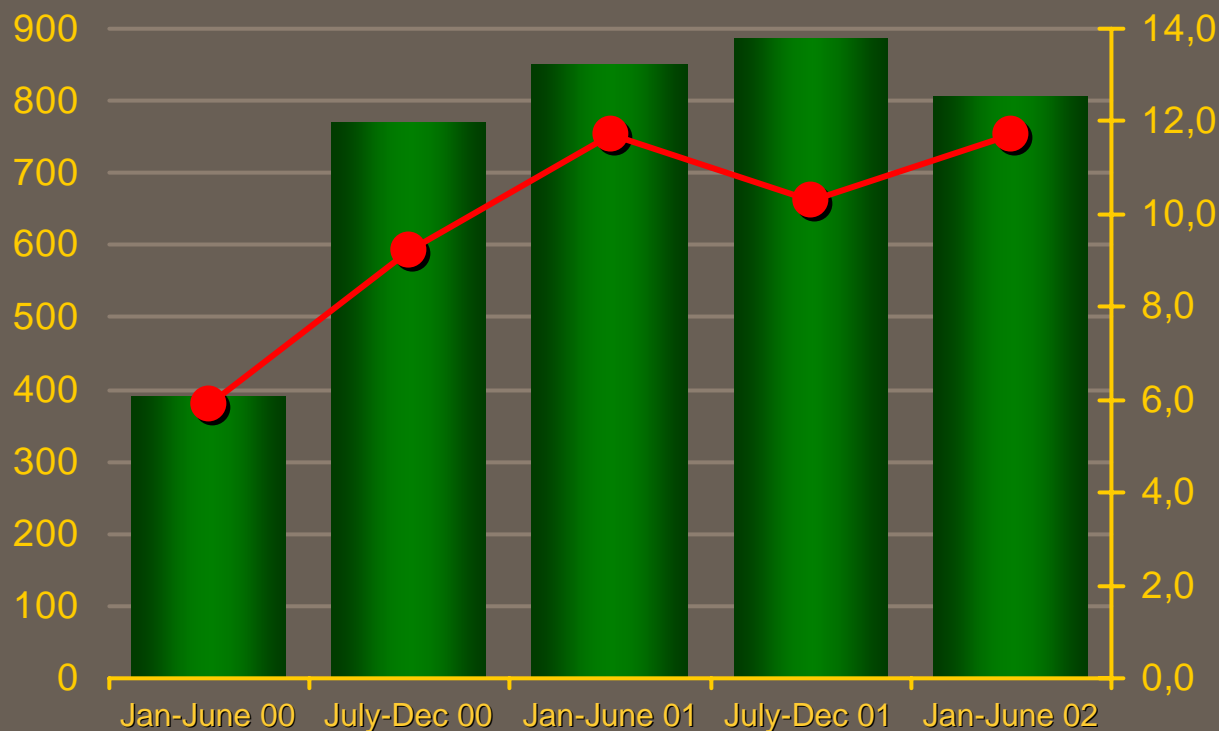


Highlights

- Listed on Stockholmsbörsen, May 17th 2002
- Order intake: 3 964 MSEK
- Net sales: 3 654 MSEK
- Adjusted EBITA / margin: 445 MSEK / 12.2%

Adjusted EBITA / Margin *

MSEK and in percent of sales



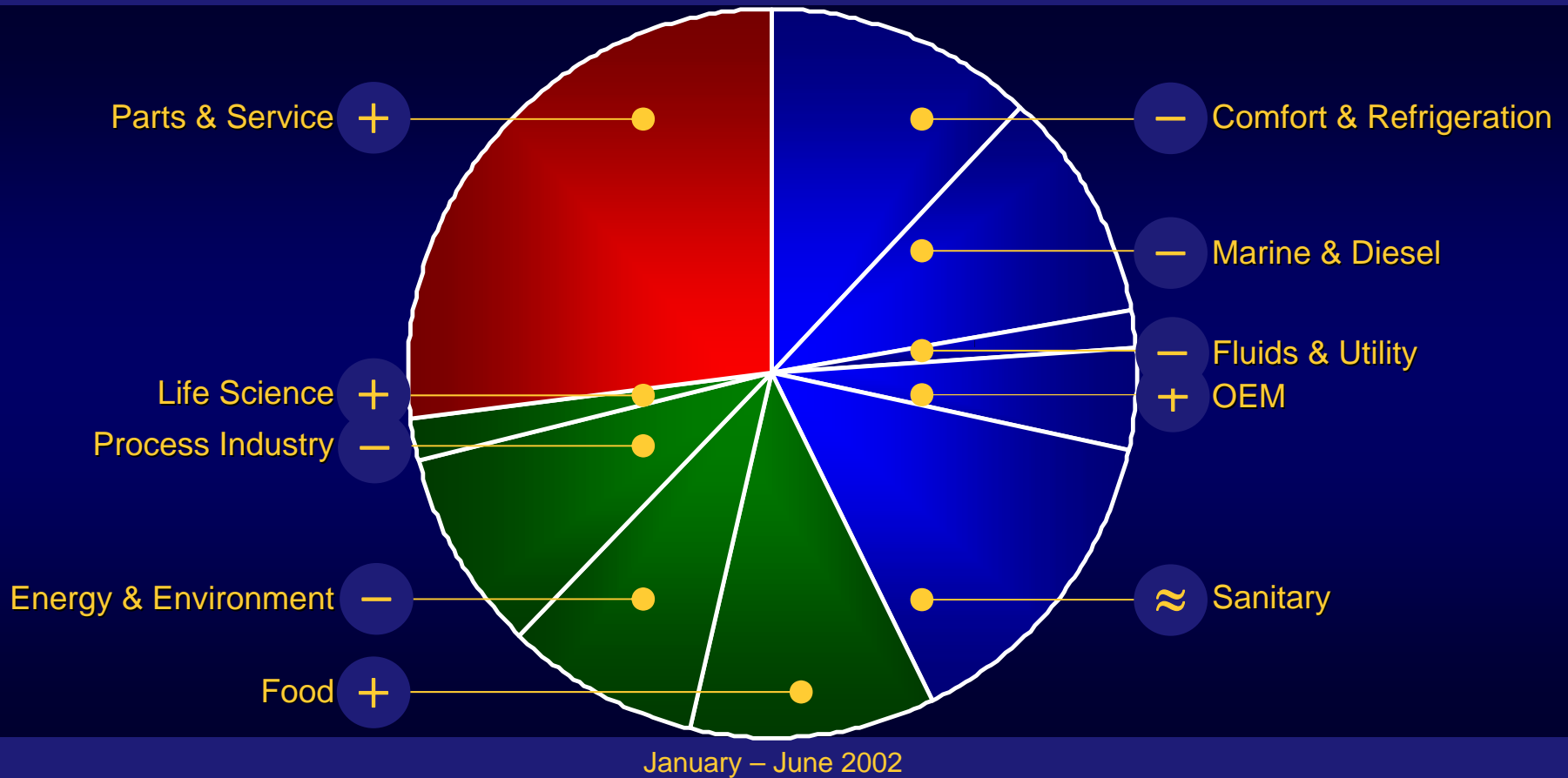
* Adjusted EBITA – "Earnings before interests, taxes, amortization of goodwill and step up values and comparison distortion items."

Highlights

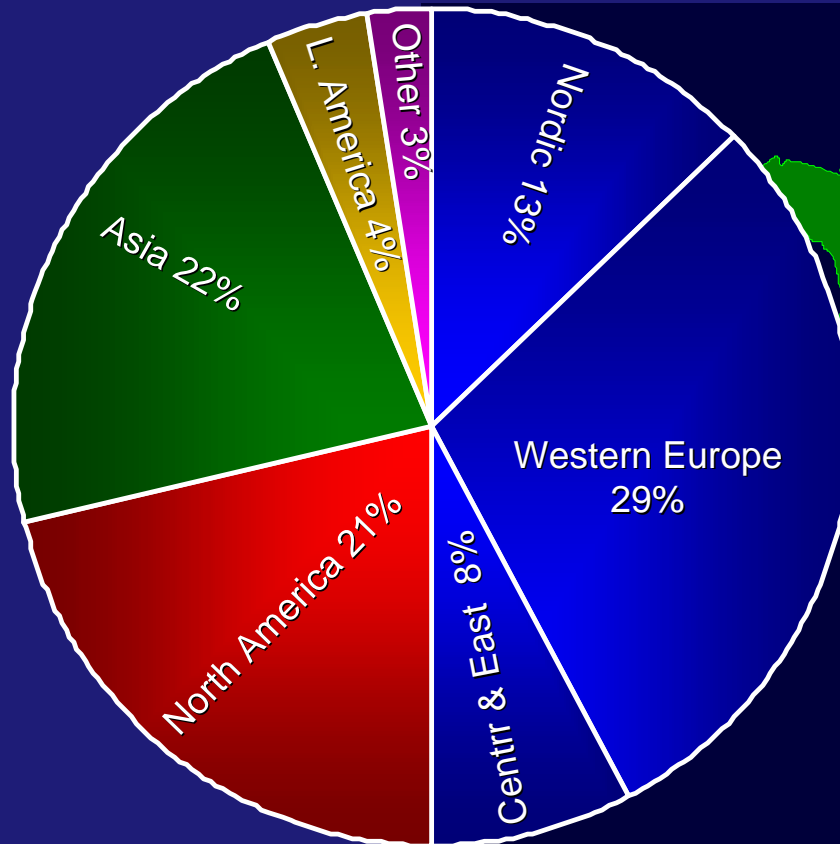
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- Order intake: 3 964 MSEK
- Net sales: 3 654 MSEK
- Adjusted EBITA / margin: 445 MSEK / 12.2%
- Cash flow: 937 MSEK *
- ROCE: 17.7% *
- Profit before tax: -193 MSEK*, incl. one-off costs 304 MSEK

*) January – June 2002

Order Received by Segment



Order Received by Region



January – June 2002

Outlook 2002

“The first half of the year 2002 developed fully in line with our expectations. We estimate that this will also be the case for the second half.”

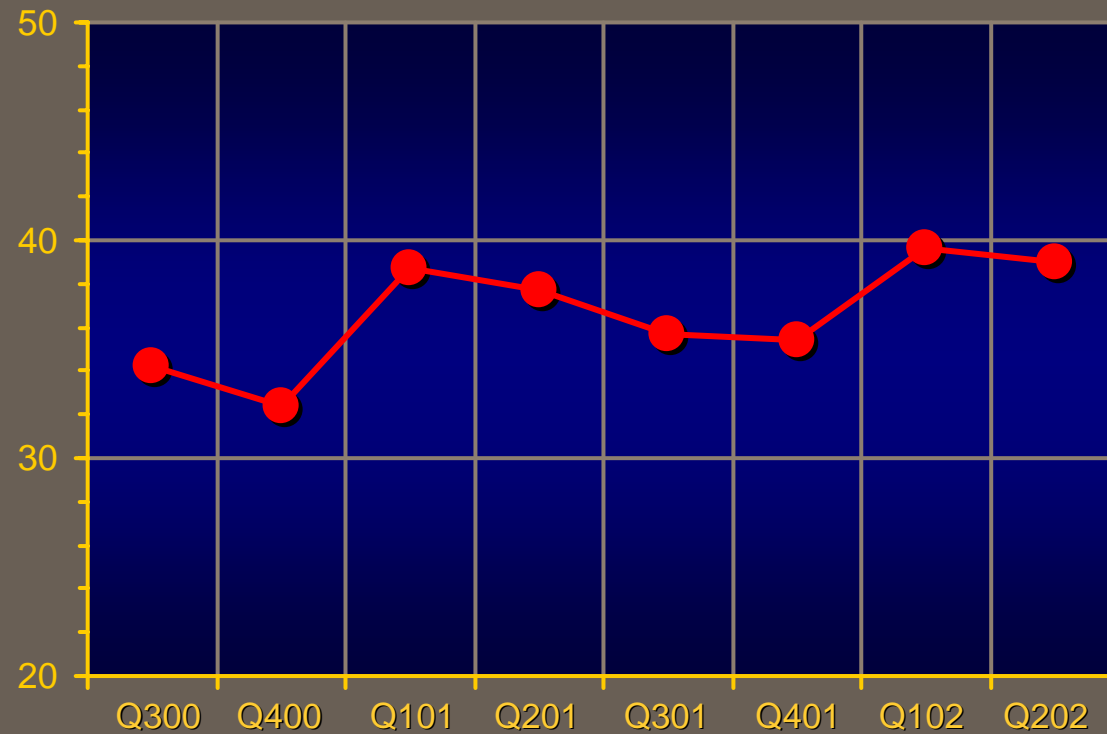
Consolidated Profit and Loss

MSEK	1.4-30.6 2002	1.4-30.6 2001	1.1-30.6 2002	1.1-30.6 2001
Net sales	3 654	3 807	6 916	7 259
Adjusted EBITA	445	485	807	851
Amortization of goodwill and step-up	- 126	- 134	- 252	- 254
Financial net	- 268 *	- 383	- 399*	-1 190
Comparison distortion items	- 304	0	- 348	0
PBT	- 253	- 33	- 193	46

* Excluding comparison distortion items

Gross Margin

In percent of sales



Included in Financial net

Unrealized Fx-variances

MSEK

As per March 31, 2002	102
• Vendor Loan	- 60
• Argentina	- 16
• Other variances Q2	- 90
As per June 30, 2002	- 64

Proforma - Profit and Loss

1.1-30.6 2002

EBIT according to the P&L	510
Interest and other income	117
Interest and other costs	- 335
Comparison distortion items	0
PBT	293
Income tax	- 112
Minority interests	- 16
Net income	165
Earnings per share (SEK)	1,48
Average number of shares	111 671 993

Capitalization

MSEK	Actual Dec 31-01	Actual June 30-02
Cash and bank / other current deposits	960	957
Total Debt		
Subordinated Loan from Tetra Laval	2 086	0
Liabilities to credit institutions	4 573	3 919
Bond Loan	2 045	1 298
Other	33	27
Total Debt (including current portion)	8 737	5 244
Total Equity and Minority Interests	1 577	4 309
Total Capitalization	<u>10 314</u>	<u>9 553</u>
Net Debt	7 777	4 286
Net Debt / Equity	5.4x	1.0x

Cash-flow Statement

MSEK	1.1-30.6 2002	1.1-30.6 2001
• Adjusted EBITDA	978	1 053
• Working capital	117	141
• Taxes paid	- 158	- 256
Cash flows from operating activities	937	899
• Capital expenditures	- 152	- 118
• Divestments	61	283
• Acquisitions *	- 368	-
• Provisions	- 27	- 370
Cash flows from investing activities	- 486	- 205
Cash flows from financing activities	- 237	- 698
Net increase (decrease) in cash and bank	214	- 4

* Vendor Warrant, MEUR 40

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