SKANSKA

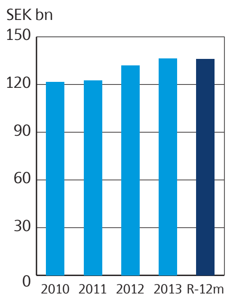
Six Month Report, January – June 2014

Nationalmuseum, Stockholm, Sweden.

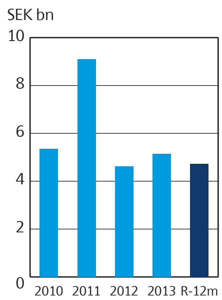
Highlights

- Order bookings in Construction amounted to SEK 70.4 billion (60.3); adjusted for currency effects, order bookings increased by 16 percent.
- The order backlog amounted to SEK 155.4 billion (Mar. 31, 2014: 145.7); adjusted for currency effects, the order backlog increased by 4 percent.
- Operating income decreased by –22 percent and amounted to SEK 1.6 billion (2.0). This included writedowns and restructuring provisions in the Latin American operations of SEK 0.5 billion in the second quarter.
- Operating margin in Construction was 2.0 percent (2.7).
- Revenue decreased by –1 percent and amounted to SEK 62.4 billion (62.8). There were no net currency effects.
- Sales of commercial properties amounted to SEK 2.3 billion (1.9).
- Investments in development operations totaled SEK –6.4 billion (–5.2).
- Total net investments amounted to SEK 0.2 billion (1.1).
- Cash flow from operations amounted to SEK –2.8 billion (–0.9).
- Operating net financial assets totaled SEK 0.8 billion (Mar. 31, 2014: 3.3).
- Earnings per share (EPS) decreased by –22 percent to SEK 2.64 (3.40).

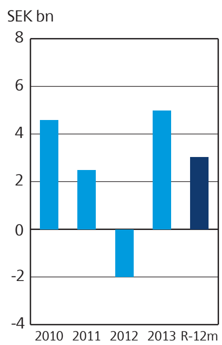
Revenue



Operating income



Cash flow from operations



Performance analysis

SEK M	Jan–Jun 2014	Jan–Jun 2013	Change, %	Apr–Jun 2014	Apr–Jun 2013	Change, %
Revenue						
Construction	59,435	58,915	1	32,566	32,165	1
Residential Development	4,469	5,258	–15	2,457	2,649	–7
Commercial Property Development	2,585	2,122	22	1,522	1,851	–18
Infrastructure Development	35	46	–24	18	17	6
Central and eliminations	–4,078	–3,568	14	–1,988	–2,090	–5
Skanska Group	**62,446**	**62,773**	**–1**	**34,575**	**34,592**	**0**
Operating income						
Construction	1,167	1,573	–26	623	1,055	–41
Residential Development	349	331	5	210	178	18
Commercial Property Development	312	258	21	221	288	–23
Infrastructure Development	195	226	–14	96	171	–44
Central	–394	–351	12	–213	–183	16
Eliminations	–48	–20	–	–12	–11	9
Operating income	**1,581**	**2,017**	**–22**	**925**	**1,498**	**–38**
Net financial items	**–125**	**–149**	–16	**–66**	**–76**	–13
Income after financial items	**1,456**	**1,868**	**–22**	**859**	**1,422**	**–40**
Taxes	–363	–467	–22	–214	–359	–40
Profit for the period	**1,093**	**1,401**	**–22**	**645**	**1,063**	**–39**
Earnings for the period per share, SEK	2.64	3.40	–22	1.57	2.58	–39
Earnings for the period per share according to IFRSs, SEK	2.89	4.39	–34	1.86	2.02	–8
Cash flow from operations	–2,823	–882	–	450	–1,002	–
Interest-bearing net receivables(+)/net debt(–)	–5,277	–4,591	–	–5,277	–4,591	15
Return on capital employed in Project Development, % [1]	9.6	10.9				
Operating net financial assets(+)/liabilities(–)	780	1,142	–			
Return on equity, % [1]	15.4	19.4				

1 Rolling 12 months.

Comments from Skanska's President and CEO Johan Karlström:

During the first six months of 2014, Skanska delivered close to unchanged revenue with lower operating income compared to the same period last year.

In the Latin American operations, higher than expected costs associated with finalizing several major engineering & construction contracts has led us to take project writedowns and restructuring provisions of SEK 500 M in the second quarter. Going forward we will continue along the outlined strategy and cease bidding for new engineering & construction projects. Focus will be on operations & maintenance work for international oil & gas companies, which has a lower risk and where we have been successful for many years.

The development of the construction business stream, excluding the Latin American operations, was stable during the second quarter. Order bookings were strong in the U.S. Civil, UK, Polish, Swedish and Finnish construction operations. After several years with very difficult market conditions, the order bookings in the Czech construction operations grew which will lead to a stabilization of revenues. Both the Swedish and the Finnish construction units showed strong profitability in the quarter.

The Residential Development business stream continued to improve its profitability. All units in this business stream contributed to an improved operating margin. Overall, the volumes were lower than the same period last year. In Sweden, where the residential market is strong, the lower sales is a consequence of a low inventory of projects ready to start. Despite the challenging market, the Finnish operations managed to improve sales, but we remain cautious about starting new projects.

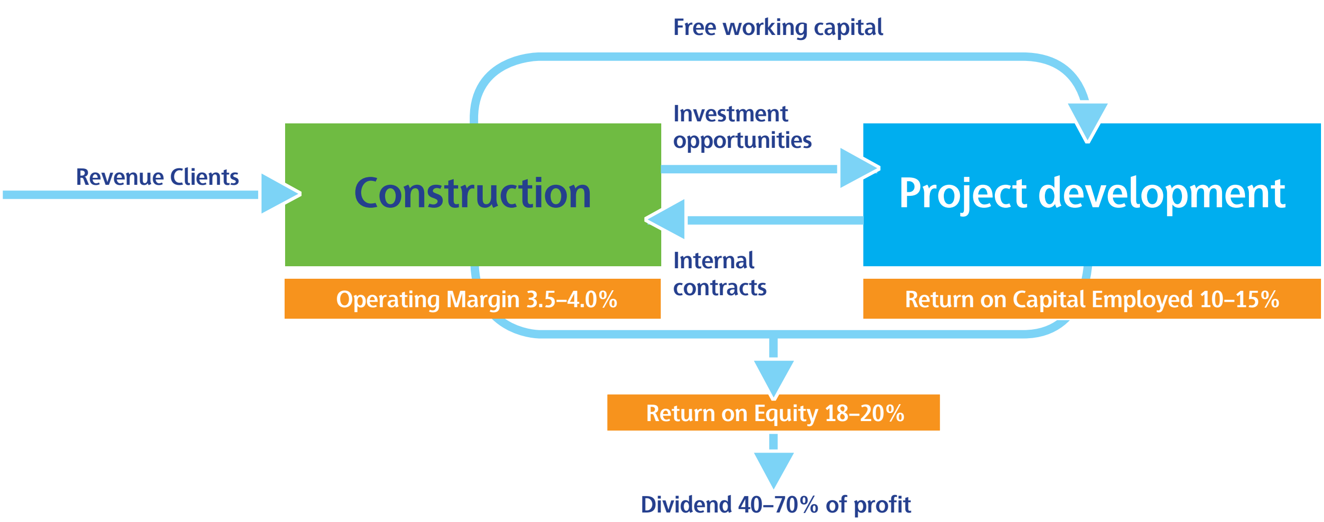
In Commercial Property Development, six projects were started and we divested one major project for SEK 1 billion during the quarter. With our geographically diversified organization and the strong market conditions in all of our geographies we are continuing to see good opportunities within this business stream.

The PPP market in the U.S. continues to develop favorably. We are negotiating the financial close of the I-4 highway project in Florida where we are selected as preferred bidder and are expecting to close during 2014. We are currently bidding for other significant PPP projects in the U.S.

We continue to see improvement in the underlying economy in several of our home markets, which is expected to lead to growth in both construction investments and project development activities in the coming twelve months.

Skanska's business model

Financial targets



Market outlook, next 12 months

Weaker outlook compared to previous quarter. Unchanged outlook compared to previous quarter. Improved outlook compared to previous quarter.

Very strong market coming 12m | Strong market coming 12m | Stable market coming 12m | Weak market coming 12m | Very weak market coming 12m

Construction

The overall construction market continues to improve.

The residential building market has improved in Sweden. The market for large civil projects in the Nordic region is relatively stable, with a competitive landscape. In Norway, investments in infrastructure are expected to increase significantly in the years ahead. The overall market situation in Finland is weaker.

The commercial building market is improving in the UK and the outlook for the civil market remains strong. In the Czech Republic, there are early signs that the civil market is improving but from very low levels.

In the overall U.S. infrastructure market there are delays in investments in private energy-related projects in the industrial sector. The market for large and complex civil construction projects remains good, although competition is intense. In the U.S. building construction market, development is favorable in the commercial buildings, healthcare, airports and IT facilities segments. Within the Latin American oil & gas and mining sectors, a low level of growth is expected within operations & maintenance work. The Argentine and Brazilian economies are weakening.

	Building, non-residential	Building, residential	Civil
Nordic countries (Strong, improved)			
Sweden	Strong	Strong (improved)	Stable
Norway	Stable	Stable	Very strong
Finland	Weak	Weak	Weak
Other European countries (Stable)			
Poland	Stable	Stable	Strong
Czech Republic [1]	Very weak	Weak	Weak (improved)
United Kingdom	Strong (improved)	–	Strong
The Americas (Strong)			
USA	Strong	–	Strong
Latin America	–	–	Weak

1 Including Slovakia.

Residential Development

The residential market continues to develop in a positive direction in Sweden. The Norwegian market is stabilizing.

The Finnish market remains weak. The Polish residential market is relatively stable, while the Czech market has stabilized at a low level.

Nordic countries (Strong, improved)	
Sweden	Strong
Norway	Stable (improved)
Finland	Weak
Other European countries (Weak)	

Liljekonvaljen, Järvastaden, Sweden.

Commercial Property Development

Vacancy rates for office space in most of our Nordic and Central European cities are stable. Vacancy rates are low in Sweden in particular. Demand for office space is strong in Poland and improving in other parts of Central Europe. In our U.S. cities, vacancy rates continue to decline.

Modern properties with high quality tenants are in demand from property investors, resulting in attractive valuations for these properties. In Sweden, the increased interest from investors in newly developed properties continues, driven partly by an improved credit market. In Central Europe there is a strong investor appetite, especially in the major cities.

Nordic countries (Strong)	
Sweden	Strong
Norway	Stable
Finland	Weak
Denmark	Stable
Other European countries (Strong)	
Poland	Very strong
Czech Republic	Stable (improved)
Hungary	Weak
Romania	Stable
The Americas (Strong)	
USA	Strong

1776 Wilson Boulevard , Washington, D.C., U.S.

Infrastructure Development

The potential for new Public Private Partnerships (PPPs) continues to improve in the U.S., albeit with considerable competition.

In the UK the outlook for new PPP projects is weak.

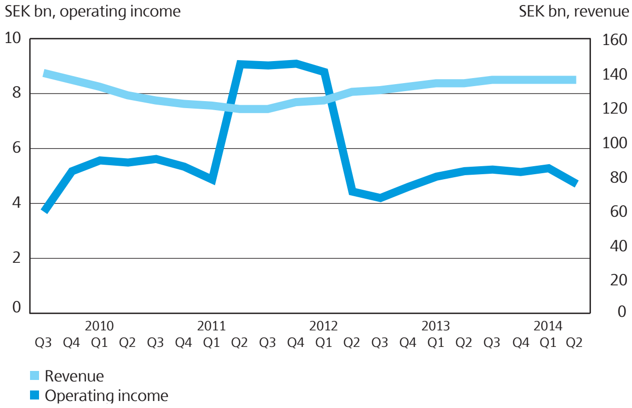
All countries (Stable)

Elizabeth River Tunnels, Virginia, U.S.

Performance analysis

Group

Revenue and operating income, rolling 12 months



Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Revenue	62,446	62,773	–1	34,575	34,592	0
Operating income [1, 2]	1,581	2,017	–22	925	1,498	–38
Net financial items	–125	–149		–66	–76	
Income after financial items	**1,456**	**1,868**	**–22**	**859**	**1,422**	
Taxes	–363	–467		–214	–359	
Profit for the period	**1,093**	**1,401**	**–22**	**645**	**1,063**	**–39**
Earnings for the period per share, SEK [3]	2.64	3.40	–22	1.57	2.58	
Earnings for the period per share according to IFRSs, SEK [3]	2.89	4.39	–34	1.86	2.02	

1 Central, SEK -394 M (-351).
2 Eliminations, SEK -48 M (-20).
3 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

Revenue decreased by 1 percent and amounted to SEK 62.4 billion (62.8). There were no net currency effects.

Operating income amounted to SEK 1.6 billion (2.0). The decrease is related to project writedowns and restructuring provisions in the Latin American operations in the second quarter. Currency effects had a positive impact that amounted to SEK 119 M (73).

Central expenses totaled SEK –394 M (–351). The elimination of gains in Intra-Group projects amounted to SEK –48 M (–20).

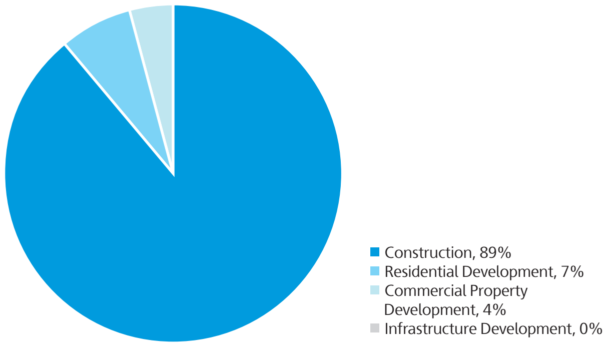
Net financial items amounted to SEK –125 M (–149). The net change in the market value of financial instruments was SEK –32 M (12).

Other net financial items totaled SEK –41 M (–39). For a specification of the items included in net financial items, see page 17.

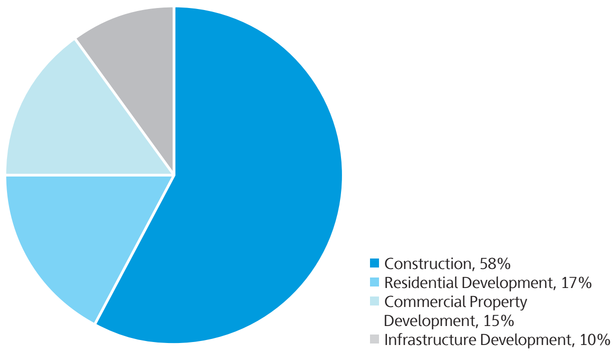
Taxes for the period amounted to SEK –363 M (–467), corresponding to a tax rate of approximately 25 (25) percent.

The line chart to the left shows the development of revenue and operating income over the past five years. The operating income from the second quarter of 2011 until the first quarter of 2012 includes a profit of SEK 4.5 billion from the sale of Autopista Central in Chile.

Revenue per segment, January – June 2014



Operating income per segment, January – June 2014



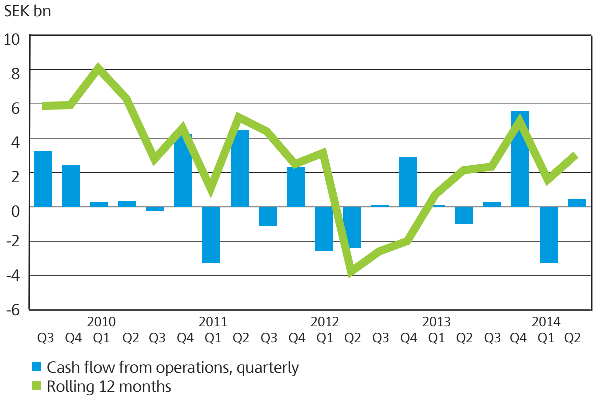
Changes and currency rate effects

	Jan-Jun 2014 / Jan-Jun 2013		
	Change in SEK	Change in local currency	Currency effect
Revenue	-1%	-1%	0%
Operating income	-22%	-28%	6%

Cash flow

Group

Cash flow from operations



Operating cash flow

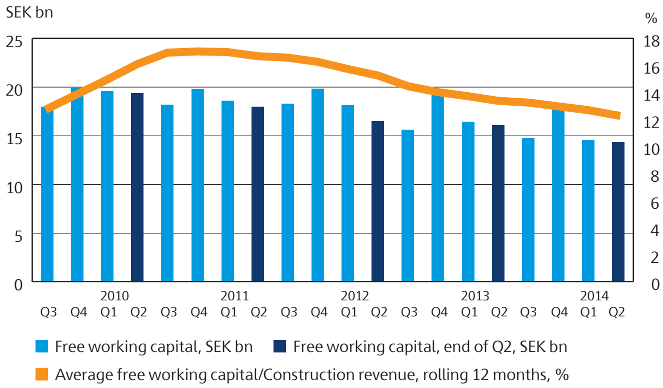
SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Cash flow from business operations	1,296	1,687	–23	701	1,024	–32
Change in working capital	–3,619	–3,135	15	–640	–1,031	–38
Net investments	100	1,096	–91	617	–575	–
Cash flow adjustment	–218	–101	116	–208	–73	185
Cash flow from business operations before taxes paid	**–2,441**	**–453**	**439**	**470**	**–655**	**–**
Taxes paid in business operations	–501	–532	–6	–102	–440	–77
Cash flow from financing operations	119	103	16	82	93	–12
Cash flow from operations	**–2,823**	**–882**	**220**	**450**	**–1,002**	**–**
Net strategic divestments	94	0	–	0	0	–
Dividend etc	–2,734	–2,599	5	–2,653	–2,534	5
Cash flow before change in interest-bearing receivables and liabilities	**–5,463**	**–3,481**	**57**	**–2,203**	**–3,536**	**–38**
Change in interest-bearing receivables and liabilities	1,118	1,072	4	521	477	9
Cash flow for the period	**–4,345**	**–2,409**	**80**	**–1,682**	**–3,059**	**–45**

Cash flow from operations amounted to SEK –2,823 M (–882). Net investments totaled SEK 100 M (1,096). Change in working capital impacted cash flow negatively in the amount of SEK –3,619 (–3,135). Taken together the changes in net investments and working capital are the main reason for the lower cash flow from operations as compared to the first six months of 2013.

Taxes paid in business operations amounted to SEK –501 M (–532).

Commercial properties that have been sold but not yet transferred will have a positive effect on cash flow of approximately SEK 1.0 billion during the second half of 2014.

Free working capital in Construction

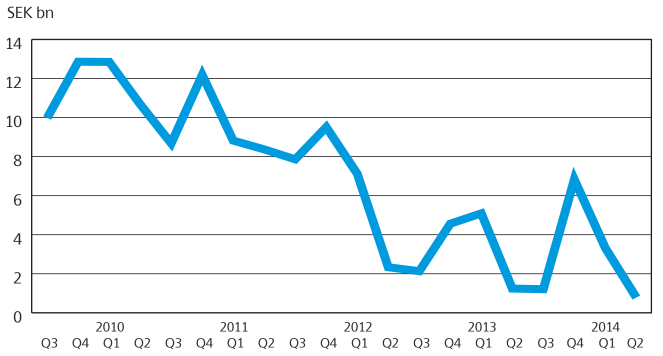


The free working capital in Construction amounted to SEK 14.3 billion (16.1). The average free working capital in relation to revenue in Construction in the past 12 months amounted to 12.3 percent. The cash flow due to changes in working capital in Construction amounted to SEK –4,729 M (–3,015). The change in working capital in the first six months reflects the normal pattern during the year. The large inflow of working capital in the fourth quarter of 2013 led to a large outflow during the first six months of 2014, particularly in the first quarter.

Regional Connector, Los Angeles, U.S.

Financial position

Operating net financial assets/liabilities



Balance sheet – Summary

SEK bn	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Total assets	86.6	86.4	87.7
Total equity	19.3	19.5	21.4
Interest-bearing net receivables (+)/net debt (–)	–5.3	–4.6	1.0
Operating net financial assets(+)/liabilities(–)	0.8	1.1	6.7
Capital employed, closing balance	34.9	35.3	35.4
Equity/assets ratio, %	22.4	22.5	24.4

Change in interest-bearing receivables and liabilities

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Opening balance interest-bearing net receivables(+)/net debt(–)	972	–2,014	–2,632	–1,250	–2,014
Cash flow for the period	**–4,345**	**–2,409**	**–1,682**	**–3,059**	**1,567**
Change in interest-bearing receivables and liabilities	–1,118	–1,072	–521	–477	465
Cash flow before change in interest-bearing receivables and liabilities	**–5,463**	**–3,481**	**–2,203**	**–3,536**	**2,032**
Translation differences, net receivables/net debt	–5	–3	44	–113	62
Remeasurements of pension liabilities	–845	505	–575	–172	556
Interest-bearing liabilites acquired/divested	7	0	0	0	–50
Other changes, interest-bearing net receivables/net debt	57	402	89	480	386
Change in interest-bearing net receivables/net debt	**–6,249**	**–2,577**	**–2,645**	**–3,341**	**2,986**
Closing balance interest-bearing net receivables(+)/net debt(–)	**–5,277**	**–4,591**	**–5,277**	**–4,591**	**972**
Pension liability, net	3,161	2,986	3,161	2,986	2,900
Loans to housing co-ops	2,896	2,747	2,896	2,747	2,846
Closing balance operating net financial assets(+)/liabilities(–)	**780**	**1,142**	**780**	**1,142**	**6,718**

The operating net financial assets amounted to SEK 0.8 billion (Mar. 31, 2014: 3.3). The interest-bearing net debt amounted to SEK –5.3 billion (Dec. 31, 2013: 1.0). Remeasurements of pension liabilities contributed to the increase in net debt with SEK –845 M (505), due to the lowering of discount rates on the back of falling long-term interest rates. As a consequence of closing and transferring a part of the Swedish pension liabilities to an external fund manager, operating net financial assets was reduced by SEK 420 M.

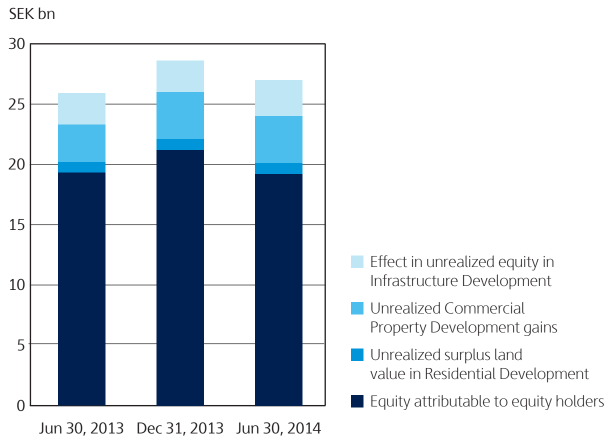
Skanska's committed unutilized credit facilities amounts to SEK 5.4 billion. During the quarter the revolving credit facility has been renegotiated with improved terms and an extended credit maturity. In combination with operating net financial assets of SEK 0.8 billion, this ensures satisfactory financial capacity for the Group. Loans to housing co-ops totaled SEK 2.9 billion (Dec.31, 2013: 2.8) and the net pension debt totaled SEK 3.2 billion (Dec. 31, 2013: 2.9). At the end of the quarter capital employed amounted to SEK 34.9 billion (Dec. 31, 2013: 35.4).

Equity

Changes in equity

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Opening balance	21,364	19,382	21,333	20,372	19,382
Dividend to shareholders	–2,568	–2,473	–2,568	–2,473	–2,470
Other changes in equity not included in total comprehensive income for the year	–77	–2	–21	–3	–31
Profit for the period	1,193	1,808	769	832	3,768
Other comprehensive income					
Translation differences	421	–171	439	291	–368
Effects of remeasurements of pensions	–766	435	–556	–139	540
Effects of cash flow hedges	–218	487	–47	586	543
Closing balance	**19,349**	**19,466**	**19,349**	**19,466**	**21,364**

Adjusted equity, less standard tax of 10 percent



The Group's equity amounted to SEK 19.3 billion (Dec. 31, 2013: 21.4), the equity/assets ratio was 22.4 percent (Dec. 31, 2013: 24.4) and the net debt/equity ratio amounted to 0.3 (Dec. 31, 2013: 0.0).

The effects of remeasurements of pensions totaled SEK –766 M (435).

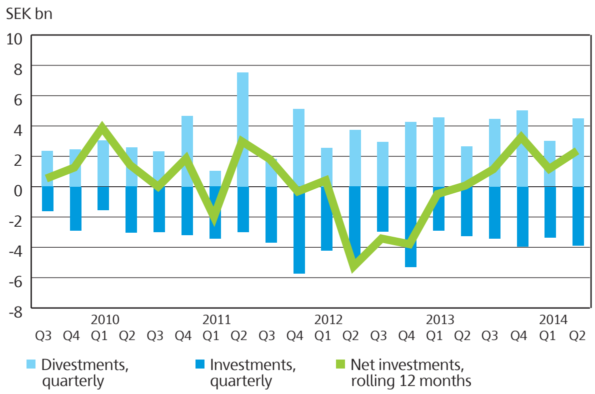
The effects of cash-flow hedges, SEK –218 M (487), were mainly related to changes in the value of interest-rate swaps attributable to Infrastructure Development projects, as interest rates fell.

Skanska currency hedges about 30 percent of its equity in foreign subsidiaries against the Swedish krona. Translation differences amounted to SEK 421 M (–171).

The unrealized surplus values less standard tax in the development units amounted to SEK 8.2 billion (Mar. 31, 2014: 7.4).

Investments and divestments

Investments and divestments



The Group's investments amounted to SEK –7,229 M (–6,138). Divestments amounted to SEK 7,423 M (7,234) and the Group's net investments amounted to SEK 194 M (1,096).

In Construction, investments totaled SEK –799 M (–829). The investments were mainly related to property, plant and equipment for the Group's own production. Net investments in Construction amounted to SEK –344 M (–641). Depreciation of property, plant and equipment amounted to SEK 738 M (702).

In Residential Development, investments totaled SEK –3,894 M (–3,161), of which about SEK –498 M (–349) relates to the acquisition of land corresponding to approximately 1,837 building rights. Divestments amounted to SEK 4,393 M (3,506). Net investments in Residential Development amounted to SEK 499 M (345). The increase in capital employed in Residential Development during the year was partly due to the reclassification of previously centrally booked land to the Residential Development business stream, in the amount of SEK 593 M.

In Commercial Property Development, total investments amounted to SEK –2,375 M (–1,996). Of this, SEK –150 M (–235) pertained to investments in land. Divestments amounted to SEK 2,507 M (3,127). Net investments in Commercial Property Development amounted to SEK 132 M (1,131).

Investments in Infrastructure Development amounted to SEK –125 M (–39) and divestments totaled SEK 9 M (228). Net investments in Infrastructure Development amounted to SEK –116 M (189).

Investments, divestments and net investments

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Investments						
Construction	–799	–829	–4	–497	–509	–2
Residential Development	–3,894	–3,161	23	–1,924	–1,657	16
Commercial Property Development	–2,375	–1,996	19	–1,349	–1,051	28
Infrastructure Development	–125	–39	221	–66	–13	408
Other	–36	–113		–37	–30	
Total	**–7,229**	**–6,138**	**18**	**–3,873**	**–3,260**	**19**
Divestments						
Construction[1]	455	188	142	277	112	147
Residential Development	4,393	3,506	25	2,791	1,530	82
Commercial Property Development	2,507	3,127	–20	1,372	811	69
Infrastructure Development	9	228	–96	2	219	–99
Other	59	185		48	13	
Total	**7,423**	**7,234**	**3**	**4,490**	**2,685**	**67**
Net investments						
Construction[1]	–344	–641	–46	–220	-397	–45
Residential Development	499	345	45	867	-127	–
Commercial Property Development	132	1,131	–88	23	-240	–
Infrastructure Development	–116	189	–	–64	206	–
Other	23	72		11	-17	
Total	**194**	**1,096**	**–82**	**617**	**-575**	**–**
1 Of which strategic divestments	94	0		0	0	

Capital employed in Development Streams

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Residential Development	11,067	10,929	10,822
Commercial Property Development	13,941	13,837	13,514
Infrastructure Development	2,090	1,748	1,993
Total in Development Streams	**27,098**	**26,514**	**26,329**

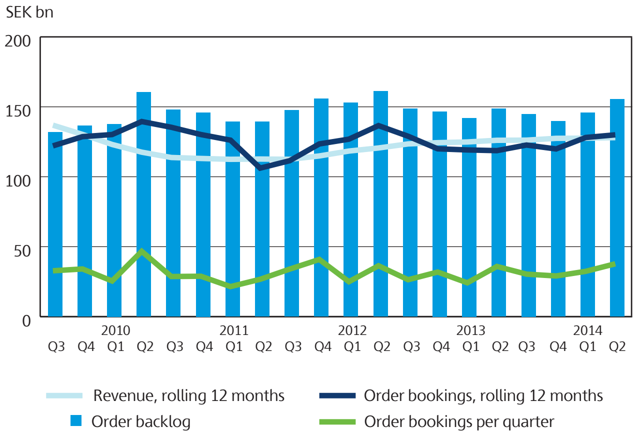
Green Court, Bucharest, Romania.

Entré Lindhagen, Stockholm, Sweden.

Performance analysis, business streams

Construction – Order situation

Order backlog, revenue and order bookings



Order bookings and order backlog in Construction

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013
Order bookings	70.4	60.3	37.9	36.0
Order backlog [1]	155.4	148.7	–	–

1 Refers to the end of each period.

Order bookings amounted to SEK 70.4 billion (60.3) during the first six months of the year. After adjustment for currency effects, order bookings increased by 16 percent. Order bookings in the first six months of the year were 18 percent higher than revenue.

Order bookings in the UK, U.S. Civil and Finnish operations increased significantly compared to the second quarter 2013 and included the contracts for Regional Connector (SEK 3.8 billion) and Defense College (SEK 2.7 billion). At the end of the quarter, the order backlog amounted to SEK 155.4 billion, compared to 145.7 billion at the end of the previous quarter. The order backlog corresponds to about 14 (Mar. 31, 2014: 14) months of production.

Changes and currency rate effects

	Change in SEK	Change in local currency	Currency effect
	Jan-Jun 2014 / Jan-Jun 2013		
Order bookings	17%	16%	1%
	Jun 30, 2014 / Mar 31, 2014		
Order backlog	7%	4%	3%

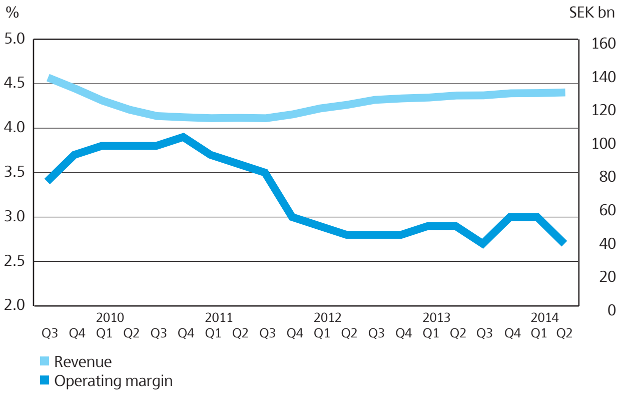
Major orders in the quarter

Business Unit	Contract	Amount SEK M	Client
Skanska USA Civil	Underground Transitway	3,800	LA County Metropolitan Transportation Authority
Skanska UK	Defense College	2,700	British Army
Skanska USA Civil	Bridge	1,600	NY State Department of Transportation
Skanska UK	Office Building	1,000	Helical Bar
Skanska Norway	Office Building	740	Skanska CDN
Skanska Sweden	Renovation	700	National Property Board of Sweden

Malmö Live, Sweden.

Construction

Revenue and operating margin, rolling 12 months



Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Revenue	59,435	58,915	1	32,566	32,165	1
Gross income	**4,208**	**4,473**	**–6**	**2,254**	**2,554**	**–12**
Selling and administrative expenses	–3,048	–2,903	5	–1,637	–1,498	9
Income from joint ventures and associated companies	7	3		6	–1	
Operating income	**1,167**	**1,573**	**–26**	**623**	**1,055**	**–41**
Gross margin, %	7.1	7.6		6.9	7.9	
Selling and administrative expenses, %	–5.1	–4.9		–5.0	–4.7	
Operating margin, %	2.0	2.7		1.9	3.3	
Employees	57,281	53,813				

Changes and currency rate effects

	Jan-Jun 2014 / Jan-Jun 2013		
	Change in SEK	Change in local currency	Currency effect
Revenue	1%	1%	0%
Operating income	-26%	-34%	8%

Revenue in the Construction business stream increased by 1 percent and amounted to SEK 59,435 M (58,915). There were no net currency effects. Operating income amounted to SEK 1,167 M (1,573). The operating margin was 2.0 percent (2.7).

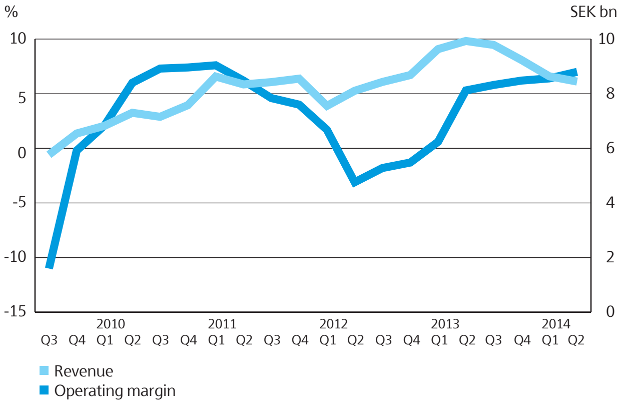
Project writedowns and restructuring provisions of SEK 500 M was taken in the Latin American operations in the second quarter of 2014. Around SEK 380 M of the charge was related to write downs in three projects. Two projects will be completed before the end of the year, and one during 2015. Around SEK 120 M of the charge was related to restructuring costs. Going forward, the size of the Latin American operations will be significantly reduced; focus will be on the operations & maintenance (O&M) business.

The operations in the Nordic countries showed improved profitability during the first six months of the year and in the second quarter the Swedish and Finnish operations improved the profitability significantly. In the Polish and U.S. operations the profitability in the comparison period was positively impacted by the completion of several large profitable projects. In the U.S. construction operations the profitability was also negatively impacted in the first quarter of 2014 by the unusually harsh winter conditions.

Oculus, World Trade Center, New York, U.S.

Residential Development

Revenue and operating margin, rolling 12 months



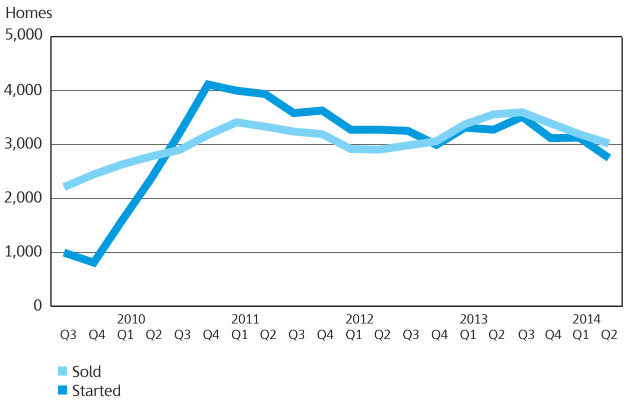
Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Revenue	4,469	5,258	–15	2,457	2,649	–7
Gross income	**609**	593	**3**	**340**	315	**8**
Selling and administrative expenses	–262	–267	–2	–130	–134	–3
Income from joint ventures and associated companies	2	5		0	–3	–
Operating income	**349**	331	**5**	**210**	178	**18**
Gross margin, %	13.6	11.3		13.8	11.9	
Selling and administrative expenses, %	–5.9	–5.1		–5.3	–5.1	
Operating margin, %	7.8	6.3		8.5	6.7	

Revenue in the Residential Development business stream amounted to SEK 4,469 M (5,258). The number of homes sold totaled 1,540 (1,907) during the first six months of the year. The decrease in revenue is due to fewer homes being sold across the business stream. In particular the number of units sold in Sweden is affected by a low number of projects ready to start, which leads to a lower number of available units for sale.

Operating income amounted to SEK 349 M (331). The operating margin increased to 7.8 percent (6.3) and the gross margin increased to 13.6 percent (11.3). All units in the business stream contributed to the increase in profitability. At the end of the quarter, there were 4,768 homes (Dec. 31, 2013: 5,237) under construction.

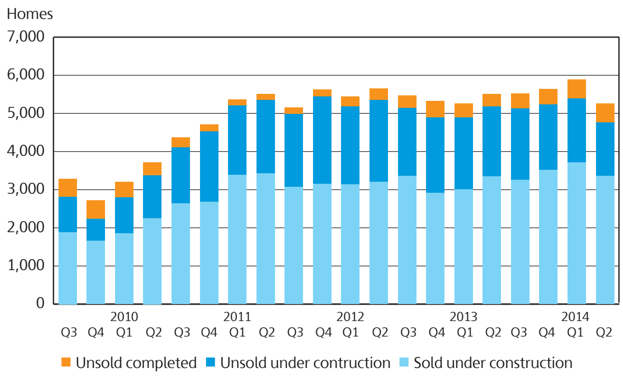
Homes sold and started, rolling 12 months



Homes sold and started

	Jan-Jun 2014	Jan-Jun 2013
Homes sold	1,540	1,907
Homes started	1,308	1,663

Homes under contruction and unsold



Homes under construction and unsold

	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Homes under construction	4,768	5,185	5,237
of which sold, %	70	65	67
Completed unsold, number of homes	492	325	405

Of these, 70 percent (Dec. 31, 2013: 67) were sold. The number of completed, unsold homes totaled 492 (Dec. 31, 2013: 405) and most of these homes are in Sweden and Finland. During the first six months of the year, construction was started on 1,308 homes (1,663). In the Nordic region, the number of homes started was 1,187 (1,392) and the number of homes sold was 1,279 (1,619).

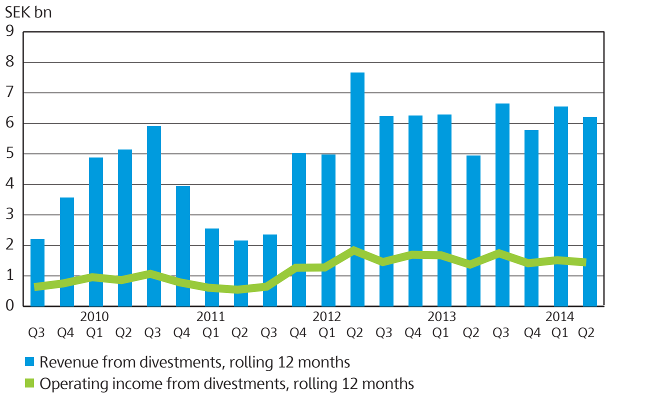
Breakdown of carrying amounts

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Completed projects	1,482	814	1,226
Ongoing projects	5,499	5,645	5,283
Undeveloped land and development properties	5,289	5,358	4,748
Total	**12,270**	**11,817**	**11,257**

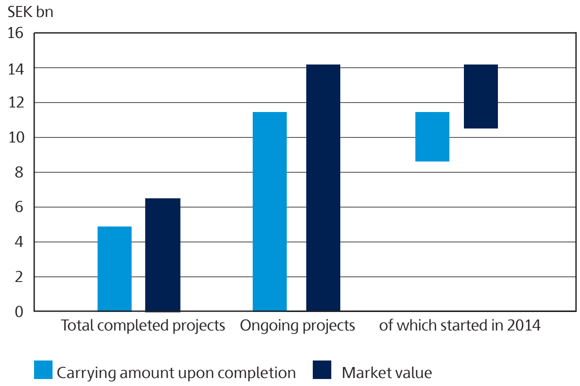
A breakdown of the carrying amounts is presented in the table above. Undeveloped land and development properties amounted to SEK 5.3 billion (Dec. 31, 2013: 4.7), with an estimated market value of about SEK 6.3 billion (Dec. 31, 2013: 5.7). The undeveloped land and development properties correspond to Skanska-owned building rights for about 24,910 homes and about 1,470 building rights held by joint ventures. In addition, subject to certain conditions, the business stream holds entitlement to purchase about 9,760 building rights.

Commercial Property Development

Revenue and earnings from property divestments



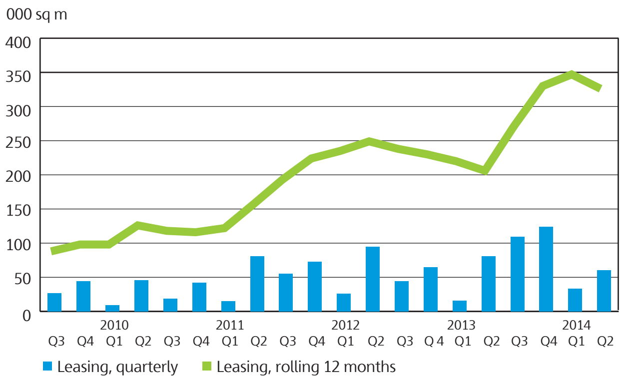
Carrying amount/Market values in ongoing and completed projects



Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Revenue	2,585	2,122	22	1,522	1,851	–18
of which from divestment of properties	2,333	1,905	22	1,404	1,748	–20
Gross income	**556**	**477**	**17**	**341**	**386**	**–12**
Selling and administrative expenses	–249	–228	9	–123	–100	23
Income from joint ventures and associated companies	5	9		3	2	
Operating income	**312**	**258**	**21**	**221**	**288**	**–23**
of which from divestment of properties	408	381	7	273	346	–21

Leasing



In the Commercial Property Development business stream, divestments worth SEK 2,333 M (1,905) were carried out during the period. Operating income amounted to SEK 312 M (258), and included gains from property divestments totaling SEK 408 M (381).

At the end of the quarter, Commercial Property Development had 31 ongoing projects. The net change in the quarter was no additional ongoing project. Six new projects were started; six were completed of which three were sold and transferred to the buyer in the second quarter. The 31 ongoing projects represent leasable space of about 600,000 sq m with a pre-leasing rate of 43 percent, measured in rent. The degree of completion in ongoing projects is about 41 percent.

At the end of the quarter, the carrying amounts of ongoing projects totaled SEK 4.6 billion. Their carrying amounts upon completion are expected to total SEK 11.5 billion, with an estimated market value of SEK 14.2 billion upon completion.

Of the ongoing projects, four were divested according to segment reporting. These projects represent a carrying amount upon completion of SEK 1.0 billion, with an estimated market value of SEK 1.2 billion.

The market value of completed projects, excluding properties divested but not yet transferred to the buyers, was SEK 5.5 billion, which represented a surplus of SEK 1.4 billion. The occupancy rate measured in rent totaled 92 percent.

The carrying amount of undeveloped land and development properties (building rights) totaled about SEK 4.8 billion, with an estimated market value of about SEK 5.3 billion.

Accumulated eliminations of intra-Group project gains amounted to SEK 330 M at the end of the period. These eliminations are released at Group level as each project is divested.

During the period, 93,000 sq m were leased of which 60,000 sq m in the second quarter. In the past 12 months, 326,000 sq m were leased to tenants.

Breakdown of carrying amounts and market values

SEK M	Carrying amount, end of period	Carrying amount upon completion	Market value [1]	Occupancy rate, %	Degree of completion, %
Completed projects	4,884 [2]	4,884 [2]	6,469	92	100
Undeveloped land and development properties	4,794	4,794	5,294		
Subtotal	**9,678**	**9,678**	**11,763**		
Ongoing projects	4,639	11,459	14,185 [3]	43	41
Total	**14,317**	**21,137**	**25,948**		
of which completed projects sold according to segment reporting	722	722	953		
of which ongoing projects sold according to segment reporting	494	1,004	1,173		

1 Market value according to appraisal on December 31, 2013.
2 Including tenant improvments and leasing commissions in CDUS amounted to 80 MSEK.
3 Estimated market value at completion.

Infrastructure Development

Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Change, %	Apr-Jun 2014	Apr-Jun 2013	Change, %
Revenue	35	46	–24	18	17	6
Gross income	**–77**	**–64**	**20**	**–40**	**–31**	**29**
Selling and administrative expenses	–66	–65	2	–31	–34	–9
Income from joint ventures and associated companies	338	355	–5	167	236	–29
Operating income	**195**	**226**	**–14**	**96**	**171**	**–44**
of which gains from divestments of shares in projects	0	118	–	0	118	–

During the period Skanska was selected as preferred bidder for the I-4 Ultimate project in Florida, U.S. Skanska's share of the construction and design contract is 40 percent and is expected to be SEK 6.0 billion. Skanska's share of the equity investment will be 50 percent. Financial close is expected to be reached during the second half of 2014 and no order booking or investment will be accounted for until then.

Operating income for the Infrastructure Development business stream totaled SEK 195 M (226). No divestments were made during the first six months of the year.

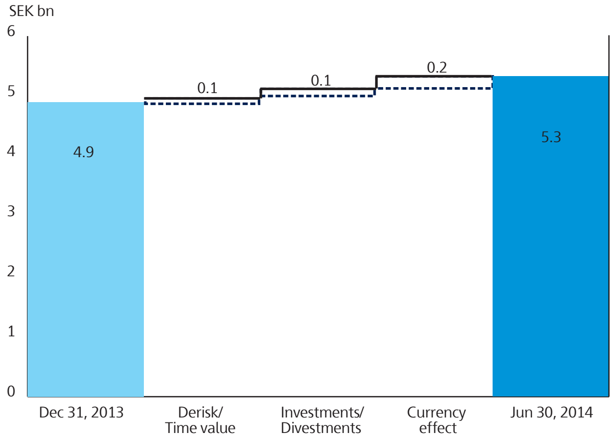
The present value of projects at the end of the period amounted to SEK 5.3 billion (Dec. 31, 2013: 4.9). The increase is attributable to underlying growth in value and currency effect.

The remaining investment obligations relating to ongoing Infrastructure Development projects amounted to about SEK –0.8 billion (Dec. 31, 2013: –0.8).

At the end of the period, the carrying amount of shares, participations, subordinated receivables and concessions in Infrastructure Development before cash-flow hedges was SEK 3.4 billion (Dec. 31, 2013: 3.1). At the end of the quarter, unrealized development gains totaled about SEK 1.9 billion (Dec. 31, 2013: 1.8).

The value of cash-flow hedges, for which the change is recognized as other comprehensive income, reduced the carrying amount and thereby also equity, by an amount of SEK 1.3 billion (Dec. 31, 2013: 1.0).

Changes in net present value

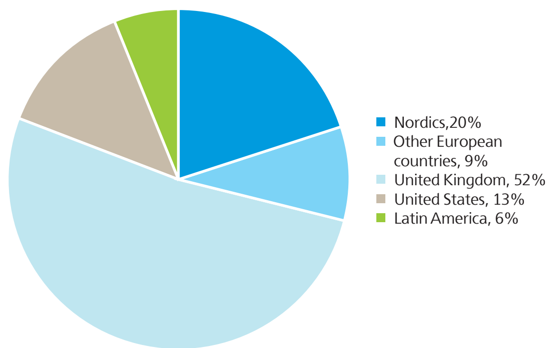


Unrealized development gains

SEK bn	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Present value of cash flow from projects	6.1	5.3	5.7
Present value of remaining investments	–0.8	-0.8	–0.8
Net present value of projects	**5.3**	**4.5**	**4.9**
Carrying amount before Cash flow hedge / Carrying amount	-3.4	-2.9	-3.1
Unrealized development gain	**1.9**	**1.6**	**1.8**
Cash flow hedge	1.3	1.1	1.0
Effect in unrealized equity[1]	**3.2**	**2.7**	**2.8**

1 Tax effects not included.

Estimated present value of cash flow from projects per geographic area



New Karolinska Solna, Stockholm, Sweden.

Personnel

The average number of employees in the Group was 58,846 (Mar. 31, 2014: 58,013).

Transactions with related parties

For the nature and extent of transactions with related parties see the 2013 Annual Report. No transactions have taken place between Skanska and related parties with a material impact on the Company's position and earnings.

Material risks and uncertainties

The Construction and Project Development business involves a considerable amount of risk management. Almost every project is unique. Size, shape, the environment – everything is different for each new assignment. The Construction and Project Development business differs in this way from typical manufacturing, which operates in permanent facilities with long production runs.

In Skanska's operations, there are many different types of risks. Identifying, managing and pricing these risks are of fundamental importance to the Group's profitability. Risks are normally of a technical, legal and financial nature, but political, ethical, social and environmental considerations are also part of assessing potential risks.

To ensure a systematic and uniform assessment of risks and opportunities, the entire Skanska Group uses a shared procedure for identifying and managing risks. With the aid of this model, Skanska evaluates projects continuously – from preparation of tenders to completion of assignments.

From time to time, disputes arise with customers about contractual terms related to both ongoing and completed projects. Their outcomes are often difficult to predict.

For further information about risks and a description of key estimates and judgments, see the Report of the Directors and Notes 2 and 6 in the 2013 Annual Report, as well as the section above on market outlook.

Other matters

Repurchase of shares

At the Board meeting on April 3, 2014, the Board resolved to exercise the Annual Shareholders' Meeting's authorization concerning the repurchase of shares on the following terms: on one or several occasions, but no longer than the Annual Shareholders' Meeting in 2015, not more than 4,500,000 Skanska AB Series B shares may be acquired, the aim of which is to secure delivery of shares to participants in Skanska's employee ownership program, Seop (2014-2016).

Acquisitions may only be made on the NASDAQ OMX Stockholm exchange at a price within the applicable range at any given time. This refers to the interval between the highest purchase price and the lowest selling price. On June 30, Skanska had 8,842,783 Series B shares in treasury.

Events after the end of the report period

Skanska was selected as preferred bidder for the New Papworth Hospital in Cambridge, UK, in the beginning of July. The PPP-contract includes design, build, finance, operations and maintenance responsibilities. Financial close is expected to be reached in early 2015. Skanska's share of the equity investment will be 50 percent. The total amount of the contract for construction and design is in the region of GBP 140 M, about SEK 1.5 billion. No order bookings or investments will be accounted for until financial close.

In the beginning of July Skanska signed a contract with Locum AB to rebuild and expand Södertälje hospital, Sweden. The contract is worth SEK 968 M, which will be included in order bookings for Skanska Sweden in the third quarter of 2014.

Financial reports for 2014

Skanska's interim reports and year-end reports are available for download on Skanska's website, www.skanska.com/investors, and can also be ordered from Skanska AB, Investor Relations.

The Group's reports in 2014 will be published on the following dates:

November 7, 2014	Nine month report
February 12, 2015	Year-end Report

Certification

The Board of Directors and the President and CEO certify that this Six Month Report provides a true and fair overview of the performance of the business, position and earnings of the Parent Company and the Group and describes the principal risks and uncertainties faced by the Parent Company and the companies in the Skanska Group.

Stockholm, July 18, 2014

Stuart Graham
Chairman

John Carrig
Board member

Nina Linander
Board member

Fredrik Lundberg
Board member

Sverker Martin-Löf
Board member

Sir Adrian Montague
Board member

Charlotte Strömberg
Board member

Matti Sundberg
Board member

Pär Östberg
Board member

Johan Karlström
President and Chief Executive Officer
Board member

This report has not been subject to review by the Company's auditors.

Accounting principles

For the Group, this interim report has been prepared in compliance with IAS 34, "Interim Financial Reporting," the Annual Accounts Act and the Securities Market Act. For the Parent Company, the interim report has been prepared in compliance with the Annual Accounts Act and the Securities Market Act, which is pursuant to the Swedish Financial Reporting Board's Recommendation RFR 2. Otherwise, the accounting principles and assessment methods presented in the Annual Report for 2013 have been applied, except for new principles described below.

With effect from January 1, 2014, the new standards IFRS 10 and IFRS 11 are applied.

"IFRS 10 Consolidated Financial Statements" sets out how to apply the principle of control to identify whether an investor controls an investee. The effect on Skanska is that a smaller company, that earlier was accounted for according to the equity method, is now consolidated.

Under "IFRS 11 Joint arrangements" a partly-owned company in which the co-owners jointly have a controlling interest is to be classified either as a joint venture or as a joint operation. A joint venture is accounted for according to the equity method and a joint operation is accounted for by the proportional method. The effect on Skanska is that some joint arrangements, that earlier were joint ventures and were accounted for according to the equity method, now have been classified as joint operations and thus are accounted for according to the proportional method.

As a consequence of these new standards total assets in the Group increased with SEK 0.2 billion and current-asset properties increased with SEK 0.6 billion. There were no effects on equity.

A summary of the effects on the group of the new standards is to be found on the website www.skanska.com/investors.

Relation between consolidated operating cash-flow statement and consolidated cash-flow statement

The difference between the operating cash-flow statement and the summary cash-flow statement in compliance with IAS 7, "Cash-flow Statements", is presented in the Annual Report 2013, Note 35.

Segment and IFRS reporting

Skanska's business streams Construction, Residential Development, Commercial Property Development and Infrastructure Development, are recognized as operating segments. Tables in this report that refer to segment reporting are shown with a shaded background.

Segment reporting of joint ventures in Residential Development applies the proportional method. The equity method will continue to be applied for other joint ventures.

Construction includes both building construction and civil construction. Revenue and earnings are reported successively as a project accrues, in compliance with International Financial Reporting Standards, IFRS.

Residential Development develops residential projects for immediate sale. Homes are adapted to selected customer categories. The units are responsible for planning and selling the projects. The construction assignments are performed by construction units in the Construction segment in each market. Residential Development revenue and earnings are recognized when binding contracts are signed for the sale of homes. According to IFRS, revenue and earnings are recognized when the buyer takes possession of the home.

Commercial Property Development initiates, develops, leases and divests commercial property projects. In most markets, construction assignments are performed by Skanska's Construction segment. Commercial Property Development revenue and earnings are recognized when binding contracts are signed for the sale of the properties. According to IFRS, revenue and earnings are recognized when the buyer takes possession of the property.

Infrastructure Development specializes in identifying, developing and investing in privately financed infrastructure projects, such as highways, hospitals and power-generating plants. The business stream focuses on creating new potential projects, mainly in the markets where the Group has operations. Construction assignments are performed in most markets by Skanska's Construction segment. Infrastructure Development revenue and earnings are recognized in compliance with IFRS.

Intra-Group pricing between operating segments occurs on market terms.

Definitions

Operating net financial position is defined as interest-bearing net receivables/liabilities excluding construction loans to cooperative housing associations and net interest-bearing pension liabilities.

Free working capital is defined as non-interest-bearing liabilities reduced by non-interest-bearing receivables, excluding taxes. This corresponds to the negative working capital in Construction with reversed sign.

For further definitions, see Note 44 in the 2013 Annual Report.

Reconciliation between segment reporting and IFRSs

	External revenue		Intra-Group revenue		Total revenue		Operating income	
SEK M	Jan-Jun 2014	Jan-Jun 2013	Jan-Jun 2014	Jan-Jun 2013	Jan-Jun 2014	Jan-Jun 2013	Jan-Jun 2014	Jan-Jun 2013
Construction	55,324 [1]	55,105 [1]	4,111	3,810	59,435	58,915	1,167	1,573
Residential Development	4,469	5,258	0	0	4,469	5,258	349	331
Commercial Property Development	2,538	2,085	47	37	2,585	2,122	312	258
Infrastructure Development	35	46	0	0	35	46	195	226
Total operating segments	**62,366**	**62,494**	**4,158**	**3,847**	**66,524**	**66,341**	**2,023**	**2,388**
Central	80	279	380	194	460	473	–394	–351
Eliminations	0	0	–4,538	–4,041	–4,538	–4,041	–48	–20
Total Group	**62,446**	**62,773**	**0**	**0**	**62,446**	**62,773**	**1,581**	**2,017**
Reconciliation to IFRSs	**245**	–423	**0**	0	**245**	–423	**131**	542
Total IFRSs	**62,691**	62,350	**0**	0	**62,691**	62,350	**1,712**	2,559

1 Of which external revenue from joint ventures in Infrastructure Development, SEK 3,132 M (3,464).

SEK M	Segment Jan-Jun 2014	IFRS Jan-Jun 2014	Segment Jan-Jun 2013	IFRS Jan-Jun 2013	Segment Apr-Jun 2014	IFRS Apr-Jun 2014	Segment Apr-Jun 2013	IFRS Apr-Jun 2013
Revenue								
Construction	59,435	59,435	58,915	58,915	32,566	32,566	32,165	32,165
Residential Development	4,469	4,489	5,258	3,522	2,457	2,815	2,649	1,528
Commercial Property Development	2,585	2,759	2,122	3,341	1,522	1,490	1,851	913
Infrastructure Development	35	35	46	46	18	18	17	17
Central and eliminations	–4,078	–4,027	–3,568	–3,474	–1,988	–1,948	–2,090	–2,053
Skanska Group	**62,446**	**62,691**	**62,773**	**62,350**	**34,575**	**34,941**	**34,592**	**32,570**
Operating income								
Construction	1,167	1,167	1,573	1,573	623	623	1,055	1,055
Residential Development	349	293	331	251	210	254	178	66
Commercial Property Development [1]	312	465	258	815	221	308	288	125
Infrastructure Development	195	195	226	226	96	96	171	171
Central	–394	–396	–351	–346	–213	–215	–183	–187
Eliminations [1]	–48	–12	–20	40	–12	24	–11	–30
Operating income	**1,581**	**1,712**	**2,017**	**2,559**	**925**	**1,090**	**1,498**	**1,200**
Net financial items	**–125**	**–122**	**–149**	**–149**	**–66**	**–66**	**–76**	**–76**
Income after financial items	**1,456**	**1,590**	**1,868**	**2,410**	**859**	**1,024**	**1,422**	**1,124**
Taxes	–363	–397	–467	–602	–214	–255	–359	–292
Profit for the period	**1,093**	**1,193**	**1,401**	**1,808**	**645**	**769**	**1,063**	**832**
Earnings for the period per share, SEK [2]	2.64		3.40		1.57		2.58	
Earnings for the period per share according to IFRSs, SEK [2]		2.89		4.39		1.86		2.02
1 Of which gains from divestments of commercial properties reported in:								
Commercial Property Development	408	569	381	937	273	367	346	181
Eliminations	31	51	26	67	7	25	22	8

2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

The Skanska Group

Summary income statement (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Revenue	62,691	62,350	34,941	32,570	136,589
Cost of sales	–57,283	–56,384	–31,884	–29,663	–124,161
Gross income	**5,408**	**5,966**	**3,057**	**2,907**	**12,428**
Selling and administrative expenses	–4,054	–3,873	–2,140	–1,988	–7,681
Income from joint ventures and associated companies	358	466	173	281	813
Operating income	**1,712**	**2,559**	**1,090**	**1,200**	**5,560**
Financial income	71	85	26	48	158
Financial expenses	–193	–234	–92	–124	–399
Net financial items [1]	**–122**	**–149**	**–66**	**–76**	**–241**
Income after financial items	**1,590**	**2,410**	**1,024**	**1,124**	**5,319**
Taxes	–397	–602	–255	–292	–1,551
Profit for the period	**1,193**	**1,808**	**769**	**832**	**3,768**
1 of which					
Interest income	71	68	26	31	136
Financial net pension costs	–42	–54	–21	–27	–94
Interest expenses	–174	–249	–82	–136	–483
Capitalized interest expenses	96	113	43	60	261
Net interest items	**–49**	**–122**	**–34**	**–72**	**–180**
Change in fair value	–32	12	–16	12	21
Other net financial items	–41	–39	–16	–16	–82
Net financial items	**–122**	**–149**	**–66**	**–76**	**–241**
Profit attributable to:					
Equity holders	1,188	1,807	765	832	3,765
Non-controlling interests	5	1	4	0	3
Earnings per share, SEK [2]	2.89	4.39	1.86	2.02	9.14
Earnings per share after dilution, SEK [3]	2.86	4.37	1.84	2.01	9.11

2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.
3 Earnings for the period attributable to equity holders divided by the average number of shares outstanding after dilution.

Statement of profit or loss and other comprehensive income (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Profit for the period	**1,193**	**1,808**	**769**	**832**	**3,768**
Other comprehensive income					
Items that will not be reclassified to profit and loss					
Remeasurements of defined benefit plans	–981	595	–716	–175	723
Tax related to items that will not be reclassified to profit and loss	215	–160	160	36	–183
	–766	**435**	**–556**	**–139**	**540**
Items that have been or will be reclassified to profit and loss					
Translation differences attributable to equity holders	510	–115	499	520	–560
Translation differences attributable to non-controlling interests	4	–1	3	7	–9
Hedging of exchange rate risk in foreign operations	–93	–55	–63	–236	201
Effects of cash flow hedges[1]	–210	490	–31	596	526
Tax related to items that have been or will be reclassified to profit and loss	–8	–3	–16	–10	17
	203	**316**	**392**	**877**	**175**
Other comprehensive income after tax	**–563**	**751**	**–164**	**738**	**715**
Total comprehensive income	**630**	**2,559**	**605**	**1,570**	**4,483**
Total comprehensive income attributable to					
Equity holders	621	2,559	598	1,563	4,489
Non-controlling interests	9	0	7	7	–6
1 of which transferred to income statement	199	86	28	–81	569

Summary statement of financial position (IFRS)

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
ASSETS			
Non-current assets			
Property, plant and equipment	7,199	7,821	7,449
Goodwill	5,069	4,812	4,849
Intangible assets	408	233	346
Investments in joint ventures and associated companies	2,949	2,399	2,734
Financial non-current assets [1]	1,532	2,485	1,892
Deferred tax assets	1,009	1,142	1,059
Total non-current assets	**18,166**	**18,892**	**18,329**
Current assets			
Current-asset properties [2]	26,558	27,468	25,757
Inventories	1,133	1,220	944
Financial current assets [3]	5,746	5,500	5,955
Tax assets	930	720	984
Gross amount due from customers for contract work	6,760	6,290	6,232
Trade and other receivables	24,244	22,941	22,227
Cash	3,023	3,417	7,303
Total current assets	**68,394**	**67,556**	**69,402**
TOTAL ASSETS	**86,560**	**86,448**	**87,731**
of which interest-bearing financial non-current assets	1,500	2,435	1,854
of which interest-bearing current assets	8,725	8,851	13,143
Total interest-bearing assets	**10,225**	**11,286**	**14,997**
EQUITY			
Equity attributable to equity holders	19,199	19,272	21,177
Non-controlling interests	150	194	187
Total equity	**19,349**	**19,466**	**21,364**
LIABILITIES			
Non-current liabilities			
Financial non-current liabilities	7,165	5,752	6,556
Pensions	3,634	3,782	3,411
Deferred tax liabilities	881	820	1,002
Non-current provisions	1	0	2
Total non-current liabilities	**11,681**	**10,354**	**10,971**
Current liabilities			
Financial current liabilities [3]	4,914	6,483	4,118
Tax liabilities	330	249	622
Current provisions	5,577	5,451	5,649
Gross amount due to customers for contract work	14,876	14,973	15,013
Trade and other payables	29,833	29,472	29,994
Total current liabilities	**55,530**	**56,628**	**55,396**
TOTAL EQUITY AND LIABILITIES	**86,560**	**86,448**	**87,731**
of which interest-bearing financial liabilities	11,827	12,049	10,570
of which interest-bearing pensions and provisions	3,675	3,828	3,455
Total interest-bearing liabilities	**15,502**	**15,877**	**14,025**
1 of which shares	31	34	32
2 Current-asset properties			
Commercial Property Development	14,237	14,028	13,700
Residential Development	12,270	11,817	11,257
Central	51	1,623	800
3 Items regarding non-interest-bearing unrealized changes in derivatives/ financial instruments are included in the following amounts:			
Financial non-current assets	1	16	6
Financial current assets	44	66	115
Financial non-current liabilities	143	29	49
Financial current liabilities	109	157	55

Note: Contingent liabilities amounted to SEK 33.9 bn on June 30, 2014 (Dec 31, 2013: 34.0). During the period, contingent liabilities decreased by SEK –0.1 bn.

Financial instruments - carrying amount (IFRS)

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Assets at fair value	45	82	121
Assets at amortized cost	28,946	29,141	31,918
Total financial assets	**28,991**	**29,223**	**32,039**
Liabilities at fair value	289	186	139
Liabilities at amortized cost	25,939	26,142	24,935
Total financial liabilities	**26,228**	**26,328**	**25,074**

Financial instruments are valued att fair value or at amortized cost in the balance sheet depending on classificiation. Financial instruments valued at fair value in the balance sheet belong to the second and third level according to IFRS 13. The difference between fair value and carrying amount for financial assets and financial liabilities is marginal.

Information – Offsetting financial assets and financial liabilities (IFRS)

SEK M	Jun 30, 2014		Jun 30, 2013		Dec 31, 2013	
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	Financial assets	Financial liabilities
Gross amount	28,991	26,228	29,223	26,328	32,039	25,074
Amount offset	0	0	0	0	0	0
Shown in the balance sheet	28,991	26,228	29,223	26,328	32,039	25,074
Amounts included in an offset agreement	–33	–33	–65	–65	–44	–44
Gross amount after amounts included in an offset agreement	28,958	26,195	29,158	26,263	31,995	25,030

Summary statement of changes in equity (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Opening balance	21,364	19,382	21,333	20,372	19,382
of which non-controlling interests	187	195	144	188	195
Dividend to shareholders	–2,568	–2,473	–2,568	–2,473	–2,470
Acquired non-controlling interest	0	0	0	0	0
Change in group composition	–44	0	1	0	0
Dividend to non-controlling interests	–2	–1	–2	–1	–2
Effects of equity-settled share-based payments	133	125	63	59	258
Repurchase of shares	–164	–126	–83	–61	–287
Total comprehensive income attributable to					
Equity holders	621	2,559	598	1,563	4,489
Non-controlling interests	9	0	7	7	–6
Closing balance	**19,349**	**19,466**	**19,349**	**19,466**	**21,364**
of which non-controlling interests	150	194	150	194	187

Bridge between operating and consolidated cash flow statement (IAS 7) (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Cash flow from business operations according to operating cash flow	**–2,942**	**–985**	**368**	**–1,095**	**5,022**
Less net investments in property, plant and equipment and intangible assets	720	479	329	213	1,190
Less tax payments on property, plant and equipment and intangible assets divested and divestments of assets in Infrastructure Development	11	20	5	14	40
Cash flow from operating activities	**–2,211**	**–486**	**702**	**–868**	**6,252**
Cash flow from strategic investments according to operating cash flow	**94**	**0**	**0**	**0**	**–192**
Net investments in property, plant and equipment and intangible assets	–720	–479	–329	–213	–1,190
Increase and decrease in interest-bearing receivables	164	–280	–238	–6	–25
Taxes paid on property, plant and equipment and intangible assets divested and divestments of assets in Infrastructure Development	–11	–20	–5	–14	–40
Cash flow from investing activities	**–473**	**–779**	**–572**	**–233**	**–1,447**
Cash flow from financing operations according to operating cash-flow statement	119	103	82	93	–41
Change in interest-bearing receivables and liabilities	1,118	1,072	521	477	–465
Increase and decrease in interest-bearing liabilities	–164	280	238	6	25
Dividend etc [1]	–2,734	–2,599	–2,653	–2,534	–2,757
Cash flow from financing activities	**–1,661**	**–1,144**	**–1,812**	**–1,958**	**–3,238**
Cash flow for the period	**–4,345**	**–2,409**	**–1,682**	**–3,059**	**1,567**

1 Of which repurchases of shares SEK –164 M.

Cash flow (IFRS)

Operating cash flow

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Construction					
Cash flow from business operations	2,032	2,364	1,082	1,459	5,523
Change in working capital	–4,729	–3,015	–742	–682	–761
Net investments	–438	–641	–220	–397	–1,202
Cash flow adjustment	0	0	0	0	0
Total Construction	**–3,135**	**–1,292**	**120**	**380**	**3,560**
Residential Development					
Cash flow from business operations	–239	–222	–146	–126	–503
Change in working capital	738	85	142	41	–70
Net investments	499	345	867	–127	1,019
Cash flow adjustment	0	–75	0	–83	0
Total Residential Development	**998**	**133**	**863**	**–295**	**446**
Commercial Property Development					
Cash flow from business operations	–82	–117	–46	–59	–329
Change in working capital	415	–1	154	11	–126
Net investments	132	1,131	23	–240	2,439
Cash flow adjustment	–218	–26	–208	10	–262
Total Commercial Property Development	**247**	**987**	**–77**	**–278**	**1,722**
Infrastructure Development					
Cash flow from business operations	–17	–91	29	–56	–29
Change in working capital	3	–33	–9	–47	–30
Net investments	–116	189	–64	206	167
Cash flow adjustment	0	0	0	0	0
Total Infrastructure Development	**–130**	**65**	**–44**	**103**	**108**
Central and eliminations					
Cash flow from business operations	–398	–247	–218	–194	–631
Change in working capital	–46	–171	–185	–354	–127
Net investments	23	72	11	–17	1,036
Cash flow adjustment	0	0	0	0	0
Total central and eliminations	**–421**	**–346**	**–392**	**–565**	**278**
Total cash flow from business operations	1,296	1,687	701	1,024	4,031
Total change in working capital	–3,619	–3,135	–640	–1,031	–1,114
Total net investments	100	1,096	617	–575	3,459
Total cash flow adjustment	–218	–101	–208	–73	–262
Cash flow from business operations before taxes paid	**–2,441**	**–453**	**470**	**–655**	**6,114**
Taxes paid in business operations	–501	–532	–102	–440	–1,092
Cash flow from business operations including taxes paid	**–2,942**	**–985**	**368**	**–1,095**	**5,022**
Net interest items and other net financial items	129	113	76	99	–59
Taxes paid in financing operations	–10	–10	6	–6	18
Cash flow from financing operations	**119**	**103**	**82**	**93**	**–41**
Cash flow from operations	**–2,823**	**–882**	**450**	**–1,002**	**4,981**
Net strategic investments	94	0	0	0	–192
Dividend etc.[1]	–2,734	–2,599	–2,653	–2,534	–2,757
Cash flow before change in interest-bearing receivables and liabilities	**–5,463**	**–3,481**	**–2,203**	**–3,536**	**2,032**
Change in interest-bearing receivables and liabilities	1,118	1,072	521	477	–465
Cash flow for the period	**–4,345**	**–2,409**	**–1,682**	**–3,059**	**1,567**
Cash and cash equivalents at the beginning of the period	7,303	5,807	4,628	6,402	5,807
Exchange rate differences in cash and cash equivalents	65	19	77	74	–71
Cash and cash equivalents at the end of the period	**3,023**	**3,417**	**3,023**	**3,417**	**7,303**

1 Of which repurchases of shares SEK -164 M.

Group net investments (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
OPERATIONS - INVESTMENTS					
Intangible assets	–104	–56	–64	–26	–126
Property, plant and equipment	–733	–809	–461	–509	–1,535
Assets in Infrastructure Development	–125	–39	–66	–13	–75
Shares and participations	–128	–20	–17	–20	–89
Current-asset properties	–6,139	–5,214	–3,265	–2,692	–11,479
of which Residential Development	–3,894	–3,239	–1,934	–1,662	–7,014
of which Commercial Property Development	–2,245	–1,975	–1,331	–1,030	–4,465
Investments in operations	**–7,229**	**–6,138**	**–3,873**	**–3,260**	**–13,304**
STRATEGIC INVESTMENTS					
Businesses	0	0	0	0	–193
Shares	0	0	0	0	0
Strategic investments	**0**	**0**	**0**	**0**	**–193**
Total Investments	**–7,229**	**–6,138**	**–3,873**	**–3,260**	**–13,497**
OPERATIONS - DIVESTMENTS					
Intangible assets	1	1	0	0	1
Property, plant and equipment	360	209	277	129	378
Assets in Infrastructure Development	9	228	2	219	242
Shares and participations	0	6	0	6	14
Current-asset properties	6,959	6,790	4,211	2,331	16,128
of which Residential Development	4,452	3,664	2,839	1,521	9,177
of which Commercial Property Development	2,507	3,126	1,372	810	6,951
Divestments in operations	**7,329**	**7,234**	**4,490**	**2,685**	**16,763**
STRATEGIC DIVESTMENTS					
Businesses	94	0	0	0	1
Strategic divestments	**94**	**0**	**0**	**0**	**1**
Total divestments	**7,423**	**7,234**	**4,490**	**2,685**	**16,764**
TOTAL NET INVESTMENTS [1]	**194**	**1,096**	**617**	**–575**	**3,267**
Depreciation, non-current assets	–806	–750	–415	–373	–1,568

1 (+) divestments, (–) investments.

Capital employed in Development Streams (IFRS)

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Residential Development	11,067	10,929	10,822
Commercial Property Development	13,941	13,837	13,514
Infrastructure Development	2,090	1,748	1,993
Total in Development Streams	**27,098**	**26,514**	**26,329**

Parent Company

Summary income statement (IFRS)

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013
Net sales	81	81	81	81
Selling and administrative expenses	–157	–165	–81	–96
Other operating income	–	–	–	–
Operating income	**–76**	**–84**	**0**	**–15**
Net financial items	2,446	–70	2,466	–44
Income after financial items	**2,370**	**–154**	**2,466**	**–59**
Taxes	28	33	7	12
Profit for the period	**2,398**	**–121**	**2,473**	**–47**
Total comprehensive income	**2,398**	**–121**	**2,473**	**–47**

Summary balance sheet (IFRS)

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
ASSETS			
Intangible non-current assets	3	6	5
Property, plant and equipment	1	1	1
Financial non-current assets [1]	13,826	11,027	11,323
Total non-current assets	**13,830**	**11,034**	**11,329**
Current receivables	194	245	274
Total current assets	**194**	**245**	**274**
TOTAL ASSETS	**14,024**	**11,279**	**11,603**
EQUITY AND LIABILITIES			
Equity	6,793	4,575	7,115
Provisions	239	293	366
Non-current interest-bearing liabilities [1]	6,831	6,266	3,995
Current liabilities	161	145	127
TOTAL EQUITY AND LIABILITIES	**14,024**	**11,279**	**11,603**

1 Of these amounts, SEK 2,830 M (Dec 31, 2013: 253) were intra-Group receivables and SEK 6,831 M (Dec 31, 2013: 3,995) intra-Group liabilities.

Note: The Parent Company's contingent liabilities totaled SEK 87.3 bn (Dec 31, 2013: 86.1), of which SEK 76.3 bn (Dec 31, 2013: 74.1) was related to obligations on behalf of Group companies. Other obligations, SEK 11.0 bn (Dec 31 2013: 12.0), were related to commitments to outside parties.

Share data

	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Earnings per share according to segment reporting, SEK[1]	2.64	3.40	1.57	2.58	8.43
Earnings per share, SEK [1]	2.89	4.39	1.86	2.02	9.14
Earnings per share after dilution, SEK [2]	2.86	4.37	1.84	2.01	9.11
Equity per share, SEK [3]	46.71	46.80			51.49
Adjusted equity per share, SEK [4]	66.73	62.80			69.46
Average number of shares outstanding	411,399,977	411,995,277			411,721,772
Average number of shares outstanding after dilution	415,862,784	413,418,218			413,426,939
Average dilution, %	1.07	0.34			0.41
Number of shares, at balance sheet date	419,903,072	419,903,072			419,903,072
of which Series A and Series B shares	419,903,072	419,903,072			419,903,072
Average price of total repurchased shares, SEK	110.43	106.35			107.85
Number of total Series B shares repurchased	16,069,228	13,628,580			14,933,580
of which repurchased during the year	1,135,648	1,087,580	535,648	517,580	2,392,580
Number of shares in Skanska's own custody	8,842,783	8,093,758			8,625,005
Number of shares outstanding	411,060,289	411,809,314			411,278,067

1 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.
2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding after dilution.
3 Equity attributable to equity holders divided by the number of shares outstanding.
4 Adjusted equity divided by the number of shares outstanding.

Five-year Group financial summary

SEK M	Jan-Jun 2014	Jan-Jun 2013	Jan-Jun 2012	Jan-Jun 2011	Jan-Jun 2010
Revenue	62,446	62,773	60,577	53,924	56,345
Operating income	1,581	2,017	1,447	6,102	2,374
Profit for the period	1,093	1,401	1,007	5,819	1,727
Earnings per share, SEK	2.64	3.40	2.44	14.02	4.17
Return on capital employed, % [1]	13.6	15.4	15.5	35.0	20.7
Return on equity, % [1]	15.4	19.4	17.3	42.1	20.8
Operating margin, %	2.5	3.2	2.4	11.3	4.2
Return on capital employed according to IFRSs, %	13.6	15.4	14.1	35.2	20.2
Cash flow per share according to IFRSs, SEK [2]	–13.28	–8.45	–18.47	–9.81	–4.99

1 Rolling 12 months.
2 Cash flow before change in interest-bearing receivables and liabilites divided by the average number of shares outstanding.

Exchange rates for the most important currencies

	Average exchange rates			Exchange rates on the closing day		
SEK	Jan-Jun 2014	Jan-Jun 2013	Jan-Dec 2013	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
U.S. dollar	6.54	6.50	6.52	6.72	6.72	6.46
British pound	10.92	10.03	10.19	11.45	10.24	10.65
Norwegian krone	1.08	1.13	1.11	1.09	1.11	1.06
Euro	8.96	8.53	8.65	9.18	8.79	8.90
Czech koruna	0.33	0.33	0.33	0.33	0.34	0.32
Polish zloty	2.14	2.04	2.06	2.21	2.03	2.14

Construction

Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Revenue	59,435	58,915	32,566	32,165	127,584
Gross income	**4,208**	**4,473**	**2,254**	**2,554**	**9,655**
Selling and administrative expenses	–3,048	–2,903	–1,637	–1,498	–5,853
Income from joint ventures and associated companies	7	3	6	–1	31
Operating income	**1,167**	**1,573**	**623**	**1,055**	**3,833**
Investments	–799	–829	–497	–509	–1,779
Divestments	455	188	277	112	384
Net investments	**–344**	**–641**	**–220**	**–397**	**–1,395**
Gross margin, %	7.1	7.6	6.9	7.9	7.6
Selling and administrative expenses, %	–5.1	–4.9	–5.0	–4.7	–4.6
Operating margin, %	2.0	2.7	1.9	3.3	3.0
Order bookings, SEK bn	70.4	60.3	37.9	36.0	120.1
Order backlog, SEK bn	155.4	148.7	–	–	139.6
Employees	57,281	53,813	–	–	55,611

Revenue by business/reporting unit

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Sweden	13,704	13,580	7,548	7,555	29,720
Norway	6,396	7,119	3,394	3,713	14,287
Finland	3,144	2,714	1,726	1,574	6,011
Poland	3,041	2,356	2,110	1,501	8,674
Czech Republic	1,786	1,643	1,100	1,084	4,119
UK	7,114	5,467	3,534	2,880	12,396
USA Building	13,902	15,506	7,779	8,273	29,747
USA Civil	7,234	6,438	3,886	3,346	14,022
Latin America	3,027	4,053	1,428	2,211	8,492
Other	87	39	61	28	116
Total	**59,435**	**58,915**	**32,566**	**32,165**	**127,584**

Operating income

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Sweden	500	311	371	229	1,174
Norway	171	177	91	111	390
Finland	109	66	66	43	179
Poland	92	84	103	108	351
Czech Republic	–11	–12	37	51	–299
UK	217	175	105	96	427
USA Building	148	216	73	110	476
USA Civil	448	520	233	281	1,182
Latin America	–509	36	–458	26	–47
Other	2	0	2	0	0
Total	**1,167**	**1,573**	**623**	**1,055**	**3,833**

Operating margin, %

	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Sweden	3.6	2.3	4.9	3.0	4.0
Norway	2.7	2.5	2.7	3.0	2.7
Finland	3.5	2.4	3.8	2.7	3.0
Poland	3.0	3.6	4.9	7.2	4.0
Czech Republic	neg	neg	3.4	4.7	neg
UK	3.1	3.2	3.0	3.3	3.4
USA Building	1.1	1.4	0.9	1.3	1.6
USA Civil	6.2	8.1	6.0	8.4	8.4
Latin America	neg	0.9	neg	1.2	neg
Other	2.3	0.0	3.3	0.0	0.0
Total	**2.0**	**2.7**	**1.9**	**3.3**	**3.0**

Order backlog

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Sweden	27,135	27,600	27,458
Norway	11,829	12,632	9,458
Finland	6,717	5,718	5,943
Poland	7,968	7,865	5,687
Czech Republic	5,080	5,165	4,459
UK	23,439	17,455	19,729
USA Building	41,208	35,047	36,026
USA Civil	27,833	29,988	25,772
Latin America	4,069	7,016	4,926
Other	162	248	144
Total	**155,440**	**148,734**	**139,602**

Order bookings

	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Sweden	13,421	13,893	7,663	7,298	29,905
Norway	8,442	8,621	4,007	5,085	13,098
Finland	3,691	3,334	2,077	1,572	6,780
Poland	5,088	4,515	3,230	2,767	8,323
Czech Republic	2,260	1,213	1,226	859	3,184
UK	9,378	4,384	5,514	2,708	10,350
USA Building	17,533	14,197	6,492	9,399	30,782
USA Civil	8,230	7,019	6,813	4,925	11,522
Latin America	2,247	2,889	909	1,457	5,851
Other	100	280	–37	–23	256
Total	**70,390**	**60,345**	**37,894**	**36,047**	**120,051**

Residential Development

Revenue and earnings

SEK M	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Revenue	4,469	5,258	2,457	2,649	9,234
Gross income	**609**	**593**	**340**	**315**	**1,055**
Selling and administrative expenses	–262	–267	–130	–134	–484
Income from joint ventures and associated companies	2	5	0	–3	2
Operating income	**349**	**331**	**210**	**178**	**573**
Operating margin, %	7.8	6.3	8.5	6.7	6.2
Investments	–3,894	–3,161	–1,924	–1,657	–6,961
Divestments	4,393	3,506	2,791	1,530	7,980
Net investments	**499**	**345**	**867**	**–127**	**1,019**
Capital employed, SEK bn	11.1	10.9	–	–	10.8
Employees	406	474			419

Revenue

SEK M	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Sweden	2,296	2,472	1,087	1,437	4,636
Norway	525	1,167	305	566	1,654
Finland	921	1,264	543	451	2,204
Nordics	**3,742**	**4,903**	**1,935**	**2,454**	**8,494**
Other European countries	727	355	522	195	740
Total	**4,469**	**5,258**	**2,457**	**2,649**	**9,234**

Operating income [1]

SEK M	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Sweden	204	191	104	113	331
Norway	53	77	34	41	111
Finland	64	69	47	22	127
Nordics	**321**	**337**	**185**	**176**	**569**
Other European countries	28	–6	25	2	4
Total	**349**	**331**	**210**	**178**	**573**

Operating margin, % [1]

	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Sweden	8.9	7.7	9.6	7.9	7.1
Norway	10.1	6.6	11.1	7.2	6.7
Finland	6.9	5.5	8.7	4.9	5.8
Nordics	**8.6**	**6.9**	**9.6**	**7.2**	**6.7**
Other European countries	3.9	neg	4.8	1.0	0.5
Total	**7.8**	**6.3**	**8.5**	**6.7**	**6.2**

1 Development gain only. Construction margin reported under Construction.

Homes started

	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Sweden	691	803	273	457	1,376
Norway	155	168	66	43	334
Finland	341	421	160	153	806
Nordics	**1,187**	**1,392**	**499**	**653**	**2,516**
Other European countries	121	271	0	210	602
Total	**1,308**	**1,663**	**499**	**863**	**3,118**

Homes sold

	Jan–Jun 2014	Jan–Jun 2013	Apr–Jun 2014	Apr–Jun 2013	Jan–Dec 2013
Sweden	790	860	365	496	1,572
Norway	102	206	57	85	324
Finland	387	553	214	190	943
Nordics	**1,279**	**1,619**	**636**	**771**	**2,839**
Other European countries	261	288	139	172	552
Total	**1,540**	**1,907**	**775**	**943**	**3,391**

Homes under construction

	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Sweden	2,497	2,359	2,363
Norway	515	688	749
Finland	879	1,374	1,071
Nordics	**3,891**	**4,421**	**4,183**
Other European countries	877	764	1,054
Total	**4,768**	**5,185**	**5,237**

Completed unsold, number of homes

	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Sweden	135	119	159
Norway	25	23	16
Finland	269	105	198
Nordics	**429**	**247**	**373**
Other European countries	63	78	32
Total	**492**	**325**	**405**

Homes under construction of which sold, %

	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Sweden	83	72	79
Norway	51	78	72
Finland	57	57	54
Nordics	**73**	**68**	**72**
Other European countries	58	45	49
Total	**70**	**65**	**67**

Commercial Property Development

Revenue and earnings

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Revenue	2,585	2,122	1,522	1,851	6,206
of which from divestment of properties	2,333	1,905	1,404	1,748	5,779
Gross income	**556**	**477**	**341**	**386**	**1,547**
Selling and administrative expenses	–249	–228	–123	–100	–495
Income from joint ventures and associated companies	5	9	3	2	16
Operating income	**312**	**258**	**221**	**288**	**1,068**
of which gain from divestment of properties [1]	408	381	273	346	1,415
of which writedowns/reversal of writedowns	–11	0	–11	0	–13
1 Additional gains included in eliminations	31	26	7	22	112
Investments	–2,375	–1,996	–1,349	–1,051	–4,514
Divestments	2,507	3,127	1,372	811	6,954
Net investments	**132**	**1,131**	**23**	**–240**	**2,440**
Capital employed, SEK bn	13.9	13.8	–	–	13.5
Employees	284	422	–	–	279

Revenue

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Nordics	2,054	2,008	1,165	1,765	3,430
Europe	366	32	339	12	1,215
U.S.	165	82	18	74	1,561
Total	**2,585**	**2,122**	**1,522**	**1,851**	**6,206**

of which from divestments

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Nordics	1,881	1,842	1,091	1,685	3,134
Europe	309	0	308	0	1,132
U.S.	143	63	5	63	1,513
Total	**2,333**	**1,905**	**1,404**	**1,748**	**5,779**

Operating income

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Nordics	390	329	248	320	515
Europe	–43	–50	–13	–21	285
U.S.	–35	–21	–14	–11	268
Total	**312**	**258**	**221**	**288**	**1,068**

of which from divestments

SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Nordics	412	370	272	339	681
Europe	–9	3	–5	1	377
U.S.	5	8	6	6	357
Total	**408**	**381**	**273**	**346**	**1,415**

Capital employed

SEK M	Jun 30, 2014	Jun 30, 2013	Dec 31, 2013
Nordics	6,296	7,256	6,457
Europe	4,374	3,658	4,491
U.S.	3,271	2,923	2,566
Total	**13,941**	**13,837**	**13,514**

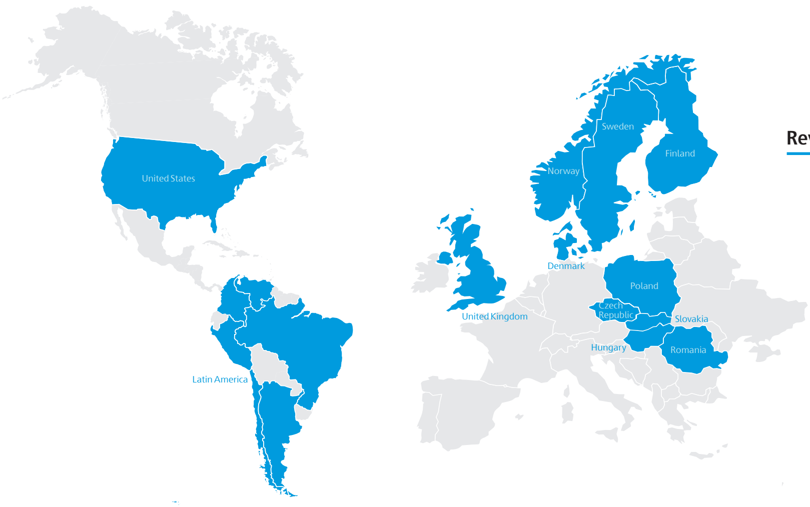
Infrastructure Development

Revenue and earnings

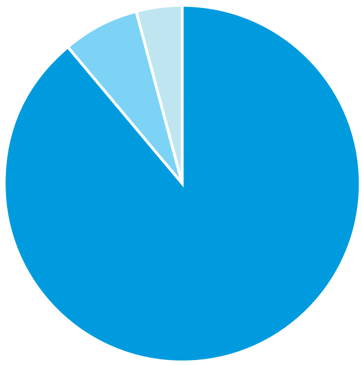
SEK M	Jan-Jun 2014	Jan-Jun 2013	Apr-Jun 2014	Apr-Jun 2013	Jan-Dec 2013
Revenue	35	46	18	17	87
Gross income	**–77**	**–64**	**–40**	**–31**	**–111**
Selling and administrative expenses	–66	–65	–31	–34	–134
Income from joint ventures and associated companies	338	355	167	236	646
Operating income	**195**	**226**	**96**	**171**	**401**
of which gains from divestments of shares in projects	0	118	0	118	118
Investments	–125	–39	–66	–13	–75
Divestments	9	228	2	219	242
Net investments	**–116**	**189**	**–64**	**206**	**167**
Capital employed, SEK bn	2.1	1.7	–	–	2.0
Employees	123	132	–	–	130

About Skanska

Skanska is one of the world's leading construction and project development companies, focused on selected home markets in the Nordic region, the rest of Europe and the U.S. Supported by global trends in urbanization, demography and energy, as well as a focus on green construction, ethics, working environment and health, Skanska offers competitive solutions in the most complex assignments. The business model generates value for Skanska's shareholders through the collaboration of the Construction and Project Development business streams.



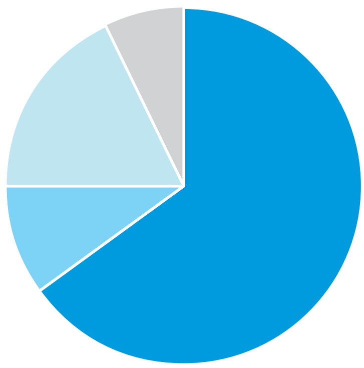
Revenue per segment, January – December 2013



Key ratios 2013

	SEK M	MEUR	MUSD
Revenue	136,446	15,771	20,943
Operating income	5,144	595	790
Income after financial items	4,903	567	753
Earnings per share, SEK/EUR/USD	8.43	0.97	1.29
Return on equity, %	17.40	17.40	17.40
Order bookings	120,051	13,876	18,427
Order backlog	139,602	15,691	21,595
Employees, number	57,105	57,105	57,105

Operating income per segment, January– December 2013



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This report will also be presented via a telephone conference and audiocast at 10:00 a.m. (10:00 CET) on July 18. The telephone conference will be audiocasted live at www.skanska.com/investors, where a recording of the conference will also be available later. To participate in the telephone conference, please dial +46 8 505 564 74, +44 2033 645 374, or +1 855 753 2230. This and previous releases can also be found at www.skanska.com/investors.

Skanska AB may be required to disclose the information provided herein pursuant to the Securities Market Act.