



6-month Report January – June 2002

July 11, 2002



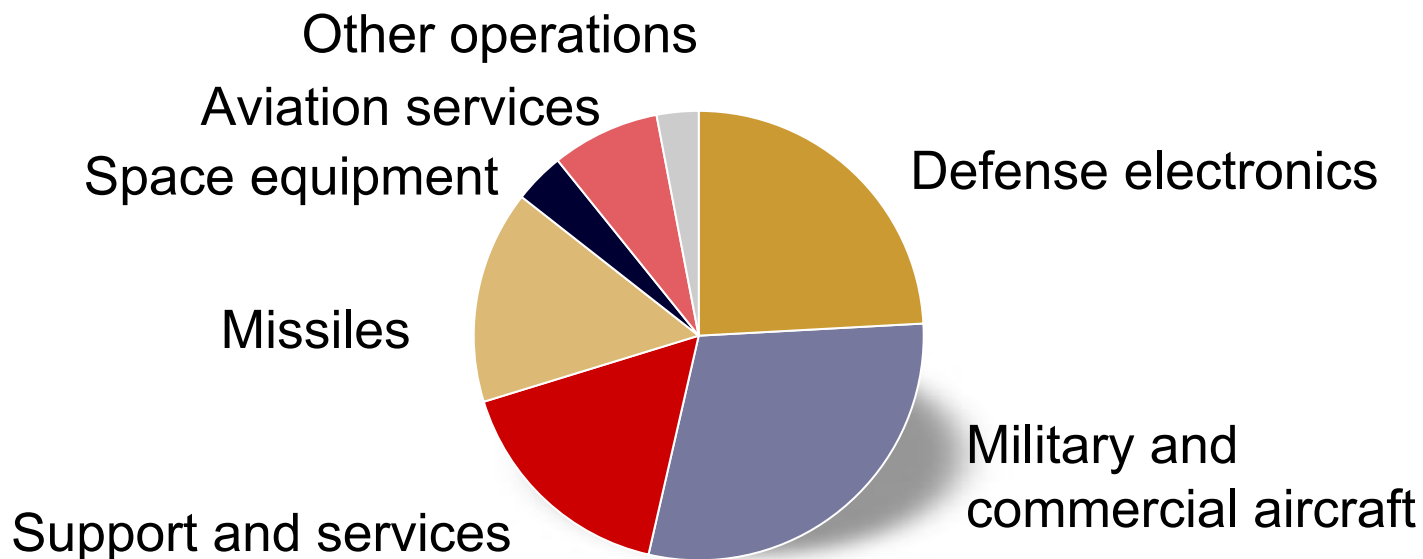
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Highlights 1st half-year 2002

- Breakthrough order for next generation anti-armor weapon, confirming world leading position
- Decision on serial production of the Taurus standoff missile
- Tactical mission system and aerostructures for NH Industries NH90 helicopter
- Gripen down-selected in Czech Republic
- Order bookings SEK 12 bn and once again all-time high order backlog, SEK 44 bn
- Sales SEK 8.3 bn, organic growth of 11%
- Operating income SEK 474 m. (409)
- Positive cash flow; for operations SEK 444 m.
- Full year forecast: *Operating income and margin, excl capital gains, will improve.*



Saab



	6 months 2002	6 months 2001	12 months 2001
Sales, SEK m.	8,284	7,458	15,689
EBIT, SEK m. *	474	409	944
Operating margin, per cent	5.7	5.5	6.0
No. of employees, total	14,226	14,552	14,028

* Before capital gains



Order bookings and order backlog

SEK millions	Order bookings 6 months		Order backlog
	2002	2001	June 30, 2002
Systems and Electronics	2,735	2,180	9,387
Aerospace	2,198	1,572	25,908
Technical Support and Services	1,814	1,755	1,351
Dynamics	5,191	1,355	7,920
Space	246	420	343
Aviation Services	705	772	123
Corporate/ Other operations	189	244	327
Internal	-622	-754	-1,355
Saab Group	12,456	7,544	44,004

Sales

SEK millions	6 months 2002	6 months 2001	Change	12 months 2001
Systems and Electronics	2,138	1,767	21%	3,964
Aerospace	2,588	1,800	44%	4,097
Technical Support and Services	1,466	1,596	-8%	3,144
Dynamics	1,357	1,221	11%	2,493
Space	300	425	-29%	800
Aviations Services	698	789	-12%	1,539
Corporate/ Other operations	263	313	-16%	615
Internal	-526	-453		-963
Saab Group	8,284	7,458	11%	15,689

Operating income

SEK millions	6 months		6 months		12 months	
	2002	<i>margin</i>	2001	<i>margin</i>	2001	<i>margin</i>
Systems and Electronics	153	7.2%	121	6.8%	330	8.3%
Aerospace	311	12.0%	164	9.1%	351	8.6%
Technical Supp & Serv	113	7.7%	109	6.8%	241	7.7%
Dynamics	27	2.0%	32	2.6%	85	3.4%
Space	-40	neg	34	8.0%	30	3.8%
Aviation Services	61	8.7%	107	13.6%	140	9.1%
Corporate/Other op.	-64	n/a	-78	n/a	-71	n/a
Subtotal	561	6.8%	489	6.6%	1,106	7.0%
Goodwill amortization	-87		-80		-162	
Capital gains etc	-		650		650	
Saab Group	474	5.7%	1,059	14.2 %	1,594	10.2%

Income statement

SEK millions	6 months 2002	6 months 2001	12 months 2001
Sales	8,284	7,458	15,689
Cost of goods sold	-6,396	-5,530	-11,697
Gross margin	1,888	1,928	3,992
<i>Gross margin</i>	22.8%	25.9%	25.4%
Marketing expenses	-676	-674	-1,385
Administrative expenses	-535	-540	-1,062
Research and development costs	-216	-369	-718
Other operating income	91	749	827
Other operating expenses	-78	-33	-94
Share in income of associated companies	-	-2	34
Operating income	474	1,059	1,594
<i>Operating margin</i>	5.7%	14.2%	10.2%
Result from financial investments	-100	-8	-40
Income after financial items	374	1,051	1,554
Taxes	-122	-215	-379
Minority interest	11	-41	-48
Net income	263	795	1,127
Earnings per share, SEK	2.47	7.47	10.59

Balance sheet

SEK millions	June 30, 2002	Dec. 31, 2001	Change
Assets			
Goodwill and other intangible assets	2,127	1,978	149
Property, plant and equipment, etc.	4,270	4,369	-99
Lease assets	5,798	6,103	-305
Long-term interest bearing receivables	1,172	1,296	-124
Shares, etc	472	466	6
Deferred tax receivables	1,397	1,521	-124
Inventories, etc.	3,854	3,729	125
Short-term interest bearing receivables	13	332	-319
Other receivables	5,667	5,401	266
Cash and marketable securities	4,508	4,706	-198
Total assets	29,278	29,901	-623
Shareholders' equity and liabilities			
Shareholders' equity	6,476	6,679	-203
Minority interest in subsidiaries	140	168	-28
Provision for pensions	3,426	3,678	-252
Other provisions	2,657	2,983	-326
Liabilities to credit institutions	1,247	1,539	-292
Convertible debenture loan	232	232	
Lease obligations	3,217	3,121	96
Advance payments from customers, net	4,229	4,194	35
Other liabilities	7,654	7,307	347
Total shareholders' equity and liabilities	29,278	29,901	-623
Equity/assets ratio, %	22.1	22.3	

Balance sheet, June 30, 2002, subdivided

SEK millions	Saab	Saab Aircraft Leasing	Eliminations	Saab Group
Goodwill and other intangible assets	2,127			2,127
Property, plant and equipment	4,266	4		4,270
Lease assets		5,798		5,798
Long-term interest bearing receivables	1,172			1,172
Shares, etc	1,972		-1,500	472
Deferred tax receivables	1,533		-136	1,397
Inventories, etc.	3,854			3,854
Short-term interest bearing receivables	13			13
Other receivables	4,628	1,039		5,667
Cash and marketable securities	4,508			4,508
Total assets	24,073	6,841	-1,636	29,278
Shareholders' equity	6,022	1,954	-1,500	6,476
Minority interest in subsidiaries	138	2		140
Provision for pensions	3,426			3,426
Other provisions	2,228	565	-136	2,657
Liabilities to credit institutions	1,209	38		1,247
Convertible debenture loan	232			232
Lease obligations		3,217		3,217
Advance payments from customers, net	4,229			4,229
Other liabilities	6,589	1,065		7,654
Total shareholders' equity & liabilities	24,073	6,841	-1,636	29,278



Cash flow

SEK millions	6 months 2002	6 months 2001	12 months 2001
Cash flow from operating activities			
Income after financial items excl share in income of associated companies	374	1,053	1,520
Depreciation and write-down charged to income	596	592	1,227
Tax	-11	-77	-95
Cash flow from operating activities before changes in working capital	959	1,568	2,652
Working capital			
Inventories etc.	-125	-294	-45
Receivables	-258	-256	671
Advance payments from customers	35	-519	575
Other liabilities	347	130	-247
Lease obligations	96	-605	-795
Provisions	-326	-266	-838
Change in working capital	-231	-1,810	-679
Cash flow from operating activities	728	-242	1,973
Investments in intangible fixed assets	-237	7	-568
Investments in shares etc.	-6	-68	506
Investments in tangible fixed assets	-141	-60	-156
Investments in lease assets	37	540	-120
Change in long-term receivables	-8	-13	7
Cash flow from investments	-355	406	-331
Operating cash flow	373	164	1,642



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Cash flow

SEK millions	6 months 2002
Operations	444
Acquisitions	-77
Saab Aircraft Leasing and regional aircraft	6
Total	373