

VBG GROUP AB (publ) in Vänersborg is the Parent Company of an international engineering Group with wholly-owned companies in Europe, China, India and the USA. The Group's operations are divided into three divisions – VBG TRUCK EQUIPMENT, EDSCHA TRAILER SYSTEMS and RINGFEDER POWER TRANSMISSION – with products that are marketed under strong, well-known brands. VBG GROUP AB's Series B share was introduced on the stock exchange in 1987 and is listed today on the Nasdaq OMX Nordic Exchange Stockholm, Small Cap list.

INTERIM REPORT January – June 2012

Second quarter of 2012:

- The Group's net turnover decreased by 7.2 per cent to SEK 283.2 M (305.3)
- Operating profit was SEK 26.7 M (33.4) with a margin of 9.4 per cent (10.9)
- Profit after financial items amounted to SEK 25.5 M (29.5) with a profit margin of 9.0 per cent (9.7)
- The Group's profit after tax was SEK 18.1 M (21.0)
- Earnings per share amounted to SEK 1.44 (1.68)

First half of 2012:

- The Group's net turnover decreased by 6.8 per cent to SEK 584.3 M (627.2)
- Operating profit was charged with SEK 10.6 M in restructuring cost
- Operating profit was SEK 58.0 M (88.6) with a margin of 9.9 per cent (14.1)
- Profit after financial items amounted to SEK 56.5 M (83.5) with a profit margin of 9.7 per cent (13.3)
- The Group's profit after tax was SEK 40.9 M (59.1)
- Earnings per share amounted to SEK 3.27 (4.73)

| Group | Q2 2012 | Q2 2011 | 6 mon 2012 | 6 mon 2011 | Full year 2011 |
|--|--------------------|--------------------|-----------------------|-----------------------|---------------------------|
| Net turnover, SEK M | 283.2 | 305.3 | 584.3 | 627.2 | 1,181.1 |
| Operating profit, SEK M | 26.7 | 33.4 | 58.0 [†] | 88.6 | 138.3 |
| Operating margin, % | 9.4 | 10.9 | 9.9 | 14.1 | 11.7 |
| Profit after financial items, SEK M | 25.5 | 29.5 | 56.5 | 83.5 | 130.9 |
| Profit margin, % | 9.0 | 9.7 | 9.7 | 13.3 | 11.1 |
| Profit after tax, SEK M | 18.1 | 21.0 | 40.9 | 59.1 | 94.5 |
| Earnings per share, SEK | 1.44 | 1.68 | 3.27 | 4.73 | 7.56 |
| Return on capital employed (ROCE), cumulative, % | | | 15.9 | 23.7 | 18.6 |
| Return on equity (ROE), cumulative, % | | | 12.8 | 20.0 | 15.7 |
| Equity/assets ratio, % | | | 64.2 | 59.5 | 64.7 |

[†] Includes restructuring cost of SEK 10.6 M

2012 looks to be an in-between year, but the focus remains on future-oriented activities

The Group's aggregate sales during the second quarter turned out largely as expected, and the trend in rolling twelve month sales appears to be levelling out. As before we are looking at small changes, and the signals from the different markets remain ambiguous. 2012 is looking more and more like an in-between year. A cautious attitude exists in certain segments and on certain geographic markets, not least in Europe.

Despite the hesitancy prevailing in the markets, we are continuing to work resolutely and long-term to develop operations within all divisions in order to create the best conditions for the future. The principal scenario is that the markets will pick up speed starting in 2013 and enable us to achieve profitable organic growth once again.

But it is clear that our three divisions are being affected in different degrees by the current market situation. RINGFEDER POWER TRANSMISSION, which accounts for more than a quarter of the Group's business volume, reported a very strong first six months with increased turnover, improved profits and an operating margin of 18 per cent.

VBG TRUCK EQUIPMENT, which accounts for more than half of the Group's business volume, largely thanks to its strong market position and considerable aftermarket business, is defending an operating margin of more than 10 per cent. This in spite of the fact that the division's turnover declined by ten per cent compared with 2011 and restructuring costs of more than SEK ten million were charged to the half-year profit.

EDSCHA TRAILER SYSTEMS is currently experiencing the toughest market situation by far. During the first half of the year, the division's turnover decreased by 16 per cent compared with the same period last year. The trailer business still has some way to go before reaching the levels of sales and profitability that prevailed a few years ago. However, the forecasts in the business point towards good growth from 2013 and for a number of years after that.

In 2011 the division launched an ambitious long-term product development project for the next generation of roof systems. It also formed its own separate company during the year, Edscha Trailer Systems GmbH, and will move its operation to new premises in Moers in August. In light of the fact that the division has also set aside resources for the big international commercial vehicles show IAA in Hanover, I regard an operating margin of over 6 per cent as satisfactory.

2012 is a big year for trade shows in the transport sector. VBG TRUCK EQUIPMENT will participate in the Elmia Lastbil 2012 truck exhibition at the end of August as well as in IAA, the big commercial vehicles show in Hanover, at the end of September, where EDSCHA TRAILER SYSTEMS will also be exhibiting.

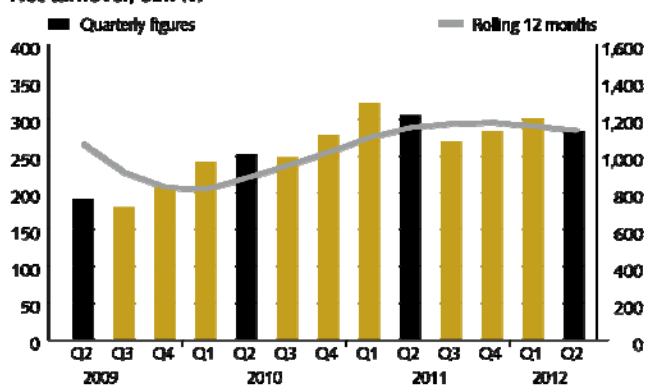
In conclusion, I would like to mention that with the successful landing of NASA's Mars Rover Curiosity on the red planet in March, RINGFEDER POWER TRANSMISSION is now represented via its friction springs on this distant heavenly body as well.

Anders Birgersson
Managing Director and CEO

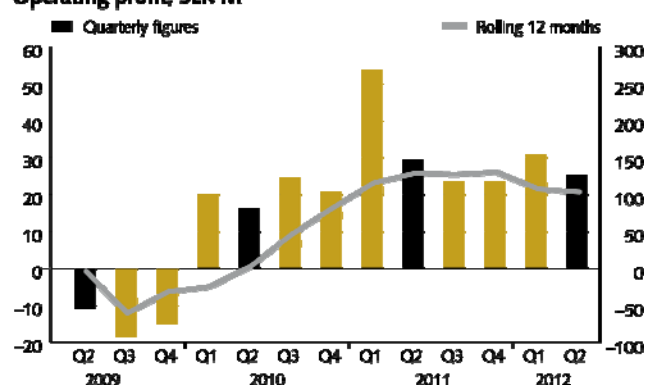
| Group trend (SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|-------------------------|-------------------|------------|-------------------|-------------------|------------|------------|---------------|------------|------------|-------------------|------------|------------|
| Net turnover | 584.3 | 283.2 | 301.1 | 1,181.1 | 284.3 | 269.6 | 627.2 | 305.3 | 321.9 | 1,021.3 | 278.7 | 247.9 |
| Operating profit | 58.0 ¹ | 26.7 | 31.3 ¹ | 138.3 | 23.1 | 26.6 | 88.6 | 33.4 | 55.2 | 68.6 | 20.1 | 18.6 |
| Operating margin, % | 9.9 | 9.4 | 10.4 | 11.7 | 8.1 | 9.9 | 14.1 | 10.9 | 17.1 | 6.7 | 7.2 | 7.5 |
| Profit after fin. items | 56.5 | 25.5 | 31.0 | 130.9 | 23.8 | 23.6 | 83.5 | 29.5 | 54.0 | 82.4 | 20.9 | 24.8 |
| Profit margin, % | 9.7 | 9.0 | 10.3 | 11.1 | 8.4 | 8.8 | 13.3 | 9.7 | 16.8 | 8.1 | 7.5 | 10.0 |
| Profit after tax | 40.9 | 18.1 | 22.8 | 94.5 | 17.9 | 17.5 | 59.1 | 21.0 | 38.1 | 55.7 | 13.0 | 16.2 |
| EPS, SEK | 3.27 | 1.44 | 1.83 | 7.56 | 1.43 | 1.40 | 4.73 | 1.68 | 3.05 | 4.46 | 1.04 | 1.30 |
| ROCE (cumul.), % | 15.9 | 15.9 | 16.9 | 18.6 | 18.6 | 20.1 | 23.7 | 23.7 | 29.8 | 8.7 | 8.7 | 8.0 |
| ROE (cumul.), % | 12.8 | 12.8 | 14.2 | 15.7 | 15.7 | 16.9 | 20.0 | 20.0 | 26.2 | 9.6 | 9.6 | 9.8 |
| Equity/assets ratio, % | 64.2 | 64.2 | 63.7 | 64.7 | 64.7 | 60.9 | 59.5 | 59.5 | 60.0 | 58.2 | 58.2 | 55.7 |

¹ Includes restructuring cost of SEK 10.6 M

Net turnover, SEK M



Operating profit, SEK M



Consolidated turnover and earnings

Second quarter of 2012

The turnover of SEK 283.2 M (305.3) was 7.2 per cent lower than in the first quarter of 2011, and taking into account changes in the exchange rates between the quarters, the actual volume decrease was 7.4 per cent.

The Group's operating profit was SEK 26.7 M (33.4). The operating profit includes Group-wide overheads in the Parent Company of SEK 5.8 M (4.4) that have not been allocated to the divisions.

The operating margin amounted to 9.4 per cent (10.9).

Net financial items for the quarter amounted to SEK -1.2 M (-3.9), and profit after financial items was thereby SEK 25.5 M (29.5).

Profit after tax was SEK 18.1 M (21.0), and earnings per share was SEK 1.44 (1.68).

First half of 2012

The turnover of SEK 584.3 M (627.2) was 6.8 per cent lower than in the first quarter of 2011, and taking into account changes in the exchange rates between the quarters, the actual volume decrease was 7.2 per cent.

Operating profit amounted to SEK 58.0 M (88.6). The profit has been charged with SEK 10.6 M in staff reduction costs (booked during the first quarter) for the restructuring of VBG TRUCK EQUIPMENT's German company. The operating profit includes Group-wide overheads in the Parent Company of SEK 9.7 M (8.1) that have not been allocated to the divisions.

The operating margin amounted to 9.9 per cent (14.1).

Net financial items for the first half of the year amounted to SEK -1.5 M (-5.1), and profit after financial items thereby amounted to SEK 56.5 M (83.5).

Profit after tax amounted to SEK 40.9 M (59.1), and earnings per share to SEK 3.27 (4.73).

Return on capital employed was 15.9 per cent (23.7) and return on equity was 12.8 per cent (20.0). The Group's equity/assets ratio declined slightly from the end of the year to 64.2 per cent (64.7).

Capital expenditures

The Group's capital expenditures during the second quarter amounted to SEK 6.1 M (6.2), and total capital expenditures for the first half of the year amounted to SEK 12.6 M (8.0).

Financial position

Profit after tax for the first six months amounted to SEK 40.9 M (59.1), and total translation differences amounted to SEK -9.8 M (8.8), giving a comprehensive income of SEK 31.1 M (67.9).

This entailed a slight increase in equity to SEK 639.6 M (636.6 at year-end) after dividends of SEK 28.1 M had been paid to the shareholders (18.8).

The equity/assets ratio declined slightly and was 64.2 per cent at 30 June (64.7).

Cash and cash equivalents amounted to SEK 47.6 M at the end of June (65.2 at year-end), in addition to which there were unutilized credit facilities of SEK 132.4 M (121.9), adding up to an available liquidity of SEK 180.0 M (187.1).

The Group's interest-bearing net debt increased during the second quarter by SEK 20.3 M, but overall for the first half of the year net debt decreased by SEK 2.1 M and was SEK 93.8 M at 30 June (95.9).

The ratio of interest-bearing net debt to equity was 0.15 at 30 June 2012 (0.15 at 31 December 2011).

The Group's aggregate goodwill amounted to SEK 246.1 M (250.9), which in relation to equity was a ratio of 0.38 (0.39).

Cash flow

Cash flow from operating activities during the first six months amounted to SEK 42.8 million (80.3). Capital expenditures during the period amounted to SEK 15.0 M (9.8). Dividends totalling SEK 28.1 M (18.8) were paid to the shareholders. The Group's total borrowings and current financial liability decreased during the quarter by a net of SEK 16.7 M (36.8). Net cash flow during the period was thereby SEK -17.0 M (14.9).

Personnel

At 30 June 2012 there were 496 employees (492 at year-end) in the VBG GROUP, including 171 (175) in Sweden.

During the first quarter, the Group employed an average of 490 persons (472 during the same period last year). Of these, 171 (173) were active in Sweden. The cost of salaries and social security contributions was SEK 136.5 M (130.2).

Per share data

Earnings per share for period declined to SEK 3.27 (4.73). Equity per share was SEK 51.16 on 30 June 2012, compared with SEK 49.15 on the same date last year and SEK 50.92 at year-end.

The number of shareholders decreased slightly during the period, amounting at mid-year to 4,275 (4,327).

VBG TRUCK EQUIPMENT

Second quarter of 2012:

- Turnover decreased by 8.4 per cent to SEK 145.2 M (158.5)
- Operating profit was SEK 19.5 M (20.2) with a margin of 13.4 per cent (12.7)

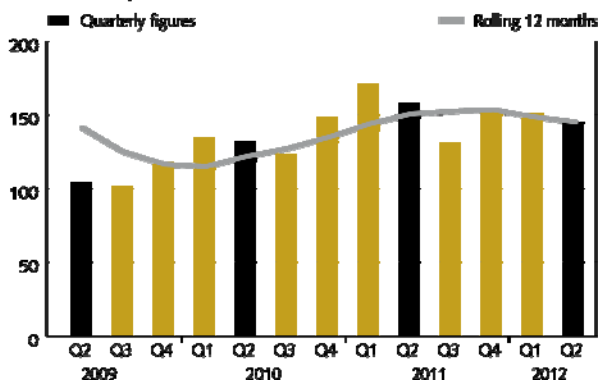
First half of 2012:

- Turnover decreased by 10.0 per cent to SEK 296.8 M (329.9)
- Operating profit was SEK 31.9 M (56.5) with a margin of 10.7 per cent (17.1)
- Operating profit was charged with SEK 10.6 M in staff-related restructuring costs in Germany

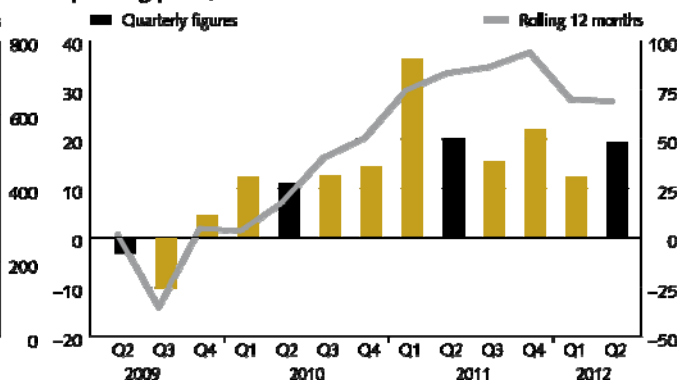
| VBG TE(SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|--------------------|-------------------|------------|-------------------|----------------------|------------|------------|---------------|------------|------------|----------------------|------------|------------|
| Net turnover | 296.8 | 145.2 | 151.6 | 613.7 | 152.5 | 131.3 | 329.9 | 158.5 | 171.4 | 539.5 | 148.8 | 123.8 |
| Operating profit | 31.9 ¹ | 19.5 | 12.4 ¹ | 94.0 | 22.0 | 15.5 | 56.5 | 20.2 | 36.3 | 50.5 | 14.5 | 12.6 |
| Operating margin % | 10.7 | 13.4 | 8.2 | 15.3 | 14.4 | 11.8 | 17.1 | 12.7 | 21.2 | 9.4 | 9.7 | 10.2 |

¹ Includes restructuring cost of SEK 10.6 M

Net turnover, SEK M



Operating profit, SEK M



Second quarter of 2012

Turnover for VBG TRUCK EQUIPMENT declined by 8.4 per cent to SEK 145.2 M (158.5).

Translation of the turnover of foreign Group companies to SEK had a marginal effect, and the actual volume increase was 8.3 per cent.

Despite the lower turnover, the operating margin increased to 13.4 per cent (12.7), equivalent to an operating profit of SEK 19.5 M (20.2).

First half of 2012

Turnover declined by 10.0 per cent to SEK 296.8 M (329.9), and after the translation of the turnover of overseas Group companies to SEK is taken into account, the actual volume decline was 10.1 per cent.

Operating profit for the first quarter was charged with staff-related restructuring costs of SEK 10.6 M for the approximately 15 persons who have to leave the German company when stocks and distribution are moved during the year to the division's Belgian company, where a central warehouse for Central and Western Europe is being established.

As a consequence of the lower turnover and the restructuring cost, operating profit decreased to SEK 31.9 M (56.5) and the operating margin was 10.7 per cent (17.1).

| Turnover by market (SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|-------------------------------|---------------|--------------|--------------|----------------------|--------------|--------------|---------------|--------------|--------------|----------------------|--------------|--------------|
| Sweden | 90.4 | 43.5 | 46.9 | 192.6 | 50.2 | 36.8 | 105.6 | 49.3 | 56.3 | 158.4 | 45.1 | 34.1 |
| Other Nordic countries | 60.4 | 29.2 | 31.2 | 104.2 | 26.4 | 21.9 | 55.9 | 26.5 | 29.4 | 91.9 | 28.0 | 16.5 |
| Germany | 57.6 | 28.2 | 29.4 | 124.9 | 29.3 | 28.0 | 67.6 | 34.2 | 33.4 | 125.1 | 34.0 | 32.0 |
| Other European countries | 61.4 | 29.7 | 31.7 | 134.3 | 31.7 | 28.7 | 73.9 | 32.0 | 41.9 | 114.7 | 30.2 | 27.8 |
| Rest of world | 27.0 | 14.6 | 12.4 | 57.7 | 14.9 | 15.9 | 26.9 | 16.5 | 10.4 | 49.4 | 11.5 | 13.4 |
| VBG TE | 296.8 | 145.2 | 151.6 | 613.7 | 152.5 | 131.3 | 329.9 | 158.5 | 171.4 | 539.5 | 148.8 | 123.8 |

EDSCHA TRAILER SYSTEMS

Second quarter of 2012:

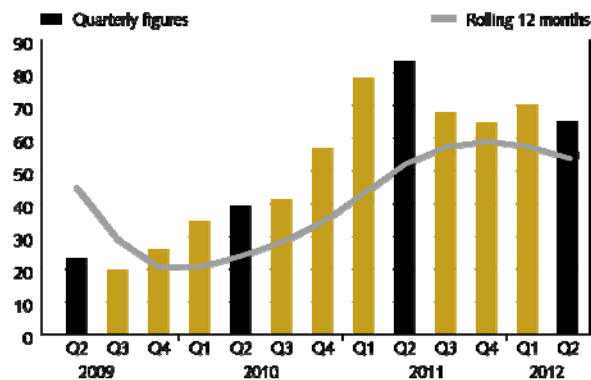
- Turnover decreased by 21.7 per cent to SEK 65.3 M (83.4)
- Operating profit was SEK 3.2 M (9.9) with a margin of 4.9 per cent (11.9)

First half of 2012:

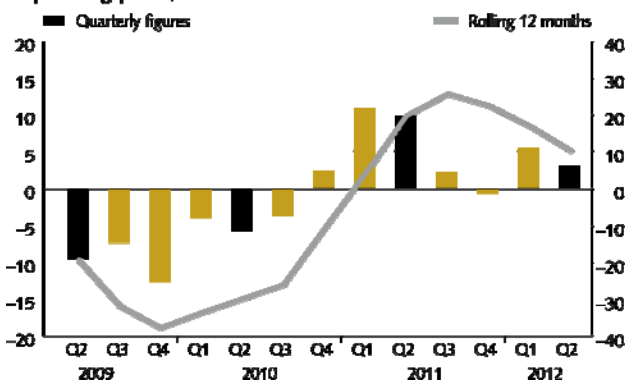
- Turnover decreased by 16.2 per cent to SEK 135.7 M (161.9)
- Operating profit was SEK 8.7 M (20.9) with a margin of 6.4 per cent (12.9)

| EDSCHA TS (SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|-----------------------|------------|---------|---------|----------------|---------|---------|------------|---------|---------|----------------|---------|---------|
| Net turnover | 135.7 | 65.3 | 70.4 | 294.8 | 64.9 | 68.0 | 161.9 | 83.4 | 78.5 | 172.7 | 57.0 | 41.4 |
| Operating profit/loss | 8.7 | 3.2 | 5.5 | 22.5 | -0.7 | 2.3 | 20.9 | 9.9 | 11.0 | -10.8 | 2.6 | -3.6 |
| Operating margin % | 6.4 | 4.9 | 7.8 | 7.6 | -1.1 | 3.4 | 12.9 | 11.9 | 14.0 | -6.3 | 4.6 | -8.7 |

Net turnover, SEK M



Operating profit, SEK M



Second quarter of 2012

EDSCHA TRAILER SYSTEMS saw its turnover decline by 21.7 per cent compared with the same period last year to SEK 65.3 M (83.4). Translation of the turnover of foreign Group companies to SEK had a marginal effect, and the actual volume increase was 20.6 per cent. However, the economic outlook for the trailer industry for the remainder of 2012 is still uncertain. Operating profit amounted to SEK 3.2 M (9.9) with an operating margin of 4.9 per cent (11.9).

First half of 2012

Turnover decreased by 16.2 per cent compared with the same period last year to SEK 135.7 M (161.9). Translation of the turnover of foreign Group companies to SEK had a marginal effect, and the actual volume increase was 15.5 per cent. Operating profit amounted to SEK 8.7 M (20.9) with an operating margin of 6.4 per cent (12.9).

| Turnover by market (SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|----------------------------|------------|---------|---------|----------------|---------|---------|------------|---------|---------|----------------|---------|---------|
| Sweden | 0.3 | 0.2 | 0.1 | 0.9 | 0.2 | 0.2 | 0.5 | 0.1 | 0.4 | 0.6 | 0.1 | 0.1 |
| Other Nordic countries | 0.3 | 0.2 | 0.1 | 1.1 | 0.2 | 0.2 | 0.7 | 0.3 | 0.4 | 1.3 | 0.5 | 0.2 |
| Germany | 84.4 | 42.0 | 42.4 | 179.7 | 42.3 | 44.2 | 93.2 | 50.5 | 42.7 | 94.6 | 32.4 | 25.9 |
| Other European countries | 50.4 | 22.7 | 27.7 | 112.3 | 21.6 | 23.3 | 67.4 | 32.4 | 35.0 | 75.0 | 23.4 | 15.0 |
| Rest of world | 0.3 | 0.2 | 0.1 | 0.8 | 0.6 | 0.1 | 0.1 | 0.1 | 0.0 | 1.2 | 0.6 | 0.2 |
| Edscha TS | 135.7 | 65.3 | 70.4 | 294.8 | 64.9 | 68.0 | 161.9 | 83.4 | 78.5 | 172.7 | 57.0 | 41.4 |

RINGFEDER POWER TRANSMISSION

Second quarter of 2012:

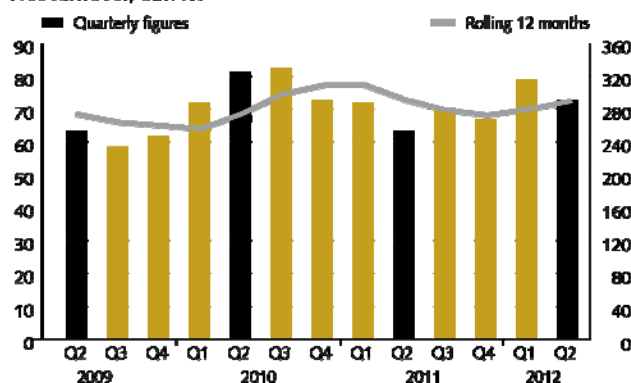
- Turnover increased by 14.7 per cent to SEK 72.7 M (63.4)
- Operating profit was SEK 9.8 M (7.7) with a margin of 13.5 per cent (12.1)

First half of 2012:

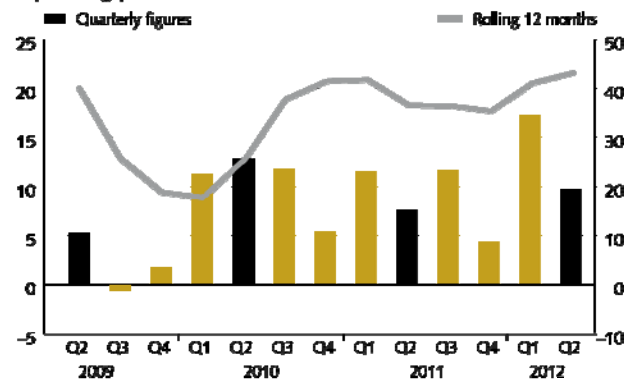
- Turnover increased by 12.1 per cent to SEK 151.8 M (135.4)
- Operating profit was SEK 27.1 M (19.3) with a margin of 17.9 per cent (14.3)

| RINGFEDER PT(SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|---------------------|------------|---------|---------|----------------|---------|---------|------------|---------|---------|----------------|---------|---------|
| Net turnover | 151.8 | 72.7 | 79.1 | 272.6 | 66.9 | 70.3 | 135.4 | 63.4 | 72.0 | 309.1 | 72.9 | 82.7 |
| Operating profit | 27.1 | 9.8 | 17.3 | 35.4 | 4.4 | 11.7 | 19.3 | 7.7 | 11.6 | 41.5 | 5.5 | 11.8 |
| Operating margin % | 17.9 | 13.5 | 21.9 | 13.0 | 6.6 | 16.6 | 14.3 | 12.1 | 16.1 | 13.4 | 7.5 | 14.3 |

Net turnover, SEK M



Operating profit, SEK M



Second quarter of 2012

Turnover increased by 14.7 per cent to SEK 72.7 M (63.4), and taking exchange rates into account the increase was 12.2 per cent.

Operating profit amounted to SEK 9.8 M (7.7) with an operating margin of 13.5 per cent (12.1).

First half of 2012

Turnover increased by 12.1 per cent to SEK 151.8 M (135.4), and taking exchange rate changes into account the increase was 10.0 per cent. Last year's sales figures included SEK 8.7 M for the American trading operation that was wound up during the first quarter of 2011. This means that sales of the division's own brands Ringfeder, Gerwah and Ecoloc increased during the first half of 2012 by about 20 per cent.

The operating profit for the first six months was SEK 27.1 M (19.3) with an operating margin of 17.9 per cent (14.3).

| Turnover by market (SEK M) | 6 mon 2012 | Q2 2012 | Q1 2012 | Full year 2011 | Q4 2011 | Q3 2011 | 6 mon 2011 | Q2 2011 | Q1 2011 | Full year 2010 | Q4 2010 | Q3 2010 |
|----------------------------|------------|---------|---------|----------------|---------|---------|------------|---------|---------|----------------|---------|---------|
| Europe | 72.7 | 33.2 | 39.5 | 140.8 | 31.5 | 39.6 | 69.7 | 33.2 | 36.5 | 129.9 | 29.6 | 35.1 |
| North America | 47.2 | 23.4 | 23.8 | 82.6 | 19.7 | 18.7 | 44.2 | 17.7 | 26.5 | 131.4 | 32.3 | 34.9 |
| Rest of world | 31.9 | 16.1 | 15.8 | 49.2 | 15.7 | 12.0 | 21.5 | 12.5 | 9.0 | 47.8 | 11.0 | 12.7 |
| Power Transmission | 151.8 | 72.7 | 79.1 | 272.6 | 66.9 | 70.3 | 135.4 | 63.4 | 72.0 | 309.1 | 72.9 | 82.7 |

Parent Company

VBG GROUP AB's operations are focused on managing, developing and coordinating the Group. The assets in the Parent Company consist primarily of shares in subsidiaries and trademarks. The company also owns the industrial property in Vänersborg that is rented by the subsidiary VBG GROUP TRUCK EQUIPMENT AB.

The objective is that the Group's intellectual property in the form of trademarks and other rights should be gathered in the Parent Company. VBG GROUP AB focuses on maintaining and developing all the Group's trademarks and rights.

The Parent Company's net turnover pertains primarily to intra-Group services, licence revenues and rentals and amounted to SEK 10.4 M during the first half of the year (10.9). The operating loss for the quarter was SEK 8.2 M (loss: 10.9). The profit after dividends from Group companies and financial items was SEK 58.2 M (8.0).

Accounting policies

The VBG GROUP applies International Financial Reporting Standards (IFRSs) as adopted by the EU in its consolidated accounts. This report has been prepared in accordance with IAS 34, Interim Financial Reporting, and the Swedish Annual Accounts Act.

The Parent Company's financial statements have been prepared in accordance with the the Swedish Annual Accounts Act and RFR 2.

The accounting policies that have been applied in the preparation of this report, as well as definitions of key figures etc., are described in Note 1 of VBG GROUP AB's annual report for 2011.

Risks and uncertainty factors

The Group's and the Parent Company's significant risk and uncertainty factors include business-related operational risks in the form of commodity risks, product risks, development risks, intellectual property risks, environmental risks, political risks, business interruption and property risks, cyclical risks, IT security risks and legal risks. To these can be added financial risks such as financing risks, liquidity risks, interest rate risks, currency risks and credit and counterparty risks.

For a more detailed description of the Group's risks and risk management, see VBG GROUP AB's annual report for 2011, Note 2.

Outlook for 2012

The company makes no forecast

Financial information 2012/2013

| | |
|------------------------------|------------------|
| Interim report 9 months | 23 October 2012 |
| Year-end report 2012 | 14 February 2013 |
| Interim report 3 months 2013 | 25 April 2013 |
| Annual General Meeting 2013 | 25 April 2013 |

Related party transactions

There have been no related party transactions in 2012 that have significantly affected the company's financial position and results. Related party transactions during 2011 are disclosed in Note 5 in the annual report for 2011.

Affirmation

The Board of Directors and Managing Director affirm that the interim report provides a true and fair view of the Parent Company's and the Group's operations, financial position and results, and describes significant risks and uncertainty factors facing the Parent Company and the companies included in the Group.

Vänersborg, 22 August 2012

VBG GROUP AB (publ)

Anders Birgersson
Managing Director and CEO

Peter Hansson
Chairman

Johnny Alvarsson
Deputy Chairman

Hans-Göran Persson
Board member

Helene Richmond
Board member

Peter Augustsson
Board member

Michael Jacobsson
Employee representative

Cecilia Pettersson
Employee representative

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

NOTE

This information is of the type that VBG GROUP AB is obligated to disclose in accordance with the Swedish Securities Exchange and Clearing Operations Act and/or the Financial Instruments Trading Act. The information was submitted for publication on 22 August 2012 at 12.00 noon.

For further information please contact:

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E-mail: anders.birgersson@vbggroup.com

| Consolidated Income Statement and Statement of Comprehensive Income – Highlights (SEK M) | Q2 Apr-Jun 2012 | Q2 Apr-Jun 2011 | 6 mon Jan-Jun 2012 | 6 mon Jan-Jun 2011 | Full year 2011 |
|--|--------------------------------|--------------------------------|-----------------------------------|-----------------------------------|---------------------------|
| Net turnover | 283.2 | 305.3 | 584.3 | 627.2 | 1,181.1 |
| Cost of goods sold | -176.8 | -194.8 | -370.2 | -393.8 | -749.6 |
| Selling expenses | -47.1 | -45.4 | -94.2 | -88.3 | -177.5 |
| Administrative expenses | -25.2 | -27.3 | -49.1 | -47.2 | -86.6 |
| Research and development costs | -8.5 | -5.3 | -15.1 | -10.3 | -28.5 |
| Other operating income and expenses | 1.1 | 0.9 | 2.3 | 1.0 | -0.6 |
| Operating profit | 26.7 | 33.4 | 58.0 | 88.6 | 138.3 |
| Net financial items | -1.2 | -3.9 | -1.5 | -5.1 | -7.4 |
| Profit after financial items | 25.5 | 29.5 | 56.5 | 83.5 | 130.9 |
| Tax | -7.4 | -8.5 | -15.6 | -24.4 | -36.4 |
| Profit for the period | 18.1 | 21.0 | 40.9 | 59.1 | 94.5 |
| Net profit for the period attributable to Parent Company shareholders | 18.1 | 21.0 | 40.9 | 59.1 | 94.5 |
| Depreciation and amortisation charged to profit | -8.4 | -8.6 | -17.5 | -17.0 | -34.5 |
| Other comprehensive income/loss | | | | | |
| Profit for the period | 18.1 | 21.0 | 40.9 | 59.1 | 94.5 |
| Translation differences pertaining to foreign operations | -3.9 | 15.0 | -10.1 | 9.1 | -4.6 |
| Translation differences pertaining to hedge accounting for net investments in foreign operations | 0.1 | -0.5 | 0.3 | -0.3 | 0.1 |
| Other comprehensive income/loss, net after tax | -3.8 | 14.5 | -9.8 | 8.8 | -4.5 |
| Comprehensive income/loss for the period | 14.3 | 35.5 | 31.1 | 67.9 | 90.0 |
| Comprehensive income/loss for the period attributable to Parent Company shareholders | 14.3 | 35.5 | 31.1 | 67.9 | 90.0 |
| Earnings per share, basic and diluted, SEK | 1.44 | 1.68 | 3.27 | 4.73 | 7.56 |
| Number of shares at end of period ('000) | 12,502 | 12,502 | 12,502 | 12,502 | 12,502 |
| Average number of shares during the period | 12,502 | 12,502 | 12,502 | 12,502 | 12,502 |
| Number of own shares at end of period | 1,192 | 1,192 | 1,192 | 1,192 | 1,192 |
| Average number of own shares | 1,192 | 1,192 | 1,192 | 1,192 | 1,192 |

| Turnover and earnings by segment (SEK M) | | VBG TRUCK EQUIPMENT | EDSCHA TRAILER SYSTEMS | RINGFEDER POWER TRANSMISSION | Group-wide | Group |
|---|--------------------------------|---------------------------|------------------------------|------------------------------------|------------|-------|
| 2012: | | | | | | |
| Q2 Apr – Jun: | Net turnover | 145.2 | 65.3 | 72.7 | | 283.2 |
| | Operating profit/loss | 19.5 | 3.2 | 9.8 | -5.8 | 26.7 |
| | Operating margin, % | 13.4 | 4.9 | 13.5 | | 9.4 |
| | Net financial items | | | | -1.2 | -1.2 |
| | Profit after fin. items | | | | | 25.5 |
| 6 mon Jan – Jun: | Net turnover | 296.8 | 135.7 | 151.8 | | 584.3 |
| | Operating profit/loss | 31.9 | 8.7 | 27.1 | -9.7 | 58.0 |
| | Operating margin, % | 10.7 | 6.4 | 17.9 | | 9.9 |
| | Net financial items | | | | -1.5 | -1.5 |
| | Profit after fin. items | | | | | 56.5 |
| 2011: | | | | | | |
| Q2 Apr – Jun: | Net turnover | 158.5 | 83.4 | 63.4 | | 305.3 |
| | Operating profit/loss | 20.2 | 9.9 | 7.7 | -4.4 | 33.4 |
| | Operating margin, % | 12.7 | 11.9 | 12.1 | | 10.9 |
| | Net financial items | | | | -3.9 | -3.9 |
| | Profit after fin. items | | | | | 29.5 |
| 6 mon Jan – Jun: | Net turnover | 329.9 | 161.9 | 135.4 | | 627.2 |
| | Operating profit/loss | 56.5 | 20.9 | 19.3 | -8.1 | 88.6 |
| | Operating margin, % | 17.1 | 12.9 | 14.3 | | 14.1 |
| | Net financial items | | | | -5.1 | -5.1 |
| | Profit after fin. items | | | | | 83.5 |

| Consolidated Balance Sheet – Highlights (SEK M) | 30/06 2012 | 30/06 2011 | 31/12 2011 |
|---|-----------------------|-----------------------|-----------------------|
| Goodwill | 246.1 | 255.7 | 250.9 |
| Other intangible assets | 56.9 | 57.5 | 57.5 |
| Property, plant and equipment | 163.2 | 179.2 | 168.9 |
| Long-term investments | 1.7 | 8.4 | 1.0 |
| Total non-current assets | 467.9 | 500.8 | 478.3 |
| Inventories | 268.6 | 255.8 | 243.1 |
| Receivables | 212.6 | 214.7 | 196.9 |
| Cash on hand, demand deposits and short-term investments | 47.6 | 61.1 | 65.2 |
| Total current assets | 528.8 | 531.6 | 505.2 |
| TOTAL ASSETS | 996.7 | 1,032.4 | 983.5 |
| Equity | 639.6 | 614.4 | 636.6 |
| Non-current liabilities | 170.0 | 186.8 | 179.6 |
| Current liabilities | 187.1 | 231.2 | 167.3 |
| TOTAL EQUITY AND LIABILITIES | 996.7 | 1,032.4 | 983.5 |

| Changes in Group equity (SEK M) | 6 mon 2012 | 6 mon 2011 | Full year 2011 |
|---|-----------------------|-----------------------|---------------------------|
| Opening equity according to Balance Sheet at 31 December | 636.6 | 565.3 | 565.3 |
| Total comprehensive income/loss for the period | 31.1 | 67.9 | 90.0 |
| Dividend | -28.1 | -18.8 | -18.7 |
| Equity at end of period | 639.6 | 614.4 | 636.6 |

| Cash Flow Statement – Highlights (SEK M) | 6 mon 2012 | 6 mon 2011 | Full year 2011 |
|--|-----------------------|-----------------------|---------------------------|
| Cash flow from operating activities before changes in working capital | 68.0 | 81.9 | 132.3 |
| Change in working capital | -25.2 | -1.6 | -1.4 |
| Cash flow from operating activities | 42.8 | 80.3 | 130.9 |
| Cash flow from investing activities | -15.0 | -9.8 | -25.9 |
| Cash flow from financing activities | -44.8 | -55.6 | -85.1 |
| Cash flow for the period | -17.0 | 14.9 | 19.9 |
| Cash and cash equivalents at start of year | 65.2 | 46.1 | 46.1 |
| Translation difference, cash and cash equivalents | -0.6 | 0.1 | -0.8 |
| Cash and cash equivalents at end of period | 47.6 | 61.1 | 65.2 |
| Unutilised overdraft facilities | 132.4 | 98.5 | 121.9 |
| Available cash and cash equivalents | 180.0 | 159.6 | 187.1 |

| Key figures for Group | 6 mon 2012 | 6 mon 2011 | Full year 2011 |
|---|-----------------------|-----------------------|---------------------------|
| Profit margin (ROS), % | 9.7 | 13.3 | 11.1 |
| Return on equity (ROE), % | 12.8 | 20.0 | 15.7 |
| Return on capital employed (ROCE), % | 15.9 | 23.7 | 18.6 |
| Equity/assets ratio, % | 64.2 | 59.5 | 64.7 |
| Equity per share, SEK | 51.16 | 49.15 | 50.92 |
| Cash flow per share (before change in working capital), SEK | 5.43 | 6.55 | 10.58 |
| Share price at end of period, SEK | 78.75 | 116.00 | 75.75 |
| Number of employees, average | 490 | 472 | 477 |

| Parent Company Income Statement (SEK M) | 6 mon 2012 | 6 mon 2011 | Full year 2011 |
|---|-----------------------------|-----------------------------|---------------------------------|
| Net turnover | 10.4 | 10.9 | 28.6 |
| Operating expenses | -18.6 | -21.8 | -36.3 |
| Operating profit/loss | -8.2 | -10.9 | -7.7 |
| Net financial items | 66.4 | 18.9 | -40.9 |
| Profit/loss after financial items | 58.2 | 8.0 | -48.6 |
| Appropriations | - | - | 1.6 |
| Tax | 0.0 | 0.0 | -0.2 |
| Profit/loss after tax | 58.2 | 8.0 | -47.2 |

| Parent Company Balance Sheet (SEK M) | 30/06 2012 | 30/06 2011 | 31/12 2011 |
|--|-----------------------------|-----------------------------|-----------------------------|
| Intangible assets | 13.1 | 15.2 | 14.2 |
| Property, plant and equipment | 6.9 | 7.6 | 7.3 |
| Long-term investments | 502.2 | 572.7 | 501.9 |
| Total non-current assets | 522.2 | 595.5 | 523.4 |
| Receivables | 77.9 | 79.4 | 92.3 |
| Cash on hand, demand deposits and short-term investments | 13.1 | 16.1 | 18.8 |
| Total current assets | 91.0 | 95.5 | 111.1 |
| TOTAL ASSETS | 613.2 | 691.0 | 634.5 |
| Equity | 371.5 | 396.6 | 341.4 |
| Untaxed reserves | 27.1 | 28.8 | 27.1 |
| Provisions | 10.0 | 8.8 | 9.8 |
| Non-current liabilities | 5.6 | 13.7 | 22.5 |
| Current liabilities | 199.0 | 243.1 | 233.7 |
| TOTAL EQUITY AND LIABILITIES | 613.2 | 691.0 | 634.5 |