

Interim Report January – June 2007

January 1 – June 30, 2007

- Group revenues amounted to SEK 427 M (314). This represents an increase of 35.9% compared with the same period in 2006.
- Operating profit for the Group, including share of profits of ICA AB, amounted to SEK 267 M (354).
- Profit for the period amounted to SEK 771 M (389). Earnings per share amounted to SEK 4.82 (2.41) before and after dilution.
- The ICA Group's revenues increased by 20.9%, including Rimi Baltic which was consolidated from January 1, 2007. Excluding Rimi Baltic, the increase was 5.2%. Profit for the period fell to SEK 832 M (1,000).

April 1 – June 30, 2007

- Group revenues amounted to SEK 273 M (160).
- Operating profit for the Group amounted to SEK 168 M (192).
- Profit for the period amounted to SEK 259 M (150). Earnings per share amounted to SEK 1.64 (0.93).
- The ICA Group's revenues increased by 21.2%, including Rimi Baltic. Excluding Rimi Baltic revenues rose 5.2%. Profit for the period fell to SEK 491 M (535).

Key figures					
SEK M	April - June		January - June		Full-year
	2007	2006	2007	2006	2006
Group					
Revenues	273	160	427	314	660
Operating profit	168	192	267	354	885
Profit for the period	259	150	771	389	1,054
Earnings per common share, SEK	1.64	0.93	4.82	2.41	6.55
Earnings per C share, SEK	1.64	0.93	4.82	2.41	6.55
Equity/assets ratio, %			92.4	95.4	95.2
Return on capital employed, %			13.3	10.9	13.2
Return on equity, %			16.8	9.9	12.7
Parent Company					
Profit for the period	466	187	912	249	335

Hakon Invest, which is listed on the Nordic Exchange Large Cap list, conducts active and long-term investment operations in retail-oriented companies in the Nordic region. Hakon Invest owns 40% of ICA AB, one of the Nordic region's leading food retail companies. Hakon Invest also has holdings in Forma Publishing Group, Kjell & Company, Hemma, Cervera and inkClub. Further information about Hakon Invest is available at www.hakoninvest.se

President's comments

Hakon Invest reports an improvement in net profit for the first half of 2007. This is due to favorable development in our financial management, and the positive notification received earlier in the year from the National Tax Board on tax deduction possibilities for losses incurred previously. At the same time, shares of profits from our portfolio companies are lower since our largest holding, ICA, reports lower earnings for the first half. Investments and increased logistics costs in Sweden are the main charge against ICA's earnings, as well as the ongoing restructuring in Norway. In sales terms we see at the same time that ICA's earlier investments are having an effect. ICA Sverige, Rimi Baltic and ICA Banken all show a very good sales development. In Norway, the major action program launched at the beginning of the year started to have an effect which can be seen in the form of increased sales in comparable stores. However, a lot of work remains to be done in Norway before we can expect satisfactory profitability.

Our wholly owned subsidiary Forma Publishing Group further advanced its positions during the spring through the acquisition of Damm Förlag and OTW. This means that book publishing will broaden while Forma will become the leader within customer magazines in Sweden and add strong expertise within sound and image. Integration of the acquired operations is well under way and the costs of this were charged against earnings during the spring. The lower earnings are also explained by the fact that several of Forma's businesses have a seasonally weak start to the year as well as the costs for the launch of the new *lcakuriren* magazine. We can see that Forma is heading in the right direction in order to meet the revenue and profitability targets we have set for 2010.

In the portfolio of companies Kjell & Company, Hemma and Cervera, the change programs are continuing at a fast rate. The greatest progress has been made by Kjell & Company which accelerated its rate of expansion during the spring and will open more than ten new stores during 2007. Within Hemma, a new management group has been appointed with Torkel Hallander as President.

At the beginning of July we also completed our most recent investment: the acquisition of a 50% stake in the online retailer inkClub. Since the start in 2000 inkClub has seen rapid growth with good profitability and today the company has more than one million active customers in 14 countries. Online retailing is an increasingly important sales channel and the investment in inkClub increases our exposure to this growing area and broadens our retailing expertise.

Claes-Göran Sylvén
President and CEO

Significant events during January – June

On June 19, Hakon Invest concluded an agreement to acquire 50% of the capital and voting rights in inkClub, which sells ink cartridges on the Internet. inkClub has more than 1 million active customers in 14 European countries and posted sales of SEK 344 M in 2006 and an operating profit of SEK 41 M. The purchase price amounts to SEK 428 M. The deal was completed on July 11, 2007.

Hakon Invest's wholly owned subsidiary Forma acquired Off The Wall AB (OTW) during the second quarter. OTW mainly comprises contract operations within customer magazines, television and PR and will provide an important

addition to Forma's Contract Publishing business area. On March 8, Forma also signed an agreement to acquire Damm Förlag AB, which publishes fiction and non-fiction for children, young people and adults. The acquisition was completed during the second quarter.

On April 4, 2007, Hakon Invest increased its ownership in Hemmabutikerna i Sverige Utvecklings AB ("Hemma") from 49% to 59% of the capital and voting rights, through acquisition of existing shares. Hakon Invest paid SEK 14 M for the additional shares.

According to a decision from the National Tax Board in February, Hakon Invest was allowed a loss carry forward for the shareholding in the Dutch company Royal Ahold. This tax deduction relates to losses on the Ahold holding during tax years 2002-2005, which can be offset against taxable profits in the 2006 tax year and beyond. This resulted in a positive effect on income tax of SEK 350 M in the first quarter of 2007, of which SEK 67 M comprises current tax for tax years 2004-2006 and SEK 283 M comprises deferred tax. The deferred tax booked is the amount that is expected to remain at year-end.

During the period January – June, ICA sold a number of properties in Sweden and Norway which, including recognized impairments, had a positive impact on ICA's operating profit of SEK 333 M during the period. During the period, ICA also concluded an agreement to sell additional properties which will provide ICA with a positive operating profit of SEK 90 M and NOK 90 M later in the year. For Hakon Invest the profit share for both these property sales, taking recognized surplus values in account, will be approximately SEK 46 M in the second half of 2007.

In June, the National Tax Board ruled that an interest deduction in ICA Finans AB of SEK 1.8 billion was disallowed. The Tax Board's demand amounts to SEK 709 M, including a tax surcharge and interest. ICA will appeal against this decision in the County Administrative Court. The Tax Board has also submitted an application to the County Administrative Court related to an interest deduction of an additional SEK 1.7 billion, made in 2004-2005. ICA is of the opinion that the deductions made were in accordance with tax legislation.

In February 2007, ICA introduced a new organization which means that the subsidiaries will have clearer profit responsibility and the number of group functions will be reduced from four to three. These changes were carried out to better adjust the organization to the streamlining carried out last year and to enable cost savings over time.

Group

Revenues and profit

January 1 – June 30, 2007

Consolidated revenues amounted to SEK 427 M (314). During the period Hakon Invest increased its ownership in the white goods chain Hemma to 59%. Hemma's revenues are included with SEK 82 M during the period.

Consolidated operating profit amounted to SEK 267 M (354), a decline of SEK 87 M compared with the first half of 2006. SEK 57 M of this decline comes from share of profits of ICA AB.

Net financial items amounted to SEK 173 M (36). Financial management showed positive development during January - June. The return within all asset classes in both external and internal management was higher than in the previous year. Taken overall, the return from the Group's financial management amounted to 6% during the period, which is satisfactory taking the risk profile and allocation of asset classes into account. During the same period the OMX Index rose 9% and the MSCI World Index rose 7%.

Positive income tax is reported for the period of SEK 331 M (-1). The National Tax Board allowed Hakon Invest a tax deduction on losses on a shareholding, which had a positive effect on income tax of SEK 350 M.

Profit for the period was SEK 771 M (389). Earnings per share amounted to SEK 4.82 (2.41).

April 1 – June 30, 2007

Consolidated revenues amounted to SEK 273 M (160), of which Hemma's revenues amount to SEK 82 M and revenues from Forma to SEK 191 M.

Consolidated operating profit was SEK 168 M (192), a decrease of SEK 24 M compared with the same period in 2006. Of this decline, SEK 11 M came from share of profits of ICA AB.

Net financial items amounted to SEK 95 M (-64). The stock market continued its positive development during the second quarter which had a positive impact on net financial items. Last year, the stock markets showed a negative trend during the quarter.

Income tax was SEK -4 M (22).

Profit for the period was SEK 259 M (150). Earnings per share amounted to SEK 1.64 (0.93).

Development in the holdings

Key figures January – June 2007 (SEK M)

Company		ICA (1, 2)	Forma (2) 1999	Kjell & Co (3) 2006	Hemma (4) 2006	Cervera (5) 2006
Acquisition						
Revenues	2007 2006	39,490 32,671	345 314	143 110	170 -	145 -
EBIT	2007 2006	941 1,225	-15 -1	-8 2	-10 -	-16 -
Cash flow		2,213	-13	-12	-6	-78
Investments		118	-111	-5	-3	-3
Assets		35,993	603	92	380	199
Equity		10,549	105	25	154	80
Interest-bearing net debt		3,754	98	-7	88	28
Participating interest %		40%	100%	50%	59%	45%
Hakon Invest's Investment			200	102	90	85
Hakon Invest's share in earnings of companies reporting in accordance with the equity method		327	2	-3	-1	-5

Note.

Hakon Invest and Royal Ahold have joint control of ICA AB through an agreement requiring unanimity for all decisions made by the Annual General Meeting and the Board of Directors.

¹⁾ Interest-bearing net-debt for ICA is exclusive of ICA Banken.

²⁾ ICA and Forma report according to IFRS.

³⁾ Kjell & Co report according to the Swedish Accounting Standards Board (BFN).

⁴⁾ Hemma in its present form was established in 2006 and reports according to IFRS.

⁵⁾ Cervera in its present form was established in the third quarter 2006 and reports according to the Swedish Accounting Standards Board (BFN).

ICA AB

During the **first half** of the year the ICA Group's revenues increased by 20.9% to SEK 39,490 M (32,671). With effect from January 1, 2007, Rimi Baltic is consolidated in the ICA Group's revenues. Excluding Rimi Baltic, ICA's revenues rose 5.2% to SEK 34,370 M. Revenues increased in all segments. ICA Sverige's revenues increased by 6.2%, ICA Norge's by 0.6% , and within ICA Banken revenues rose 12.0%. In local currency, ICA's revenues in Norway increased by 4.4% and in the Baltic countries by 22.8%.

The ICA Group's operating profit amounted to SEK 941 M (1 249), a decrease of 24.7%. Operating profit includes capital gains from property sales and impairment of non current assets of SEK 333 M (193).

Operating profit for ICA Sverige amounted to SEK 843 M (1 177). Increased logistics costs, partly attributable to the new distribution center in Helsingborg and partly to higher operating expenses, were charged against earnings. Some

of these increased operating expenses will be covered through an adjustment of fees to ICA retailers. The period also includes costs of SEK 70 M for phasing out the distribution center in Växjö and the Netto stores in Mälardalen. Operating profit includes capital gains from property sales and impairment of non-current assets of SEK 155 M (104). ICA Norge's operating profit amounted to SEK 122 M (217). The takeover of unprofitable franchise stores and higher administrative expenses were charged against earnings in Norway. Capital gains from property sales including impairment of non-current assets are included with SEK 185 M (89). Rimi Baltic's operating loss was SEK 7 M. The comparative result for the same period in 2006 is SEK -49 M. Capital gains from property sales, including impairments, are included in earnings with SEK -7 M (7).

ICA Banken's operating profit improved to SEK 34 M (-3). Improved net interest, lower depreciation and higher commission revenues contributed to the improved earnings. The ICA Group-Wide segments reports an operating loss of SEK -51 M (-113) during the period January-June. Lower group-wide costs, attributable among other things to ICA's earlier joint ventures, and changed allocations improved earnings.

Profit for the period for the ICA Group in January-June amounted to SEK 832 M (1 000), a decrease of 16.8%.

During the **second quarter** the ICA Group's revenues increased by 21.2% to SEK 20,699 M (17,076). Excluding Rimi Baltic, which is consolidated since 1 January 2007, revenues increased by 5.2% to SEK 17,969 M. ICA Sverige's revenues rose 6.5%. Excluding the recently added Netto stores in Mälardalen, the increase was 5.7%. ICA Norge's revenues decreased by 0.3%, and within ICA Banken revenues rose 9.3%. In local currency, ICA Norge's revenues increased by 3.7% and Rimi Baltic's by 23.4%.

The ICA Group's operating profit amounted to SEK 595 M (688). Operating profit includes capital gains from property sales, including impairment of non-current assets, with SEK 333 M (193).

ICA Sverige's operating profit amounted to SEK 503 M (726). This result includes capital gains from property sales, including impairment of non-current assets, with SEK 149 M (99). Earnings were charged with increased logistics costs, which are partly attributable to the new distribution center in Helsingborg and partly to higher operating expenses. Some of these increased operating expenses will be covered through an adjustment of fees to ICA retailers. During the quarter costs of SEK 65 M were also incurred for phasing out the distribution center in Växjö and the Netto stores in Mälardalen. ICA Norge's operating profit amounted to SEK 57 M (97). Operating profit includes capital gains from property sales and impairment of non-current assets with SEK 71 M (-2). The lower earnings in Norway are attributable to the takeover of unprofitable franchise stores and higher administrative expenses. Rimi Baltic's operating profit improved to SEK 29 M. The comparative result last year was SEK -25 M. Operating profit includes capital gains from property sales, including impairments, with SEK -4 M (0).

ICA Banken's operating profit rose to SEK 19 M (1) in the second quarter due to higher net interest and lower depreciation. The ICA Group-Wide segment's operating loss amounted to SEK 13 M (-120). Lower group-wide costs, among others from ICA's earlier joint ventures, and changed allocations improved earnings.

Profit for the period for the ICA Group amounted to SEK 491 M (535) during the quarter.

Forma

During the **first half** of the year Forma's revenues amounted to SEK 345 M (314). Revenues within customer magazines and book publishing operations increased during the period due to Forma's acquisition of OTW and Damm Förlag during the spring. Consumer magazines show slightly lower revenues, due to discontinued magazines. Trade magazines, which include *lcanyheter* and *Market*, had higher revenues during the first half of the year.

The operating loss was SEK 15 M (-1). Integration of acquired operations and costs for the launch of the new *lcakuriren* were charged against earnings. Net financial items amounted to SEK -2 M (0). Income tax was positive with SEK 1 M (0).

Loss for the first half of the year amounted to SEK 16 M (-1).

During the **second quarter** Forma's revenues amounted to SEK 191 M (160). The increase is mainly due to the inclusion in Forma's revenues of the acquired companies OTW and Damm Förlag.

Operating profit amounted to SEK 2 M (1). During the period costs for acquired operations were charged against earnings. During the second quarter of 2006 earnings were charged with costs related to the acquisition of B. Wahlströms Bokförlag. Loss for the period was SEK 3 M (+1).

Kjell & Company

During the period January – June Kjell & Company's revenues amounted to SEK 143 M (110). Six new stores were opened during the period which contributed to the sales growth of SEK 33 M, corresponding to 30%. Sales in comparable stores increased by 3.4%.

The rapid expansion during the first half of 2007 was charged against the company's earnings in the form of start-up and establishment costs which resulted in an operating loss of SEK 8 M (2). During the period an agreement was signed for a larger and more efficient distribution center to support the company's continued expansion.

During the **second quarter** Kjell & Company's revenues amounted to SEK 72 M (54), corresponding to a sales increase of 32%.

Operating loss in the period April - June amounted to SEK 8 M (+1).

During the second quarter stores were opened in Väsby Centrum (Stockholm), Västerås and Sundsvall. Kjell & Company now has 24 stores around the country.

Hemma

The white goods retail chain Hemma reports revenues for the **first half** of the year of SEK 170 M. The Hemma chain, in its present structure, was formed at the beginning of 2006 and therefore lacks comparative figures for the same period in 2006. A major change program is under way at Hemma and Torkel Hallander became the new President of the company in the spring.

Operating loss amounted to SEK 10 M and the loss for the period was SEK 12 M.

During the **second quarter** Hemma's revenues amounted to SEK 82 M and the operating loss was SEK 9 M. The loss for the period was SEK 10 M.

Cervera

Cervera's revenues for the period January – June amounted to SEK 145 M. Cervera, in its present structure, was formed in September 2006 and therefore has no comparative figures for the period.

Within Cervera a new platform for the future is under way which includes a review of the company's concept, product range and supply chain. During the period three stores were acquired by franchisees. These are located in Nyköping, Borlänge and Malmö City. Cervera's operating loss for the period January – June amounted to SEK 16 M.

In the **second quarter** Cervera's revenues amounted to SEK 73 M and the operating loss for the period April - June amounted to SEK 7 M.

Financial position

The Hakon Invest Group's non-current financial liabilities amounted to SEK 190 M (0).

The equity/assets ratio at the end of the period was 92.4% (95.4).

The Group's cash and cash equivalents and the current value of short-term investments at June 30, 2007, amounted to SEK 2,755 M compared with SEK 2,801 M at June 30, 2006, and SEK 2,717 M at the start of the year.

At June 30, 2007, financial investments under external management amounted to SEK 2,366 M and investments under internal management to SEK 389 M. At the close of the period, investments were distributed as follows: equities 40%, fixed-income securities 18%, hedge funds 29%, and cash and cash equivalents 13%.

Cash flow

Cash flow from operating activities amounted to SEK 387 M (123) in the first half of 2007. The change is primarily attributable to an increased dividend from ICA AB and change in working capital. The dividend received from ICA AB amounted to SEK 383 M (244).

Cash flow from investing activities amounted to SEK -19 M (90). Changes in short-term investments are included with SEK 103 M (175), while acquisition of participations in new companies and investments in non-current assets are included with SEK -122 M (-85).

During May 2007 a dividend of SEK 5.50 SEK per common share was paid to shareholders which affected the cash flow from financing activities by SEK -433 M (-355).

Cash and cash equivalents decreased to SEK 355 M (413) at June 30, 2007.

Parent Company

Revenues and profit

January 1 – June 30, 2007

The Parent Company's revenues amounted to SEK 0 M (0) during the period.

Operating loss was SEK 26 M (-30). The financial result was SEK 558 M (280).

A positive income tax of SEK 311 M (-1) is reported for the period. This positive income tax is a result of the National Tax Board allowing Hakon Invest AB a tax deduction related to losses on the shareholding in the Dutch company Royal Ahold.

Profit for the period was SEK 912 M (249).

April 1 – June 30, 2007

The Parent Company's revenues amounted to SEK 0 M (0) during the second quarter of 2007.

Operating loss was SEK 14 M (-16). The financial result improved to SEK 480 M (180) due to a positive stock market trend and a higher dividend from ICA AB.

Profit for the period was 466 M (187).

Financial position

The Parent Company has no non-current financial liabilities, SEK 0 M (0).

The equity/assets ratio at the end of the period was 99.1% (98.2).

The Parent Company's cash and cash equivalents and the current value of short-term investments at June 30, 2007, amounted to SEK 2,724 M compared with SEK 2,724 M at June 30, 2006, and SEK 2,627 M at the start of the year.

Share information

Share capital in Hakon Invest amounts to SEK 402,293,590 distributed among 160,917,436 shares, each with a par value of SEK 2.50.

Hakon Invest's earnings per share are calculated based on profit after tax and an average number of shares during the period January – June of 160,836,955.

In March 2007, Hakon Invest repurchased 128,200 common shares to cover allocations under the 2006 option program. The number of C shares amounted to 82,067,892 and the number of common shares was 78,721,344 at the end of the period.

Common shares and C shares carry the same voting rights. While common shares have an unlimited dividend entitlement, C shares do not carry entitlement to cash profit distribution, to the extent the Annual General Meeting decides on cash dividends. Such entitlement may include C shares in 2016 at the earliest. C shares carry entitlement to profit distribution through distribution in kind.

Significant events after the close of the period

On July 11, 2007, Hakon Invest completed its investment in inkClub, in accordance with the agreement signed and announced on June 19.

Other information

Senior Investment Manager Stein Petter Ski has been a member of Hakon Invest's management group since July 1, 2007, with responsibility for investments and value creation in the portfolio companies. Stein Petter Ski has worked at Hakon Invest since 2005.

Payments in the settlement process related to the class action against Royal Ahold in the U.S. are expected to be made in autumn 2007. The settlement means that those who purchased Royal Ahold shares between July 30, 1999, and February 23, 2003, and still had these shares in their possession on February 24, 2003, (qualifying shares) could apply for compensation from the sum allocated under the settlement (USD 1.1 billion). For Hakon Invest, which owned 10,004,826 shares in Royal Ahold on February 24, 2003, the amount to be received is expected to amount to EUR 9.12 M before tax. In view of uncertainty about the size of this amount and the payment date, the amount has not been included in the income statement and balance sheet for the period.

New information

In accordance with new Swedish reporting requirements for listed companies, that apply from July 1, 2007, a new section has been added to the six-month report, under the heading Risks and Uncertainties. The Entire Board of Directors and the President are also required to provide assurance and to sign the six-month report.

Risks and uncertainties

Hakon Invest works with a number of basic principles for managing risks in different parts of its operations. This is regulated and managed via a formal work plan for the President and the Board. All investments are inherently uncertain and ahead of each investment Hakon Invest carries out a careful evaluation designed to identify and if possible reduce the risks that may be associated with the investment. The holding in ICA AB constitutes a significant part of the company's assets and is therefore of particular importance for an assessment of Hakon Invest.

Hakon Invest's financial policy stipulates how financial risks are to be managed and limited. The policy also provides a framework for management of financial assets, which is conducted both internally and externally. More information about Hakon Invest's risk management is provided on pages 22 – 23 of the 2006 Annual Report. No significant changes have occurred since the annual report was published.

Key figures Hakon Invest

SEK M	April - June		January - June		Full-year
	2007	2006	2007	2006	2006
Gross margin, %	38.5	46.1	39.5	46.9	48.8
Operating margin, %	61.7	119.5	62.6	112.9	134.0
Net margin, %	94.9	93.4	180.6	123.9	159.6
Return on equity, %			16.8	9.9	12.7
Return on capital employed, %			13.3	10.9	13.2
Equity/assets ratio, %			92.4	95.4	95.2
Share					
Earnings per common share, SEK	1.64	0.93	4.82	2.41	6.55
Earnings per C share, SEK	1.64	0.93	4.82	2.41	6.55
Share price at the end of the period, SEK			126.25	109.00	157.00
Dividend per share, SEK					5.50
Dividend, SEK M					434
Dividend ratio, %					129
Equity per share, SEK			56.97	49.54	53.75
Cash flow per share, SEK			0.04	-0.88	-1.28
Number of common shares			78,721,344	78,849,544	78,849,544
Number of C shares			82,067,892	82,067,892	82,067,892
Number of shares at the end of the period			160,789,236	160,917,436	160,917,436

Definitions

Capital employed Balance sheet total less non-interest bearing liabilities and provisions.

Cash flow per share Cash flow for the period divided by the total number of shares.

Dividend payout ratio Dividend as a percentage of the Parent Company's profit for the period.

Earnings per common share Profit for the period, excluding minority interests, divided by the average total number of shares.

Earnings per C share Same definition as in the case of earnings per common share, since common shares and C shares provide entitlement to equal participation in earnings and shareholders' equity. The C share does not, however, give entitlement to a cash dividend, as opposed to the common share.

Equity/assets ratio Equity excluding minority interests as a percentage of the balance sheet total.

Equity per share Equity excluding minority interests divided by the total average number of shares.

Gross margin Gross profit as a percentage of revenues.

Net margin Profit for the period as a percentage of revenues.

Operating margin Operating profit as a percentage of revenues.

Return on capital employed Profit after financial items plus financial expenses, calculated on a rolling 12-month period as a percentage of average capital employed during the same period.

Return on equity Profit for the period, excluding minority interests, calculated on the basis of a rolling 12-month period as a percentage of average equity excluding minority interests during the same period.

Financial statements

Condensed consolidated income statement

SEK M	April - June		January - June		Full-year
	2007	2006	2007	2006	2006
Revenues	273	160	427	314	660
Cost of goods sold	-168	-86	-258	-167	-338
Gross profit	105	74	169	147	322
Other operating income	7	0	7	0	1
Selling expenses	-75	-33	-128	-81	-164
Administrative expenses	-60	-56	-100	-98	-184
Other operating expense	0	-	-1	-	-
Share of profit of companies accounted for using the equity method	191	207	320	386	910
Operating profit	168	192	267	354	885
Net financial items	95	-64	173	36	219
Profit after net financial items	263	128	440	390	1,104
Income tax	-4	22	331	-1	-50
Profit for the period	259	150	771	389	1,054
Of which attributable to equity holders of the parent	263	150	775	389	1,054
Of which attributable to minority	-4		-4		
Earnings per share, before and after dilution (SEK)					
Common share	1.64	0.93	4.82	2.41	6.55
C-share	1.64	0.93	4.82	2.41	6.55

Condensed consolidated balance sheet

SEK M	Jun 30, 2007 2006		Dec 31, 2006
ASSETS			
Non-current assets			
Goodwill	280	101	101
Interest in companies accounted for using the equity method	5,997	5,143	5,962
Other non-current assets	396	111	109
Total non-current assets	6,673	5,355	6,172
Current assets			
Miscellaneous current assets	471	194	198
Short-term investments	2,400	2,388	2,368
Cash and cash equivalents	355	413	349
Non-current assets held for sale	15	-	-
Total current assets	3,241	2,995	2,915
TOTAL ASSETS	9,914	8,350	9,087
EQUITY AND LIABILITIES			
Equity	9,165	7,967	8,650
Non-current liabilities	360	171	212
Current liabilities	389	212	225
TOTAL EQUITY AND LIABILITIES	9,914	8,350	9,087

Condensed consolidated cash flow statement

SEK M	January - June 2007 2006		Full-year 2006
Cash flow from operating activities	387	123	166
Cash flow from investing activities	-19	90	-17
Cash flow from financing activities	-362	-355	-355
Cash flow for the period	6	-142	-206
Cash and cash equivalents at January 1	349	556	556
Exchange differences in cash and cash equivalents	0	-1	-1
Cash and cash equivalents at the end of the period	355	413	349

Condensed consolidated statement of changes in equity

June 30, 2007

SEK M	Attributable to Parent company's shareholders	Attributable to minority	Total
Opening equity January 1, 2007	8,650	-	8,650
Exchange rate differences	1	-	1
Items booked directly under equity from companies reported in accordance with the equity method	183	-	183
Total income and expense recognized directly in equity	184	0	184
Profit for the period	775	-4	771
Total income and expense	959	-4	955
Purchase of treasury shares	-18	-	-18
Payment for call options	2	-	2
Acquisition	-	9	9
Dividend	-433	-	-433
Closing equity	9,160	5	9,165

June 30, 2006

SEK M	Attributable to Parent company's shareholders	Attributable to minority	Total
Opening equity January 1, 2006	7,920	-	7,920
Exchange rate differences	-1	-	-1
Items booked directly under equity from companies reported in accordance with the equity method	14	-	14
Total income and expense recognized directly in equity	13	0	13
Profit for the period	389	-	389
Total income and expense	402	0	402
Dividend	-355	-	-355
Closing equity	7,967	0	7,967

*) Opening balance for the year 2006, less SEK 5 M an adjustment for changed accounting principle due to financial guarantees according to IAS 39 and less SEK 6 M due to changed accounting principle for ICA Banken annual fee.

Condensed Parent Company income statement

SEK M	April - June		January - June		Full-year
	2007	2006	2007	2006	2006
Revenues	0	0	0	0	0
Administrative expenses	-14	-16	-26	-30	-60
Operating loss	-14	-16	-26	-30	-60
Result from financial investments	480	180	558	280	466
Profit after financial items	466	164	532	250	406
Appropriations	0	0	69	0	-39
Profit before tax	466	164	601	250	367
Tax	0	23	311	-1	-32
Profit for the period	466	187	912	249	335

Condensed Parent Company balance sheet

SEK M	Jun 30,		Dec 31,
	2007	2006	2006
ASSETS			
Non-current assets			
Interests in group companies	201	200	201
Interests in companies accounted for using the equity method	2,960	2,960	2,960
Other non-current assets	516	39	301
Total non-current assets	3,677	3,199	3,462
Current assets			
Miscellaneous current assets	26	7	22
Short-term investments	2,400	2,388	2,368
Cash and cash equivalents	324	337	259
Total current assets	2,750	2,732	2,649
TOTAL ASSETS	6,427	5,931	6,111
EQUITY AND LIABILITIES			
Equity	6,367	5,804	5,902
Untaxed reserves	0	30	70
Non-current liabilities	43	65	87
Current liabilities	17	32	52
TOTAL EQUITY AND LIABILITIES	6,427	5,931	6,111

Segment reporting

Segment reporting								
January - June SEK M	Publishing operations		White goods operations *		Other, incl. Eliminations		Total	
	2007	2006	2007	2006	2007	2006	2007	2006
External revenues	345	314	82	-	-	-	427	314
Operating profit/loss	-15	-1	-10	-	292	355	267	354
Profit/loss after financial items	-17	-1	-11	-	468	391	440	390
Profit/loss for the period	-16	-1	-11	-	798	390	771	389
Assets	603	425	380	-	8,931	7,925	9,914	8,350
Liabilities	498	318	226	-	25	65	749	383
Investments	111	81	1	-			120	81
Depreciation	6	6	1	-			7	6

* White goods operations was added during the second quarter 2007 and refer to the operations in Hemma.

Accounting principles

This interim report is prepared according to the Annual Accounts Act and IAS 34 Interim Financial Reporting. The accounting principles and calculation methods applied are the same as those applied in the most recent annual report.

In order to prepare financial reports in accordance with IFRS, management is required to make assessments and estimates and to make assumptions that affect the application of the accounting principles and the carrying amounts in the income statement and balance sheet. Estimates and assumptions are based on historical experience and are regularly reviewed. The results of these estimates and assumptions are then used to determine the recognized values of assets and liabilities. Fair value may deviate from these estimates.

Acquisitions

Subsidiaries

On April 4, Hakon Invest became the majority shareholder in **Hemma** (Hemmabutikernas i Sveriges Utvecklings AB) through acquisition of an additional 9% of existing shares for SEK 14 M. Hakon Invest has thus increased its holding to 59% of the capital and voting rights in Hemma. Goodwill in connection with the acquisition comprises synergy effects including economies of scale within purchasing and logistics. After this add-on acquisition Hemma contributed sales of SEK 82 M and a net loss of SEK 10 M.

On May 2, Hakon Invest's wholly owned subsidiary **Forma** completed the acquisition of **Damm Förlag AB** in accordance with the agreement that was signed and announced on March 8. Damm Förlag publishes fiction and non-fiction for children, young people and adults. 100% of the shares in the company were acquired for SEK 8 M including acquisition costs. Goodwill in connection with the acquisition of Damm Förlag primarily consists of

synergies relating to reduced distribution costs and revenue synergies. After the acquisition, the acquired operations contributed sales of SEK 15 M and a net loss of SEK 1 M to the Group's earnings.

Forma completed the acquisition of 88% of the shares in **OTW** (Off The Wall AB) on May 31 in accordance with the agreement signed and announced on May 24. Forma previously owned 12% of the share capital, which means that Forma now owns 100% of the shares in OTW. OTW is a leader in editorial communications in Sweden. 88% of the shares in the company were acquired for SEK 100 M including acquisition costs. The value of goodwill mainly includes synergies within personnel and organization. After the acquisition the company contributed sales of SEK 5 M and a net profit of SEK 1 to the Group's earnings.

The assets and liabilities included in the acquired companies are as follows:

	Hemma		Damm		OTW	
SEK M	Carrying amount in acquired company*	Value according to acquisition analysis	Carrying amount in acquired company*	Value according to acquisition analysis	Carrying amount in acquired company*	Value according to acquisition analysis
Brands	42	42		6		32
Customer relations						6
Order book						1
Property, plant and equipment	25	25			2	2
Financial assets	2	2				
Inventories	91	91	32	32		
Current receivables	26	26	30	30	15	15
Prepaid expenses and accrued revenues	51	51	2	2	1	1
Cash and cash equivalents	6	6			5	5
Provisions			-7	-7		
Deferred tax liabilities	-22	-22	6	4	-3	-14
Non-current liabilities	-90	-90	-38	-38		
Current liabilities	-110	-110	-27	-27	-18	-18
Acquired identifiable net assets	21	21	-2	2	2	30
Less minority		-9				
Share of profits during period		4				
Goodwill		89		6		83
Purchase price for shares in subsidiary		103		7		112
Acquisition costs		2		1		1
Total acquisition cost		105		8		113
Total acquisition cost for acquisitions during the period		14		8		100
Cash and cash equivalents in acquired subsidiary		-6		0		-5
Change in cash and cash equivalents at acquisitions for the period		8		8		95

* Accounted for in the company with application of Hakon Invest's principles.

The table below shows how companies acquired during the period would have affected Hakon Invest's sales and earnings if they had been acquired on January 1, 2007.

SEK M	Hakon Invest Group	Acquired companies before acquisition date	Hakon Invest Group pro forma
Revenues	427	160	587
Profit for the period	771	-14	757

Associated and joint ventures

Acquisition of 50% of the shares in the online retailer **inkClub** (inkClub Development AB) were acquired on July 11, in accordance with the agreement signed and announced on June 19, 2007. Work on the acquisition analysis has started and will be presented in the interim report for the third quarter.

The Board of Directors and the President declare that the undersigned six-month interim report provides a true and fair overview of the Parent Company's and the Group's operations, their financial position and performance, and describes material risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, August 20, 2007

Lars Otterbeck
Chairman

Anders Fredriksson
Deputy Chairman

Cecilia Daun Wennborg

Jan-Olle Folkesson

Jan Olofsson

Olle Nyberg

Thomas Strindeborn

Claes-Göran Sylvén
President and CEO

This interim report has not been reviewed by the company's auditors.

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Press and analyst meeting

On Tuesday, August 21, Hakon Invest will hold a press and analyst meeting at 10.30 CET in Konferens at Norrlandsgatan 15 in Stockholm. Notify attendance at ir@hakoninvest.se.

Financial calendar

Interim report for January – September will be presented on Tuesday, November 13, 2007.

ICA AB

ICA's complete interim report can be accessed at www.ica.se.