

NOBINA AB INTERIM REPORT

MARCH 1 – AUGUST 31, 2011

SECOND QUARTER (JUNE 1 – AUGUST 31, 2011)

- Sales reached SEK 1,739 million (1,582), an increase of 9.9% or SEK 157 million.
- Operating profit of SEK 67 million (90), a reduction of SEK 23 million.
- Earnings for the quarter amounted to SEK -18 million (45), negatively affected primarily by an unrealized exchange rate loss on the Senior Notes. Earnings per share amounted to SEK -0.74 (1.81).
- Cash flow from the operations was SEK 78 million (77). Cash flow after net investments amounted to SEK -216 million (-211).
- The Group's investments, primarily the purchase of buses, amounted to SEK 183 million (229), of which investments of SEK 158 million (207) were financed through leasing and SEK 25 million (22) were financed in cash.

THE FIRST HALF OF THE YEAR (MARCH 1 - AUGUST 31, 2011)

- Sales reached SEK 3,553 million (3,311), an increase of 7.3% or SEK 242 million.
- Operating profit of SEK 127 million (138), a reduction of SEK 11 million.
- Earnings for the period amounted to SEK -30 million (46), negatively affected primarily by an unrealized exchange rate loss on the Senior Notes. Earnings per share amounted to SEK -1.21 (1.85).
- Cash flow from the operations was SEK 225 million (224). Cash flow after net investments amounted to SEK -106 million (-166).
- The Group's investments, primarily for the purchase of buses, amounted to SEK 299 million (438), of which investments of SEK 260 million (397) were financed through leasing agreements and SEK 39 million (41) were financed in cash.

SIGNIFICANT EVENTS DURING THE QUARTER

- Nobina started the new traffic contract in Norrtälje at the end of June.
- Nobina executed the majority of this year's contract migrations.
- Nobina has exercised a right of early termination of a contract in Gästrikland covering 45 buses, and the traffic will end in 2013.

SIGNIFICANT EVENTS SINCE THE END OF THE QUARTER

- Jan Sundling was elected chairman of the board of SJ and has relinquished his appointment as a director of Nobina.
- Nobina won the tender for a total of 80 buses for Skånetrafiken, with annual sales of SEK 160 million.

CEO's comments

The second quarter was characterized by Nobina's major 100-year anniversary as a bus operator, but also by several interesting traffic starts in Norrtälje, Norrköping and Gothenburg, as well as the discontinuation of traffic in Nacka and Huddinge. The changes in the contract portfolio have led to increased revenues but also large restructuring costs which, together with continued efficiency problems in Norway and weak demand within our interregional operations (Swebus), contributed to weaker earnings compared with last year. Our new traffic timetables look promising and we are working intensively to improve both the offering and efficiency in the Nordic operations. We are preparing ourselves for the changes which are expected on the market in connection with the new Act on Deregulation of Public Transport, which enters into force in January.

Ragnar Norbäck, CEO

Key ratios

The Group (SEK millions, unless otherwise stated)	Quarter		Period		Full Year	Rolling 12m*
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11	Sep 10-Aug 11
Sales	1,739	1,582	3,553	3,311	6,697	6,939
Operating profit	67	90	127	138	232	221
Earnings after finance net	-18	45	-30	46	59	-17
Earnings after tax	-18	45	-30	46	59	-17
Cash flow	-216	-211	-106	-166	-91	-31
Cash and cash equivalents	124	160	124	160	225	
Equity ratio, %	3.1	3.6	3.1	3.6	3.4	
Shareholders' equity	158	174	158	174	178	
Number of buses	3,488	3,627	3,488	3,627	3,618	
Estimated full time positions	6,744	6,506	6,744	6,506	7,714	

*Rolling 12m relates to 12 months September 2010-August 2011

Development of the business

THE GROUP

Business was characterized primarily by the large contract changes which took place in Sweden. Interregional traffic lost volumes - with the exception of the air shuttle traffic, which continues to gain market shares. During the summer, Nobina celebrated its 100th anniversary with a bus tour which focused on public transport of the future.

All in all, Nobina enjoyed stable growth on all markets, with the exception of the Norwegian business, which needs to improve its efficiency. Work is taking place to review both operational control and cost levels.

The Group's sales for the second quarter increased by 9.9% to SEK 1,739 million (1,582). Operating profit was SEK 67 million (90), comprising SEK 62 million (65) in respect of *regional traffic* and SEK 15 million (27) in respect of *interregional traffic*.

Explanation items for revenue and earnings growth (SEK millions)	Revenues and earnings	
	Revenues	EBIT
Period March-August 2010	3,310	137.8
Price and volume	-10	-5.8
Contract changes	129	-4.7
Indexation	134	-12.0
Business efficiency	-	-35.4
Fleet finance and use	-	38.5
Adjustment, Denmark		-5.9
Other	-10	14.5
Period March-August 2011	3,553	127.0

- Price and volume' growth represents changes in performed traffic volumes as well as changes in prices for performed traffic and their effect on sales and earnings.
- 'Contract changes' shows the effect on sales and earnings of changes in the contract portfolio in the form of terminated old contracts and startup of new contracts.
- 'Indexation' shows the effect of price adjustments on sales and earnings, as regards compensation for underlying cost inflation in the operation of traffic within the scope of awarded traffic contracts.
- 'Business efficiency' shows the effect on earnings of efficiency developments concerning personnel costs, maintenance, damage, etc.
- 'Fleet finance and use' shows the effect on earnings of changes in financing terms and efficiency in the use of vehicles.
- In addition, the effects on current sales and earnings of certain specific and other factors are shown.

THE MARKET

Nobina is preparing itself for the changes which await the company and other parties on the market in connection with the new Act on Deregulation of Public Transport, which enters into force in January. A restructuring of the Swedish PTA organization is taking place, which will result in changes in decision-making structures. Nobina is actively participating in various industry initiatives, within both regional and interregional traffic, and has strong hopes to strengthen its position as a result of the new legislation.

The EU is currently considering a number of matters regarding public support packages to transport operators. In one of these matters, it has been decided that ESA incorrectly approved the loan which, in 2004, was granted to a Norwegian municipal public transport company by its owner in order to cover losses. A similar process is pending in Finland, where Helsinki municipality covers through loan financing the losses of its subsidiary, the HELB public transport company. Nobina has turned to the EU in the matter.

REGIONAL TRAFFIC BUSINESS AREA

During the quarter, several traffic starts were carried out in Norrtälje, Norrköping, Helsingborg and Gothenburg, at the same time as traffic was discontinued in Nacka and Huddinge. The changes were carried out according to plan, including high maintenance costs, and entail a re-weighting of the Swedish contract portfolio.

A limited number of tender procedures were concluded during the summer and a number are expected to be decided instead during the second half of the year. Nobina is awaiting announcements regarding 577 buses, including in Skåne, Jönköping, Uppland in Sweden as well as Hordaland, Buskerud and Hedmark in Norway.

All in all, during the first half of the year Nobina submitted tenders for 1,262 buses with a total contract value of SEK 21,361 million and won tenders for 139 buses with a contract value of SEK 1,573 million.

As previously communicated, Nobina is planning to expand its operations to include tram traffic and has also participated in SL's first tender procedure for combined bus and tram traffic. The award of the contract has not yet been published.

Tender situation per country, H 1	Tenders during the period			Traffic during the period		
	Submitted	Won	Submitted	Won	Submitted	Won
Sweden	489	0	162	2,246	253	417
Norway	505	115	177	358	0	0
Finland	108	14	94	341	0	40
Denmark	162	10	113	140	0	0
Total regional traffic	1,262	139	546	3,085	253	457

INTERREGIONAL TRAFFIC BUSINESS AREA

Interregional traffic sales declined during the second quarter compared with last year, which is primarily considered to be due to a flow of passengers from bus and train to domestic flights as a consequence of a stronger economy. The traffic stoppage which occurred in connection with the ash cloud and the winter weather last year also resulted in a decline in sales during the first half of the year. Airport shuttle traffic developed according to plan and continued to gain market shares during the summer. In a short space of time, Swebus has won approximately 10 per cent of the airport shuttle traffic market.

The new legislation which enters into force on January 1 means that anyone can start bus lines alongside publicly procured traffic. Swebus, similarly to other companies, is reviewing and developing its offering pending the coming change, among other things in the form of new bus lines and advanced payment solutions.

Trend interregional traffic (Swebus)	Quarter		Period		Full year	Rolling 12 m
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11	Sep 10-Aug 11
Number of passengers	626,460	652,093	1,113,861	1,230,069	2,223,256	2,107,048
Number of driven km	5,153,222	4,905,676	9,476,241	9,424,527	17,966,437	18,020,775
Load factor, %	51	61	47	60	54	47
Average revenues/km (SEK)	23.0	27.3	21.9	25.50	23.66	21.77
Average revenues/passenger(SEK)	194	196	187	195	193	186

Sales

SECOND QUARTER (JUNE 1 - AUGUST 31, 2011)

The Group's sales increased to SEK 1,739 million (1,582), an increase of 9.9% compared with the corresponding quarter of last year.

Sales within the *regional traffic* business area increased by SEK 167 million during the second quarter compared with the corresponding quarter of last year, to SEK 1,621 million (1,454), primarily driven by contract readjustments and positive indexation effects in Sweden.

Sales within *interregional traffic* business area in the second quarter were SEK 118 million, compared with SEK 128 million in the corresponding quarter of last year.

FIRST HALF OF THE YEAR (MARCH 1 - AUGUST 31, 2011)

The Group's sales increased to SEK 3,553 million (3,311), an increase of 7.3% compared with the corresponding period last year.

Sales within the regional traffic business area increased by SEK 275 million during the first half of the year, to SEK 3,345 million, compared with SEK 3,070 for the corresponding period of last year. Of this amount, SEK 129 million relates to a net increase from new and terminated contracts, including overlap of new contracts which have already started and terminated contracts which are to be discontinued later in the year. The remainder relates primarily to positive indexation effects, while price and volume trends were weaker. The sales growth was driven primarily by positive indexation in Sweden, but also in Finland. Sales in Norway fell due to previously lost contract volume, while Denmark's sales were largely unchanged.

Due to lower passenger volume, sales within the interregional traffic business area in the first half of the year were SEK 208 million, compared with SEK 241million last year.

Revenues (SEK millions)	Quarter		Period		Full year	Rolling 12 m
	Jun-Aug 11	Jun-Aug 10	Mar- Aug 11	Mar- Aug 10	Mar 10-Feb 11	Jun 10-May 11
Revenues per segment						
<i>Nobina Sweden</i>	1,199	1,011	2,474	2,159	4,459	4,774
<i>Nobina Denmark</i>	79	81	157	160	323	319
<i>Nobina Norway</i>	174	197	351	404	783	728
<i>Nobina Finland</i>	183	177	389	375	756	770
Elimination of sales to Interregional traffic	-14	-12	-26	-28	-54	-49
Total regional traffic	1,621	1,454	3,345	3,070	6,267	6,591
<i>Swebus</i>	118	128	208	241	430	397
Total interregional traffic	118	128	208	241	430	397
Total revenues	1,739	1,582	3,553	3,311	6,697	6,939

Earnings

SECOND QUARTER (JUNE 1 - AUGUST 31, 2011)

The Group's operating profit for the second quarter was SEK 67 million (90), of which SEK 62 million (65) relates to *regional traffic* and SEK 15 million (27) to *interregional traffic*.

The operating profit for *regional traffic* fell by SEK 3 million, dragged down by the results in Norway and contract change costs in Sweden. The operating profit for *interregional traffic* declined by SEK 12 million, due to lower passenger volume.

FIRST HALF OF THE YEAR (MARCH 1 - AUGUST 31, 2011)

The Group's operating profit for the first half of the year was SEK 127 million (138), of which SEK 133 million (111) relates to *regional traffic* and SEK 13 million (38) to *interregional traffic*.

The operating profit for *regional traffic* increased by SEK 22 million, driven by the Swedish operations (+ SEK 34 million) through positive effects of indexation. A major restructuring of traffic volumes has been handled according to plan. Despite high maintenance costs, Finland also increased its operating profit thanks to positive volume growth. In Denmark, operating profit improved somewhat, while Norway reported a lower operating profit due to reduced contract volume and reduced efficiency.

The operating profit for *interregional traffic* declined by SEK 25 million, due to lower passenger volume.

Operating profit (SEK millions)	Quarter		Period		Full year	Rolling 12 m
	Jun-Aug 11	Jun-Aug 10	Mar- Aug 11	Mar- Aug 10	Mar 10-Feb 11	Jun 10-May 11
Operating profit						
<i>Nobina Sweden</i>	61	55	139	105	242	279
<i>Nobina Denmark</i>	-5	-8	-17	-20	-53	-50
<i>Nobina Norway</i>	6	16	5	23	21	3
<i>Nobina Finland</i>	0	2	6	3	7	10
Total regional traffic	62	65	133	111	217	239
<i>Swebus</i>	15	27	13	38	40	15
Total inter-regional traffic	15	27	13	38	40	15
<i>Central functions and other items</i>	-10	-2	-19	-11	-25	-33
Total operating profit	67	90	127	138	232	221

Operating profit (SEK millions)	Group					
	Jun-Aug 11	Jun-Aug 10	Mar- Aug 11	Mar- Aug 10	Full year 10/11	Rolling 12m*
Net sales	1,739	1,582	3,553	3,311	6,697	6,939
Operating profit	67	90	127	138	232	221

Operating profit (SEK millions)	Regional traffic					
	Jun-Aug 11	Jun-Aug 10	Mar- Aug 11	Mar- Aug 10	Full year 10/11	Rolling 12m*
Net sales	1,621	1,469	1,454	3,101	6,267	6,565
Operating profit	62	65	133	111	217	239

Operating profit (SEK millions)	Interregional traffic					
	Jun-Aug 11	Jun-Aug 10	Mar- Aug 11	Mar- Aug 10	Full year 10/11	Rolling 12m*
Net sales	118	129	128	241	430	397
Operating profit	15	26	13	38	40	15

*Rolling 12 m refers to rolling 12 months September 2010 - August 2011

Financial position

Available cash and cash equivalents at the end of the period amounted to SEK 124 million (160). In addition, the Group had funds in escrow of SEK 109 million (144), primarily as security for submitted tenders and executed traffic contracts.

Shareholders' equity amounted to SEK 158 million (174), and the debt/equity ratio was 3.1% (3.6).

Nobina has commenced a process to replace the existing Senior Notes which mature on August 1, 2012.

Nobina has available financing frames through a SEK 300 million receivables financing facility, as well as leasing frames covering the group's bus procurement needs.

Investments

The Group's cash investments during the first half of the year relate to the purchase of other fixed assets and the purchase of buses including accessories in the amount of SEK 39 million (41), corresponding to 0 (10) buses. Through its subsidiary Nobina Fleet AB, the Group signed financial leasing agreements during the first half of the year amounting to SEK 260 million (397) in acquisition value, corresponding to 101 (161) buses. The Group's financial leasing agreements have been classified as non-current assets in the balance sheet and the leasing obligations are reported as a liability in the balance sheet. Depreciation and interest expenses are reported in the income statement.

During the first half of the year, the Group sold buses for SEK 102 million (5), corresponding to 279 buses (120), primarily due to a sale and lease-back transaction of used buses which were acquired for cash in February 2011. The sale has entailed a capital loss of SEK -3 million (-5).

Cash flow

Cash flow from the operations amounted to SEK 78 million (77) for the second quarter. Cash flow after net investments amounted to SEK 57 million (47) for the second quarter.

Cash flow from the operations amounted to SEK 225 million (224) for the first half of the year. Cash flow after net investments amounted to SEK 291 million (182). During the first half of the year, cash flow was strengthened by a sale and lease-back transaction of approximately SEK 90 million for used buses which were acquired last year. Cash deposits for bank guarantees increased by SEK 3 million (-6) to SEK 109 million (144).

Taxes

The Group has large historical accumulated loss carry-forwards, which have not been capitalized as a deferred tax receivable; otherwise see the reference to the annual report for 2010/2011.

Personnel

During the period there were on average 6,744 (6,506) employees. In all countries in which the Nobina Group operates, collective agreements are applied in accordance with agreements with the trade unions representing employees within the industry in which the relevant company operates. There are well-established practices and traditions as to the manner in which work times, compensation conditions, information and cooperation are negotiated and applied between employee representatives and the Company.

Significant events during the quarter

- Nobina started the new traffic contract in Norrtälje at the end of June.
- Nobina executed the majority of this year's contract migrations.
- Nobina has exercised a right of early termination of a contract in Gästrikland covering 45 buses, and the traffic will end in 2013.

Significant events since the end of the quarter

- Jan Sundling was elected chairman of the board of SJ and has relinquished his appointment as a director of Nobina.
- Nobina won the tender for a total of 80 buses for Skånetrafiken, with annual sales of SEK 160 million.

Parent company

The parent company has 48 (34) employees who are engaged in overall Group management, financial administration, IT, HR and wage functions. The increase is due to the fact that certain functions, e.g. IT, have been transferred to the parent company. The parent company's earnings before tax were SEK 22 million (27), while cash and cash equivalents at the end of the period amounted to SEK 40 million (36), of which SEK 32 million were funds in escrow (33). The parent company's equity ratio was 98.9 percent.

Transactions with closely related parties

No significant transactions have taken place with closely related parties during the period.

Seasonal variations

Sales and earnings trends differ per quarter for the regional and interregional operations. For the regional operations, the third quarter is the strongest due to the high timetable production due to a large number of weekdays and a high level of social activity, while the second quarter is weakest due to low timetable production during the holiday period. The trend for interregional operations differs, with the second quarter being strongest due to a high number of passengers during the holiday period, while the third quarter is weakest due to a small number of holidays, resulting in fewer passengers. The

breakdown of sales and earnings per quarter for regional and interregional traffic last year is shown in the key ratio table on page 17.

Risk and uncertainty factors

The Nobina Group is exposed to interest rate risks in relation to the Company's financial and operational leasing. Leasing fees are based primarily on variable market interest rates. Part of the interest rate risk is compensated by revenue indexation in traffic contracts. Interest rate risks are hedged from time to time through the use of interest rate derivatives. The Group had no interest rate hedging contracts during the quarter.

The Group bears a refinancing risk since existing Senior Notes of EUR 85 million mature on August 1, 2012. On February 1, 2010 an opportunity was exercised for voluntary repayment of 10 percent of the nominal amount, equal to EUR 12 million, and on August 1, 2010 a mandatory repayment of the same amount took place. A further mandatory repayment of EUR 12 million took place on August 1, 2011.

The Nobina Group is exposed to exchange rate fluctuations on the Senior Notes. With the current outstanding loan amount, a ten percent depreciation of the Swedish krona results in a risk of a debt increase of approximately SEK 80 million and leads to an increased annual interest cost of approximately SEK 7 million. The Group's finance policy states that currency risks may be hedged through currency derivatives. During the quarter, the repayment of principal and payment of interest on August 1, 2011 was hedged to 50%.

The Group is exposed to price changes in its purchases of diesel. The commodity price accounts for almost one half of the total diesel price, with the remainder comprising taxes, transportation and processing. Within *regional traffic*, the Group obtains compensation for changes in the diesel price accounting for approximately 93 percent of consumption, thanks to revenue indices in traffic contracts. There is no indexation of revenues *within interregional traffic*. Increased fuel prices are, instead, compensated for through increased ticket prices if market conditions so allow. Calculated on the portion of the Group's diesel consumption which is not covered by indexation, a 10 percent increase in the commodity price means an increase of approximately SEK 5 million in the Group's fuel costs per financial year. During the financial year, the Nobina Group has hedged the non-indexed part of the diesel cost in the form of commodity options and, as per August 31, 2011, had outstanding diesel derivative contracts for 2,200 metric tonnes per month during September - November 2011, and thereafter 2,000 metric tonnes per month up to and including February 2012. The outstanding diesel derivatives at the end of the second quarter were worthless.

For more information regarding risks and uncertainty factors, see the corresponding section in Nobina's annual report 2010/2011.

Accounting principles

Nobina applies International Financial Reporting Standards (IFRS) as adopted by the EU and applying RFR 1 "Complementary accounting rules for groups". Commencing 2011/2012, Nobina applies IAS 27 (revised) and IFRS 3. However, they have no material effect on financial position or results from the operation but, rather, primarily affect presentation and supplementary disclosure. In other respects, Nobina applies the same accounting principles and calculation methods as in the annual report for 2010/2011 (see under "Company information and accounting principles"), except where stated below.

The financial statements of the parent company, Nobina AB, have been prepared in accordance with the Swedish Annual Accounts Act and Recommendation RFR 2, Reporting for legal entities, and statements issued by the Swedish Financial Reporting Board. This interim report has been prepared in accordance with IAS 34 and the Swedish Accounting Standards Board's General Guidelines regarding voluntary interim reporting (BFNAR 2007:1).

Other

An English translation of this report is available on www.nobina.com.

Telephone conference

Nobina will present the interim report and reply to questions during a telephone conference on Friday, September 30 at 10.00 am CET. The presentation will be available on the website in connection with the telephone conference.

Telephone numbers for participants:

Sweden: +46 (0)8 5052 0110

UK: +44 (0) 20 7162 0077

For telephone numbers from other countries, please see the website or contact Nobina.

Assurance

The CEO hereby provides an assurance that the half year report provides a true and fair view of the operations, financial position and earnings of the Company and the Group and describes the significant risks and uncertainty factors facing the Company and companies in the Group.

Stockholm September 30, 2011

Ragnar Norbäck
President and CEO

Future reports

Report for the third quarter (March-November)

Dec. 21 2011

Contacts

For further information please contact:

Ragnar Norbäck, President and CEO

+46 8-410 65 058

Per Skärgård, CFO

+46 8-410 65 056

Ingrid Håkanson, IR manager

+46 8-410 65 051

Nobina AB

Armévägen 38, 171 71 Solna, Sweden

www.nobina.com

Reg. no. 556576-4569

This report has not been audited by Nobina's auditors.

The Nobina group is the largest company in the Nordic region within the area of public transport by bus. The operations include contractual regional traffic in Sweden, Norway, Finland and Denmark as well as interregional traffic through Swebus. The Nobina Group has revenues in excess of SEK 6 billion, operates 3,500 buses and, with approximately 260 million passenger journeys per year, is one of the larger passenger transport companies in northern Europe. More information is available on www.nobina.com

Consolidated income statement in brief

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Net sales	1,739	1,582	3,553	3,311	6,697
OPERATING EXPENSES					
Fuel, tires and other consumables	-407	-330	-849	-712	-1,507
Other external expenses	-307	-278	-613	-584	-1,171
Personnel expenses	-856	-788	-1 767	-1 690	-3,408
Capital gain/loss on sale of fixed assets	-	-2	-3	-5	-7
Depreciation/write-down of tangible fixed assets	-102	-94	-194	-182	-372
OPERATING PROFIT	67	90	127	138	232
Financial revenues	-1	3	2	5	11
Financial expenses	-84	-48	-159	-97	-184
FINANCE NET	-85	-45	-157	-92	-173
EARNINGS BEFORE TAX	-18	45	-30	46	59
Tax	-	-	-	-	-
NET EARNINGS FOR THE PERIOD	-18	45	-30	46	59
Earnings for the period attributable to the parent company's	-18	45	-30	46	59
Earnings per share before dilution (SEK)	-0.74	1.81	-1.21	1.85	2.37
Earnings per share after dilution (SEK)	-0.74	1.81	-1.21	1.85	2.37
Average number of shares before dilution (thousands)	24,928	24,928	24,928	24,928	24,928
Average number of shares after dilution (thousands)	24,928	24,928	24,928	24,928	24,928

Consolidated statement of comprehensive income

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Net earnings for the period	-18	45	-30	46	59
Other comprehensive income					
Exchange rate differences on foreign operations	7	-10	10	-9	-18
Other comprehensive income for the period, net after tax	7	-10	10	-9	-18
Total comprehensive income for the period	-11	35	-20	37	41
Comprehensive income for the period attributable to the parent company's owners	-11	35	-20	37	41

Consolidated balance sheet in summary

SEK millions, unless otherwise stated	Period		Full Year
	August 31, 2011	August 31, 2010	Feb 28, 2011
ASSETS			
Non-current assets			
Goodwill	682	680	673
Other intangible fixed assets	6	2	9
Improvement expenditures on third-party property	7	6	5
Equipment, tools, fixtures and fittings	59	47	42
Vehicles	3,207	2,961	3,189
Non-current receivables	1	18	1
Deferred tax receivables	7	8	7
Total non-current assets	3,969	3,722	3,926
Current assets			
Inventory	56	48	48
Accounts receivable	352	386	441
Other current receivables	79	57	62
Prepaid expenses and accrued revenue	367	327	361
Funds in escrow	109	144	110
Cash and cash equivalents	124	160	225
Total current assets	1,087	1,122	1,247
TOTAL ASSETS	5,056	4,844	5,173
EQUITY AND LIABILITIES			
Equity	158	174	178
Non-current liabilities			
Senior Notes	-	734	728
Other liabilities	2,512	2,299	2,295
Provisions for pensions and similar obligations	15	42	16
Other provisions	71	77	81
Total non-current liabilities	2,598	3,152	3,120
Current liabilities			
Senior Notes	753	118	85
Liabilities to credit institutions	345	291	438
Accounts payable	377	271	389
Other current liabilities	143	152	134
Accrued expenses and deferred revenue	682	686	829
Total current liabilities	2,300	1,518	1,875
Total liabilities	4,898	4,670	4,995
TOTAL EQUITY AND LIABILITIES	5,056	4,844	5,173

Consolidated statement of changes in equity

SEK millions, unless otherwise stated	Share capital	Other contributed capital	Translation differences	Losses carried forward	Total equity
Opening equity per March 1, 2010	224	2 271	44	-2,402	137
Comprehensive income for the period	-	-	-9	46	37
Closing equity per August 31, 2010	224	2 271	35	-2,356	174
Opening equity per March 1, 2011	224	2 271	26	-2,343	178
Comprehensive income	-	-	10	-30	-20
Closing equity per August 31, 2011	224	2 271	36	-2,373	158

There are no controlling interests.

Consolidated cash flow statement

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Cash flow from operations					
Earnings after financial items	-18	45	-30	46	59
Adjustments for items not included in cash flow	189	133	354	272	531
Cash flow from operations before changes in working capital	171	178	324	318	590
Cash flow from changes in working capital					
Changes in inventories	-3	-4	-7	-8	-10
Change in operating receivables	-7	-51	67	60	-29
Change in operating liabilities	-81	-47	-160	-149	96
Total change in working capital	-91	-102	-100	-97	57
Received interest income	-2	2	1	4	10
Tax paid	-	-1	-	-1	-
Cash flow from operations	78	77	225	224	657
Cash flow from investing activities					
Change in funds in escrow	-2	-11	3	-6	26
Investments in land, vehicles, equipment tools fixtures and fittings, excl. financial leases	-25	-22	-39	-41	-180
Sales of buildings and land, vehicles, equipment tools fixtures and fittings	6	3	102	5	16
Cash flow from investing activities	-21	-30	66	-42	-138
Cash flow from financing activities					
Repayment of principal, financial leasing liabilities	-85	-70	-166	-135	-280
Repayment of principal, loans	-110	-115	-110	-115	-115
Paid interest	-78	-73	-121	-98	-215
Cash flow from financing activities	-273	-258	-397	-348	-610
Cash flow for the period	-216	-211	-106	-166	-91
Cash and cash equivalents at beginning of period	336	375	225	331	331
Cash flow for the period	-216	-211	-106	-166	-91
Translation difference	4	-4	5	-5	-15
Cash and cash equivalents at end of period	124	160	124	160	225

Parent company's income statement in brief

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Net sales	36	35	72	61	133
OPERATING EXPENSES					
Other external expenses	-20	-17	-38	-28	-64
Personnel expenses	-14	-12	-29	-24	-49
Depreciation/impairment of intangible and tangible non-current assets	-3	-	-5	-	-5
OPERATING PROFIT	-1	6	-	9	15
Financial income	10	10	21	19	44
Financial expenses	1	2	1	-1	-2
EARNINGS AFTER FINANCIAL ITEMS	11	18	22	27	57
Tax	-	-	-	-	8
NET EARNINGS FOR THE PERIOD	10	18	22	27	65

Report of the parent company's comprehensive income

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Net earnings for the period	10	18	22	27	65
Other comprehensive income	-	-	-	-	-
Other comprehensive income for the period, net after tax	-	-	-	-	-
Total comprehensive income for the period	10	18	22	27	65

Parent company's balance sheet in brief

SEK millions, unless otherwise stated	Period		Full Year
	Aug 31, 2011	Aug 31, 2010	Feb 28, 2011
ASSETS			
Non-current assets			
Participations in Group companies	1,772	1,772	1,772
Other intangible assets	6	-	8
Equipment, tools, fixtures and fittings	13	-	10
Receivables from Group companies	335	293	345
Total financial assets	2,126	2,065	2,135
Current assets			
Receivables from Group companies	121	143	136
Other current receivables	22	-	10
Prepaid expenses and accrued revenue	47	40	48
Funds in escrow	32	33	30
Cash and cash equivalents	8	3	9
Total current assets	230	219	233
TOTAL ASSETS	2,356	2,284	2,368

SEK millions, unless otherwise stated	Period		Full Year
	Aug 31, 2011	Aug 31, 2010	Feb 28, 2011
EQUITY AND LIABILITIES			
Equity	2,329	2,245	2,307
Non-current liabilities			
Pension provisions	2	1	2
Total non-current liabilities	2	1	2
Current liabilities			
Accounts payable	13	8	9
Liabilities to Group companies	1	15	38
Other current liabilities	1	4	1
Accrued expenses and deferred revenue	10	11	11
Total current liabilities	25	38	59
TOTAL EQUITY AND LIABILITIES	2,356	2,284	2,368

Parent company's change in equity

SEK millions, unless otherwise stated	Share capital	Statutory reserve	Share premium reserve	Retained earnings	Earnings for the period	Total equity
Opening equity per March 1, 2010	224	-	612	1,376	6	2,218
Reversal of previous year's earnings	-	-	-	6	-6	-
Earnings for the period	-	-	-	-	27	27
Closing equity per Aug 31, 2010	224	-	612	1,382	27	2,245
Opening equity per March 1, 2011	224	-	612	1,406	65	2,307
Reversal of previous year's earnings	-	-	-	65	-65	-
Earnings for the period	-	-	-	-	22	22
Closing equity per Aug 31, 2011	224	-	612	1,471	22	2,329

Note 1. Segment reporting

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Revenues per business area					
<i>Nobina Sweden</i>	1,199	1,011	2,474	2,159	4,459
<i>Nobina Denmark</i>	79	81	157	160	323
<i>Nobina Norway</i>	174	197	351	404	783
<i>Nobina Finland</i>	183	177	389	375	756
<i>Elimination of sales to Interregional traffic</i>	-14	-12	-26	-28	-54
Total regional traffic	1,621	1,454	3,345	3,070	6,267
<i>Swebus</i>	118	128	208	241	430
Total interregional traffic	118	128	208	241	430
Total revenues	1,739	1,582	3,553	3,311	6,697

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Operating profit per business area					
<i>Nobina Sweden</i>	61	55	139	105	242
<i>Nobina Denmark</i>	-5	-8	-17	-20	-53
<i>Nobina Norway</i>	6	16	5	23	21
<i>Nobina Finland</i>	0	2	6	3	7
Total regional traffic	62	65	133	111	217
<i>Swebus</i>	15	27	13	38	40
Total interregional traffic	15	27	13	38	40
<i>Central functions and other items</i>	-10	-2	-19	-11	-25
Total operating profit	67	90	127	138	232

Note 2. Financing

SEK millions, unless otherwise stated	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Operational leasing, Buses					
Nominal value of future payments - Buses	-	-	800	1,077	1,116
Present value of future payments - Buses	-	-	716	572	982
Number of operationally leased buses	-	-	1,376	1,522	1,494
Reported operational leasing expense	66	74	136	143	266
<i>*Recalculation of historical data has not taken place to obtain comparison between the periods</i>					
Interest-bearing non-current liabilities					
Senior Notes	762	870	762	870	826
Financial leasing liability	2,857	2,590	2,857	2,590	2,733
Capitalized financing fees	-9	-18	-9	-18	-13
Total	3,610	3,442	3,610	3,442	3,546
Less current part	-1,098	-409	-1,098	-409	-523
Total non-current liabilities	2,512	3,033	2,512	3,033	3,023
Interest expenses and similar profit/loss items					
Interest expenses, financial leasing	-36	-23	-70	-42	-94
Interest expenses, Senior Notes	-28	-12	-58	-47	-124
Other financial expenses	-3	-27	-9	-32	-32
Realized and non-realized exchange rate profits	-17	14	-22	24	66
Total	-84	-48	-159	-97	-184

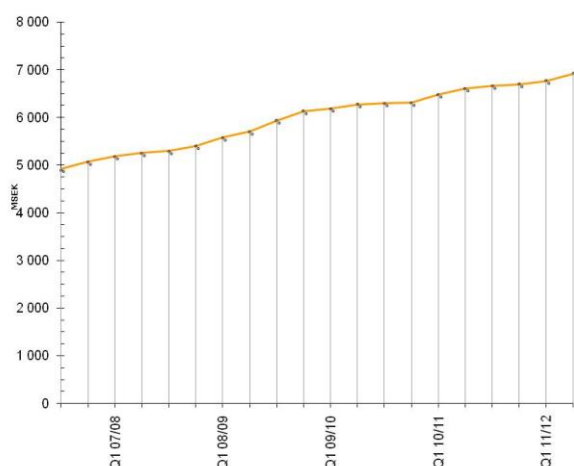
Earnings per share	Quarter		Period		Full Year
	Jun-Aug 11	Jun-Aug 10	Mar-Aug 11	Mar-Aug 10	Mar 10-Feb 11
Average number of ordinary shares during the period	24,928	24,928	24,928	24,928	24,928
Reported earnings	-18	45	-30	46	59
Adjusted earnings	-18	45	-30	46	59
Earnings per share	-0.74	1.81	-1.21	1.85	2.37

Key ratio information

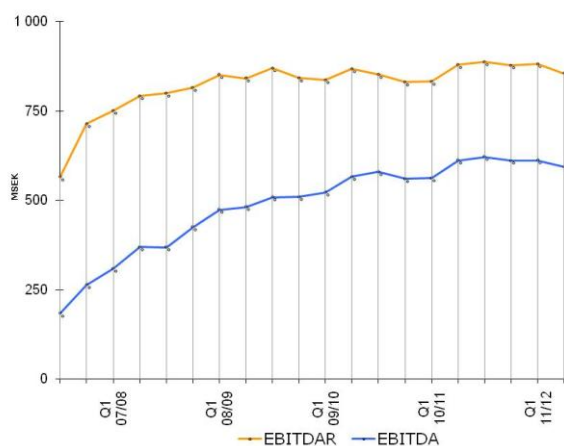
Key ratios, most recent eight quarters

Key ratios, the Group in SEK millions, unless otherwise	2009/2010		2010/2011				2011/12	
	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Sales								
Regional traffic	1,558	1,554	1,632	1,469	1,634	1,578	1,724	1,621
Interregional traffic	93	98	113	128	96	93	90	118
Operating profit								
Regional traffic	108	-2	46	65	104	2	71	62
Interregional traffic	8	5	11	27	4	-2	-2	15
Earnings after financial items	10	-24	1	32	52	-39	-12	-18
Earnings after tax	10	-24	1	32	52	-39	-12	-18
Cash flow	73	-126	45	-211	125	-50	110	-216
Cash and cash equivalents	464	331	375	160	280	225	336	233
Equity ratio, %	3.3	2.8	2.7	3.5	4.3	3.4	3.3	3.1
Equity	167	137	139	174	217	178	169	158
Equity/ordinary share, SEK	2.11	15.69	5.57	6.98	8.7	7.14	6.78	6.34
Number of buses	3,582	3,553	3,584	3,627	3,659	3,618	3,599	3,488
Estimated full-time positions	6,828	7,318	7,499	6,506	6,485	7,714	7,152	6,744

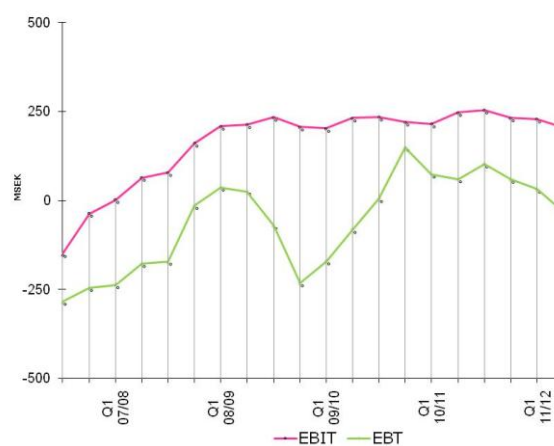
Revenues, rolling twelve months, five years



Operating profit, rolling 12 months, five years¹

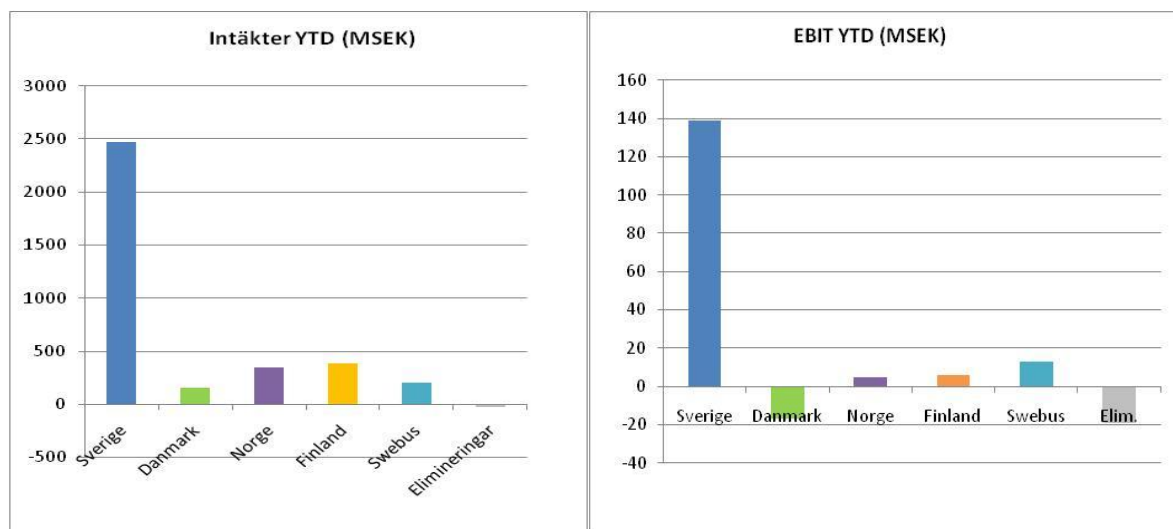


Earnings, rolling 12 months, five years¹

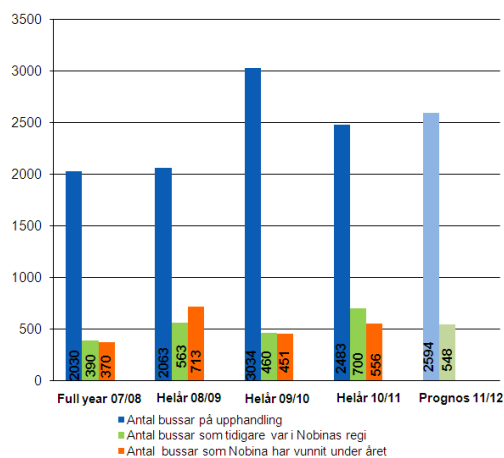


¹ Excluding non-recurring effects

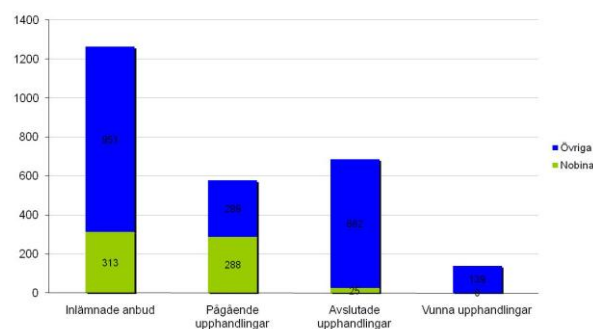
Breakdown of revenues and earnings by segment, Quarter 2 2011/2012



Historical tender results



Tender results, number of buses, Quarter 2 2011/2012



Planned, newly started traffic, coming 12 months

Contract outcome per country, coming 12 months	Planned, newly started traffic, Sep 11 - Aug 12					
	PTA	Contract type	Number of years	Traffic start	Number of buses	Value (SEK millions)
Sweden	Skånetrafiken	Regional traffic	8 (2)	October, 2011	4	80
	Skånetrafiken	Regional traffic	1	October, 2011	33	59
Denmark	Movia	City traffic	6 (2+2)	December, 2011	10	174
Finland	HSL	City traffic	6	January, 2012	6	80
	HSL	City traffic	6	January, 2012	8	124
Norway	Vestfold	Regional traffic	3	January, 2012	83	313
	Tromsø	City traffic	6 (1+1+1)	February, 2012	115	1,240
Total Regional traffic					259	2,070

Definitions

CLIENT

An organization which, on behalf of a public authority, is responsible for the organizing the procurement of public transport in a certain area, normally a county. Awards traffic contracts following evaluation of submitted tenders.

CONCESSION

Traffic contract granted to a certain operator by an authority/PTA without a tender procedure. Cannot take place since deregulation of the public transport market.

CUSTOMERS

Passengers, i.e. persons who use our services irrespective of whether they pay for the service personally or via a PTA.

EBT

Earnings before tax.

EBIT

Earnings before interest and tax.

EBITDA

Earnings before interest, tax, depreciation and amortization.

EBITDAR

Earnings before interest, tax, depreciation, amortization and rent

EURO 1-EURO 5, EEV

Different generations of emission classes for diesel motors.

EXPRESS BUS

Fixed line long distance road traffic which crosses at least one county boundary. Affected PTAs have a right of objection in conjunction with the granting of permits. An independent operator's revenues derive exclusively from the passengers.

GROSS AGREEMENT

Traffic contract in which the client compensates the operator only for the number of kilometers or hours driven. Ticket revenues inure to the client.

INCENTIVE AGREEMENT

Traffic contract in which the client compensates the operator with partially variable compensation. Based on mutual trust and is aimed at achieving an improved result through improved quality and efficiency. Compensation to the operator increases if the number of passengers increases.

INDEXATION

Recalculation of compensation for a new period of fixed compensation per kilometer or hour in a traffic contract. Covers fixed compensation per kilometer or hour and takes place based on co-weighted indices for inflation within cost categories that are material for the operations.

NET AGREEMENT

Traffic contract in which the client compensates the operator primarily through ticket revenues.

TRAFFIC CONTRACT (CONTRACT, CONTRACTING)

An undertaking to provide a certain service at a price agreed upon in advance between the client and contractor. At Nobina, an agreement with a PTA, normally to provide public transport during 5-8 years in exchange for a fixed price with agreed indexing terms.