

First quarter in summary

- Consolidated net sales amounted to SEK 23,673 million (19,755). Excluding the effect of the acquisition of Apotek Hjärtat, the increase was 8.7% and the increase in local currency was 7.9%
- Operating profit excluding non-recurring items amounted to SEK 775 million (699). Of the SEK 76 million increase in operating profit, a net amount of SEK 18 million was the effect of the acquisition
- Operating profit excluding non-recurring items includes costs of SEK 53 million related to the acquisition and integration of Apotek Hjärtat
- Profit from continuing operations amounted to SEK 529 million (477)
- Earnings per share, continuing operations, amounted to SEK 2.51 (2.39)
- Cash flow from continuing operations amounted to SEK 221 million (201)

Events after the end of the quarter

- The divestment of ICA Norway could be completed on 13 April. The transaction will generate a capital gain for ICA Gruppen of approximately SEK 1.2 billion in the second quarter of 2015
- On 22 April the Annual General Meeting approved the Board's proposal for a dividend of SEK 9.50 per ordinary share
- The divestment of Cervera was completed on 23 April resulting in a small capital loss

Apotek Hjärtat is included in ICA Gruppen from and including 15 January 2015. Cura pharmacies, previously part of ICA Sweden, is included in the pharmacy segment for the entire quarter. Historical comparative figures for ICA Sweden have been adjusted to exclude Cura pharmacies. ICA Norway is recognised as a discontinued operation.

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
Group				
Net sales	23,673	19,755	91,092	87,174
Operating profit before depreciation (EBITDA)	1,146	1,028	5,937	5,819
Operating profit (EBIT) excluding non-recurring items	775	699	4,013	3,937
Operating profit (EBIT)	777	704	4,170	4,097
Profit before tax	686	615	3,798	3,727
Profit from continuing operations	529	477	3,157	3,105
Profit for the period	539	299	2,907	2,667
Cash flow from continuing operating activities	221	201	3,814	3,794
Cash flow from operating activities	316	63	3,865	3,612
Operating margin excluding non-recurring items, %	3.3	3.5	4.4	4.5
Operating margin, %	3.3	3.6	4.6	4.7
Return on capital employed, %	—	—	10.0	10.1
Return on equity, %	—	—	10.2	9.3
Earnings per ordinary share ¹ , SEK	2.56	1.50	13.59	12.53
Earnings per ordinary share, continuing operations, SEK	2.51	2.39	14.83	14.71

¹ Same figure for ordinary shares and C shares.

CEO's comments

The start of 2015 was stable with good growth in both sales and earnings in Sweden and the Baltic countries. The fact that we also finally closed the deal in Norway and can fully focus on successfully integrating Apotek Hjärtat into ICA Gruppen strengthens this positive feeling. Our new structure is now in place.

ICA Gruppen had very good growth during the quarter and we continued to gain market share in all our markets. This also applies to our new business segment Apotek Hjärtat. In Sweden, food price inflation has risen slightly month for month since the end of 2014 which naturally benefits market growth in general. This can also be seen in sales figures from the ICA stores where the price effect is almost 2% for the quarter. In addition, the new stores that ICA has opened in the past year have got off to a good start. Primarily rising average spend but also more customers and more customer visits have also contributed to this favourable development. The proportion of private label products continues to grow, a key component for further development of ICA's customer offering and something that also drives our profitability.

Rollout of online offering

Following the test launch in November last year, we are now rolling out our online offering. Today some 20 stores have chosen to start online services on ICA's new platform and we are aiming for some 50 stores before the summer. The rollout will then continue throughout the year. Our experiences so far are positive and several of the stores that are now up and running have steadily increased their online sales even if numbers overall are small. Our goal is to be the leader in online food sales by 2017.

Continued growth in Baltics

In Rimi Baltic we are also growing at a good rate despite low inflation which is most noticeable in Latvia and Lithuania where food prices are currently falling. We are growing both in like-for-like stores and with the aid of an ambitious store establishment programme, primarily in Lithuania, where today we are relatively weaker than in the other two countries. During 2015 we will open an additional 15–20 stores in the Baltic countries.

Focus on health

Our pharmacy operations have today officially been given the name Apotek Hjärtat with ICA as part of the brand. In this way we leverage the strengths of two of Sweden's strongest brands. Our existing Cura pharmacies will be converted into Apotek Hjärtat during 2015. Otherwise the year will naturally be characterised by the ongoing integration of these operations into ICA Gruppen which will ensure that we realise the synergies from 2016 and beyond which we have already announced. The integration has started well, is following our plans and the underlying earnings in the quarter are also in line with our plan. We have every opportunity to provide Swedish consumers with the market's best and broadest offering within health and wellness, something which is entirely in tune with the times.

Long-term approach to everything we do

Many activities are underway throughout the Group and I cannot mention them all here. I can just say that 2015 looks like being every bit as exciting as 2014. After completing two major deals as well as divesting three portfolio companies, we will continue to build on an ICA which will stand strong over time even in a fast-changing market.

Per Strömberg
CEO ICA Gruppen



“2015 looks like being every bit as exciting as 2014.”

Group performance

Net sales and earnings

First quarter 2015

The increase in the Group's like-for-like net sales was driven by a continued good sales trend for both ICA Sweden and Rimi Baltic. Excluding effects of the acquisition of Apotek Hjärtat, the increase was 8.7% and 7.9% in local currency. Apotek Hjärtat (ICA's new pharmacy segment) contributed with net sales of SEK 2,783 million (469). The previous year's sales in the pharmacy segment comprised the Cura pharmacies which are included in Apotek Hjärtat with effect from the first quarter of this year (previously part of ICA Sweden).

Operating profit excluding non-recurring items amounted to SEK 775 million (699). The acquisition of Apotek Hjärtat impacted earnings by SEK 18 million after earnings were charged with costs of SEK 53 million related to the acquisition. Operating profit excluding acquisition effects increased by SEK 58 million or 8.3%. The improvement in earnings is mainly driven by higher sales volumes and has been partly reinvested in costs for new stores and major growth projects. All segments except ICA Bank and the Portfolio Companies reported an improved operating profit. The Group's operating margin excluding non-recurring items was 3.3% (3.5) the decrease being explained by acquisition-related costs in Apotek Hjärtat. Operating margins increased for ICA Sweden, Rimi Baltic and ICA Real Estate.

Profit for the period from continuing operations was SEK 529 million (477) and earnings per share from continuing operations amounted to SEK 2.51 (2.39).

Net financial items and tax

The Group's net financial items amounted to SEK –91 million (–89) for the quarter, which is the same level as in the previous year. A higher net debt during the quarter was compensated by a lower interest rate level.

The tax expense for the period was SEK –157 million (–138) which represents an effective tax rate of 22.9% (22.4).

Net sales per segment (SEKm)

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
ICA Sweden	17,024	15,671	70,601	69,248
ICA Norway	—	—	—	—
Rimi Baltic	2,932	2,597	11,967	11,632
Apotek Hjärtat	2,783	469 ²	4,406	2,092 ²
ICA Bank	206	216	838	848
ICA Real Estate	582	556	2,279	2,253
Portfolio Companies	521	565	2,520	2,564
Other	26	24	99	97
Intra-group sales	–401	–343	–1,618	–1,560
Net sales	23,673	19,755	91,092	87,174

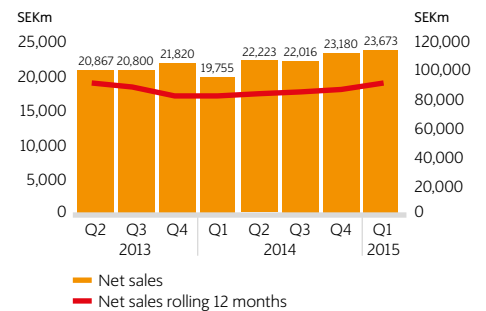
Operating profit excluding non-recurring items per segment (SEKm)

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
ICA Sweden	694	618	3,304	3,228
ICA Norway	—	—	—	—
Rimi Baltic	78	59	402	383
Apotek Hjärtat ¹	25	–7 ²	58	21 ²
ICA Bank	16	39	166	189
ICA Real Estate	104	94	419	409
Portfolio Companies	–43	–36	46	53
Other	–99	–68	–382	–346
Operating profit excluding non-recurring items	775	699	4,013	3,937

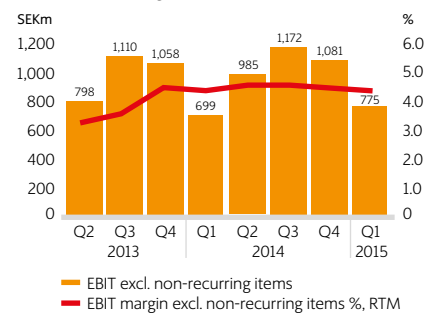
¹ Includes acquisition-related costs of SEK –53 million in the first quarter 2015.

² Relates to Cura pharmacies.

Net sales



EBIT and EBIT margin



Financial position

ICA Gruppen's net debt, excluding pension liabilities and ICA Bank, amounted to SEK 13,596 million (9,909) at the end of the quarter. The increase was mainly due to the acquisition of Apotek Hjärtat in January 2015. Negative effects from normal seasonal changes in working capital also contributed. As a consequence of the higher debt, net debt in relation to EBITDA (rolling 12 months) was higher at the end of the quarter than at year-end 2014, 2.3 compared with 1.2.

Cash flow

Cash flow before financing activities (excluding ICA Bank) fell by SEK 3,385 million to SEK –4,081 million (–696). The change was mainly due to the acquisition of the shares in Apotek Hjärtat, approximately SEK –3.5 billion, but also so a seasonal increase in working capital. The change in working capital was accentuated by Easter occurring just before the end of the quarter which resulted in increased trade receivables in ICA Sweden at the end of the quarter. Paid tax was SEK 200 million (256).

Investments

The Group's investments totalled SEK 4,163 million (689) during the quarter. In addition to the acquisition of Apotek Hjärtat other investments amounted to SEK 645 million (689) of which SEK 329 million (191) within ICA Real Estate and SEK 316 million (485) in other parts of the Group.

Major investments during the quarter comprised the extension of the warehouse in Långeberga outside Helsingborg, Sweden, as well as store establishment in Sweden.

Important events during the quarter

9 January – Swedish Competition Authority approved the acquisition of Apotek Hjärtat.

15 January – The Swedish Financial Supervisory Authority gave ICA Bank permission to conduct insurance business.

23 January – Anders Nyberg was appointed CEO of ICA Gruppen's pharmacy operations and became a new member of ICA Gruppen's Executive Management Team.

13 February – Petra Albuschus appointed as the new Senior Vice President of Human Resources and thus became a member of ICA Gruppen's Executive Management Team.

4 March – The Norwegian Competition Authority approved Coop Norway's acquisition of ICA Norway provided certain conditions were met.

16 March – ICA Gruppen divested Cervera.

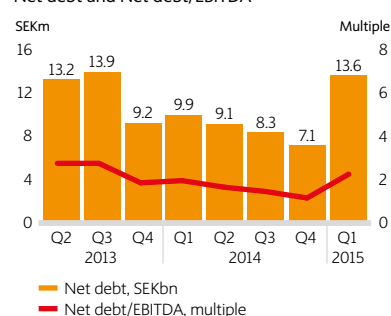
Events after the end of the quarter

13 April – Divestment of ICA Norway completed. Purchase price amounted to approximately SEK 2.8 billion on a debt-free basis and generates a capital gain for the Group of approximately SEK 1.2 billion which will be recognised in the second quarter of 2015.

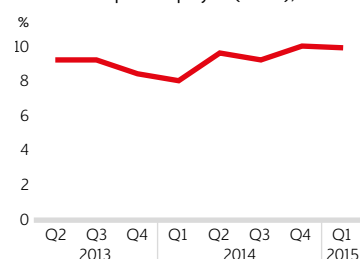
22 April – ICA Gruppen's Annual General Meeting approved the Board's proposal for a dividend of SEK 9.50 per ordinary share resulting in a total dividend of SEK 1,130 million (951). Jeanette Christensen Jäger was elected as a new member of the Board.

23 April – Divestment of Cervera completed. See also page 10.

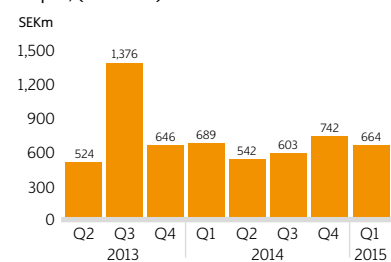
Net debt and Net debt/EBITDA



Return on capital employed (ROCE), RTM



Capex, (cash flow)



Excluding acquisitions for approximately SEK 3.8 billion in Q1 2015

Consolidated cash flow statement, excluding ICA Bank

Consolidated cash flow statement, excluding cash bank				
	First quarter		12 months	Full year
SEKm	2015	2014	Apr 2014– Mar 2015	
Cash flow				
From operating activities before change in working capital	1,002	653	4,713	4,364
Change in working capital	–977	–730	–547	–300
From operating activities	25	–77	4,166	4,064
Investing activities, net	–4,106	–619	–4,033	–546
Before financial activities	–4,081	–696	133	3,518

ICA Sweden conducts grocery retail in cooperation with independent ICA retailers. The retailers own and manage their own stores but have agreements with ICA Sweden in areas such as coordinated purchasing, logistics, marketing communications and retail development. ICA Sweden also includes ICA Maxi Special which among other things conducts sales of non-food items at Maxi ICA Hypermarkets.

First quarter 2015

Cura pharmacies, previously part of ICA Sweden, are included in the pharmacy segment for the entire quarter. Historical comparative figures for ICA Sweden have been adjusted to exclude Cura pharmacies. ICA Sweden's net sales increased by 8.6% compared with the previous year with good growth figures in both wholesale and store subsidiaries. The Easter holiday is estimated to have had a positive calendar effect for wholesale of approximately 2%. The rest of the increase came from both higher volumes and currency-driven price increases. Fruit and Vegetables and Food Cupboard were the product categories with the biggest increase during the quarter.

Operating profit before non-recurring items increased by over 12% or by SEK 76 million. Higher sales and slightly improved logistics costs led to a higher gross profit. This was partly counteracted by higher store costs, driven by new stores, as well as higher costs linked to ongoing development projects (online, logistics, CRM/digital marketing). Store costs include non-recurring restructuring costs of SEK 20 million relating to re-establishment of a store in Nynäshamn. The calendar effect is estimated to have had a positive earnings impact of approximately SEK 15 million.

Market and ICA store sales

The Swedish grocery retail market grew by 4.2% during the quarter. Food price inflation continued to rise and the price effect for the period was 1.8%.

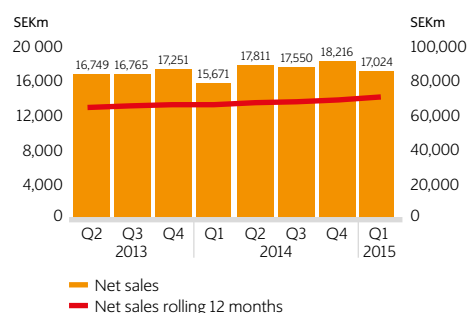
Sales in the Swedish ICA stores increased by 5.1% or by 4.2% in like-for-like stores. The sales increase is mainly attributable to a higher average spend but also to an increased number of customers. In addition, the Easter holiday is assessed as contributing 0.3 percentage points to sales growth in the quarter. Adjusted for price and calendar effects as above, volume growth was 3.0% and 2.1% in like-for-like stores.

The proportion of private label products amounted to 23.9% (23.0) with the increase mainly coming from the proportion of Fruit & Vegetables and flowers.

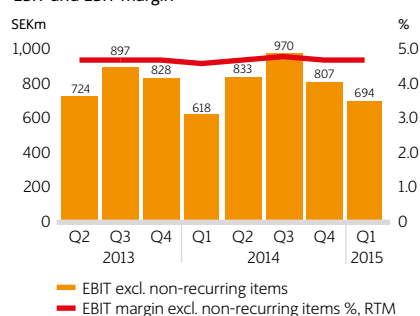
ICA Sweden

	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
SEKm	2015	2014		
Net sales	17,024	15,671	70,601	69,248
Operating profit before depreciation (EBITDA), SEKm	787	702	3,666	3,581
Operating profit excl. non-recurring items, SEKm	694	618	3,304	3,228
Operating margin excl. non-recurring items, %	4.1	3.9	4.7	4.7
Investments, SEKm	196	136	686	626
Depreciation, SEKm	93	84	367	358
Number of employees	7,956	7,326	—	7,560
Private label share of store sales, %	23.9	23.0	—	22.7

Net sales



EBIT and EBIT margin



ICA stores sales, incl. retailer-owned stores

Store sales in Sweden

	January–March 2015		
Store sales excl. VAT	SEKm	Change all stores	Change like-for-like
Maxi ICA Stormarknad	7,521	7.5	5.2
ICA Kvantum	6,168	5.8	4.0
ICA Supermarket	7,717	3.2	3.6
ICA Nära	3,717	3.5	4.0
Total	25,123	5.1	4.2

Number of stores in Sweden

Format	December 2014	New	Converted	Closed	March 2015
Maxi ICA Stormarknad	79	1			80
ICA Kvantum	123				123
ICA Supermarket	431	1			432
ICA Nära	676			–4	672
ICA To Go	5			–1	4
Total	1,314	2	0	–5	1,311

First quarter 2015

The total market in the three Baltic countries grew by 2,0% in the first quarter. All countries have low inflation, most noticeable in Latvia and in Lithuania where food prices currently are falling.

Rimi Baltic's net sales increased, however, by 12.9% compared with the same period in 2014. The increase in local currency was 6.6%. Store sales increased by 6.7% and by 2.6% for like-for-like stores. Sales rose for every country and format with the exception of discount stores in Estonia where sales fell slightly. The Rimi stores in Estonia showed good growth, however. In Lithuania, 8 new stores compared with the previous year contributed to the substantial increase in sales. The main reason for the sales trend for like-for-like stores in all three countries was the increased average spend. Taken overall, Rimi Baltic increased its market share during the quarter.

Higher sales volumes, lower purchasing prices, and an increased proportion of private label sales and an improved store format mix had a positive impact on gross profit while store costs rose due to new stores. Operating profit excluding non-recurring items increased by over 32% to SEK 78 million (59). The increase in local currency was 25%.

Rimi Baltic

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
Net sales, SEKm	2,932	2,597	11,967	11,632
Operating profit before depreciation (EBITDA), SEKm	150	128	744	722
Operating profit excl. non-recurring items, SEKm	78	59	402	383
Operating margin excl. non-recurring items, %	2.7	2.3	3.4	3.3
Investments, SEKm	73	260	313	500
Depreciation, SEKm	72	69	288	285
Number of employees	9,076	8,699	—	8,995
Private label share of sales, %	21.8	20.2	—	19.9
EUR exchange rate, average	9.3796	8.8569	9.2316	9.1093

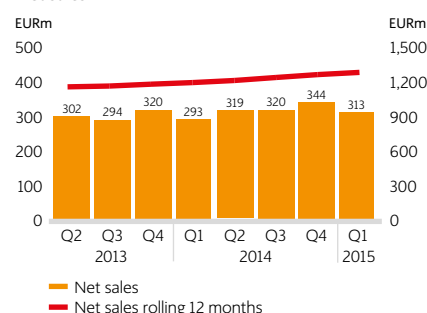
Store sales in the Baltic countries

Store sales, excl. VAT	January–March 2015		
	EURm	Change all stores	Change like-for-like
Estonia	86	1.7%	0.9%
Latvia	160	5.2%	3.8%
Lithuania	65	18.6%	2.0%
Total	311	6.7%	2.6%

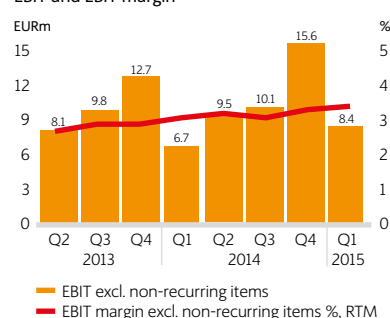
Number of stores in the Baltic countries

Country	December 2014	New	Closed	March 2015
Estonia	84			84
Latvia	112			112
Lithuania	46	2		48
Total	242	2	0	244

Net sales



EBIT and EBIT margin



Apotek Hjärtat

ICA Gruppen's acquisition of Apotek Hjärtat AB was completed in January 2015. Previously (since 2010) ICA conducted pharmacy operations through Cura pharmacies. As a result of the acquisition ICA Gruppen became the second-largest player in the Swedish pharmacy market with approximately 380 pharmacies.

First quarter 2015

Apotek Hjärtat has been part of ICA Gruppen since 15 January. Comparative figures below relate to Cura pharmacies. Cura is included in the pharmacy segment for the entire quarter.

ICA's pharmacies had net sales which amounted to SEK 2,783 million (469). Operating profit excluding non-recurring items was SEK 25 million (–7). Operating profit includes a total of SEK 53 million for acquisition-related and integration costs. For the full year 2015 acquisition-related and integration costs are expected to amount to approximately SEK 200 million.

The ongoing integration work is proceeding according to plan. A new organisation and management are in place and the name of the pharmacy operations will be Apotek Hjärtat. Reprofitting of the Cura pharmacies will start before the summer and be completed before the end of the year.

The earlier assessment that the acquisition will realise net annual synergies of approximately SEK 70 million from 2016 and SEK 80 million from 2019 remains unchanged. Insignificant synergy effects were realised in the first quarter.

Pharmacies

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
Net sales, SEKm	2,783	469	4,406	2,092
<i>Of which:</i>				
– Prescription drugs	2,022	282	3,000	1,260
– OTC drugs	340	107	704	471
– Other products and services	421	80	702	361
Operating profit before depreciation (EBITDA), SEKm	66	3	121	58
Operating profit excl. non-recurring items, SEKm	25	–7	58	21
Operating margin excl. non-recurring items, %	1.1	–1.5	1.3	1.0
Investments, SEKm	12	10	32	30
Depreciation, SEKm	36	10	63	37
Number of employees	2,837	599	–	653
Private label share of other products, %	14.8	6.7	–	7.2

Number of pharmacies

	December 2014	Acquired	New	Closed	March 2015
Pharmacies	67	307	4	0	378

First quarter 2015

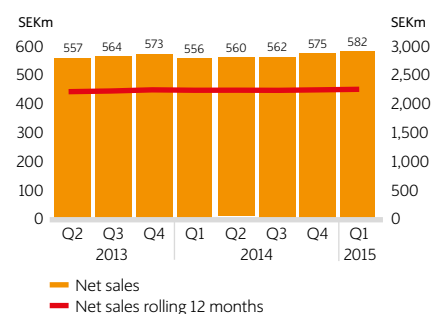
ICA Real Estate's net sales increased by 4.7% to SEK 582 million (556). Rental income from owned property was largely unchanged. The loss of rental income from divested properties in 2014 was compensated by income from new properties.

Operating profit before non-recurring items increased by SEK 10 million compared with last year which was mainly explained by lower costs and higher earnings from joint ventures.

The higher investment level in the quarter compared with 2014 is mainly due to the ongoing extension to the warehouse in Långeberga outside Helsingborg, Sweden. No divestments took place during the quarter.

Preparations are underway to start divestment of the Norwegian properties.

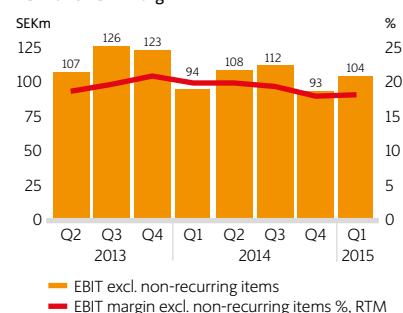
Net sales



ICA Real Estate

SEKm	First quarter		12 months	Full year
	2015	2014	Apr 2014– Mar 2015	
Net sales, SEKm	582	556	2,279	2,253
Of which rental income owned properties, SEKm	285	287	1,145	1,147
Operating profit before depreciation (EBITDA), SEKm	234	222	985	973
Operating profit excl. non-recurring items, SEKm	104	94	419	409
Operating margin excl. non-recurring items, %	17.9	16.9	18.4	18.2
Investments, SEKm	329	191	1,193	1,055
Divestment, SEKm	0	–1	1,038	1,037
Depreciation, SEKm	130	129	516	515
Yield, %	6.8	6.8	–	6.9
Occupancy rate, %	98.1	97.9	–	98.3
Number of owned properties	189	202	–	187
Number of owned square metres, 000 sq. m	800	820	–	781
Number of employees	82	78	–	77

EBIT and EBIT margin



First quarter 2015

ICA Bank's revenues fell 4.6% in the quarter driven by low interest rate levels which led to lower net interest. Net commission and other revenue rose slightly.

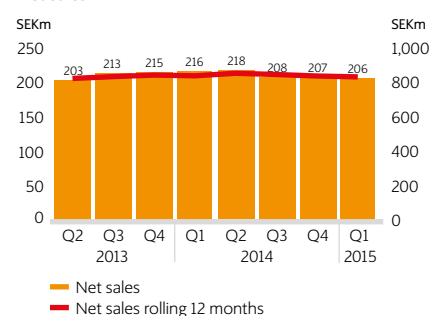
Operating profit excluding non-recurring items was SEK 23 million lower than in the previous year. In addition to the earnings effects from lower net income the bank also had high costs for IT and advertising. Additional costs will also be incurred linked to the start-up of ICA's insurance company which will take place in the fourth quarter of this year. These costs amount to SEK 12 million (3) in the first quarter.

The bank's business volume continued to increase and all components showed a positive trend: deposits and lending, unsecured loans and mortgages, as well as savings in mutual funds. The number of bank customers increased by more than 7,000 to over 663,000.

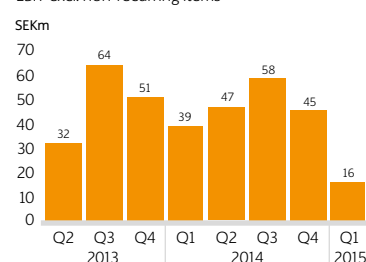
ICA Bank

SEKm	First quarter		12 months	Full year
	2015	2014	Apr 2014– Mar 2015	2014
Revenues, SEKm	206	216	838	848
Of which, net interest, SEKm	98	106	407	415
Operating profit before depreciation (EBITDA), SEKm	23	46	206	229
Operating profit excl. non-recurring items, SEKm	16	39	166	189
C/I ratio, %	82.7	77.7	—	78.9
Return on equity, %	7.1	10.0	—	8.0
Loan loss ratio, %	−0.4	−0.5	—	0.1
Capital adequacy ratio, %	16.3	15.4	—	16.3
Business volume, SEKm	26,679	24,855	—	26,353
Number of employees	330	317	—	322

Net sales



EBIT excl. non-recurring items



Portfolio Companies

With effect from the second quarter of 2015, the portfolio companies are Hemtex and inkClub. Hemtex is a home textile retail chain with stores in Sweden, Finland and Estonia. With a total of 157 stores, Hemtex is the Nordic region's leading home textile chain. inkClub conducts online sales of a range of consumables to customers in 14 European countries.

First quarter 2015

The portfolio companies' net sales amounted to SEK 521 million (565). Since the first quarter of 2014, Forma publishing and Kjell & Company have been divested. In addition, inkClub has sold Beauty Planet. Adjusted for these changes like-for-like sales increased from SEK 497 million to SEK 517 million or by almost 4%. The increase is attributable to Hemtex and to inkClub excluding Beauty Planet.

Operating profit excluding non-recurring items was SEK 7 million lower and SEK 3 million lower like-for-like. Cervera's earnings improved while earnings for inkClub and Hemtex were slightly lower than in the previous year.

Divestment of Cervera

On 16 March, ICA Gruppen signed an agreement to sell Cervera. The deal could be completed on 23 April following approval from the Swedish Competition Authority.

The purchase price amounted to SEK 160 million. After a conditional shareholder dividend to ICA Gruppen of SEK 35 million, the remaining consideration was divided between ICA Gruppen and co-owners according to their holding percentage. ICA Gruppen owned 91.4% of Cervera. Taken overall, the sale provided a positive cash flow effect for ICA Gruppen of SEK 135 million and a capital loss of approximately SEK 10 million after deduction for transaction costs.

Portfolio Companies

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
Net sales, SEKm	521	565	2,520	2,564
Operating profit/loss after depreciation (EBITDA), SEKm	–30	–27	595	598
Operating profit/loss excl. non-recurring items, SEKm	–43	–36	46	53
Operating margin excl. non-recurring items, %	–8.3	–6.4	1.8	2.1
Investments, SEKm	17	13	53	49
Depreciation, SEKm	11	8	44	41
Number of employees	952	1,082	–	1,025

Store sales

Store sales excl. VAT	January–March 2015		
	SEKm	Change all stores	Change like-for-like
Hemtex	173	–3.3%	0.6%
Cervera	228	6.0%	5.3%

Number of stores, incl. franchise stores

Format	December 2014	New	Closed	March 2015
Cervera	70		–1	69
Hemtex	157			157
Total	227	0	–1	226

Other, Group

Seasonal variations

Grocery retail sales are affected by national holidays and when these occur. Christmas and Easter in particular are key holidays for groceries. For a large part of the retail sector the fourth quarter is seasonally the strongest quarter of the year.

Risks and uncertainties

ICA Gruppen works at Group level to systematically identify and manage the risks associated with its operations. The risk management process is an integrated part of the strategy and budget work of each unit. Risks are consolidated and risk management is reported to and monitored by ICA Gruppen's Executive Management and Board of Directors. The key risk areas are legal risks, market risks, sustainability and product safety risks, brand risks as well as continuity risks.

ICA Gruppen has significant exposure to the Nordic and Baltic grocery sector. Economic downturns and political decisions are factors which could have a negative impact on the Group's sales and earnings. ICA Gruppen's finance policy stipulates how financial risks should be managed and curtailed. The policy also provides a framework for the Group's treasury management. More information about risk management is provided on pages 16–20 of ICA Gruppen's Annual Report for 2014.

Related-party transactions

No significant transactions took place between ICA Gruppen and related parties during the period.

Parent Company performance

The Parent Company's net sales amounted to SEK 11 million (13) in the first quarter. Loss before tax amounted to SEK 185 million (–402). The change in earnings can mainly be attributed to impairment of shares in Cervera Intressenter AB in the first quarter of 2014.

Share information

Share capital in ICA Gruppen amounts to SEK 502,866,988 distributed among 201,146,795 shares, each with a quota value of SEK 2.50. At the end of the period the number of C shares amounted to 82,067,892 and the number of ordinary shares amounted to 119,078,903, of which 141,655 ordinary shares are held by ICA Gruppen. Ordinary shares and C shares carry the same voting rights but a different dividend entitlement. While ordinary shares have an unlimited dividend entitlement, C shares do not carry entitlement to cash profit distribution. All C shares will be converted into ordinary shares on 1 January 2016, which means that thereafter the company will only have one class of share in the form of ordinary shares with dividend entitlement. The total number of shares will remain unchanged after the conversion.

Ownership structure – Largest identified shareholders in ICA Gruppen at 31 March 2015

	Number of shares	Share of capital and voting rights, %
ICA-handlarnas Förbund	103,163,599	51.3
Industrivärden & Investment AB Promotion	21,125,000	10.5
Leif Jönsson	1,259,601	0.6
Robur Försäkring	1,256,580	0.6
Norges Bank	1,249,475	0.6
SEB Investment Management	1,094,382	0.5
Handelsbanken Funds	914,438	0.4
Handelsbanken Pension Fund	900,000	0.4
Handelsbanken Pension Foundation	850,000	0.4
AMF – Insurance and Funds	799,312	0.4
Ten largest shareholders total:	50,544,495	65.9
Other shareholders	68,534,753	34.1
Total	201,146,795	

Source: Euroclear Sweden AB

Financial statements

Consolidated statement of comprehensive income

SEKm	Note	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
		2015	2014		
Net sales		23,673	19,755	91,092	87,174
Cost of goods sold		–20,472	–17,075	–78,435	–75,038
Gross profit		3,201	2,680	12,657	12,136
Other operating income		81	69	895	883
Selling expenses		–1,724	–1,480	–6,429	–6,185
Administrative expenses		–732	–571	–2,523	–2,362
Other operating expenses		–53	0	–439	–386
Share of profits of associates and joint ventures	2	4	6	9	11
Operating profit	3	777	704	4,170	4,097
Financial income		9	14	33	38
Financial expenses		–100	–103	–405	–408
Profit before tax		686	615	3,798	3,727
Tax		–157	–138	–641	–622
Profit for the period from continuing operations		529	477	3,157	3,105
Profit/loss from discontinued operations	7	10	–178	–250	–438
Profit for the period		539	299	2,907	2,667
Other comprehensive income, items that may not be reclassified to profit or loss					
Actuarial gains or losses defined benefit pensions		–361	–92	–515	–246
Other comprehensive income, items that may be reclassified to profit or loss, net after tax					
Change in translation reserve		–22	60	63	145
Change in fair value reserve		0	0	0	0
Change in hedging reserve		–88	–49	–112	–73
Share of other comprehensive income of joint ventures		–8	–16	–53	–61
Total items that may be reclassified to profit or loss		–118	–5	–102	11
Comprehensive income for the period		60	202	2,290	2,432
Profit for the period attributable to					
Owners of the parent		515	302	2,731	2,518
Non-controlling interests		24	–3	176	149
Comprehensive income for the period attributable to					
Owners of the parent		40	208	2,133	2,301
Non-controlling interests		20	–6	157	131
Earnings per share before and after dilution ¹					
Ordinary share		2.56	1.50	13.59	12.53
Ordinary share, continuing operations		2.51	2.39	14.83	14.71
Ordinary share, discontinued operations		0.05	–0.89	–1.24	–2.18

¹ Same figure for ordinary shares and C shares. Earnings per share have been reduced by an amount corresponding to the dividend to preference shareholders in ICA Fastigheter Sweden AB. The effect amounts to SEK 0.19 per share per quarter.

Condensed consolidated statement of financial position

SEKm	Note	31 March 2015	31 March 2014	31 December 2014
ASSETS				
Non-current assets				
Goodwill		16,363	11,867	11,545
Trademarks		13,592	13,065	13,112
Other intangible assets		926	830	803
Interests in joint ventures and associates	2	752	694	757
Deferred tax assets		275	385	254
Lending and investments in ICA Bank		7,081	6,261	7,159
Land, buildings and investment properties		16,056	16,867	15,923
Other non-current assets		1,892	2,462	1,703
Total non-current assets		56,937	52,431	51,256
Current assets				
Inventories		4,387	4,218	3,566
Lending and investments in ICA Bank		3,025	2,892	3,075
Other current assets		6,269	4,494	4,926
Cash and cash equivalents in ICA Bank		2,689	2,952	2,380
Cash and cash equivalents		349	552	3,711
Total current assets		16,719	15,108	17,658
Assets held for sale	4	3,537	866	3,520
TOTAL ASSETS		77,193	68,405	72,434
EQUITY AND LIABILITIES				
Equity		27,934	26,753	27,911
Non-current liabilities				
Provisions		2,854	2,058	2,342
Deferred tax liabilities		4,844	4,908	4,839
Non-current interest-bearing liabilities		9,765	7,615	9,658
Other non-current liabilities		206	35	156
Total non-current liabilities		17,669	14,616	16,995
Current liabilities				
Deposits ICA Bank		11,049	10,580	11,031
Current interest-bearing liabilities		4,331	2,817	1,277
Other current liabilities		14,279	13,205	13,298
Total current liabilities		29,659	26,602	25,606
Liabilities held for sale	4	1,931	434	1,922
TOTAL EQUITY AND LIABILITIES		77,193	68,405	72,434
Pledged assets		2,544	818	2,563
Contingent liabilities		216	205	208

Condensed consolidated statement of cash flows, incl. ICA Norway

SEKm	Note	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
		2015	2014		
Operating profit		787	528	3,923	3,664
Depreciation and impairment		369	433	2,072	2,136
Other non-cash items		52	-6	-529	-587
Income tax paid		-227	-285	-615	-673
Cash flow from operating activities before change in working capital		981	670	4,851	4,540
Change in working capital:					
Inventories		-50	34	-419	-335
Current receivables		-501	292	-1,318	-525
Current liabilities		-255	-959	1,237	533
ICA Bank's net of deposits, lending and investments		141	26	-486	-601
Cash flow from operating activities		316	63	3,865	3,612
Acquisition of property, plant and equipment and intangible assets		-4,163	-689	-6,050	-2,576
Sale of property, plant and equipment and intangible assets		37	8	2,157	2,128
Investments in joint ventures		0	0	-158	-158
Change in financial assets		9	50	-38	3
Interest received		9	11	38	40
Cash flow from investing activities		-4,108	-620	-4,051	-563
Dividend paid		-37	0	-1,116	-1,079
Change in loans		865	196	1,325	656
Interest paid		-82	-58	-368	-344
Cash flow from financing activities		746	138	-159	-767
Cash flow for the period	5	-3,046	-419	-345	2,282
Cash and cash equivalents at the beginning of the period		6,258	3,948	3,504	3,948
Exchange differences in cash and cash equivalents		-23	-25	30	28
Cash and cash equivalents at the end of the period	5	3,189	3,504	3,189	6,258
Cash and cash equivalents are recognised on the following lines					
Cash and cash equivalents		3,038	3,504	3,038	6,091
Assets held for sale	4	151	—	151	167
		3,189	3,504	3,189	6,258

Disclosure on cash flow from discontinued operations

ICA Norway's operating profit amounted to SEK 11 million (-176). ICA Norway's cash flow is included with SEK 95 million (-138) in cash flow from operating activities, with SEK -18 million (-73) in cash flow from investing activities and SEK -1 million (-2) in cash flow from financing activities.

Condensed consolidated statement of changes in equity, group

SEKm	Note	Attributable to owners of the parent	Attributable to non-controlling interests	Total
Opening equity, 1 January 2015		24,706	3,205	27,911
Change in non-controlling interests		—	0	0
Dividend		0	-37	-37
Comprehensive income for the period		40	20	60
Closing equity, 31 March 2015		24,746	3,188	27,934

SEKm	Note	Attributable to owners of the parent	Attributable to non-controlling interests	Total
Opening equity, 1 January 2014		23,363	3,178	26,541
Change in non-controlling interests		—	10	10
Comprehensive income for the period		208	-6	202
Closing equity, 31 March 2014		24,706	3,205	27,911

Supplementary disclosures – Group

NOTE 1, ACCOUNTING PRINCIPLES

This interim report is prepared according to IAS 34. The accounting principles and calculation methods are the same as those applied in the 2014 Annual Report. For 2015 only a few amendments have been published from IASB and IFRIC. These amendments have not had any material impact on ICA Gruppen's financial statements.

New standards from IASB not endorsed by the EU with relevance for ICA Gruppen:

IFRS 15 *Revenues from Contracts with Customers* was published in May 2014 and comes into force on 1 January 2017. IASB proposes that the introduction is delayed one year until 1 January 2018. In a preliminary analysis, ICA Gruppen's assessment is that the effect on the financial statements will be limited when it is introduced.

IFRS 9 *Financial instruments* was published in 2014. It comes into force for the financial year that starts on 1 January 2018. It has not yet been possible to assess the effects of its introduction, but the standard of relevance, among other things, for recognition of credit losses, and therefore in particular for ICA Bank, as well as for hedge accounting.

The preparation of the financial statements in accordance with IFRS requires management to make assessments, estimates and assumptions that affect the application of the accounting principles and the carrying amounts in the income statement and the balance sheet. Estimates and assumptions are based on historical experience and a number of factors that are considered reasonable based on the circumstances. The results of these estimates and assumptions are used to assess the carrying amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from the estimates and assessments.

NOTE 2, INTERESTS IN JOINT VENTURES AND ASSOCIATES

SEKm	Book value 31 March		Share of profit, Jan–Mar	
	2015	2014	2015	2014
Bra förlag AB	—	—	—	0
Trade Press AS	13	—	0	0
Kjell & Co Elektronik AB	—	—	—	8
Ancore Fastigheter AB	737	686	4	–2
Other	2	8	0	0
Total	752	694	4	6

Information relating to Ancore Fastigheter AB

SEKm	January– March 2015	January– March 2014	Full year 2014
Income	96	76	325
Expenses	–40	–34	–135
Operating profit	56	42	190
Net financial items	–43	–40	–168
Tax	–5	–6	–19
Profit/loss for the period	8	–4	3
Other comprehensive income	–7	–32	–121
Comprehensive income for the period	1	–36	–118
Non-current assets	4,811	3,757	4,826
Current assets	139	135	122
Total assets	4,950	3,892	4,948
Equity	–119	–44	–112
Shareholder loan	1,526	1,226	1,526
Non-current liabilities	3,135	2,482	3,138
Current liabilities	408	228	396
Total equity and liabilities	4,950	3,892	4,948

Ancore Fastigheter AB is co-owned in a joint venture between Alecia pensionsförsäkring and ICA Gruppen. The parties each own 50% of the company which is a joint venture. Ancore fastigheter AB owns and manages 30 properties in Sweden which contain ICA stores in which operations are conducted by non-consolidated ICA retailers.

NOTE 3, NON-RECURRING ITEMS

SEKm	January– March 2015	January– March 2014	Full year
Operating profit excl. non-recurring items	775	699	3,937
Capital gains on sale of non-current assets			
Portfolio Companies, Forma	—	—	–2
Portfolio Companies, Kjell & Co	—	—	445
Portfolio Companies, inkClub	2	—	—
ICA Real Estate	—	—	49
Rimi Baltic	—	—	54
Other	—	5	0
Impairment			
Portfolio Companies	—	—	–322
ICA Real Estate	—	—	–42
Rimi Baltic	—	—	–22
Operating profit	777	704	4,097

NOTE 4, ASSETS AND LIABILITIES HELD FOR SALE

	ICA Norway	Cervera	ICA Real Estate	Total
Intangible assets	131	1	—	132
Property, plant and equipment	1,398	26	25	1,449
Financial assets	12	11	—	23
Inventories	1,036	202	—	1,238
Other current assets	483	61	—	544
Cash and cash equivalents	151	—	—	151
Total assets held for sale	3,199	301	25	3,537
Provisions	94	—	—	94
Current liabilities	1,686	151	—	1,837
Total liabilities held for sale	1,780	151	0	1,931

NOTE 5, CONSOLIDATED CASH FLOW STATEMENT

SEKm	Group 2015	ICA Bank 2015	Group excl. ICA Bank
Cash flow from operating activities before change in working capital	981	–21	1,002
Change in working capital			
Inventories	–50	0	–50
Current receivables	–502	35	–537
Current liabilities	–255	135	–390
ICA Bank's net of deposits, lending and investments	142	142	0
Cash flow from operating activities	316	291	25
Cash flow from investing activities	–4,108	–2	–4,106
Cash flow from financing activities	746	20	726
Cash flow for the period	–3,046	309	–3,355
Cash and cash equivalents at the beginning of the period	6,258	2,380	3,878
Exchange differences in cash and cash equivalents	–23	0	–23
Cash and cash equivalents at the end of the period	3,189	2,689	500

NOTE 6, FINANCIAL INSTRUMENTS

At 31 March 2015 financial assets measures at fair value in ICA Gruppen amounted to SEK 2,718 million (2,460). Financial liabilities measured at fair value amounted to SEK 453 million (71) at 31 March 2015. All financial assets are attributable to level 2 in the fair value hierarchy. Carrying amount corresponds to fair value for all financial assets and liabilities apart from bond loans where fair value exceeds carrying amount by SEK 344 million.

NOTE 7, DISCONTINUED OPERATIONS

SEKm	January– March 2015	January– March 2014	Full year 2014
Net sales	3,734	3,754	15,826
Other income	1	0	108
Expenses	–3,724	–3,930	–16,367
Operating profit/loss	11	–176	–433
Net financial items	–1	–2	–5
Tax	0	0	0
Profit/loss from discontinued operations	10	–178	–438

ICA Norway has been classified as a discontinued operation since 30 September 2014. No impairment arose at measurement to fair value after deduction for selling costs.

NOTE 8, ACQUISITION OF APOTEK HJÄRTAT

As part of strengthening its position in the Swedish pharmacy market, ICA Gruppen announced on 12 November that an agreement had been signed with Altor Fund III to acquire all the shares in Apotek Hjärtat AB for a purchase price of SEK 5.7 billion on a debt-free basis. Completion of this transaction was subject to approval from the Swedish Competition Authority and the Swedish Medical Products Agency. Approval from the Medical Products agency was received on 5 December 2014. Approval was received from the Swedish Competition Authority on 9 January and the acquisition was completed on 15 January 2015.

Apotek Hjärtat has approximately 2,000 employees and over 300 pharmacies. Apotek Hjärtat and ICA Gruppen's own Cura pharmacies will have combined annual sales in excess of SEK 11 billion and be the second-largest player in the Swedish market with a market share of approximately 30%. From 2019 the acquisition is expected to provide annual cost synergies for ICA Gruppen of approximately SEK 80 million. Synergies will mainly arise within central overhead costs, purchasing and logistics. The acquisition will initially be financed through a combination of cash and existing credit facilities. Apotek Hjärtat is expected to make a positive contribution to ICA Gruppen's net earnings per share for 2015, before non-recurring acquisition-related costs. Apotek Hjärtat had sales of SEK 9,596 million in 2014, with an operating profit of SEK 401 million and profit after tax of SEK 103 million. Cura, which was included in the segment ICA Sweden, had sales of SEK 2,092 million (1,671) with an operating profit of SEK 21 million (–32).

The total consideration transferred was SEK 3,787 million, which exceeds the net fair value of all identifiable assets and liabilities in the acquisition. Acquisition-related costs of SEK 33 million have been recognised as an expense. In the preliminary purchase price allocation surplus values were attributable to customer relations and trademarks as well as the remaining portion of goodwill. The acquisition of Apotek Hjärtat has affected net sales by SEK 2,197 million and operating profit excluding non-recurring items by SEK 18 million. If the acquisition had taken place on 1 January 2015, ICA Gruppen's net sales in the first quarter would have amounted to SEK 24,026 million and profit excluding non-recurring items to SEK 777 million. Apotek Hjärtat Holding AB has an ongoing tax dispute relating to interest deductions. The Administrative Court of Appeal's decision is expected in 2015. In the event of a negative outcome, ICA Gruppen will be compensated in full by the seller for any additional tax.

SEKm	
Value according to preliminary purchase price allocation	
Brands	500
Customer relations	25
Other intangible assets	62
Property, plant and equipment	200
Other non-current assets	6
Inventories	800
Other current assets	755
Cash and cash equivalents	288
Provisions	–1
Non-current liabilities	–9
Deferred tax liabilities	–114
Current liabilities	–3,549
Acquired, identifiable net assets	–1,037
Goodwill	4,824
Acquired, identifiable net assets including goodwill	3,787
Consideration transferred	3,787
Cash and cash equivalents in Apotek Hjärtat AB	–288
Change in consolidated cash and cash equivalents	3,499

Condensed Parent Company income statement

SEKm	First quarter		12 months	Full year
	2015	2014	Apr 2014– Mar 2015	
Net sales	11	13	42	44
Gross profit	11	13	42	44
Administrative expenses	–113	–91	–421	–399
Operating profit/loss	–102	–78	–379	–355
Financial income	0	0	0	0
Financial expenses	–77	–107	–373	–403
Profit/loss from investments in group companies	–6	–217	4,002	3,791
Profit/loss after financial items	–185	–402	3,250	3,033
Appropriations	–	–	1,159	1,159
Profit/loss before tax	–185	–402	4,409	4,192
Tax	38	41	–114	–111
Profit/loss for the period	–147	–361	4,295	4,081

Condensed Parent Company balance sheet

SEKm	31 March 2015	31 March 2014	31 December 2014
ASSETS			
Non-current assets			
Investments in group companies	29,794	29,910	29,774
Other intangible assets	80	47	77
Deferred tax assets	217	325	214
Other non-current assets	127	126	120
Total non-current assets	30,218	30,408	30,185
Current assets			
Current receivables from group companies	3,139	77	2,314
Other current assets	87	62	68
Cash and cash equivalents	–	–	–
Total current assets	3,226	139	2,382
TOTAL ASSETS	33,444	30,547	32,567
EQUITY AND LIABILITIES			
Equity	20,129	16,785	20,276
Provisions	321	297	316
Non-current liabilities			
Non-current interest-bearing liabilities	8,485	6,724	8,482
Liabilities to group companies	3,000	3,000	3,000
Other non-current liabilities	–	–	–
Total non-current liabilities	11,485	9,724	11,482
Current liabilities			
Current interest-bearing liabilities	1,164	1,233	171
Current liabilities to group companies	9	2,229	20
Other current liabilities	336	279	302
Total current liabilities	1,509	3,741	493
TOTAL EQUITY AND LIABILITIES	33,444	30,547	32,567

Quarterly overview

Pro forma excluding effects of acquisition of ICA AB through Q2 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015
Net sales, SEKm	20,867	20,800	21,820	19,755	22,223	22,016	23,180	23,673
Operating profit before depreciation (EBITDA), SEKm	1,169	1,408	1,307	1,028	1,752	1,616	1,423	1,146
Operating profit (EBIT) excl. non-recurring items, SEKm	798	1,110	1,058	699	985	1,172	1,081	775
Operating margin excl. non-recurring items, %	3.8	5.3	4.8	3.5	4.4	5.3	4.7	3.3
Operating profit (EBIT), SEKm	879	1,109	753	704	1,424	904	1,065	777
Operating margin, %	4.2	5.3	3.5	3.6	6.4	4.1	4.6	3.3
Profit before tax, SEKm	705	948	601	615	1,338	823	951	686
Profit from continuing operations, SEKm	594	714	645	477	1,145	676	807	529
Profit/loss from discontinued operations, SEKm	-256	-163	-114	-178	-151	-181	72	10
Profit for the period, SEKm	338	551	531	299	994	495	879	539
Earnings per share, continuing operations, SEK *	3.20	3.57	3.06	2.39	5.40	3.19	3.74	2.51
Earnings per share, discontinued operations, SEK *	-1.36	-0.81	-0.57	-0.89	-0.75	-0.90	0.36	0.05
Earnings per share, SEK *	1.84	2.76	2.49	1.50	4.65	2.29	4.09	2.56
Equity per share, SEK *	110.56	113.70	116.23	117.27	117.33	120.21	122.91	123.12
Return on equity, %	2.9	8.7	6.0	7.0	8.6	7.9	9.3	10.2
Return on capital employed, %	9.3	9.3	8.5	8.1	9.7	9.3	10.1	10.0
Cash flow from operating activities continuing operations SEKm	1,816	676	2,105	201	1,522	395	1,676	221
Cash flow from operating activities discontinued operations, SEKm	-125	-58	-95	-138	22	156	-222	95
Cash flow from operating activities, SEKm	1,691	618	2,010	63	1,544	551	1,454	316
Cash flow from operating activities continuing operations per share, SEK *	9.65	3.36	10.47	1.00	7.57	1.96	8.34	1.10
Cash flow from operating activities discontinued operations per share, SEK *	-0.66	-0.29	-0.47	-0.69	0.11	0.78	-1.11	0.47
Cash flow from operating activities per share, SEK *	8.99	3.07	10.00	0.31	7.68	2.74	7.23	1.57
Investing activities continuing operations (cash flow) SEKm	438	1,311	562	615	496	558	682	4,144
Investing activities discontinued operations (cash flow), SEKm	86	65	84	74	46	45	60	19
Investing activities (cash flow) SEKm	524	1,376	646	689	542	603	742	4,163
Net debt, SEKm	-13,211	-13,854	-9,190	-9,909	-9,084	-8,276	-7,058	-13,596
Net debt/EBITDA	2.8	2.8	1.9	2.0	1.7	1.5	1.2	2.3

* Same figures for ordinary shares and C shares.

Quarterly data by segment

Net sales by segment

SEKm	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015
ICA Sweden	16,749	16,765	17,251	15,671	17,811	17,550	18,216	17,024
ICA Norway	—	—	—	—	—	—	—	—
Rimi Baltic	2,581	2,548	2,838	2,597	2,888	2,952	3,195	2,932
Apotek Hjärtat	434	410	445	469	535	524	564	2,783
ICA Bank	203	213	215	216	218	207	207	206
ICA Real Estate	557	564	573	556	560	562	575	582
Portfolio Companies	613	586	892	565	587	579	833	521
Other	28	20	20	24	22	20	31	26
Intra-group sales	–298	–306	–414	–343	–398	–378	–441	–401
Net sales	20,867	20,800	21,820	19,755	22,223	22,016	23,180	23,673

Operating profit before depreciation by segment (EBITDA)

SEKm	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015
ICA Sweden	798	978	922	702	914	1,056	909	787
ICA Norway	—	—	—	—	—	—	—	—
Rimi Baltic	135	154	182	128	156	220	218	150
Apotek Hjärtat	4	2	0	3	17	24	14	61
ICA Bank	41	73	60	46	55	66	52	23
ICA Real Estate	208	231	245	223	238	290	222	234
Portfolio Companies	–23	–3	60	–28	437	3	125	–30
Other	6	–27	–162	–46	–65	–43	–117	–79
Operating profit before depreciation (EBITDA)	1,169	1,408	1,307	1,028	1,752	1,616	1,423	1,146

Operating profit excluding non-recurring items by segment

SEKm	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015
ICA Sweden	724	897	828	618	833	970	807	694
ICA Norway	—	—	—	—	—	—	—	—
Rimi Baltic	70	87	113	59	86	93	145	78
Apotek Hjärtat	–5	–6	–9	–7	7	12	9	25
ICA Bank	32	64	51	39	47	58	45	16
ICA Real Estate	107	126	123	94	108	112	95	104
Portfolio Companies	–35	–15	131	–36	–14	–13	116	–43
Other	–95	–43	–179	–68	–82	–60	–136	–99
Operating profit excl. non-recurring items	798	1,110	1,058	699	985	1,172	1,081	775

Depreciation by segment

SEKm	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015
ICA Sweden	74	81	94	84	83	87	104	93
ICA Norway	—	—	—	—	—	—	—	—
Rimi Baltic	65	67	69	69	70	74	72	72
Apotek Hjärtat	9	8	9	10	10	12	5	36
ICA Bank	9	9	9	7	8	8	7	7
ICA Real Estate	102	105	108	129	129	127	130	130
Portfolio Companies	12	12	11	8	11	11	11	11
Other	16	16	17	17	17	17	19	20
Depreciation	287	298	317	324	328	336	348	369

Key figures ICA Gruppen

SEKm	First quarter		12 months Apr 2014– Mar 2015	Full year 2014
	2015	2014		
Operating profit before depreciation EBITDA, SEKm	1,146	1,028	5,937	5,819
Operating margin excl. non-recurring items, %	3.3	3.5	4.4	4.5
Operating margin, %	3.3	3.6	4.6	4.7
Net margin, %	2.3	1.5	3.2	3.1
Return on capital employed, %	10.0	8.1	10.0	10.1
Return on equity, %	10.2	7.0	10.2	9.3
Equity/assets ratio, %	36.2	39.1	36.2	38.5
Net debt, SEKm	–13,596	–9,909	–13,596	–7,058
Net debt/EBITDA	2.3	2.1	2.3	1.2
Share data				
Earnings per share continuing operations, SEK	2.51	2.39	14.83	14.71
Earnings per share discontinued operations, SEK	0.05	–0.89	–1.24	–2.18
Earnings per share, SEK	2.56	1.50	13.59	12.53
Share price at the end of the period, SEK	289.10	234.90	289.10	305.80
Dividend per ordinary share, SEK	–	–	–	9.50
Dividend, SEKm	–	–	–	1,130
Dividend payout ratio, %	–	–	–	42
Equity per share, SEK	123.12	117.27	123.12	122.91
Cash flow from operating activities per share, SEK	1.10	1.00	19.23	17.97
Number of ordinary shares	118,937,248	118,937,248	118,937,248	118,937,248
Number of C shares	82,067,892	82,067,892	82,067,892	82,067,892
Total number of shares at the end of the period	201,005,140	201,005,140	201,005,140	201,005,140
Average number of shares	201,005,140	201,005,140	201,005,140	201,005,140
Average number of shares after dilution	201,146,795	201,146,795	201,146,795	201,146,795

Stockholm, 6 May 2015

Per Strömberg
CEO of ICA Gruppen

The information in this interim report is such that ICA Gruppen must disclose pursuant to the Swedish Securities Market Act and/or the Swedish Financial Instruments Trading Act. The information was submitted for publication at 07.00 CET on Wednesday, 6 May 2015. The report has not been reviewed by the company's auditors.

Definitions of key figures

Capital adequacy ratio (ICA Bank)

Refers to ICA Bank. The bank's capital base in relation to risk-weighted items.

Capital employed

Total assets less non-interest bearing liabilities and provisions.

Cash flow from operating activities per share

Cash flow from operating activities for the period divided by the average number of shares outstanding.

C/I ratio (ICA Bank)

Total costs in relation to total income.

Earnings per C share

Same definition as Earnings per ordinary share, since ordinary shares and C shares provide entitlement to equal participation in earnings and equity. C shares do not carry entitlement to a cash dividend, however, which is the case for ordinary shares.

Earnings per ordinary share

Profit for the period, excluding non-controlling interests, divided by the average number of shares outstanding.

EBITDA

(Earnings Before Interest, Taxes, Depreciation and Amortisation)
Operating profit, excluding acquisition effects, before depreciation and impairment.

Equity/assets ratio

Equity including non-controlling interests as a percentage of total assets.

Equity per share

Equity, excluding non-controlling interests, divided by the total number of shares outstanding.

Investments

Investments paid during the period according to the statement of cash flows.

Loan loss ratio (ICA Bank)

Bad debts in relation to average lending.

Net debt

Interest-bearing liabilities excluding pensions, ICA Bank and cash and cash equivalents.

Net interest (ICA Bank)

Difference between the bank's interest income and interest expense.

Net margin

Profit for the period as a percentage of net sales.

Non-recurring items

Gain/loss on disposal of non-current assets, impairment of non-current assets as well as major structural changes. The term also includes the gain which arose in 2013 when the remaining shares in ICA AB were acquired.

Occupancy rate (ICA Real Estate)

Market rental for rented properties divided by total rental income (contracted annual rent + market rent for unrented premises).

Operating margin

Operating profit as a percentage of net sales.

Return on capital employed

Profit after financial income, excluding acquisition effects, as a percentage of average capital employed. ICA Bank's operations are excluded from both the income statement and balance sheet when calculating return on capital employed.

Return on equity

Profit after tax as a percentage of average equity. ICA Bank's operations are excluded from both the income statement and balance sheet when calculating return on equity.

Yield (ICA Real Estate)

Operating net in relation to average book value.

Glossary

Hard discount

Distinctly low price store with limited product range

Joint venture

Cooperation project, a joint venture company.

MTN

A medium-term note in a continuously offered debt note with predetermined maturity date.

Near Food

Items such as household products, pet food and non-prescription drugs.

Non food

Items that are not food, such as clothing and footwear.

Private labels

Own brand products.

Contact and calendar

For further information, please contact:

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Press and analyst meeting

ICA Gruppen is arranging a press and analyst meeting at Tändsticks-palatset, Stockholm on Wednesday, 6 May 2015 at 10.00 CET. CEO Per Strömberg and CFO Sven Lindskog will present the interim report.

The meeting will be webcast and can be followed at www.icagruppen.se/investors. There is also an opportunity to call in on tel. +46 8 566 426 69, +44 20 3428 1436.

Calendar

19 August 2015	Interim report January–June 2015
11 November 2015	Interim report January–September 2015
10 February 2016	Interim report January–December 2015

Sustainability report

ICA Gruppen will publish its Sustainability report for the first quarter of 2015 on 7 May. The report will be available at icagruppen.se

ICA Gruppen AB (publ) is a leading retail company with a focus on food and health. The Group includes ICA Sweden and Rimi Baltic which mainly conduct grocery retail, ICA Real Estate which owns and manages properties, ICA Bank which offers financial services and, since January 2015, Apotek Hjärtat which conducts pharmacy operations. The Group also includes the wholly owned portfolio company inkClub and the partly owned portfolio company Hemtex. For more information see icagruppen.se

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