Securitas AB

Interim Report
January–June 2013

APRIL–JUNE 2013

- **Total sales MSEK 16 510 (16 970)**
- **Organic sales growth 1 percent (0)**
- **Operating income before amortization MSEK 809 (717)**
- **Operating margin 4.9 percent (4.2)**
- **Earnings per share SEK 1.26 (0.90)**

JANUARY–JUNE 2013

- **Total sales MSEK 32 370 (33 234)**
- **Organic sales growth 1 percent (1)**
- **Operating income before amortization MSEK 1 558 (1 437)**
- **Operating margin 4.8 percent (4.3)**
- **Earnings per share SEK 2.30 (1.85)**
- **Free cash flow/net debt 0.15 (0.15)**

COMMENTS FROM THE PRESIDENT AND CEO

The organic sales growth was 1 percent and reflected the challenging macroeconomic situation that prevails in Europe, and the security market in countries such as France, Portugal and Spain continues to deteriorate. The US economy seems to be in a slow and gradual recovery mode. Latin America continued to show strong organic sales growth.

Margin improvement driven by cost savings
The operating margin improved in all divisions compared to previous year, mainly driven by the various restructuring and cost savings actions taken in 2012. We achieved cost savings according to our restructuring plan.

Sales of security solutions and technology gradually increases
In 2012 the sales of security solutions and technology represented approximately 6 percent of Group sales. We have set a target to triple this share of sales by the end of 2015. We continued to increase our investments in resources within security solutions and technology and in the first half of 2013 we were at 7 percent.

Healthcare reform in the USA delayed
The main aspects impacting Securitas of the US law mandating employers to offer health care benefits to full-time employees has been delayed for one year and will apply first as of 2015. This will give us more time to comply with the new legislation, and allow us to progressively adjust our offering to our clients.

Alf Göransson
President and Chief Executive Officer

Contents

ACCOUNTING PRINCIPLES

Comparatives have been restated for the business segments and the Group due to the organizational changes that took place in the Group as of January 1, 2013, and adoption of IAS 19 (revised). Further information can be found in the section Accounting principles on page 13 and in note 8.

FINANCIAL SUMMARY

		Quarter	Change, %			H1	Change, %		Full year	Change, %
MSEK	Q2 2013	Q2 2012	Total	Real	2013	2012	Total	Real	2012	Total
Sales	**16 510**	**16 970**	**–3**	**2**	**32 370**	**33 234**	**–3**	**2**	**66 458**	**4**
Organic sales growth, %	*1*	*0*			*1*	*1*			*0*	
Operating income before amortization	**809**	**717**	**13**	**19**	**1 558**	**1 437**	**8**	**14**	**3 027**	**–9**
Operating margin, %	*4.9*	*4.2*			*4.8*	*4.3*			*4.6*	
Amortization and impairment of acquisition related intangible assets	–64	–67			–128	–131			–297	
Acquisition related costs	–6	–37			–14	–65			–49	
Items affecting comparability	-	-			-	-			–424	
Operating income after amortization	**738**	**613**	**20**	**27**	**1 416**	**1 241**	**14**	**20**	**2 257**	**–23**
Financial income and expenses	–80	–148			–217	–282			–573	
Income before taxes	**658**	**465**	**42**	**48**	**1 199**	**959**	**25**	**31**	**1 684**	**–31**
Net income for the period	**462**	**328**	**41**	**48**	**842**	**675**	**25**	**30**	**1 175**	**–31**
Earnings per share, SEK	1.26	0.90	40	48	2.30	1.85	24	30	3.22	–31
EPS, adjusted for IAC and impairment losses, SEK	1.26	0.90	40	48	2.30	1.85	24	30	4.11	–12
Cash flow from operating activities, %	*36*	*92*			*29*	*58*			*106*	
Free cash flow	–126	94			–250	87			2 086	
Free cash flow to net debt ratio	-	-			*0.15*	*0.15*			*0.21*	

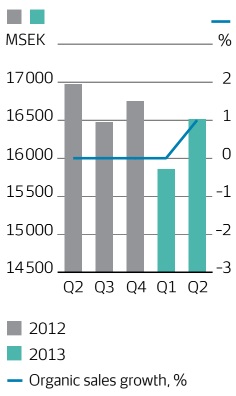
Comparatives have been restated due to the adoption of IAS 19 (revised).

ORGANIC SALES GROWTH AND OPERATING MARGIN DEVELOPMENT PER BUSINESS SEGMENT

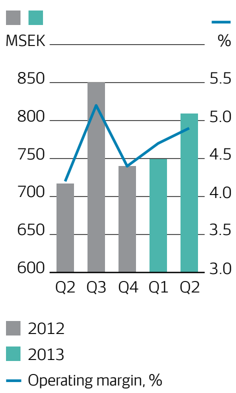
	Organic sales growth				Operating margin			
	Q2		H1		Q2		H1	
%	2013	2012	2013	2012	2013	2012	2013	2012
Security Services North America	1	1	1	1	5.1	4.4	5.0	4.4
Security Services Europe	1	2	0	1	5.7	4.7	5.4	4.8
Security Services Ibero-America	5	–5	3	–2	5.3	5.2	5.4	5.1
Group	**1**	**0**	**1**	**1**	**4.9**	**4.2**	**4.8**	**4.3**

Comparatives have been restated due to the organizational changes that took place in the Group as of January 1, 2013 and adoption of IAS 19 (revised).

Group quarterly sales development



Group quarterly operating income development



APRIL–JUNE 2013

Sales development

Sales amounted to MSEK 16 510 (16 970) and organic sales growth was 1 percent (0). Main positive impact on Group organic sales growth derived from Argentina and Germany, while main negative impact came from France, Spain and the United Kingdom. Real sales growth, including acquisitions and adjusted for changes in exchange rates, was 2 percent (4).

Operating income before amortization

Operating income before amortization was MSEK 809 (717) which, adjusted for changes in exchange rates, represented an improvement of 19 percent.

The Group's operating margin was 4.9 percent (4.2). The restructuring and cost savings program in 2012 had the biggest positive impact on the development. The total price adjustments in the Group were lower compared to wage cost increases due to the situation in some countries in Security Services Europe. Operational improvements and reduced social costs in France balanced the price and wage shortfall.

Operating income after amortization

Amortization of acquisition related intangible assets amounted to MSEK -64 (-67).

Acquisition related costs were MSEK -6 (-37). For further information refer to note 4.

Financial income and expenses

Financial income and expenses amounted to MSEK -80 (-148).

Income before taxes

Income before taxes was MSEK 658 (465). The real change was 48 percent.

Taxes, net income and earnings per share

The Group's tax rate was 29.8 percent (29.6).

Net income was MSEK 462 (328). Earnings per share amounted to SEK 1.26 (0.90).

JANUARY–JUNE 2013

Sales development
Sales amounted to MSEK 32 370 (33 234) and organic sales growth was 1 percent (1). The organic sales growth in Argentina and Germany were key contributors, while France, Spain and United Kingdom showed negative organic sales growth. Real sales growth, including acquisitions and adjusted for changes in exchange rates, was 2 percent (6).

Security solutions and technology sales represented 7 percent of Group sales.

Operating income before amortization
Operating income before amortization was MSEK 1 558 (1 437) which, adjusted for changes in exchange rates, represented an improvement of 14 percent.

The Group's operating margin was 4.8 percent (4.3). The improvement was mainly related to a successfully implemented restructuring and cost savings program in the Group. The total price adjustments in the Group were slightly lower in the first six months compared to wage cost increases due to Security Services Europe in the second quarter.

Operating income after amortization
Amortization of acquisition related intangible assets amounted to MSEK –128 (–131).

Acquisition related costs were MSEK –14 (–65). For further information refer to note 4.

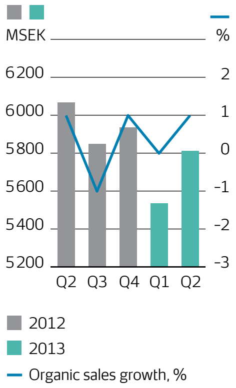
Financial income and expenses
Financial income and expenses amounted to MSEK –217 (–282).

Income before taxes
Income before taxes was MSEK 1 199 (959). The real change was 31 percent.

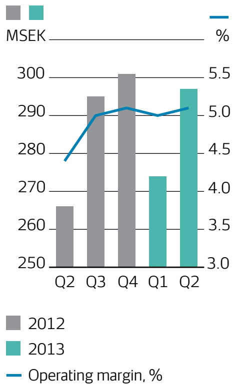
Taxes, net income and earnings per share
The Group's tax rate was 29.8 percent (29.6).

Net income was MSEK 842 (675). Earnings per share amounted to SEK 2.30 (1.85).

Quarterly sales development



Quarterly operating income development



SECURITY SERVICES NORTH AMERICA

Security Services North America provides specialized guarding, security solutions and technology in the USA, Canada and Mexico. The organization comprises 17 business units with in total 109 000 employees and 640 branch managers.

	Quarter		*Change, %*		H1		*Change, %*		Full year
MSEK	**Q2 2013**	**Q2 2012**	***Total***	***Real***	**2013**	**2012**	***Total***	***Real***	**2012**
Total sales	**5 811**	**6 069**	***-4***	***1***	**11 346**	**11 755**	***-3***	***1***	**23 539**
Organic sales growth, %	*1*	*1*			*1*	*1*			*1*
Share of Group sales, %	*35*	*36*			*35*	*35*			*35*
Operating income before amortization	**297**	**266**	***12***	***18***	**571**	**517**	***10***	***15***	**1 113**
Operating margin, %	*5.1*	*4.4*			*5.0*	*4.4*			*4.7*
Share of Group operating income, %	*37*	*37*			*37*	*36*			*37*

Comparatives have been restated due to the organizational changes that took place in the Group as of January 1, 2013 and adoption of IAS 19 (revised).

April–June 2013

The organic sales growth was 1 percent (1), driven by the business units federal government services, critical infrastructure and Pinkerton Corporate Risk Management.

The operating margin was 5.1 percent (4.4), an improvement mainly in the five guarding regions and the business unit federal government services. The major part of the improvement stemmed from the restructuring and cost savings program.

The Swedish krona exchange rate strengthened versus the U.S. dollar and thus had a negative effect on the operating result in Swedish kronor. The real change was 18 percent in the quarter.

January–June 2013

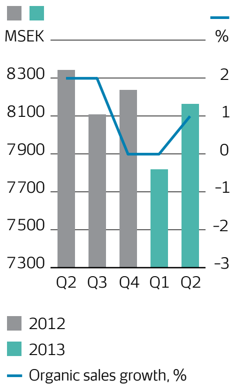
The organic sales growth was 1 percent (1), driven by federal government services, critical infrastructure and Pinkerton Corporate Risk Management. The impact of the leap day in 2012 was slightly negative on organic sales growth in the period.

The operating margin was 5.0 percent (4.4). Improvements were seen mainly in the five guarding regions and the business unit federal government services. The major part of the improvement was an effect of the restructuring and cost savings program.

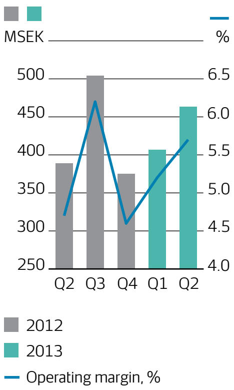
The Swedish krona exchange rate strengthened versus the U.S. dollar and thus had a negative effect on the operating result in Swedish kronor. The real change was 15 percent in the period.

The client retention rate was 90 percent (90). The employee turnover rate in the business segment was 50 percent (52).

Quarterly sales development



Quarterly operating income development



SECURITY SERVICES EUROPE

Security Services Europe provides specialized guarding, security solutions and technology in 27 countries. The organization has in total 120 000 employees and over 800 branch managers.

	Quarter		*Change, %*		H1		*Change, %*		Full year
MSEK	**Q2 2013**	**Q2 2012**	***Total***	***Real***	**2013**	**2012**	***Total***	***Real***	**2012**
Total sales	**8 163**	**8 341**	**-2**	**1**	**15 981**	**16 397**	**-3**	**1**	**32 741**
Organic sales growth, %	*1*	*2*			*0*	*1*			*1*
Share of Group sales, %	*49*	*49*			*49*	*49*			*49*
Operating income before amortization	**463**	**389**	**19**	**22**	**870**	**794**	**10**	**13**	**1 673**
Operating margin, %	*5.7*	*4.7*			*5.4*	*4.8*			*5.1*
Share of Group operating income, %	*57*	*54*			*56*	*55*			*55*

Comparatives have been restated due to the organizational changes that took place in the Group as of January 1, 2013 and adoption of IAS 19 (revised).

April–June 2013

Organic sales growth was 1 percent (2), supported by Germany and the Nordic region while burdened by negative organic sales growth in France of -6 percent and the United Kingdom of -5 percent.

The operating margin was 5.7 percent (4.7), where the restructuring and cost savings program was the main contributor to the improvement. The price and wage balance in the business segment was negative in the quarter however balanced by operational improvements, and reduced social costs in France. Additional restructuring actions and costs of MSEK -18 have been taken in the quarter in the United Kingdom in order to adapt operations to the declining sales volume.

The Swedish krona exchange rate strengthened versus the euro and thus had a negative effect on the operating result in Swedish kronor. The real change was 22 percent in the quarter.

January–June 2013

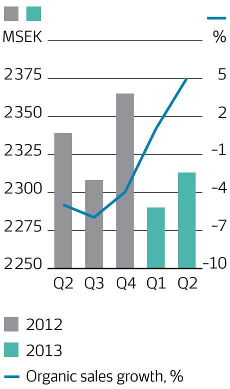
Organic sales growth was 0 percent (1). The Nordic countries had lower organic sales growth compared to last year and countries such as France and United Kingdom showed negative organic sales growth of -8 and -5 percent respectively. The positive development in mainly Germany and Belgium supported organic sales growth. The impact of the leap day in 2012 was slightly negative on organic sales growth in the period.

The operating margin was 5.4 percent (4.8). The improvement was a result of the successful implementation of the restructuring and cost savings program. The price and wage balance in the business segment was negative in the period however balanced by operational improvements, and reduced social costs in France.

The Swedish krona exchange rate strengthened versus the euro and thus had a negative effect on the operating result in Swedish kronor. The real change was 13 percent in the period.

The client retention rate was 92 percent (89). The employee turnover was 26 percent (25).

Quarterly sales development



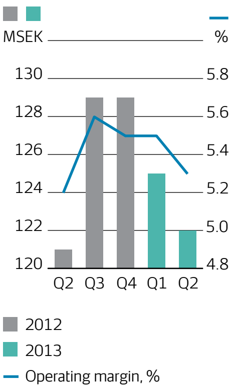
SECURITY SERVICES IBERO-AMERICA

Security Services Ibero-America provides specialized guarding, security solutions and technology in seven countries in Latin America, as well as Portugal and Spain in Europe. The organization has in total 58 000 employees and 190 branch managers.

	Quarter		*Change, %*		H1		*Change, %*		Full year
MSEK	**Q2 2013**	**Q2 2012**	***Total***	***Real***	**2013**	**2012**	***Total***	***Real***	**2012**
Total sales	**2 313**	**2 339**	**-1**	**7**	**4 603**	**4 668**	**-1**	**6**	**9 341**
Organic sales growth, %	*5*	*-5*			*3*	*-2*			*-3*
Share of Group sales, %	*14*	*14*			*14*	*14*			*14*
Operating income before amortization	**122**	**121**	**1**	**12**	**247**	**238**	**4**	**13**	**496**
Operating margin, %	*5.3*	*5.2*			*5.4*	*5.1*			*5.3*
Share of Group operating income, %	*15*	*17*			*16*	*17*			*16*

Comparatives have been restated due to the organizational changes that took place in the Group as of January 1, 2013.

Quarterly operating income development



April–June 2013

Organic sales growth was 5 percent (–5). The positive development was explained by the Latin American countries with strong organic sales growth of 26 percent, primarily driven by price increases in Argentina. In Chile, Colombia and Uruguay the organic sales growth was a combination of portfolio growth and price increases. The organic sales growth continued to be negative in Spain and Portugal, showing –11 percent in Spain in the second quarter, which is the result of a continuously weak market and harsh macro economic conditions.

The operating margin was 5.3 percent (5.2). The positive development was mainly explained by the Latin American countries. Spain declined slightly versus last year despite positive effects from the restructuring and cost savings program from 2012 and the positive effect from the outcome of the collective bargaining agreement was not sufficient to compensate for portfolio losses and increased social payroll taxes. Last year the operating margin in Spain was positively impacted by the repayment of old outstanding receivables from public sector customers.

The Swedish krona exchange rate strengthened and thus had a negative effect on the operating result in Swedish kronor. The real change was 12 percent in the quarter.

January–June 2013

Organic sales growth was 3 percent (–2). The positive development was explained by the Latin American countries with a strong organic sales growth of 25 percent, primarily driven by price increases in Argentina while the organic sales growth in the other countries was a combination of portfolio growth and price increases. The organic sales growth was negative in Spain and Portugal, showing –12 percent in Spain in the first half year.

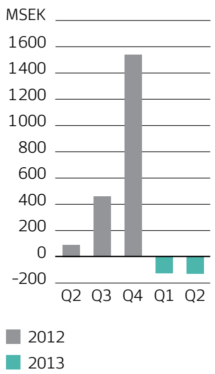
The operating margin was 5.4 percent (5.1). The expected effects from the restructuring and cost savings program were realized in Spain in the first half year and the operating margin in Spain improved versus the same period last year. Spain also had positive effects from sales within security solutions and technology as well as from the outcome of the collective bargaining agreement but was pressured by portfolio losses and increased social payroll taxes. Last year the operating margin in Spain was positively impacted by the repayment of old outstanding receivables from public sector customers. In Latin America, the operating margin development was positive in most countries.

The Swedish krona exchange rate strengthened and thus had a negative effect on the operating result in Swedish kronor. The real change was 13 percent in the period.

The client retention rate was 86 percent (83). The employee turnover was 31 percent (38).

Cash flow

Quarterly free cash flow



April–June 2013

Operating income before amortization amounted to MSEK 809 (717). Net investments in non-current tangible and intangible assets amounted to MSEK 14 (–29).

Changes in accounts receivable were MSEK –152 (151) with a slight increase of Days of Sales Outstanding (DSO) compared to December. Last year changes in accounts receivable was supported by the repayment of old outstanding accounts receivables from public sector customers in Spain. Changes in other operating capital employed were MSEK –377 (–180). Compared to last year the operating capital employed was negatively impacted primarily by less prepayments from customers.

Cash flow from operating activities amounted to MSEK 294 (659), equivalent to 36 percent (92) of operating income before amortization.

Financial income and expenses paid amounted to MSEK –262 (–307). Current taxes paid amounted to MSEK –158 (–258).

Free cash flow was MSEK –126 (94), equivalent to –22 percent (21) of adjusted income.

Cash flow from investing activities, acquisitions, was MSEK –84 (–358).

Cash flow from items affecting comparability was MSEK –73 (–10), whereof MSEK –68 was related to the cost savings program, MSEK –4 was related to overtime compensation in Spain and MSEK –1 was related to premises in Germany.

Cash flow from financing activities was MSEK –4 213 (–1 860).

Cash flow for the period was MSEK –4 496 (–2 134).

January–June 2013

Operating income before amortization amounted to MSEK 1 558 (1 437). Net investments in non-current tangible and intangible assets amounted to MSEK 55 (–43).

Changes in accounts receivable were MSEK –187 (110) with a slight increase of Days of Sales Outstanding (DSO) compared to December. Last year changes in accounts receivable was supported by the repayment of old outstanding accounts receivables from public sector customers in Spain. Changes in other operating capital employed were MSEK –980 (–667). Compared to last year the operating capital employed was negatively impacted primarily by less prepayments from customers.

Cash flow from operating activities amounted to MSEK 446 (837), equivalent to 29 percent (58) of operating income before amortization.

Financial income and expenses paid amounted to MSEK –421 (–386). Current taxes paid amounted to MSEK –275 (–364).

Free cash flow was MSEK –250 (87), equivalent to –24 percent (10) of adjusted income.

Cash flow from investing activities, acquisitions, was MSEK –134 (–539).

Cash flow from items affecting comparability was MSEK –238 (–25), whereof MSEK –88 was related to the payment to Deutsche Bank in Germany, which was disclosed in the full year report 2012, MSEK –141 was related to the cost savings program, MSEK –8 was related to overtime compensation in Spain and MSEK –1 was related to premises in Germany.

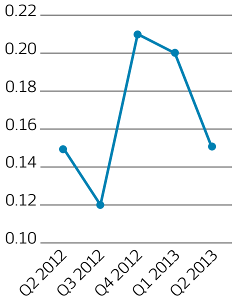
Cash flow from financing activities was MSEK –2 080 (324).

Cash flow for the period was MSEK –2 702 (–153).

Net debt development

MSEK	
Jan 1, 2013	**-9 865**
Free cash flow	-250
Acquisitions	-134
IAC payments	-238
Dividend paid	-1 095
Change in net debt	**-1 717**
Translation and revaluation	-189
Jun 30, 2013	**-11 771**

Free cash flow/net debt



Capital employed as of June 30, 2013

The Group's operating capital employed was MSEK 4 300 (2 582 as of December 31, 2012) corresponding to 6 percent of sales (4 as of December 31, 2012) adjusted for the full year sales figures of acquired units.

Acquisitions increased operating capital employed by MSEK 70 during the period.

Acquisitions increased consolidated goodwill by MSEK 23. Adjusted for positive translation differences of MSEK 247, total goodwill for the Group amounted to MSEK 14 545 (14 275 as of December 31, 2012).

Acquisitions have increased acquisition related intangible assets by MSEK 18. After amortization of MSEK –128 and negative translation differences of MSEK –7, acquisition related intangible assets amounted to MSEK 1 385 (1 502 as of December 31, 2012).

The Group's total capital employed was MSEK 20 338 (18 467 as of December 31, 2012). The translation of foreign capital employed to Swedish kronor increased the Group's capital employed by MSEK 273.

The return on capital employed was 13 percent (14 as of December 31, 2012).

Financing as of June 30, 2013

The Group's net debt amounted to MSEK 11 771 (9 865 as of December 31, 2012). Acquisitions and acquisition related payments increased the Group's net debt by MSEK 134, of which purchase price payments accounted for MSEK 122, assumed net debt for MSEK –14 and acquisition related costs paid accounted for MSEK 26. The Group's net debt increased by MSEK 196 due to the translation of net debt in foreign currency to Swedish kronor.

A dividend of MSEK 1 095 (1 095) was paid to the shareholders in May 2013.

The free cash flow to net debt ratio amounted to 0.15 (0.15).

The main capital market instruments drawn as of the end of June 2013 were eleven bonds issued under the Group's Euro Medium Term Note Program. Securitas has access to committed bank financing through a Revolving Credit Facility (RCF), which comprises two respective tranches of MUSD 550 and MEUR 420 (MUSD 1 100 in total). At the end of the quarter there was a total of MUSD 125 drawn on the facility, leaving MUSD 975 equivalent available and undrawn. The MEUR 500 Eurobond matured on April 2, 2013 and has been repaid with cash reserves, Commercial Paper issues and RCF drawings. The Group also has access to a MSEK 5 000 Swedish Commercial Paper Program for short-term borrowing needs. Further information regarding financial instruments and credit facilities is provided in note 6.

Securitas has ample liquidity headroom under the committed credit facilities in line with established policies, which combined with the strong free cash flow generation means that the future liquidity requirements for the Company's operations are met.

Standard and Poor's rating for Securitas is BBB with stable outlook. The Group's liquidity position is regarded as strong.

The interest cover ratio amounted to 5.8 (5.5).

Shareholders' equity amounted to MSEK 8 567 (8 602 as of December 31, 2012). The translation of foreign assets and liabilities into Swedish kronor increased shareholders' equity by MSEK 77 after taking into account net investment hedging of MSEK –60 and MSEK 137 before net investment hedging. Refer to the statement of comprehensive income on page 16 for further information.

The total number of outstanding shares amounted to 365 058 897 as of June 30, 2013.

ACQUISITIONS JANUARY–JUNE 2013 (MSEK)

Company	Business segment [1]	Included from	Acquired share [2]	Annual sales [3]	Enter-prise value [4]	Goodwill	Acq. related intangible assets
Opening balance						**14 275**	**1 502**
Selectron, Uruguay [7]	Security Services Ibero-America	Feb 1	100	27	12	14	8
Other acquisitions [5] [7]				62	96	9	10
Total acquisitions January–June 2013				**89**	**108**	**23**[6]	**18**
Amortization of acquisition related intangible assets						-	–128
Exchange rate differences						247	–7
Closing balance						**14 545**	**1 385**

1) Refers to business segment with main responsibility for the acquisition.

2) Refers to voting rights for acquisitions in the form of share purchase agreements. For asset deals no voting rights are stated.

3) Estimated annual sales.

4) Purchase price paid plus acquired net debt, but excluding any deferred considerations.

5) Related to other acquisitions for the period and updated previous year acquisition calculations for the following entities: Omniwatch, the USA, Force Security (contract portfolio), Sweden, PSS and Vaktvesenet, Norway, Silvania (contract portfolio), Finland, NEO and Sectrans, France, RLH (contract portfolio), Austria, Nordserwis and Trezor (contract portfolio), Poland, Zvonimir Security and Sigurnost Buzov, Croatia, Brink's Guarding, Morocco, Chillida Sistemas de Seguridad, Spain, Trailback, Argentina, Vip (contract portfolio), Uruguay, CSS Internacional, Costa Rica, Security Alliance Limited, Hong Kong, Legend Group, Singapore, PT Environmental Indokarya, Indonesia, Securitas Egypt, Egypt and Top Security (contract portfolio), South Africa. Related also to deferred considerations paid in the USA, Sweden, Norway, France, Switzerland, Croatia, Argentina, Uruguay, Ecuador, Costa Rica, Hong Kong, Singapore and South Africa.

6) Goodwill that is expected to be tax deductible amounts to MSEK 14.

7) Deferred considerations have been recognized mainly based on an assessment of the future profitability development in the acquired entities for an agreed period. The net of new deferred considerations and payments made from previously recognized deferred considerations in the Group was MSEK –96. Total deferred considerations, short-term and long-term, in the Group's balance sheet amount to MSEK 459.

All acquisition calculations are finalized no later than one year after the acquisition is made. Transactions with non-controlling interests are specified in the statement of changes in shareholders' equity on page 19. Transaction costs and revaluation of deferred considerations can be found in note 4 on page 21.

Selectron, Uruguay

Securitas has acquired all shares in the monitoring and installation company Selectron in Uruguay. Selectron has 90 employees. The company has a strong presence in the financial and retail customer segments.

ACQUISITIONS AFTER THE SECOND QUARTER

ISS Facility Services, Netherlands

Securitas has agreed with ISS Facility Services to acquire the commercial security services business contracts and assets of ISS Facility Services in the Netherlands. ISS' security services operation in the Netherlands has annual sales of approximately MSEK 315 (MEUR 37) and 800 employees. The acquisition was approved by the competitions authorities in the Netherlands on July 5, 2013 and was consolidated in Securitas as of July 5, 2013.

Other significant events

For critical estimates and judgments, items affecting comparability, provisions and contingent liabilities refer to pages 84–85, 98–99 and pages 115–117 in the Annual Report 2012.
If no significant events have occurred relating to the information in the Annual Report, no further comments are made in the Interim Report for the respective case.

Spain – tax audit
The Spanish tax authority has in connection with an audit of Securitas Spain, challenged a tax exemption for the demerger of the Spanish Systems company in connection with the Securitas AB's distribution of the shares in Securitas Systems AB to its shareholders and listing on the Stockholm Stock Exchange in 2006.

Securitas has appealed the tax assessment received in July 2013 to the court, Tribunal Económico Administrativo Central. If finally upheld by Spanish courts, the resolution by the Spanish tax authorities would result in tax of MEUR 18, including interest up to June 30, 2013.

Securitas believes it has acted in accordance with applicable law and will defend its position in court. It may take a long time until a final judgment is made.

USA – the events of September 11, 2001
The last major outstanding legal issue in the September 11 case was decided by the Court in New York, NY, USA on August 1, 2013. In its judgment the Court dismissed plaintiffs claim for damages from Globe and the other defendants for the destruction of the World Trade Center properties. It is anticipated that the judgment will be appealed by plaintiff. Unless appealed the September 11 case will be closed.

Risks and uncertainties

Risk management is necessary in order for Securitas to be able to fulfill its strategies and achieve its corporate objectives. Securitas' risks fall into three main categories; contract risk, operational assignment risk and financial risks. Securitas approach to enterprise risk management is described in more detail in the Annual Report for 2012.

In the preparation of financial reports the Board of Directors and Group Management are required to make estimates and judgments. These estimates and judgments impact the statement of income and balance sheet as well as disclosures such as contingent liabilities. Actual results may differ from these estimates and judgments under different circumstances and conditions.

For the forthcoming six-month period, the financial impact of certain previously recognized items affecting comparability, provisions and contingent liabilities, as described in the Annual Report for 2012 and if applicable above under the heading "Other significant events", may vary from the current financial estimates and provisions made by management. This could affect the Group's profitability and financial position.

The Group's Parent Company, Securitas AB, is not involved in any operating activities. Securitas AB provides Group Management and support functions for the Group.

January–June 2013

The Parent Company's income amounted to MSEK 442 (516) and mainly relates to license fees and other income from subsidiaries.

Financial income and expenses amounted to MSEK –202 (–162*). Income before taxes amounted to MSEK 66 (143).

As of June 30, 2013

The Parent Company's non-current assets amounted to MSEK 38 555 (38 119 as of December 31, 2012) and mainly comprise shares in subsidiaries of MSEK 37 656 (37 156 as of December 31, 2012). Current assets amounted to MSEK 4 043 (6 440 as of December 31, 2012) of which liquid funds amounted to MSEK 306 (25 as of December 31, 2012).

Shareholders' equity amounted to MSEK 24 548 (25 545 as of December 31, 2012). A dividend of MSEK 1 095 (1 095) was paid to the shareholders in May 2013.

The Parent Company's liabilities amounted to MSEK 18 050 (19 014 as of December 31, 2012) and mainly consist of interest-bearing debt.

For further information, refer to the Parent Company's condensed financial statements on page 24.

* Restated since group contributions have been accounted for as appropriations according to RFR 2 IAS 27. Further information is provided in note 39 in the Annual Report 2012.

This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act.

Securitas' consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed by the European Union, the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's standard RFR 1 Supplementary Accounting Rules for Groups. The most important accounting principles under IFRS, which is the basis for the preparation of this interim report, can be found in note 2 on pages 75 to 81 in the Annual Report for 2012. The accounting principles are also available on the Group's website www.securitas.com under the section Investor Relations – Financials – Accounting Principles.

The Parent Company's financial statements are prepared in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's standard RFR 2 Accounting for Legal Entities. The most important accounting principles used by the Parent Company can be found in note 39 on page 123 in the Annual Report for 2012.

There have been no other changes than the changes described below in the Group's or the Parent Company's accounting principles compared to the accounting principles described in note 2 and note 39 in the Annual Report for 2012.

Restatement of segment comparatives

Due to organizational changes within the Group, segment comparatives have been restated as of January 1, 2013 as described below.

Security Services North America has been affected by operations within security consulting in the Netherlands that have been moved from the segment Other to Pinkerton Corporate Risk Management within Security Services North America. The previous segments Security Services Europe and Mobile and Monitoring have been merged into one segment named Security Services Europe. Furthermore, operations in Spain and Portugal have been moved from the previous segment Mobile and Monitoring to Security Services Ibero-America, while operations within security consulting in Belgium have been moved from the segment Other to Security Services Europe.

The organizational changes have impacted the distribution of sales and operating result between the business segments as well as the elimination of intra-group sales but have not had any impact on the total sales, organic sales growth, operating income nor operating margin for the Securitas Group.

Effect of amended and revised IFRS that are effective as of 2013

IAS 1 (amended)

IAS 1 (amended) has been be adopted by Securitas as of the financial year 2013. The amendments to the standard require the items in other comprehensive income to be split into two categories: items that will not be reclassified to the statement of income and items that subsequently may be reclassified to the statement of income. Taxes are disclosed separately for each category. For further information refer to the statement of comprehensive income and note 7.

IAS 19 (revised)

IAS 19 (revised) has been adopted by the Securitas Group as of the financial year 2013. The impact on the Group from the revised standard is that interest cost and expected return on assets have been replaced by a net interest cost which is calculated by applying the discount rate to the net defined benefit obligation (or asset). Further, past service costs are recognized immediately instead of being accrued over the vesting period. The effect on the Group's financial statements is that the costs recognized for 2011 and 2012 related to defined benefits to employees increase. The actual benefits and the cash contributions for these plans are not impacted by IAS 19 (revised).

When restating the comparative years 2012 and 2011 the increase of these costs are MSEK –58 before taxes and MSEK –37 after taxes for 2012. For 2011 the increase is MSEK –50 before taxes and MSEK –30 after taxes. The increase in costs affects production expenses as well as selling and administrative expenses in operating income. For further information refer to note 8.

According to IAS 19 (revised) it will no longer be possible to apply the so called corridor method. Since Securitas has not applied the corridor method, this change will have no effect on the Group's financial statements

None of the other published standards and interpretations that are mandatory for the Group's financial year 2013 are assessed to have any material impact on the Group's financial statements.

Signatures of the Board of Directors

The Board of Directors and the President and CEO certify that the interim report gives a true and fair overview of the Parent Company's and Group's operations, their financial position and results of operations, and describes significant risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, August 7, 2013

Melker Schörling
Chairman

Carl Douglas
Vice Chairman

Marie Ehrling
Director

Annika Falkengren
Director

Fredrik Cappelen
Director

Fredrik Palmstierna
Director

Sofia Schörling Högberg
Director

Susanne Bergman Israelsson
Employee Representative

Åse Hjelm
Employee Representative

Jan Prang
Employee Representative

Alf Göransson
President and Chief Executive Officer

Review report

Translation of the Swedish original

Report of Review of Interim Financial Information prepared in accordance with IAS 34 and chapter 9 of the Annual Accounts Act.

Introduction
We have reviewed this report for the period January 1, 2013 to June 30, 2013 for Securitas AB. The board of directors and the President and CEO are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review
We conducted our review in accordance with the Swedish Standard on Review Engagements SÖG 2410, Review of Interim Report Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Stockholm, August 7, 2013
PricewaterhouseCoopers AB

Peter Nyllinge
Authorised Public Accountant

STATEMENT OF INCOME

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Sales	16 371.0	16 377.6	32 045.4	31 499.9	64 039.8	58 995.6
Sales, acquired business	138.6	591.7	324.3	1 733.7	2 418.4	5 061.5
Total sales	**16 509.6**	**16 969.3**	**32 369.7**	**33 233.6**	**66 458.2**	**64 057.1**
Organic sales growth, % [1]	*1*	*0*	*1*	*1*	*0*	*3*
Production expenses *	–13 649.7	–14 147.6	–26 815.8	–27 692.8	–55 364.5	–52 983.9
Gross income *	**2 859.9**	**2 821.7**	**5 553.9**	**5 540.8**	**11 093.7**	**11 073.2**
Selling and administrative expenses *	–2 055.3	–2 111.6	–4 004.0	–4 114.0	–8 081.5	–7 810.0
Other operating income [2]	3.1	5.6	6.6	8.7	12.8	74.3
Share in income of associated companies [3]	1.0	1.2	1.7	1.4	2.7	–2.4
Operating income before amortization *	**808.7**	**716.9**	**1 558.2**	**1 436.9**	**3 027.7**	**3 335.1**
*Operating margin, % **	4.9	4.2	4.8	4.3	4.6	5.2
Amortization and impairment of acquisition related intangible assets	–64.3	–67.3	–128.3	–130.8	–297.1	–218.2
Acquisition related costs [4]	–6.0	–36.6	–14.2	–65.1	–49.5	–193.5
Items affecting comparability [5]	-	-	-	-	–424.3	–
Operating income after amortization *	**738.4**	**613.0**	**1 415.7**	**1 241.0**	**2 256.8**	**2 923.4**
Financial income and expenses [6]	–80.5	–147.5	–216.3	–282.0	–573.0	–493.0
Income before taxes *	**657.9**	**465.5**	**1 199.4**	**959.0**	**1 683.8**	**2 430.4**
*Net margin, % **	4.0	2.7	3.7	2.9	2.5	3.8
Current taxes	–149.4	–119.2	–285.3	–254.0	–526.4	–680.1
Deferred taxes *	–46.7	–18.5	–72.2	–29.8	17.2	–41.6
Net income for the period *	**461.8**	**327.8**	**841.9**	**675.2**	**1 174.6**	**1 708.7**
Whereof attributable to:						
Equity holders of the Parent Company *	461.1	327.7	841.0	674.5	1 174.2	1 705.8
Non-controlling interests	0.7	0.1	0.9	0.7	0.4	2.9
Earnings per share before dilution (SEK) *	1.26	0.90	2.30	1.85	3.22	4.67
Earnings per share after dilution (SEK) *	1.26	0.90	2.30	1.85	3.22	4.67

STATEMENT OF COMPREHENSIVE INCOME

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Net income for the period *	**461.8**	**327.8**	**841.9**	**675.2**	**1 174.6**	**1 708.7**
Other comprehensive income for the period						
Items that will not be reclassified to the statement of income						
Remeasurements of defined benefit pension plans net of tax *	102.7	–174.7	193.1	–78.3	–111.7	–237.1
Total items that will not be reclassified to the statement of income * [7]	**102.7**	**–174.7**	**193.1**	**–78.3**	**–111.7**	**–237.1**
Items that subsequently may be reclassified to the statement of income						
Cash flow hedges net of tax	3.4	2.0	2.6	3.7	7.1	3.2
Net investment hedges	–105.5	98.0	–59.7	57.8	–9.7	36.1
Translation differences *	377.2	65.6	136.7	–123.5	–550.1	–132.5
Total items that subsequently may be reclassified to the statement of income * [7]	**275.1**	**165.6**	**79.6**	**–62.0**	**–552.7**	**–93.2**
Other comprehensive income for the period * [7]	**377.8**	**–9.1**	**272.7**	**–140.3**	**–664.4**	**–330.3**
Total comprehensive income for the period *	**839.6**	**318.7**	**1 114.6**	**534.9**	**510.2**	**1 378.4**
Whereof attributable to:						
Equity holders of the Parent Company *	839.3	318.7	1 115.1	534.2	510.4	1 376.1
Non-controlling interests	0.3	0.0	–0.5	0.7	–0.2	2.3

* Comparatives have been restated as an effect of a change in accounting principle IAS 19 (revised).
Notes 1–7 refer to pages 21–23.

STATEMENT OF CASH FLOW

Operating cash flow MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Operating income before amortization*	**808.7**	**716.9**	**1 558.2**	**1 436.9**	**3 027.7**	**3 335.1**
Investments in non-current tangible and intangible assets	–226.9	–270.8	–420.8	–519.8	–1 039.2	–1 009.8
Reversal of depreciation	241.1	241.4	475.4	476.7	946.1	902.0
Change in accounts receivable	–152.1	150.9	–187.0	110.3	205.4	–722.6
Change in other operating capital employed*	–377.3	–179.8	–979.6	–667.1	60.8	–397.3
Cash flow from operating activities	**293.5**	**658.6**	**446.2**	**837.0**	**3 200.8**	**2 107.4**
*Cash flow from operating activities, %**	*36*	*92*	*29*	*58*	*106*	*63*
Financial income and expenses paid	–261.7	–306.8	–420.6	–386.0	–531.9	–475.1
Current taxes paid	–158.3	–257.7	–275.3	–364.5	–583.3	–763.9
Free cash flow	**–126.5**	**94.1**	**–249.7**	**86.5**	**2 085.6**	**868.4**
*Free cash flow, %**	*–22*	*21*	*–24*	*10*	*108*	*40*
Cash flow from investing activities, acquisitions	–83.8	–358.4	–134.0	–539.4	–677.3	–1 882.0
Cash flow from items affecting comparability	–72.8	–9.7	–238.2	–24.6	–193.8	–23.7
Cash flow from financing activities	–4 212.5	–1 860.4	–2 080.1	324.5	1 222.7	968.9
Cash flow for the period	**–4 495.6**	**–2 134.4**	**–2 702.0**	**–153.0**	**2 437.2**	**–68.4**

Cash flow MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Cash flow from operations	18.0	325.9	–93.3	518.6	2 833.4	1 674.5
Cash flow from investing activities	–301.1	–599.9	–528.6	–996.1	–1 618.9	–2 711.8
Cash flow from financing activities	–4 212.5	–1 860.4	–2 080.1	324.5	1 222.7	968.9
Cash flow for the period	**–4 495.6**	**–2 134.4**	**–2 702.0**	**–153.0**	**2 437.2**	**–68.4**

Change in net debt MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Opening balance	**–10 060.8**	**–10 365.4**	**–9 864.6**	**–10 348.8**	**–10 348.8**	**–8 208.9**
Cash flow for the period	–4 495.6	–2 134.4	–2 702.0	–153.0	2 437.2	–68.4
Change in loans	3 117.3	765.2	984.9	–1 419.7	–2 317.9	–2 064.1
Change in net debt before revaluation and translation differences	**–1 378.3**	**–1 369.2**	**–1 717.1**	**–1 572.7**	**119.3**	**–2 132.5**
Revaluation of financial instruments [6)]	5.1	2.6	7.4	5.9	10.6	7.5
Translation differences	–336.6	–194.2	–196.3	–10.6	354.3	–14.9
Change in net debt	**–1 709.8**	**–1 560.8**	**–1 906.0**	**–1 577.4**	**484.2**	**–2 139.9**
Closing balance	**–11 770.6**	**–11 926.2**	**–11 770.6**	**–11 926.2**	**–9 864.6**	**–10 348.8**

*Comparatives have been restated as an effect of a change in accounting principle IAS 19 (revised).
Note 6 refers to page 22.

CAPITAL EMPLOYED AND FINANCING

MSEK	Jun 30, 2013	Mar 31, 2013	Dec 31, 2012	Jun 30, 2012	Mar 31, 2012	Dec 31, 2011
Operating capital employed*	**4 300.1**	**3 304.6**	**2 581.5**	**3 846.5**	**3 546.8**	**3 145.8**
Operating capital employed as % of sales	*6*	*5*	*4*	*6*	*5*	*5*
*Return on operating capital employed, %**	*79*	*89*	*91*	*95*	*100*	*116*
Goodwill	14 545.3	14 053.7	14 275.4	14 929.9	14 465.3	14 727.4
Acquisition related intangible assets	1 384.9	1 417.8	1 501.9	1 602.1	1 587.4	1 574.1
Shares in associated companies	107.3	109.2	108.0	106.9	108.1	108.2
Capital employed*	**20 337.6**	**18 885.3**	**18 466.8**	**20 485.4**	**19 707.6**	**19 555.5**
*Return on capital employed, %**	*13*	*14*	*14*	*16*	*17*	*17*
Net debt	**–11 770.6**	**–10 060.8**	**–9 864.6**	**–11 926.2**	**–10 365.4**	**–10 348.8**
Shareholders' equity*	**8 567.0**	**8 824.5**	**8 602.2**	**8 559.2**	**9 342.2**	**9 206.7**
Net debt equity ratio, multiple	*1.37*	*1.14*	*1.15*	*1.39*	*1.11*	*1.12*

BALANCE SHEET

MSEK	Jun 30, 2013	Mar 31, 2013	Dec 31, 2012	Jun 30, 2012	Mar 31, 2012	Dec 31, 2011
ASSETS						
Non-current assets						
Goodwill	14 545.3	14 053.7	14 275.4	14 929.9	14 465.3	14 727.4
Acquisition related intangible assets	1 384.9	1 417.8	1 501.9	1 602.1	1 587.4	1 574.1
Other intangible assets	355.9	340.5	368.1	357.7	344.7	330.5
Tangible non-current assets	2 366.1	2 330.6	2 377.7	2 402.3	2 348.6	2 361.8
Shares in associated companies	107.3	109.2	108.0	106.9	108.1	108.2
Non-interest-bearing financial non-current assets*	2 083.6	2 088.3	2 170.7	2 102.6	2 008.7	2 044.7
Interest-bearing financial non-current assets	163.0	165.3	224.3	147.9	178.5	189.5
Total non-current assets*	**21 006.1**	**20 505.4**	**21 026.1**	**21 649.4**	**21 041.3**	**21 336.2**
Current assets						
Non-interest-bearing current assets	13 409.2	12 901.2	12 434.1	13 368.2	13 198.2	12 802.6
Other interest-bearing current assets	22.3	36.4	116.3	60.4	33.5	19.6
Liquid funds	2 170.1	6 640.0	4 880.7	2 350.9	4 464.0	2 507.4
Total current assets	**15 601.6**	**19 577.6**	**17 431.1**	**15 779.5**	**17 695.7**	**15 329.6**
TOTAL ASSETS*	**36 607.7**	**40 083.0**	**38 457.2**	**37 428.9**	**38 737.0**	**36 665.8**

MSEK	Jun 30, 2013	Mar 31, 2013	Dec 31, 2012	Jun 30, 2012	Mar 31, 2012	Dec 31, 2011
SHAREHOLDERS' EQUITY AND LIABILITIES						
Shareholders' equity						
Attributable to equity holders of the Parent Company*	8 553.5	8 811.4	8 588.3	8 555.5	9 342.6	9 204.1
Non-controlling interests	13.5	13.1	13.9	3.7	–0.4	2.6
Total shareholders' equity*	**8 567.0**	**8 824.5**	**8 602.2**	**8 559.2**	**9 342.2**	**9 206.7**
Equity ratio, %	23	22	22	23	24	25
Long-term liabilities						
Non-interest-bearing long-term liabilities	411.3	410.6	409.3	490.8	525.7	532.1
Interest-bearing long-term liabilities	8 823.4	8 504.7	9 099.9	8 163.4	12 543.4	8 576.8
Non-interest-bearing provisions*	2 609.9	2 709.8	2 887.0	3 198.2	2 877.6	3 120.8
Total long-term liabilities*	**11 844.6**	**11 625.1**	**12 396.2**	**11 852.4**	**15 946.7**	**12 229.7**
Current liabilities						
Non-interest-bearing current liabilities and provisions	10 893.5	11 235.6	11 472.8	10 695.3	10 950.1	10 740.9
Interest-bearing current liabilities	5 302.6	8 397.8	5 986.0	6 322.0	2 498.0	4 488.5
Total current liabilities	**16 196.1**	**19 633.4**	**17 458.8**	**17 017.3**	**13 448.1**	**15 229.4**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES*	**36 607.7**	**40 083.0**	**38 457.2**	**37 428.9**	**38 737.0**	**36 665.8**

*Comparatives have been restated as an effect of a change in accounting principle IAS 19 (revised).

CHANGES IN SHAREHOLDERS' EQUITY

MSEK	Jun 30, 2013 Attributable to equity holders of the Parent Company	Non-controlling interests	Total	Dec 31, 2012 Attributable to equity holders of the Parent Company	Non-controlling interests	Total	Dec 31, 2011 Attributable to equity holders of the Parent Company	Non-controlling interests	Total
Opening balance January 1, 2013/2012/2011	**8 588.3**	**13.9**	**8 602.2**	**9 204.1**	**2.6**	**9 206.7**	**8 935.4**	**3.1**	**8 938.5**
Effect of change in accounting principle IAS 19 [1]	-	-	-	-	-	-	1.2	-	1.2
Opening balance adjusted in accordance with new accounting principle	**8 588.3**	**13.9**	**8 602.2**	**9 204.1**	**2.6**	**9 206.7**	**8 936.6**	**3.1**	**8 939.7**
Total comprehensive income for the period	1 115.1	–0.5	1 114.6	510.4 [3]	–0.2	510.2 [3]	1 376.1	2.3	1 378.4
Transactions with non-controlling interests	–2.0	0.1	–1.9	–35.0	11.5	–23.5	-	–2.8	–2.8
Share based incentive scheme	–52.7	-	–52.7 [2]	4.0	-	4.0	–13.4	-	–13.4
Dividend paid to the shareholders of the Parent Company	–1 095.2	-	–1 095.2	–1 095.2	-	–1 095.2	–1 095.2	-	–1 095.2
Closing balance June 30/December 31, 2013/2012/2011	**8 553.5**	**13.5**	**8 567.0**	**8 588.3**	**13.9**	**8 602.2**	**9 204.1**	**2.6**	**9 206.7**

[1] Refers to net impact after taxes of adoption of IAS 19 (revised).
[2] Refers to a swap agreement in Securitas AB shares, hedging the share portion of Securitas share based incentive scheme 2012.
[3] Restated as an effect of a change in accounting principle IAS 19 (revised).

DATA PER SHARE

SEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Share price, end of period	58.65	53.60	58.65	53.60	56.70	59.40
Earnings per share before dilution [1, 2, 5]	1.26	0.90	2.30	1.85	3.22	4.67
Earnings per share before dilution and before items affecting comparability [1, 2, 5]	1.26	0.90	2.30	1.85	4.11 [4]	4.67
Dividend	-	-	-	-	3.00	3.00
P/E-ratio after dilution and before items affecting comparability	-	-	-	-	14 [4]	13
Share capital (SEK)	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897
Number of shares outstanding [3]	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897
Average number of shares outstanding [3]	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897	365 058 897

[1] There are no convertible debenture loans. Consequently there is no difference between earnings per share before and after dilution.
[2] Number of shares used for calculation of earnings per share includes shares related to the Group's share based incentive schemes that have been hedged through swap agreements.
[3] There are no convertible debenture loans. Consequently there is no difference between number of shares before and after dilution.
[4] Calculated excluding items affecting comparability as well as impairment of goodwill and other acquisition related intangible assets.
[5] Comparatives have been restated as an effect of a change in accounting principle IAS 19 (revised).

JANUARY–JUNE 2013

MSEK	Security Services North America	Security Services Europe	Security Services Ibero-America	Other	Eliminations	Group
Sales, external	11 342	15 981	4 603	444	-	32 370
Sales, intra-group	4	-	-	1	–5	-
Total sales	**11 346**	**15 981**	**4 603**	**445**	**–5**	**32 370**
Organic sales growth, %	*1*	*0*	*3*	*-*	*-*	*1*
Operating income before amortization	**571**	**870**	**247**	**–130**	**-**	**1 558**
of which share in income of associated companies	*-*	*-*	*-*	*2*	*-*	*2*
Operating margin, %	*5.0*	*5.4*	*5.4*	*-*	*-*	*4.8*
Amortization and impairment of acquisition related intangible assets [1]	–16	–69	–35	–8	-	–128
Acquisition related costs	0	–10	–4	0	-	–14
Items affecting comparability	-	-	-	-	-	-
Operating income after amortization	**555**	**791**	**208**	**–138**	**-**	**1 416**
Financial income and expenses	-	-	-	-	-	–217
Income before taxes	**-**	**-**	**-**	**-**	**-**	**1 199**

[1] Amortization and impairment of acquisition related intangible assets

Amortization of acquisition related intangible assets	–16	–69	–35	–8	-	–128
Impairment losses of acquisition related intangible assets	-	-	-	-	-	-
Total	**–16**	**–69**	**–35**	**–8**	**-**	**–128**

JANUARY–JUNE 2012

MSEK	Security Services North America [2]	Security Services Europe [2]	Security Services Ibero-America [2]	Other [2]	Eliminations [2]	Group [2]
Sales, external	11 754	16 395	4 668	417	-	33 234
Sales, intra-group	1	2	-	-	–3	-
Total sales	**11 755**	**16 397**	**4 668**	**417**	**–3**	**33 234**
Organic sales growth, %	*1*	*1*	*–2*	*-*	*-*	*1*
Operating income before amortization	**517**	**794**	**238**	**–112**	**-**	**1 437**
of which share in income of associated companies	*-*	*-*	*-*	*1*	*-*	*1*
Operating margin, %	*4.4*	*4.8*	*5.1*	*-*	*-*	*4.3*
Amortization and impairment of acquisition related intangible assets [1]	–17	–72	–35	–7	-	–131
Acquisition related costs	–4	–29	–30	–2	-	–65
Items affecting comparability	-	-	-	-	-	-
Operating income after amortization	**496**	**693**	**173**	**–121**	**-**	**1 241**
Financial income and expenses	-	-	-	-	-	–282
Income before taxes	**-**	**-**	**-**	**-**	**-**	**959**

[1] Amortization and impairment of acquisition related intangible assets

Amortization of acquisition related intangible assets	–17	–72	–35	–7	-	–131
Impairment losses of acquisition related intangible assets	-	-	-	-	-	-
Total	**–17**	**–72**	**–35**	**–7**	**-**	**–131**

[2] Comparatives have been restated. Refer to note 8 for further information.

Note 1 Organic sales growth
The calculation of organic sales growth (and the specification of currency changes on operating income and income before taxes) is specified below:

MSEK	Apr–Jun 2013	Apr–Jun 2012	Apr–Jun %	Jan–Jun 2013	Jan–Jun 2012	Jan–Jun %
Total sales	**16 510**	**16 970**	**-3**	**32 370**	**33 234**	**-3**
Acquisitions/divestitures	-139	0		-324	-1	
Currency change from 2012	821	-		1 476	-	
Organic sales	**17 192**	**16 970**	**1**	**33 522**	**33 233**	**1**
Operating income	**809**	**717**	**13**	**1 558**	**1 437**	**8**
Currency change from 2012	41	-		74	-	
Currency adjusted operating income	**850**	**717**	**19**	**1 632**	**1 437**	**14**
Income before taxes	**658**	**465**	**42**	**1 199**	**959**	**25**
Currency change from 2012	32	-		54	-	
Currency adjusted income before taxes	**690**	**465**	**48**	**1 253**	**959**	**31**

Note 2 Other operating income
Other operating income 2013 and 2012 consists in its entirety of trade mark fees from Securitas Direct AB.
Other operating income for the full year 2011 mainly comprises dividend of MSEK 29.3 from the Group's disposed joint venture Securitas Direct S.A. in Switzerland and a capital gain from the disposal of this company of MSEK 20.3. It also comprises trade mark fees from Securitas Direct AB of MSEK 10.1 and other items MSEK 14.6.

Note 3 Share in income of associated companies
Securitas recognizes share in income of associated companies depending on the purpose of the investment.
· Associated companies that have been acquired to contribute to the operations (operational) are included in operating income before amortization.
· Associated companies that have been acquired as part of the financing of the Group (financial investments) are included in income before taxes as a separate line within the finance net. Currently, Securitas has no associated companies recognized as financial investments.

Associated companies classified as operational:

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Walsons Services PVT Ltd	0.4	0.4	0.8	0.1	0.2	-4.3
Long Hai Security	0.6	0.8	0.9	1.3	2.5	1.9
Share in income of associated companies included in operating income before amortization	**1.0**	**1.2**	**1.7**	**1.4**	**2.7**	**-2.4**

Note 4 Acquisition related costs

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Restructuring and integration costs	-2.1	-27.5	-10.9	-45.5	-62.2	-135.3
Transaction costs	-0.5	-6.8	-2.8	-10.4	-17.2	-65.1
Revaluation of deferred considerations	-3.4	-2.3	-0.5	-9.2	29.9	6.9
Acquisition related costs	**-6.0**	**-36.6**	**-14.2**	**-65.1**	**-49.5**	**-193.5**

Note 5 Items affecting comparability

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Recognized in the statement of income						
Restructuring costs	-	-	-	-	-458.0	-
Spain – overtime compensation	-	-	-	-	22.7	-
Germany – discontinued operations	-	-	-	-	11.0	-
Total recognized in the statement of income	**-**	**-**	**-**	**-**	**-424.3**	**-**
Cash flow impact						
Restructuring payments	-68.1	-	-140.7	-	-152.4	-
Spain – overtime compensation	-4.2	-8.6	-8.0	-22.7	-37.9	-17.5
Germany – Deutsche Bank	-	-	-88.5	-	-	-
Germany – premises	-0.5	-1.1	-1.0	-1.9	-3.5	-4.5
Other items affecting comparability	-	-	-	-	-	-1.7
Total cash flow impact	**-72.8**	**-9.7**	**-238.2**	**-24.6**	**-193.8**	**-23.7**

Note 6 Financial instruments and credit facilities

Revaluation of financial instruments
Revaluation of financial instruments is recognized in the statement of income on the line financial income and expenses. Revaluation of cash flow hedges (and the subsequent recycling into the statement of income) is recognized in other comprehensive income on the line cash flow hedges. The amount disclosed in the specification of change in net debt is the total revaluation before tax in the table below.

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Recognized in the statement of income						
Revaluation of financial instruments	0.8	-0.2	-0.3	0.8	1.0	3.1
Deferred tax	-0.1	0.1	0.1	-0.2	-0.3	-0.8
Impact on net income	**0.7**	**-0.1**	**-0.2**	**0.6**	**0.7**	**2.3**
Recognized in the statement of comprehensive income						
Cash flow hedges	4.3	2.8	7.7	5.1	9.6	4.4
Deferred tax	-0.9	-0.8	-1.6	-1.4	-2.5	-1.2
Adjustment of opening balance deferred taxes	-	-	-3.5	-	-	-
Cash flow hedges net of tax	**3.4**	**2.0**	**2.6**	**3.7**	**7.1**	**3.2**
Total revaluation before tax	5.1	2.6	7.4	5.9	10.6	7.5
Total deferred tax	-1.0	-0.7	-5.0	-1.6	-2.8	-2.0
Total revaluation after tax	**4.1**	**1.9**	**2.4**	**4.3**	**7.8**	**5.5**

Fair value hierarchy
The methods and assumptions used by the Group in estimating the fair value of the financial instruments are described in note 6 in the Annual Report 2012. Further information regarding the accounting principles for financial instruments are described in note 2 in the Annual Report 2012.

There have been no transfers between any of the the valuation levels during the period.

MSEK	Quoted market prices	Valuation techniques using observable market data	Valuation techniques using non-observable market data	Total
June 30, 2013				
Financial assets at fair value through profit or loss	-	22.3	-	**22.3**
Financial liabilities at fair value through profit or loss	-	-95.6	-	**-95.6**
Derivatives designated for hedging with positive fair value	-	37.4	-	**37.4**
Derivatives designated for hedging with negative fair value	-	-5.0	-	**-5.0**
December 31, 2012				
Financial assets at fair value through profit or loss	-	105.6	-	**105.6**
Financial liabilities at fair value through profit or loss	-	-48.4	-	**-48.4**
Derivatives designated for hedging with positive fair value	-	102.0	-	**102.0**
Derivatives designated for hedging with negative fair value	-	-10.9	-	**-10.9**

Financial instruments by category – carrying and fair values
For financial assets and liabilities other than those disclosed in the table below, fair value is deemed to approximate the carrying value. A full comparison of fair value and carrying value for all financial assets and liabilities is disclosed in note 6 in the Annual Report 2012.

	Jun 30, 2013		Dec 31, 2012	
MSEK	Carrying value	Fair value	Carrying value	Fair value
Short-term loan liabilities	-	-	4 302.4	4 355.7
Long-term loan liabilities	6 108.7	6 203.8	6 030.2	6 109.8
Total financial instruments by category	**6 108.7**	**6 203.8**	**10 332.6**	**10 465.5**

Summary of credit facilities as of June 30, 2013

Type	Currency	Facility amount (million)	Available amount (million)	Maturity
EMTN FRN private placement	SEK	1 000	0	2013
EMTN FRN private placement	EUR	45	0	2014
EMTN FRN private placement	SEK	500	0	2014
EMTN FRN private placement	SEK	500	0	2014
EMTN 3.45% fixed	SEK	400	0	2015
EMTN FRN private placement	SEK	600	0	2015
EMTN FRN private placement	USD	62	0	2015
EMTN FRN private placement	USD	40	0	2015
Multi Currency Revolving Credit Facility	USD equivalent	1 100	975	2016
EMTN Eurobond, 2.75% fixed	EUR	350	0	2017
EMTN FRN private placement	USD	50	0	2018
EMTN Eurobond, 2.25% fixed	EUR	300	0	2018
Commercial Paper (uncommitted)	SEK	5 000	2 125	n/a

Note 7 Tax effects on other comprehensive income

MSEK	Apr–Jun 2013	Apr–Jun 2012	Jan–Jun 2013	Jan–Jun 2012	Jan–Dec 2012	Jan–Dec 2011
Deferred tax on remeasurements of defined benefit pension plans*	–62.3	82.8	–107.5	35.0	37.3	116.1
Deferred tax on cash flow hedges	–0.9	–0.8	–5.1	–1.4	–2.5	–1.2
Deferred tax on net investment hedges	6.8	–35.0	–6.1	–20.6	3.5	–12.9
Deferred tax on other comprehensive income	**–56.4**	**47.0**	**–118.7**	**13.0**	**38.3**	**102.0**

* Comparatives have been restated as an effect of a change in accounting principle IAS 19 (revised).

Note 8 Restated segment comparatives due to organizational changes and adoption of IAS 19 (revised)
The tables below show restated comparative figures for the business segments and for the Securitas Group. The restatement is done to reflect the organizational changes in the Group that took place on January 1, 2013 and to consider the impact from the adoption of IAS 19 (revised) that took place on the same date.

Security Services North America has been affected by operations within security consulting in the Netherlands that have been moved from the segment Other to Pinkerton Corporate Risk Management within Security Services North America. The previous segments Security Services Europe and Mobile and Monitoring have been merged into one segment named Security Services Europe. Furthermore, operations in Spain and Portugal have been moved from the previous segment Mobile and Monitoring to Security Services Ibero-America, while operations within security consulting in Belgium have been moved from the segment Other to Security Services Europe.

When restating the comparative years 2012 and 2011 due to the adoption of IAS 19 (revised), the increase of costs are MSEK –58 before taxes and MSEK –37 after taxes for 2012. For 2011 the increase was MSEK –50 before taxes and MSEK –30 after taxes. The increase in costs affects production expenses as well as selling and administrative expenses in operating income. The distribution of this impact between the business segments and for the Securitas Group as a whole is disclosed in the tables below.
The line "of which impact from adoption of IAS 19 (revised)" shows the increase in cost compared to the previous version of IAS 19.

MSEK	FY 2011	Q1 2012	Q2 2012	H1 2012	Q3 2012	9M 2012	Q4 2012	FY 2012
Security Services North America								
Total sales	**22 415**	**5 686**	**6 069**	**11 755**	**5 849**	**17 604**	**5 935**	**23 539**
Organic sales growth, %	*4*	*1*	*1*	*1*	*–1*	*0*	*1*	*1*
Operating income before amortization	**1 236**	**251**	**266**	**517**	**295**	**812**	**301**	**1 113**
of which impact from adoption of IAS 19 (revised)	*–38*	*–10*	*–11*	*–21*	*–11*	*–32*	*–11*	*–43*
Operating margin, %	*5.5*	*4.4*	*4.4*	*4.4*	*5.0*	*4.6*	*5.1*	*4.7*
Security Services Europe								
Total sales	**31 589**	**8 056**	**8 341**	**16 397**	**8 108**	**24 505**	**8 236**	**32 741**
Organic sales growth, %	*0*	*1*	*2*	*1*	*2*	*1*	*0*	*1*
Operating income before amortization	**1 674**	**405**	**389**	**794**	**504**	**1 298**	**375**	**1 673**
of which impact from adoption of IAS 19 (revised)	*–12*	*–4*	*–4*	*–8*	*–3*	*–11*	*–4*	*–15*
Operating margin, %	*5.3*	*5.0*	*4.7*	*4.8*	*6.2*	*5.3*	*4.6*	*5.1*
Security Services Ibero-America								
Total sales	**9 420**	**2 329**	**2 339**	**4 668**	**2 308**	**6 976**	**2 365**	**9 341**
Organic sales growth, %	*10*	*2*	*–5*	*–2*	*–6*	*–3*	*–4*	*–3*
Operating income before amortization	**597**	**117**	**121**	**238**	**129**	**367**	**129**	**496**
of which impact from adoption of IAS 19 (revised)	-	-	-	-	-	-	-	-
Operating margin, %	*6.3*	*5.0*	*5.2*	*5.1*	*5.6*	*5.3*	*5.5*	*5.3*
Other								
Total sales	**642**	**195**	**222**	**417**	**211**	**628**	**216**	**844**
Organic sales growth, %	-	-	-	-	-	-	-	-
Operating income before amortization	**–172**	**–53**	**–59**	**–112**	**–78**	**–190**	**–65**	**–255**
of which impact from adoption of IAS 19 (revised)	-	-	-	-	-	-	-	-
Operating margin, %	-	-	-	-	-	-	-	-
Eliminations								
Total sales	**–9**	**–2**	**–1**	**–3**	**–3**	**–6**	**–1**	**–7**
Group								
Total sales	**64 057**	**16 264**	**16 970**	**33 234**	**16 473**	**49 707**	**16 751**	**66 458**
Organic sales growth, %	*3*	*1*	*0*	*1*	*0*	*0*	*0*	*0*
Operating income before amortization	**3 335**	**720**	**717**	**1 437**	**850**	**2 287**	**740**	**3 027**
of which impact from adoption of IAS 19 (revised)	*–50*	*–14*	*–15*	*–29*	*–14*	*–43*	*–15*	*–58*
Operating margin, %	*5.2*	*4.4*	*4.2*	*4.3*	*5.2*	*4.6*	*4.4*	*4.6*

STATEMENT OF INCOME

MSEK	Jan–Jun 2013	Jan–Jun 2012
License fees and other income	442.1	515.8
Gross income	**442.1**	**515.8**
Administrative expenses	–199.1	–236.9
Operating income	**243.0**	**278.9**
Financial income and expenses [1]	–201.6	–162.3
Income after financial items	**41.4**	**116.6**
Appropriations [1]	24.6	26.1
Income before taxes	**66.0**	**142.7**
Taxes	–9.1	–12.0
Net income for the period	**56.9**	**130.7**

1) The comparative year 2012 has been restated since Group contributions have been accounted for as appropriations according to RFR 2 IAS 27. Further information is provided in note 39 in the Annual Report 2012.

BALANCE SHEET

MSEK	Jun 30, 2013	Dec 31, 2012
ASSETS		
Non-current assets		
Shares in subsidiaries	37 656.0	37 156.3
Shares in associated companies	112.1	112.1
Other non-interest-bearing non-current assets	231.8	233.7
Interest-bearing financial non-current assets	554.8	616.8
Total non-current assets	**38 554.7**	**38 118.9**
Current assets		
Non-interest-bearing current assets	416.3	1 770.4
Other interest-bearing current assets	3 321.5	4 645.1
Liquid funds	305.7	24.9
Total current assets	**4 043.5**	**6 440.4**
TOTAL ASSETS	**42 598.2**	**44 559.3**
SHAREHOLDERS’ EQUITY AND LIABILITIES		
Shareholders’ equity		
Restricted equity	7 727.7	7 727.7
Non-restricted equity	16 820.4	17 817.7
Total shareholders’ equity	**24 548.1**	**25 545.4**
Long-term liabilities		
Non-interest-bearing long-term liabilities/provisions	145.9	113.4
Interest-bearing long-term liabilities	8 707.7	8 983.0
Total long-term liabilities	**8 853.6**	**9 096.4**
Current liabilities		
Non-interest-bearing current liabilities	552.0	684.0
Interest-bearing current liabilities	8 644.5	9 233.5
Total current liabilities	**9 196.5**	**9 917.5**
TOTAL SHAREHOLDERS’ EQUITY AND LIABILITIES	**42 598.2**	**44 559.3**

Definitions

Interest coverage ratio
Operating income before amortization (rolling 12 months) plus interest income (rolling 12 months) in relation to interest expenses (rolling 12 months).

Free cash flow, %
Free cash flow as a percentage of adjusted income (operating income before amortization adjusted for financial income and expenses, excluding revaluation of financial instruments, and current taxes).

Free cash flow in relation to net debt
Free cash flow (rolling 12 months) in relation to closing balance net debt.

Operating capital employed as % of total sales
Operating capital employed as a percentage of total sales adjusted for the full-year sales of acquired entities.

Return on operating capital employed, %
Operating income before amortization (rolling 12 months) plus items affecting comparability (rolling 12 months) as a percentage of the average balance of operating capital employed.

Return on capital employed, %
Operating income before amortization (rolling 12 months) plus items affecting comparability (rolling 12 months) as a percentage of closing balance of capital employed.

Net debt equity ratio, multiple
Net debt in relation to shareholders’ equity.

PRESENTATION OF THE INTERIM REPORT

Analysts and media are invited to participate in a telephone conference on August 7, 2013 at **09:30 a.m. (CET)** where Securitas CEO Alf Göransson will present the report and answer questions. The telephone conference will also be audio cast live via Securitas web. No information meeting will take place at Securitas headquarters at Lindhagensplan in Stockholm. To participate in the telephone conference, please dial in five minutes prior to the start of the conference call:

The United States:	+ 1 866 682 8490
Sweden:	+ 46 (0) 8 506 307 79
United Kingdom:	+ 44 (0) 844 571 8957

To follow the audio cast of the telephone conference via the web, please follow the link www.securitas.com/webcasts. A recorded version of the audio cast will be available at www.securitas.com/webcasts after the telephone conference.

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FINANCIAL INFORMATION CALENDAR

November 7, 2013, 08:00 a.m.	Interim Report January–September 2013
February 10, 2014, 08:00 a.m.	Full Year Report January–December 2013

For further information regarding Securitas IR activities, refer to www.securitas.com/Investor Relations/Financial Calendar

ABOUT SECURITAS

Securitas is a knowledge leader in security and operates in North America, Europe, Latin America, the Middle East, Asia and Africa. The organization is flat and decentralized with three business segments: Security Services North America, Security Services Europe and Security Services Ibero-America. Securitas services a wide range of customers in a variety of industries and customer segments, and the customers vary from the shop on the corner to global multibillion industries. The services provided are specialized guarding and mobile services, monitoring, technical solutions and consulting and investigations. Securitas can respond to the unique and specific security challenges facing its customers, and tailor its offering according to their specific industry demands. Securitas employs more than 300 000 people in 52 countries. Securitas is listed in the Large Cap segment at NASDAQ OMX Stockholm.

Group financial targets

Securitas focuses on two financial targets. The first target relates to the statement of income: an average growth of earnings per share of 10 percent annually. The second target relates to the balance sheet: free cash flow in relation to net debt of at least 0.20.

Group strategy

Our strategy is to offer complete security solutions that integrate all of our areas of competence. Together with our customers, we develop optimal and cost-efficient solutions that are suited for the customers' needs. This brings added value to the customers and results in stronger, more long-term customer relationships and improved profitability.

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