



Interim Report Q3

| January–30 September 2014

”

Record low interest rates are making real estate, credit and equities still more attractive investments, favouring the demand for our products and services. In the first nine months of the year, net sales excluding IPM were up by 29%, which contributed to our positive profit performance.

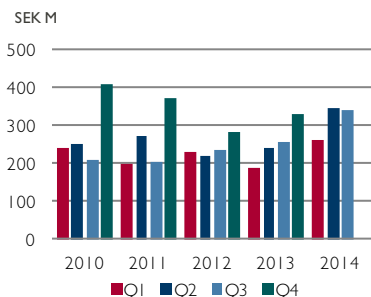
7 November 2014
KNUT PEDERSEN
CEO and President



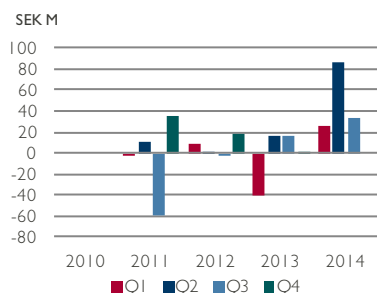
JANUARY—SEPTEMBER 2014

The period in brief

CONSOLIDATED NET SALES PER QUARTER

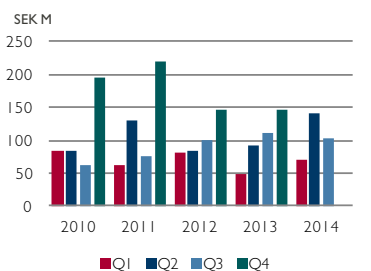


GROUP PROFIT/LOSS BEFORE TAX PER QUARTER *

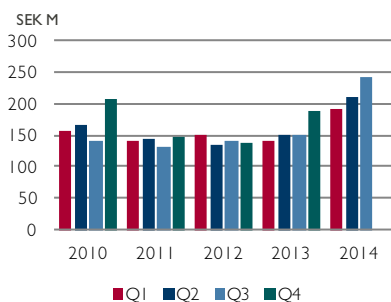


* Excluding items affecting comparability.

CORPORATE FINANCE, NET SALES PER QUARTER



ASSET MANAGEMENT, NET SALES PER QUARTER



Third quarter 2014

JULY–SEPTEMBER

- Net sales were SEK 343 M (259)
- Profit/loss before tax was SEK 34 M (16)
- Profit/loss after tax was SEK 25 M (10)
- Earnings per share were SEK 0.26 (0.12)

Nine-month period 2014

JANUARY–SEPTEMBER

- Net sales SEK 953 M (689)
- Profit/loss before tax SEK 146 M (-8)
- Profit/loss after tax SEK 125 M (-18)
- Earnings per share SEK 1.48 (-0.22)
- Equity: SEK 1,116 M (906)
- Equity per share: SEK 13.66 (11.09)

Corporate Finance

- Third quarter: net sales were SEK 101 M (112) and profit/loss before tax was SEK 11 M (22)
- Third quarter: property transaction volumes of SEK 15.7 Bn (24.6)
- Nine-month period: net sales of SEK 312 M (252) and profit/loss before tax of SEK 27 M (3)
- Nine-month period: property transaction volumes of SEK 37.0 Bn (37.4)

Asset Management

- Third quarter: net sales were SEK 243 M (150) and profit/loss before tax of SEK 15 M (-2)
- Third quarter: volumes under management were SEK 111.9 Bn (46.1) at the end of the quarter, of which IPM SEK 42.8 Bn (0). Volumes under management, excluding IPM, increased by SEK 2.5 Bn (2.5) and net inflows were SEK 2.8 Bn (1.0)
- Nine-month period: net sales were SEK 644 M (442) and profit/loss before tax was SEK 77 M (10)
- Nine-month period: volumes under management, excluding IPM, increased by SEK 16.8 Bn (4.9), of which net inflows were SEK 14.0 M (2.6)

CEO'S COMMENT

IPM consolidated as a subsidiary, continued brisk inflows to our funds

Record low interest rates are making real estate, credit and equities still more attractive investments, favouring the demand for our products and services. In the first nine months of the year, net sales were SEK 953 M (689), with IPM contributing SEK 62 M. This is a 29% increase excluding IPM, which contributed to our positive profit performance.

IPM has been consolidated as a subsidiary, effective the third quarter. In IPM, we have a relevant and strong product offering in fixed income, equities, hedge and macro asset management. After the consolidation of IPM, our total volumes under management are some SEK 112 Bn, with IPM representing SEK 43 Bn. In the third quarter, net sales were SEK 343 M (259) and profit before tax was SEK 34 M (16).

The profit of the *Asset Management operating segment* was SEK 15 M for the third quarter, against SEK -2 M in the previous year. We are seeing continued healthy inflows into our asset management operations. We had a net inflow

excluding IPM of SEK 2.8 Bn in the quarter, with our Swedish fixed income and hedge funds performing best. Overall, our funds operation contributed earnings of SEK 24 M (17), of which IPM including a minority share of SEK 10 M. Our asset management operation in the French property sector did its first deal in the quarter, and we're also noting brisker activity in our other property-related asset management operations.

Our banking operations reduced quarterly earnings by SEK -4 M, against SEK -18 M in the previous year. Our card and payment operations were profitable once again in the quarter, and are continuing to perform positively. In the third quarter, the Luxembourg-based portion of our Bank posted positive earnings. However, a lot of work remains to be done in our wealth management operation to develop our product offering and increase assets under management.

The profits of our *Corporate Finance operating segment* were SEK 11 M for the third quarter, against SEK 22 M in the

previous year. To some extent, this is explained by variations between quarters in Catella's transaction volumes, with seasonally high invoicing in the third quarter of 2013. For the nine-month period overall, Catella's transaction volumes were at the same level as the previous year.

There is greater global interest in investments in European real estate. Capital targeting European property investments has more than doubled since the onset of the financial crisis. We think that this substantial capital volume will spill over from traditional European investment centres like London and Paris, which means we expect to see greater investment activity in Germany, the Nordics and Spain over the next year. We are well positioned in advisory services and asset management in the property sector to benefit from this activity.

KNUT PEDERSEN
CEO and President

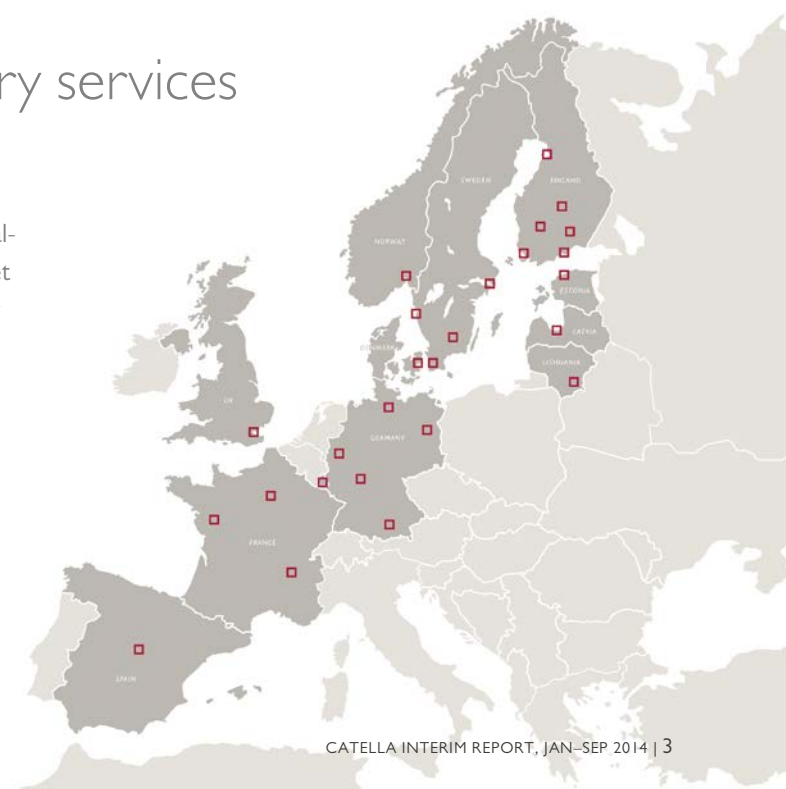
Specialised financial advisory services and asset management

Catella is a financial advisor and asset manager with specialist expertise in the property, fixed-income and equity asset classes. We have a leading position in the property sector and strong local presence in Europe, with some 500 employees in twelve countries. Catella is listed on Nasdaq OMX First North Premier and is traded under the ticker symbols CAT A and CAT B.

DIVISION OF INCOME, ACCUMULATED 2014, %

	Nordics	Europe *	Group
Corporate Finance	17	16	33
Asset Management	32	35	67
Total	49	51	100

* Excluding Nordics.



COMMENTS ON THE GROUP'S PROGRESS

Positive inflows continue and profit improvement for our Bank



Third quarter 2014

- IPM consolidated as a subsidiary
- Johan Ericsson appointed acting Head of Catella's Swedish property advisory services

KEY FIGURES

	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	Rolling 12 Months	Full year 2013
Net sales, SEK M	343	259	953	689	1,284	1,020
Operating profit/loss, SEK M *	21	11	84	-11	89	-6
Profit/loss before tax, SEK M	34	16	146	-8	147	-7
Employees at end of period	-	-	486	439	486	431

* Operating profit/loss before acquisition-related items.

Net sales and results of operations

Third quarter 2014

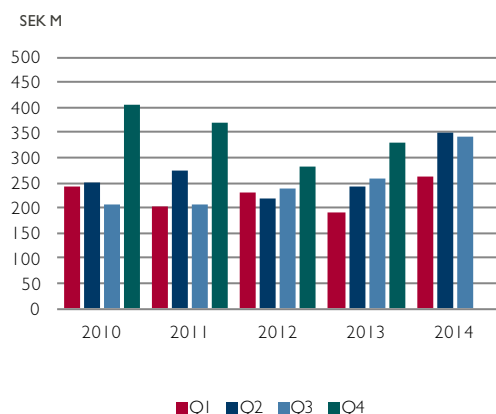
Consolidated net sales were SEK 343 M (259), of which SEK 101 M (112) is from Corporate Finance and SEK 243 M (150) from Asset Management. IPM is part of the Asset Management operating segment, effective the third quarter. Comments on the progress of each operating segment are on pages 7 and 9.

The group's net financial income and expense was SEK 15 M (6). Net financial income/expense includes interest income of SEK 7 M (5), which mainly relates to loan portfolios, and interest expenses of SEK 3 M (3) relating to Catella's bond issue. Fair value measurement of non-current securities holdings and current investments resulted in a value adjustment of SEK 11 M (4) relating to the loan portfolios. Divestments of long-term securities holdings generated profit of SEK 2 M (0).

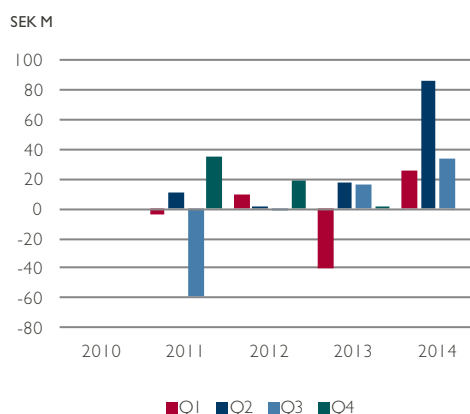
The Group's profit before tax was SEK 34 M (16).

Profit after tax for the period was SEK 25 M (10), corresponding to earnings per share of SEK 0.26 (0.12).

NET SALES PER QUARTER *



PROFIT/LOSS BEFORE TAX PER QUARTER **



* Pro forma for 2010, as if the former Catella group had been acquired and consolidated as of 1 January 2010.

** Pro forma profit before tax is not available for periods prior to the fourth quarter 2010. Profit before tax excluding items affecting comparability.

Nine-month period 2014

The Group's net sales were SEK 953 M (689).

The Group's net financial income/expense was SEK 67 M (8). Net financial income/expense includes interest income of SEK 19 M (16) and interest expenses of SEK 9 M (10). Fair value measurement of non-current securities holdings and current investments resulted in a value adjustment of SEK 54 M (8). The sale of non-current securities holdings generated a profit of SEK 3 M (a loss of SEK 5 M in the previous year).

The Group's profit/loss before tax amounted to SEK 146 M (-8).

The profit/loss after tax for the period amounted to SEK 125 M (-18), corre-

sponding to earnings per share of SEK 1.48 (-0.22).

Significant events in the quarter

Change in group management

Johan Ericsson was appointed acting Head of the Swedish property advisory services. In order to focus on the Swedish operations, Johan resigned from his other positions in Catella, including the group management.

Asset manager IPM incorporated as a subsidiary

In the quarter, Catella took possession of the shares of IPM according to the agreement from January 2014. Catella now holds some 51% of the shares, and

accordingly, IPM has been consolidated as a subsidiary.

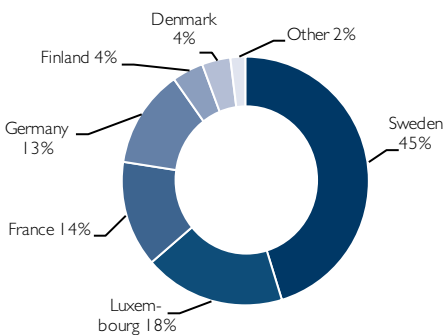
IPM is a leading supplier of systematic investment services in discretionary and fund management, specialising in global macro and equity management. IPM has assets under management of some SEK 43 Bn on behalf of institutional investors, pension funds, insurance companies and foundations. IPM has 45 employees in Stockholm, Sweden.

For disclosure regarding the acquisition and acquisition analysis see page 24.

Significant events after the end of the quarter

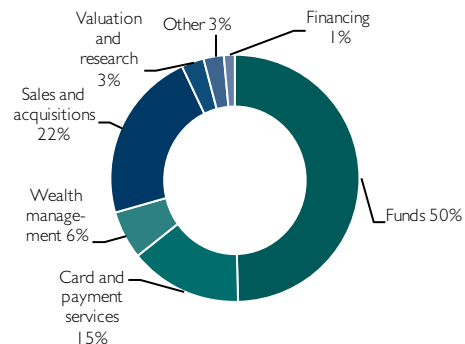
There were no significant events after the end of the quarter.

NET SALES BY COUNTRY Q3 2014, %



NET SALES PER OPERATING SEGMENT Q3 2014, %

CORPORATE FINANCE, 29% ASSET MANAGEMENT, 71%



INCOME STATEMENT BY OPERATING SEGMENT—THIRD QUARTER 2014 SUMMARY

SEK M	Corporate Finance		Asset Management		Other		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep
Net sales	101	112	243	150	-1	-3	343	259
Other operating income	0	1	2	-2	-0	2	2	1
Total income	102	113	244	148	-1	-1	345	260
Direct assignment costs and commission	-5	-5	-72	-50	0	0	-77	-55
Income excl. direct assignment costs and commission	97	108	172	98	-1	-1	268	205
Operating expenses	-86	-87	-156	-99	-5	-8	-247	-194
Operating profit before acquisition-related items	11	22	16	-1	-6	-9	21	11
Depreciation of acquisition-related intangible assets	0	0	-2	-2	0	0	-2	-2
Operating profit/loss	11	22	14	-3	-6	-9	19	10
Financial income and expense - net	0	0	1	0	14	6	15	6
Profit/loss before tax	11	22	15	-2	8	-4	34	16
Tax	-5	-4	-6	-3	3	1	-9	-6
Net profit/loss for the period	5	17	9	-5	11	-2	25	10
Profit/loss attributable to shareholders of the Parent Company	5	17	5	-5	11	-2	21	10
KEY FIGURES								
Operating margin, %	10	19	7	-1	-	-	6	4
Profit margin, %	5	15	4	-3	-	-	7	4
Property transaction volume for the period, SEK Bn	15.7	24.6	-	-	-	-	15.7	24.6
Asset under management at end of period, SEK Bn	-	-	111.9	46.1	-	-	111.9	46.1
Earnings per share, SEK *	-	-	-	-	-	-	0.26	0.12

INCOME STATEMENT BY OPERATING SEGMENT—NINE-MONTH PERIOD 2014 SUMMARY

SEK M	Corporate Finance			Asset Management			Other			Total		
	2014	2013	2013	2014	2013	2013	2014	2013	2013	2014	2013	2013
	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec
Net sales	312	252	397	644	442	630	-3	-5	-7	953	689	1,020
Other operating income	0	5	6	8	0	5	-0	6	7	9	11	17
Total income	313	257	403	652	442	635	-3	1	0	962	700	1,038
Direct assignment costs and commission	-19	-11	-19	-188	-144	-200	1	1	2	-206	-154	-217
Income excl. direct assignment costs and commission	294	245	384	464	298	435	-2	2	2	756	546	821
Operating expenses	-268	-243	-372	-385	-286	-414	-19	-28	-40	-672	-557	-827
Operating profit before acquisition-related items	26	2	11	79	12	20	-21	-26	-38	84	-11	-6
Depreciation of acquisition-related intangible assets	0	0	0	-5	-4	-6	0	0	0	-5	-4	-6
Operating profit/loss	26	2	11	73	8	15	-21	-26	-38	78	-16	-12
Financial income and expense - net	1	0	0	3	2	2	63	6	3	67	8	5
Profit/loss before tax	27	3	11	77	10	17	42	-20	-35	146	-8	-7
Tax	-14	-5	-10	-29	-5	-20	22	0	16	-21	-10	-14
Net profit/loss for the period	13	-2	1	48	4	-3	64	-20	-19	125	-18	-21
Profit/loss attributable to shareholders of the Parent Company	13	-2	1	44	4	-3	64	-20	-19	121	-18	-22
KEY FIGURES												
Operating margin, %	8	1	3	12	3	3	-	-	-	9	-2	-1
Profit margin, %	4	-1	0	7	1	-0	-	-	-	13	-3	-2
Return on equity, % *	12	16	1	6	1	-1	-	-	-	12	-0	-2
Equity/Asset ration, %	57	61	55	21	20	19	-	-	-	27	26	27
Equity, SEK M *	144	138	146	651	567	525	245	183	232	1,041	888	904
Number of employees, at end of period	207	216	207	267	209	211	12	14	13	486	439	431
Property transaction volume for the period, SEK Bn	37.0	37.4	50.3	-	-	-	-	-	-	37.0	37.4	50.3
Asset under management at end of period, SEK Bn	-	-	-	111.9	46.1	52.3	-	-	-	111.9	46.1	52.3
Earnings per share, SEK *	-	-	-	-	-	-	-	-	-	1.48	-0.22	-0.26
Equity per share, SEK *	-	-	-	-	-	-	-	-	-	12.74	10.87	11.07

* Attributable to shareholders of the Parent Company

For definitions of key figures see page 12.

CORPORATE FINANCE OPERATING SEGMENT

Specialised advisory services, based in the property sector

Catella provides specialised financial advisory services within Corporate Finance; most of this business consists of transaction advice in the professional property sector. Catella enjoys European leadership as a property advisor. 207 professionals work for Corporate Finance in 11 countries.



Third quarter 2014

IN BRIEF

- Property transactions where Catella served as an advisor totalled SEK 15.7 Bn (24.6)
- Sustained positive market conditions for property transactions in Europe
- Johan Ericsson new acting Head of the Swedish property advisory services

Net sales and results of operations

Third quarter 2014

Corporate Finance reported net sales of SEK 101 M (112), a decrease of 10% on the third quarter 2013. The decrease is partly due to lower transaction volumes in property advisory services year on year. Profit before tax was SEK 11 M (22). Net sales by country are illustrated in the diagram on page 8.

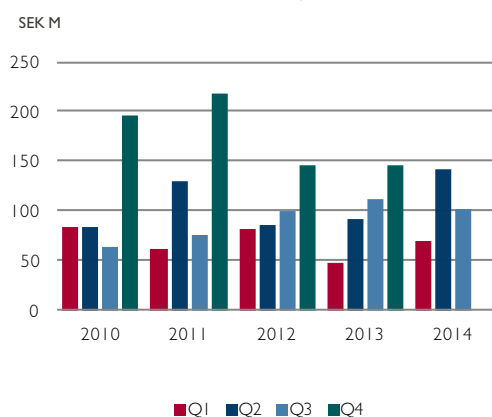
Nine-month period 2014

Corporate Finance posted net sales of SEK 312 M (252), an increase of 24% on the previous year. Transaction volumes in property advisory services were in line with the previous year. The sales increase is due to increased activity in other advisory services. Profit before tax was SEK 27 M (3).

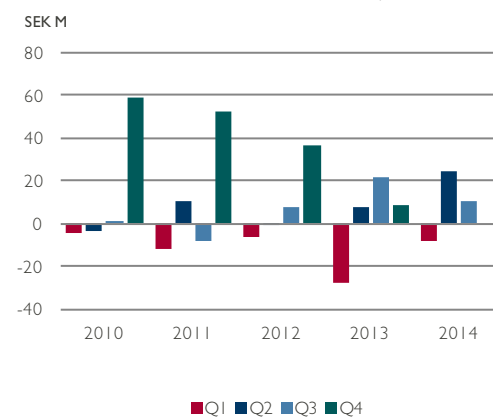
KEY FIGURES

	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	Rolling 12 Months	Full year 2013
Net sales, SEK M	101	112	312	252	458	397
Operating profit/loss, SEK M	11	22	26	2	35	11
Profit/loss before tax, SEK M	11	22	27	3	36	11
Employees at end of period	-	-	207	216	207	207

CORPORATE FINANCE, NET SALES PER QUARTER *



CORPORATE FINANCE, PROFIT BEFORE TAX PER QUARTER *



* Pro forma for 2010, as if the then Catella group had been acquired and consolidated as of 1 January 2010.

Market comment

Investor confidence in the property market increased during the year. Investors remained very optimistic about investments in properties in Class A locations. As supply of high-quality properties in Class A locations is short, investors sought out Class B and C locations in their search for higher yields. This trend is expected to continue in Europe, as well as an increase in portfolio transactions.

The European transaction market for commercial properties is expected to make strong progress in the final quarter of the year. Transaction volumes are

expected to continue to increase in 2015, but at a slower rate than in recent years.

Transaction volumes

The total property transaction market in Europe, excluding the UK, totalled SEK 272 Bn (202) in the third quarter 2014. Transaction volumes were SEK 776 Bn (565) for the nine-month period.

Catella served as an advisor on property transactions worth SEK 15.7 Bn (24.6) in the third quarter, with France representing SEK 7.0 Bn and Sweden SEK 3.4 Bn. In the nine-month period, Catella's transaction volumes totalled

SEK 37.0 Bn (37.4). The diagram below illustrates the progress of Catella's property transaction volumes in 2010-2014.

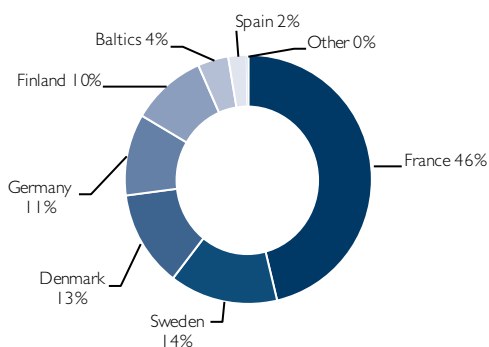
Operations

During the quarter, the Head of the Swedish property advisory services and some senior members of staff decided to leave Catella. Johan Ericsson was appointed Head of these operations and several members of staff have been re-cruited since. The organisational changes did not have any negative impact on results in the quarter.

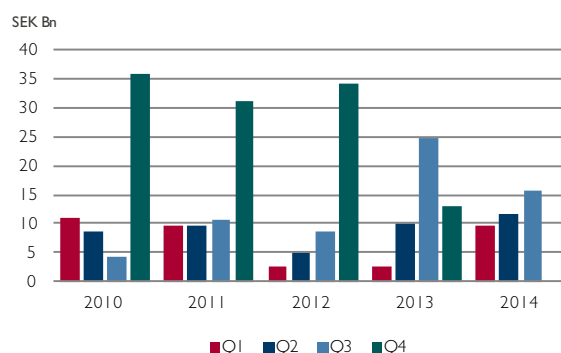
CORPORATE FINANCE—EARNINGS TREND SUMMARY

SEK M	3 Months		9 Months		12 Months	
	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	Rolling 12 Months	2013 Jan-Dec
Net sales	101	112	312	252	458	397
Other operating income	0	1	0	5	1	6
Total income	102	113	313	257	459	403
Direct assignment costs and commission	-5	-5	-19	-11	-27	-19
Income excl. direct assignment costs and commission	97	108	294	245	432	384
Operating expenses	-86	-87	-268	-243	-398	-372
Operating profit before acquisition-related items	11	22	26	2	35	11
Depreciation of acquisition-related intangible assets	0	0	0	0	0	0
Operating profit/loss	11	22	26	2	35	11
Financial income and expense - net	0	0	1	0	1	0
Profit/loss before tax	11	22	27	3	36	11
Tax	-5	-4	-14	-5	-19	-10
Net profit/loss for the period	5	17	13	-2	16	1

NET SALES BY COUNTRY Q3 2014, %



CATELLA'S PROPERTY TRANSACTION VOLUMES



ASSET MANAGEMENT OPERATING SEGMENT

High product expertise in equities, fixed-income and property

In the Asset Management operating segment, Catella provides institutions, corporations and private clients with specialised financial services in fund and wealth management. It also offers card and payment services. 267 professionals work for Asset Management in six countries.



Third quarter 2014

IN BRIEF

- Asset manager IPM included in the service segment equity, hedge and fixed income funds
- Volumes under management were SEK 111.9 Bn (46.1) at the end of the quarter, of which IPM SEK 42.8 Bn (0)
- Volumes under management increased by SEK 2.5 Bn (2.5), with net inflows of SEK 2.8 Bn (1.0) excluding IPM
- Sustained positive profit contribution from the card and payment operations

Net sales and results of operations

Third quarter 2014

Asset Management posted net sales of SEK 243 M (150). IPM is part of the equity, hedge and fixed income funds service segment, effective the third quarter. Profit before tax amounted to SEK 15 M (-2). Variable income decreased on the two previous quarters.

This figure includes expenses for amortisation of acquisition-related intangible assets of SEK 2 M (2). Net sales by service segment are illustrated in the diagrams on page 10.

Nine-month period 2014

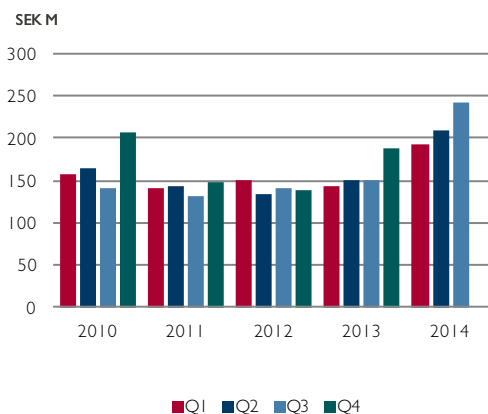
Asset management reported net sales of SEK 644 M (442). Profit before tax was SEK 77 M (10). This figure includes expenses for amortisation of acquisition-related intangible assets of SEK 5 M (4).

KEY FIGURES

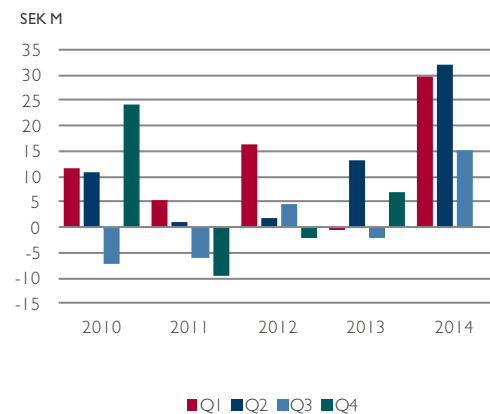
	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	Rolling 12 Months	Full year 2013
Net sales, SEK M	243	150	644	442	831	630
Operating profit/loss, SEK M*	16	-1	79	12	87	20
Profit/loss before tax, SEK M	15	-2	77	10	84	17
Employees at end of period	-	-	267	209	267	211

* Operating profit before acquisition-related items.

ASSET MANAGEMENT NET SALES PER QUARTER*



ASSET MANAGEMENT PROFIT BEFORE TAX PER QUARTER*



* Reported pro forma for 2010, as if the former Catella group had been acquired and consolidated as of 1 January 2010. Profit before tax excluding items affecting comparability.

Volumes under management

From 30 September 2014 onwards, IPM's volumes under management are included in the equity, hedge and fixed income funds service segment.

Volumes under management were SEK 111.9 Bn (46.1) as of 30 September 2014, of which IPM SEK 42.8 Bn (0). Excluding IPM, volumes under management increased by SEK 2.5 Bn (2.5) and net inflows were SEK 2.8 Bn (1.0). Volumes under management excluding IPM increased by SEK 16.8 Bn (4.9) in the nine-month period, of which net inflows were SEK 14.0 Bn (2.6)

Of total volumes, SEK 75.4 Bn (18.8) were held in equity, hedge and fixed income funds, SEK 26.3 Bn (19.8) in property funds and SEK 10.2 Bn (7.4) in wealth management. See diagram below for the performance of Catella's volumes under management in the period 2010–2014.

Operations

The volumes under management in Catella's property funds increased by SEK 0.5 Bn in the third quarter, of which net inflows were SEK 0.4 Bn.

Volumes in equity, hedge and fixed income funds increased by SEK 1.9 Bn in

the quarter, of which net inflows SEK 2.1 Bn. Inflows remained strongest in fixed income and hedge funds, in line with the underlying market trend. Catella's funds continued to gain market share in Sweden in the quarter.

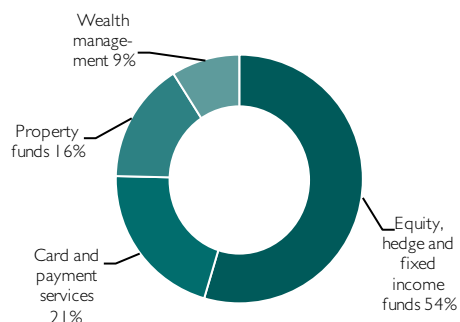
Year-on-year volumes in the card and payment operations increased during the quarter. The operations returned marginally positive profit in the quarter.

Volumes under management in the wealth management business in Sweden and Luxembourg grew by SEK 0.2 Bn in the quarter, of which net inflows SEK 0.2 Bn.

ASSET MANAGEMENT—EARNINGS TREND SUMMARY

SEK M	3 Months		9 Months		12 Months	
	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	Rolling 12 Months	2013 Jan-Dec
Net sales	243	150	644	442	831	630
Other operating income	2	-2	8	0	13	5
Total income	244	148	652	442	845	635
Direct assignment costs and commission	-72	-50	-188	-144	-244	-200
Income excl. direct assignment costs and commission	172	98	464	298	600	435
Operating expenses	-156	-99	-385	-286	-513	-414
Operating profit before acquisition-related items	16	-1	79	12	87	20
Depreciation of acquisition-related intangible assets	-2	-2	-5	-4	-7	-6
Operating profit/loss	14	-3	73	8	80	15
Financial income and expense - net	1	0	3	2	4	2
Profit/loss before tax	15	-2	77	10	84	17
Tax	-6	-3	-29	-5	-43	-20
Net profit/loss for the period	9	-5	48	4	41	-3

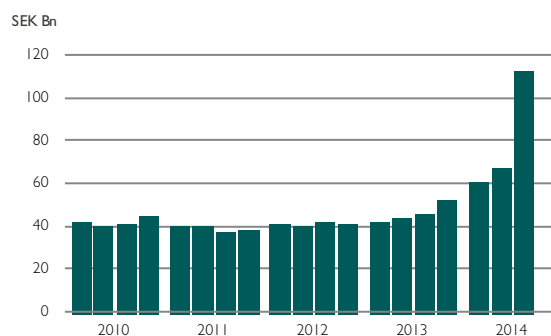
NET SALES BY SERVICE SEGMENT Q3 2014, %*



* IPM's net sales included in the equity, hedge and fixed income funds service segment from the third quarter 2014 inclusive.

** IPM's volumes under management included as of 30 September 2014.

CATELLA'S VOLUMES UNDER MANAGEMENT **



OTHER FINANCIAL INFORMATION

The Group's financial position

In the third quarter, the Group's total assets increased by SEK 486 M, and were SEK 4,192 M as of 30 September 2014. The increase is mainly due to higher deposits in the banking operations but also due to the consolidation of IPM as a subsidiary, effective the third quarter 2014, see also Note 7.

In accordance with IAS 12 Income Taxes, a deferred tax asset attributable to loss carry-forwards is recognised to the extent that it is probable that future taxable profit will be available. In accordance with this standard, Catella is recognising a deferred tax asset of SEK 53 M (53 M as of 31 December 2013), which is based on an assessment of the Group's future earnings. The tax revenue has no impact on the Group's liquidity. The Group's total loss carry-forwards amount to some SEK 800 M. Essentially, the loss carry-forwards relate to operations in Sweden and have indefinite useful lives.

In September 2012, Catella AB (publ) issued a five-year unsecured bond of SEK 200 M. In the Consolidated Statement of Financial Position, this item is recognised under non-current loan liabilities. The bond has a nominal amount of SEK 300 M and accrues variable interest at three-month STIBOR plus 500 basis points. The Group also has granted overdraft facilities totalling SEK 32 M, of which the unutilised portion was SEK 32 M as of 30 September 2014.

The Group's equity increased by SEK 66 M in the third quarter, and was SEK 1,116 M as of 30 September 2014. Apart from profit for the period of SEK 25 M and negative translation differences of SEK 1 M, equity was affected by changes in non-controlling interests of SEK 47 M. Of this item, SEK 50 M relates to additional non-controlling interests in IPM, for more information see Note 7. Equity has also been affected by a capital injection of SEK 1 M relating to warrants issued and repurchases of warrants issued of SEK 6 M. 8,420,000 warrants issued were repurchased and 600,000 warrants issued were sold to individuals in Catella's management and to key executives in the third quarter. The Group's

equity/assets ratio as of 30 September 2014 was 27% (27% as of 31 December 2013).

Consolidated cash flow*Third quarter 2014*

Consolidated cash flow from operating activities amounted to SEK 452 M (-23). Changes in working capital are mainly due to the banking operations' deposit and lending activities, which totalled a net SEK 353 M (-20) in the period.

Cash flow from investing activities was SEK 32 M (-3), of which SEK 25 M relates to changes to group cash and cash equivalents in connection with the acquisition of IPM, see Note 7. SEK 3 M were also received from the Nordic Light Fund's repurchase of fund units. Loan portfolio cash flows were SEK 8 M in the quarter.

Cash flow from financing activities was SEK -8 M (0) consisting of dividend to non-controlling interests of SEK 3 M, payment made for repurchases of warrants issued of SEK 6 M and payment received from warrants issued of SEK 1 M.

Cash flow for the period was SEK 476 M (-26), of which cash flow from the banking operation was SEK 370 M (-44) and cash flow from other operations were SEK 106 M (18).

Cash and cash equivalents at the end of the period were SEK 2,460 M (1,914), of which cash and cash equivalents relating to the banking operations were SEK 1,921 M (1,626) and cash and cash equivalents relating to other operations were SEK 539 M (288).

Nine-month period 2014

Consolidated cash flow from operating activities was SEK 514 M (209), of which changes in the banking operations' deposits and lending were SEK 343 M (225).

Cash flow from investing activities was SEK 19 M (22), of which SEK 25 M relates to changes in consolidated group cash and cash equivalents relating to the acquisition of IPM. Payments of SEK 13 M were also received relating to Nordic Light Fund's repurchase of fund units and the divestment of a short-term equity

portfolio. Cash flow from loan portfolios was SEK 13 M in the first nine months. In addition, payments of SEK 25 M were made relating to the purchase of a short-term equity trading portfolio intended for wealth management clients. Additional payments of SEK 5 M were also made relating to investments in tangible and intangible fixed assets.

Cash flow from financing activities was SEK -18 M (-8) and consists of a dividend to non-controlling interests of SEK 17 M. In addition, payments were also made for the repurchase of warrants issued totalling SEK 7 M and payments received for warrants issued totalling SEK 6 M.

Cash flow for the nine-month period was SEK 516 M (222), of which cash flow from the banking operations was SEK 316 M (197) and cash flow from other operations amounted to SEK 200 M (25).

Parent company*Third quarter 2014*

Catella AB (publ) is the Parent Company of the Group. Group Management and other central Group functions are integrated in the Parent Company.

The Parent Company reported income of SEK 1.3 M (1.7). The operating profit/loss was SEK -5.2 M (-8.3) and profit/loss before tax was SEK -5.8 M (-9.0). The parent company's expenses have decreased in 2014 as a result of staff reductions and because the relevant operating segment carried a higher proportion of the costs for management and follow-up.

The Parent Company's total loss carry-forwards were SEK 125 M. Catella's Balance Sheet includes a deferred tax asset of SEK 19.0 M (19.0 M as of 31 December 2013) relating to these loss carry-forwards. The amount is based on an estimate of the company's future utilisation of loss carry-forwards.

Cash and cash equivalents on the reporting date were SEK 36.4 M, compared to SEK 45.4 M as of 31 December 2013.

Total assets decreased by SEK 6.2 M in the third quarter, amounting to SEK 766.5 M as of 30 September 2014.

The number of employees of the Parent Company expressed as full-time equivalents was 7 (11) at the end of the period.

Nine-month period 2014

The Parent Company reported income of SEK 3.9 (4.8). The operating profit/loss was SEK -18.7 M (-22.2) and the profit/loss before tax was SEK -20.8 M (-24.0).

Employees

The number of employees expressed as full-time equivalents was 486 (439) at the end of the period, of which 207 (216) in the Corporate Finance operating segment, 267 (209) in the Asset Management operating segment (including 45 in IPM) and 12 (14) in other functions.

Share capital

As of 30 September 2014, share capital amounted to SEK 163 M (163), divided between 81,698,572 shares (81,698,572). The quotient value per share is 2. Share capital is divided between two share classes with different voting rights: 2,530,555 Class A shares with 5 votes per share and 79,168,017 Class B shares with 1 vote per share.

Catella has a total of 38,880,000 share warrants issued as of 30 September 2014, of which 18,270,000 were held in treasury.

Upon full exercise of share warrants, dilution of the company's capital and votes would be 32.2% and 29.7% respectively.

Shares

Catella is listed on Nasdaq OMX First North Premier, trading under the ticker symbols CAT A and CAT B. The company's certified advisor is Remium AB. The price of Catella's class B share was 8.90 (5.60) as of 30 September 2014. Total market capitalisation at the end of the period was SEK 731 M (458).

Shareholders

Catella had 6,356 (6,605) shareholders registered at the end of the period. As of 30 September 2014, the single largest shareholders were the Claesson & Anderzén group with a holding of 48.4% (48.4) of the capital and 47.8% (47.8) of the votes, followed by Bure Equity AB

(publ), with a holding of 10.4% of the capital and 10.8% of the votes.

Risks and uncertainties

Catella is affected by progress on the financial markets. The Corporate Finance operation is affected by the market's willingness to execute transactions, which in turn, is determined by the macroeconomic environment and the availability of debt finance.

Asset Management is affected by market progress on Nordic stock exchanges and progress on the property market. The banking operations are exposed to particularly significant operating risks. The bank's real time system contains substantial volumes/transactions that require 24-hour availability.

The preparation of financial statements requires the Board of Directors and Group management to make estimates and judgments of the value of loan portfolios, goodwill, trademarks and brands, as well as assumptions concerning revenue recognition. The estimates and judgments affect the Consolidated Income Statement and Financial Position, and disclosures on contingent liabilities, for example. See Note 4 in the Annual Report 2013 for significant estimates and judgments. Actual outcomes may differ from these estimates and judgments due to other circumstances or other conditions.

Accounting principles

This Interim Report has been prepared in compliance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act.

The consolidated financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) as endorsed by the EU, the Annual Accounts Act and RFR 1 Supplementary Accounting Rules for Groups, issued by RFR (the Swedish Financial Reporting Board).

The Parent Company's financial statements are prepared in compliance with the Swedish Annual Accounts Act and RFR 2 Accounting for Legal Entities issued by RFR. The information provided in Note 8 regarding the consolidated financial position, relating to parts of

Catella's operations, has been prepared in accordance with the Group's accounting policies and the Annual Accounts for Credit Institutions and Securities Companies Act.

The accounting policies that are most critical to the Group and Parent Company are stated in Catella's Annual Report for 2013.

Figures in tables and comments may be rounded.

Forecasts

Catella does not publish forecasts.

Audit

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

Financial calendar

Year-end Report 2014

19 February 2015

Interim Report, January–March 2015

8 May 2015

Annual General Meeting 2015

21 May 2015

Interim Report, January–June 2015

25 August 2015

Interim Report, January–September 2015

6 November 2015

Year-end Report 2015

19 February 2016

Definitions of key figures

Operating margin

Operating profit excluding amortisation of intangible assets divided by total income for the period.

Profit margin

Profit/loss for the period after tax divided by total income for the period.

Return on equity

Average profit after tax for the four most recent quarters divided by average equity for the five most recent quarters.

Equity/assets ratio

Equity divided by total assets.

For more information
Knut Pedersen, CEO and President
Tel. +46 (0)8 463 33 10

More information on Catella and all
financial reports are available at
www.catella.com.

The information in this Report is mandatory for Catella AB (publ) to publish in accordance with the Swedish Financial Instruments Trading Act and/or the Swedish Securities Markets Act. This information was submitted to the market for publication on 7 November 2014 at 7:00 a.m. (CET).

Stockholm, Sweden 7 November 2014
Catella AB (publ)

Johan Claesson, Chairman of the Board
Johan Damne, Board member
Joachim Gahm, Board member
Anna Ramel, Board member
Jan Roxendal, Board member

Knut Pedersen, CEO and President

Consolidated Income Statement

SEK M	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	2013 Jan-Dec
Net sales	343	259	953	689	1,020
Other operating income	2	1	9	11	17
	345	260	962	700	1,038
Direct assignment costs and commission	-77	-55	-206	-154	-217
Other external costs	-80	-70	-221	-204	-294
Personnel costs	-160	-120	-440	-341	-507
Depreciation/amortisation	-3	-3	-8	-10	-15
Other operating expenses	-4	-0	-3	-3	-12
Operating profit before acquisition-related items	21	11	84	-11	-6
Depreciation of acquisition-related intangible assets	-2	-2	-5	-4	-6
Operating profit/loss	19	10	78	-16	-12
Interest income	7	5	19	16	22
Interest expense	-3	-3	-9	-10	-14
Other financial income and expense	12	4	57	2	-3
Financial income and expense - net	15	6	67	8	5
Profit/loss before tax	34	16	146	-8	-7
Tax	-9	-6	-21	-10	-14
Net profit/loss for the period	25	10	125	-18	-21
Profit attributable to:					
Shareholders of the Parent Company	21	10	121	-18	-22
Non-controlling interests	4	0	4	0	0
	25	10	125	-18	-21
Earnings per share attributable to shareholders of the Parent Company, SEK					
- before dilution	0.26	0.12	1.48	-0.22	-0.26
- after dilution	0.26	0.12	1.48	-0.22	-0.26
Number of shares at end of the period	81,698,572	81,698,572	81,698,572	81,698,572	81,698,572
Average weighted number of shares after dilution	81,698,572	81,698,572	81,698,572	81,698,572	81,698,572

Consolidated Statement of Comprehensive Income

SEK M	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	2013 Jan-Dec
Net profit/loss for the period	25	10	125	-18	-21
Other comprehensive income/loss					
Items not to be reclassified in profit or loss:					
Change in value of defined benefit pension plans	0	0	0	0	0
Items that can be reclassified in profit or loss subsequently:					
Fair value changes in financial assets available for sale	0	0	0	0	-0
Currency translation differences	-1	-6	17	5	24
Other comprehensive income/loss for the period, net after tax	-1	-6	17	5	24
Total comprehensive income/loss for the period	24	4	142	-13	3
Profit attributable to:					
Shareholders of the Parent Company	20	4	137	-13	3
Non-controlling interests	4	0	5	0	1
	24	4	142	-13	3

Information on the Income Statement per operating segment is in Note 1.

Consolidated Statement of Financial Position—condensed

SEK M	Note	2014 30 Sep	2013 30 Sep	2013 31 Dec
ASSETS				
Non-current assets				
Intangible assets	7	356	305	306
Tangible assets		20	22	20
Holdings in associated companies	7	0	47	50
Other non-current securities	3, 4, 5, 6	272	226	235
Deferred tax assets		53	61	53
Other non-current receivable		243	285	254
		945	946	919
Current assets				
Current loans receivable		393	360	368
Accounts receivable and other receivables		340	211	288
Current investments	3, 4, 5, 6	54	20	15
Cash and cash equivalents *		2,460	1,914	1,893
		3,246	2,505	2,564
Total assets		4,192	3,452	3,483
EQUITY AND LIABILITIES				
Equity				
Share capital		163	163	163
Other contributed capital		273	274	274
Reserves		-137	-172	-153
Profit brought forward including net profit for the period		741	623	620
Equity attributable to shareholders of the Parent Company		1,041	888	904
Non-controlling interests		75	18	28
Total equity		1,116	906	932
Liabilities				
Non-current liabilities				
Non-current loan liabilities		199	198	199
Other non-current liabilities		0	3	0
Deferred tax liabilities		29	22	20
Other provisions		22	7	6
		250	231	224
Current liabilities				
Borrowings		220	220	227
Current liabilities		2,116	1,789	1,718
Accounts payable and other liabilities		452	280	363
Tax liabilities		37	25	19
		2,825	2,315	2,327
Total liabilities		3,075	2,546	2,551
Total equity and liabilities		4,192	3,452	3,483
* Of which, cash and cash equivalents in frozen accounts		377	146	95

Information on financial position per operating segment is in Note 2.

Consolidated Statement of Cash Flows

SEK M	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	2013 Jan-Dec
Cash flow from operating activities					
Profit/loss before tax	34	16	146	-8	-7
Adjustments for non-cash items:					
Other financial income and expense	-12	-4	-57	-2	3
Depreciation/amortisation	5	5	14	14	20
Impairment current receivables	1	0	1	1	7
Provision changes	-0	-2	-4	-0	-2
Carrying interest income from loan portfolios	-6	-5	-18	-16	-20
Acquisition expenses	1	0	1	0	0
Profit/loss from participations in associated companies	0	2	-6	2	-1
Personnel costs not affecting cash flow	2	6	13	4	17
Paid income tax	-6	-5	-19	-2	-3
Cash flow from operating activities before changes in working capital	20	13	71	-6	14
Cash flow from changes in working capital					
Increase (-) / decrease (+) in operating receivables	75	57	36	221	174
Increase (+) / decrease (-) in operating liabilities	357	-92	408	-5	-50
Cash flow from operating activities	452	-23	514	209	138
Cash flow from investing activities					
Purchase of tangible fixed assets	-3	-5	-4	-11	-12
Purchase of intangible assets	-0	-1	-1	-2	-3
Acquisition of subsidiaries, after deductions for acquired cash and cash equivalents	25	0	25	0	1
Purchase of associated companies	0	0	0	-33	-33
Purchase of financial assets	-0	0	-27	-0	-0
Sale of financial assets	3	1	13	61	68
Cash flow from loan portfolios	8	2	13	5	6
Dividends from investments	0	0	1	1	1
Cash flow from investing activities	32	-3	19	22	28
Cash flow from financing activities					
Repurchase of warrants	-6	0	-7	-0	-0
Payment from issued warrants	1	0	6	0	0
Transactions with non-controlling interests	-3	-0	-17	-9	-13
Cash flow from financing activities	-8	-0	-18	-9	-12
Cash flow for the period	476	-26	516	222	153
Cash and cash equivalents at beginning of period	1,980	1,958	1,893	1,680	1,680
Exchange rate differences in cash and cash equivalents	4	-19	50	12	60
Cash and cash equivalents at end of the period	2,460	1,914	2,460	1,914	1,893

SEK 1,921 M of the group's cash and cash equivalents relate to Catella Bank, and in compliance with the instructions and regulations that Catella Bank is subject to, the rest of the Group does not have access to Catella Bank's liquidity.

Consolidated Statement of Changes in Equity

SEK M	Equity attributable to shareholders of the Parent Company						
	Share capital	Other contributed capital *	Translation reserve	Profit brought forward incl. net profit/loss for the period	Total	Non-controlling interests	Total equity
Opening balance at 1 January 2014	163	274	-153	620	904	28	932
Comprehensive income for January - September 2014:							
Net profit/loss for the period				121	121	4	125
Other comprehensive income/loss, net after tax			16		16	0	17
Comprehensive income/loss for the period			16	121	137	5	142
Transactions with shareholders:							
Transactions with non-controlling interests				0	0	43	43
Warrants issued		6			6		6
Repurchase of warrants issued		-7			-7		-7
Closing balance at 30 September 2014	163	273	-137	741	1,041	75	1,116

* Other capital contributed pertains to share premium reserves in the Parent Company.

The Parent Company has 38,880,000 share warrants outstanding. Share warrants were re-purchased from employees at market value in 2011-2014. In the third quarter 2014, 8,420,000 warrants were repurchased and 600,000 warrants sold to individuals in Catella's management and key executives. In June 2014, the CEO acquired 5,000,000 warrants. As of 30 September 2014, Catella has 18,270,000 warrants held in treasury.

SEK M	Equity attributable to shareholders of the Parent Company						
	Share capital	Other contributed capital *	Translation reserve	Profit brought forward incl. net profit/loss for the period	Total	Non-controlling interests	Total equity
Opening balance at 1 January 2013	163	273	-177	644	904	21	925
Comprehensive income for January - September 2013:							
Net profit/loss for the period				-18	-18	0	-18
Other comprehensive income/loss, net after tax			5		5	0	5
Comprehensive income/loss for the period			5	-18	-13	0	-13
Transactions with non-controlling interests:							
Transactions with non-controlling interests				-3	-3	-4	-7
Warrants issued		0			0		0
Closing balance at 30 September 2013	163	274	-172	623	888	18	906

* Other capital contributed pertains to share premium reserves in the Parent Company.

The parent company has 35,900,000 warrants issued. Under 2011, 2012 and 2013 warrants were repurchased on market terms from employees and as of 30 September 2013, Catella held 8,920,000 warrants in treasury.

Note 1. Income Statement per operating segment

SEK M	Corporate Finance		Asset Management		Other		Group	
	2014	2013	2014	2013	2014	2013	2014	2013
	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep	Jul-Sep
Net sales	101	112	243	150	-1	-3	343	259
Other operating income	0	1	2	-2	-0	2	2	1
	102	113	244	148	-1	-1	345	260
Direct assignment costs and commission	-5	-5	-72	-50	0	0	-77	-55
Other external costs	-27	-27	-50	-38	-3	-5	-80	-70
Personnel costs	-59	-59	-98	-58	-3	-3	-160	-120
Depreciation/amortisation	-1	-1	-2	-2	-0	-0	-3	-3
Other operating expenses	0	1	-5	-1	0	-0	-4	-0
Operating profit before acquisition-related items	11	22	16	-1	-6	-9	21	11
Depreciation of acquisition-related intangible assets	0	0	-2	-2	0	0	-2	-2
Operating profit/loss	11	22	14	-3	-6	-9	19	10
Interest income	0	0	0	0	6	5	7	5
Interest expense	-0	-0	-0	0	-3	-3	-3	-3
Other financial income and expense	-0	0	1	0	11	4	12	4
Financial income and expense - net	0	0	1	0	14	6	15	6
Profit/loss before tax	11	22	15	-2	8	-4	34	16
Tax	-5	-4	-6	-3	3	1	-9	-6
Net profit/loss for the period	5	17	9	-5	11	-2	25	10

SEK M	Corporate Finance			Asset Management			Other			Group		
	2014	2013	2013	2014	2013	2013	2014	2013	2013	2014	2013	2013
	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec	Jan-Sep	Jan-Sep	Jan-Dec
Net sales	312	252	397	644	442	630	-3	-5	-7	953	689	1,020
Other operating income	0	5	6	8	0	5	-0	6	7	9	11	17
	313	257	403	652	442	635	-3	1	0	962	700	1,038
Direct assignment costs and commission	-19	-11	-19	-188	-144	-200	1	1	2	-206	-154	-217
Other external costs	-83	-84	-115	-129	-103	-155	-9	-17	-24	-221	-204	-294
Personnel costs	-183	-156	-249	-246	-174	-241	-10	-11	-16	-440	-341	-507
Depreciation/amortisation	-2	-3	-6	-6	-7	-9	-0	-0	-0	-8	-10	-15
Other operating expenses	0	-1	-2	-5	-2	-10	1	0	-0	-3	-3	-12
Operating profit before acquisition-related items	26	2	11	79	12	20	-21	-26	-38	84	-11	-6
Depreciation of acquisition-related intangible assets	0	0	0	-5	-4	-6	0	0	0	-5	-4	-6
Operating profit/loss	26	2	11	73	8	15	-21	-26	-38	78	-16	-12
Interest income	0	0	1	1	0	1	18	15	21	19	16	22
Interest expense	-0	-0	-0	-0	0	-1	-9	-10	-13	-9	-10	-14
Other financial income and expense	1	0	-0	2	1	2	54	0	-5	57	2	-3
Financial income and expense - net	1	0	0	3	2	2	63	6	3	67	8	5
Profit/loss before tax	27	3	11	77	10	17	42	-20	-35	146	-8	-7
Tax	-14	-5	-10	-29	-5	-20	22	0	16	-21	-10	-14
Net profit/loss for the period	13	-2	1	48	4	-3	64	-20	-19	125	-18	-21

The operating segments reported above, Corporate Finance and Asset Management, are consistent with internal reporting submitted to management and the Board of Directors and thus represent the Group's operating segments in accordance with IFRS 8, Operating Segments. The Parent Company, other holding companies and Treasury Management, are recognised in the "Other" category. Acquisition and financing expenses and Catella's brand are also recognised in this category. "Other" also includes the elimination of intra-Group transactions between the various operating segments. Transactions between the operating segments are limited and are mainly financial transactions and certain re-invoicing of expenses. Limited transactions for rendering services to external customers occur. Any transactions are conducted on an arm's length basis.

Historical earnings trend per quarter and operating segment

SEK M	Corporate Finance							
	2014 Jul-Sep	2014 Apr-Jun	2014 Jan-Mar	2013 Oct-Dec	2013 Jul-Sep	2013 Apr-Jun	2013 Jan-Mar	2012 Oct-Dec
	0							
Net sales	101	141	70	145	112	92	47	146
Other operating income	0	0	0	1	1	3	1	3
	102	141	70	146	113	95	49	149
Direct assignment costs and commission	-5	-11	-4	-8	-5	-3	-3	-8
Other external costs	-27	-28	-28	-31	-27	-26	-30	-26
Personnel costs	-59	-78	-46	-94	-59	-56	-40	-77
Depreciation/amortisation	-1	-1	-1	-3	-1	-1	-1	-1
Other operating expenses	0	0	-0	-2	1	-1	-0	-0
Operating profit before acquisition-related items	11	23	-8	9	22	7	-26	36
Depreciation of acquisition-related intangible assets	0	0	0	0	0	0	0	0
Operating profit/loss	11	23	-8	9	22	7	-26	36
Interest income	0	0	0	0	0	0	0	0
Interest expense	-0	0	-0	-0	-0	0	-0	-1
Other financial income and expense	-0	1	0	-0	0	1	-1	0
Financial income and expense - net	0	1	0	-0	0	1	-1	-0
Profit/loss before tax	11	24	-8	9	22	8	-27	36
Tax	-5	-8	-1	-6	-4	-5	5	-13
Net profit/loss for the period	5	16	-9	3	17	3	-23	23

SEK M	Asset Management							
	2014 Jul-Sep	2014 Apr-Jun	2014 Jan-Mar	2013 Oct-Dec	2013 Jul-Sep	2013 Apr-Jun	2013 Jan-Mar	2012 Oct-Dec
	0							
Net sales	243	209	192	188	150	150	142	139
Other operating income	2	1	6	5	-2	1	1	0
	244	210	198	193	148	151	143	139
Direct assignment costs and commission	-72	-61	-55	-56	-50	-47	-46	-48
Other external costs	-50	-42	-36	-52	-38	-32	-33	-43
Personnel costs	-98	-76	-72	-67	-58	-58	-59	-55
Depreciation/amortisation	-2	-2	-2	-2	-2	-2	-2	-3
Other operating expenses	-5	2	-2	-7	-1	1	-3	1
Operating profit before acquisition-related items and items affecting comparability	16	31	31	8	-1	13	-0	-10
Depreciation of acquisition-related intangible assets	-2	-2	-2	-2	-2	-2	-1	-1
Items affecting comparability	0	0	0	0	0	0	0	0
Operating profit/loss	14	29	30	7	-3	12	-1	-11
Interest income	0	0	0	0	0	0	0	0
Interest expense	-0	-0	-0	-1	0	0	0	-0
Other financial income and expense	1	2	-0	1	0	0	1	8
Financial income and expense - net	1	2	0	0	0	1	1	9
Profit/loss before tax	15	32	30	7	-2	13	-1	-2
Tax	-6	-12	-10	-14	-3	-1	-1	6
Net profit/loss for the period	9	20	19	-7	-5	11	-2	4

Note 2. Financial position by operating segment—condensed

SEK M	Corporate Finance			Asset Management			Other			Group		
	2014 30 Sep	2013 30 Sep	2013 31 Dec	2014 30 Sep	2013 30 Sep	2013 31 Dec	2014 30 Sep	2013 30 Sep	2013 31 Dec	2014 30 Sep	2013 30 Sep	2013 31 Dec
ASSETS												
Non-current assets												
Intangible assets	61	60	61	245	195	195	50	50	50	356	305	306
Tangible assets	8	8	6	12	14	14	0	0	0	20	22	20
Holdings in associated companies	-0	0	-0	0	47	50	0	0	0	0	47	50
Other non-current securities	0	0	0	11	1	6	262	224	229	272	226	235
Deferred tax assets	-3	2	-1	13	19	13	44	40	42	53	61	53
Other non-current receivable	7	5	5	236	280	249	0	0	0	243	285	254
	73	76	71	517	556	527	356	315	321	945	946	919
Current assets												
Current loans receivable	0	0	0	393	360	367	0	0	0	393	360	368
Accounts receivable and other receivables	73	96	127	256	125	163	11	-9	-1	340	211	288
Current investments	2	3	7	27	11	2	25	6	6	54	20	15
Cash and cash equivalents	140	78	101	2,253	1,787	1,752	66	49	41	2,460	1,914	1,893
	215	178	235	2,929	2,282	2,284	102	45	45	3,246	2,505	2,564
Total assets	288	253	306	3,446	2,838	2,811	458	360	366	4,192	3,452	3,483
EQUITY AND LIABILITIES												
Equity												
Equity attributable to shareholders of the Parent Company	144	138	146	651	567	525	245	183	232	1,041	888	904
Non-controlling interests	20	16	22	56	2	3	-0	-0	2	75	18	28
Total equity	164	155	169	707	569	528	245	183	235	1,116	906	932
Liabilities												
Non-current liabilities												
Non-current loan liabilities	0	0	0	0	0	0	199	198	199	199	198	199
Other non-current liabilities	0	3	0	0	0	0	0	0	0	0	3	0
Deferred tax liabilities	0	0	0	12	3	3	17	18	17	29	22	20
Other provisions	1	1	1	1	7	5	20	0	0	22	7	6
	1	4	1	14	10	8	236	217	216	250	231	224
Current liabilities												
Borrowings	0	1	0	219	220	227	0	0	0	220	220	227
Current liabilities	0	0	0	2,116	1,789	1,718	0	0	0	2,116	1,789	1,718
Accounts payable and other liabilities	102	86	124	354	234	324	-4	-40	-86	452	280	363
Tax liabilities	21	8	12	36	17	6	-20	0	1	37	25	19
	123	95	136	2,725	2,260	2,275	-24	-40	-84	2,825	2,315	2,327
Total liabilities	124	99	137	2,739	2,270	2,283	212	177	131	3,075	2,546	2,551
Total equity and liabilities	288	253	306	3,446	2,838	2,811	458	360	366	4,192	3,452	3,483

Note 3. Summary of Catella's loan portfolios

SEK M Loan portfolio		Forecast undiscounted cash flow *	Share of undiscounted cash flow	Forecast discounted cash flow	Share of discounted cash flow	Discount rate	Duration. Years
Pastor 2	Spain	48.2	12.6%	32.4	13.7%	8.1%	5.1
Pastor 3	Spain	-	-	-	-	-	-
Pastor 4	Spain	11.5	3.0%	3.6	1.5%	13.1%	9.5
Pastor 5	Spain	-	-	-	-	-	-
Lusitano 3	Portugal	84.8	22.2%	58.2	24.7%	8.1%	5.2
Lusitano 4 **	Portugal	-	-	-	-	-	-
Lusitano 5	Portugal	75.2	19.7%	34.9	14.8%	13.1%	7.2
Gems	Germany	48.7	12.8%	33.5	14.2%	6.6%	5.9
Minotaure	France	28.2	7.4%	12.3	5.2%	13.1%	6.8
Ludgate ****	UK	83.9	22.0%	60.0	25.5%	13.1%	2.9
Sestante 2 **	Italy	-	-	-	-	-	-
Sestante 3 **	Italy	-	-	-	-	-	-
Sestante 4 **	Italy	-	-	-	-	-	-
Sestante 4 AI	Italy	1.0	0.3%	1.0	0.4%	6.6%	0.9
Total cash flow ***		381.6	100.0%	235.8	100%	10.2%	5.4
Accrued interest				2.2			
Carrying amount in consolidated balance sheet				238.0			

* The forecast was produced by investment advisor Cartesia S.A.S.

** These investments were assigned a value of SEK 0.

*** The discount rate recognised in the line "Total cash flow" is the weighted average interest of the total discounted cash flow.

**** Ludgate was revalued during the second quarter of 2014 having been assigned a value of SEK 0.

Method and assumptions for cash flow projections and discount rates

The cash flow for each loan portfolio is presented in the table on the next page and the discount rates by portfolio are stated above. There is more information on Catella's loan portfolio on its website.

Cash flow projections

The portfolio is valued according to the fair value method, as defined in IFRS. In the absence of a functional and sufficiently liquid market for essentially all investments and comparable subordinated investments, valuation is performed using the mark-to-model method. This method is based on projecting cash flow until maturity for each investment with market-based credit assumptions. Projected cash flows have been produced by the external investment advisor Cartesia. The credit assumption used by Cartesia is based on the historical performance of each investment and a broad selection of comparable transactions. Projected cash flows

include assumptions of potential deterioration of credit variables. They do not include the full effect of a scenario of low probability and high potential negative impact, such as dissolution of the Eurozone, where one of the countries in which EETI has underlying investments leaves the European Monetary Union, or similar scenario. Adjustments of cash flows affect this value and are stated in a sensitivity analysis on Catella's website.

Discount rates

The discount rates applied are set internally, and based on a rolling 24-month index of non-investment-grade European corporate bonds as underlying assets (iTraxx). The discount rates per portfolio are also set relative to other assets in the absence of market prices for the assets held by EETI. Each quarter, the Board of EETI evaluates the projected cash flows and related assumptions, combined with the market pricing of other assets for possible adjustment of the discount rates in addition to variation of the index.

Adjustments to discount rates affect this value and are stated in a sensitivity analysis on Catella's website.

Risks and uncertainties relating to loan portfolios

Most of the investments consist of holdings in and/or financial exposure to securities that are subordinate in terms of payment and are ranked lower than securities that are secured or represent ownership of the same asset class. Some investments also include structural features by which more highly ranked securities that are secured or represented by ownership of the same asset class are prioritised in instances of default or if the loss exceeds predetermined levels. This could result in interruptions in the income flow that Catella has assumed from its investment portfolio. For more information, see Note 24 in the Annual Report for 2013.

Not Note 4. Actual and forecast cash flow from the loan portfolio *

SEK M	Spain				Portugal		Italy	Netherlands		Germany		France	UK	Outcome	Forecast	Diff
Loan portfolio	Pastor 2	Pastor 3	Pastor 4	Pastor 5	Lusitano 3	Lusitano 5	Sestante 4	Memphis **	Shield **	Gems	Semper **	Minotaure	Ludgate			
Outcome																
Q4 2009	4.6	-	-	-	0.4	0.8	-	0.9	1.7	0.2	1.6	2.2	0.0	12.4	7.7	4.7
Q1 2010	3.4	-	-	-	-	-	-	0.8	1.6	0.2	1.5	1.9	0.3	9.5	6.3	3.3
Q2 2010	2.3	-	-	-	0.7	-	-	0.8	1.5	0.2	1.4	2.3	0.1	9.3	15.5	-6.2
Q3 2010	0.6	-	-	-	2.0	-	-	0.8	1.5	0.2	1.4	2.5	0.1	9.1	8.0	1.1
Q4 2010	1.5	-	-	-	-	-	-	0.8	1.5	0.2	1.4	2.1	0.1	7.7	5.9	1.7
Q1 2011	2.8	-	-	-	0.8	-	-	0.8	1.5	0.2	1.3	1.2	0.1	8.6	6.5	2.1
Q2 2011	3.4	-	-	-	4.7	-	0.2	0.8	1.4	0.2	1.4	1.9	0.1	14.3	7.1	7.1
Q3 2011	2.0	-	-	-	3.2	-	0.2	0.8	1.5	0.2	1.5	2.2	0.1	11.8	6.9	4.9
Q4 2011	1.5	-	-	-	2.5	-	0.2	0.9	-	0.3	1.5	1.6	0.1	8.5	7.8	0.6
Q1 2012	2.1	-	-	-	4.3	-	0.2	0.8	-	0.2	1.4	1.7	0.0	10.8	6.9	3.9
Q2 2012	1.5	-	-	-	3.4	-	0.1	-	-	0.2	1.3	1.2	0.0	7.8	8.7	-0.9
Q3 2012	0.8	-	-	-	2.5	-	0.1	-	-	0.1	1.3	0.9	0.0	5.7	7.7	-2.0
Q4 2012	0.1	-	-	-	-	-	0.1	-	-	0.1	1.2	-	0.0	1.5	6.8	-5.3
Q1 2013	0.1	-	-	-	-	-	0.1	-	-	0.1	1.2	-	0.1	1.5	1.5	-0.0
Q2 2013	-	-	-	-	-	-	0.1	-	-	0.1	-	-	-	0.2	2.3	-2.1
Q3 2013	0.1	-	-	-	1.7	-	0.1	-	-	0.1	-	-	0.1	2.2	2.6	-0.4
Q4 2013	-	-	-	-	1.0	-	0.1	-	-	0.1	-	-	-	1.1	1.1	0.0
Q1 2014	-	-	-	-	1.6	-	0.1	-	-	0.1	-	-	0.0	1.9	1.0	0.8
Q2 2014	-	-	-	-	0.7	-	0.1	-	-	0.1	-	-	2.6	3.5	0.3	3.3
Q3 2014	-	-	-	-	2.2	-	0.1	-	-	0.1	-	-	5.2	7.7	5.9	1.8
Total	26.7	0.0	0.0	0.0	31.6	0.8	1.9	8.4	12.2	3.2	19.4	21.7	9.0	135.0	116.5	18.4

Forecast														Forecast		
Quarter/	Year	Acc														
Q4	2014	-	-	0.7	-	0.2				0.1	-	-	4.7	5.7	5.7	
Full year	2015	0.7	-	4.5	-	0.7				0.4	-	17.8	24.0	29.7		
Full year	2016	0.3	-	9.7	-	0.2				0.4	-	16.0	26.6	56.2		
Full year	2017	0.4	-	14.3	-	0.0				0.4	-	13.5	28.6	84.8		
Full year	2018	0.4	-	23.5	38.4	0.0				0.5	-	10.4	73.2	158.0		
Full year	2019	46.4	-	3.6	4.0					0.5	-	7.0	61.6	219.5		
Full year	2020	-	-	3.3	3.8					46.3	-	14.5	68.0	287.5		
Full year	2021	-	-	3.1	3.6						28.2		34.9	322.4		
Full year	2022	-	-	2.8	2.7								5.5	327.9		
Full year	2023	-	-	2.6	1.4								4.0	331.9		
Full year	2024		11.5	2.3	1.3								15.2	347.1		
Full year	2025			14.4	1.2								15.6	362.6		
Full year	2026				1.1								1.1	363.8		
Full year	2027				1.1								1.1	364.8		
Full year	2028				1.0								1.0	365.8		
Full year	2029				15.7								15.7	381.6		
Total		48.2	0.0	11.5	0.0	84.8	75.2	1.0	0.0	0.0	48.7	0.0	28.2	83.9	381.6	

* The forecast was produced by investment advisor Cartesia S.A.S.

** Shield was divested in Q4 2011, Memphis in Q2 2012 and Semper in Q2 2013.

Note 5. Short and long-term investments

SEK M	30 September 2014
Loan portfolio and Nordic Light Fund *	294
Operation-related investments	32
Other securities	0
Total **	326

* Of which Loan portfolios SEK 238 M.

** Of which short-term investments SEK 54 M and long-term investments SEK 272 M.

Note 6. The Group's assets and liabilities measured at fair value

In accordance with IFRS 7, financial instruments are recognised on the basis of fair value hierarchically with three different levels. Classification is based on the input data used for measuring instruments. Quoted prices on an active market data on the reporting date are applied for level 1. Observable market for

the asset or liability other than quoted prices are used in level 2. Fair value is determined with the aid of valuation techniques. For level 3, fair value is determined on the basis of valuation techniques based on non-observable market data. Specific valuation techniques used for level 3 are the measurement of dis-

counted cash flows to determine the fair value of financial instruments. For more information. See Note 3 of the Parent Company's Annual Accounts for 2013.

The Group's assets and liabilities measured at fair value as of 30 September 2014 are stated in the following table.

SEK M	Tier 1	Tier 2	Tier 3	Total
ASSETS				
Derivative instrument		1		1
Financial assets available for sale		0		0
Financial assets measured at fair value through profit or loss	0	5	320	325
Total assets	0	6	320	326
LIABILITIES				
Derivative instrument		1		1
Total liabilities	0	1	0	1

No changes between levels occurred the previous year

CHANGE ANALYSIS, FINANCIAL ASSETS, LEVEL 3 IN THE NINE-MONTH PERIOD 2014

	2014
As of 1 January	239
Acquisitions	25
Disposals	-12
Amortization	-5
Profits and losses recognized in the income statement	57
Capitalized interest income	10
Foreign exchange differences	6
At 30 September	320

Note 7. Disclosure regarding acquisition of shares of IPM Informed Portfolio Management AB

On 18 July 2014, after approval from the Swedish Financial Supervisory Authority, Catella's participating interest in asset manager IPM Informed Portfolio Management (IPM) increased from 25% to 50.7%. The stakeholding in IPM means that Catella is expanding its funds offering by delivering global systematic asset management. Catella is also extending its international client base.

IPM is a provider of systematic investment services within discretionary asset management and fund management. The company is a specialist in global macro asset management and equity management. IPM manages assets worth SEK 43 Bn for institutional investors, pension funds, insurance companies and trusts. IPM has 45 employees in Stockholm.

The acquired operation, which is part of the Asset Management operating

segment, will be consolidated as a subsidiary of the group effective 18 July 2014. Prior to this, since 10 April 2013, IPM was consolidated in the group as an associated company in accordance with the equity method. As of 1 July, the fair value of the acquired net assets of IPM was SEK 113 M. If full consolidation of IPM had been conducted as of 1 January 2014, consolidated income would have been SEK 1,039 M, while profit after tax and comprehensive income for the period would have been SEK 142 M and 158 M respectively. These amounts have been computed by applying the group's accounting policies, and adjusting for IPM's earnings. Earnings include additional depreciation and amortisation that would have been conducted if fair value adjustment of intangible assets have been executed as of 1 January 2014, with the ensuing tax consequences.

The total purchase price for 50.7% of the shares of IPM is SEK 96 M, of which SEK 20 M is unsettled additional purchase price. The purchase price paid has been financed internally through a cash payment, of which SEK 26 M affected the group's cash and cash equivalents in the third quarter of 2014. Additionally, Catella incurred acquisition-related expenditure of SEK 1 M, of which SEK 0.4 M was charged to operating profit/loss in 2014.

The goodwill of SEK 32 M that arises through the acquisition relates to operational expansion, human capital and the synergy effects expected to arise by coordinating the group's existing asset management operation. No portion of the reported goodwill is expected to be deductible in income taxation.

Net assets as of 1 July 2014 resulting from the overall acquisition of IPM are as follows (SEK M):

Acquisition-related intangible assets	24
Tangible assets	1
Financial assets measured at fair value through profit or loss	1
Other receivables	70
Cash and cash equivalents	51
Deferred tax liabilities	-9
Other liabilities	-25
Fair value of net assets	113
Non-controlling interests	-50
Goodwill	32
Total consideration	96
Unsettled purchase price	-20
Cash settled purchase price	76
Cash and cash equivalents in acquired subsidiary	-51
Acquisition expenses	1
Change in group cash and cash equivalents at acquisition	25

The fair value of acquired identifiable intangible assets of SEK 24 M (SEK 19 M after allowing for deferred tax) relates to portfolio management systems and client relationships. This measurement is pre-

liminary in anticipation of a definitive measurement of these assets, which is scheduled for within 12 months of the acquisition date.

Not 8. Capital adequacy

Catella AB and those subsidiaries that conduct operations regulated by Swedish or foreign financial supervisory authorities constitute a financial corporate group, and is subject to supervision on the basis of its consolidated financial

situation. The consolidated financial situation, which does not include subsidiaries active in advisory services to the property and consumer sectors and certain other operations, are subject to the capital requirement rules (CRR) adopted

by the European Parliament in June 2013 and which became effective on 1 January 2014. The following tables state extracts from the accounts for the consolidated financial situation.

INCOME STATEMENT - SUMMARY

SEK M	2014	2013	2013
	Jan-Sep	Jan-Sep	Jan-Dec
Net sales	641	421	617
Other operating income	8	6	11
Total income	649	426	628
Direct assignment costs and commission	-188	-161	-221
Income excl. direct assignment costs and commission	461	266	407
Operating expenses	-392	-301	-444
Operating profit before acquisition-related items	70	-35	-37
Depreciation of acquisition-related intangible assets	-5	-5	-6
Operating profit/loss	64	-40	-43
Financial income and expense - net	73	4	24
Profit/loss before tax	138	-35	-19
Tax	-9	-3	-3
Net profit/loss for the period	129	-38	-23

FINANCIAL POSITION - CONDENSED

SEK M	2014	2013	2013
	30 Sep	30 Sep	31 Dec
Non-current assets	901	856	879
Current assets	3,053	2,379	2,350
Total assets	3,955	3,235	3,229
Equity	998	767	807
Liabilities	2,957	2,468	2,422
Total equity and liabilities	3,955	3,235	3,229

CAPITAL ADEQUACY

SEK M	2014	2013	2013
	30 Sep	30 Sep	31 Dec
Available capital			
Equity	998	767	807
Deductions *	-481	-362	-326
Tier 1 capital	517	405	481
Tier 2 capital	-	0	0
Capital base	517	405	481
Risk exposure amount	3,064	2,598	2,632
Capital adequacy requirement	245	208	211
Credit risk	125	91	91
Position risks and exchange risks	45	43	46
Operational risks	76	73	73
Surplus in Tier 1 capital	333	249	324
Surplus in aggregate capital	271	197	271
Tier 1 capital ratio	16.9%	15.6%	18.3%
Total capital ratio	16.9%	15.6%	18.3%
Capital ratio	2.1	1.9	2.3

* Intangible assets net of deferred tax liabilities related to those assets, deferred tax assets, valuation adjustment of financial assets and net profit for the period that are not verified.

Capital adequacy requirements and capital adequacy ratio

The following table states the capital adequacy requirements and capital adequacy ratios according to the EU Capital Requirements Regulation for the consolidated financial situation. The Tier 1 capital ratio is calculated as the ratio between Tier 1 and overall risk exposure. The total capital ratio is calculated as the ratio between the capital base and total risk exposure. The legal requirement stipulates that the Tier 1 capital ratio and the total capital ratio may not fall below 6% and 8% respectively.

The Tier 1 capital ratio for the consolidated financial situation was 16.9% (15.6) and the total capital ratio was 16.9% (15.6) as of 30 September 2014.

Catella Bank's Tier 1 capital ratio was 17.0% (17.8) and the total capital ratio was 17.0% (17.8) as of 30 September 2014.

Liquidity

The consolidated financial situation is funded through equity, bond issues and deposits from credit institutions and the general public. Equity and bonds comprise 30%, deposits from credit institutions and the general public comprise 59% and other liabilities 11% of total assets.

As of 30 September 2014, the liquidity reserve was SEK 2,333 M, which was 59% of total assets. SEK 1,921 M of the SEK 2,333 M relates to the banking operation, which other companies in the consolidated financial situation do not have access to.

Parent Company Income Statement

SEK M	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	2013 Jan-Dec
Net sales	1.3	1.4	3.9	4.5	6.5
Other operating income	0.0	0.2	0.0	0.3	0.3
	1.3	1.7	3.9	4.8	6.8
Other external costs	-2.7	-5.0	-8.5	-11.7	-11.6
Personnel costs	-3.8	-5.0	-14.1	-15.2	-22.5
Depreciation/amortisation	-0.0	-0.0	-0.0	-0.0	-0.0
Other operating expenses	0.0	-0.0	0.0	-0.0	-0.1
Operating profit/loss	-5.2	-8.3	-18.7	-22.2	-27.5
Profit from participations in Group companies	0.0	0.0	0.0	0.0	-0.5
Interest income and similar profit/loss items	2.5	2.7	7.5	8.3	11.4
Interest expense and similar profit/loss items	-3.1	-3.4	-9.6	-10.1	-13.5
Financial items	-0.6	-0.7	-2.1	-1.8	-2.6
Profit/loss before tax	-5.8	-9.0	-20.8	-24.0	-30.0
Tax on net profit for the year	0.0	0.0	0.0	0.0	30.4
Net profit/loss for the period	-5.8	-9.0	-20.8	-24.0	0.4

* Personnel costs include directors' fees

Parent Company Statement of Comprehensive Income

SEK M	2014 Jul-Sep	2013 Jul-Sep	2014 Jan-Sep	2013 Jan-Sep	2013 Jan-Dec
Net profit/loss for the period	-5.8	-9.0	-20.8	-24.0	0.4
Other comprehensive income/loss	-	-	-	-	-
Other comprehensive income/loss for the period, net after tax	0.0	0.0	0.0	0.0	0.0
Total comprehensive income/loss for the period	-5.8	-9.0	-20.8	-24.0	0.4

Parent Company Balance Sheet—condensed

SEK M	2014 30 Sep	2013 30 Sep	2013 31 Dec
Tangible assets	0.1	0.1	0.1
Participations in Group companies	519.4	519.9	519.4
Deferred tax assets	19.0	0.0	19.0
Current receivables from Group companies	188.4	154.7	202.3
Other current receivables	3.2	3.8	3.5
Cash and cash equivalents	36.4	48.1	45.4
Total assets	766.5	726.5	789.8
Equity	563.5	521.8	584.3
Non-current liabilities	198.2	197.6	197.8
Current liabilities	4.8	7.2	7.8
Total equity and liabilities	766.5	726.5	789.8



Catella AB (publ)
P.O. Box 5894, SE-102 40 Stockholm, Sweden | Visitors: Birger Jarlsgatan 6
Corp. ID no. 556079-1419 | Registered office: Stockholm, Sweden
Tel. +46 (0)8 463 33 10 | info@catella.se

catella.se