

# Financial information

Operations in Husqvarna previously comprised the Outdoor Product segment within the Electrolux Group and were spun-off as an independent group following a decision by the Electrolux Annual General Meeting in April 2006.

The Husqvarna Group was established and capitalized as of 31 May 2006, and listed on the Stockholm Stock Exchange on 13 June 2006.

Husqvarna publishes pro forma financial information and combined financial statements.

## Pro forma financial information

The pro forma financial information is prepared in order to describe the Group on a stand-alone basis, and is based on the assumption that the Group was established and capitalized as of 1 January 2005 for the pro forma income statement, and 31 December 2005 for the pro forma balance sheet.

The pro forma financial information on pages 16–22 has not been audited. However, the auditors have performed certain procedures on the pro forma financial information, which are reported on page 23.

## Combined Financial Statements

Operations were transferred to Husqvarna AB at book values reported by Electrolux according to the predecessor basis. The combined financial statements represent the financial position, results of operations and cash flows of Husqvarna AB and its subsidiaries and other legal entities, which were included in the former Outdoor Product segment within Electrolux.

The report by the Board of Directors is based on the combined financial statements.

As the establishment of the Group was finalized by 31 May 2006, the income statement, balance sheet, equity statement and cash flow statement as of 1 June 2006 and onward represent the consolidated values for the Group.

For more information, see "Accounting and valuation principles" in Note 1 on page 40. The difference between the pro forma information and the combined financial statements are described in Note 29 on page 67.