

# Year-end report, January – December 2015



400 Fairview, Seattle, U.S.

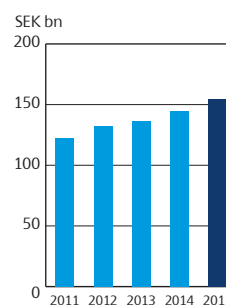
## Highlights

- Earnings per share increased by 20 percent to SEK 11.96 (9.98); adjusted for currency effects EPS increased by 15 percent.
- The Board of Directors proposes a dividend of SEK 7.50 (6.75) per share.
- Revenue amounted to SEK 154.9 billion (145.0); adjusted for currency effects, revenue decreased by 2 percent.
- Operating income amounted to SEK 6.5 billion (5.8); adjusted for currency effects, operating income increased by 6 percent.
- Operating cash flow from operations amounted to SEK 7.7 billion (3.7).
- Operating net financial assets totaled SEK 13.8 billion (8.4).
- Order bookings in Construction amounted to SEK 122.1 billion (146.9); adjusted for currency effects, order bookings decreased by 23 percent. The order backlog amounted to SEK 158.2 billion (Sep. 30, 2015: 167.5); adjusted for currency effects, the order backlog decreased by 5 percent.
- Operating income in Construction amounted to SEK 3.9 billion (4.5), corresponding to an operating margin of 2.8 percent (3.5); adjusted for currency effects, operating income decreased by 19 percent.
- Operating income in Project Development amounted to SEK 4.0 billion (2.8); adjusted for currency effects, the operating income increased by 31 percent, return on capital employed was 14.9 percent (10.4).

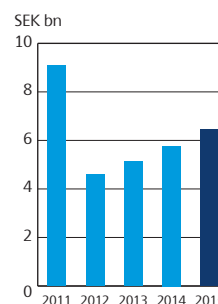
## Performance analysis

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
<b>Revenue</b>						
Construction	140,648	128,663	9	37,979	37,022	3
Residential Development	12,298	9,558	29	3,197	3,232	-1
Commercial Property Development	9,034	10,228	-12	5,405	4,569	18
Infrastructure Development	106	163	-35	29	29	0
Central and eliminations	-7,151	-3,583	100	-3,363	-1,380	144
<b>Skanska Group</b>	<b>154,935</b>	<b>145,029</b>	<b>7</b>	<b>43,247</b>	<b>43,472</b>	<b>-1</b>
<b>Operating income</b>						
Construction	3,874	4,508	-14	1,398	1,450	-4
Residential Development	1,174	683	72	326	241	35
Commercial Property Development	1,947	1,700	15	1,271	822	55
Infrastructure Development	863	463	86	458	102	349
Central	-1,346	-1,604	-16	-391	-343	14
Eliminations	-51	16	-	-2	40	-
<b>Operating income</b>	<b>6,461</b>	<b>5,766</b>	<b>12</b>	<b>3,060</b>	<b>2,312</b>	<b>32</b>
<b>Net financial items</b>	<b>-313</b>	<b>-293</b>	<b>7</b>	<b>58</b>	<b>-97</b>	<b>-</b>
<b>Income after financial items</b>	<b>6,148</b>	<b>5,473</b>	<b>12</b>	<b>3,118</b>	<b>2,215</b>	<b>41</b>
Taxes	-1,219	-1,365	-11	-584	-519	13
<b>Profit for the period</b>	<b>4,929</b>	<b>4,108</b>	<b>20</b>	<b>2,534</b>	<b>1,696</b>	<b>49</b>
Earnings for the period per share, SEK	11.96	9.98	20	6.15	4.13	49
Earnings for the period per share according to IFRSs, SEK	11.63	9.35	24	6.27	3.06	105
Operating cash flow from operations	7,660	3,744	105	9,467	5,061	87
Interest-bearing net receivables(+)/net debt(-)	6,317	698	805	6,317	698	805
Return on capital employed in Project Development, %	14.9	10.4	-	-	-	-
Operating net financial assets(+)/liabilities(-)	13,818	8,356	-	-	-	-
Return on equity, %	22.5	20.1	-	-	-	-

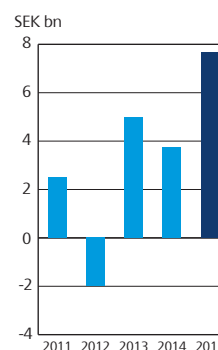
## Revenue



## Operating income



## Operating cash flow from operations



# Comments from Skanska’s President and CEO Johan Karlström:



In 2015 we delivered increased revenue, improved profitability, strong growth in earnings per share and a very strong financial position. We clearly met the return targets in Project Development and for the Group, but we did not reach the operating margin target in Construction. The strong cash flow improved even further during the fourth quarter which resulted in a significant net cash

position. Based on the above the Board is proposing a dividend of SEK 7.50 per share.

The performance in the **Construction** business stream during 2015 was stable in all Construction units except for the U.S. operations which were burdened with charges earlier in the year. We are continuing our intense discussions with clients regarding design changes, and have yet to agree on the settlement of outstanding claims. A majority of the Construction units improved their profitability during the year. The lower order bookings is due to the lumpiness of order bookings in general, as well as a significant amount of orders in USA Building getting postponed by the end of 2015. A majority of the Construction units had higher order bookings than revenue in 2015 and the pipeline of projects to bid for is still strong.

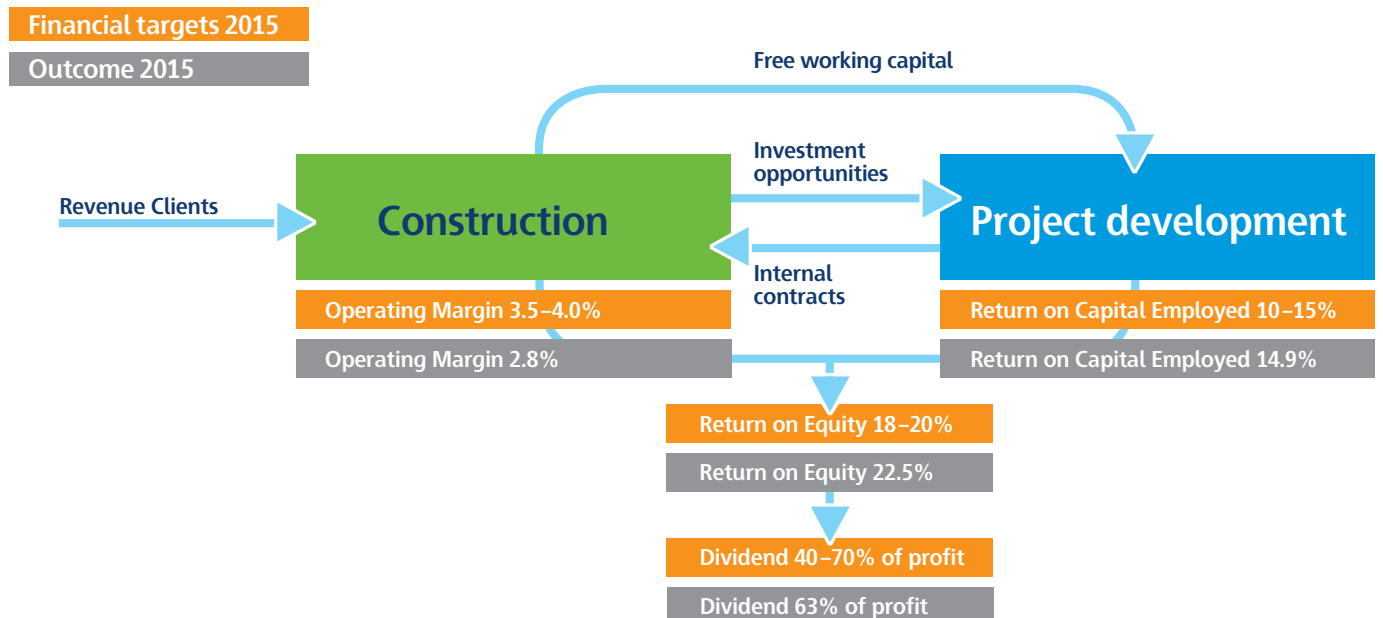
Our **Residential Development** stream had a strong performance in 2015 with significantly improved profitability and capital efficiency. This was mainly driven by solid project execution and a good market in Sweden. Although we have a solid land bank, the main challenge in meeting the strong demand is being able to acquire suitable land plots and process permitting efficiently.

The **Commercial Property Development** stream had a very active and profitable year with a significant contribution from all three geographical areas: the Nordics, Europe and the U.S. 20 properties were started and 27 were sold, reaching a new all-time-high in divestment gains at SEK 2.6 billion. We are entering 2016 with a strong portfolio of 44 projects under development.

In the **Infrastructure Development** stream we divested two hospitals in the UK for about SEK 1 billion during the fourth quarter. The value of the remaining assets in the project portfolio increased during the year. The most interesting Infrastructure Development market is the U.S. and the projects currently under construction are all progressing well. Financial close on LaGuardia Airport in New York is expected to be reached about mid-year 2016.

2015 also means the finish line for our business plan 2011-2015 and we are crossing it with a very strong financial position, favorable market outlook and strong focus on execution. I am looking at 2016, the first year of our business plan Profit with Purpose, with confidence.

## Skanska’s business model



# Market outlook, next 12 months

## The positive market outlook remains unchanged in the fourth quarter.

- Weaker outlook compared to previous quarter. ● Unchanged outlook compared to previous quarter. ● Improved outlook compared to previous quarter.
- ⬆️ Very strong market coming 12m ⬇️ Strong market coming 12m ➡️ Stable market coming 12m ⬇️ Weak market coming 12m ⬇️ Very weak market coming 12m

### Construction

The overall construction market outlook is positive.

The non-residential, residential building and civil markets in Sweden are strong although the landscape is competitive. In Norway, the outlook for the infrastructure market remains positive but with significant competition in new bids. The non-residential market continues to weaken due to low oil prices, while the residential building market is relatively stable, with the exception of certain regions that are dependent on the energy sector. The overall market situation in Finland remains weak.

The commercial building market and the civil market remain strong in the UK and Poland. The markets in the Czech Republic and Slovakia are improving on the back of an improved economic outlook, political stability and infrastructure investment plans fueled by EU funding.

In the U.S. the market for large and complex civil construction projects remains good, although competition is intense. The U.S. building construction market is experiencing a positive development in the aviation, education, commercial buildings, and life science and healthcare sectors.

	Building, non-residential	Building, residential	Civil
<b>⬇️ Nordic countries</b>			
Sweden	⬆️	⬇️	⬇️
Norway	⬇️	➡️	⬇️
Finland	⬇️	⬇️	⬇️
<b>⬇️ Other European countries</b>			
Poland	⬆️	➡️	⬇️
Czech Republic <sup>1</sup>	➡️	⬆️	⬇️
United Kingdom	⬇️	-	⬇️
<b>⬇️ North America</b>			
USA	⬆️	-	⬇️

<sup>1</sup> Including Slovakia.

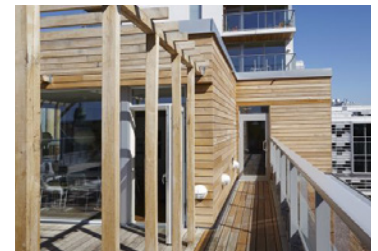
### Residential Development

The Swedish residential market is still strong. The Norwegian market is relatively stable but is being negatively affected by low oil prices in certain regions that are dependent on the energy sector. The Finnish market remains weak.

In Central Europe the market is improving, with increasing transaction volumes and slightly higher sales prices.

Common to all home markets, except for Finland, is the challenge to acquire and develop land due to increasing prices and long permitting processes.

<b>⬇️ Nordic countries</b>	
Sweden	⬆️
Norway	➡️
Finland	⬇️
<b>⬇️ Central Europe</b>	



Sopranen Malmö Live, Sweden.

### Commercial Property Development

Vacancy rates for office space in most of the Nordic and Central European cities where Skanska has operations are stable. Vacancy rates are low in Sweden in particular. Demand for office space is strong in Poland and continues to improve in other parts of Central Europe. In the U.S., demand from tenants continues to improve in Washington D.C. and remains strong in Boston and Seattle, while demand in Houston is somewhat weaker due to low oil prices.

Modern properties with high quality tenants are in demand from property investors, resulting in attractive valuations for these properties.

In Sweden, there is very strong demand from investors in newly developed properties. Investor appetite remains strong in the other Nordic countries and in Central Europe as well, especially in the major cities. Investor appetite is also strong in the U.S.

In all home markets, except for Finland, there is a challenge to acquire and develop land due to increasing prices and long permitting processes.

<b>⬇️ Nordic countries</b>	
Sweden	⬆️
Norway	➡️
Finland	⬇️
Denmark	⬇️
<b>⬇️ Central Europe</b>	
Poland	⬆️
Czech Republic	⬇️
Hungary	⬇️
Romania	➡️
<b>⬇️ North America</b>	
USA	⬇️



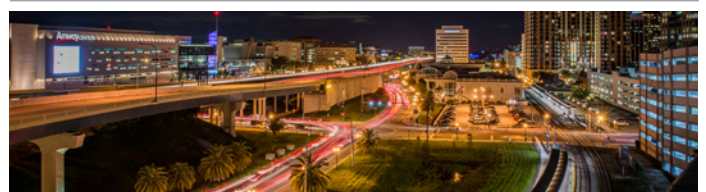
2112 Pennsylvania Avenue, Washington DC, U.S.

### Infrastructure Development

The potential for new Public Private Partnerships (PPPs) continues to improve in the U.S., albeit with considerable competition. The market in Norway is showing signs of improvement.

In the other markets the outlook for new PPP projects remains weak.

<b>➡️ All countries</b>	
-------------------------	--

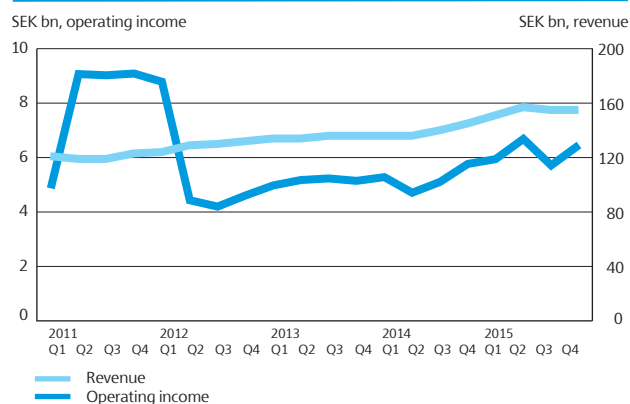


Interstate 4, Orlando, Florida, U.S.

## Performance analysis

### Group

#### Revenue and operating income, rolling 12 months



#### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Revenue	154,935	145,029	7	43,247	43,472	-1
Operating income <sup>1,2</sup>	6,461	5,766	12	3,060	2,312	32
Net financial items	-313	-293		58	-97	
<b>Income after financial items</b>	<b>6,148</b>	<b>5,473</b>	<b>12</b>	<b>3,118</b>	<b>2,215</b>	<b>41</b>
Taxes	-1,219	-1,365		-584	-519	
<b>Profit for the period</b>	<b>4,929</b>	<b>4,108</b>	<b>20</b>	<b>2,534</b>	<b>1,696</b>	<b>49</b>
Earnings for the period per share, SEK <sup>3</sup>	11.96	9.98	20	6.15	4.13	49
Earnings for the period per share according to IFRSs, SEK <sup>3</sup>	11.63	9.35	24	6.27	3.06	105

1 Central, SEK -1,346 M (-1,604).

2 Eliminations, SEK -51 M (16).

3 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

#### Changes and currency rate effects

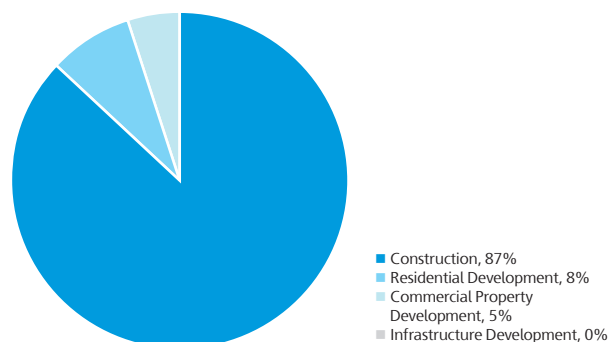
	Jan-Dec 2015 / Jan-Dec 2014		
	Change in SEK	Change in local currency	Currency effect
Revenue	7%	-2%	9%
Operating income	12%	6%	6%

Revenue increased by 7 percent and amounted to SEK 154.9 billion (145.0); adjusted for currency effects, revenue decreased by 2 percent.

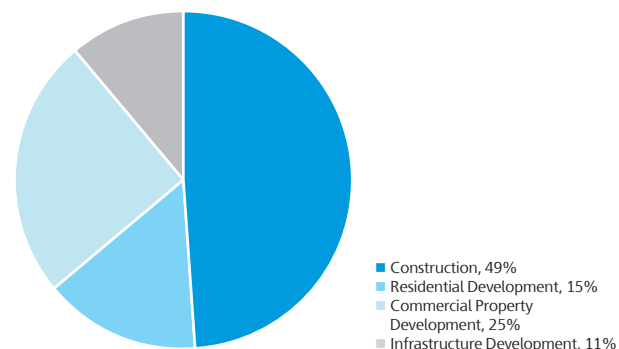
Operating income increased by 12 percent and amounted to SEK 6.5 billion (5.8); adjusted for currency effects, operating income increased by 6 percent. Currency effects had a positive impact on operating income and amounted to SEK 344 M (235).

The line chart above shows the revenue and operating income development over the past five years. The operating income from the second quarter of 2011 until the first quarter of 2012 includes a profit of SEK 4.5 billion from the sale of Autopista Central in Chile.

#### Revenue per segment, January – December 2015



#### Operating income per segment, January – December 2015



Central expenses totaled SEK -1,346 M (-1,604). As of January 1, 2013, the Latin American operation is included in Central as a consequence of the decision to divest the O&M part and winding down the E&C part of this operation. Total costs incurred in connection with closing down the Latin American operations were SEK 0.3 billion in 2015. The comparison period includes writedowns and restructuring provisions in the Latin American operations of SEK 0.8 billion. In Latin America all E&C projects have been completed and a majority of the O&M operations have been divested.

The elimination of gains in Intra-Group projects amounted to SEK -51 M (16).

Net financial items amounted to SEK -313 M (-293). Apart from a better cash flow and thus lower debt, the closing down of the operations in Latin America and a reversal of an interest expense now reported through equity, contributes to improving net financial items in the fourth quarter. Included in the amount is a non-recurring cost in the first quarter of 2015 relating to the pre-mature closing of a currency hedge, as well as negative mark-to-market currency effects. For a specification of net financial items according to IFRS, see page 16.

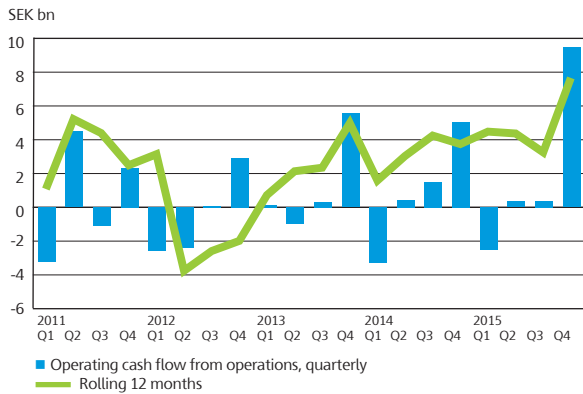
Taxes for the period amounted to SEK -1,219 M (-1,365), corresponding to an effective tax rate of about 20 (25) percent. The lower tax rate is due to changes in the country and business mix.



## Cash flow

### Group

#### Operating cash flow from operations



#### Operating cash flow

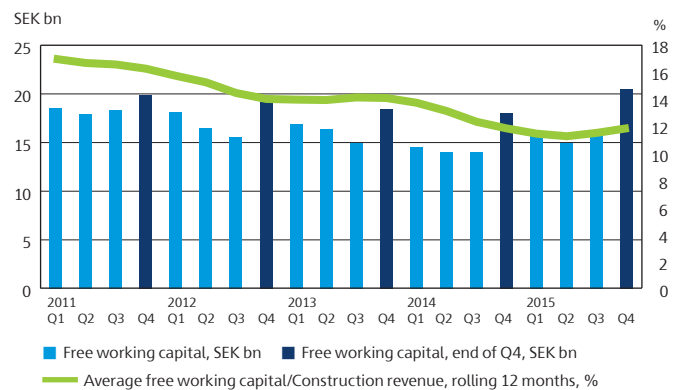
SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Cash flow from business operations	3,077	4,016	-23	939	1,524	-38
Change in working capital	3,312	-2,190	-	4,312	2,439	77
Net divestments(+)/investments(-)	2,685	2,739	-2	4,338	1,076	303
Cash flow adjustment	-68	64	-	-21	139	-
<b>Cash flow from business operations before taxes paid</b>	<b>9,006</b>	<b>4,629</b>	<b>95</b>	<b>9,568</b>	<b>5,178</b>	<b>85</b>
Taxes paid in business operations	-966	-963	0	-132	-156	-15
Cash flow from financing operations	-380	78	-	31	39	-21
<b>Operating cash flow from operations</b>	<b>7,660</b>	<b>3,744</b>	<b>105</b>	<b>9,467</b>	<b>5,061</b>	<b>87</b>
Net strategic divestments(+)/investments(-)	456	95	380	88	0	-
Dividend etc	-3,226	-2,935	10	-102	-95	7
<b>Cash flow before change in interest-bearing receivables and liabilities</b>	<b>4,890</b>	<b>904</b>	<b>441</b>	<b>9,453</b>	<b>4,966</b>	<b>90</b>
Change in interest-bearing receivables and liabilities	-2,235	475	-	-337	-649	-48
<b>Cash flow for the period</b>	<b>2,655</b>	<b>1,379</b>	<b>93</b>	<b>9,116</b>	<b>4,317</b>	<b>111</b>

Operating cash flow from operations amounted to SEK 7,660 M (3,744). Net investments totaled SEK 2,685 M (2,739). Change in working capital impacted cash flow positively in the amount of SEK 3,312 M (-2,190). The improved cash flow in Construction is the main reason for the improvement in operating cash flow from operations compared to 2014.

Taxes paid in business operations amounted to SEK -966 M (-963).

Commercial properties sold but not yet transferred will have a positive effect on cash flow of about SEK 2.2 billion in 2016.

#### Free working capital in Construction



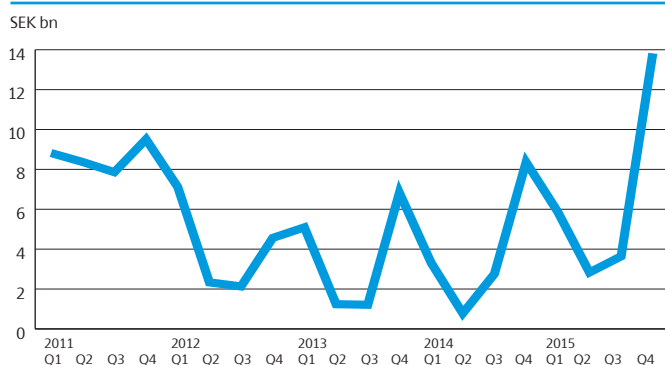
The free working capital in Construction amounted to SEK 20.5 billion (18.1) with the average free working capital in relation to revenue in Construction in the past 12 months amounting to 11.8 percent. The free working capital in construction has increased due to increased business volume and the maintained focus on cash generation in the Construction stream. Cash flow due to changes in working capital in Construction amounted to SEK 2,375 M (-2,283). A certain outflow in early 2016 is expected. The Latin American operation is excluded from the reported numbers as of January 1, 2013.



The Royal London Hospital, London, UK.

## Financial position

### Operating net financial assets/liabilities



### Balance sheet – Summary

SEK bn	Dec 31, 2015	Dec 31, 2014
Total assets	97.7	92.8
Total equity	24.2	21.4
Interest-bearing net receivables (+)/net debt (-)	6.3	0.7
Operating net financial assets(+)/liabilities(-)	13.8	8.4
Capital employed, closing balance	38.4	36.8
Equity/assets ratio, %	24.8	23.1

### Change in interest-bearing receivables and liabilities

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Opening balance interest-bearing net receivables(+)/net debt(-)	698	972	-3,376	-4,224
<b>Cash flow for the period</b>	<b>2,655</b>	<b>1,379</b>	<b>9,116</b>	<b>4,317</b>
Less change in interest-bearing receivables and liabilities	2,235	-475	337	649
<b>Cash flow before change in interest-bearing receivables and liabilities</b>	<b>4,890</b>	<b>904</b>	<b>9,453</b>	<b>4,966</b>
Translation differences, net receivables/net debt	266	743	-189	298
Remeasurements of pension liabilities	608	-2,024	397	-420
Interest-bearing liabilities acquired/divested	120	7	58	0
Other changes, interest-bearing net receivables/net debt	-265	96	-26	78
<b>Change in interest-bearing net receivables/net debt</b>	<b>5,619</b>	<b>-274</b>	<b>9,693</b>	<b>4,922</b>
<b>Closing balance interest-bearing net receivables(+)/net debt(-)</b>	<b>6,317</b>	<b>698</b>	<b>6,317</b>	<b>698</b>
Pension liability, net	3,740	4,447	3,740	4,447
Loans to housing co-ops	3,761	3,211	3,761	3,211
<b>Closing balance operating net financial assets(+)/liabilities(-)</b>	<b>13,818</b>	<b>8,356</b>	<b>13,818</b>	<b>8,356</b>

The operating net financial assets amounted to SEK 13.8 billion (8.4). The interest-bearing net receivables amounted to SEK 6.3 billion (0.7). Proceeds from properties sold but not yet transferred will have a positive effect of about SEK 2.2 billion during 2016.

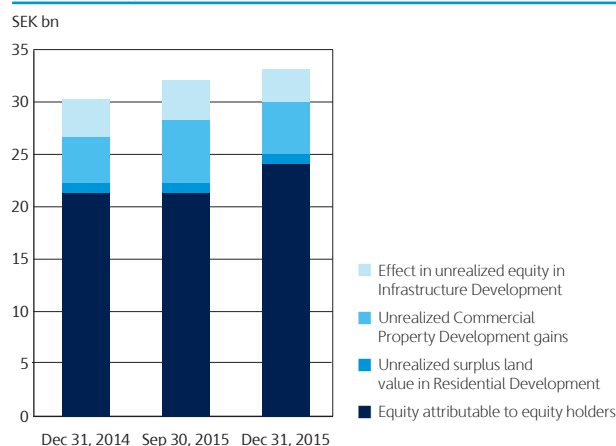
Skanska's committed unutilized credit facilities of SEK 5.5 billion, in combination with operating net financial assets of SEK 13.8 billion, ensure a strong financial capacity for the Group. Loans to housing co-ops totaled SEK 3.8 billion (Sep. 30, 2015: 2.9) and the net pension liabilities totaled SEK 3.7 billion (Sep. 30, 2015: 4.1). At the end of the quarter, capital employed amounted to SEK 38.4 billion (Sep. 30, 2015: 36.3).

## Equity

### Changes in equity

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Opening balance	21,405	21,364	21,440	20,307
Dividend to shareholders	-2,775	-2,568	0	0
Other changes in equity not included in total comprehensive income for the year	-192	-149	-34	-31
Profit for the period	4,791	3,850	2,582	1,259
Other comprehensive income				
Translation differences	47	1,498	-387	494
Effects of remeasurements of pensions	610	-1,790	378	-357
Effects of cash flow hedges	320	-800	227	-267
<b>Closing balance</b>	<b>24,206</b>	<b>21,405</b>	<b>24,206</b>	<b>21,405</b>

### Adjusted equity, less standard tax of 10 percent



The Group's equity amounted to SEK 24.2 billion (21.4), the equity/assets ratio was 24.8 percent (23.1) and the net debt/equity ratio amounted to -0.3 (0.0).

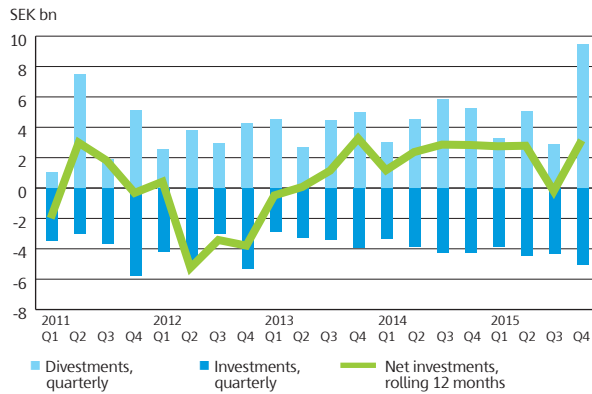
The effects of remeasurements of pensions amounted to SEK 610 M (-1,790) and is mainly due to an increased discount rate in Sweden. The effects of cash-flow hedges, SEK 320 M (-800) are mainly related to changes in the value of interest-rate swaps attributable to Infrastructure Development projects.

Translation differences amounted to SEK 47 M (1,498). As of December 31, 2015, Skanska no longer currency hedges its equity in foreign subsidiaries against the Swedish krona.

The unrealized surplus values less standard tax in the development units amounted to SEK 9.1 billion (9.0).

## Investments and divestments

### Investments and divestments



The Group's investments amounted to SEK –17,611 M (–15,712). Divestments amounted to SEK 20,752 M (18,546) and the Group's net divestments amounted to SEK 3,141 M (2,834).

In Construction, investments totaled SEK –1,645 M (–1,473). The investments were mainly related to property, plant and equipment for the Group's own production. Net investments in Construction amounted to SEK –975 M (–738). Depreciation of property, plant and equipment amounted to SEK –1,391 M (–1,391).

In Residential Development, investments totaled SEK –6,675 M (–6,871), of which about SEK –1,351 M (–722) relates to the acquisition of land corresponding to 6,198 building rights. Divestments amounted to SEK 8,630 M (8,939). Net divestments in Residential Development amounted to SEK 1,955 M (2,068).

In Commercial Property Development, investments totaled SEK –8,826 M (–6,885) of which SEK –1,240 M (–726) related to investments in new land. Divestments amounted to SEK 9,914 M (8,237). Net divestments in Commercial Property Development amounted to SEK 1,088 M (1,352).

Investments in Infrastructure Development amounted to SEK –234 M (–328) and divestments totaled SEK 1,114 M (419).

Net investments in Infrastructure Development amounted to SEK 880 M (91).

### Investments, divestments and net divestments/investments

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
<b>Investments</b>						
Construction	-1,645	-1,473	12	-418	-318	31
Residential Development	-6,675	-6,871	-3	-1,605	-1,565	3
Commercial Property Development	-8,826	-6,885	28	-2,879	-2,176	32
Infrastructure Development	-234	-328	-29	-90	-88	2
Other	-231	-155		-66	-67	
<b>Total</b>	<b>-17,611</b>	<b>-15,712</b>	<b>12</b>	<b>-5,058</b>	<b>-4,214</b>	<b>20</b>
<b>Divestments</b>						
Construction	670	735	-9	467	141	231
Residential Development	8,630	8,939	-3	1,693	2,764	-39
Commercial Property Development	9,914	8,237	20	6,222	1,855	235
Infrastructure Development	1,114	419	166	1,103	409	170
Other	424	216		-1	121	
<b>Total</b>	<b>20,752</b>	<b>18,546</b>	<b>12</b>	<b>9,484</b>	<b>5,290</b>	<b>79</b>
<b>Net divestments(+)/ investments(-)</b>						
Construction	-975	-738	32	49	-177	-
Residential Development	1,955	2,068	-5	88	1,199	-93
Commercial Property Development	1,088	1,352	-20	3,343	-321	-
Infrastructure Development	880	91	867	1,013	321	216
Other	193	61		-67	54	
<b>Total</b>	<b>3,141</b>	<b>2,834</b>	<b>11</b>	<b>4,426</b>	<b>1,076</b>	<b>311</b>
Of which strategic	456	95		88	0	

### Capital employed in Development Streams

SEK M	Dec 31, 2015	Sep 30, 2015	Dec 31, 2014
Residential Development	9,277	8,660	10,380
Commercial Property Development	16,510	18,504	14,995
Infrastructure Development	1,843	2,143	1,910
<b>Total in Development Streams</b>	<b>27,630</b>	<b>29,307</b>	<b>27,285</b>



Generation Park, Warsaw, Poland.



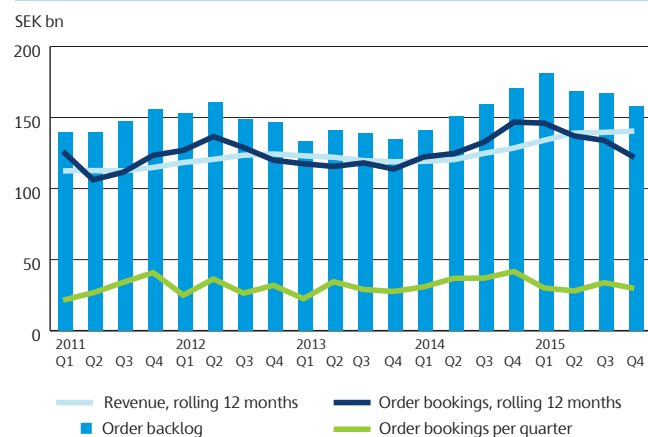
Green Court, Bucharest, Romania.



## Performance analysis, business streams

### Construction – Order situation

#### Order backlog, revenue and order bookings



#### Order bookings and order backlog in Construction

SEK bn	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Order bookings	122.1	146.9	29.9	41.8
Order backlog <sup>1</sup>	158.2	170.5	-	-

<sup>1</sup> Refers to the end of each period.

Order bookings decreased by 17 percent and amounted to SEK 122.1 billion (146.9); adjusted for currency effects, order bookings decreased by 23 percent. A majority of the business units had higher order bookings than revenue in 2015 but in total order bookings were 13 percent lower than revenue.

The order cancellation in USA Building in the second quarter, amounting to SEK 6.7 billion, together with the postponement of a significant amount of orders in USA Building by the end of 2015,

negatively affected the order situation. The lumpiness in order bookings in general, and in USA Civil especially, also affects the comparison between periods. Order bookings in the UK, Swedish, Finnish and Czech Republic operations increased compared to 2014. At the end of the quarter, the order backlog amounted to SEK 158.2 billion, compared to 167.5 billion at the end of the previous quarter. The order backlog corresponds to around 14 months of production (Sep. 30, 2015: 15).

#### Changes and currency rate effects

	Change in SEK	Change in local currency	Currency effect
Jan-Dec 2015 / Jan-Dec 2014			
Order bookings	-17%	-23%	6%
Dec 31, 2015 / Sep 30, 2015			
Order backlog	-6%	-5%	-1%

#### Major orders in the quarter

Business Unit	Contract	Amount SEK M	Client
Skanska USA Building	Multi-family development	740	Skanska CDUS
Skanska Sweden	Apartments	560	Lundbergs
Skanska USA Building	Boardwalk	530	NYCEDC
Skanska USA Building	Office	500	Skanska CDUS
Skanska Norway	Commercial building	410	Christiansholm Eiendom AS
Skanska Czech Republic	Train station	340	Railway Infrastructure Administration

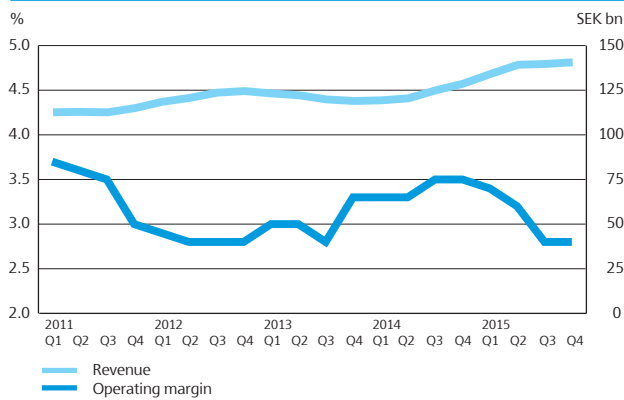


Oculus, World Trade Center, New York, U.S.



## Construction

### Revenue and operating margin, rolling 12 months



### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Revenue	140,648	128,663	9	37,979	37,022	3
Gross income	10,039	10,270	-2	3,077	3,040	1
Selling and administrative expenses	-6,198	-5,799	7	-1,685	-1,601	5
Income from joint ventures and associated companies	33	37		6	11	
<b>Operating income</b>	<b>3,874</b>	<b>4,508</b>	<b>-14</b>	<b>1,398</b>	<b>1,450</b>	<b>-4</b>
Gross margin, %	7.1	8.0		8.1	8.2	
Selling and administrative expenses, %	-4.4	-4.5		-4.4	-4.3	
Operating margin, %	2.8	3.5		3.7	3.9	
Employees	42,193	42,397				

### Changes and currency rate effects

	Jan-Dec 2015 / Jan-Dec 2014		
	Change in SEK	Change in local currency	Currency effect
Revenue	9%	-1%	10%
Operating income	-14%	-19%	5%

Revenue in the Construction business stream increased by 9 percent and amounted to SEK 140.6 billion (128.7); adjusted for currency effects, the revenue decreased by 1 percent. Operating income amounted to SEK 3,874 M (4,508); adjusted for currency effects, operating income decreased by 19 percent. The operating margin was 2.8 percent (3.5). The decrease is mainly attributable to writedowns in the U.S. Construction operations in the second and third quarter, amounting to SEK 750 M, of which SEK 530 M was in USA Civil and SEK 220 M in USA Building. The majority of the writedowns are in six projects driven by cost increases in the projects, partly related to design changes by the client. No income from design changes by the client is recognized until a commercial agreement is reached. The intense discussions with the clients are continuing. No agreement on outstanding claims have been settled and these projects within USA Civil continue to be challenging.

In Sweden, Finland and Poland profitability remained strong and it is improving in Czech Republic. In Norway and UK the performance was stable. The lower margin in the UK operation is due to delays in certain projects as well as the execution of projects won under tougher market conditions.

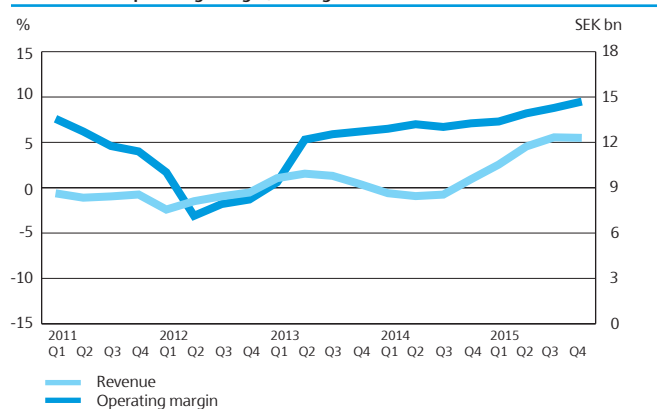
The Latin American operation is reported in Central due to the decision to divest the O&M part and wind down the E&C part of this operation.



Kvartal 32, Kristiansand, Norway.

## Residential Development

### Revenue and operating margin, rolling 12 months

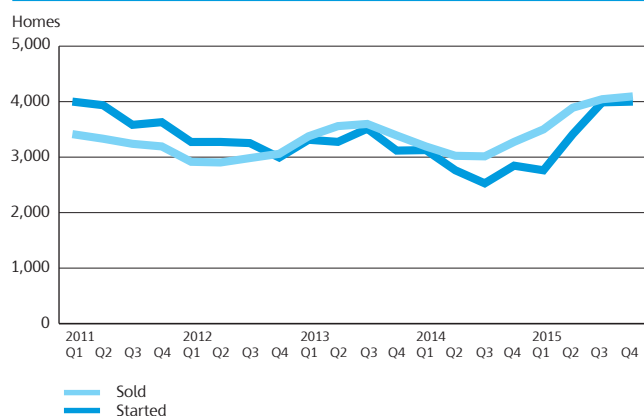


### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Revenue	12,298	9,558	29	3,197	3,232	-1
<b>Gross income</b>	<b>1,724</b>	<b>1,204</b>	<b>43</b>	<b>453</b>	<b>370</b>	<b>22</b>
Selling and administrative expenses	-550	-521	6	-127	-128	-1
Income from joint ventures and associated companies	0	0		0	-1	
<b>Operating income</b>	<b>1,174</b>	<b>683</b>	<b>72</b>	<b>326</b>	<b>241</b>	<b>35</b>
Gross margin, %	14.0	12.6		14.2	11.4	
Selling and administrative expenses, %	-4.5	-5.5		-4.0	-4.0	
Operating margin, %	9.5	7.1		10.2	7.5	
Return on capital employed, %	14.4	7.1				

Revenue in the Residential Development business stream amounted to SEK 12,298 M (9,558). The number of homes sold totaled 4,093 (3,274) in 2015. The ambition to keep the number of homes sold per year steady remains, although as a result of the good market conditions in Sweden, homes are being sold at a faster pace. Operating income amounted to SEK 1,174 M (683). The operating margin increased to 9.5 percent (7.1) and the gross margin to 14.0 percent (12.6).

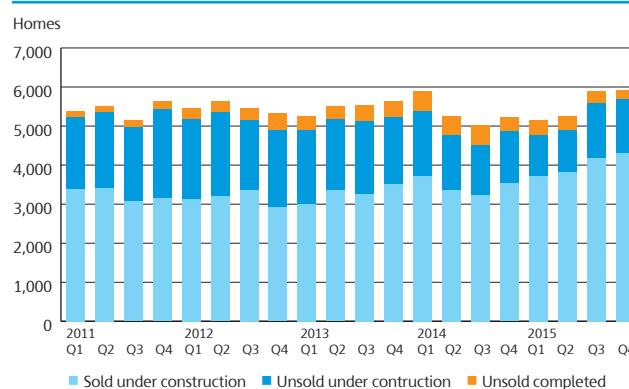
### Homes sold and started, rolling 12 months



### Homes sold and started

	Jan-Dec 2015	Jan-Dec 2014
Homes sold	4,093	3,274
Homes started	4,000	2,846

### Homes under construction and unsold



### Homes under construction and unsold

	Dec 31, 2015	Dec 31, 2014
Homes under construction	5,689	4,879
of which sold, %	76	72
Completed unsold, number of homes	237	353

The return on capital employed increased to 14.4 percent (7.1), partially due to the effects of strong volumes in a rising market where the build-up of capital employed is lagging somewhat but will catch up in 2016.

Efforts to reduce the number of unsold completed units in Finland and Norway are continuing. At the end of the quarter, there were 5,689 homes (Sep. 30, 2015: 5,589) under construction. Of these, 76 percent (Sep. 30, 2015: 75) were sold. The number of completed, unsold homes totaled 237 (Sep. 30, 2015: 308) and most of these homes are in Finland and Norway. In 2015, construction was started on 4,000 homes (2,846).

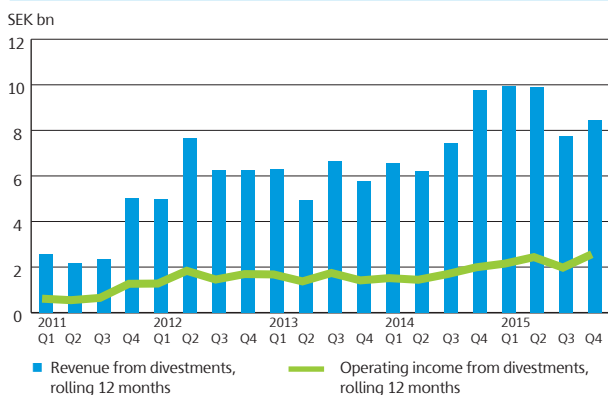
### Breakdown of carrying amounts

SEK M	Dec 31, 2015	Sep 30, 2015	Dec 31, 2014
Completed projects	934	1,270	1,285
Ongoing projects	4,329	3,684	4,748
Undeveloped land and development properties	5,107	5,399	5,126
<b>Total</b>	<b>10,370</b>	<b>10,353</b>	<b>11,159</b>

A breakdown of the carrying amounts is presented in the table above. Undeveloped land and development properties amounted to SEK 5.1 billion (Sep. 30, 2015: 5.4), with an estimated market value of around SEK 6.1 billion (Sep. 30, 2015: 6.4). The undeveloped land and development properties correspond to Skanska-owned building rights for 25,200 homes and 600 building rights held by joint ventures. In addition, subject to certain conditions, the business stream has the right to purchase 11,900 building rights.

## Commercial Property Development

### Revenue and operating income from property divestments



### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Revenue	9,034	10,228	-12	5,405	4,569	18
of which from divestment of properties	8,457	9,783	-14	5,190	4,476	16
<b>Gross income</b>	<b>2,661</b>	<b>2,191</b>	<b>21</b>	<b>1,523</b>	<b>955</b>	<b>59</b>
Selling and administrative expenses	-677	-526	29	-207	-162	28
Income from joint ventures and associated companies	-37	35		-45	29	
<b>Operating income</b>	<b>1,947</b>	<b>1,700</b>	<b>15</b>	<b>1,271</b>	<b>822</b>	<b>55</b>
of which from divestment of properties	2,564	1,989	29	1,513	925	64
Return on capital employed, % <sup>1</sup>	15.6	11.4				

1 Including unrealized development gains and changes in value in the operating income.

In the Commercial Property Development business stream, divestments worth SEK 8,457 M (9,783) were made in 2015. Operating income amounted to SEK 1,947 M (1,700), and included gains from property divestments totaling SEK 2,564 M (1,989). The return on capital employed increased to 15.6 percent (11.4).

### Breakdown of investment value and market value

SEK M	Investment value, end of period	Investment value upon completion	Market value at completion <sup>1</sup>	Occupancy rate, %	Degree of completion, %
Completed projects	2,327 <sup>2</sup>	2,327	2,722	84	100
Undeveloped land and development properties	6,427	6,427	6,847		
<b>Subtotal</b>	<b>8,754</b>	<b>8,754</b>	<b>9,569</b>		
Ongoing projects	8,512 <sup>2</sup>	17,209	21,988	39	51
Ongoing projects in JV <sup>3</sup>	927 <sup>4</sup>	1,638 <sup>4</sup>	2,125	25	57
<b>Total investment value</b>	<b>18,193</b>	<b>27,601</b>	<b>33,682</b>		
of which carrying amount	17,619	26,493			
of which completed projects sold according to segment reporting	33	33	44		
of which ongoing projects sold according to segment reporting	1,255	1,992	2,494		

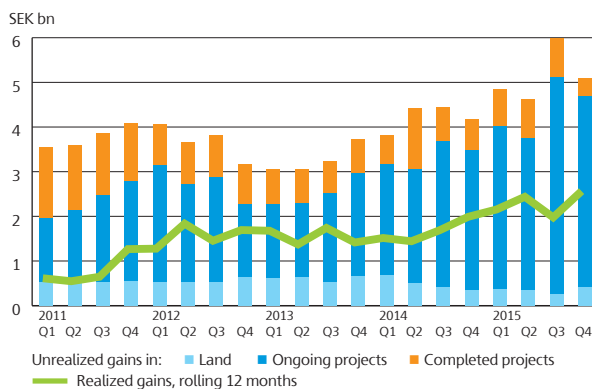
1 Market value according to appraisal on December 31, 2015.

2 Including tenant improvement and leasing commissions in CDUS amounted to 84 MSEK (Completed projects) and 532 MSEK (Ongoing projects).

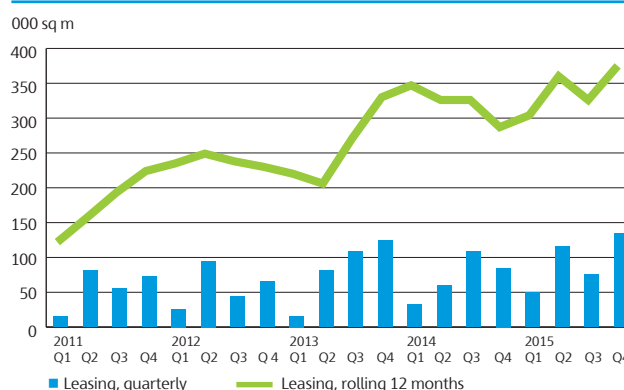
3 Represents Skanska's share of total production cost and market value.

4 Includes Skanska's total equity investment of SEK 353 M (end of period) and SEK 530 M (upon completion).

### Unrealized and realized gains



### Leasing



At the end of the quarter, Commercial Property Development had 41 ongoing projects, and an additional three ongoing projects in joint ventures. In the fourth quarter, six new projects were started, ten projects were completed, of which nine was handed over. The 41 ongoing projects represent leasable space of about 673,000 sq m with an occupancy rate of 39 percent, measured in rent. The degree of completion in ongoing projects is about 51 percent. Their investment value upon completion is expected to total SEK 17.2 billion, with an estimated market value of SEK 22.0 billion upon completion.

Of the ongoing projects, 11 were divested according to segment reporting. These projects represent an investment value upon completion of SEK 2.0 billion, with an estimated market value of SEK 2.5 billion.

The market value of completed projects, excluding properties divested but not yet transferred to the buyers, was SEK 2.7 billion, representing a surplus of SEK 0.4 billion. The occupancy rate measured in rent totaled 84 percent.

The investment value of undeveloped land and development properties (building rights) totaled around SEK 6.4 billion, with an estimated market value of around SEK 6.8 billion.

The three projects in joint ventures represent a leasable space of 32,000 sq m with an occupancy rate of 25 percent, measured in rent, and a degree of completion of 57 percent. Skanska's share of the total production cost for these projects is expected to be SEK 1.6 billion at completion, with an estimated market value of SEK 2.1 billion upon completion. Skanska's equity investment at completion is expected to be SEK 530 M.

Accumulated eliminations of intra-Group project gains amounted to SEK 313 M at the end of the period. These eliminations are released at Group level as each project is divested.

In 2015, 375,000 sq m were leased.



### Infrastructure Development

#### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Change, %	Oct-Dec 2015	Oct-Dec 2014	Change, %
Revenue	106	163	-35	29	29	0
<b>Gross income</b>	<b>-128</b>	<b>-46</b>	<b>178</b>	<b>-41</b>	<b>-7</b>	<b>486</b>
Selling and administrative expenses	-156	-128	22	-44	-27	63
Income from joint ventures and associated companies	1,147	637	80	543	136	299
<b>Operating income</b>	<b>863</b>	<b>463</b>	<b>86</b>	<b>458</b>	<b>102</b>	<b>349</b>
of which gains from divestments of shares in projects	420	127	231	420	127	231
Return on capital employed, % <sup>1</sup>	12.7	16.9				

1 Including unrealized development gains and changes in value in the operating income.

The operating income for the Infrastructure Development business stream totaled SEK 863 M (463). The return on capital employed decreased to 12.7 percent (16.9). In the fourth quarter Skanska sold its investment in two hospitals in London, UK, for about SEK 1 billion. The intense work to reach financial close on LaGuardia Airport in New York is progressing according to plan and is expected to be reached in mid-2016.

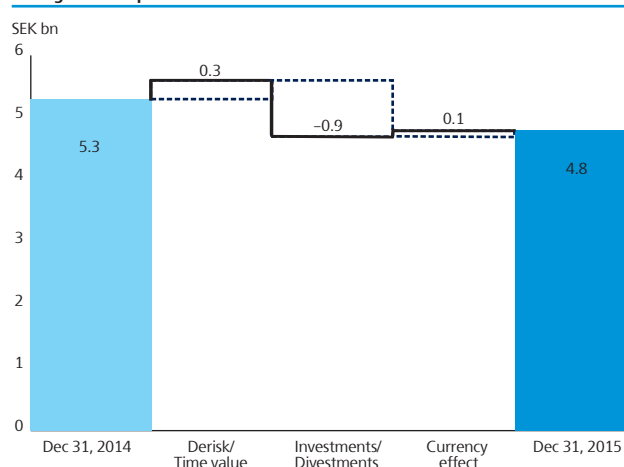
The net present value of projects at the end of the period amounted to SEK 4.8 billion (Dec. 31, 2014: 5.3). Although the divestment of the two hospitals in the UK during the fourth quarter led to a decrease in net present value, the underlying value in the portfolio is increasing. The remaining investment obligations relating to ongoing Infrastructure Development projects amounted to about SEK -1.3 billion (Sep. 30, 2015: -1.3).

#### Unrealized development gains

SEK bn	Dec 31, 2015	Sep 30, 2015	Dec 31, 2014
Present value of cash flow from projects	6.1	7.2	6.5
Present value of remaining investments	-1.3	-1.3	-1.2
<b>Net present value of projects</b>	<b>4.8</b>	<b>5.9</b>	<b>5.3</b>
Carrying amount before Cash flow hedge / Carrying amount	-3.1	-3.7	-3.2
<b>Unrealized development gain</b>	<b>1.7</b>	<b>2.2</b>	<b>2.1</b>
Cash flow hedge	1.6	1.8	1.8
<b>Effect in unrealized equity<sup>1</sup></b>	<b>3.3</b>	<b>4.0</b>	<b>3.9</b>

1 Tax effects not included.

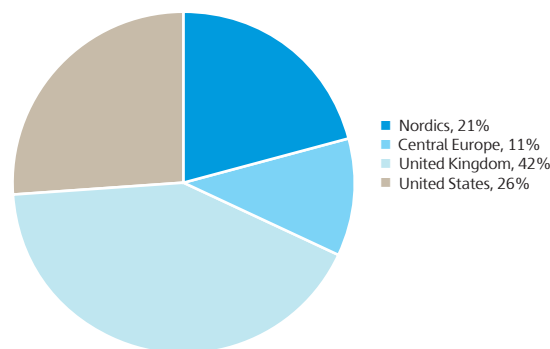
#### Changes in net present value



At the end of the period, the carrying amount of shares, participations, subordinated receivables and concessions in Infrastructure Development before cash-flow hedges was SEK 3.1 billion (Sep. 30, 2015: 3.7). At the end of the quarter, unrealized development gains totaled about SEK 1.7 billion (Sep. 30, 2015: 2.2).

The value of cash flow hedges, for which the change is recognized as other comprehensive income, reduced the carrying amount and thereby also equity, by an amount of SEK 1.6 billion (Sep. 30, 2015: 1.8).

#### Estimated present value of cash flow from projects per geographic area



Elizabeth River Tunnels, Virginia, U.S.

## Personnel

During the year, the average number of employees in the Group was 48,470 (57,866). At year-end the number of employees amounted to 43,122 (55,354). The decrease is mainly attributable to the closing down of the operations in Latin America.

## Transactions with related parties

For the nature and extent of transactions with related parties, see the 2014 Annual Report. In the fourth quarter Skanska sold its investment in two hospitals in London, UK, for about SEK 1 billion. The buyers are three Skanska pension funds and the split between the three pension funds buying the asset is UK 60 percent, Sweden 20 percent and Norway 20 percent.

## Material risks and uncertainties

The Construction and Project Development business involves a considerable amount of risk management. Almost every project is unique. Size, shape, the environment – everything is different for each new assignment. The Construction and Project Development business differs in this way from typical manufacturing, which operates in permanent facilities with long production runs.

In Skanska's operations, there are many different types of risks. Identifying, managing and pricing these risks is of fundamental importance to the Group's profitability. Risks are normally of a technical, legal and financial nature, but political, ethical, social and environmental considerations are also part of assessing potential risks.

To ensure a systematic and uniform assessment of risks and opportunities, the entire Skanska Group uses a shared procedure for identifying and managing risks. With the aid of this model, Skanska evaluates projects continuously – from preparation of tenders to completion of assignments.

From time to time, disputes arise with customers about contractual terms related to both ongoing and completed projects. Their outcomes are often difficult to predict.

For further information about risks and a description of key estimates and judgments, see the Report of the Directors and Notes 2 and 6 in the 2014 Annual Report, as well as the section above on market outlook.

## Other matters

### Repurchase of shares

At the Board meeting on April 9, 2015, the Board resolved to exercise the Annual General Meeting's authorization concerning the repurchase of shares on the following terms: on one or several occasions, but no longer than the Annual General Meeting in 2016, not more than 4,500,000 Skanska AB Series B shares may be acquired, the aim of which is to secure delivery of shares to participants in Skanska's employee ownership program, Seop (2014 – 2016).

Acquisitions may only be made on the NASDAQ Stockholm exchange at a price within the applicable range at any given time. This refers to the interval between the highest purchase price and the lowest selling price. On December 31, 2015, Skanska had 8,866,223 Series B shares in treasury.

## Annual Meeting

The Annual Shareholders' Meeting will be held at 4:00 p.m. CET on April 6, 2016 at Stockholm City Conference Center, Stockholm, Sweden. The invitation to attend the meeting will be published latest on March 9, 2016.

## Dividend

The Board of Directors proposes a dividend of SEK 7.50 (6.75) per share. The proposal is equivalent to a regular dividend payout totaling SEK 3,083 M (2,775). The Board of Directors proposes April 8 as the record date for the dividend. The total dividend amount may change up to the record date, depending on share repurchases and transfers.

## Events after the end of the report period

On January 19, Skanska signed a ten year lease with Linnaeus University in Kalmar, Sweden, which results in a construction contract worth about SEK 1 billion. In addition, Skanska has received an order for conversion and extension of additional premises on the campus with an order value of about SEK 500 M. The contracts will be included in order bookings for Skanska Sweden for the first quarter of 2016.

On January 28, Skanska signed a contract with General Directorate of Public Roads and Motorways in Poland for an expansion of National Road No 8. The contract is worth PLN 335 M, about SEK 750 M, and will be included in the order bookings for Skanska Poland for the first quarter of 2016.

On February 2, Skanska signed a contract with the ARK Group to build the Irving Music Factory in Texas, USA. The contract is worth USD 94 M, about SEK 800 M, which will be included in the order bookings for Skanska USA Building for the first quarter 2016.

## Financial reports for 2016

Skanska's interim reports and year-end reports are available for download on Skanska's website, [www.skanska.com/investors](http://www.skanska.com/investors). The 2015 Annual Report will be available on Skanska's website in the week commencing March 14, 2016.

The Group's reports in 2016 will be published on the following dates:

May 12, 2016	Three Month Report
July 22, 2016	Six Month Report
October 28, 2016	Nine Month Report

Stockholm February 4, 2016

### Johan Karlström

President and Chief Executive Officer

This year-end report has not been subject to a review by the company's auditors.

## Accounting principles

For the Group, this interim report has been prepared in compliance with IAS 34, “Interim Financial Reporting,” the Annual Accounts Act and the Securities Market Act. For the Parent Company, the interim report has been prepared in compliance with the Annual Accounts Act and the Securities Market Act, which is pursuant to the Swedish Financial Reporting Board’s Recommendation RFR 2. Otherwise, the accounting principles and assessment methods presented in the Annual Report for 2014 have been applied, except for new principle described below.

With effect from January 1, 2015, the new interpretation IFRIC 21 Levies, is applied. A levy is defined as an outflow of resources imposed on entities by governments (including government agencies and similar bodies) in accordance with laws and/or regulations. IFRIC 21 identifies the obligation event for the recognition of a liability as the activity that triggers the payment of the levy. Accounting of the Swedish property tax is impacted as it is imposed on the property owner as of January 1. There is no change in the income statement, as the cost is taken over time as earlier. IFRIC 21 has only had a marginal effect on the statement of financial position of Skanska.

## Relation between consolidated operating cash flow statement and consolidated cash flow statement

The difference between the operating cash flow statement and the summary cash flow statement in compliance with IAS 7, “Cash flow Statements”, is presented in the 2014 Annual Report, Note 35.

## Segment and IFRS reporting

Skanska’s business streams Construction, Residential Development, Commercial Property Development and Infrastructure Development, are recognized as operating segments. Tables in this report that refer to segment reporting are shown with a shaded background. Segment reporting of joint ventures in Residential Development applies the proportional method. The equity method will continue to be applied for other joint ventures.

Construction includes both building construction and civil construction. Revenue and earnings are reported successively as a project accrues, in compliance with International Financial Reporting Standards, IFRS.

Residential Development develops residential projects for immediate sale. Homes are adapted to selected customer categories. The

units are responsible for planning and selling the projects. The construction assignments are performed by construction units in the Construction segment in each market. Residential Development revenue and earnings are recognized when binding contracts are signed for the sale of homes. According to IFRS, revenue and earnings are recognized when the buyer takes possession of the home.

Commercial Property Development initiates, develops, leases and divests commercial property projects. In most markets, construction assignments are performed by Skanska’s Construction segment. Commercial Property Development revenue and earnings are recognized when binding contracts are signed for the sale of the properties. According to IFRS, revenue and earnings are recognized when the buyer takes possession of the property.

Infrastructure Development specializes in identifying, developing and investing in privately financed infrastructure projects, such as highways, hospitals and power-generating plants. The business stream focuses on creating new potential projects, mainly in the markets where the Group has operations. Construction assignments are performed in most markets by Skanska’s Construction segment. Infrastructure Development revenue and earnings are recognized in compliance with IFRS.

Intra-Group pricing between operating segments occurs on market terms.

Due to the decision to divest the O&M part following the ongoing process of winding down the E&C part of the Latin American operation, Business Unit Skanska Latin America is no longer considered a strategic operation. As a consequence, starting in the third quarter of 2014, Skanska Latin America is moved from the Construction stream to Central in the segment reporting. For comparison reasons, historical reported numbers were adjusted accordingly from January 1, 2013.

## Definitions

Operating net financial position is defined as interest-bearing net receivables/liabilities excluding construction loans to cooperative housing associations and net interest-bearing pension liabilities. Free working capital is defined as non-interest-bearing liabilities reduced by non-interest-bearing receivables, excluding taxes. This corresponds to the negative working capital in Construction with a reversed sign.

For further definitions, see Note 44 in the 2014 Annual Report.



## Reconciliation between segment reporting and IFRSs

SEK M	External revenue		Intra-Group revenue		Total revenue		Operating income	
	Jan-Dec 2015	Jan-Dec 2014	Jan-Dec 2015	Jan-Dec 2014	Jan-Dec 2015	Jan-Dec 2014	Jan-Dec 2015	Jan-Dec 2014
Construction	129,993 <sup>1</sup>	119,060 <sup>1</sup>	10,655	9,603	140,648	128,663	3,874	4,508
Residential Development	12,298	9,551	0	7	12,298	9,558	1,174	683
Commercial Property Development	8,995	10,143	39	85	9,034	10,228	1,947	1,700
Infrastructure Development	106	163	0	0	106	163	863	463
<b>Total operating segments</b>	<b>151,392</b>	<b>138,917</b>	<b>10,694</b>	<b>9,695</b>	<b>162,086</b>	<b>148,612</b>	<b>7,858</b>	<b>7,354</b>
Central	3,543	6,112	995	947	4,538	7,059	-1,346	-1,604
Eliminations	0	0	-11,689	-10,642	-11,689	-10,642	-51	16
<b>Total Group</b>	<b>154,935</b>	<b>145,029</b>	<b>0</b>	<b>0</b>	<b>154,935</b>	<b>145,029</b>	<b>6,461</b>	<b>5,766</b>
<b>Reconciliation to IFRSs</b>	<b>-1,886</b>	<b>-1,704</b>	<b>0</b>	<b>0</b>	<b>-1,886</b>	<b>-1,704</b>	<b>-171</b>	<b>-357</b>
<b>Total IFRSs</b>	<b>153,049</b>	<b>143,325</b>	<b>0</b>	<b>0</b>	<b>153,049</b>	<b>143,325</b>	<b>6,290</b>	<b>5,409</b>

1 Of which external revenue from joint ventures in Infrastructure Development, SEK 6,045 M (6,495).

SEK M	Segment Jan-Dec 2015	IFRS Jan-Dec 2015	Segment Jan-Dec 2014	IFRS Jan-Dec 2014	Segment Oct-Dec 2015	IFRS Oct-Dec 2015	Segment Oct-Dec 2014	IFRS Oct-Dec 2014
<b>Revenue</b>								
Construction	140,648	140,648	128,663	128,663	37,979	37,979	37,022	37,022
Residential Development	12,298	8,724	9,558	9,196	3,197	1,764	3,232	2,914
Commercial Property Development	9,034	10,488	10,228	8,682	5,405	6,435	4,569	1,949
Infrastructure Development	106	106	163	163	29	29	29	29
Central and eliminations	-7,151	-6,917	-3,583	-3,379	-3,363	-3,295	-1,380	-1,271
<b>Skanska Group</b>	<b>154,935</b>	<b>153,049</b>	<b>145,029</b>	<b>143,325</b>	<b>43,247</b>	<b>42,912</b>	<b>43,472</b>	<b>40,643</b>
<b>Operating income</b>								
Construction	3,874	3,874	4,508	4,508	1,398	1,398	1,450	1,450
Residential Development	1,174	728	683	522	326	68	241	236
Commercial Property Development <sup>1</sup>	1,947	2,200	1,700	1,525	1,271	1,575	822	282
Infrastructure Development	863	863	463	463	458	458	102	102
Central	-1,346	-1,346	-1,604	-1,601	-391	-391	-343	-337
Eliminations <sup>1</sup>	-51	-29	16	-8	-2	16	40	-13
<b>Operating income</b>	<b>6,461</b>	<b>6,290</b>	<b>5,766</b>	<b>5,409</b>	<b>3,060</b>	<b>3,124</b>	<b>2,312</b>	<b>1,720</b>
<b>Net financial items</b>	<b>-313</b>	<b>-314</b>	<b>-293</b>	<b>-280</b>	<b>58</b>	<b>57</b>	<b>-97</b>	<b>-90</b>
<b>Income after financial items</b>	<b>6,148</b>	<b>5,976</b>	<b>5,473</b>	<b>5,129</b>	<b>3,118</b>	<b>3,181</b>	<b>2,215</b>	<b>1,630</b>
Taxes	-1,219	-1,185	-1,365	-1,279	-584	-599	-519	-371
<b>Profit for the period</b>	<b>4,929</b>	<b>4,791</b>	<b>4,108</b>	<b>3,850</b>	<b>2,534</b>	<b>2,582</b>	<b>1,696</b>	<b>1,259</b>
Earnings for the period per share, SEK <sup>2</sup>	11.96		9.98		6.15		4.13	
Earnings for the period per share according to IFRSs, SEK <sup>2</sup>		11.63		9.35		6.27		3.06
1 Of which gains from divestments of commercial properties reported in:								
Commercial Property Development	2,564	2,797	1,989	1,787	1,513	1,797	925	342
Eliminations	190	225	279	250	109	139	132	83

2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

## The Skanska Group

### Summary income statement (IFRS)

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	153,049	143,325	42,912	40,643
Cost of sales	-139,160	-130,215	-37,969	-36,688
<b>Gross income</b>	<b>13,889</b>	<b>13,110</b>	<b>4,943</b>	<b>3,955</b>
Selling and administrative expenses	-8,869	-8,370	-2,387	-2,367
Income from joint ventures and associated companies	1,270	669	568	132
<b>Operating income</b>	<b>6,290</b>	<b>5,409</b>	<b>3,124</b>	<b>1,720</b>
Financial income	127	139	50	43
Financial expenses	-441	-419	7	-133
<b>Net financial items<sup>1</sup></b>	<b>-314</b>	<b>-280</b>	<b>57</b>	<b>-90</b>
<b>Income after financial items</b>	<b>5,976</b>	<b>5,129</b>	<b>3,181</b>	<b>1,630</b>
Taxes	-1,185	-1,279	-599	-371
<b>Profit for the period</b>	<b>4,791</b>	<b>3,850</b>	<b>2,582</b>	<b>1,259</b>
1 of which				
Interest income	88	137	11	41
Financial net pension costs	-93	-69	-22	-7
Interest expenses	-327	-393	-9	-135
Capitalized interest expenses	194	205	44	71
<b>Net interest items</b>	<b>-138</b>	<b>-120</b>	<b>24</b>	<b>-30</b>
Change in fair value	-25	-58	4	-13
Other net financial items	-151	-102	29	-47
<b>Net financial items</b>	<b>-314</b>	<b>-280</b>	<b>57</b>	<b>-90</b>
Profit attributable to:				
Equity holders	4,780	3,843	2,577	1,258
Non-controlling interests	11	7	5	1
Earnings per share, SEK <sup>2</sup>	11.63	9.35	6.27	3.06
Earnings per share after dilution, SEK <sup>3</sup>	11.53	9.25	6.22	3.03

2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

3 Earnings for the period attributable to equity holders divided by the average number of shares outstanding after dilution.

### Statement of profit or loss and other comprehensive income (IFRS)

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
<b>Profit for the period</b>	<b>4,791</b>	<b>3,850</b>	<b>2,582</b>	<b>1,259</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to profit and loss</b>				
Remeasurements of defined benefit plans	785	-2,299	489	-458
Tax related to items that will not be reclassified to profit and loss	-175	509	-111	101
	<b>610</b>	<b>-1,790</b>	<b>378</b>	<b>-357</b>
<b>Items that have been or will be reclassified to profit and loss</b>				
Translation differences attributable to equity holders	71	1,817	-360	909
Translation differences attributable to non-controlling interests	-3	6	-3	2
Hedging of exchange rate risk in foreign operations	-21	-325	-24	-417
Effects of cash flow hedges <sup>1</sup>	335	-823	228	-267
Tax related to items that have been or will be reclassified to profit and loss	-15	23	-1	0
	<b>367</b>	<b>698</b>	<b>-160</b>	<b>227</b>
<b>Other comprehensive income after tax</b>	<b>977</b>	<b>-1,092</b>	<b>218</b>	<b>-130</b>
<b>Total comprehensive income</b>	<b>5,768</b>	<b>2,758</b>	<b>2,800</b>	<b>1,129</b>
Total comprehensive income attributable to:				
Equity holders	5,760	2,745	2,798	1,126
Non-controlling interests	8	13	2	3
1 of which transferred to income statement	516	510	48	128

## Summary statement of financial position (IFRS)

SEK M	Dec 31, 2015	Dec 31, 2014
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	6,504	7,122
Goodwill	5,256	5,276
Intangible assets	754	464
Investments in joint ventures and associated companies	2,852	2,618
Financial non-current assets <sup>1</sup>	1,357	1,302
Deferred tax assets	1,384	1,225
<b>Total non-current assets</b>	<b>18,107</b>	<b>18,007</b>
<b>Current assets</b>		
Current-asset properties <sup>2</sup>	27,020	26,115
Inventories	944	1,017
Financial current assets <sup>3</sup>	7,496	5,839
Tax assets	691	929
Gross amount due from customers for contract work	5,692	5,472
Trade and other receivables	25,877	26,288
Cash	11,840	9,107
<b>Total current assets</b>	<b>79,560</b>	<b>74,767</b>
<b>TOTAL ASSETS</b>	<b>97,667</b>	<b>92,774</b>
of which interest-bearing financial non-current assets	1,295	1,267
of which interest-bearing current assets	19,216	14,782
<b>Total interest-bearing assets</b>	<b>20,511</b>	<b>16,049</b>
<b>EQUITY</b>		
Equity attributable to equity holders	24,079	21,251
Non-controlling interests	127	154
<b>Total equity</b>	<b>24,206</b>	<b>21,405</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial non-current liabilities	3,874	7,112
Pensions	3,969	4,655
Deferred tax liabilities	1,286	966
<b>Total non-current liabilities</b>	<b>9,129</b>	<b>12,733</b>
<b>Current liabilities</b>		
Financial current liabilities <sup>3</sup>	6,555	4,086
Tax liabilities	560	504
Current provisions	6,432	6,005
Gross amount due to customers for contract work	15,821	14,545
Trade and other payables	34,964	33,496
<b>Total current liabilities</b>	<b>64,332</b>	<b>58,636</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>97,667</b>	<b>92,774</b>
of which interest-bearing financial liabilities	10,184	10,661
of which interest-bearing pensions and provisions	4,010	4,690
<b>Total interest-bearing liabilities</b>	<b>14,194</b>	<b>15,351</b>
1 of which shares	61	35
2 Current-asset properties		
Commercial Property Development	16,650	14,956
Residential Development	10,370	11,159
Central	0	0
3 Items regarding non-interest-bearing unrealized changes in derivatives/ financial instruments are included in the following amounts:		
Financial non-current assets	1	0
Financial current assets	120	164
Financial non-current liabilities	173	202
Financial current liabilities	72	335

Note: Contingent liabilities amounted to SEK 46.2 bn on December 31, 2015 (Dec 31, 2014: 42.2). During the period, contingent liabilities increased by SEK 4.0 bn.



**Summary statement of changes in equity (IFRS)**

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Opening balance	21,405	21,364	21,440	20,307
of which non-controlling interests	154	187	125	151
Dividend to shareholders	-2,775	-2,568	0	0
Change in group composition	0	-44	0	0
Dividend to non-controlling interests	-35	-2	0	0
Effects of equity-settled share-based payments	259	264	68	66
Repurchase of shares	-416	-367	-102	-97
Total comprehensive income attributable to				
Equity holders	5,760	2,745	2,798	1,126
Non-controlling interests	8	13	2	3
<b>Closing balance</b>	<b>24,206</b>	<b>21,405</b>	<b>24,206</b>	<b>21,405</b>
of which non-controlling interests	127	154	127	154

**Bridge between operating and consolidated cash flow statement (IAS 7) (IFRS)**

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
<b>Cash flow from business operations including taxes paid according to operating cash flow</b>	<b>8,040</b>	<b>3,666</b>	<b>9,436</b>	<b>5,022</b>
Less net investments in property, plant and equipment and intangible assets	475	1,054	-807	-148
Less tax payments on property, plant and equipment and intangible assets divested and divestments of assets in Infrastructure Development	69	36	47	14
<b>Cash flow from operating activities, according to IAS 7</b>	<b>8,584</b>	<b>4,756</b>	<b>8,676</b>	<b>4,888</b>
<b>Cash flow from strategic investments according to operating cash flow</b>	<b>456</b>	<b>95</b>	<b>88</b>	<b>0</b>
Net investments in property, plant and equipment and intangible assets	-475	-1,054	807	148
Increase and decrease in interest-bearing receivables	-1,297	1,227	138	1,015
Taxes paid on property, plant and equipment and intangible assets divested and divestments of assets in Infrastructure Development	-69	-36	-47	-14
<b>Cash flow from investing activities, according to IAS 7</b>	<b>-1,385</b>	<b>232</b>	<b>986</b>	<b>1,149</b>
Cash flow from financing operations according to operating cash-flow statement	-380	78	31	39
Change in interest-bearing receivables and liabilities	-2,235	475	-337	-649
Increase and decrease in interest-bearing liabilities	1,297	-1,227	-138	-1,015
Dividend etc. <sup>1</sup>	-3,226	-2,935	-102	-95
<b>Cash flow from financing activities, according to IAS 7</b>	<b>-4,544</b>	<b>-3,609</b>	<b>-546</b>	<b>-1,720</b>
<b>Cash flow for the period</b>	<b>2,655</b>	<b>1,379</b>	<b>9,116</b>	<b>4,317</b>

1 Of which repurchases of shares SEK -416 M.

## Cash flow (IFRS)

### Operating cash flow

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
<b>Construction</b>				
Cash flow from business operations	5,486	6,094	1,677	1,842
Change in working capital	2,375	-2,283	4,634	3,418
Net divestments(+)/investments(-)	-1,058	-832	-34	-177
Cash flow adjustment	0	0	0	0
<b>Total Construction</b>	<b>6,803</b>	<b>2,979</b>	<b>6,277</b>	<b>5,083</b>
<b>Residential Development</b>				
Cash flow from business operations	-536	-504	-137	-69
Change in working capital	88	266	-687	-233
Net divestments(+)/investments(-)	1,955	2,068	88	1,199
Cash flow adjustment	2	0	2	0
<b>Total Residential Development</b>	<b>1,509</b>	<b>1,830</b>	<b>-734</b>	<b>897</b>
<b>Commercial Property Development</b>				
Cash flow from business operations	-506	-281	-198	-149
Change in working capital	406	39	503	-142
Net divestments(+)/investments(-)	1,088	1,352	3,343	-321
Cash flow adjustment	-71	64	-24	139
<b>Total Commercial Property Development</b>	<b>917</b>	<b>1,174</b>	<b>3,624</b>	<b>-473</b>
<b>Infrastructure Development</b>				
Cash flow from business operations	3	223	-34	210
Change in working capital	375	-420	17	-426
Net divestments(+)/investments(-)	880	91	1,013	321
Cash flow adjustment	0	0	0	0
<b>Total Infrastructure Development</b>	<b>1,258</b>	<b>-106</b>	<b>996</b>	<b>105</b>
<b>Central and eliminations</b>				
Cash flow from business operations	-1,370	-1,516	-369	-310
Change in working capital	68	208	-155	-178
Net divestments(+)/investments(-)	-180	60	-72	54
Cash flow adjustment	1	0	1	0
<b>Total central and eliminations</b>	<b>-1,481</b>	<b>-1,248</b>	<b>-595</b>	<b>-434</b>
Total cash flow from business operations	3,077	4,016	939	1,524
Total change in working capital	3,312	-2,190	4,312	2,439
Total net divestments(+)/investments(-)	2,685	2,739	4,338	1,076
Total cash flow adjustment	-68	64	-21	139
<b>Cash flow from business operations before taxes paid</b>	<b>9,006</b>	<b>4,629</b>	<b>9,568</b>	<b>5,178</b>
Taxes paid in business operations	-966	-963	-132	-156
<b>Cash flow from business operations including taxes paid</b>	<b>8,040</b>	<b>3,666</b>	<b>9,436</b>	<b>5,022</b>
Net interest items and other net financial items	-542	111	45	55
Taxes paid in financing operations	162	-33	-14	-16
<b>Cash flow from financing operations</b>	<b>-380</b>	<b>78</b>	<b>31</b>	<b>39</b>
<b>Operating cash flow from operations</b>	<b>7,660</b>	<b>3,744</b>	<b>9,467</b>	<b>5,061</b>
Net strategic divestments(+)/investments(-)	456	95	88	0
Dividend etc. <sup>1</sup>	-3,226	-2,935	-102	-95
<b>Cash flow before change in interest-bearing receivables and liabilities</b>	<b>4,890</b>	<b>904</b>	<b>9,453</b>	<b>4,966</b>
Change in interest-bearing receivables and liabilities	-2,235	475	-337	-649
<b>Cash flow for the period</b>	<b>2,655</b>	<b>1,379</b>	<b>9,116</b>	<b>4,317</b>
Cash and cash equivalents at the beginning of the period	9,107	7,303	2,773	4,564
Exchange rate differences in cash and cash equivalents	78	425	-49	226
<b>Cash and cash equivalents at the end of the period</b>	<b>11,840</b>	<b>9,107</b>	<b>11,840</b>	<b>9,107</b>

<sup>1</sup> Of which repurchases of shares SEK -416 M.

## Group net divestments/investments (IFRS)

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
<b>OPERATIONS - INVESTMENTS</b>				
Intangible assets	-392	-176	-150	-16
Property, plant and equipment	-1,485	-1,412	-338	-324
Assets in Infrastructure Development	-234	-328	-90	-88
Shares and participations	-136	-310	-96	-51
Current-asset properties	-15,364	-13,486	-4,384	-3,735
of which Residential Development	-6,645	-6,872	-1,603	-1,567
of which Commercial Property Development	-8,719	-6,614	-2,781	-2,168
<b>Investments in operations</b>	<b>-17,611</b>	<b>-15,712</b>	<b>-5,058</b>	<b>-4,214</b>
<b>STRATEGIC INVESTMENTS</b>				
Businesses	0	0	0	0
Shares	0	0	0	0
<b>Strategic investments</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Investments</b>	<b>-17,611</b>	<b>-15,712</b>	<b>-5,058</b>	<b>-4,214</b>
<b>OPERATIONS - DIVESTMENTS</b>				
Intangible assets	0	1	0	0
Property, plant and equipment	636	716	376	200
Assets in Infrastructure Development	1,114	419	1,103	409
Shares and participations	22	36	1	18
Current-asset properties	18,524	17,279	7,916	4,663
of which Residential Development	8,622	9,053	1,705	2,819
of which Commercial Property Development	9,902	8,226	6,211	1,844
<b>Divestments in operations</b>	<b>20,296</b>	<b>18,451</b>	<b>9,396</b>	<b>5,290</b>
<b>STRATEGIC DIVESTMENTS</b>				
Businesses	456	95	88	0
<b>Strategic divestments</b>	<b>456</b>	<b>95</b>	<b>88</b>	<b>0</b>
<b>Total divestments</b>	<b>20,752</b>	<b>18,546</b>	<b>9,484</b>	<b>5,290</b>
<b>TOTAL NET DIVESTMENTS(+)/INVESTMENTS(-)</b>	<b>3,141</b>	<b>2,834</b>	<b>4,426</b>	<b>1,076</b>
Depreciation, non-current assets	-1,579	-1,597	-402	-409

## Capital employed in Development Streams (IFRS)

SEK M	Dec 31, 2015	Sep 30, 2015	Dec 31, 2014
Residential Development	9,277	8,660	10,380
Commercial Property Development	16,510	18,504	14,995
Infrastructure Development	1,843	2,143	1,910
<b>Total in Development Streams</b>	<b>27,630</b>	<b>29,307</b>	<b>27,285</b>

## Parent Company

### Summary income statement (IFRS)

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	679	620	600	539
Selling and administrative expenses	-773	-638	-521	-433
<b>Operating income</b>	<b>-94</b>	<b>-18</b>	<b>79</b>	<b>106</b>
Net financial items	2,475	2,482	22	55
<b>Income after financial items</b>	<b>2,381</b>	<b>2,464</b>	<b>101</b>	<b>161</b>
Taxes	9	5	-40	-37
<b>Profit for the period</b>	<b>2,390</b>	<b>2,469</b>	<b>61</b>	<b>124</b>
<b>Total comprehensive income</b>	<b>2,390</b>	<b>2,469</b>	<b>61</b>	<b>124</b>

### Summary balance sheet (IFRS)

SEK M	Dec 31, 2015	Dec 31, 2014
<b>ASSETS</b>		
Intangible non-current assets	1	2
Property, plant and equipment	3	3
Financial non-current assets <sup>1</sup>	11,495	11,402
<b>Total non-current assets</b>	<b>11,499</b>	<b>11,407</b>
Current receivables	176	221
<b>Total current assets</b>	<b>176</b>	<b>221</b>
<b>TOTAL ASSETS</b>	<b>11,675</b>	<b>11,628</b>
<b>EQUITY AND LIABILITIES</b>		
Equity	6,474	6,938
Provisions	310	304
Non-current interest-bearing liabilities <sup>1</sup>	4,769	4,282
Current liabilities	122	104
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>11,675</b>	<b>11,628</b>

<sup>1</sup> Of these amounts, SEK 216 M (Dec 31, 2014: 212) were intra-Group receivables and SEK 4,769 M (Dec 31, 2014: 4,282) intra-Group liabilities.

Note: The Parent Company's contingent liabilities totaled SEK 122.5 bn (Dec 31, 2014: 104.3), of which SEK 101.7 bn (Dec 31, 2014: 94.2) was related to obligations on behalf of Group companies. Other obligations, SEK 20.8 bn (Dec 31 2014: 10.1), were related to commitments to outside parties.



## Share data

	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Earnings per share according to segment reporting, SEK <sup>1</sup>	11.96	9.98	6.15	4.13
Earnings per share, SEK <sup>1</sup>	11.63	9.35	6.27	3.06
Earnings per share after dilution, SEK <sup>2</sup>	11.53	9.25	6.22	3.03
Equity per share, SEK <sup>3</sup>	58.58	51.73		
Adjusted equity per share, SEK <sup>4</sup>	80.39	73.63		
Average number of shares outstanding	411,059,056	411,088,591		
Average number of shares outstanding after dilution	414,445,854	415,286,339		
Average dilution, %	0.82	1.01		
Number of shares, at balance sheet date	419,903,072	419,903,072		
of which Series A and Series B shares	419,903,072	419,903,072		
Average price of total repurchased shares, SEK	121.02	113.81		
Number of total Series B shares repurchased	19,758,228	17,418,228		
of which repurchased during the year	2,340,000	2,484,648	600,000	614,000
Number of shares in Skanska's own custody	8,866,223	9,113,814		
Number of shares outstanding	411,036,849	410,789,258		

1 Earnings for the period attributable to equity holders divided by the average number of shares outstanding.

2 Earnings for the period attributable to equity holders divided by the average number of shares outstanding after dilution.

3 Equity attributable to equity holders divided by the number of shares outstanding.

4 Adjusted equity divided by the number of shares outstanding.

## Five-year Group financial summary

SEK M	Jan-Dec 2015	Jan-Dec 2014	Jan-Dec 2013	Jan-Dec 2012	Jan-Dec 2011
Revenue	154,935	145,029	136,446	131,931	122,534
Operating income	6,461	5,766	5,144	4,605	9,087
Profit for the period	4,929	4,108	3,473	3,305	8,129
Earnings per share, SEK	11.96	9.98	8.43	8.00	19.72
Return on capital employed, %	17.8	16.5	14.9	14.8	33.0
Return on equity, %	22.5	20.1	17.4	17.5	41.5
Operating margin, %	4.2	4.0	3.8	3.5	7.4
Return on capital employed according to IFRSs, %	17.4	15.5	16.1	13.0	30.6
Cash flow per share according to IFRSs, SEK <sup>1</sup>	11.90	2.20	4.94	-11.53	-9.82

1 Cash flow before change in interest-bearing receivables and liabilities divided by the average number of shares outstanding.

## Exchange rates for the most important currencies

SEK	Average exchange rates		Exchange rates on the closing day	
	Jan-Dec 2015	Jan-Dec 2014	Dec 31, 2015	Dec 31, 2014
U.S. dollar	8.43	6.90	8.40	7.79
British pound	12.89	11.32	12.43	12.11
Norwegian krone	1.05	1.08	0.96	1.05
Euro	9.36	9.12	9.17	9.48
Czech koruna	0.34	0.33	0.34	0.34
Polish zloty	2.24	2.18	2.16	2.20

## Construction

### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	140,648	128,663	37,979	37,022
<b>Gross income</b>	<b>10,039</b>	<b>10,270</b>	<b>3,077</b>	<b>3,040</b>
Selling and administrative expenses	-6,198	-5,799	-1,685	-1,601
Income from joint ventures and associated companies	33	37	6	11
<b>Operating income</b>	<b>3,874</b>	<b>4,508</b>	<b>1,398</b>	<b>1,450</b>
Investments	-1,645	-1,473	-418	-318
Divestments	670	735	467	141
<b>Net divestments(+)/investments(-)</b>	<b>-975</b>	<b>-738</b>	<b>49</b>	<b>-177</b>
Gross margin, %	7.1	8.0	8.1	8.2
Selling and administrative expenses, %	-4.4	-4.5	-4.4	-4.3
Operating margin, %	2.8	3.5	3.7	3.9
Order bookings, SEK bn	122.1	146.9	29.9	41.8
Order backlog, SEK bn	158.2	170.5	-	-
Employees	42,193	42,397	-	-

### Revenue by business/reporting unit

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Sweden	31,303	29,565	9,157	8,345
Norway	11,909	13,594	2,863	3,651
Finland	6,343	6,710	1,758	1,740
Poland	9,915	10,313	3,364	3,315
Czech Republic	5,409	4,840	1,585	1,709
UK	18,429	15,180	5,139	4,019
USA Building	37,023	31,601	9,161	9,186
USA Civil	20,317	16,860	4,952	5,057
<b>Total</b>	<b>140,648</b>	<b>128,663</b>	<b>37,979</b>	<b>37,022</b>

### Operating income

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Sweden	1,425	1,327	363	336
Norway	382	414	117	140
Finland	241	241	80	56
Poland	472	468	247	239
Czech Republic	121	47	43	26
UK	443	454	124	111
USA Building	309	484	200	215
USA Civil	481	1,073	224	327
<b>Total</b>	<b>3,874</b>	<b>4,508</b>	<b>1,398</b>	<b>1,450</b>

### Operating margin, %

Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
4.6	4.5	4.0	4.0
3.2	3.0	4.1	3.8
3.8	3.6	4.6	3.2
4.8	4.5	7.3	7.2
2.2	1.0	2.7	1.5
2.4	3.0	2.4	2.8
0.8	1.5	2.2	2.3
2.4	6.4	4.5	6.5
<b>2.8</b>	<b>3.5</b>	<b>3.7</b>	<b>3.9</b>

### Order backlog

SEK M	Dec 31, 2015	Dec 31, 2014
Sweden	31,398	29,775
Norway	10,268	9,986
Finland	6,341	5,589
Poland	4,851	5,493
Czech Republic	4,716	4,476
UK	27,705	26,259
USA Building	36,789	47,486
USA Civil	36,180	41,434
<b>Total</b>	<b>158,248</b>	<b>170,498</b>

### Order bookings

Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
32,989	31,922	7,983	9,943
13,207	14,198	3,720	2,138
7,208	5,976	1,434	1,520
9,348	9,974	2,086	2,368
5,685	4,624	1,360	1,056
19,250	19,019	2,501	5,318
22,592	35,192	8,261	10,302
11,825	26,034	2,596	9,190
<b>122,104</b>	<b>146,939</b>	<b>29,941</b>	<b>41,835</b>

## Residential Development

### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	12,298	9,558	3,197	3,232
<b>Gross income</b>	<b>1,724</b>	<b>1,204</b>	<b>453</b>	<b>370</b>
Selling and administrative expenses	-550	-521	-127	-128
Income from joint ventures and associated companies	0	0	0	-1
<b>Operating income</b>	<b>1,174</b>	<b>683</b>	<b>326</b>	<b>241</b>
Operating margin, %	9.5	7.1	10.2	7.5
Investments	-6,675	-6,871	-1,605	-1,565
Divestments	8,630	8,939	1,693	2,764
<b>Net divestments(+)/investments(-)</b>	<b>1,955</b>	<b>2,068</b>	<b>88</b>	<b>1,199</b>
Capital employed, SEK bn	9.3	10.4	-	-
Return on capital employed, %	14.4	7.1	-	-
Employees	389	396	-	-

### Revenue

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Sweden	7,406	5,186	1,930	1,924
Norway	1,947	1,340	406	452
Finland	2,135	1,910	566	575
<b>Nordics</b>	<b>11,488</b>	<b>8,436</b>	<b>2,902</b>	<b>2,951</b>
Central Europe	810	1,122	295	281
<b>Total</b>	<b>12,298</b>	<b>9,558</b>	<b>3,197</b>	<b>3,232</b>

### Operating income<sup>1</sup>

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Sweden	799	427	206	154
Norway	143	115	33	26
Finland	122	92	31	21
<b>Nordics</b>	<b>1,064</b>	<b>634</b>	<b>270</b>	<b>201</b>
Central Europe	110	49	56	40
<b>Total</b>	<b>1,174</b>	<b>683</b>	<b>326</b>	<b>241</b>

### Operating margin, %<sup>1</sup>

Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
10.8	8.2	10.7	8.0
7.3	8.6	8.1	5.8
5.7	4.8	5.5	3.7
<b>9.3</b>	<b>7.5</b>	<b>9.3</b>	<b>6.8</b>
13.6	4.4	19.0	14.2
<b>9.5</b>	<b>7.1</b>	<b>10.2</b>	<b>7.5</b>

<sup>1</sup> Development gain only. Construction margin reported under Construction.

### Homes started

	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Sweden	2,257	1,482	594	444
Norway	368	275	59	85
Finland	830	658	162	182
<b>Nordics</b>	<b>3,455</b>	<b>2,415</b>	<b>815</b>	<b>711</b>
Central Europe	545	431	134	225
<b>Total</b>	<b>4,000</b>	<b>2,846</b>	<b>949</b>	<b>936</b>

### Homes sold

Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
2,191	1,698	514	532
390	256	96	82
839	786	240	241
<b>3,420</b>	<b>2,740</b>	<b>850</b>	<b>855</b>
673	534	208	154
<b>4,093</b>	<b>3,274</b>	<b>1,058</b>	<b>1,009</b>

### Homes under construction

	Dec 31, 2015	Dec 31, 2014
Sweden	3,441	2,747
Norway	462	412
Finland	968	777
<b>Nordics</b>	<b>4,871</b>	<b>3,936</b>
Central Europe	818	943
<b>Total</b>	<b>5,689</b>	<b>4,879</b>

### Completed unsold, number of homes

Dec 31, 2015	Dec 31, 2014
10	78
95	40
122	223
<b>227</b>	<b>341</b>
10	12
<b>237</b>	<b>353</b>

### Homes under construction of which sold, %

Dec 31, 2015	Dec 31, 2014
86	87
73	51
55	56
<b>79</b>	<b>77</b>
60	52
<b>76</b>	<b>72</b>

## Commercial Property Development

### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	9,034	10,228	5,405	4,569
of which from divestment of properties	8,457	9,783	5,190	4,476
<b>Gross income</b>	<b>2,661</b>	<b>2,191</b>	<b>1,523</b>	<b>955</b>
Selling and administrative expenses	-677	-526	-207	-162
Income from joint ventures and associated companies	-37	35	-45	29
<b>Operating income</b>	<b>1,947</b>	<b>1,700</b>	<b>1,271</b>	<b>822</b>
of which gain from divestment of properties <sup>1</sup>	2,564	1,989	1,513	925
of which writedowns/reversal of writedowns	-56	43	0	94
<sup>1</sup> Additional gains included in eliminations	190	279	109	132
Investments	-8,826	-6,885	-2,879	-2,176
Divestments	9,914	8,237	6,222	1,855
<b>Net divestments(+)/investments(-)</b>	<b>1,088</b>	<b>1,352</b>	<b>3,343</b>	<b>-321</b>
Capital employed, SEK bn	16.5	15.0	-	-
Return on capital employed, %	15.6	11.4	-	-
Employees	344	304	-	-

### Revenue

SEK M					of which from divestments			
	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Nordics	3,281	5,607	531	1,436	3,007	5,291	450	1,368
Europe	3,414	3,317	2,608	2,607	3,254	3,233	2,544	2,598
U.S.	2,339	1,304	2,266	526	2,196	1,259	2,196	510
<b>Total</b>	<b>9,034</b>	<b>10,228</b>	<b>5,405</b>	<b>4,569</b>	<b>8,457</b>	<b>9,783</b>	<b>5,190</b>	<b>4,476</b>

### Operating income

SEK M					of which from divestments			
	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Nordics	792	1,184	29	317	1,004	1,257	96	365
Europe	505	361	488	438	751	504	608	473
U.S.	650	155	754	67	809	228	809	87
<b>Total</b>	<b>1,947</b>	<b>1,700</b>	<b>1,271</b>	<b>822</b>	<b>2,564</b>	<b>1,989</b>	<b>1,513</b>	<b>925</b>

### Capital employed

SEK M	Dec 31, 2015	Dec 31, 2014
Nordics	6,582	5,642
Europe	3,897	5,138
U.S.	6,031	4,215
<b>Total</b>	<b>16,510</b>	<b>14,995</b>

## Infrastructure Development

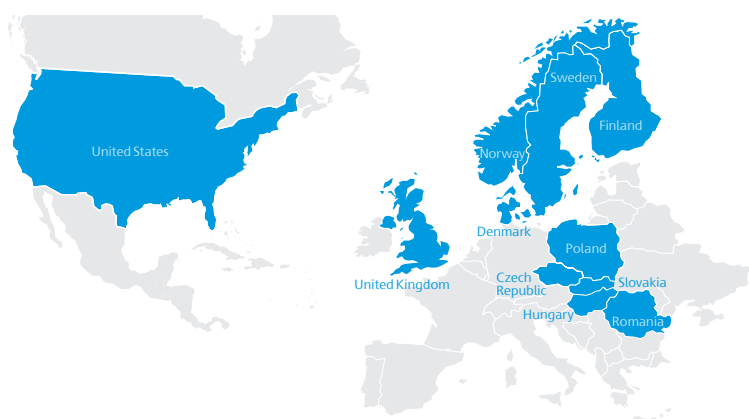
### Revenue and earnings

SEK M	Jan-Dec 2015	Jan-Dec 2014	Oct-Dec 2015	Oct-Dec 2014
Revenue	106	163	29	29
<b>Gross income</b>	<b>-128</b>	<b>-46</b>	<b>-41</b>	<b>-7</b>
Selling and administrative expenses	-156	-128	-44	-27
Income from joint ventures and associated companies	1,147	637	543	136
<b>Operating income</b>	<b>863</b>	<b>463</b>	<b>458</b>	<b>102</b>
of which gains from divestments of shares in projects	420	127	420	127
Investments	-234	-328	-90	-88
Divestments	1,114	419	1,103	409
<b>Net divestments(+)/investments(-)</b>	<b>880</b>	<b>91</b>	<b>1,013</b>	<b>321</b>
Capital employed, SEK bn	1.8	1.9	-	-
Return on capital employed, %	12.7	16.9	-	-
Employees	111	127	-	-

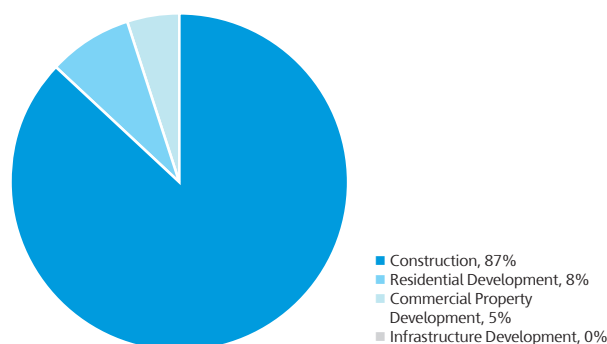


## About Skanska

Skanska is one of the world's leading construction and project development companies, focused on selected home markets in the Nordic region, the rest of Europe and North America. Supported by global trends in urbanization, demography and energy, as well as a focus on green construction, ethics, working environment and health, Skanska offers competitive solutions in the most complex assignments. The business model generates value for Skanska's shareholders through the collaboration of the Construction and Project Development business streams.



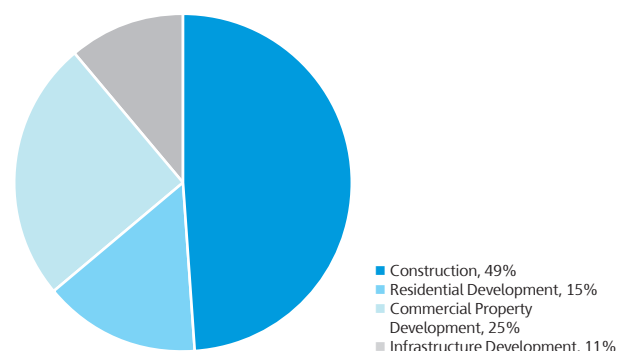
Revenue per segment, January – December 2015



Key ratios 2015

	SEK M	EUR M	USD M
Revenue	154,935	16,559	18,368
Operating income	6,461	691	766
Income after financial items	6,148	657	729
Earnings per share, SEK/EUR/USD	11.96	1.28	1.42
Return on equity, %	22.5	22.5	22.5
Order bookings	122,104	13,050	14,476
Order backlog	158,248	17,254	18,850
Employees	48,470	48,470	48,470

Operating income per segment, January – December 2015



### For further information, please contact:

Peter Wallin, Executive Vice President and CFO, Skanska AB, tel +46 10 448 8900  
 André Löfgren, Vice President, Investor Relations, Skanska AB, tel +46 10 448 1363  
 Katarina Grönwall, Senior Vice President, Communications, Skanska AB, tel +46 10 448 8877  
 Edvard Lind, Group Press Officer, Skanska AB, tel +46 10 448 8808

This report will also be presented via a telephone conference and webcast at 10:00 a.m. (CET) on February 4. The telephone conference will be webcasted live at [www.skanska.com/investors](http://www.skanska.com/investors), where a recording of the conference will also be available later. To participate in the telephone conference, please dial +46 8 505 564 74, +44 2033 645 374, or +1 855 753 2230. This and previous releases can also be found at [www.skanska.com/investors](http://www.skanska.com/investors).

Skanska AB may be required to disclose the information provided herein pursuant to the Securities Market Act.