

RNB RETAIL AND BRANDS

Year-end report September 1, 2011 – August 31, 2012

Fourth quarter, June 1, 2012 – August 31, 2012

- Net sales totaled SEK 671 M (731), down 8.3 percent. Sales in comparable proprietary stores declined 3.4 percent during the quarter.
- Write-down of goodwill in Brothers & Sisters have been made with SEK 201 M.
- The operating profit, excluding write-down of goodwill, improved by SEK 6 M and amounted to SEK -29 M (-35). Provision for the Company's claims in the bankruptcy of Panaxia has been made with SEK 6 M, which is the company's total exposure in the bankruptcy.
- JC's operations in Norway which has been closed, impacted operating profit with SEK 0 M (-6) during the fourth quarter.
- The profit before tax and before write-down of goodwill amounted to SEK -57 M (-32). Unrealized results on currency futures affected the quarter with SEK -8 M (7).
- Profit after tax amounted to SEK -250 M (-18), corresponding to a profit per share of SEK -1.51 (-0.11).
- Cash flow from operating activities amounted to SEK -12 M (49).

The interim-report period, September 1, 2011 – August 31, 2012

- Net sales totaled SEK 2 791 M (2 966), down 5.9 percent. Sales in comparable proprietary stores declined 2.0 percent.
- Write-down of goodwill in Brothers & Sisters have been made with SEK 201 M (last year write-down of goodwill and JC-trademark was made with gross SEK 431 M, net after deferred taxes SEK 368 M).
- The operating profit, excluding last year's write-down of goodwill and trademark of SEK 431 M, declined SEK 24 M and amounted to SEK -102 M (-78).
- JC's operations in Norway which has been closed, have had a negative impact on profit with SEK -62 M (-63).
- The operating profit, excluding JC's operations in Norway and excluding last

year's write-down of goodwill and trademark (SEK 431 M), amounted to SEK -40 M (-15).

- The profit before tax amounted to SEK -159 M (-103 excluding write-down of goodwill and trademark). Excluding JC's operations in Norway the profit amounted to SEK -96 M (-40). Unrealized results on currency futures affected the quarter with SEK -2 M (2).
- Profit after tax amounted to SEK -329 M (-445), corresponding to a profit per share of SEK - 1.99 (-2.69).
- Cash flow from operating activities amounted to SEK -4 M (-18).

Events after the end of the period

- Operating Funding from the company's principal owner Konsumentföreningen Stockholm, which amounts to a total of SEK 500 million (400 +100), have been renegotiated so that the maturity of both the loans extended to 30 June 2015. The loan is amortization free until maturity. The other terms of the loans are unchanged.

CEO's comment:

The negative trend in the clothing market continued during the fourth quarter, with a decline totaling some 3.2 percent according to the Swedish Institute of Retail's index. Despite the challenging market trend, RNB's sales in comparable stores in Sweden slightly outperformed the market, with a decline corresponding to 3.0 percent. Our total store sales in all markets fell by about 4 percent, with a like-for-like decline of 3.4 percent in own stores. Market weakness is attributable to a few interrelated factors, with macroeconomic uncertainty making consumers more cautious, while the sector as a whole is suffering from excess inventories, leading to extensive discount sales. In addition, e-commerce continues to gain significance, along with an increasingly impactful sector shift towards sportswear, which has been noted since the summer.

The trends for the respective business areas were mixed. Sales in the Departments & Stores business unit progressed far better than the market during the quarter, with JC in Sweden also slightly outperforming the market. Unfortunately, the sales trend for Brothers & Sisters as well as for Polarn O. Pyret was negative compared to the market as a whole during the final quarter of the year. A positive factor was that sales for JC provided higher gross margins, due to healthier inventories and a larger share of full-price sales. Gross margins in stores in the Polarn O. Pyret and Departments & Stores business units were in line with the year-earlier period, while Brothers & Sisters continued to incur a negative impact on the margins due to the discontinuation of Sisters internal product line.

During the fourth quarter, we continued to work on a number of enhancement programs aimed at raising efficiency and reducing costs. The actions we implemented during the quarter and which I wish to highlight include the launch of a revamped JC, the takeover of an additional seven stores previously owned by franchisees of both JC and Brothers & Sisters, and also the establishment of the satellite production office in Dhaka.

Challenging year with many activities

Fiscal year 2011/2012 was an intensive one for RNB. The market remained sluggish throughout the year. However, RNB reported a sales trend above the market index during three of the four quarters, despite the operations of JC and Brothers & Sisters being marked by extensive adjustment measures and the substantial effects of inventory reduction programs.

I am also pleased with the change programs we managed to complete based on our strategic agenda. During the past fiscal year, our achievements included:

- the reduction in inventories at the Group level by a total of SEK 89 M (of which JC in Norway accounted for SEK 24 M). This includes a number of proprietary stores in conjunction with their takeover from franchisees, affecting inventory levels by some SEK 40 M.
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- the establishment of the coordinated production operation with the aim of realizing the full potential during fiscal 2012/2013
- the establishment of the coordinated logistics organization and the closure of the logistics organization in Gothenburg
- the reduction of 20 people at head-office
- the takeover of 27 franchise stores, and subsequent conversion to proprietary operations
- the closure of JC Norway, which was completed during May.
- the launch of a revamped JC – "JC Jeans Company" – which to date has involved the refurbishment of 31 stores, with new names, new communications concepts and new autumn and winter collections
- About 50 percent of the planned modification of the store space for Brothers & Sisters has been completed, especially that relating to the reduction of space for Sisters internal product line.
- The inventory reduction programs for Brothers & Sisters generated a total reduction of SEK 18 M, of which SEK 8 M from Sisters and the remaining SEK 10 M from Brothers

Polarn O. Pyret

Polarn O. Pyret reported a weak trend during the close of the fiscal year. The decline was attributable to a number of minor, interrelated factors, which combined to create a distinctly negative trend. This trend gradually worsened in recent months. Our focus is now on vigorously working with increased sales in Sweden, while also reviewing Polarn O. Pyret's long-term brand positioning, product range and market communication. We also plan to focus on developing e-commerce for Polarn O. Pyret in the EU countries in which we do not operate physical stores. In addition, we have established nine new stores via master franchisees.

Well poised for the years ahead

The actions already implemented have resulted in lower costs, in part during the current fiscal year, but with additional effects as of fiscal 2012/2013, as previously indicated. Our assessment of the potential remains unchanged, although there is a certain delay in realizing the potential.

Inventories are considerably healthier now and more conservatively valued than a year ago, which creates better conditions to sell with full margins. As communicated earlier, we are working with a number of measures that will have a positive impact on cash flow and liquidity. In addition, the closure of JC Norway will have a positive earnings effect, with no recurrence of the current year's loss of SEK 62 M. This also applies to the discontinued operations in Illum in Denmark, which impacted adversely on earnings for the current year in the amount of SEK 9 M.

The takeover of 27 franchise stores for JC and Brothers & Sisters and a positive sales trend for JC provide favorable conditions for business operations, as well as a financially more stable position that is considerably better now than a year ago.

In addition to the measures that have created improved financial stability, a number of actions will be taken to raise sales. Preparations to expand Polarn O. Pyret into Holland have commenced and we expect the first store to open before summer 2013. The reversal of the trend in JC faces an important period in the autumn and several remaining proprietary JC stores will be modified during the coming fiscal year. Moreover, we launched e-commerce platforms for JC and Brothers during September.

Weak sales create continuing financial pressure on the Group, and thus we have concluded an agreement covering new terms and conditions for financing from Konsumentföreningen Stockholm. The new loan terms and conditions mean that the covenants have been adjusted somewhat, that the loans are free from amortization up until maturity and also that the loans are extended until June 2015. The decision to impair goodwill relating to Brothers & Sisters is the result of the sluggish trend in the business unit over an extended period. The new level of goodwill is sustainable in the longer term and creates a sounder balance sheet, while, despite this, no loan covenants in the meantime are at risk of being breached.

Certain changes were made to the Group Executive Management team after the end of the fiscal year. Anders Wiberg takes over the role as CEO of Polarn O. Pyret, while Maria Öqvist becomes the new CEO of Brothers & Sisters. Both changes became effective as of September 27. We have recruited Peter Bondelid to fill the role as Supply Chain Director, replacing Anders Wiberg as from November. In conjunction with the above changes, Yongan Kim stepped down from the Group Executive Management team.

Despite the continuing challenging market trend, I look with confidence at the momentum of change and development for RNB RETAIL AND BRANDS ahead of fiscal 2012/2013.

Operations

RNB Group

RNB RETAIL AND BRANDS owns, operates and develops fashion, clothing, accessories, jewellery and cosmetics stores that focus on providing excellent service and a world-class shopping experience. Sales are mainly conducted in Scandinavia through the three store concepts Brothers & Sisters, JC and Polarn O. Pyret, as well as through shops in the department stores NK in Stockholm and Gothenburg. RNB RETAIL AND BRANDS has operation in 10 countries. RNB has a total of 379 stores, of which 151 are operated by franchisees.

Group trend

	Q4		Full year	
	2011/12	2010/11	2011/12	2010/11
Net turnover, SEK M	671	731	2 791	2 966
Gross Margin, %	44,9	44,2	47,7	46,9
Operating income, SEK M	-230	-35	-303	-510
Profit before tax, SEK M	-258	-32	-360	-535
Profit after tax, SEK M	-250	-18	-329	-445
Operating profit margin, %	-34,2	-4,7	-10,9	-17,2
Earnings per share, SEK	-1,5	-0,1	-2,0	-2,7
Cash flow from operations, SEK M	-12	49	-4	-18
Number of stores			379	392

Revenues and earnings

Fourth quarter, June 1, 2012 – August 31, 2012

RNB's net sales during the quarter totaled SEK 671 M (731), a decrease with 8.3 percent. Sales in comparable proprietary stores declined 3.4 percent during the quarter.

The gross margin in the quarter was 44.9 percent (44.2).

The operating profit, excluding write-down of goodwill amounted to SEK -29 M (-35). JC's operations in Norway which has been closed, impacted operating profit with SEK 0 M (-6).

Provisions have been made doubtful receivables with SEK 3 M (11). Provision for the Company's claims in the bankruptcy of Panaxia was have been made with SEK 6 M, which is the company's total exposure in the bankruptcy.

The profit before tax and before write-down of goodwill amounted to SEK -57 M (-32). The unrealized results on currency futures had a negative impact on net

financial items of SEK -8 M (7).

Profit after tax totaled SEK -250 M including write-down of goodwill with SEK 201 M (-18).

The interim-report period, September 1, 2011 – August 31, 2012

RNB's net sales during the period totaled SEK 2 791 M (2 966), a decrease with 5.9 percent. Sales in comparable proprietary stores decreased 2.0 percent.

The restructuring of franchise stores so far this fiscal year resulted in the takeover of 27 stores (20 JC and 7 BrSi) while 4 JC stores have closed in connection with bankruptcies.

The gross margin in the period was 47.7 percent (46.9).

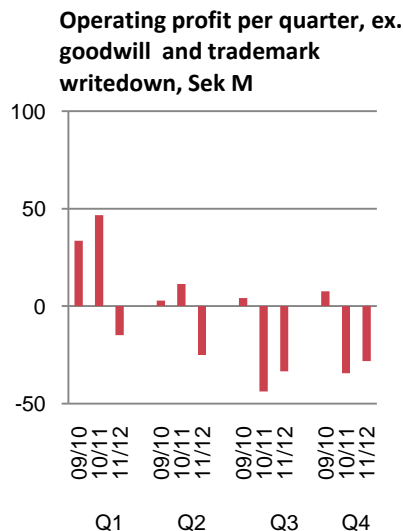
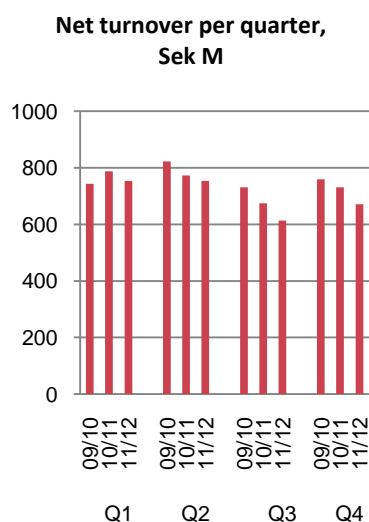
The operating profit, excluding this year's and last year's write-down of goodwill and trademark, declined SEK 24 M and amounted to SEK -102 M (-78).

JC's operations in Norway have been closed, generating a negative impact on results of SEK -62 M (-63).

The operating profit, excluding JC's operations in Norway and excluding the last year's write-down of goodwill and trademark improved by SEK 25 M and amounted to SEK -40 M (-15).

The profit before tax amounted to SEK -159 M excluding write-down of goodwill (-103 excl. write-down of goodwill and trademark). Excluding JC's operations in Norway the profit amounted to SEK -96 M (-40). Unrealized results on currency futures affected the quarter with SEK -2 M (2).

Profit after tax totaled SEK -329 M (-445).

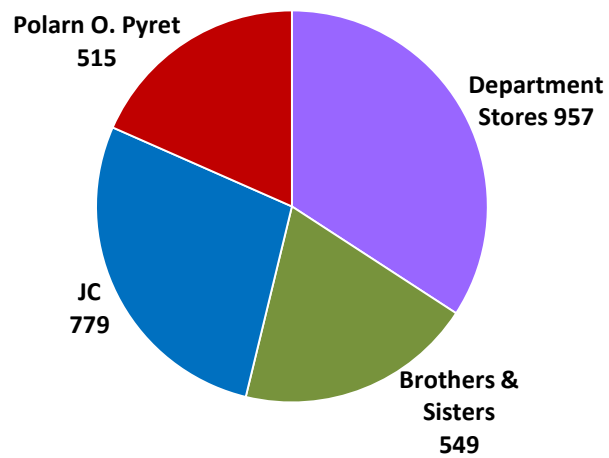


Business areas

RNB reports turnover and result for four business areas: Polarn O. Pyret, Department Stores, JC and Brothers & Sisters.

	Polarn O. Pyret		Department Stores		JC		Brothers & Sisters	
	Q4 11/12	Q4 10/11	Q4 11/12	Q4 10/11	Q4 11/12	Q4 10/11	Q4 11/12	Q4 10/11
Net turnover, Sek M	121	108	228	256	187	228	136	144
Operating profit, Sek M	-2	11	27	18	-23	-46	-221	-5
Stores	130	117	47	49	117	146	85	80
Of wich franchise	76	70	-	-	42	67	33	40

Net sales September 2011 – August 2012, SEK M



Polarn O. Pyret business area

Fourth quarter, June 1, 2012 – August 31, 2012

Net sales in the quarter amounted to SEK 121 M (108). Sales in comparable proprietary stores decreased 11.1 percent.

Brand sales (total sales to consumers, excluding VAT in all markets and distribution channels) amounted to SEK 703 M (664), measured over a rolling 12-month period.

Operating profit totaled SEK -2 M (9), corresponding to an operating margin of -1.7 percent (10.4). The decline in earnings is a result of lower sales in comparable stores and increased S&A-costs.

The number of proprietary stores at the end of the period was 54 (47). In addition, there were 76 (70) franchise stores, including 11 (14) in Sweden and 65 (56) abroad.

The interim-report period, September 1, 2011 – August 31, 2012

Net sales in the quarter amounted to SEK 515 M (481). Sales in comparable proprietary stores decreased 4.3 percent.

Operating profit totaled SEK 31 M (69), corresponding to an operating margin of 6.1 percent (14.4) The decrease in sales in comparable stores and focus on reducing inventory levels and its impact on gross margins have had negative impact on profits. Gross margin was also impacted by higher purchase prices which have not been further transferred to the consumer.

Department Stores business area

Fourth quarter, June 1, 2012 – August 31, 2012

Net sales in the Department Stores business area amounted to SEK 228 M (256), down 10.9 percent. Sales in comparable proprietary stores increased 1.8 percent.

Operating profit increased with SEK 9 M and totaled SEK 27 M (18). The increase in profit is due to higher sales in comparable stores and slightly lower S&A costs.

The operation at the Illum Department Store, which was closed in January, reported a loss of SEK -2 M last year.

The interim-report period, September 1, 2011 – August 31, 2012

Net sales in the Department Stores business area amounted to SEK 957 M (102) down 6.9 percent. Sales in comparable proprietary stores declined 0.1 percent.

Operating profit totaled SEK 58 M (74). Last year's profit was positively impacted by a gain on the sale of one store with SEK 15 M.

Polarn O. Pyret

Polarn O. Pyret is a brand focused on baby and children's wear and comprises 130 stores, of which 76 is franchise stores. Today, Polarn O. Pyret is located in 10 countries.



Department Stores

The business area comprises operations at the department stores NK Stockholm, NK Gothenburg and Kosta Outlet. The number of proprietary stores at the end of the period, was 47 (50) with a total retail area of 16 818 square meters (18 073).



The operation at the Illum Department Store, which was closed in January, reported a loss of SEK -9 M (-12).

JC business area

Fourth quarter, June 1, 2012 – August 31, 2012

Net sales for JC amounted to SEK 187 M (228), down -18.0 percent. Sales in comparable proprietary stores decreased 4.2 percent.

Brand sales (total sales to consumers excluding VAT in all markets and in all distribution channels) measured on a rolling 12-month basis amounted to SEK 947 M (1 061).

Operating profit in JC amounts to SEK -23 M (-46). Excluding operations in Norway the result for the Swedish and Finnish operations improved by SEK 17 M and amounted to -23 M (-40). Net inventories are at satisfactory levels and the product range has been well received by consumers, which means that there has not been a need for extensive sales. This provides a significant positive effect on margins, but has impacted sales levels negatively.

JC's operations in Norway which has been closed, impacted operating profit with SEK 0 M (-6).

The interim-report period, September 1, 2011 – August 31, 2012

Net sales for JC amounted to SEK 779 M (879), down 11.4 percent. Sales in comparable proprietary stores declined 2.3 percent.

Operating profit in JC amounts to SEK -111 M (-587).

Excluding operations in Norway and excluding this years (SEK 201 M) and last year's write-down of goodwill and trademark (SEK 431 M), the profit for Swedish and Finnish operations amounted to -48 M (-92).

Provision for bad debts has been made by SEK 7 M (24).

JC's operations in Norway which is being closed, have had a negative impact on profit with SEK -62 M (-53).

During the financial year 20 stores been taken over in JC's own operation from former franchisees.

JC

The business area has a total of 117 (146) stores, of which 42 (67) are operated by franchisees.



Brothers & Sisters business area

Fourth quarter, June 1, 2012 – August 31, 2012

Net sales for Brothers & Sisters totaled SEK 136 M (144), down 5.5 percent. Sales in comparable proprietary stores declined 9.9 percent.

Brand sales (total sales to consumers excluding VAT in all markets and in all distribution channels) measured on a rolling 12-month basis amounted to SEK 670 M (703).

Write-down of goodwill in Brothers & Sisters have been in the quarter made with SEK 201 M.

Operating profit for Brothers & Sisters totaled SEK -20 M (-5), excluding the write-down of goodwill. The decrease in profits is a result of both lower sales in comparable stores and sales to franchisees. In addition, gross margins have declined, both as a consequence of the phasing out of Sisters internal assortment and revisions of Brothers assortment.

The interim-report period, September 1, 2011 – August 31, 2012

Net sales for Brothers & Sisters totaled SEK 549 M (586), down 6.2 percent. Sales in comparable proprietary stores declined 5.1 percent.

Operating profit for Brothers & Sisters totaled SEK -43 M (6). The decrease in profits is a result of both lower sales in comparable stores and sales to franchisees. Gross margins have declined due to the company's focus on reducing inventory levels to strengthen cash flow, and as a consequence of the phasing out of Sisters internal assortment and the revisions of Brothers assortment.

Financial position and liquidity

The Group had total assets of SEK 1 802 M compared with SEK 2 079 M at the end of the preceding fiscal year. Shareholders' equity amounted to SEK 628 M (959), resulting in an equity/assets ratio of 34.9 percent (46.1).

At August 31, 2012, inventories totaled SEK 484 M compared with SEK 573 M a year earlier.

Cash flow from operating activities was SEK -4 M (-18). Working capital has evolved positively, which more than compensated for the negative impact from the negative net income. In particular, it is the decrease in inventories is a positive impact on working capital

Brothers & Sisters

The business area has a total of 85 (80) stores, of which 33 (40) are operated by franchisees.



Cash flow after investments was SEK -113 M (-96).

Net debt amounted to SEK 604 M compared with SEK 507 M a year earlier.

Consolidated cash and cash equivalents at the close of the interim-report period, including unutilized overdraft facilities, amounted to SEK 146 M compared with SEK 139 M at the end of the preceding fiscal year.

The Group has secured new business financing from the company's principal owner Konsumentföreningen Stockholm amounting to SEK 100 M. The maturity of the existing loan of 400 million is after the end of the period extended to June 2015, which is also the due date for the new operating financing. Both loans are amortization free until maturity. The terms of the loans are marketable.

The Group meets the credit requirements contained in existing agreements with creditors.

Investments and depreciation/amortization

Investments during the period totaled SEK 123 M (71). Depreciation/amortization during the period amounted to SEK 289 M (527), including write-down of goodwill with SEK 201 M (last year SEK 431 M).

Personnel

The average number of employees during the period was 1 419 (1 435).

Related-party transactions

No transactions have taken place between the Group and related parties that have materially affected the Group's financial position and results.

The Company has two loans from majority shareholder Konsumentföreningen Stockholm, totaling SEK 500 million at market interest rate and covenant terms.

For further information on transactions with related parties, see Note 4 in the Annual Report 2010/2011, page 70.

Tax paid

During the interim-report period, the Group has paid tax of SEK 7 M (6).

Parent Company

Net sales in the Parent Company amounted to SEK 145 M (101). After net financial items a loss of SEK 309 M (-490) was reported. Investments during the period totaled SEK 32 M (47).

Accounting principles

This report was prepared in accordance with IAS 34 Interim Reporting and the Swedish Annual Accounts Act. The interim report for the Parent Company was prepared in accordance with the Swedish Annual Accounts Act and the Swedish

Financial Reporting Board's recommendation RFR 2 - Accounting for Legal Entities. The accounting policies applied correspond with those stated in the 2010/2011 Annual Report.

Press and analyst meeting

With reference to the interim report on the third quarter of 2011/2012, RNB will be holding a press and analyst conference. The conference will be held at the company's premises at Regeringsgatan 29 today, October 24, 2012 at 09:30 a.m.

Risks and uncertainties

RNB is exposed to a number of risks that are in full or in part beyond the company's control but which could affect its earnings.

Financial risks

- Currency exposure comprising purchases of goods and sales in international markets.
- Interest-rate exposure associated with the Group's net debt.
- Financial covenants to lenders.

Strategic and operational risks

- In common with all retailers, the demand for RNB's products is affected by fluctuations in the general state of the economy.
- Competition from other players active in the same segment as RNB.
- Identification of constantly shifting fashion trends and consumer preferences.

In other respects, refer to the detailed description of the Group's management of financial risks in the 2010/2011 Annual Report.

Future publication dates

Q1 Interim Report for 2012/2013	16 January, 2013
Annual General Meeting	17 January, 2013
Q2 Interim Report for 2012/2013	10 April, 2013
Q3 Interim Report for 2012/2013	27 Juni, 2013
Year-End Report for 2012/2013	24 October, 2013

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

The Board of Directors and the President declare that the report provides an accurate view of the development of the Group's operations, position and earnings and also describes significant risks and uncertainties facing the Group and the subsidiaries including in the Group.

Stockholm, October 24, 2012
RNB RETAIL AND BRANDS AB (publ)

Board of Directors and President, RNB RETAIL AND BRANDS

Laszlo Kriss	Lilian Fossum Biner	Jan Carlzon
Chairman of the Board	Vice Chairman	

Torsten Jansson	Mikael Solberg	Per Thunell
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Ivar Fransson	Magnus Håkansson
	President and CEO

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This is the type of information that must be published by RNB RETAIL AND BRANDS AB (publ) in accordance with the Swedish Securities Market Act and/or the Financial Instruments Trading Act. The information was submitted for publishing on October 24, 2012, at 7:00 a.m.

CONSOLIDATED INCOME STATEMENT

MSEK	3 months	3 months	12 months	12 months
	Jun 2012- Aug 2012	Jun 2011- Aug 2011	Sep 2011- Aug 2012	Sep 2010- Aug 2011
Net turnover	670,5	731,2	2 791,0	2 965,7
Goods for resale	-369,5	-408,1	-1 459,2	-1 575,3
Gross profit	301,0	323,1	1 331,8	1 390,4
Other operating incomes	-2,5	1,5	10,1	21,6
Other external costs	-162,9	-189,7	-731,5	-765,9
Personnel costs	-146,3	-149,0	-625,2	-628,2
Depreciation and impairment of fixed assets	-17,5	-20,3	-87,1	-96,1
Impairment of goodwill and trademark	-201,4	0,0	-201,4	-431,2
Capital loss on the sale of subsidiaries	-	-0,1	0,0	-0,1
Operating income	-229,6	-34,5	-303,3	-509,5
Financial incomes	0,2	3,7	4,8	6,8
Financial costs	-20,6	-8,7	-58,9	-34,0
Unrealised profit on futures	-8,1	7,1	-2,1	2,1
Net financial	-28,5	2,1	-56,2	-25,1
Income after financial items	-258,1	-32,4	-359,5	-534,6
Tax for the period	7,9	14,8	30,6	89,4
Profit/loss for period	-250,2	-17,6	-328,9	-445,2
Other comprehensive income				
Translation difference	-2,3	2,1	-2,6	0,1
Total Income for the period	-252,5	-15,5	-331,5	-445,1
Net profit/loss for the period pertaining to:				
Parent Company's shareholders	-250,2	-17,6	-328,9	-445,2
Minority shareholders	-	-	-	-
Comprehensive income for the period pertaining to:				
Parent Company's shareholders	-252,5	-15,5	-331,5	-445,1
Minority shareholders	-	-	-	-
Earnings per share before and after dilution (SEK)	-1,51	-0,11	-1,99	-2,69
Average number of shares, 000's	165 425	165 425	165 425	165 425

CONSOLIDATED BALANCE SHEET

MSEK	31 Aug 2012	31 Aug 2011
Assets		
Goodwill	483,7	685,1
Brands	259,7	259,7
Other intangible fixed assets	121,5	95,0
Tangible fixed assets	144,6	131,9
Long-term receivables	16,4	0,0
Inventories	483,8	573,1
Other current assets	291,9	334,3
Total assets	1 801,6	2 079,1
Shareholders' equity and liabilities		
Shareholders' equity attributable to Parent Company's shareholder	627,9	959,4
Shareholders' equity attributable to minority owners	-	-
Long-term liabilities	534,4	456,5
Short-term liabilities	639,3	663,2
Total shareholders' equity and liabilities	1 801,6	2 079,1

CASH-FLOW STATEMENT

MSEK	Sep 2011- Aug 2012	Sep 2010- Aug 2011
Operating activities		
Operating profit/loss	-303,3	-509,5
Adjustment for non-cash items	264,9	495,0
Interest received	4,8	6,8
Interest paid	-54,3	-30,4
Other	-6,6	-6,4
Cash flow from operation activities before changes in working capital	-94,5	-44,5
Cash flow from change in working capital		
Inventories	88,7	-9,9
Change in current receivables and liabilities	1,5	36,4
Change in working capital	90,2	26,5
Cash flow from operating activities	-4,3	-18,0
Cash flow from investing activities	-108,9	-77,7
Cash flow after investments	-113,2	-95,7
Financing activities		
Change in liabilities to credit institutions	23,9	-
Change in overdraft facility	100,0	-
Borrowings	-31,2	105,3
Other	-3,3	-5,6
Cash flow from financing activities	89,4	99,7
Cash flow during the period	-23,8	4,0

CHANGES IN SHAREHOLDERS' EQUITY

MSEK	Sep 2011- Aug 2012	Sep 2010- Aug 2011
Opening balance	959,4	1404,5
Profit/loss for period	-328,9	-445,2
Other overall results	-2,6	0,1
Shareholders' equity attributable to minority owners	-	-
Balance at end of period	627,9	959,4

KEY FIGURES

		12 months Sep 2011- Aug 2012	12 months Sep 2010- Aug 2011
Gross margin	%	47,7	46,9
Operating margin	%	-10,9	-17,2
Profit margin	%	-11,8	-15,0
Solidity	%	34,9	46,1
Interest coverage ratio	mult	-4,9	-14,7
Net debt	Mkr	603,6	507,2
Net debt/equity ratio	%	96,1	52,9
Average number of employees, full time		1 419	1 435
Average number of shares, 000's		165 425	165 425
Number of shares at end of period, 000's		165 425	165 425
Earnings per share before and after dil	Kr	-1,99	-2,69
Shareholders' equity per share at end c	Kr	3,80	5,80

NET TURNOVER AND OPERATING RESULT PER BUSINESS AREA

	3 months Jun 2012- Aug 2012	3 months Jun 2011- Aug 2011	12 months Sep 2011- Aug 2012	12 months Sep 2010- Aug 2011
Net turnover, MSEK				
Polarn O. Pyret	120,6	108,1	515,0	480,7
Department Stores	227,6	255,5	957,3	1 027,9
Brothers & Sisters	136,2	144,2	549,4	586,0
JC	186,5	227,9	778,9	878,9
Other	-0,3	-4,5	-9,6	-7,8
Total	670,6	731,2	2 791,0	2 965,7
Operating result, MSEK				
Polarn O. Pyret	-2,0	11,2	31,3	69,4
Department Stores	27,3	17,8	58,4	73,7
Brothers & Sisters	-221,3	-4,9	-244,1	5,9
JC	-22,5	-45,9	-110,6	-586,7
Other	-11,1	-12,7	-38,3	-71,8
Total	-229,6	-34,5	-303,3	-509,5

INCOME STATEMENT PER QUARTER, GROUP

MSEK	2012		2011		2011	
	Jun-Aug	Mar-May	Dec-Feb	Sep-Nov	Jun-Aug	Mar-May
Net turnover	670,5	612,9	754,0	753,6	731,2	674,9
Goods for resale	-369,5	-303,9	-420,6	-365,2	-408,1	-402,9
Gross profit	301,0	309,0	333,4	388,4	323,1	272,0
Gross margin	44,9%	50,4%	44,2%	51,5%	44,2%	40,3%
Other operating incomes	-2,5	5,2	4,8	2,6	1,5	2,3
Other external costs	-162,9	-168,7	-185,4	-214,5	-189,7	-197,8
Personnel costs	-146,3	-156,0	-160,2	-162,7	-149,0	-158,0
Depreciation and impairment of fixed assets	-17,5	-23,2	-17,7	-28,7	-20,3	-20,3
Impairment of goodwill and trademark	-201,4	-	-	-	0,0	-431,2
Capital loss on the sale of subsidiaries	-	-	-	-	-0,1	-
Operating income	-229,6	-33,7	-25,1	-14,9	-34,5	-533,0
Financial incomes	0,2	-1,0	3,6	2,0	3,7	1,1
Financial costs	-20,6	-11,4	-15,4	-11,5	-8,7	-6,9
Unrealised profit on futures	-8,1	4,6	-4,7	6,1	7,1	3,2
Income after financial items	-258,1	-41,5	-41,6	-18,3	-32,4	-535,6
Tax	7,9	9,9	22,1	-9,3	14,8	84,0
Profit/loss for period	-250,2	-31,6	-19,5	-27,6	-17,6	-451,6
Other overall results						
Translation difference	-2,3	0,6	-0,5	-0,4	2,1	-0,2
Total Income for the period	-252,5	-31,0	-20,0	-28,0	-15,5	-451,8

INCOME STATEMENT PARENT COMPANY

Mkr	3 months	3 months	12 months	12 months
	Jun 2012- Aug 2012	Jun 2011- Aug 2011	Sep 2011- Aug 2012	Sep 2010- Aug 2011
Net turnover	37,8	20,4	145,5	100,6
Other operating incomes	5,2	0,9	5,8	5,7
	43,0	21,3	151,3	106,3
Other external costs	-35,2	-17,0	-115,5	-102,2
Personnel costs	-17,2	-12,2	-64,1	-42,2
Depreciation and impairment of fixed assets	-4,8	-4,7	-14,7	-33,8
Operating income	-14,2	-12,6	-43,0	-71,9
Results from participation in Group companies	-224,2	-40,8	-224,2	-393,8
Financial incomes	0,0	2,1	0,0	2,1
Financial costs	-12,1	-10,6	-41,6	-26,0
Income after financial items	-250,5	-61,9	-308,8	-489,6
Tax	6,8	-1,8	22,5	17,8
Profit/loss for period	-243,7	-63,7	-286,3	-471,8

Total Income equals the profit/loss for the period

BALANCE SHEET PARENT COMPANY

Mkr	31 Aug 2012	31 Aug 2011
Assets		
Intangible fixed assets	86,4	65,7
Tangible fixed assets	1,9	5,6
Financial fixed assets	945,2	1 146,7
Deferred tax assets	63,9	41,4
Other current assets	199,4	262,1
Total assets	1 296,8	1 521,5
Shareholders' equity and liabilities		
Shareholders' equity	633,2	919,6
Untaxed reserves	0,0	12,5
Long-term liabilities	500,0	400,0
Short-term liabilities	163,6	189,4
Total shareholders' equity and liabilities	1 296,8	1 521,5

NUMBER OF STORES AT END OF PERIOD

	31 Aug 12	31 May 12	28 Feb 12	30-Nov-11	31-Aug-11	31-May-11
Own stores Sw eden	201	195	181	179	170	169
Own stores Norw ay	0	0	13	20	22	24
Own stores Finland	27	27	27	27	22	25
Own stores Denmark	0	0	0	1	1	1
Franchise stores Sw eden	86	95	110	116	120	124
Franchise stores outside Sw eden	65	60	59	59	57	57
Total	379	377	390	402	392	400

NUMBER OF STORES

Polarn O. Pyret	31 Aug 2012			31 Aug 2011		
	Own	Franchise	Total	Own	Franchise	Total
Sw eden	54	11	65	47	14	61
Norw ay	0	24	24	0	21	21
Finland	0	15	15	0	12	12
United Kingdom	0	11	11	0	12	12
Scotland	0	2	2	0	2	2
Ireland	0	4	4	0	2	2
Iceland	0	2	2	0	2	2
Estonia	0	2	2	0	2	2
Latvia	0	1	1	0	1	1
USA (e-commerce)	0	4	4	0	2	2
Total	54	76	130	47	70	117

Department Stores	Own	Own
Number of stores	47	49
Total retail space, m2	16 818	17 995

JC	Own	Franchise	Total	Own	Franchise	Total
JC, Sw eden	58	42	100	42	66	108
JC, Norw ay	0	0	0	22	1	23
JC, Finland	17	0	17	15	0	15
Total	75	42	117	79	67	146

Brothers & Sisters	Own	Franchise	Total	Own	Franchise	Total
Brothers, Sw eden (single)	18	15	33	4	15	19
Brothers, Finland (single)	10	0	10	7	0	7
Sisters, Sw eden (single)	0	0	0	1	0	1
Bro&Sis, Sw eden (duo)	24	18	42	28	25	53
Total	52	33	85	40	40	80

Note 1 Acquisition

During the financial year RNB acquired the assets of 27 stores whose business previously was run by franchisees in JC and Brothers & Sisters. The purchase price amounts to SEK 29.6 M and has been paid mainly by set off against outstanding claims. Fair value of acquired assets consists primarily of tenancy rights and shop fittings.

During the fourth quarter sales have increased by approximately SEK 22 M of these acquisitions, and the full-year with SEK 48 M.



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