

SKF Nine-month report 2013

“Our cash flow was good in the quarter. We continued to improve our operating margin sequentially despite the negative mix and a stronger than expected currency headwind. This shows that the actions which we are taking to improve our product portfolio, invest in our business and reduce costs are giving results.

SKF sales in the quarter developed well within our automotive business but were somewhat lower than expected in our industrial business. Within industrial we see a positive development in our aerospace, renewable energy and railway businesses. However, we see some lack of traction in a number of other industrial markets - not getting worse but not getting better yet either. The automotive business benefitted from an improved demand and better mix of sales particularly within trucks and the vehicle service market and this, combined with the steps we are taking, positively helped their margin.

During the quarter we took another important step to strengthen SKF through announcing the agreement to acquire Kaydon Corporation. Kaydon is an excellent fit for SKF in so many ways and will enable us to better serve our customers and distributors. The tender offer for the shares closes today and hopefully we can quickly complete the acquisition.

Looking forward into the fourth quarter we expect to keep our sales and manufacturing on the same level overall.”

Tom Johnstone, President and CEO



Key figures	Q3 2013	Q3 2012	YTD 2013	YTD 2012
Net sales, SEKm	15,623	15,486	47,167	49,591
Operating profit, SEKm	1,923	1,908	5,240	6,093
Operating margin, %	12.3	12.3	11.1	12.3
Operating margin excluding one-off costs, %	12.9	12.3	12.2	12.6
Profit before taxes, SEKm	1,717	1,709	4,581	5,439
Net profit, SEKm	1,165	1,251	3,087	3,821
Basic earnings per share, SEK	2.47	2.67	6.57	8.11

The operating profit was affected by one-off costs in the third quarter by around SEK 85 million, mainly write-down and impairment not part of the previously announced restructuring programme. The operating profit in the first nine months was affected by one-off costs by around SEK 525 million (140).

Net sales change y-o-y, in SEK, attributable to:	Volume	Price/mix	Structure	Currency effect	Total
Q3 2013	2.2%	-0.2%	1.1%	-2.2%	0.9%
Year to date 2013	-3.0%	0.0%	1.8%	-3.7%	-4.9%

Sales in the third quarter in local currencies and excluding structure increased by 1% in Europe, by 9% in Latin America, by 5% in Asia and by 8% in Middle East and Africa. In North America they decreased by 2%. Manufacturing in the third quarter was slightly higher compared to last year.

Sales in the first nine months in local currencies and excluding structure decreased by 4% in Europe and North America, by 3% in Asia and are relatively unchanged in Middle East and Africa. In Latin America they increased by 10%. Manufacturing in the first nine months was relatively unchanged compared to last year.

Outlook for the fourth quarter of 2013

Demand compared to the fourth quarter 2012

The demand for SKF's products and services is expected to be slightly higher for the Group, Asia and Europe and relatively unchanged for North America and Latin America. It is expected to be slightly higher for Strategic Industries and Regional Sales and Service and higher for Automotive.

Demand compared to the third quarter 2013

The demand for SKF's products and services is expected to be relatively unchanged for the Group, Europe, North America and Latin America as well as for all the business areas. It is expected to be slightly higher for Asia.

Manufacturing

Manufacturing is expected to be higher year over year and relatively unchanged compared to the third quarter.

SKF demand outlook for Q4 2013 per region, business area and main industry

Percent of sales 2012	Regions	Sequential trend	y-o-y	Percent of sales 2012	Main industries	Sequential trend
43%	Europe	→	+	6%	Aerospace	→
24%	Asia/Pacific	→	+	5%	Trucks	→
23%	North America	→	+/-	4%	Railway	→
7%	Latin America	→	+/-	2%	Two-wheelers and electrical	→
Business areas				29%	Industrial distribution	→
31%	Strategic Industries	→	+	13%	Industrial, heavy, special and off-highway	→
39%	Regional Sales and Service	→	+	13%	Cars and light vehicles	→
27%	Automotive	→	++	12%	Industrial, general	→
Total				10%	Vehicle service market	→
				6%	Energy	→

Explanations: Relatively unchanged → +/- Slightly lower → - Slightly higher → +
 Lower → -- Higher → ++
 Significantly lower → --- Significantly higher → +++

Key figures *(definitions, see page 17)*

	30 September 2013	30 June 2013	30 September 2012
Inventories, % of annual sales	21.3	21.6	20.0
ROCE for the 12-month period, %	13.5	13.8	18.4
ROE for the 12-month period, %	18.2	18.9	22.6
Equity/assets ratio, %	36.4	34.8	33.7
Gearing, %	52.3	53.9	55.5
Net debt/equity, %	73.2	84.0	81.3
Net debt, SEKm	16,830	18,741	17,213
Registered number of employees	46,187	46,637	47,049

Cash flow

Cash flow, after investments and before financing, was SEK 1,135 million (1,097) for the third quarter 2013. For the first nine month it was SEK 1,390 million (2,479) and excluding acquisitions and divestments SEK 1,947 million (3,112).

Financial net

The financial net in the third quarter was SEK -206 million (-199), for the nine month it was SEK -659 million (-654).

Currency impact

The effects of translation and transaction flows, had a negative impact of SEK 190 million on SKF's operating profit in the third quarter and SEK 510 million for the nine month, compared to the corresponding period last year. It is estimated that there will be a negative effect of SEK 120 million on the operating profit in the fourth quarter and for the full year a negative effect of SEK 630 million, based on current assumptions and exchange rates and compared to the corresponding period last year.

Highlights

- SKF and Kaydon Corporation have agreed that SKF will acquire Kaydon in an all-cash transaction valued at around USD 1.25 billion, including USD 95 million of net debt. Kaydon Corporation is a leading designer and manufacturer of bearings and velocity control products such as industrial shock absorbers, gas springs and vibration isolation products. In 2012, the company had sales of USD 475 million, with an adjusted operating profit of around 16% and has over 2,100 employees. SKF will use existing cash and credit facilities to finance the acquisition which will be accretive to SKF earnings in year one. All necessary anti-trust approvals have been obtained and the tender offer to Kaydon's shareholders will expire on 15 October 2013.
For more details see press releases on skf.com
- The factory for medium size bearing in Dalian, China was awarded the LEED Gold certification (Leadership in Energy and Environmental Design).
- SKF has been included for the 14th year in a row as one of the world's most sustainable companies in both the Dow Jones Sustainability World Index (DJSI) and the Dow Jones Sustainability Index for Europe. DJSI rated SKF as best in class for the company's approach to environmental management.
- At the beginning of July SKF completed the divestiture of its metallic rods business to US-based Precision Castparts Corporation for around EUR 40 million on a cash and debt free basis. The business had sales in 2012 of around EUR 46 million and has its operations at the SKF sites in St-Vallier-sur-Rhône, France and in Monroe, Washington, USA. The sale affects around 230 employees in France and around 25 in USA.



SKF's customer industries (see page 17)

Sales in local currencies excl. structure, change y-o-y

	Q3 2013					YTD 2013				
	Europe	North America	Latin America	Asia	Middle East & Africa	Europe	North America	Latin America	Asia	Middle East & Africa
Industrial distribution	+/-	-	+++	-	+	--	--	+++	--	-
Industrial, general	-	++		---		---	+/-		---	
Industrial, heavy, special and off-highway	-	---	+++	++	+	---	---	+++	-	+/-
Energy	---	+++		+++		---	---		+/-	
Aerospace	++	+++		+++		++	++		+	
Railway	--	+++		+++		--	+++		+	
Cars and light vehicles	++	+/-	---	+++		+/-	+	--	+++	
Vehicle service market	+++	+++	+++	+++	+++	++	++	+++	+/-	++
Trucks	+++	++		+		+	---		++	
Two-wheelers and electrical	++	---	+++	+++		+/-	---	+++	+++	

SKF Industrial Market, Strategic Industries

Quarterly and yearly figures

Amounts in SEKm unless otherwise stated.

	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	Year to date 2013
Net sales	5,342	5,450	4,791	4,510	20,093	4,529	4,819	4,620	13,968
Sales incl. intra-Group sales	8,503	8,644	7,577	7,196	31,920	7,305	7,693	7,360	22,358
Operating profit	1,016	938	816	354	3,124	596	790	687	2,073
Operating margin *	11.9%	10.9%	10.8%	4.9%	9.8%	8.2%	10.3%	9.3%	9.3%
Operating margin excluding one-off costs	11.9%	12.3%	10.8%	7.3%	10.7%	10.4%	11.9%	10.3%	10.9%
Assets and liabilities, net	22,617	22,865	21,883	21,543	21,543	21,033	21,864	20,702	20,702
Registered number of employees	19,250	19,206	19,238	19,080	19,080	18,805	18,522	17,828	17,828

* The operating margin has been calculated on sales including intra-Group sales.

Previously published figures for 2012 were restated in the Q1 report 2013, to conform to the current Group structure.

Net sales change in SEK, attributable to:	Organic growth	Structure	Currency effect	Total
Q3 2013	-0.9%	-2.1%	-0.6%	-3.6%
Year to date 2013	-7.2%	-0.6%	-2.6%	-10.4%

Sales in local currencies excl. structure, change y-o-y

	Q3 2013			YTD 2013		
	Europe	North America	Asia	Europe	North America	Asia
Strategic Industries	--	+/-	+	---	--	---

New business

- Gained a supply agreement with the leading Chinese wind turbine manufacturer Goldwind, worth SEK 100 million for SKF Nautilus bearing units to be delivered in 2013 and 2014.
- Received major orders from the Chinese companies Tangshan Loco and Changchun Railway Co for wheel set bearings for high speed trains.
- Received an order worth SEK 22 million for bearings from a Chinese customer for upgrading local coal power plants aimed at reducing toxic emissions.
- Received a SEK 21 million order from an European customer for cryogenic bearings to the application loading arms for Liquefied Natural Gas (LNG) ships.

New products

- *SKF Condition Based Lubrication* for wind turbines combines SKF condition monitoring and automatic lubrication systems.
- *SKF axial excluder seals* extend service life in wind turbine main shaft bearings.
- *Sealed SKF single row angular contact ball bearings* are ready-to-use units that are fitted with two non-contact seals that reduce frictional heat and extend the service life. These bearings are used in e.g. pumps, gearboxes and electric motors.
- *A new series of super precision bearings* for wood-working applications, providing a cost-effective solution which meets specific customer requirements.



Super precision bearings for wood-working applications.

SKF Industrial Market, Regional Sales and Service

Quarterly and yearly figures

Amounts in SEKm unless otherwise stated.

	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	Year to date 2013
Net sales	6,613	6,778	6,070	5,979	25,440	5,882	6,309	6,066	18,257
Sales incl. intra-Group sales	6,720	6,887	6,163	6,069	25,839	5,982	6,424	6,178	18,584
Operating profit	810	814	878	733	3,235	676	749	738	2,163
Operating margin *	12.0%	11.8%	14.2%	12.1%	12.5%	11.3%	11.7%	11.9%	11.6%
Operating margin excluding one-off costs	12.0%	11.8%	13.1%	13.0%	12.5%	11.5%	11.8%	11.9%	11.8%
Assets and liabilities, net	6,170	6,331	5,584	5,306	5,306	6,816	6,984	6,612	6,612
Registered number of employees	6,476	6,563	6,361	6,401	6,401	6,785	6,760	6,870	6,870

* The operating margin has been calculated on sales including intra-Group sales.

Previously published figures for 2012 were restated in the Q1 report 2013, to conform to the current Group structure.

Net sales change in SEK, attributable to:	Organic growth	Structure	Currency effect	Total
Q3 2013	0.3%	3.2%	-3.6%	-0.1%
Year to date 2013	-4.2%	2.3%	-4.3%	-6.2%

Sales in local currencies excl. structure, change y-o-y

	Q3 2013					YTD 2013				
	Europe	North America	Latin America	Asia	Middle East & Africa	Europe	North America	Latin America	Asia	Middle East & Africa
Regional Sales and Service	+/-	--	+++	+/-	+++	--	---	+++	-	-

New business

- A major oil and gas exploration and production company in Latin America has awarded SKF a three-year contract, worth SEK 43 million, to provide preventive, corrective and predictive maintenance services for its rotating equipment.

New products

- Reinforced all-rubber HSS seals* that protect large size bearings in heavy industrial applications
- A *digital oil pressure gauge* developed for use with the SKF Drive-up Method that is suitable for applications where the pressure has to be measured very accurately
- Grid and gear coupling grease*, developed for a wide range of operating conditions
- An *oil storage station*, designed to minimise the risk of lubricating oils becoming contaminated during storage or transfer.

Gearbox remanufacturing centre

- In September, SKF opened a gearbox remanufacturing centre at the SKF Solution Factory in Tianjin, China. In addition, this will help its customers to improve the reliability of their driveline machinery.

SKF Distributor College

- SKF Distributor College awarded its 190,000th certificate. The recipient is an employee of Hoogland-Mennens, one of SKF's Authorized Distributors in the Netherlands, who completed a course on self-aligning ball bearings.

Remanufacturing centre for bearings and continuous caster rolls

- SKF signed an agreement with Wuhan Iron & Steel Heavy Industry Group Co, Ltd (WISCO Heavy) to establish a remanufacturing centre in Wuhan, China, that will provide remanufacturing service for bearings and continuous caster rolls.



SKF and WISCO Heavy signing their agreement.

SKF Automotive

Quarterly and yearly figures

Amounts in SEKm unless otherwise stated.

	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	Year to date 2013
Net sales	4,562	4,530	4,099	3,932	17,123	4,173	4,646	4,319	13,138
Sales incl. intra-Group sales	5,539	5,484	4,968	4,776	20,767	5,032	5,578	5,220	15,830
Operating profit	238	194	158	-123	467	173	290	251	714
Operating margin *	4.3%	3.5%	3.2%	-2.6%	2.3%	3.4%	5.2%	4.8%	4.5%
Operating margin excluding one-off costs	4.3%	3.7%	3.2%	-1.7%	2.5%	4.1%	5.8%	5.0%	5.0%
Assets and liabilities, net	8,756	8,736	8,443	8,233	8,233	8,560	8,695	8,478	8,478
Registered number of employees	14,687	14,748	14,804	14,715	14,715	14,568	14,668	14,717	14,717

* The operating margin has been calculated on sales including intra-Group sales.

Net sales change in SEK, attributable to:	Organic growth	Structure	Currency effect	Total
Q3 2013	7.5%	0.0%	-2.1%	5.4%
Year to date 2013	3.7%	0.0%	-4.1%	-0.4%

Sales in local currencies excl. structure, change y-o-y

	Q3 2013				YTD 2013			
	Europe	North America	Latin America	Asia	Europe	North America	Latin America	Asia
Automotive	+++	++	+	+++	+	+/-	+	+++

New business

- Two agreements with Fiat for the delivery of wheel hub bearing units for the front and rear wheels for four different models to be sold under the Fiat and Jeep brands. The two agreements are for seven years each, and their combined value is around SEK 1 billion.
- The Chinese car manufacturer, Great Wall Motors, has awarded further business to SKF for high pressure valve stem seals for engine valve train and bearing retainers for transmissions. SKF and Great Wall have also signed a strategic partnership agreement to increase cooperation developing sustainable solutions for energy efficient vehicles.

Awards

- For the 5th consecutive year SKF received the "Qualitas Award" from Fiat Argentina. The award recognize suppliers for fulfilling the objectives in terms of quality, service and competitiveness of goods or services supplied.



- For the second time in a row SKF was awarded "Preferred Supplier" of the Bosch Group. SKF earned this due to a close and long-term partnership with the highest level of quality and efficiency.

Previous outlook statement: Outlook for the third quarter of 2013

Demand compared to the third quarter 2012

The demand for SKF's products and services is expected to be slightly higher for the Group, Asia and North America as well as for all the business areas. It is expected to be relatively unchanged for Europe and higher for Latin America.

Demand compared to the second quarter 2013

The demand for SKF's products and services is expected to be relatively unchanged for the Group, Europe, Asia and North America as well as for all the business areas. It is expected to be slightly higher for Latin America.

Manufacturing

Manufacturing is expected to be slightly higher year over year and relatively unchanged compared to the second quarter.

Highlights in the previous quarter

In Q1

- On 8 April, SKF launched SKF Insight™ – intelligent wireless technologies integrated into SKF bearings enabling them to use internally powered sensors and data acquisition electronics sensing directly on the bearing. Pilot projects are in progress within wind energy, railways and metals industries. SKF is actively developing more application trials in other industries.
- SKF's acquisition of German-based ship components provider Blohm + Voss Industries (BVI) was closed on 14 February and included in the financial statements from 1 March. SKF paid SEK 823 million on a cash free basis. The company has 410 employees and annual sales of around EUR 100 million. The acquisition had a limited effect on the results in the quarter.
- SKF signed an agreement to divest its aerospace metallic rods business for around EUR 40 million on a cash and debt free basis. The closing is expected in Q2 2013. In 2012, sales were around EUR 46 million from this business.
- SKF's factory in Ahmedabad, India was awarded the coveted LEED Gold certification by India Green Building Council. With this certification, the Ahmedabad factory became the first bearing factory in India to be certified by LEED rating and the third SKF facility across the globe to attain a LEED certification.
- For the 13th consecutive year, the FTSE Group confirmed that SKF has been independently assessed according to the FTSE4Good criteria, and has satisfied the requirements for becoming a member of the the FTSE4Good Index Series.
- SKF launched the 2013 SKF Meet the World youth football tournament. These tournaments have been arranged since 2007 and are held in around 20 countries where SKF has a presence. The purpose is to create global meeting points for youngsters regardless of gender, social background, age, culture or religion. Winning teams from each country will in July participate in the Gothia Cup in Gothenburg, the world's largest and most international youth football tournament.
- Henrik Lange, President SKF Industrial Market, Strategic Industries was appointed Executive Vice President and CFO. He is succeeding Tore Bertilsson who is retiring from SKF. Henrik Lange assumed the role as Executive Vice President immediately, and will be assuming the role as CFO from 1 May 2013. Rakesh Makhija, was appointed President Industrial Market, Strategic Industries. Rakesh Makhija has today overall responsibility for China and India. He will be assuming his new role from 1 May 2013. Tore Bertilsson continues as Executive Vice President, up until his retirement later in 2013.
- SKF signed a global agreement with Nordex, a leading developer and manufacturer of wind turbines, for the delivery of main shaft bearings and lubrication systems.
- SKF signed a long-term agreement, to supply engine main shaft bearings, with Pratt & Whitney worth around SEK 170 million.
- SKF automated lubrication systems have been installed in the MSC Home Terminal cranes in Belgium's Port of Antwerp, enabling the customer to reduce manual maintenance with about 1,900 hours annually.
- SKF opened a new lubrication systems laboratory in its Global Technical Center in India to further support SKF development centres and business units with lubrication system product design and validation.
- SKF inaugurated a new manufacturing unit in Pune, India, which will produce housings for bearings.
- A new range of SKF Extended Life spherical plain bearings for the farm, forestry and construction industries. They have a dramatically longer life and use 40% less energy compared to standard plain bearings which enables a reduction of the total cost of ownership by around 70%.
- An energy efficient high speed permanent magnet motor solution for aeration blowers in wastewater facilities. This product can reduce energy consumption by up to 40%. The SKF solution also uses less mechanical parts than traditional drive systems, which means reduced maintenance, while powerful built-in monitoring and diagnostic capabilities maintain high performance and reliability.
- SKF extreme temperature bearings for the metal and the food & beverage industries. These bearings can operate continuously at temperatures up to 350 °C (660 °F). The increased service life and the eliminations of grease lubrication is equivalent to around 80% reduction of CO₂ emissions related to the life cycle of the product.
- SKF was selected for a major global frame agreement worth SEK 600 million with a steel and mining company. Over a two years period SKF will provide industrial bearings and units, seals, mechatronics, and services.

- The acquisition of German-based ship components provider Blohm + Voss Industries (BVI) was finalized on 14 February. The integration process of BVI is under way with a special focus on customer and distributor activities.
- SKF released two new SKF Distributor College courses.
 - Anti-Counterfeit Awareness, which is about counterfeit industrial products and counterfeit SKF products.
 - Code of Conduct, which is about business ethics, work ethics, environment, and monitoring and adherence for SKF distributors.
- SKF started to deliver its integrated monotube seal to Öhlins Racing AB, a manufacturer of high-performance suspension systems for automotive, motorcycle, snow-mobile, and all-terrain vehicle use. This seal for the shock absorber incorporates five components into one easy-to-install unit, which provides reliable sealing over a wide temperature range.
- SKF gained a number of new business for its hub units including an order from the Chinese customer Great Wall and orders for the newly launched SKF Low Friction Hub Bearing Unit. This wheel bearing unit reduces friction with more than 20%, enabling a reduction of CO₂ emissions.
- SKF is supplying the majority of the F1 cars with wheel bearings. SKF racing solutions are engineered to deliver performance to meet the demands of the most extreme conditions of the highest categories of motorsports competitions.
- SKF Sealing Solutions, Korea, received the 2012 Supplier of the Year award from General Motors for the third consecutive year. SKF was recognized for consistently exceeding GM's expectations by being innovative, delivering high quality products and services on time and by creating outstanding value.
- Group Auto International awarded SKF's Vehicle Service Market unit in Nederland with Technical supplier of the year award. It is the second consecutive year that they recognized SKF activities aimed at supporting the independent garages with technical knowledge to improve quality and service for their customers.

In Q2

- In April, SKF raised a loan of EUR 100 million with the Nordic Investment Bank, maturing in 2020 and replacing the bond maturing in December 2013.
- At the beginning of July SKF completed the divestiture of its metallic rods business to US-based Precision Castparts Corporation for around EUR 40 million on a cash and debt free basis. The business had sales in 2012 of around EUR 46 million and has its operations at the SKF sites in St-Vallier-sur-Rhône, France and in Monroe, Washington, USA. The sale affects around 230 employees in France and around 25 in USA.
- SKF Restructuring Programme*: One-off costs of around SEK 190 million were included in cost of goods sold in the quarter. The annual savings are expected to be around SEK 80 million, when fully implemented in 2014. About 320 employees are affected, mainly in Germany and Italy.

The one-off costs impact as follows:

- Strategic Industries with around SEK 125 m
- Automotive with around SEK 35 m
- Regional Sales and Service with around SEK 10 m
- Central units with around SEK 20 m.

Costs and expected savings:

SEKm	Restructuring activities launched in:			
	Q4/12	Q1/13	Q2/13	Total
One-off costs	200	250	190	640
Annual savings when fully implemented	150	100	80	330

The savings for the second half year 2013 will be around SEK 150 million, evenly split between the third and the fourth quarter.

**The restructuring programme is part of SKF's programme to improve efficiency, reduce costs and strengthen profitable growth. For more information see press release of 14 January 2013.*

- SKF signed a 10-year contract worth around SEK 900 million with Turbomeca, a division of the French-based Safran. The contract includes the supply of bearings for the latest Turbomeca helicopter engine, Arrano.
- SKF held its eighth SKF Windfarm Management Conference in Warsaw, Poland. This annual event brings together all the important players from the industry to share knowledge and best practice experiences of managing windfarms and improving asset efficiency. A total of 148 participants from 21 countries took part in presentations and panel debates on topics such as wind turbine lifetime costs, advanced condition based maintenance and also operation and maintenance experiences.
- SKF Telescopic pillars series CPMA and CPMB provides a universal "plug and play" lifting solution for a range of medical equipment such as baby incubators and warmers and ophthalmic chairs and tables. The two series feature a soft start/stop motion with very silent lifting and a built in universal power supply.
- SKF and INSA Lyon started a research programme called "Lubricated Interfaces for the Future". This aims to explore the identification, modeling and understanding of the behavior of lubricants under extreme conditions for aerospace.
- SKF won service contracts worth more than SEK 200 million to provide companies in Latin America with different asset management services including machine lubrication and condition monitoring. Latin America is the fastest growing region for SKF's service business.
- SKF opened two new SKF Solution Factories – one in Madrid, Spain and one in Katowice, Poland, bringing the total number to 23 SKF Solution Factories worldwide.
- SKF hosted an Asset Management Conference in Dallas, USA. More than 160 customers signed up for the event, which included presentations covering everything from SKF Life Cycle Management to reliability engineering, condition monitoring and mechanical maintenance. It gave customers an opportunity to benchmark their asset management practices.

- SKF Distributor College awarded its 180,000th certificate. The recipient is an employee of one of SKF's authorized distributors in India, who completed a course on Y-bearings.
- SKF was awarded a significant contract to supply wheel hub bearing units (HBU3) to Volvo Car Corporation for their next generation of premium vehicles. The HBU3, is optimized for lower weight and includes high performance seals with reduced friction.
- SKF has participated in a project called "SÅNÄTT" which aim was to reduce the weight of a car by 20-40%. This project was supported by both industry and academia with the common goal of strengthening the competitiveness of the Swedish automotive industry. The results were presented in June in Gothenburg, Sweden and SKF contributed by developing a carbon-fibre-reinforced polymer knuckle with integrated bearing outer raceway including several other parts. The complete chassis solution reduces the weight with over 50% compared to today's system.
- SKF has extended its driveline offer for the vehicle aftermarket to now include a range of 200 steering boot kits for popular cars and light trucks. The new range of SKF steering boot kits covers a large part of the European car fleet.

Risks and uncertainties in the business

The SKF Group operates in many different industrial, automotive and geographical segments that are at different stages of the economic cycle. A general economic downturn at global level, or in one of the world's leading economies, could reduce the demand for the Group's products, solutions and services for a period of time. In addition, terrorism and other hostilities, as well as disturbances in worldwide financial markets and natural disasters, could have a negative effect on the demand for the Group's products and services. There are also political and regulatory risks associated with the wide geographical presence. Regulatory requirements, taxes, tariffs and other trade barriers, price or exchange controls or other governmental policies could limit the SKF Group's operations.

The SKF Group is subject to both transaction and translation of currency exposure. For commercial flows the SKF Group is primarily exposed to the USD and to US dollar-related currencies. As the major part of the profit is made outside Sweden, the Group is also exposed to translational risks in all the major currencies. The financial position of the parent company is dependent on the financial position and development of the subsidiaries. A general decline in the demand for the products and services provided by the Group could mean lower dividend income for the parent company, as well as a need for writing down values of the shares in the subsidiaries.

SKF and other companies in the bearing industry are part of investigations by the European Commission, the U.S. Department of Justice and the Korea Fair Trade

Commission regarding a possible violation of antitrust rules. SKF is fully cooperating with the authorities and is also performing its own internal review. Moreover, SKF is subject to related class action claims by direct and indirect purchasers of bearings in the United States and may face additional follow-on civil actions by both direct and indirect purchasers. It is likely that the European Commission will impose a fine on SKF. Given the nature of the investigation, the amount of such fine is likely to materially affect the Group's results and cash flow. While it is still not possible to determine when and to what extent such effect may occur and hence can be accounted for, it is not expected that any decision will be made before 2014 at the earliest.

Cautionary statement

This report contains forward-looking statements that are based on the current expectations of the management of SKF. Although management believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those implied in the forward-looking statements as a result of, among other factors, changes in economic, market and competitive conditions, changes in the regulatory environment and other government actions, fluctuations in exchange rates and other factors mentioned in SKF's latest annual report (available on www.skf.com) under the Administration Report; "Important factors influencing the financial results", "Financial risks" and "Sensitivity analysis", and in this full-year report under "Risks and uncertainties in the business."

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Aktiebolaget SKF
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Tom Johnstone
President and CEO, Board member

AB SKF is required to disclose the information provided herein pursuant to the Securities Markets Act and/or the Financial Instruments Trading Act. The information was submitted for publication at around 12.00 on 15 October 2013.

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as this has a negative effect on the sound.

You will find all information regarding
SKF Nine-month results 2013 on:

investors.skf.com/quarterlyreporting

Enclosures:**Financial statements**

1. Condensed consolidated income statements and condensed consolidated statements of comprehensive income
2. Condensed consolidated balance sheets and condensed consolidated statements of changes in shareholders' equity
3. Condensed consolidated statements of cash flow and number of shares
4. Condensed consolidated financial information, reconciliation to profit before tax for the Group and key figures
5. Condensed parent company income statements, statements of comprehensive income and balance sheets

Accounting principles

The consolidated financial statements of the SKF Group are prepared in accordance with International Financial Reporting Standards as adopted by EU. The SKF Group applies the same accounting policies and methods of computation in the interim financial statements as compared with the Annual Report 2012, Financial, environmental and social performance. No new or amended IFRS effective 2013 had any significant impact on the Group other than noted below.

Starting 2013 the Group applies the amended IAS 19 Employee Benefits where the most significant impact for SKF is the alignment of the expected return on assets to the discount rate for funded post-employment benefit plans. There is no effect on the balance sheet, net cash flow, or total equity as this is a reclassification between the income statement and actuarial gains and losses in other comprehensive income. The Group's net income for 2012 has been restated with SEK -62 million, comprised of SEK -19 million operating income, SEK -84 million financial expense and SEK +41 million deferred tax. Within other comprehensive income, actuarial gains and losses and income taxes have been restated with SEK +103 million and SEK -41 million respectively.

The consolidated quarterly report has been prepared in accordance with IAS 34. The report for the parent company has been prepared in accordance with the Annual Accounts Act and RFR 2. The report has not been reviewed by the company's auditors.

The SKF Year-end report 2013 will be published on Tuesday, 28 January 2014.

The Annual General Meeting will be held on Friday, 28 March 2014 in Gothenburg, Sweden.

Enclosure 1

Condensed consolidated income statements*

SEKm	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Net sales	15,623	15,486	47,167	49,591
Cost of goods sold	-11,523	-11,497	-35,358	-36,695
Gross profit	4,100	3,989	11,809	12,896
Selling and administrative expenses	-2,116	-2,105	-6,541	-6,781
Other operating income/expenses, net	-62	24	-29	-22
Profit/loss from jointly controlled and associated companies	1	0	1	0
Operating profit	1,923	1,908	5,240	6,093
Operating margin, %	12.3	12.3	11.1	12.3
Financial income and expense, net	-206	-199	-659	-654
Profit before taxes	1,717	1,709	4,581	5,439
Taxes	-552	-458	-1,494	-1,618
Net profit	1,165	1,251	3,087	3,821
Net profit attributable to				
Shareholders of the parent	1,123	1,215	2,993	3,695
Non-controlling interests	42	36	94	126
Key figures (definitions, see page 17)				
Basic earnings per share, SEK	2.47	2.67	6.57	8.11
Diluted earnings per share, SEK	2.47	2.67	6.57	8.11
Additions to property, plant and equipment	437	503	1,157	1,448
Number of employees registered	46,187	47,049	46,187	47,049
Return on capital employed for the 12-month period ended 30 September, %	13.5	18.4	13.5	18.4

Condensed consolidated statements of comprehensive income*

SEKm	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Net profit	1,165	1,251	3,087	3,821
Items that will not be reclassified to the income statement				
Actuarial gains and losses	608	-564	1,176	-1,731
Income taxes	-201	227	-453	576
	407	-337	723	-1,155
Items that may be reclassified to the income statement				
Exchange differences arising on translation of foreign operations	-754	-1,004	-641	-1,376
Available-for-sale-assets	1	-83	15	-24
Cash-flow hedges	47	86	-28	145
Income taxes	-38	-123	31	-196
	-744	-1,124	-623	-1,451
Other comprehensive income, net of tax	-337	-1,461	100	-2,606
Total comprehensive income	828	-210	3,187	1,215
Total comprehensive income attributable to				
Shareholders of AB SKF	862	-222	3,188	1,140
Non-controlling interests	-34	12	-1	75

* 2012 figures restated for amended IAS 19, see page 10.

Enclosure 2

Condensed consolidated balance sheets

<i>SEKm</i>	September 2013	December 2012
Goodwill	6,231	5,720
Other intangible assets	4,656	4,080
Property, plant and equipment	12,818	13,086
Deferred tax assets	2,006	1,835
Other non-current assets	1,248	1,188
Non-current assets	26,959	25,909
Inventories	13,260	12,856
Trade receivables	11,011	10,084
Other current assets	3,241	2,851
Other current financial assets	8,683	9,057
Current assets	36,195	34,848
Total assets	63,154	60,757
Equity attributable to shareholders of AB SKF	22,000	21,340
Equity attributable to non-controlling interests	994	1,128
Long-term financial liabilities	12,674	12,730
Provisions for post-employment benefits	9,172	9,881
Provisions for deferred taxes	909	481
Other long-term liabilities and provisions	1,277	1,294
Non-current liabilities	24,032	24,386
Trade payables	4,607	4,189
Short-term financial liabilities	3,745	2,945
Other short-term liabilities and provisions	7,776	6,769
Current liabilities	16,128	13,903
Total equity and liabilities	63,154	60,757

Condensed consolidated statements of changes in shareholders' equity

<i>SEKm</i>	Jan-Sep 2013	Jan-Sep 2012
Opening balance 1 January	22,468	22,455
Total comprehensive income	3,187	1,215
Cost for performance share programmes, net	-22	-5
Other, including transactions with non-controlling interests	-108	66
Total cash dividends	-2,531	-2,548
Closing balance	22,994	21,183

Condensed consolidated statements of cash flow

<i>SEKm</i>	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Operating activities:				
Operating profit*	1,923	1,908	5,240	6,093
Depreciation, amortization and impairment	478	412	1,394	1,297
Net loss/gain (-) on sales of intangible assets, PPE and businesses	-25	-72	-28	-102
Taxes	-609	-641	-1,894	-2,100
Other including financial and non-cash items*	-197	132	-235	-569
Changes in working capital	-152	483	-1,045	-61
Net cash flow from operations	1,418	2,222	3,432	4,558
Investing activities:				
Payments for intangible assets, PPE and businesses	-570	-1,356	-2,351	-2,361
Sales of PPE and businesses	287	231	309	282
Net cash flow used in investing activities	-283	-1,125	-2,042	-2,079
Net cash flow after investments before financing	1,135	1,097	1,390	2,479
Financing activities:				
Change in short- and long-term loans	2	4,144	792	4,120
Change in finance lease liabilities	-1	-2	-5	-3
Cash dividends	-1	-3	-2,531	-2,548
Investments in short-term financial assets	-76	-76	-140	-308
Sales of short-term financial assets	14	31	216	116
Net cash flow used in financing activities	-62	4,094	-1,668	1,377
Net cash flow	1,073	5,191	-278	3,856
Change in cash and cash equivalents:				
Cash and cash equivalents at 1 July/1 January	6,932	3,456	8,244	4,825
Cash effect excl. acquired/sold businesses	1,100	5,101	-421	3,766
Cash effect of acquired/sold businesses	-27	90	143	90
Exchange rate effect	-91	-30	-52	-64
Cash and cash equivalents at 30 September	7,914	8,617	7,914	8,617

* 2012 figures restated for amended IAS 19, see page 10.

Change in net interest-bearing liabilities	Closing balance 30 September 2013	Cash change	Businesses acquired/sold	Other non cash changes	Translation effect	Opening balance 1 January 2013
Loans, long- and short-term	16,084	792	1	-9	32	15,268
Post-employment benefits, net	9,130	-414	205	-460	-30	9,829
Financial assets, others	-1,106	76	0	-30	43	-1,195
Cash and cash equivalents	-7,914	421	-143	0	52	-8,244
Net interest-bearing liabilities	16,194	875	63	-499	97	15,658

Number of shares	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Total number of shares	455,351,068	455,351,068	455,328,402	455,351,068
- whereof A shares	39,185,300	42,649,282	39,185,300	42,649,282
- whereof B shares	416,165,768	412,701,786	416,143,102	412,701,786
Total number of diluted shares outstanding	455,351,068	455,351,068	455,351,068	455,351,068
Total weighted average number of diluted shares	455,351,068	455,351,068	455,328,402	455,351,068

Enclosure 4

Condensed consolidated financial information - yearly and quarterly figures*

<i>Amounts in SEKm unless otherwise stated.</i>	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	YTD 2013
Net sales	16,931	17,174	15,486	14,984	64,575	15,152	16,392	15,623	47,167
Cost of goods sold	-12,461	-12,737	-11,497	-11,426	-48,121	-11,497	-12,338	-11,523	-35,358
Gross profit	4,470	4,437	3,989	3,558	16,454	3,655	4,054	4,100	11,809
Gross margin, %	26.4	25.8	25.8	23.7	25.5	24.1	24.7	26.2	25.0
Selling and administrative expenses	-2,291	-2,385	-2,105	-2,306	-9,087	-2,176	-2,249	-2,116	-6,541
- as % of sales	13.5	13.9	13.6	15.4	14.1	14.4	13.7	13.5	13.9
Other operating income/expenses, net	-43	-3	24	-29	-51	1	32	-62	-29
Profit/loss from jointly controlled and associated companies	0	0	0	-2	-2	0	0	1	1
Operating profit	2,136	2,049	1,908	1,221	7,314	1,480	1,837	1,923	5,240
Operating margin, %	12.6	11.9	12.3	8.1	11.3	9.8	11.2	12.3	11.1
Operating margin excl. one-off items, %	12.6	12.7	12.3	10.2	12.0	11.4	12.4	12.9	12.2
Financial income and expense, net	-180	-275	-199	-252	-906	-243	-210	-206	-659
Profit before taxes	1,956	1,774	1,709	969	6,408	1,237	1,627	1,717	4,581
Profit margin before taxes, %	11.6	10.3	11.0	6.5	9.9	8.2	9.9	11.0	9.7
Taxes	-630	-530	-458	26	-1,592	-419	-523	-552	-1,494
Net profit	1,326	1,244	1,251	995	4,816	818	1,104	1,165	3,087
Net profit attributable to									
Shareholders of the parent	1,279	1,201	1,215	967	4,662	793	1,077	1,123	2,993
Non-controlling interests	47	43	36	28	154	25	27	42	94

Reconciliation to profit before tax for the Group*

<i>SEKm</i>	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	YTD 2013
Operating profit:									
SKF Industrial Market, Strategic Industries	1,016	938	816	354	3,124	596	790	687	2,073
SKF Industrial Market, Regional Sales and Service	810	814	878	733	3,235	676	749	738	2,163
SKF Automotive	238	194	158	-123	467	173	290	251	714
Other operations outside the business areas	104	113	102	148	467	140	149	142	431
Unallocated Group activities and adjustments, net	-32	-10	-46	109	21	-105	-141	105	-141
Financial net	-180	-275	-199	-252	-906	-243	-210	-206	-659
Profit before tax for the Group	1,956	1,774	1,709	969	6,408	1,237	1,627	1,717	4,581

Key figures* (definitions, see page 17)

	Q1/12	Q2/12	Q3/12	Q4/12	Full year 2012	Q1/13	Q2/13	Q3/13	YTD 2013
Operating profit excluding amortization, SEKm	2,196	2,110	1,971	1,275	7,552	1,540	1,903	1,991	5,434
Basic earnings per share, SEK	2.81	2.63	2.67	2.12	10.23	1.74	2.36	2.47	6.57
Diluted earnings per share, SEK	2.81	2.63	2.67	2.12	10.23	1.74	2.36	2.47	6.57
Dividend per share, SEK	-	5.50	-	-	5.50	-	5.50	-	5.50
Return on capital employed for the 12-month period, %	21.9	20.0	18.4	16.2	16.2	14.5	13.8	13.5	13.5
Gearing, %	47.1	51.3	55.5	52.8	52.8	52.3	53.9	52.3	52.3
Equity/assets ratio, %	39.1	35.7	33.7	37.0	37.0	36.1	34.8	36.4	36.4
Net worth per share, SEK	49	45	44	47	47	47	46	48	48
Additions to property, plant and equipment, SEKm	445	500	503	520	1,968	347	373	437	1,157
Registered number of employees	45,709	45,858	47,049	46,775	46,775	46,728	46,637	46,187	46,187

* 2012 figures restated for amended IAS 19, see page 10.

Enclosure 5

Parent company condensed income statements

<i>SEKm</i>	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Revenue	1,048	1,161	3,044	3,443
Cost of revenue	-1,212	-1,382	-3,694	-4,478
General management and administrative expenses	-200	-203	-714	-702
Other operating income/expenses, net	0	0	0	-1
Operating profit/loss	-364	-424	-1,364	-1,738
Financial income and expenses, net	1,314	804	6,847	2,731
Profit before taxes	950	380	5,483	993
Taxes	93	129	356	534
Net profit	1,043	509	5,839	1,527

Parent company condensed statements of comprehensive income

<i>SEKm</i>	July-Sep 2013	July-Sep 2012	Jan-Sep 2013	Jan-Sep 2012
Net profit	1,043	509	5,839	1,527
Other comprehensive income, that may be reclassified to the income statement				
Available-for-sale assets	1	-83	15	-24
Other comprehensive income, net of tax	1	-83	15	-24
Total comprehensive income	1,044	426	5,854	1,503

Parent company condensed balance sheets

<i>SEKm</i>	September 2013	December 2012
Intangible assets	1,054	843
Investments in subsidiaries	22,233	23,064
Receivables from subsidiaries	12,235	12,144
Other non-current assets	514	492
Non-current assets	36,036	36,543
Receivables from subsidiaries	4,554	4,923
Other receivables	653	73
Current assets	5,207	4,996
Total assets	41,243	41,539
Shareholders' equity	15,663	12,363
Untaxed reserves	1,040	1,040
Provisions	230	239
Non-current liabilities	12,360	12,277
Current liabilities	11,950	15,620
Total shareholders' equity, provisions and liabilities	41,243	41,539
Assets pledged	0	0
Contingent liabilities	20	20

Glossary

Ball bearings versus roller bearings

The main difference in the performance of these two bearing types is that ball bearings have lower friction than roller bearings, while roller bearings have a higher load-carrying capacity.

By-wire technology

In by-wire systems, the direct mechanical control is replaced by electronic control.

Condition monitoring

By regularly measuring vibration levels in bearings and machines, maintenance factors impacting on bearing service life and machine operation can be controlled. Condition monitoring instrumentation and software enable the early detection of bearing and machinery problems, making it possible for technicians to take the necessary steps in order to address a problem before it results in unanticipated downtime.

Friction

A force that counteracts movement between contact surfaces. Friction is by nature complex and is calculated by means of an empirical factor. Friction consumes energy and generates heat in rotating machinery.

Greenhouse gas

Carbon dioxide (CO₂) is the most common greenhouse gas. Carbon dioxide equivalent (CO₂e) is a term for describing different greenhouse gases in a common unit.

Hub bearing unit

Easy-to-mount, compact bearing unit for passenger car wheels. It is based on a double row angular contact ball bearing and has integrated seals. It can be equipped with a sensor suitable for anti-lock braking systems (ABS), traction control and so on.

Integrated Maintenance Solution (IMS)

An IMS contract is an expanded troublefree operation programme which consists of services such as training, installation supervision, root cause failure analysis and the condition monitoring of rotating machinery.

Large size bearings

The range includes standard bearings as well as bearings tailored for specific applications. Bearings with an outside diameter of more than 420 mm are considered as large. The bearings are available both in metric and inch dimensions.

Life cycle analysis

Systematic analysis of all environmental impacts of a product during its entire life cycle, i.e. from raw material to end-of-life product recovery or disposal.

Linear products

A common name for components, units and systems for linear movement. They include linear bearings, profile rail guides, linear ball bearing slides and so on.

Lubricant

Grease, oil or other substance to facilitate the motion of surfaces relative to each other, e.g. in a bearing.

Self-aligning ball bearing

This bearing type, invented in 1907 by SKF's founder Sven Wingquist, solved one of the largest industrial problems of the time – the continual production stoppages caused by bearing failure. As the alignment of the shafts was not accurate enough for the rigid ball bearings that were normally used,

the bearings failed due to misalignment. The double-row, self-aligning ball bearings accommodated the misalignment without reducing service life, thereby solving the problem.

SKF Business Excellence

SKF Business Excellence was launched in 2010. It is about delivering value to customers in the most effective and efficient way possible, through utilizing the knowledge of employees, partners and the company's technology. Business Excellence builds on many of the initiatives started by the SKF Group over a number of years, the most recent was SKF Manufacturing Excellence. With Business Excellence SKF is expanding the experience from the manufacturing area into other processes and operations within the SKF Group. Business Excellence is more than just about results – it actively challenges the organization to consider whether it is achieving the right results in the best way possible. SKF Manufacturing Excellence focuses on reducing waste and eliminating non-value adding activities. The heart of the system is the people in the production process.

SKF Care

Sustainability is one of SKF's five business drivers, alongside Profitability, Quality, Innovation and Speed. SKF's approach to sustaining financial and operational excellence centres on the SKF Care concept, which consists of Business Care, Environmental Care, Employee Care, and Community Care.

SKF Manufacturing Excellence

SKF Bridge of Manufacturing Excellence focuses on reducing waste and eliminating non-value adding activities. SKF bases this on the following five principles: Standardised way of working, Right from me, We care, Demand driven flow and Continuous improvement. The heart of the system is the people in the production process, who use these principles everyday to continuously improve their work.

SKF Solution Factory

The SKF Solution Factory combine the full range of SKF's expertise within technology platforms with workshop facilities, providing customized service and solutions to customers. This brings many SKF bearing services and integrated value-adding solutions close to the customers – such as re-manufacturing and customization, application engineering, spindle repair, lubrication applications, mechanical services including mounting, alignment and balancing, remote monitoring centre and training.

Super-precision bearings

SKF's comprehensive assortment of superprecision bearings is designed for machine tool spindles and other applications that require a high level of running accuracy at high to extremely high speeds. Each bearing type incorporates unique features to make it suitable for specific operating conditions.

Tribology

Tribology is the science and technology of interacting surfaces in relative motion. It includes the study and application of the principles of friction, lubrication and wear.

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Definitions

Portion of risk-bearing capital

Equity and provisions for deferred taxes, as a percentage of total assets.

Equity/assets ratio

Equity as a percentage of total assets.

Gearing

Loans plus net provisions for post-employment benefits, as a percentage of the sum of loans, net provisions for post-employment benefits and equity.

Net debt

Loans and net provisions for post-employment benefits less short-term financial assets excluding derivatives

Net debt/equity

Loans and net provisions for post-employment benefits less short-term financial assets excluding derivatives, as a percentage of equity.

Return on total assets

Operating profit/loss plus interest income, as a percentage of twelve months rolling average of total assets.

Return on capital employed

Operating profit/loss plus interest income, as a percentage of twelve months rolling average of total assets less the average of non-interest bearing liabilities.

Return on equity

Profit/loss after taxes as a percentage of twelve months rolling average of equity.

Operating margin

Operating profit/loss, as a percentage of net sales.

Basic earnings/loss per share in SEK

Profit/loss after taxes less non-controlling interests divided by the ordinary number of shares.

Registered number of employees

Total number of employees included in SKF's payroll at the end of the period.

Average number of employees

Total number of working hours of registered employees, divided by the normal total working time for the period.

Equity per share (Net worth per share)

Equity excluding non-controlling interests divided by the ordinary number of shares.

Customer industries

Industrial distribution

Sales through industrial distributors.

Industry, general

Automation, machine tool, industrial drives (fluid machinery, industrial electrical motors and generators, material handling and industrial transmission and driveline services), medical and health care.

Industry, heavy and special

Heavy industrial machinery: metals, mining and cement, pulp and paper.
Special machinery: marine, food and beverage.

Aerospace

Aircraft and helicopter builders (system integrators), aero-engine, gearbox, and other aircraft systems manufacturers.

Energy

Renewable energy (wind, solar and ocean) and traditional energy (oil and gas and traditional electric power generation).

Railway

Passenger (high-speed vehicles, metro cars and light rails), locomotives (diesel and electric) and freight cars.

Off-highway

Construction, agriculture and forestry and fork lift trucks.

Cars and light trucks

Cars and light truck manufacturers (OEMs) and their sub-suppliers (Tiers). Solutions for driveline, engine, E-powertrain, steering, suspension and wheel-end.

Vehicle service market

Spare-part kits for cars, trucks and two-wheelers.

Trucks

Truck, trailer and bus manufacturers (OEMs) and their sub-suppliers (Tiers). Solutions for driveline, engine, E-powertrain, steering, suspension and wheel-end.

Two-wheelers and Electrical

Motorcycles, scooters and skates.
Home appliances, portable power tools and electric motors.

SKF is a leading global supplier of bearings, seals, mechatronics, lubrication systems and services which include technical support, maintenance and reliability services, engineering consulting and training. SKF is represented in more than 130 countries and has 15,000 distributor locations worldwide. Annual sales in 2012 were SEK 64,575 million and the number of employees was 46,775. www.skf.com