

Consolidated Results 2015

Stockholm, January 28, 2016

Highlights of the fourth quarter of 2015

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- Net sales increased to SEK 31,794m (31,400). 3
- Sales increased by 1.3%, of which 0.2% was organic sales growth, 0.1% acquisitions and 1.0% currency translation. 3
- Strong results for Major Appliances EMEA and Professional Products. 4,6
- Operating income amounted to SEK -202m (1,395), corresponding to a margin of -0.6% (4.4). 3
- Operating income includes costs of SEK 1,659m related to the not completed acquisition of GE Appliances, excluding these costs the margin was 4.6% (4.4). 3
- Strong operating cash flow of SEK 1.6bn (1.8). 7
- Income for the period was SEK -393m (970), and earnings per share was SEK -1.38 (3.39). 12
- The Board proposes a dividend for 2015 of SEK 6.50 (6.50) per share. 9

Financial overview¹⁾

SEKm	2014	2015	Change, %	Q4 2014	Q4 2015	Change, %
Net sales	112,143	123,511	10	31,400	31,794	1
Organic growth, %	1.1	2.2		2.0	0.2	
Acquired growth, %	–	0.1		0.2	0.1	
Changes in exchange rates, %	1.6	7.8		6.5	1.0	
Operating income	3,581	2,741	-23	1,395	-202	n.m.
Margin, %	3.2	2.2		4.4	-0.6	
Income after financial items	2,997	2,101	-30	1,292	-525	n.m.
Income for the period	2,242	1,568	-30	970	-393	n.m.
Earnings per share, SEK ²⁾	7.83	5.45		3.39	-1.38	n.m.
Operating cash flow after investments ³⁾	6,631	7,492	13	1,844	1,575	-15
Items affecting comparability included above ⁴⁾	-1,199	–		-77	–	

¹⁾ As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been presented separately in the income statement and excluded in operating income by business area and selective key ratios. For comparability purposes, the figures for 2014 have been restated to include restructuring costs. For a specification, see page 19 and the press release; Restated figures for Electrolux for 2014, March 30, 2015, on www.electroluxgroup.com

²⁾ Basic based on an average of 287.4 (286.3) million shares for the fourth quarter, excluding shares held by Electrolux.

³⁾ See page 7.

⁴⁾ Restructuring costs in 2014, previously reported as items affecting comparability and not included in this financial overview.

About Electrolux

Electrolux is a global leader in household appliances and appliances for professional use, selling more than 50 million products to customers in more than 150 markets every year. The company makes thoughtfully designed, innovative solutions based on extensive consumer research, meeting the desires of today's consumers and professionals. Electrolux products include refrigerators, dishwashers, washing machines, cookers, air-conditioners and small appliances such as vacuum cleaners, all sold under esteemed brands like Electrolux, AEG, Zanussi and Frigidaire. In 2015, Electrolux had sales of SEK 124 billion and about 58,000 employees. For more information, go to www.electroluxgroup.com

AB Electrolux (publ) 556009-4178



Market overview

Market overview for the fourth quarter

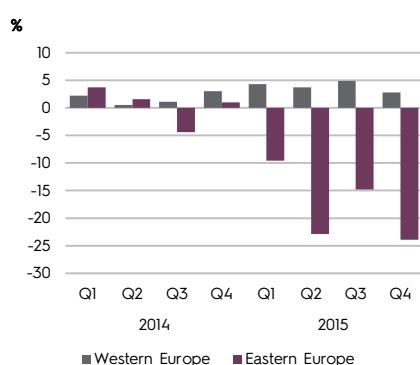
Market demand for core appliances in Western Europe increased by 3% in the fourth quarter. Most markets in Eastern Europe increased but the overall demand was impacted by continued decline in Russia. Demand in Eastern Europe declined by 24%. In total, the European market increased by 3% excluding Russia.

Market demand for core appliances in North America increased by 8%.

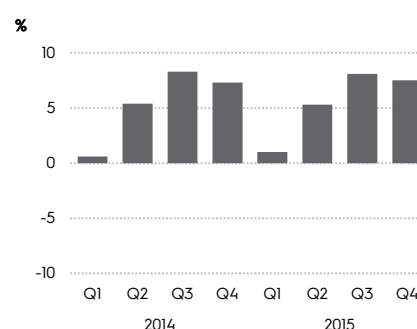
Market demand for core appliances in Australia and China increased, while demand in Southeast Asia declined.

Demand for appliances in Brazil continued to deteriorate and most other Latin American markets also declined.

Industry shipments of core appliances in Europe*



Industry shipments of core appliances in the US*



*Units, year-over-year, %.

Sources: Europe: Electrolux estimates, North America: AHAM. For other markets, there are no comprehensive market statistics.

The fourth quarter in summary

- Organic sales growth for Major Appliances EMEA, Major Appliances North America and Professional Products.
- Strong quarters for Major Appliances EMEA and Professional Products.
- Earnings for Major Appliances North America improved year-over-year.
- Continued sharp down-turn in demand in Brazil impacted sales in Latin America.
- Results for Small Appliances declined. Measures were initiated to restore profitability and SEK 190m was charged to operating income.
- Severe currency headwinds impacted earnings.
- Operating income includes costs of SEK 1,659m related to the not completed acquisition of GE Appliances, excluding these costs the margin was 4.6% (4.4).

SEKm	2014	2015	Change, %	Q4 2014	Q4 2015	Change, %
Net sales	112,143	123,511	10.1	31,400	31,794	1.3
Change in net sales, %, whereof						
Organic growth	1.1	2.2		2.0	0.2	
Acquisitions	–	0.1		0.2	0.1	
Changes in exchange rates	1.6	7.8		6.5	1.0	
Operating income						
Major Appliances Europe, Middle East and Africa	232	2,167	n.m.	507	765	51
Major Appliances North America	1,714	1,580	-8	134	493	268
Major Appliances Latin America	1,069	463	-57	478	69	-86
Major Appliances Asia/Pacific	438	364	-17	200	123	-39
Small Appliances	200	-63	n.m.	173	-92	n.m.
Professional Products	671	862	28	189	260	38
Other, Common Group costs, etc. ¹⁾	-743	-2,632	n.m.	-286	-1,820	n.m.
Operating income	3,581	2,741	-23	1,395	-202	-114
Margin, %	3.2	2.2		4.4	-0.6	
Items affecting comparability included above ²⁾	-1,199	–		-77	–	

¹⁾ Common Group costs for 2015 includes the termination fee of USD 175m (SEK 1,493m) paid to General Electric in the fourth quarter of 2015, see page 3.

²⁾ Restructuring costs in 2014 previously not included in operating income by business area and reported as items affecting comparability, see page 16.

Net sales for the Electrolux Group increased by 1.3% in the fourth quarter of 2015. Organic sales growth was 0.2%. Acquisitions and currency translation had a positive impact on sales of 0.1% and 1.0%, respectively. Major Appliances EMEA, Major Appliances North America and Professional Products reported organic sales growth. Sales for Major Appliances Latin America, Major Appliances Asia/Pacific and Small Appliances were impacted by weak market trends.

Operating income amounted to SEK -202m (1,395), corresponding to a margin of -0.6% (4.4).

As announced on December 7, 2015, the planned acquisition of GE Appliances will not be completed as General Electric terminated the agreement. Operating income for the fourth quarter includes costs of SEK 1,659m related to the not completed acquisition of GE Appliances, excluding these costs the margin was 4.6% (4.4). For more information on costs related to GE Appliances, see page 10.

Operating income for Major Appliances EMEA continued to improve. Product mix improvements, increased sales volumes and higher efficiency contributed to the positive earnings trend.

Operating income for Major Appliances North America improved year-over-year. Price/mix improvements, increased sales volumes and restored profitability for food preservation were the main factors for the positive development.

Operating income for Major Appliances Latin America declined in soft markets.

Major Appliances Asia/Pacific was impacted by an inventory write-down in China.

Operating income for Small Appliances declined. Restructuring measures to restore profitability have been initiated and SEK 190m was charged to operating income, see page 6.

Professional Products reported a record strong result for the quarter.

Common Group costs included transaction costs of SEK 142m for the quarter relating to GE Appliances.

Effects of changes in exchange rates

Changes in exchange rates had a negative impact of SEK -769m on operating income year-over-year. The impact of transaction effects was SEK -732m. The negative impact refers to the strengthening of the US dollar against several currencies primarily in Latin America. This was mitigated by price/mix increases. Translation effects in the quarter amounted to SEK -37m.

Financial net

Net financial items for the fourth quarter of 2015 amounted to SEK -323m (-103). The financial net for the fourth quarter has been impacted by costs of SEK 187m arising from the bridge facility related to the not completed acquisition of GE Appliances.

Income for the period

Income for the period amounted to SEK -393m (970), corresponding to SEK -1.38 (3.39) in earnings per share.

Full year of 2015

Net sales for Electrolux in the full year of 2015 amounted to SEK 123,511m (112,143). Organic sales increased by 2.2%, acquisitions and currency translation had a positive impact on sales of 0.1% and 7.8%, respectively.

Operating income amounted to SEK 2,741m (3,581), corresponding to a margin of 2.2% (3.2). Operating income for the full year includes costs of SEK 2,059m related to the not completed acquisition of GE Appliances, excluding these costs the margin was 3.9% (3.2). For more information, see page 10.

Income for the period amounted to SEK 1,568m (2,242), corresponding to SEK 5.45 (7.83) in earnings per share.

Events during the fourth quarter of 2015 and 2016

November 30. Electrolux expectations for 2016

The favorable market development for Electrolux largest business areas Major Appliances EMEA and Major Appliances North America is expected to continue in 2016. Overall global demand for appliances is forecast to be slightly positive. For more information, visit www.electroluxgroup.com

December 7. Acquisition of GE Appliances not to be completed

General Electric notified Electrolux that it has terminated the agreement pursuant to which Electrolux had agreed to acquire the appliance business of GE. The termination was effective as of December 7, 2015. Therefore, the transaction will not be completed.

December 9. Cost reduction program within Small Appliances

Electrolux has announced measures to structurally reduce costs within the business area Small Appliances. Operations continue to be negatively impacted by reduced volumes in several key markets, as well as unfavorable currency movements. For more information, see page 6.

December 16. Electrolux Capital Markets Day 2016

Save the date for Electrolux Capital Markets Day on February 24, 2016. The event will be hosted at Electrolux headquarters in Stockholm, Sweden. For more information, visit www.electroluxgroup.com

January 5. Electrolux remains in the forefront of connected appliances

Electrolux has joined Google's Early Access Program for its Brillo operating system and Weave communications protocol for the Internet of things aimed at developing connected appliances for smart homes. For more information, visit www.electroluxgroup.com

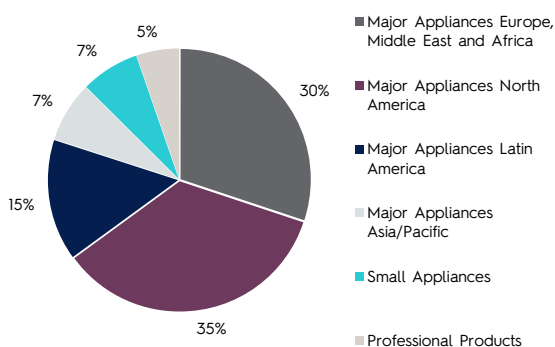
January 11. Keith McLoughlin to retire from Electrolux and will be succeeded by Jonas Samuelson as President and CEO

Keith McLoughlin has notified the Board of Directors of Electrolux that he wishes to retire from Electrolux. The Board has appointed Jonas Samuelson as new President and CEO of Electrolux as of February 1, 2016. For more information, visit www.electroluxgroup.com

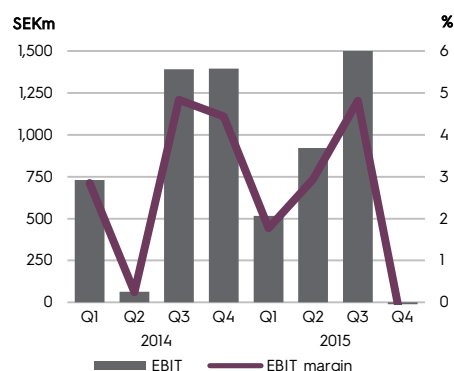
January 20. Management change in AB Electrolux

Tomas Eliasson, Chief Financial Officer of AB Electrolux, has decided to resign from the company in order to pursue an external opportunity. For more information, visit www.electroluxgroup.com

Share of sales by business area in 2015



Operating income and margin



Business areas

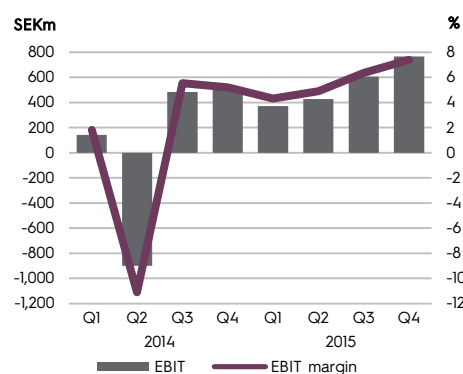
Major Appliances Europe, Middle East and Africa

Demand in Western Europe increased by 3% and demand improved in all markets. Growth was particularly strong in the Nordic countries, Spain and the UK. Although demand in Eastern Europe improved in most markets, overall demand declined by 24% impacted by a continued negative trend in Russia and the Ukraine. Overall market demand in Europe increased by 3%, excluding Russia.

Electrolux operations in EMEA reported organic sales growth of 6% in the fourth quarter. This growth was mainly a result of increased sales volumes and improved product mix, which more than offset continued price pressure. Sales increased in Western Europe in particular, but also in most regions in Eastern Europe. Product sales under premium brands, built-in kitchen products and laundry products were the main contributors to this positive sales trend and the Group continued to gain market shares in these categories. A strong focus on the most profitable product categories continued to improve the product mix.

Operating income and margin increased significantly as a result of product mix improvements, higher sales volumes and increased cost efficiency.

Operating income and margin



Industry shipments of core appliances in Europe, units, year-over-year, %

	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Western Europe	2	5	3	3
Eastern Europe (excluding Turkey)	0	-17	1	-24
Total Europe	2	-1	2	-5
SEKm				
Net sales	34,438	37,179	9,725	10,332
Organic growth, %	-0.2	4.4	1.3	6.1
Operating income	232	2,167	507	765
Operating margin, %	0.7	5.8	5.2	7.4
Items affecting comparability included above ¹⁾	-1,212	-	-112	-

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.

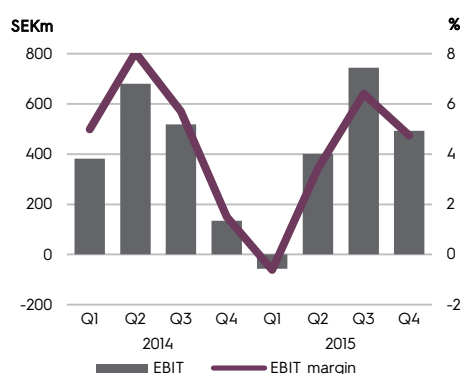
Major Appliances North America

In the fourth quarter, market demand for core appliances in North America increased by 8% year-over-year. Market demand for major appliances, including microwave ovens and home-comfort products, such as room air-conditioners, rose by 10%.

Electrolux operations in North America reported organic sales growth of 4% in the quarter. Sales volumes of most product categories within core appliances increased as well as pre-season sales of room air-conditioners.

Operating income for the fourth quarter improved year-over-year. Price/mix improvements and higher sales volumes contributed to this positive trend in earnings as well as the restored profitability in food preservation. Activities to ramp-up and improve efficiency at the new cooking plant in Memphis, Tennessee, continued.

Operating income and margin



Industry shipments of appliances in the US, units, year-over-year, %

	Full year 2014 ²⁾	Full year 2015	Q4 2014 ²⁾	Q4 2015
Core appliances	5	6	7	8
Microwave ovens and home-comfort products	3	14	0	23
Total Major Appliances US	5	8	6	10
SEKm				
Net sales	34,141	43,053	8,924	10,413
Organic growth, %	2.2	4.9	3.0	4.2
Operating income	1,714	1,580	134	493
Operating margin, %	5.0	3.7	1.5	4.7
Items affecting comparability included above ¹⁾	-	-	-	-

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.
²⁾ Figures for Industry shipments 2014 have been restated.

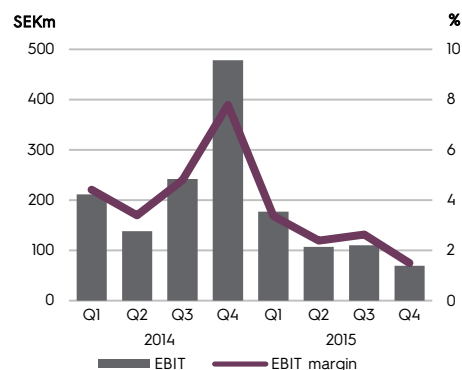
Major Appliances Latin America

In the fourth quarter of 2015, the macro-economic environment in Brazil weakened further and impacted market demand for core appliances, which declined significantly year-over-year. Demand in several other Latin American markets, such as Chile, also declined. However, market demand in Argentina increased during the period.

Electrolux operations in Latin America continued to be impacted by weakening market conditions and organic sales declined by 11% during the quarter year-over-year.

Operating income deteriorated, mainly as a result of the continued sharp downturn in the Brazilian market. This was to somewhat mitigated by improved financial performance in Argentina, Central America and the Caribbean. Actions continued to be taken to adjust the cost base to the lower demand. Price increases mitigated continued severe currency headwinds.

Operating income and margin



SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	20,041	18,546	6,134	4,619
Organic growth, %	2.8	-1.5	8.2	-10.7
Operating income	1,069	463	478	69
Operating margin, %	5.3	2.5	7.8	1.5
Items affecting comparability included above ¹⁾	-10	-	-	-

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.

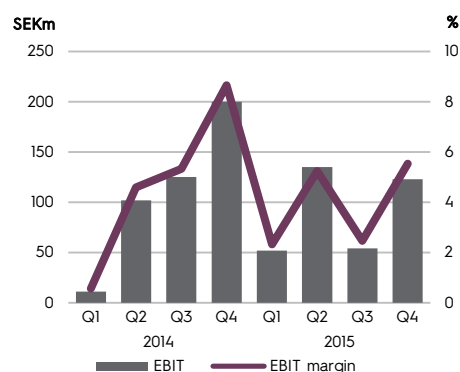
Major Appliances Asia/Pacific

Overall market demand for core appliances in Australia in the fourth quarter of 2015 is estimated to have increased year-over-year. Market demand in China increased somewhat, while demand in Southeast Asia declined.

Electrolux sales declined during the fourth quarter. Reduced activity in operations in China continued to impact overall sales. Sales in Australia, New Zealand and Southeast Asia increased mainly as a result of new product launches and higher sales volumes of core appliances. Market shares increased in several product categories. Previously implemented price increases also contributed to the positive sales trend in these regions.

Operating income declined year-over-year. Lower sales volumes in China and an inventory write-down of approximately SEK 45m impacted earnings in the quarter. Other regions within the business area reported solid results, although increased brand spend to promote new product launches impacted earnings.

Operating income and margin



SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	8,803	9,229	2,312	2,220
Organic growth, %	0.4	-5.1	-4.0	-5.2
Acquisitions, %	0.6	0.8	2.0	-
Operating income	438	364	200	123
Operating margin, %	5.0	3.9	8.7	5.5
Items affecting comparability included above ¹⁾	-10	-	-	-

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.

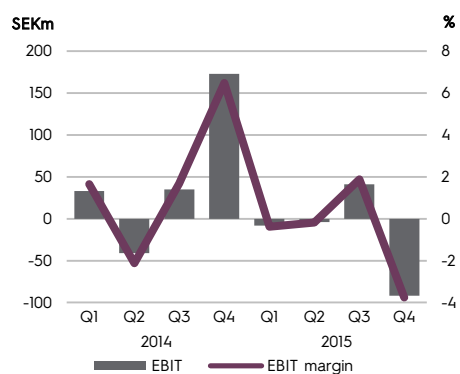
Small Appliances

Market demand for vacuum cleaners in Europe and North America in the fourth quarter of 2015 is estimated to have declined year-over-year.

Electrolux organic sales declined by 10% in the quarter, mainly due to significantly lower sales volumes of vacuum cleaners in the US, Brazil and Asia/Pacific. This was somewhat mitigated by higher sales in Europe.

Operating income for the fourth quarter declined year-over-year. Restructuring costs, lower sales volumes and a continued negative currency trend adversely impacted earnings. Measures to restore profitability were taken during the quarter and a cost-reduction program was initiated, including staff reductions and downsizing of activities, mainly in the U.S., Sweden and China. These actions are expected to achieve full effect from the end of 2016, with estimated annual cost savings of SEK 120m. Charges related to the program of SEK 190m impacted operating income in the quarter. The Group's active product-portfolio management and focus on the most profitable product categories continued and the product mix improved in the quarter.

Operating income and margin



SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	8,678	8,958	2,664	2,452
Organic growth, %	-4.2	-3.8	-6.0	-10.1
Operating income	200	-63	173	-92
Operating margin, %	2.3	-0.7	6.5	-3.8
Items affecting comparability included above ¹⁾	—	—	—	—

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.

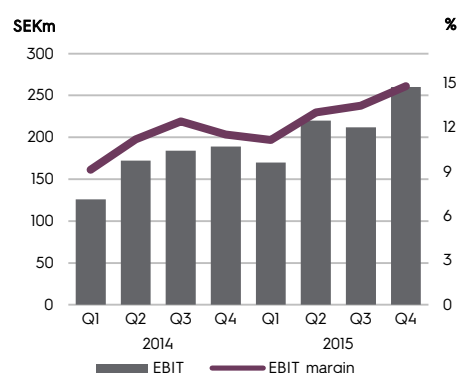
Professional Products

Overall market demand for professional food service and professional laundry equipment improved year-over-year in the fourth quarter. Demand in the core markets for Electrolux in Western Europe was stable. The US and emerging markets posted year-over-year growth.

Electrolux reported organic sales growth of 3.4% in the fourth quarter. Sales increased in several markets, and were particularly strong for laundry products. The Group's strategic initiatives to grow in new markets and segments as well as new product launches contributed to the sales trend. An example is the successful launch in Europe during the year of MyPro washing machines and tumble dryers for small businesses, a new segment for Electrolux. The acquisition of a professional dishwasher manufacturer in China, Veetsan Commercial Machinery Co. Ltd, had a positive impact of 2.7% on sales.

Operating income and margin reached record levels and improved year-over-year as a result of higher sales volumes, increased operational efficiency and higher prices.

Operating income and margin



SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	6,041	6,546	1,641	1,758
Organic growth, %	5.6	2.8	1.9	3.4
Acquisitions, %	—	1.2	—	2.7
Operating income	671	862	189	260
Operating margin, %	11.1	13.2	11.5	14.8
Items affecting comparability included above ¹⁾	—	—	—	—

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as items affecting comparability.

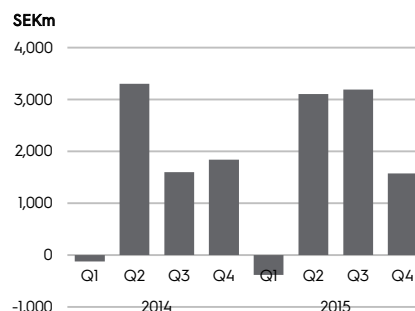
Cash flow

For the fourth quarter of 2015, operating cash flow after investments was strong and amounted to SEK 1,575m (1,844).

As announced on December 7, 2015, the planned acquisition of GE Appliances will not be completed as a result of the termination of the agreement by General Electric. On December 9, 2015 in accordance with the terms of the transaction agreement, Electrolux paid the termination fee of USD 175m, corresponding to SEK 1,493m to General Electric, and cash flow for the fourth quarter was negatively impacted.

Cash flow for 2015 exceeded the level in the preceding year despite the negative impact of the termination fee, described above. This is a result of the Group's on-going activities to operationally and structurally reduce working capital.

Operating cash flow after investments



SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
EBITDA after reversal of restructuring provisions ¹⁾	8,544	7,241	2,358	1,007
Change in operating assets and liabilities	1,777	3,563	858	1,297
Operating cash flow	10,321	10,804	3,216	2,304
Investments in fixed assets ²⁾	-3,690	-3,312	-1,372	-729
Operating cash flow after investments	6,631	7,492	1,844	1,575
Restructuring payments	-1,026	-747	-315	-201
Acquisitions and divestments of operations	-69	-91	-1	-
Operating cash flow after structural changes	5,536	6,654	1,528	1,374
Financial items paid, net ³⁾	-488	-513	-68	-289
Taxes paid	-985	-1,277	-384	-419
Free cash flow⁴⁾	4,063	4,864	1,076	666
Dividend	-1,861	-1,870	-	-2
Total cash flow, excluding changes in loans and short-term investments	2,202	2,994	1,076	664

¹⁾ Operating income plus depreciation and amortization, restructuring provisions and other non-cash items.

²⁾ Investments excluding acquisitions and divestments of operations.

³⁾ For the full year. Interests and similar items received SEK 134m (140), interests and similar items paid SEK -364m (-553) and other financial items paid SEK -283m (-75).

⁴⁾ Cash flow from operations and investments.

Financial position

The financial net debt as of December 31, 2015, of SEK 1,898m, declined by SEK 228m compared to SEK 2,126m as of September 30, 2015, as a result of strong cash-flow generation. Net provisions for post-employment benefits declined by SEK 312m. In total, net debt declined by SEK 540m in the fourth quarter.

Long-term borrowings as of December 31, 2015, including long-term borrowings with maturities within 12 months, amounted to SEK 11,000m with average maturity of 2.8 years, compared to SEK 12,123m and 2.8 years at the end of 2014. In 2016, long-term borrowings in the amount of SEK 2,677m will mature.

Liquid funds as of December 31, 2015, amounted to SEK 11,199m (9,835), excluding short-term back-up facilities.

Net assets and working capital

Average net assets for 2015 amounted to SEK 24,848m (25,166), corresponding to 20.1% (22.4) of annualized net sales. Net assets as of December 31, 2015, amounted to SEK 21,412m (26,099).

Working capital as of December 31, 2015, amounted to SEK -12,234m (-8,377), corresponding to -9.9% (-6.6) of annualized net sales.

The return on net assets was 11.0% (14.2), and the return on equity was 9.9% (15.7).

Net debt

SEKm	Dec. 31, 2014	Dec. 31, 2015
Borrowings	14,703	13,097
Liquid funds ¹⁾	9,835	11,199
Financial net debt	4,868	1,898
Net provisions for post-employment benefits	4,763	4,509
Net debt	9,631	6,407
Net debt/equity ratio	0.58	0.43
Equity	16,468	15,005
Equity per share, SEK	57.52	52.21
Return on equity, %	15.7	9.9
Equity/assets ratio, %	21.7	20.8

¹⁾ Electrolux has two unused committed back-up revolving credit facilities. One multicurrency facility of SEK 3,400m maturing in 2017 and one multicurrency facility of EUR 500m, approximately SEK 4,600m, maturing in 2018. Electrolux has also a committed revolving credit facility of USD 300m, approximately SEK 2,500m, maturing in 2018.

Annual General Meeting 2016

Electrolux Annual General Meeting will be held on April 6, 2016 at Stockholm Waterfront Congress Centre, Nils Ericsons Plan 4, Stockholm, Sweden.

Proposed dividend

The Board of Directors proposes a dividend for 2015 of SEK 6.50 (6.50) per share, for a total dividend payment of approximately SEK 1,868m (1,868). The proposed dividend corresponds to approximately 119% (83) of income for the period. Friday, April 8, 2016, is proposed as record date for the dividend. The estimated date for payment of dividends is Wednesday, April 13, 2016.

Proposal for resolution on acquisition of own shares

Electrolux has previously, on the basis of authorizations by the Annual General Meetings, acquired own shares. The purpose of the repurchase programs has been to adapt the Group's capital structure, thus contributing to increased shareholder value and to use these shares to finance potential company acquisitions and as a hedge for the company's share-related incentive programs.

The Board of Directors makes the assessment that it continues to be advantageous for the company to be able to adapt the company's capital structure, thereby contributing to increased shareholder value, and to continue to be able to use repurchased shares on account of potential company acquisitions and the company's share-related incentive programs.

The Board of Directors proposes the Annual General Meeting 2016 to authorize the Board of Directors, for the period until the next Annual General Meeting, to resolve on acquisitions of shares in the company and that the company may acquire as a maximum so many B shares that, following each acquisition, the company holds at a maximum 10% of all shares issued by the company.

As of December 31, 2015, Electrolux held 21,522,858 B shares in Electrolux, corresponding to approximately 7.0% of the total number of shares in the company.

Nomination Committee for Electrolux Annual General Meeting 2016

In accordance with decision by the Annual General Meeting, Electrolux Nomination Committee shall consist of six members. The members should be one representative of each of the four largest shareholders in terms of voting rights that wish to participate in the committee, together with the Chairman of the Electrolux Board and one additional Board member.

The members of the Nomination Committee were appointed based on the ownership structure as of August 31, 2015. Johan Forssell, Investor AB, is the Chairman of the committee. The other owner representatives are Mathias Leijon, Nordea Investment Funds, Kaj Thorén, Alecta, and Marianne Nilsson, Swedbank Robur funds. The committee also includes Ronnie Leten and Torben Ballegaard Sørensen, Chairman and Director, respectively, of Electrolux.

The Nomination Committee will prepare proposals for the Annual General Meeting 2016 regarding Chairman of the Annual General Meeting, Board members, Chairman of the Board, remuneration for Board members and, to the extent deemed necessary, proposal regarding amendments of the current instruction for the Nomination Committee.

Shareholders who wish to submit proposals to the Nomination Committee should send an email to nominationcommittee@electrolux.com

Other items

Acquisition of GE Appliances not to be completed

On December 7, 2015 General Electric (GE) notified Electrolux that it had terminated the agreement pursuant to which Electrolux had agreed to acquire the appliance business of GE. Therefore, the planned transaction will not be completed. Electrolux has made extensive efforts to obtain regulatory approvals, and regrets that GE has terminated the agreement while the court procedure was still pending.

In accordance with the terms of the transaction agreement, Electrolux paid on December 9, 2015, a termination fee of USD 175m, corresponding to SEK 1,493m, to GE. Transaction costs related to the acquisition of SEK 408m and costs for preparatory integration work of SEK 158m have been charged to operating income in 2015, whereof SEK 142m and SEK 24m in the fourth quarter. The financial net has been impacted by costs arising from the bridge facility of SEK 187m.

Asbestos litigation in the US

Litigation and claims related to asbestos are pending against the Group in the US. Almost all of the cases refer to externally supplied components used in industrial products manufactured by discontinued operations prior to the early 1970s. The cases involve plaintiffs who have made substantially identical allegations against other defendants who are not part of the Electrolux Group.

As of December 31, 2015, the Group had a total of 3,259 (3,070) cases pending, representing approximately 3,326 (approximately 3,129) plaintiffs. During the fourth quarter of 2015, 281 new cases with 289 plaintiffs were filed and 333 pending cases with approximately 333 plaintiffs were resolved.

It is expected that additional lawsuits will be filed against Electrolux. It is not possible to predict the number of future lawsuits. In addition, the outcome of asbestos lawsuits is difficult to predict and Electrolux cannot provide any assurances that the resolution of these types of lawsuits will not have a material adverse effect on its business or on results of operations in the future.

Risks and uncertainty factors

As an international group with a wide geographic spread, Electrolux is exposed to a number of business and financial risks. The business risks can be divided into strategic, operational and legal risks. The financial risks are related to such factors as exchange rates, interest rates, liquidity, the giving of credit and financial instruments.

Risk management in Electrolux aims to identify, control and reduce risks. This work begins with the description of risks and

risk management, see the 2014 Annual Report on page 66. No significant risks other than the risks described there are judged to have occurred.

Risks, risk management and risk exposure are described in more detail in the Annual Report 2014, www.electrolux.com/annualreport2014

Press releases 2015 and 2016

January 14	Electrolux boosts brand with new visual identity	July 17	Electrolux interim report January-September 2015 and CEO Keith McLoughlin's comments
January 20	Electrolux named Industry Leader in RobecoSAM sustainability rating	September 10	Electrolux retains global industry leadership in Dow Jones Sustainability Index 2015
January 28	Consolidated results 2014 and CEO Keith McLoughlin's comments	September 24	Nomination Committee appointed for Electrolux Annual General Meeting 2016
February 5	Electrolux acquires leading professional dishwasher manufacturer in China	October 23	Electrolux interim report January-September 2015 and CEO Keith McLoughlin's comments
February 25	Electrolux Annual Report 2014 is published	November 30	Electrolux expectations for 2016
March 2	Management change in AB Electrolux	December 7	Acquisition of GE Appliances not to be completed
March 16	Electrolux Sustainability Report highlights new focus on strategic themes	December 9	Cost-reduction program within Small Appliances and information on costs related to GE Appliances
March 27	Bulletin from AB Electrolux Annual General Meeting 2015	December 16	Electrolux Capital Markets Day on February 24, 2016
March 30	Restated figures for 2014 following the elimination of items affecting comparability	January 5	Electrolux remains in the forefront of connected appliances
April 8	Update on Electrolux operations in North America	January 11	Keith McLoughlin to retire from Electrolux and will be succeeded by Jonas Samuelson as President and CEO
April 8	Management change in AB Electrolux	January 20	Electrolux tops industry for the 5th year in global sustainability ranking
April 24	Electrolux interim report January-March 2015 and CEO Keith McLoughlin's comments	January 22	Tomas Eliasson, Chief Financial Officer of AB Electrolux, has decided to resign
June 25	Comment to articles in Swedish media about Electrolux President & CEO		
July 1	Electrolux contests the U.S. Department of Justice's opposition to the acquisition of GE Appliances		

Parent Company AB Electrolux

The Parent Company comprises the functions of the Group's head office, as well as five companies operating on a commission basis for AB Electrolux.

Net sales for the Parent Company AB Electrolux in the full year of 2015 amounted to SEK 33,179m (29,508) of which SEK 26,775m (23,757) referred to sales to Group companies and SEK 6,404m (5,751) to external customers. Income after financial items was SEK 2,139m (1,398), including dividends from subsidiaries in the amount of SEK 3,346m (2,616). Income for the period amounted to SEK 2,398m (1,830).

Capital expenditure in tangible and intangible assets was SEK 471m (255). Liquid funds at the end of the period amounted to SEK 7,346m, as against SEK 4,601m at the start of the year.

Undistributed earnings in the Parent Company at the end of the period amounted to SEK 13,176m, as against SEK 12,617m at the start of the year. Dividend payment to shareholders for 2014 amounted to SEK 1,868m.

The income statement and balance sheet for the Parent Company are presented on page 21.

Stockholm, January 28, 2016

AB Electrolux (publ)
556009-4178
Board of Directors

Accounting and valuation principles

Electrolux applies International Financial Reporting Standards (IFRS) as adopted by the European Union. This report has been prepared in accordance with IAS 34, Interim Financial Reporting, and ÅRL, the Swedish Annual Accounts Act and recommendation RFR 2, Accounting for legal entities, issued by the Swedish Financial Reporting Board. There are no changes in the Group's accounting and valuation principles compared with the accounting and valuation principles described in Note 1 of the Annual Report 2014.

The report has not been audited.

Consolidated income statement

SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	112,143	123,511	31,400	31,794
Cost of goods sold ¹⁾	-91,564	-99,913	-25,470	-25,363
Gross operating income¹⁾	20,579	23,598	5,930	6,431
Selling expenses ¹⁾	-11,647	-12,719	-3,140	-3,349
Administrative expenses ¹⁾	-5,454	-6,019	-1,452	-1,565
Other operating income/expenses	103	-2,119	57	-1,719
Operating income	3,581	2,741	1,395	-202
Margin, %	3.2	2.2	4.4	-0.6
Financial items, net	-584	-640	-103	-323
Income after financial items	2,997	2,101	1,292	-525
Margin, %	2.7	1.7	4.1	-1.7
Taxes	-755	-533	-322	132
Income for the period	2,242	1,568	970	-393
Items that will not be reclassified to income for the period:				
Remeasurement of provisions for post-employment benefits	-1,534	343	-990	283
Income tax relating to items that will not be reclassified	808	-114	343	-118
	-726	229	-647	165
Items that may be reclassified subsequently to income for the period:				
Available for sale instruments	19	-39	-	-20
Cash flow hedges	-30	-28	-34	-62
Exchange-rate differences on translation of foreign operations	2,428	-1,454	867	-604
Income tax relating to items that may be reclassified	-10	29	-10	16
	2,407	-1,492	823	-670
Other comprehensive income, net of tax	1,681	-1,263	176	-505
Total comprehensive income for the period	3,923	305	1,146	-898
Income for the period attributable to:				
Equity holders of the Parent Company	2,241	1,566	969	-394
Non-controlling interests	1	2	1	1
Total	2,242	1,568	970	-393
Total comprehensive income for the period attributable to:				
Equity holders of the Parent Company	3,922	307	1,144	-895
Non-controlling interests	1	-2	2	-3
Total	3,923	305	1,146	-898
Earnings per share, SEK	7.83	5.45	3.39	-1.38
Diluted, SEK	7.78	5.42	3.36	-1.37
Number of shares after buy-backs, million	286.3	287.4	286.3	287.4
Average number of shares after buy-backs, million	286.3	287.1	286.3	287.4
Diluted, million	288.2	288.9	288.7	289.1

¹⁾ As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been presented on a separate line in the income statement. For comparability purposes, the figures for 2014 have been restated. While this change in accounting practice has no impact on the Group's operating income, the restated gross operating income for 2014 has been reduced. Costs previously recognized as items affecting comparability as a separate item in the amount of SEK 1,199m have been allocated to costs of goods sold in the amount of SEK 1,076m to selling expenses in the amount of SEK 47m and administrative expenses in the amount of SEK 76m. For a specification of restructuring cost included in operating income for 2014, see page 16 and the press release; Restated figures for Electrolux for 2014, March 30, 2015.

Consolidated balance sheet

SEKm	Dec. 31, 2014	Dec. 31, 2015
Assets		
Property, plant and equipment	18,934	18,450
Goodwill	5,350	5,200
Other intangible assets	3,878	3,401
Investments in associates	228	209
Deferred tax assets	5,351	5,889
Financial assets	312	284
Pension plan assets	399	397
Other non-current assets	1,110	858
Total non-current assets	35,562	34,688
Inventories	14,324	14,179
Trade receivables	20,663	17,745
Tax assets	784	730
Derivatives	375	149
Other current assets	4,774	5,176
Short-term investments	99	108
Cash and cash equivalents	9,107	10,696
Total current assets	50,126	48,783
Total assets	85,688	83,471
Equity and liabilities		
Equity attributable to equity holders of the Parent Company		
Share capital	1,545	1,545
Other paid-in capital	2,905	2,905
Other reserves	-251	-1,739
Retained earnings	12,235	12,264
	16,434	14,975
Non-controlling interests	34	30
Total equity	16,468	15,005
Long-term borrowings	9,529	8,323
Deferred tax liabilities	687	645
Provisions for post-employment benefits	5,162	4,906
Other provisions	5,665	5,649
Total non-current liabilities	21,043	19,523
Accounts payable	25,705	26,467
Tax liabilities	1,042	813
Short-term liabilities	13,531	14,529
Short-term borrowings	4,960	4,504
Derivatives	156	222
Other provisions	2,783	2,408
Total current liabilities	48,177	48,943
Total equity and liabilities	85,688	83,471
Contingent liabilities	3,739	1,312

Change in consolidated equity

SEKm	Dec. 31, 2014	Dec. 31, 2015
Opening balance	14,308	16,468
Total comprehensive income for the period	3,923	305
Share-based payment	99	102
Dividend	-1,862	-1,868
Dividend to non-controlling interests	-	-2
Total transactions with equity holders	-1,763	-1,768
Closing balance	16,468	15,005

Consolidated cash flow statement

SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Operations				
Operating income	3,581	2,741	1,395	-202
Depreciation and amortization	3,671	3,936	943	980
Restructuring provisions	173	-557	-238	-11
Other non-cash items	93	374	-57	39
Financial items paid, net ¹⁾	-488	-513	-68	-289
Taxes paid	-985	-1,277	-384	-419
Cash flow from operations, excluding change in operating assets and liabilities	6,045	4,704	1,591	98
Change in operating assets and liabilities				
Change in inventories	-929	-306	1,520	1,382
Change in trade receivables	195	1,672	-1,721	128
Change in accounts payable	3,160	1,798	857	-242
Change in other operating assets, liabilities and provisions	-649	399	202	29
Cash flow from change in operating assets and liabilities	1,777	3,563	858	1,297
Cash flow from operations	7,822	8,267	2,449	1,395
Investments				
Acquisition of operations	-69	-91	-1	-
Capital expenditure in property, plant and equipment	-3,006	-3,027	-1,152	-1,082
Capital expenditure in product development	-355	-359	-88	-112
Capital expenditure in software	-290	-254	-91	-57
Other	-39	328	-41	522
Cash flow from investments	-3,759	-3,403	-1,373	-729
Cash flow from operations and investments	4,063	4,864	1,076	666
Financing				
Change in short-term investments	49	-9	-	-
Change in short-term borrowings	367	84	449	-270
New long-term borrowings	1,952	1,447	930	-
Amortization of long-term borrowings	-2,254	-2,632	-1,005	-4
Dividend	-1,861	-1,870	-	-2
Cash flow from financing	-1,747	-2,980	374	-276
Total cash flow	2,316	1,884	1,450	390
Cash and cash equivalents at beginning of period	6,607	9,107	7,616	10,414
Exchange-rate differences referring to cash and cash equivalents	184	-295	41	-108
Cash and cash equivalents at end of period	9,107	10,696	9,107	10,696

¹⁾ For the full year. Interest and similar items received SEK 134m (140), interest and similar items paid SEK -364m (-553) and other financial items paid SEK -283m (-75).

Key ratios

SEKm unless otherwise stated	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	112,143	123,511	31,400	31,794
Organic growth, %	1.1	2.2	2.0	0.2
Operating income	3,581	2,741	1,395	-202
Margin, %	3.2	2.2	4.4	-0.6
Income after financial items	2,997	2,101	1,292	-525
Income for the period	2,242	1,568	970	-393
Items affecting comparability included above ¹⁾	-1,199	–	-77	–
Capital expenditure, property, plant and equipment	-3,006	-3,027	-1,152	-1,082
Operating cash flow after investments	6,631	7,492	1,844	1,575
Earnings per share, SEK ²⁾	7.83	5.45	3.39	-1.38
Equity per share, SEK	57.52	52.21	–	–
Capital-turnover rate, times/year	4.5	5.0	–	–
Return on net assets, %	14.2	11.0	–	–
Return on equity, %	15.7	9.9	–	–
Net debt	9,631	6,407	9,631	6,407
Net debt/equity ratio	0.58	0.43	–	–
Average number of shares excluding shares owned by Electrolux, million	286.3	287.1	286.3	287.4
Average number of employees	60,038	58,265	60,695	58,440

¹⁾ Restructuring costs in 2014, previously reported as items affecting comparability and not included in this financial overview.

²⁾ Basic, based on average number of shares, excluding shares owned by Electrolux.

For definitions, see page 24.

Shares

Number of shares	Outstanding A-shares	Outstanding B-shares	Outstanding shares, total	Shares held by Electrolux	Shares held by other shareholders
Number of shares as of January 1, 2015	8,192,539	300,727,769	308,920,308	22,599,884	286,320,424
Shares allotted to senior managers under the Performance Share Program	–	–	–	-1,077,026	1,077,026
Number of shares as of December 31, 2015	8,192,539	300,727,769	308,920,308	21,522,858	287,397,450
As % of total number of shares				7.0%	

Exchange rates

SEK	Dec. 31, 2014	Dec. 31, 2015
AUD, average	6.17	6.31
AUD, end of period	6.37	6.13
BRL, average	2.92	2.57
BRL, end of period	2.93	2.15
CAD, average	6.23	6.57
CAD, end of period	6.70	6.06
EUR, average	9.11	9.35
EUR, end of period	9.47	9.19
GBP, average	11.31	12.84
GBP, end of period	12.11	12.45
HUF, average	0.0295	0.0302
HUF, end of period	0.0301	0.0293
USD, average	6.89	8.40
USD, end of period	7.79	8.41

Net sales by business area

SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Major Appliances Europe, Middle East and Africa	34,438	37,179	9,725	10,332
Major Appliances North America	34,141	43,053	8,924	10,413
Major Appliances Latin America	20,041	18,546	6,134	4,619
Major Appliances Asia/Pacific	8,803	9,229	2,312	2,220
Small Appliances	8,678	8,958	2,664	2,452
Professional Products	6,041	6,546	1,641	1,758
Other	1	–	–	–
Total	112,143	123,511	31,400	31,794

Operating income by business area

SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Major Appliances Europe, Middle East and Africa ¹⁾	232	2,167	507	765
Margin, %	0.7	5.8	5.2	7.4
Major Appliances North America	1,714	1,580	134	493
Margin, %	5.0	3.7	1.5	4.7
Major Appliances Latin America ¹⁾	1,069	463	478	69
Margin, %	5.3	2.5	7.8	1.5
Major Appliances Asia/Pacific ¹⁾	438	364	200	123
Margin, %	5.0	3.9	8.7	5.5
Small Appliances	200	-63	173	-92
Margin, %	2.3	-0.7	6.5	-3.8
Professional Products	671	862	189	260
Margin, %	11.1	13.2	11.5	14.8
Common Group costs, etc. ¹⁾	-743	-2,632	-286	-1,820
Operating income	3,581	2,741	1,395	-202
Margin, %	3.2	2.2	4.4	-0.6

¹⁾ As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been excluded in operating income by business area. For comparability purposes, the figures for 2014 have been restated to include restructuring costs. For a specification, see below and the press release; Restated figures for Electrolux for 2014, March 30, 2015.

Items affecting comparability included in operating income

SEKm	Full year 2014 ¹⁾	Full year 2015	Q4 2014 ¹⁾	Q4 2015
Major Appliances Europe, Middle East and Africa	-1,212	–	-112	–
Major Appliances North America	–	–	–	–
Major Appliances Latin America	-10	–	–	–
Major Appliances Asia/Pacific	-10	–	–	–
Small Appliances	–	–	–	–
Professional Products	–	–	–	–
Other	33	–	35	–
Total	-1,199	–	-77	–

¹⁾ Restructuring costs in 2014, previously reported as items affecting comparability and not included in operating income by business area and reported as "Items affecting comparability" in the income statement.

Change in net sales by business area

Year-over-year, %	Full year 2015 in local currencies		Q4 2015 in local currencies	
	Full year 2015		Q4 2015	
Major Appliances Europe, Middle East and Africa	8.0	4.4	6.2	6.1
Major Appliances North America	26.1	4.9	16.7	4.2
Major Appliances Latin America	-7.5	-1.5	-24.7	-10.7
Major Appliances Asia/Pacific	4.8	-4.3	-4.0	-5.2
Small Appliances	3.2	-3.8	-8.0	-10.1
Professional Products	8.4	4.0	7.1	6.1
Total change	10.1	2.3	1.3	0.3

Change in operating income by business area

Year-over-year, %	Full year 2015 in local currencies		Q4 2015 in local currencies	
	Full year 2015		Q4 2015	
Major Appliances Europe, Middle East and Africa	n.m.	n.m.	50.9	53.9
Major Appliances North America	-7.8	-21.4	267.9	412.0
Major Appliances Latin America	-56.7	-59.4	-85.6	-83.6
Major Appliances Asia/Pacific	-16.9	-18.7	-38.5	-47.0
Small Appliances	n.m.	n.m.	n.m.	n.m.
Professional Products	28.5	23.2	37.6	38.2
Total change	-23.5	-28.6	-114.5	-114.1

Working capital and net assets

SEKm	Dec. 31, 2014	% of annualized net sales	Dec. 31, 2015	% of annualized net sales
Inventories	14,324	11.2	14,179	11.5
Trade receivables	20,663	16.2	17,745	14.3
Accounts payable	-25,705	-20.1	-26,467	-21.4
Provisions	-8,448		-8,057	
Prepaid and accrued income and expenses	-8,495		-9,406	
Taxes and other assets and liabilities	-716		-228	
Working capital	-8,377	-6.6	-12,234	-9.9
Property, plant and equipment	18,934		18,450	
Goodwill	5,350		5,200	
Other non-current assets	5,528		4,752	
Deferred tax assets and liabilities	4,664		5,244	
Net assets	26,099	20.4	21,412	17.3
Average net assets	25,166	22.4	24,848	20.1

Net assets by business area

SEKm	Assets		Equity and liabilities		Net assets	
	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015
Major Appliances Europe, Middle East and Africa	22,197	21,746	17,857	19,326	4,340	2,420
Major Appliances North America	16,450	16,601	10,234	11,747	6,216	4,854
Major Appliances Latin America	14,574	11,692	7,661	5,893	6,913	5,799
Major Appliances Asia/Pacific	5,614	5,422	3,519	3,822	2,095	1,600
Small Appliances	5,144	4,551	3,680	3,251	1,464	1,300
Professional Products	2,931	3,070	2,012	2,188	919	882
Other ¹⁾	8,544	8,793	4,392	4,236	4,152	4,557
Total operating assets and liabilities	75,454	71,875	49,355	50,463	26,099	21,412
Liquid funds	9,835	11,199	–	–	–	–
Interest-bearing liabilities	–	–	14,703	13,097	–	–
Pension assets and liabilities	399	397	5,162	4,906	–	–
Equity	–	–	16,468	15,005	–	–
Total	85,688	83,471	85,688	83,471	–	–

¹⁾ Includes common functions and tax items. As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been excluded in net assets by business area and reported under Other. Going forward, any potential restructuring charges will be reported in net assets by business area. For comparability purposes, the figures for 2014 have been restated.

Net sales and income per quarter

SEKm	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Full year 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Full year 2015
Net sales	25,629	26,330	28,784	31,400	112,143	29,087	31,355	31,275	31,794	123,511
Operating income	731	63	1,392	1,395	3,581	516	921	1,506	-202	2,741
Margin, %	2.9	0.2	4.8	4.4	3.2	1.8	2.9	4.8	-0.6	2.2
Income after financial items	575	-120	1,250	1,292	2,997	450	815	1,361	-525	2,101
Income for the period	431	-92	933	970	2,242	339	608	1,014	-393	1,568
Earnings per share, SEK ¹⁾	1.50	-0.32	3.26	3.39	7.83	1.18	2.12	3.53	-1.38	5.45
Items affecting comparability	-18	-1,104	–	-77	-1,199	–	–	–	–	–
Number of shares after buy-backs, million	286.2	286.3	286.3	286.3	286.3	287.4	287.4	287.4	287.4	287.4
Average number of shares after buy-backs, million	286.2	286.3	286.3	286.3	286.3	286.6	287.4	287.4	287.4	287.1

¹⁾ Basic, based on average number of shares, excluding shares owned by Electrolux.

Net sales and operating income by business area per quarter

SEKm	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Full year 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015	Full year 2015
Major Appliances Europe, Middle East and Africa										
Net sales	7,865	8,107	8,741	9,725	34,438	8,608	8,699	9,540	10,332	37,179
Operating income ¹⁾	142	-901	484	507	232	371	426	605	765	2,167
Margin, %	1.8	-11.1	5.5	5.2	0.7	4.3	4.9	6.3	7.4	5.8
Major Appliances North America										
Net sales	7,664	8,464	9,089	8,924	34,141	9,313	11,717	11,610	10,413	43,053
Operating income	382	680	518	134	1,714	-57	401	743	493	1,580
Margin, %	5.0	8.0	5.7	1.5	5.0	-0.6	3.4	6.4	4.7	3.7
Major Appliances Latin America										
Net sales	4,790	4,064	5,053	6,134	20,041	5,261	4,476	4,190	4,619	18,546
Operating income ¹⁾	211	138	242	478	1,069	177	107	110	69	463
Margin, %	4.4	3.4	4.8	7.8	5.3	3.4	2.4	2.6	1.5	2.5
Major Appliances Asia/Pacific										
Net sales	1,928	2,221	2,342	2,312	8,803	2,241	2,576	2,192	2,220	9,229
Operating income ¹⁾	11	102	125	200	438	52	135	54	123	364
Margin, %	0.6	4.6	5.3	8.7	5.0	2.3	5.2	2.5	5.5	3.9
Small Appliances										
Net sales	2,001	1,938	2,075	2,664	8,678	2,139	2,198	2,169	2,452	8,958
Operating income	33	-41	35	173	200	-8	-4	41	-92	-63
Margin, %	1.6	-2.1	1.7	6.5	2.3	-0.4	-0.2	1.9	-3.8	-0.7
Professional Products										
Net sales	1,380	1,536	1,484	1,641	6,041	1,525	1,689	1,574	1,758	6,546
Operating income	126	172	184	189	671	170	220	212	260	862
Margin, %	9.1	11.2	12.4	11.5	11.1	11.1	13.0	13.5	14.8	13.2
Other										
Net sales	1	-	-	-	1	-	-	-	-	-
Operating income, common group costs, etc. ¹⁾	-174	-87	-196	-286	-743	-189	-364	-259	-1,820	-2,632
Total Group										
Net sales	25,629	26,330	28,784	31,400	112,143	29,087	31,355	31,275	31,794	123,511
Operating income	731	63	1,392	1,395	3,581	516	921	1,506	-202	2,741
Margin, %	2.9	0.2	4.8	4.4	3.2	1.8	2.9	4.8	-0.6	2.2

¹⁾ As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been excluded in operating income by business area. For comparability purposes, the figures for 2014 have been restated to include restructuring costs. For a specification, see below and the press release; Restated figures for Electrolux for 2014, March 30, 2015.

Items affecting comparability included in operating income by business area above ¹⁾

Major Appliances Europe, Middle East and Africa	-	-1,100	-	-112	-1,212	-	-	-	-	-
Major Appliances North America	-	-	-	-	-	-	-	-	-	-
Major Appliances Latin America	-6	-4	-	-	-10	-	-	-	-	-
Major Appliances Asia/Pacific	-10	-	-	-	-10	-	-	-	-	-
Small Appliances	-	-	-	-	-	-	-	-	-	-
Professional Products	-	-	-	-	-	-	-	-	-	-
Common Group cost	-2	-	-	35	33	-	-	-	-	-
Total Group	-18	-1,104	-	-77	-1,199	-	-	-	-	-

¹⁾ Previously not included in operating income by business area and reported as Items affecting comparability in the income statement

Fair value and carrying amount on financial assets and liabilities

SEKm	Dec. 31, 2014		Dec. 31, 2015	
	Fair value	Carrying amount	Fair value	Carrying amount
Per category				
Financial assets at fair value through profit and loss	2,971	2,971	3,637	3,637
Available for sale	177	177	137	137
Loans and receivables	22,124	22,124	18,759	18,759
Cash	5,289	5,289	6,448	6,448
Total financial assets	30,561	30,561	28,981	28,981
Financial liabilities at fair value through profit and loss	157	157	220	220
Financial liabilities measured at amortized cost	39,415	39,247	39,150	38,965
Total financial liabilities	39,572	39,404	39,370	39,185

Fair value estimation

Valuation of financial instruments at fair value is done at the most accurate market prices available. Instruments which are quoted on the market, e.g., the major bond and interest-rate future markets, are all marked-to-market with the current price. The foreign-exchange spot rate is used to convert the value into SEK. For instruments where no reliable price is available on the market, cash-flows are discounted using the deposit/swap curve of the cash flow currency. If no proper cash-flow schedule is available, e.g., as in the case with forward-rate agreements, the underlying schedule is used for valuation purposes.

To the extent option instruments are used, the valuation is based on the Black & Scholes' formula. The carrying value less impairment provision of trade receivables and payables

are assumed to approximate their fair values. The fair value of financial liabilities is estimated by discounting the future contractual cash flows at the current market-interest rate that is available to the Group for similar financial instruments. The Group's financial assets and liabilities are measured according to the following hierarchy:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for assets or liabilities either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not entirely based on observable market data.

Fair value measurement hierarchy

SEKm	Dec. 31, 2014			Dec. 31, 2015		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Financial assets	312	–	312	284	–	284
Financial assets at fair value through profit and loss	135	–	135	147	–	147
Available for sale	177	–	177	137	–	137
Derivatives	–	375	375	–	148	148
Derivatives for which hedge accounting is not applied, i.e., held for trading	–	194	194	–	42	42
Derivatives for which hedge accounting is applied	–	181	181	–	106	106
Short-term investments and cash equivalents	2,456	–	2,456	3,342	–	3,342
Financial assets at fair value through profit and loss	2,456	–	2,456	3,342	–	3,342
Total financial assets	2,768	375	3,143	3,626	148	3,774
Financial liabilities						
Derivatives	–	157	157	–	220	220
Derivatives for which hedge accounting is not applied, i.e., held for trading	–	89	89	–	135	135
Derivatives for which hedge accounting is applied	–	68	68	–	85	85
Total financial liabilities	–	157	157	–	220	220

The Group strives for arranging master-netting agreements (ISDA) with the counterparts for derivative transactions and has established such agreements with the majority of the counterparts, i.e., if a counterparty will default, assets and liabilities will be netted. Derivatives are presented gross in the balance sheet.

Parent Company income statement

SEKm	Full year 2014	Full year 2015	Q4 2014	Q4 2015
Net sales	29,508	33,179	8,455	9,324
Cost of goods sold	-25,477	-28,005	-7,254	-7,873
Gross operating income	4,031	5,174	1,201	1,451
Selling expenses	-3,430	-3,855	-1,003	-1,059
Administrative expenses	-1,208	-1,789	-247	-761
Other operating income	—	—	—	—
Other operating expenses	-645	-519	-473	-237
Operating income	-1,252	-989	-522	-606
Financial income	3,105	3,830	2,011	348
Financial expenses	-455	-702	-233	-258
Financial items, net	2,650	3,128	1,778	90
Income after financial items	1,398	2,139	1,256	-516
Appropriations	355	156	196	-20
Income before taxes	1,753	2,295	1,452	-536
Taxes	77	103	2	144
Income for the period	1,830	2,398	1,454	-392

Parent Company balance sheet

SEKm	Dec. 31, 2014	Dec. 31, 2015
Assets		
Non-current assets	35,074	35,214
Current assets	21,021	24,559
Total assets	56,095	59,773
Equity and liabilities		
Restricted equity	4,562	4,562
Non-restricted equity	12,617	13,176
Total equity	17,179	17,738
Untaxed reserves	396	450
Provisions	1,624	1,446
Non-current liabilities	9,071	7,843
Current liabilities	27,825	32,296
Total equity and liabilities	56,095	59,773
Pledged assets	—	—
Contingent liabilities	3,743	1,615

Operations by business area yearly

SEKm ^{1) 2)}	2011	2012	2013	2014	2015
Major Appliances Europe, Middle East and Africa					
Net sales	34,029	34,278	33,436	34,438	37,179
Operating income	675	178	-481	232	2,167
Margin, %	2.0	0.5	-1.4	0.7	5.8
Major Appliances North America					
Net sales	27,665	30,684	31,864	34,141	43,053
Operating income	146	1,347	2,136	1,714	1,580
Margin, %	0.5	4.4	6.7	5.0	3.7
Major Appliances Latin America					
Net sales	17,810	22,044	20,695	20,041	18,546
Operating income	820	1,590	979	1,069	463
Margin, %	4.6	7.2	4.7	5.3	2.5
Major Appliances Asia/Pacific					
Net sales	7,852	8,405	8,653	8,803	9,229
Operating income	736	746	116	438	364
Margin, %	9.4	8.9	1.3	5.0	3.9
Small Appliances					
Net sales	8,359	9,011	8,952	8,678	8,958
Operating income	543	461	309	200	-63
Margin, %	6.5	5.1	3.5	2.3	-0.7
Professional Products					
Net sales	5,882	5,571	5,550	6,041	6,546
Operating income	841	588	510	671	862
Margin, %	14.3	10.6	9.2	11.1	13.2
Other					
Net sales	1	1	1	1	-
Operating income, common Group costs, etc.	-744	-910	-1,989	-743	-2,632
Total Group					
Net sales	101,598	109,994	109,151	112,143	123,511
Operating income	3,017	4,000	1,580	3,581	2,741
Margin, %	3.0	3.6	1.4	3.2	2.2

¹⁾ As of 2015, the accounting practice of items affecting comparability for restructuring charges is no longer used. Restructuring charges have previously been excluded in operating income by business area. For comparability purposes, the figures for 2014 have been restated to include restructuring costs. See the press release: Restated figures for Electrolux for 2014, March 30, 2015. For information purposes, yearly operating income by business area 2011-2013 are presented including restructuring costs in the table above. For a specification see below.

²⁾ Electrolux applies the amended standard for pension accounting, IAS 19 Employee Benefits, as of January 1, 2013. Reported figures for 2012 have been restated to enable comparison. Reported figures for previous years have not been restated.

Items affecting comparability¹⁾					
Major Appliances Europe, Middle East and Africa	-34	-927	-828	-1,212	-
Major Appliances North America	-104	-105	-	-	-
Major Appliances Latin America	-	-	-	-10	-
Major Appliances Asia/Pacific	-	-	-351	-10	-
Small Appliances	-	-	-82	-	-
Professional Products	-	-	-	-	-
Common Group cost	-	-	-1,214	33	-
Total Group	-138	-1,032	-2,475	-1,199	-

¹⁾ Restructuring costs in 2014, previously not included in operating income by business area and reported as Items affecting comparability in the income statement

Five-year review

SEKm unless otherwise stated	2011	2012	2013	2014	2015
Net sales	101,598	109,994	109,151	112,143	123,511
Organic growth, %	0.2	5.5	4.5	1.1	2.2
Operating income	3,017	4,000	1,580	3,581	2,741
Margin, %	3.0	3.6	1.4	3.2	2.2
Income after financial items	2,780	3,154	904	2,997	2,101
Income for the period	2,064	2,365	672	2,242	1,568
Restructuring cost included in operating income	-138	-1,032	-2,475	-1,199	—
Capital expenditure, property, plant and equipment	3,163	4,090	-3,535	-3,006	-3,027
Operating cash flow after investments	3,407	5,273	2,412	6,631	7,492
Earnings per share, SEK	7.25	8.26	2.35	7.83	5.45
Equity per share, SEK	72.51	54.96	49.99	57.52	52.21
Dividend per share, SEK	6.50	6.50	6.50	6.50	6.50 ¹⁾
Capital-turnover rate, times/year	4.6	4.1	4.0	4.5	5.0
Return on net assets, %	13.7	14.8	5.8	14.2	11.0
Return on equity, %	10.4	14.4	4.4	15.7	9.9
Net debt	6,367	10,164	10,653	9,631	6,407
Net debt/equity ratio	0.31	0.65	0.74	0.58	0.43
Average number of shares excluding shares owned by Electrolux, million	284.7	285.9	286.2	286.3	287.1
Average number of employees	52,916	59,478	60,754	60,038	58,265

¹⁾ Proposed by the Board.

Financial goals over a business cycle

The financial goals set by Electrolux aim to strengthen the Group's leading, global position in the industry and assist in generating a healthy total yield for Electrolux shareholders. The objective is growth with consistent profitability.

Financial goals

- Operating margin of >6%
- Capital-turnover rate >4 times
- Return on net assets >20%
- Average annual growth >4%

Definitions

Capital indicators

Annualized sales

In computation of key ratios where capital is related to net sales, the latter are annualized and converted at year-end-exchange rates and adjusted for acquired and divested operations.

Net assets

Total assets exclusive of liquid funds, pension plan assets and interest-bearing financial receivables less operating liabilities, non-interest-bearing provisions and deferred tax liabilities.

Working capital

Current assets exclusive of liquid funds and interest-bearing financial receivables less operating liabilities and non-interest-bearing provisions.

Total borrowings

Total borrowings consist of interest-bearing liabilities, fair-value derivatives, accrued interest expenses and prepaid interest income, and trade receivables with recourse.

Net debt

Total borrowings less liquid funds.

Net debt/equity ratio

Net borrowings in relation to equity.

Equity/assets ratio

Equity as a percentage of total assets less liquid funds.

Other key ratios

Organic growth

Sales growth, adjusted for acquisitions, divestments and changes in exchange rates.

Operating cash flow after investments

Cash flow from operations and investments excluding financial items paid, taxes paid, restructuring payments and acquisitions and divestment of operations.

Earnings per share

Income for the period divided by the average number of shares after buy-backs.

Operating margin

Operating income expressed as a percentage of net sales.

Return on equity

Income for the period expressed as a percentage of average equity.

Return on net assets

Operating income expressed as a percentage of average net assets.

Capital-turnover rate

Net sales in relation to average net assets.

Shareholders' information

President and CEO Keith McLoughlin's comments on the fourth-quarter results 2015

Today's press release is available on the Electrolux website www.electroluxgroup.com/ir

Telephone conference 09.00 CET

A telephone conference is held at 09.00 CET today, January 28. The conference will be chaired by Keith McLoughlin, President and CEO of Electrolux. Mr. McLoughlin will be accompanied by Tomas Eliasson, CFO. Jonas Samuelson, the new President and CEO as of February 1, will also participate.

Details for participation by telephone are as follows:

Participants in Sweden should call +46 8 505 564 74

Participants in UK/Europe should call +44 203 364 5374

Participants in US should call +1 855 753 2230

Slide presentation for download:

www.electroluxgroup.com/ir

Link to webcast:

www.electroluxgroup.com/q4-2015

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Calendar 2016

Capital Markets Day in Stockholm	February 24
Annual Report 2015	Week 10
Annual General Meeting	April 6
Interim report January - March	April 28
Interim report January - June	July 20
Interim report January - September	October 28

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