

You Name It



We Secure It

CONTENTS

Glossary	2
Setec Secures the Networking World	3
Setec's Business Units	4
Key Figures	5
Review by the President and CEO	6
Government & Corporate	8
Telecom & Media	10
Banking & Retail	12
Report by the Board of Directors	14
Income Statements	17
Balance Sheets	18
Cash Flow Statements	19
Accounting Policy	20
Notes to the Financial Statements	22
Proposal by the Board of Directors	29
Auditors' Report	29
Key Indicators	30
Formulae for Calculation of the Key Indicators	31
Shares and Shareholders	32
The Administration of Setec Oy	33
Board of Directors	35
Board of Management	37
Auditors	37
Contact Details	38

GLOSSARY

API

Application Programming Interface. Programming interface by which additional functions, such as smart card services, can be connected to an application or an operating system.

Applet

Small program by which new features and services can be downloaded into a smart card even after the card has been issued, e.g. EMV or PKI electronic purse applications.

CDMA

Code Division Multiple Access. Digital cellular network technology, which is used in mobile phone networks e.g. in North America and China.

EMV

The *Europay, MasterCard and Visa* organisations' common specification for smart card based payment applications.

GPRS

General Packet Radio Service. Technology developed for GSM networks by which data can be transferred in packet form. A GPRS connection is always open to send and receive data.

Key management

In PKI architecture it is important that the generation, use and storage of secret keys are handled securely. When key management is arranged carefully, it is possible to use smart cards in a multi-application environment.

Laser engraving

A user ID number and other personalisation data can be burned inside a plastic identity card or a passport's data page using a laser beam. Printing inks are not used in this technology, so the finished document cannot be forged later on.

MHP

Multimedia Home Platform. Defines the interactive services API for digital television. MHP also defines the smart card interface.

Middleware

API or other similar software component by which an additional function, such as a smart card service, is connected to an application.

PDA

Personal Digital Assistant. Electronic notebook, which includes calendar, contacts data base and also telecommunications features such as e-mail and internet access. A smart card reader, for example, can be connected to a PDA.

Personalisation

The incorporation of card holder and/or card issuer information in a smart card or on a visual ID document e.g. passport or ID card. This information is stored electronically in the smart card's micro-circuit or printed or laser engraved on the card.

PKI

Public Key Infrastructure. Encryption technology based on a public and secret key pair. The public key is used e.g. for encrypting data and the secret key for decrypting the data. PKI implemented for smart cards facilitates reliable identification, electronic signatures, data integrity and, if necessary, data confidentiality.

SAM

Secure Application Module. Smart card component which is placed inside a public telephone or a payment terminal. The SAM identifies the card used in the payment system and checks its authenticity and it also encrypts and protects the data transfer between the payment terminal and the clearing system.

Set Top Box

A Set Top Box converts digitally transmitted television broadcasts into video and audio signals for the TV set. A Set Top Box can be connected with a SCART cable to an ordinary analogue television.

SIM

Subscriber Identity Module. A smart card used in the GSM system and stored inside a GSM phone. The SIM contains, among other things, subscription-related information and identification data for authentication and billing purposes.

Smart card

A credit card or SIM card sized plastic card with an embedded microcircuit that contains memory, a microprocessor and an operating system controlling the use of the data or applications stored in the memory. A smart card is a secure storage place for confidential information. The most common smart card is the SIM card used in mobile phones.

UMTS

Universal Mobile Telecommunications System. Third generation mobile phone system that offers higher data transmission rates up to 200 times faster than the GSM network. This makes it possible to transmit large amounts of data.

WAP

Wireless Application Protocol. Internet access technology for mobile networks.

SETEC SECURES THE NETWORKING WORLD

DATA NETWORKS ARE EVERYWHERE

We live in a rapidly networking world. Hundreds of millions of people in different parts of the world use data networks daily both in their work and for personal business. Data networks can be accessed with a range of terminal devices such as PCs, mobile phones, PDAs and, in the future, also through interactive digital television. There are different kinds of networks, too – the Internet, digital mobile phone networks and the digital TV's network. New technologies are rapidly expanding network capacities and the number of end users.

Data network security issues, among other things, are restricting the growth of services distributed through the networks. There are also challenges ahead in the real world. Reliable identification has become a very important theme in both the real world and the networked world.

Smart card technology, combined with high-security visual identity documents if necessary, is highly suitable for securing transactions and payments both over networks and in the real world.

NEW SERVICES ACCELERATE

THE DEMAND FOR SMART CARDS

In the mobile communications sector, the first wave of wireless communications is underway. The launch of GPRS networks has given mobile value-added services the boost they have been waiting for. Third generation (UMTS) mobile phone networks and their services are also on the horizon. In present and future mobile phone networks, service security is and will be delivered through a SIM card provided by the operator or, in the case of dual-chip telephones, possibly through a smart card provided by some other service provider, such as a bank.

Banks are migrating from magnetic stripe cards to smart cards according to the requirements of the international EMV (Euro-pay, MasterCard, Visa) standard. As a consequence, all credit cards will change within the next five years into chip cards containing a EMV debit/credit application. The chip cards can also contain other applications, to secure network transactions, for example.

The European Union has standardised the application environment of the SetTop box of interactive digital television. The MHP

standard in its turn specifies the incorporation of a smart card into the SetTop box. The interactive digital television will open up new opportunities to provide services to consumers via television. In many countries the authorities are planning to distribute electronic identity cards based on smart card technology to their citizens.

What the above factors have in common, is a desire for more reliable identification of people and transactions as well as for more effective customer relations management. The smart card is highly suitable for both purposes, and no serious competing solution is in sight.

SETEC FOCUSES ON HIGH-SECURITY

SMART CARD SOLUTIONS

Setec's mission is to secure the identification of people and transactions in open data networks and face-to-face communication. Setec develops and markets high-security smart card solutions for banks, telecom operators, public authorities and major companies.

Setec focuses on smart card solutions, in contrast with the largest companies in the sector, which deliver complete data system solutions as well as smart cards. Setec's card solution covers smart cards and applications, visual security elements, personalisation and key management, middleware components and consulting. Card solutions are based on Setec's own smart card operating system SetCOS™.

Partners have an ever increasing importance in Setec's business strategy. The partners include technology companies, which integrate Setec's card solution into their own products, local card companies, which personalise Setec's card products for banks, public authorities and telecom operators, and system integrators responsible for large data system projects. Setec's chosen strategy of focusing on smart card solutions provides a fruitful foundation for successful partnerships, because Setec's products complement those of its partners and do not compete with them. This strategy also means that Setec is able to allocate sufficient resources to both product development and sales.

SETEC'S BUSINESS UNITS

GOVERNMENT & CORPORATE

Products

Electronic identity cards, passports, driving licences, smart card applications and application interfaces (APIs), smart card personalisation and key management services, as well as euro banknotes and other security printing products. In electronic identity cards, the focus is particularly on applying public key technology (PKI) to smart cards.

Markets

The Nordic countries, Southern and Eastern Europe, and Asia.

Customers

Public authorities and major companies.

TELECOM & MEDIA

Products

GSM SIM cards, SIM card applications, card personalisation and key management services. Particularly PKI eSIM™ cards designed for wireless value-added services and highly secure identification. Setec primarily supplies personalised SIM cards, but in certain cases also pre-personalised cards and card modules.

Markets

The Nordic countries, Southern Europe and Asia.

Customers

Telecom and service operators.

BANKING & RETAIL

Products

Chip cards compliant with the international EMV payment card standard, PKI cards and EMV/PKI combination cards for secure electronic transactions. Smart card personalisation and key management software, application integration software and card solution interfaces. Smart card and personalisation systems consulting. Traditional magnetic stripe cards. Security application modules (SAMs) for securing public telephone payment systems.

Markets

The Nordic countries, Europe and Asia.

Customers

International banks, and selected retail and service sector customers in Finland.

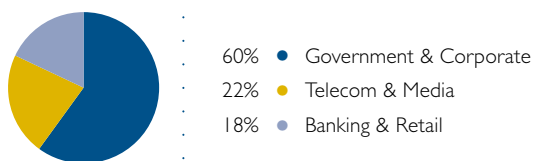
SETEC'S INTERNATIONAL OPERATIONS



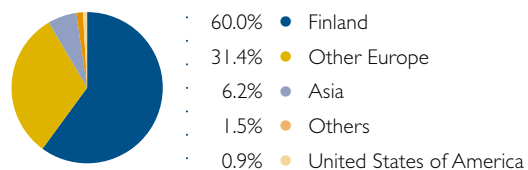
KEY FIGURES

EUR million	2001	2000	1999	1998	1997
Net sales	69.8	51.8	37.7	39.3	31.1
Change from the previous year, %	35	37	-4	27	10
Foreign sales	27.9	24.9	16.6	15.0	6.7
Operating profit	7.9	2.5	1.0	5.6	3.2
% of net sales	11	5	3	14	10
Profit before extraordinary items	8.6	2.4	1.4	5.7	3.6
% of net sales	12	5	4	14	12
Profit for the financial year	6.3	1.2	1.1	4.1	2.6
% of net sales	9	2	3	10	8
Earnings per share, EUR	155	45	27	103	65
Cash flow from business operations	9.1	4.8	2.3	5.8	4.9
Depreciation	4.8	4.3	2.9	2.7	2.4
Capital expenditure on fixed assets excluding non-current investments	3.2	5.2	5.4	4.6	3.7
Return of investment, %	43	14	8	30	20
Equity ratio, %	65	50	62	72	74
Net gearing, %	-27	2	4	-27	-42
Number of employees at 31 Dec.	466	458	388	364	334
Setec Group's net sales and operating profit by business units					
Government & Corporate					
Net sales	41.8	31.8	24.6	30.6	23.0
Operating profit	8.7	3.5	1.3	6.4	4.1
Telecom & Media					
Net sales	15.7	11.7	6.0	3.2	1.2
Operating profit	-1.5	-0.3	0.3	0.3	-0.1
Banking & Retail					
Net sales	12.3	8.3	7.2	5.6	6.8
Operating profit	0.7	-0.7	-0.6	-1.1	-0.7
The financial statements have been combined in Finnish markka and the figures converted into euros afterwards.					

Distribution of net sales by business unit 2001



Distribution of net sales by region 2001



REVIEW BY THE PRESIDENT AND CEO

SETEC CONTINUED TO GROW

The operating environment has been challenging in 2001, particularly in the mobile communications sector, where the economic downturn led to a fall in demand for GSM subscriptions. The smart card industry, which only the previous year had suffered a shortage of chip components, was suddenly faced with an oversupply of chips. All the manufacturers accumulated large stocks of chips and this resulted in a very intense price competition, particularly with respect to SIM cards.

As a consequence of the tragic events of September 11th, the interest of public authorities and individuals in more reliable personal identification has grown, and at the same time greater demands are being set for the security level of electronic and visual identity documents.

In the Euro Area, preparations continued for the introduction of the common currency, and a total of 14 billion euro banknotes were produced by 15 certified security printing works in advance of 1 January 2002.

The net sales of the Setec Group grew to EUR 69.8 million and operating profit improved to EUR 7.9 million (EUR 51.8m, EUR 2.5m). A major part of the net sales, approximately 70 per cent, arose from card products, and 30 per cent from security printing products. The net sales growth results partly from card deliveries and partly from euro banknote deliveries, which were exceptionally large in 2001. Profit for the financial year was EUR 6.3 million, representing 9 per cent of turnover (EUR 1.2m, 2%).

In 2001 Setec strengthened its position in its key market areas of the Nordic countries, the Mediterranean region, Southeast Asia and China. International sales totalled EUR 27.9 million, representing a 12 per cent growth from the previous year. International sales accounted for 40 per cent (48%) of the Group's total turnover.

A strong partner network is important for Setec's international growth targets. In 2001, a partner programme was prepared and cooperation agreements were concluded with a number of European data security companies.

ALL BUSINESS UNITS GROWING STRONG

Government & Corporate

The net sales of the Government & Corporate unit, which manufactures electronic and visual identity documents as well as security printing products for public authorities and major companies, grew by 31 per cent to EUR 41.8 million (EUR 31.8m), and operating profit to EUR 8.7 million (EUR 3.5m). The growth in the net sales was mainly due to the mass deliveries of euro banknotes.

During the year, 160 million euro banknotes were delivered to the Bank of Finland, and in total Setec has produced 250 million euro banknotes in preparation for their introduction in Finland.

In the area of electronic identity cards, notable new deals included delivery agreements of PKI corporate cards to Sweden Post and telecom operator Telia in Sweden, and to information security company ZebSign in Norway in collaboration with Setec's technology partner Entrust. Also Nokia introduced Setec's PKI smart card solution into its virtual private network.

In visual identity documents, Setec strengthened its market position after winning a tender for Norway's passports and driving licences with Norsik. Setec is now the market leader in high-security identity documents in the Nordic countries.

In summer 2001 Setec introduced the Advanced Setec SetCSP software, which integrates smart cards into the Windows 2000 operating system and Windows applications for enhanced security.

Telecom & Media

The net sales of the Telecom & Media unit, which supplies SIM cards to telecom operators, grew by 35 per cent to EUR 15.7 million (EUR 11.7m). An operating loss of EUR 1.5 million (EUR 0.3m loss) was recorded, resulting from the intense price competition in the sector and write-downs in the value of chip stocks.

The unit's largest customers are Telenor Mobil and Sonera in the Nordic region, BLU and Turkcell in Southern Europe, and Telekom Malaysia in Southeast Asia, for which Setec delivers mainly eSIM™ cards for wireless value-added services and highly secure identification. Significant new customers included the Thai telecom operator DTAC, the Malaysian telecom operator TM Touch and the Chinese card manufacturer ASGCC.

In the spring, Setec became the first card manufacturer to introduce a SIM card equipped with PKI security features together with a wireless Internet browser. The first customer to adopt the new SIM cards was Telenor Mobil.

Banking & Retail

The net sales of the Banking & Retail unit, which supplies banks with payment card solutions, grew by 48 per cent to EUR 12.3 million (EUR 8.3m), and operating profit to EUR 0.7 million (EUR 0.7m loss). Chip cards exceeded magnetic stripe cards for the first time in terms of net sales.

Around 70 per cent of net sales arose from Finland, where there was a clear increase in chip card deliveries to banks. International sales grew strongly (70%), particularly due to large deliveries of chip cards to the Middle East. Deliveries of security modules for public telephones to Thailand and Poland also contributed to the growth in international sales. A significant step was taken when Setec obtained a Visa certificate for its EMV smart cards and card production as a first smart card company in Northern Europe.

The international credit card companies Europay, MasterCard and Visa initiated EMV chip card projects worldwide, and in Finland Nordea and OKOBANK chose Setec as their supplier of EMV pilot cards.

PROMISING OUTLOOK

The third generation mobile phone networks, the banks' EMV projects and the public authorities' growing security requirements will increase the demand for high-security smart cards and visual identity documents. Setec operates in business fields that complement each other, and this balances the risks arising from cyclical swings in different sectors. From the year 2002 on, Setec's net sales will consist more purely of smart cards and visual identity documents, while the share of banknotes will be significantly smaller. Thus, Setec is now more clearly an information technology company.

In all its business areas, Setec's customers are leading companies and organisations in their fields. In response to customers' demands, Setec is also investing in quality systems. The numerous audits and certifications performed by customers are a prereq-



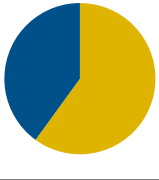
uisite of operating in the data security business. At the beginning of 2002, Setec was also awarded a SFS-EN ISO 9001:2000 quality certificate.

I would like to extend my warm thanks to our customers, partners, owners and staff for the past year. I sincerely believe in Setec's success also in the years to come.

A handwritten signature in black ink, appearing to read 'Jyrki Lignell'.

Jyrki Lignell
President and CEO

GOVERNMENT & CORPORATE

<p>Government & Corporate: share of consolidated net sales 2001</p> <p>● 60%</p>		
	2001	2000
Net sales, EUR million	41.8	31.8
Share of consolidated net sales, %	60 *	62 *
Operating profit, EUR million	8.7	3.5

* The Security Printing business unit was incorporated in the Government & Corporate unit in June 2001.

OPERATING ENVIRONMENT

Interest in electronic identity card projects grew in 2001 and, particularly in Western countries, people are responding more positively towards electronic identity cards. In addition, greater demands than before are being set for the security level of both electronic and visual identity cards.

During the year, legislation relating to e-commerce also made progress, when electronic signature laws entered into force in Germany, Italy and in many other European and Asian countries. In Finland the law will come before Parliament in spring 2002.

NET SALES AND OPERATING PROFIT

The net sales of the Government & Corporate business unit grew to EUR 41.8 million (EUR 31.8m) in 2001. The growth in the net sales arose mainly from mass deliveries of euro banknotes, which started in the latter part of 2000 and continued to the end of 2001. During the launch of the euro at the beginning of 2002, some hologram faults were detected in individual 500-euro banknotes. In the overall context these faults were insignificant, and Setec follows the quality procedures laid down by the European Central Bank in its euro banknote production.

Despite the large domestic banknote deliveries, 31 per cent of the net sales came from international market. The unit's operating profit grew to EUR 8.7 million (EUR 3.5m).

The proportion of net sales accounted for by electronic identity cards grew. Sweden Post, among others, ordered a PKI-based

corporate card solution for its service network. Furthermore, Setec delivered to Sweden Post personalised, high-security electronic identity cards to be launched to Sweden's consumer market. Electronic PKI corporate cards were also delivered to telecom operator Telia, the taxation authority Riksskatteverket and the customs authority Tullverket in Sweden, and to the data security company ZebSign in Norway, for whom Setec will implement a card solution in collaboration with its data security partner Entrust. PKI cards were also supplied to Utimaco Safeware in Germany and to Mimos Berhad in Malaysia.

In the visual identity document market, Setec achieved market leadership in the Nordic countries by winning a tender for Norway's passports and driving licences with its Norwegian personalisation partner Norsik. The agreement covers Norway's entire passport and driving licence demand for the next three years. Setec's agreement on passports with the Finnish authorities is valid until the end of 2002. In addition, Setec also produces Sweden's passports, which are personalised in Sweden by Setec's associated company Svenska Pass.

The Tunisian authorities continued their identity card acquisition agreement with Setec. The agreement covers the delivery of two million identity cards over a period of two years. Deliveries of work permit cards to Singapore's Aliens Department also continued during 2001, nearly reaching the volume of one million cards.

RESEARCH AND DEVELOPMENT

During the year Setec cooperated actively with technology partners in the development of data security products that exploit Setec's PKI cards. Cooperation agreements on the utilisation of Setec's smart card technology were also concluded with various IT security companies, such as Utimaco Safeware of Germany, Eutron of Italy, NTRU of the United States and SSH Communications Security of Finland. Also Nokia incorporated Setec's PKI smart card into its virtual private network (VPN).

In the summer Setec launched its Advanced Setec SetCSP software, which enhances the security of Windows 2000



operating system and applications through reliable identification, digital signatures and data encryption.

FUTURE OUTLOOK

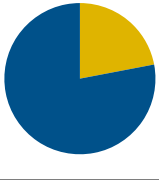
The international market for high-security electronic identity cards is promising. The introduction of PKI based smart cards will proceed rapidly, particularly in corporate data security solutions, because the required technology and infrastructure often already exist in companies.

In Europe a number of corporate electronic identity card projects are underway, and eEurope pilots will reach a very active stage during 2002. In addition, the EU directive on the compulsory monitoring of working hours in the transport sector will increase demand for PKI cards over the next few years.

The Bulgarian Ministry of Finance is introducing a PKI based identification system for the filing of companies tax returns. Mr. Lyuben Metodiev at the Bulgarian Tax Administration Directorate implemented the PKI data security project. PKI authentication has later on been expanded to include other state organisations and companies as well.

The PKI cards are supplied by Setec and the whole project is led by Setec's data security partner Utimaco Safeware in Germany.

TELECOM & MEDIA

<p>Telecom & Media: share of consolidated net sales 2001</p> <p>● 22%</p>		
	2001	2000
Net sales, EUR million	15.7	11.7
Share of consolidated net sales, %	22	22
Operating profit, EUR million	-1.5	-0.3

OPERATING ENVIRONMENT

The worldwide recession in the IT and telecom sectors slowed the demand for GSM subscriptions in 2001, particularly in Europe. Regional differences are great, however: subscription sales continued to grow in the Far East, Africa and South America. The shortage of smart card chips, which prevailed in the market during 2000, changed into an oversupply, which in turn resulted in growing stocks of chip makers, card manufacturers and telecom operators, leading to a very intense price competition.

NET SALES AND OPERATING PROFIT

The Telecom & Media business unit's net sales totalled EUR 15.7 million (EUR 11.7m), which is 35 per cent greater compared to the previous year. The growth has clearly exceeded the industry average. A 72 per cent share of the net sales arose from the international market. The business unit's largest customers are the telecom operators Telenor Mobil and Sonera in the Nordic region, BLU and Turkcell in Southern Europe, and Telekom Malaysia in Southeast Asia. During the year, significant new customers included the Thai telecom operator DTAC, the Malaysian telecom operator TM Touch and the Chinese card manufacturer ASGCC.

A large proportion of the net sales came from eSIM™ cards, designed for electronic transactions and wireless value-added services. In some cases, Setec has also delivered SIM card modules to local partners, who in their turn are responsible for the manufacturing, personalisation and delivery of the SIM cards. This is a promising concept particularly in the Chinese market.

The business unit recorded an operating loss of EUR 1.5 million (EUR -0.3m). The operating result was affected by the intense price competition. The result was also burdened by the fall in chip prices, which caused a EUR 1.4 million decline in the value of stocks.

RESEARCH AND DEVELOPMENT

During the first quarter of 2001, a new version of Setec's eSIM™ card operating system was launched. The card's operating system combines an Internet browser with public key security technology PKI. This new SIM card allows Internet services to be accessed securely and digital signatures to be transmitted using a mobile phone. Telenor Mobil of Norway was the first company to order the PKI eSIM™ cards.

FUTURE OUTLOOK

The mobile communications business is approaching a turning point. The first UMTS mobile phone networks began operations in autumn 2001. Third generation mobile communications will offer new services and also a wide range of terminal devices designed to exploit them. The UMTS will bring along the next generation of SIM cards, USIM cards, which will fulfil both the ETSI and ISO standards, but will also work in present GSM phones. Through faster GPRS connections, WAP will develop into a channel for wireless value-added services.

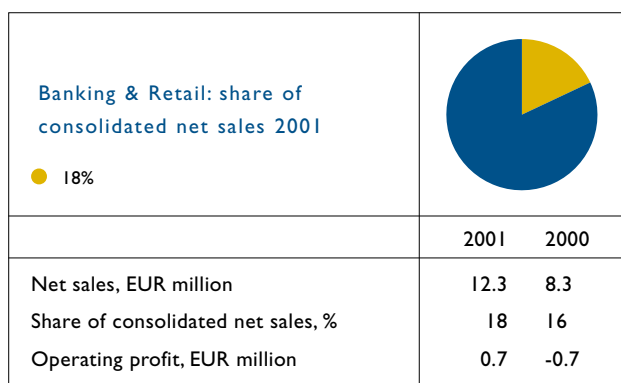
The role of the SIM card will be emphasised in these new networks, as the growth of commercial services partly depends on electronic identification and digital signatures. For this reason, SIM cards (R-UIM) will also be introduced for the new CDMA networks in North and South America and China. Setec develops SIM card solutions for all network architectures.

Because every mobile phone is also a smart card reader equipped with a screen and a keyboard, it is also possible to access e.g. banking services easily and securely using a mobile phone.



Ms Linda Møller from Norway uses her mobile phone for small purchases. A flower bouquet, a CD or a cinema ticket are conveniently ordered and paid via an ordinary mobile handset. Ms Møller has a Telenor Mobil subscription, which uses eSIM™ PKI card manufactured by Setec. To use the mobile services, Linda has registered herself at Telenor's Internet portal, and received her electronic identity. Now she has an easy access to various mobile services using SMS, a SIM card browser or WAP.

BANKING & RETAIL



OPERATING ENVIRONMENT

The consolidation in the banking sector continued in 2001. The sector is also going through a major change in relation to international payment cards. There will be a shift over the next few years from magnetic stripe cards to EMV chip cards. A notable stage in the EMV process was reached in autumn 2001, when the Visa member banks in the EU area were required to update their information systems to handle chip card payment transactions. The credit card companies behind the EMV project, Europay, MasterCard and Visa, encouraged banks to accelerate the migration to chip cards due to growing credit card fraud. EMV card pilots were initiated in a number of countries.

NET SALES AND OPERATING PROFIT

The Banking & Retail business unit enjoyed a period of strong growth in 2001. Net sales grew by around 50 per cent to EUR 12.3 million (EUR 8.3m). The proportion of chip cards in the net sales exceeded that of magnetic stripe cards for the first time.

Around 70 per cent of the net sales came from Finland, where Setec has a strong position as a card supplier to all the banks. Finnish banks' chip card volumes rose significantly during the year, particularly with regard to new card products, such as Visa Electron. Demand for payment cards has also been boosted by

preparations for the introduction of the euro currency. A significant agreement relating to the EMV project was concluded with Nordea, which chose Setec as its supplier of EMV pilot cards in Finland. The OKOBANK Group also launched its first EMV cards at the end of 2001.

Net sales from markets outside Finland also grew strongly (70 %). The most notable new chip card business was entered in the Middle East, to where Setec delivered over one million chipped payment cards by the end of the year. International net sales were also boosted by sales of public telephone system security modules (SAM) to Thailand, Poland and Italy.

Setec also entered in the US market by agreeing on a technology transfer of the SetPurse™ electronic purse system to the local company Jayd, which offers smart card solutions in the USA. An agreement on PKI cards to secure interbank payment transactions was concluded with the Central Bank of Thailand. KIR, the operator of the Polish banks' payment system, also chose Setec's PKI cards to secure payment transfers between banks.

The business unit recorded an operating profit of EUR 0.7 million (EUR -0.7m). The result was improved by the strong growth in the net sales and by the absence of the financial burdens encountered in 2000. The previous financial year's result had been adversely affected by costs associated with the discontinuing of the Polish subsidiary, namely EUR 0.6 million.

RESEARCH & DEVELOPMENT

Cooperation with Visa International was keen during 2001. In September a Visa EMV certificate was awarded to Setec's EMV/PKI smart cards and card production. The certificate entitles Setec to deliver smart cards to Visa member banks worldwide. The EMV production certificate is the first of its kind in Northern Europe. Setec also concluded a licensing agreement for JavaLite products with Visa. Setec initiated its own product development of a 64 kilobyte Java card in 2001.



FUTURE OUTLOOK

The future outlook for the business unit is good. As the banking sector and banking transactions approach a turning point, the smart card offers new opportunities for the development of electronic transactions and payments. The smart card already plays a key role in all of the banks' new service channels, such as the Internet and portable terminals that utilise mobile communications networks. In the coming years, digital television will develop into a new and significant electronic service channel, for which the banks are currently developing payment and banking services.

Ms Varpu Virtanen tests Nordea's new EMV chip card on a payment terminal. Finland's first EMV payment transaction was made in February 2002 with a Nordea Visa Electron chip card. The cards are supplied to Nordea by Setec, which supplies EMV cards also to other Finnish banks.

The introduction of EMV payment cards will substantially increase card security. The first EMV payment terminals will be introduced in Finland during 2002. An important year in the EMV transition schedule will be 2005, when responsibilities in the payment transaction chain will change. From the beginning of 2005, responsibility for losses arising from card fraud will lie with the party (bank or retailer) in the payment chain who is not EMV ready.

REPORT BY THE BOARD OF DIRECTORS

OPERATING ENVIRONMENT

In 2001, the smart card industry was marked by an oversupply of chip components, which reduced the prices of SIM products worldwide. On the other hand, the mobile communications sector is at a turning point, as the third generation mobile phone networks started operations at the end of the year. International credit card companies initiated their chip card projects and tightened the schedule of the migration from magnetic stripe cards to chip cards due to the accelerating card fraud. The interest of public authorities and individuals in more reliable personal identification grew as a consequence of the September terrorist attacks. In the Euro Area, preparations were made for the introduction of the common currency.

NET SALES AND OPERATING PROFIT

The Group's net sales totalled EUR 69.8 million (EUR 51.8m), which is 35% greater than in the year 2000. International sales accounted for 40% (48%) of the net sales. The net sales of Setec Oy totalled EUR 62.6 million (EUR 44.3m).

The Group's operating profit grew by 220% to EUR 7.9 million (EUR 2.5m). Profit for the financial year was EUR 6.3 million (EUR 1.2m). Setec Oy's operating profit was EUR 7.6 million (EUR 2.9m). Both the net sales and the operating profit were increased by significant deliveries of euro banknotes during the year under review.

The Group's earnings per share were EUR 155 (EUR 45) and the return on investment was 43% (14%).

FINANCING AND CAPITAL EXPENDITURE

Setec's financial position remains stable. The Group's interest-bearing liabilities totalled EUR 0.2 million (EUR 2.9m). The parent company Setec Oy had no interest-bearing liabilities as opposed to the previous year (EUR 1.7m). The Group's equity ratio was 65% (50%) and net gearing was -27% (2%). The Group's distributable funds totalled EUR 12.2 million (EUR 5.8m). The Group had liquid assets and investments totalling EUR 6.3 million (EUR 2.6m) at the end of the year. Setec Oy had liquid assets and easily

realisable investments totalling EUR 5.8 million (EUR 1.8m) at year-end. The total assets of the Group were EUR 35.1 million (EUR 33.6m) and of Setec Oy EUR 33.9 million (EUR 31.5m).

Capital expenditure totalled EUR 3.2 million (EUR 5.2m), representing 5% of the turnover (10%). Setec Oy's capital expenditure totalled EUR 3.0 million (EUR 4.1m), representing 5% of the turnover. The most important capital expenditure items were machinery and equipment for smart card production and personalisation capacity, as well as the expansion and improvement of operating premises. The expansion relates to a new headquarters building that will be taken into use in early 2002. The building's owner and lessor is the Varma-Sampo Mutual Pension Insurance Company.

RESEARCH AND DEVELOPMENT

Research and development focused on smart card operating systems, smart card based public key technology (PKI, Public Key Infrastructure) and smart card personalisation systems. In addition, Setec continued the development of a laser engraved polycarbonate passport. Setec also cooperated more closely with partners in the field of technology during 2001.

Research and development expenses totalled EUR 2.7 million (EUR 3.0m), representing 4% of the net sales (6%). All research and development expenditure arose within Setec Oy. Setec booked all R&D costs as annual expenses in the year they arose, excluding intellectual property rights acquired from external parties, which are depreciated as annual depreciation over their estimated period of economic effect.

PERSONNEL

The average number of employees in Setec Group during the year under review was 479 (430) and at the end of the year 466 (458). Of these, 407 worked in Finland and 59 in other countries. Additional staff were recruited mainly in international sales and product development positions.

During the year under review, Setec has invested in training, with management capacity in particular being developed. In addi-

tion, Setec's key success factors have been identified and the process of incorporating them into everyday work has begun.

SHARES, SHAREHOLDERS AND ADMINISTRATION

Setec Oy's share capital, EUR 6,727,517.06 remained unchanged during the year under review. The company's share capital is divided into 40,000 identical shares with a nominal value of EUR 168.19. The shareholders and their share ownership are the same as in 2000.

The Chairman of Setec Oy's Board of Directors was Master of Laws Esko Ollila. The members of Setec Oy's Board of Directors throughout the year under review were Director Sakari Aaltonen, Financial Director Mauri Jaakonaho, Advisor to the Board of Directors of the Bank of Finland Harry Leinonen, CEO Juha Marjosola and Director Anu Nokso-Koivisto.

The company's auditors were KPMG Wideri Oy Ab and the responsible auditor Kalervo Virtanen, Authorised Public Accountant. The deputy auditor was Heidi Vierros, Authorised Public Accountant, of KPMG Wideri Oy Ab.

CHANGES IN ORGANISATION

As of 1 January 2001, the President and CEO was Jyrki Lignell (Lic.Eng.). Setec Oy was reorganised on 15 April 2001. The purpose of the reorganisation was to streamline the company's operations and reporting, and to enhance cooperation between sales, production and development. At the same time, the size of the Board of Management was reduced from nine to six members. In addition to the Chief Executive Officer, the new Board of Management consists of the Chief Financial Officer, the Chief Technology Officer, the Senior Vice President of Production, the Senior Vice President of Sales and a staff representative.

In connection with the organisational change, Lauri Pesonen, M.Sc. (Eng.), was appointed Executive Vice President. He will also continue his duties as Chief Technology Officer. The Chief Financial Officer Magnus Segercrantz, M.Sc. (Econ.), continues as Executive Vice President and deputy to the Chief Executive Officer. As of

15 May, Setec's Card Production Manager Antti Metsäranta was appointed Senior Vice President of Production. As of 19 June, Tom Ahlers, MBA, was appointed Senior Vice President of Sales. Markku Harjapää was elected staff representative to the Board of Management for the period 2002–2003.

The R&D centre operating in Bangkok was demerged in December 2001 into a subsidiary, Setec Card (Thailand) Ltd. The divestment of Setec's Polish subsidiary Mennica-Setec Card Sp. z o.o., which had been decided on the previous year, was completed. In Poland operates Setec's Central Eastern European sales office.

In June 2001 the Security Printing business unit was incorporated within the Government & Corporate business unit.

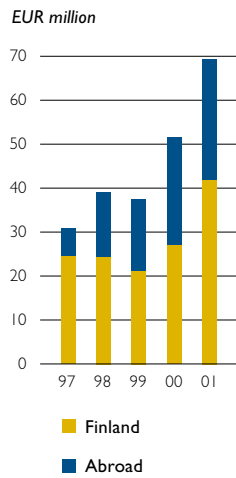
FUTURE OUTLOOK

Demand for high-security smart cards and visual identity documents is expected to grow in the coming years. Setec's net sales is expected to grow significantly in these areas during 2002.

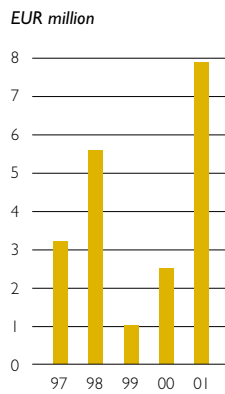
The net sales of the entire Group may be lower; however, and the operating profit will be clearly less than in 2001. This is a consequence of the non-recurring impact on net sales and the operating profit of mass deliveries of euro banknotes in 2001.

In the near future, Setec will focus on the Nordic region, the rest of Europe, Southeast Asia and China, as well as other selected markets. In accordance with the group's chosen strategy, R&D investments will be directed to developing card solutions for present and future mobile phone networks, the banks' EMV projects and public authorities' electronic identity documents. PKI, namely public key technology, will play a growing role in Setec's card solutions. Market coverage will be strengthened by expanding the group's own sales network and developing partner operations.

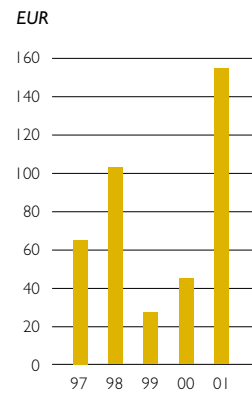
Net sales



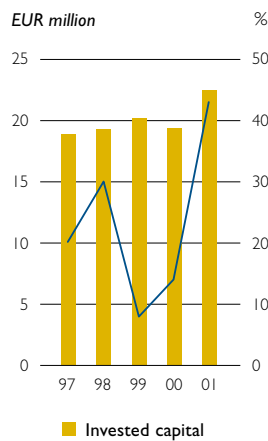
Operating profit



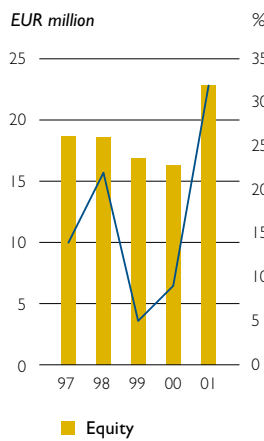
Earnings per share



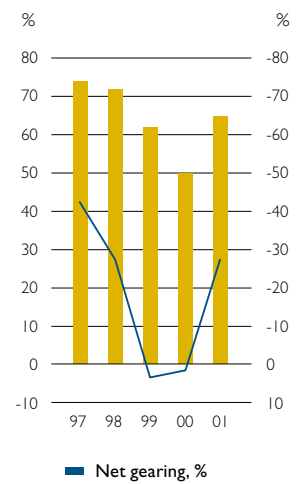
Return on investments



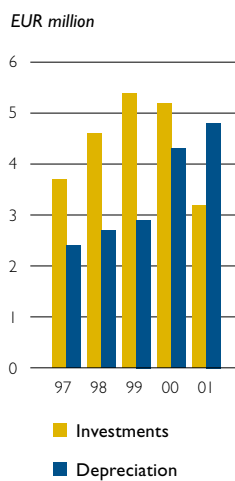
Return on equity



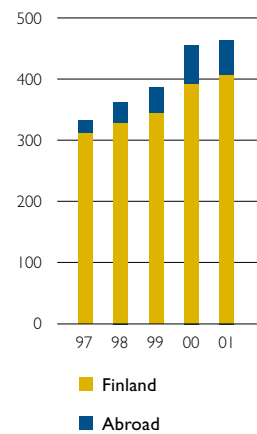
Equity ratio



Investments and depreciation



Personnel 31 Dec.



INCOME STATEMENTS

EUR thousands	Note	GROUP		PARENT COMPANY	
		2001	2000	2001	2000
Net sales	1	69,765	51,784	62,568	44,302
Increase (+) or decrease (-) in stocks of finished products and work in progress		-422	1,657	-422	1,657
Production for own use		9	59	9	59
Share of profits of associated companies		150	169	-	-
Other operating income		1,358	1,150	1,173	1,478
Raw materials and services	2	-23,280	-19,397	-19,238	-14,995
Personnel expenses	3	-20,558	-16,729	-19,170	-15,303
Depreciation and value adjustments	4	-4,765	-4,337	-4,355	-3,755
Other operating costs and expenses	5	-14,375	-11,893	-12,939	-10,505
Operating profit		7,882	2,463	7,626	2,938
Financial income and expenses	6	749	-44	979	103
Profit before extraordinary items		8,631	2,419	8,605	3,041
Extraordinary items	7	85	-1,654	-	-1,553
Profit before appropriations and taxes		8,716	765	8,605	1,488
Appropriations	8	-	-	1,343	590
Profit before taxes		8,716	765	9,948	2,078
Income taxes	9	-2,442	-525	-2,860	-591
Minority interest		-3	922	-	-
Profit for the financial year		6,271	1,162	7,088	1,487

BALANCE SHEETS

EUR thousands	Note	GROUP		PARENT COMPANY	
		2001	2000	2001	2000
ASSETS					
Non-current assets					
Intangible assets	10	1,071	758	1,071	758
Goodwill on consolidation	11	279	395	-	-
Tangible assets	12	7,817	9,997	7,327	9,037
Holdings in associated companies	13	516	557	-	-
Non-current investment	14	52	1,846	1,358	3,026
Non-current assets, total		9,735	13,553	9,756	12,821
Current assets					
Stocks	15	9,986	8,710	9,314	8,266
Non-current receivables	16	-	-	802	844
Current receivables	17	9,121	10,586	8,380	9,538
Cash in hand and at banks		6,217	773	5,712	51
Current assets, total		25,324	20,069	24,208	18,699
		35,059	33,622	33,964	31,520
SHAREHOLDERS' EQUITY AND LIABILITIES					
Shareholders' equity					
Share capital	18	6,728	6,728	6,728	6,728
Reserve fund		2,656	2,656	2,656	2,656
Retained earnings		6,795	6,406	5,755	4,940
Profit for the financial year		6,271	1,163	7,087	1,486
Shareholders' equity, total		22,450	16,953	22,226	15,810
Minority interest		-100	-606	-	-
Appropriations	19	-	-	922	2,265
Obligatory provisions	20	-	166	-	293
Liabilities					
Deferred tax liability	21	332	719	-	-
Non-current liabilities	22	244	1,299	-	5
Current liabilities	23	12,133	15,091	10,816	13,147
Liabilities, total		12,709	17,109	10,816	13,152
		35,059	33,622	33,964	31,520

CASH FLOW STATEMENTS

EUR thousands	GROUP		PARENT COMPANY	
	2001	2000	2001	2000
For business operations				
Operating profit	7,882	2,464	7,625	2,938
Adjustments to operating profit				
Depreciation	4,765	4,337	4,355	3,755
Expenses from the wind-up of operations	-	-	-293	-
Other adjustments	28	-129	-	-
Cash flow before change in net working capital	12,675	6,672	11,687	6,693
Change in net working capital				
Increase (-) or decrease (+) in stocks	-1,276	-3,545	-1,049	-3,862
Increase (-) or decrease (+) in current receivables	1,040	-3,296	631	-2,822
Increase (+) or decrease (-) in non-interest-bearing liabilities	-3,153	6,225	-2,934	5,397
Cash flow from operations before financial items and taxes	9,286	6,056	8,335	5,406
Interest received	231	147	92	57
Interest paid	-315	-351	-58	-213
Other financial items	-	-	-79	-29
Profit from disposal of other investments	-	-411	-	-411
Refund of pension contributions	-	-101	-	-
Taxes	-100	-497	-100	-497
Cash flow from business operations, total	9,102	4,843	8,190	4,313
Capital expenditure				
Capital expenditure on tangible and intangible assets	-2,791	-3,844	-2,958	-3,618
Capital expenditure on other investments	-	-	-25	-558
Loan repayments	-	-	99	75
Proceeds from disposal of other investments	2,472	416	2,472	416
Interest received from investments	53	109	53	109
Dividends received from investments	1	51	192	178
Cash flow from investments, total	-265	-3 268	-167	-3 398
Cash flow before financing	8,837	1,575	8,023	915
Financing				
Acquisition of own shares	-	-231	-	-231
Drawings of long-term loans	-	54	-	-
Repayments of long-term loans	-1,046	-5	-5	-5
Increase in short-term finance	-1,702	-316	-1,686	221
Dividends paid	-671	-1,009	-671	-1,009
Financing, total	-3,419	-1,507	-2,362	-1,024
Change in liquid funds	5,418	68	5,661	-109
Liquid funds 1 January	773	841	51	160
Change	5,418	-68	5,661	-109
Liquid funds 31 December	6,191	773	5,712	51

ACCOUNTING POLICY

SCOPE OF THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements include the parent company, the subsidiary companies Setec Card AB, Setec Sverige AB and Setec Card (Thailand) Ltd, in which the parent company holds over 50% of the conferred voting rights at the end of the financial year, and the joint venture AB Svenska Pass, of which Setec Oy owns 50%. The result of the company Mennica-Setec Card Sp. z o.o., which was wound up during the financial year, is also included in the consolidated financial statements.

In addition, the accounts of the associated company Setec Danmark A/S have been consolidated by the equity method.

PRINCIPLES OF CONSOLIDATION

The consolidated financial statements and the parent company's financial statements have been prepared in accordance with Finnish legislation and valid rules and regulations. The financial statements of foreign subsidiaries have been adjusted to correspond with Finnish accounting principles.

The consolidated financial statements have been prepared by applying the acquisition cost method. Mutual shareholdings have been eliminated using the acquisition cost method. Receivables, liabilities as well as intra-Group transactions and unrealised margins have been eliminated. Minority interests in the shareholders' equity and Group's profit have been separated and entered as a separate item. The items on the income statement, balance sheet and notes to the financial statements of the joint venture AB Svenska Pass have been consolidated in proportion to ownership. Joint decision-making authority in the company is based on a shareholders' agreement. The income statement of Mennica-Setec Card Sp. z o.o. has also been consolidated in proportion to ownership, differing from the previous year's practice.

The accounts of Setec Oy's associated company Setec Danmark A/S have been consolidated using the equity method.

The income statements of foreign Group companies have been translated into Finnish markka using the average exchange rate for the financial year, and their balance sheets have been translated

using the exchange rate quoted on the balance sheet date. In the elimination of mutual shareholdings, translation differences arising from changes in exchange rates are recorded in the shareholders' equity.

VALUATION OF INTANGIBLE AND TANGIBLE ASSETS

Intangible and tangible assets are recorded on the balance sheet at acquisition cost less planned depreciation. Planned depreciation is calculated using the straight-line method over the economic lifetime of the assets in question. Depreciation is calculated from the first day of the month following the month of acquisition.

The depreciation periods are:

Intangible rights	5 years
Goodwill	5–10 years
Other capitalised long-term expenses	5 years
Machinery and equipment	2–10 years

VALUATION OF STOCKS

Stocks are valued according to the FIFO principle at acquisition cost or, if lower, their replacement cost or likely realisable value. The value of semi-finished and finished products includes in addition to direct acquisition costs its due proportion of manufacturing and depreciation charged in respect of production equipment.

VALUATION OF INVESTMENTS AND LIQUID SECURITIES

Publicly quoted securities included in investment and liquid securities are valued at acquisition cost or, if lower, at the market value of the accounting date.

NET SALES

As net sales are recorded the invoicing values of products and services less indirect taxes connected with the sales, discounts, and exchange rate differences on the sales. Products and services are entered as income when payment is made.

ITEMS DENOMINATED IN FOREIGN CURRENCIES

Transactions denominated in foreign currencies have been recorded at the exchange rate ruling on the transaction date. Receivables and liabilities denominated in foreign currencies have been valued using the exchange rate quoted by the Bank of Finland on the balance sheet date.

RESEARCH AND DEVELOPMENT EXPENSES

Research and development expenses are written off in the year during which they are incurred.

PENSION COMMITMENTS

Setec Oy has arranged pension cover for its personnel with a pension insurance institution. The insurance premiums have been recorded in the accounts in accordance with the principles of accrual accounting on the basis of a statement prepared by the pension insurance institution. A proportion of Setec Oy's personnel, including the company's Chief Executive Officer, enjoy pension benefits superior to the statutory standard. This is based mainly on the situation prevailing prior to 1991, when Setec was part of the Bank of Finland's organisation. The supplementary pension cover in question has also been arranged with a pension insurance institution.

The pension cover of foreign companies has been arranged in accordance with local practice. The pension commitments of foreign companies have also been covered.

EXTRAORDINARY INCOME AND EXPENSES

Major transactions that are not part of normal operations, for example the closure of business operations, are entered in the income statement as extraordinary items. The effects on the result of changes in accounting practice or procedures are also recorded as extraordinary items.

EXPENDITURE COMMITMENTS AND LOSSES

Expenditure commitments and losses that are considered to be certain or probable are included in the income statement items to which they, by their nature, belong. In the balance sheets the said expense provisions are entered as obligatory provisions in the case of extraordinary items and when there is uncertainty as to their amount or timing, and in other cases as accrued expenses and deferred income.

TAXES

Taxes on Group companies' profits for the financial year as well as adjustments to taxes of earlier financial years are recorded as income taxes in the income statements, as are deferred taxes.

Deferred tax liabilities and receivables have been calculated for all matching items between accounting and taxation using the confirmed tax rate of the succeeding years at year-end.

Deferred tax receivables have been recorded according to the amount of the estimated probable tax benefit.

DIVIDENDS

The Board of Directors' proposal on dividend distribution to the Annual General Meeting is not taken into account in the financial statements. Any possible dividend will be taken into account on the basis of the Annual General Meeting's decision.

ADJUSTMENTS TO THE PREVIOUS FINANCIAL YEAR'S FIGURES

No adjustments to the previous year's figures have been necessary.

The financial statements have been combined in Finnish markka and the figures converted into euros afterwards.

NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE INCOME STATEMENTS				
EUR million	Group			
	2001	2000		
1. Net sales				
Net sales by business unit				
Government & Corporate	41.8	31.8		
Telecom & Media	15.7	11.7		
Banking & Retail	12.3	8.3		
Total	69.8	51.8		
Foreign sales				
Nordic countries	16.8	15.1		
Rest of Europe	5.2	6.1		
Southeast Asia	4.3	2.4		
Others	1.6	1.3		
Foreign sales, total	27.9	24.9		
Operating profit by business unit				
Government & Corporate	8.7	3.5		
Telecom & Media	-1.5	-0.3		
Banking & Retail	0.7	-0.7		
Total	7.9	2.5		
EUR thousands	Group		Parent company	
	2001	2000	2001	2000
2. Raw materials and services				
Materials and supplies				
Purchases during the financial year	22,207	18,725	19,615	15,868
Change in stocks	-1,418	-2,198	-1,471	-2,205
Materials and supplies, total	20,789	16,527	18,144	13,663
External services	2,491	2,870	1,094	1,332
Raw materials and services, total	23,280	19,397	19,238	14,995
3. Personnel expenses				
Wages and salaries	15,827	13,124	14,821	11,946
Pension expenses	3,037	2,115	2,975	2,240
Other personnel expenses	1,694	1,490	1,374	1,117
Total	20,558	16,729	19,170	15,303
Management fees and salaries				
Chief Executive Officer, Deputy Chief Executive Officer and members of the Board	455	533	388	270
Average number of personnel, Group and parent company during the financial year				
Salaried personnel	268	226	243	196
Workers	211	204	203	191
Total	479	430	446	387
Average number of personnel, Group and parent company during the financial year, total	466	458	438	417

EUR thousands	Group		Parent company	
	2001	2000	2001	2000
4. Depreciation and reductions in value				
Depreciation on intangible assets	588	483	492	346
Depreciation on tangible assets	4,177	3,854	3,863	3,409
Total	4,765	4,337	4,355	3,755
5. Other operating expenses				
Voluntary personnel expenses	1,267	1,026	1,183	945
Premises and security	2,554	2,476	2,262	2,139
Electricity and water	639	558	630	550
Supplies	1,122	945	1,044	850
Telephone and post	438	337	396	279
Travel and entertainment	1,656	1,402	1,602	1,333
Marketing and communications	1,023	803	1,020	785
Other external services	3,065	2,711	2,948	2,232
Other expenses	2,611	1,635	1,854	1,392
Total	14,375	11,893	12,939	10,505
6. Financial income and expenses				
Dividend income				
From Group companies	-	-	-	-
From participating interests	-	-	191	127
From others	1	51	1	52
Dividend income, total	1	51	192	179
Interest income from long-term investments				
From Group companies	-	-	-	-
From others	53	109	53	109
Total	53	109	53	109
Interest income from long-term investments, total	54	160	245	288
Other interest and financial income				
From Group companies	-	-	40	54
From others	1,010	147	927	33
Other interest and financial income, total	1,010	147	967	87
Interest income from long-term investments and other interest and financial income, total	1,064	307	1,212	375
Interest and other financial expenses				
To Group companies	-	-	-	-
To others	315	351	233	272
Interest and other financial expenses, total	315	351	233	272
Financial income and expenses, total	749	-44	979	103
Exchange rate gains included in interest and financial income	-	-	97	31
Exchange rate losses included in interest and financial expenses	-	-	176	60
7. Extraordinary items				
Extraordinary income	85	-	-	-
Extraordinary expenses	-	1,654	-	1,553

Extraordinary income in 2001 consists of the annulment of an excessively large provision made in connection with the winding up of a subsidiary in the previous financial year.

EUR thousands	Group		Parent company	
	2001	2000	2001	2000
8. Appropriations				
Difference between depreciation according to plan and depreciation for taxation purposes	-	-	1,343	590
Total	-	-	1,343	590
9. Income taxes				
Income taxes on business operations	2,059	368	2,471	420
Change in deferred tax liability	383	157	389	171
Total	2,442	525	2,860	591
NOTES TO THE BALANCE SHEETS				
Non-current assets				
10. Intangible assets				
Intangible rights				
Acquisition cost 1 Jan.	1,867	1,813	1,847	1,789
Translation difference 1 Jan.–31 Dec.	-	1	-	-
Increases 1 Jan.–31 Dec.	145	239	145	58
Decreases 1 Jan.–31 Dec.	-	-187	-	-
Acquisition cost 31 Dec.	2,012	1,866	1,992	1,847
Accumulated depreciation 1 Jan.	-1 460	-1,317	-1,441	-1,315
Depreciation for the financial year	-172	-143	-171	-126
Accumulated depreciation 31 Dec.	-1,632	-1,460	-1,612	-1,441
Book value 31 Dec.	380	406	380	406
Other capitalised long-term expenses				
Acquisition cost 1 Jan.	959	745	959	745
Increases 1 Jan.–31 Dec.	660	214	660	214
Decreases 1 Jan.–31 Dec.	-	-	-	-
Acquisition cost 31 Dec.	1,619	959	1,619	959
Accumulated depreciation 1 Jan.	-608	-387	-608	-387
Depreciation for the financial year	-320	-220	-320	-220
Accumulated depreciation 31 Dec.	-928	-607	-928	-607
Book value 31 Dec.	691	352	691	352
11. Goodwill				
Acquisition cost 1 Jan.	1,037	1,034	-	-
Translation difference 1 Jan.–31 Dec.	-20	3	-	-
Increases 1 Jan.–31 Dec.	-	-	-	-
Decreases 1 Jan.–31 Dec.	-	-	-	-
Acquisition cost 31 Dec.	1,017	1,037	-	-
Accumulated depreciation 1 Jan.	-642	-523	-	-
Depreciation for the financial year	-96	-119	-	-
Accumulated depreciation 31 Dec.	-738	-642	-	-
Book value 31 Dec.	279	395	-	-

EUR thousands	Group		Parent company	
	2001	2000	2001	2000
12. Tangible assets				
Machinery and equipment				
Acquisition cost 1 Jan.	35,771	32,674	33,375	30,029
Translation difference	11	-333	-	-
Increases 1 Jan.–31 Dec.	2,420	4,612	2,235	3,291
Advance payments 1 Jan.–31 Dec.	-	65	-	65
Decreases 1 Jan.–31 Dec.	-434	-1,247	-82	-10
Acquisition cost 31 Dec.	37,768	35,771	35,528	33,375
Accumulated depreciation 1 Jan.	-25,774	-21,920	-24,338	-20,929
Depreciation for the financial year	-4,177	-3,854	-3,863	-3,409
Accumulated depreciation 31 Dec.	-29,951	-25,774	-28,201	-24,338
Book value 31 Dec.	7,817	9,997	7,327	9,037
Production machinery and equipment				
Book value 31 Dec.	5,389	7,888	5,137	7,095
Holdings in participating interests and investments				
13. Shares in participating interests				
Acquisition cost 1 Jan.	557	515	506	506
Increases 1 Jan.–31 Dec.	166	185	-	-
Decreases 1 Jan.–31 Dec.	-207	-143	-	-
Acquisition cost 31 Dec.	516	557	506	506
Book value 31 Dec.	516	557	506	506
14. Shares in Group companies				
Acquisition cost 1 Jan.	-	-	775	721
Increases 1 Jan.–31 Dec.	-	-	26	558
Decreases 1 Jan.–31 Dec.	-	-	0	-504
Acquisition cost 31 Dec.	-	-	801	775
Book value 31 Dec.	-	-	801	775
Others				
Acquisition cost 1 Jan.	1,846	1,750	1,745	1,750
Increases 1 Jan.–31 Dec.	-	101	-	-
Decreases 1 Jan.–31 Dec.	-1,794	-5	-1,693	-5
Acquisition cost 31 Dec.	52	1,846	52	1,745
Book value 31 Dec.	52	1,846	52	1,745
Total book value of investments 31 Dec.	568	2,403	1,358	3,027
Undepreciated goodwill at 31 Dec. 2001 according to the associated company's acquisition statement was EUR 16,000.				
Companies owned by the Group and parent company				
Group companies	Setec Sverige AB	Setec Card AB	Setec Card (Thailand) Ltd	
City of domicile	Tumba	Tumba	Bangkok	
Country of domicile	Sweden	Sweden	Thailand	
Parent company holding, %	100	78.86	99.30	
Group holding, %	100	78.86	99.30	
Book value, Group	-	-	-	
Book value, parent company	EUR 775,329	SEK 4,837,960	EUR 25,486	

Participating interests	AB Svenska Pass	Setec Danmark A/S			
City of domicile	Eskilstuna	Ballerup			
Country of domicile	Sweden	Denmark			
Parent company holding, %	50	47.50			
Group holding, %	50	47.50			
Profit for the financial year	SEK 1,552,427	DKK 2,591,942			
Book value, Group	-	EUR 516,074			
Book value, parent company	EUR 169,760	EUR 336,343			
		Group		Parent company	
EUR thousands		2001	2000	2001	2000
15. Stocks					
Materials and supplies		6,905	5,067	6,372	4,902
Work in progress		3,081	3,643	2,942	3,364
Total		9,986	8,710	9,314	8,266
16. Long-term receivables					
From Group companies					
Loan receivables		-	-	802	844
Long-term receivables, total		-	-	802	844
17. Short-term receivables					
From Group companies					
Accounts receivable		-	-	17	175
Loan receivables		-	-	-	57
Other receivables		-	-	-	-
Accrued income and deferred expenses		-	-	36	43
Receivables from participating interests					
Accounts receivable		11	214	11	213
Loan receivables		-	-	-	-
Other receivables		-	-	-	-
Accrued income and deferred expenses		14	13	14	13
Receivables from other companies					
Accounts receivable		7,968	8,798	7,568	7,672
Loan receivables		-	-	-	-
Other receivables		277	320	11	226
Accrued income and deferred expenses		851	1,241	723	1,139
Short-term receivables, total		9,121	10,586	8,380	9,538
Accrued income and deferred expenses					
Allocated statutory insurance premiums		302	269	302	269
Allocated interest and tax receivables		20	554	51	583
Other accrued income and deferred expenses		543	431	420	343
Accrued income and deferred expenses, total		865	1,254	773	1,195
Investments and securities					
Replacement value		5,219	2,778	5,219	2,778
Book value		5,115	1,829	5,115	1,829
Difference		104	949	104	949

EUR thousands	Group		Parent company	
	2001	2000	2001	2000
18. Shareholders' equity				
Share capital 1 Jan.	6,728	6,728	6,728	6,728
Share capital 31 Dec.	6,728	6,728	6,728	6,728
Reserve fund 1 Jan.	2,656	2,656	2,656	2,656
Reserve fund 31 Dec.	2,656	2,656	2,656	2,656
Retained earnings 1 Jan.	7,569	7,596	6,426	6,180
Dividends paid 1 Jan. - 31 Dec.	-671	-1,009	-671	-1,009
Translation difference	-103	50	-	-
Purchase of own shares	-	-231	-	-231
Retained earnings 31 Dec.	6,795	6,406	5,755	4,940
Profit for the financial year	6,271	1,163	7,087	1,486
Shareholders' equity, total	22,450	16,953	22,226	15,810
Statement of distributable funds				
Retained earnings	6,795	6,406	5,755	4,940
Profit for the financial year	6,271	1,163	7,087	1,486
Portion of accumulated depreciation difference and voluntary provisions entered in shareholders' equity	-821	-1,767	-	-
Total	12,245	5,802	12,842	6,426
Options				
At the Annual General Meeting held on 29 May 1998 it was decided to issue share options, of which 600 are still outstanding. These entitle their holders to subscribe for 600 shares. If all the options are exercised the company's share capital will rise by EUR 0.1 million. The subscription period is 1 May 2001 to 30 May 2005. The exercising of these options is conditional on the attainment of an agreed operating margin before depreciation.				
19. Appropriations				
Appropriations in the parent company consist of the accumulated depreciation difference.				
20. Obligatory provisions				
There were no obligatory provisions in 2001.				
21. Deferred tax liabilities				
Deferred tax liabilities consist of voluntary provisions, which in the consolidated financial statements are divided between shareholders' equity and deferred tax liability.				
22. Non-current liabilities				
Loans from financial institutions	81	1,122	-	-
Other non-current liabilities	163	177	-	5
Non-current liabilities, total	244	1,299	0	5
23. Current liabilities				
Amounts owing to Group companies				
Advance payments received	-	-	-	-
Accounts payable	-	-	1	-
Other liabilities	-	17	-	-
Accrued expenses and deferred income	14	-	-	-

	Group		Parent company	
	2001	2000	2001	2000
Amounts owing to other companies				
Loans from financial institutions	65	1,754	-	1,686
Loans from financial institutions	773	796	518	493
Accounts payable	2,476	6,329	2,267	5,565
Other liabilities	3,545	2,305	3,387	1,229
Accrued expenses and deferred income	5,260	4,608	4,643	4,179
Current liabilities, total	12,133	15,809	10,816	13,152
Accrued expenses and deferred income				
Charges relating to personnel expenses	3,217	2,298	3,217	2,014
Product liability	1,038	960	1,038	960
Immaterial rights payment	23	660	23	660
Other accrued expenses and deferred income	996	690	365	545
Total	5,274	4,608	4,643	4,179
Interest-bearing liabilities				
Current liabilities	65	1,767	-	1,686
Non-current liabilities	80	1,127	-	5
Total	145	2,894	-	1,691
OTHER NOTES				
Pledges given, contingent liabilities and other commitments				
Bank guarantees				
Bank guarantees given on behalf of Setec Oy by financial institutions totalled EUR 842,000 at 31 Dec. 2001 (EUR 2,072,000 at 31 Dec. 2000).				
Leasing liabilities				
In 2002	EUR 291,000			
Due later	EUR 403,000			
Total	EUR 694,000			
Leasing liabilities consist mainly of ordinary company-car and copy machine leasing liabilities. The premature termination of leasing agreements means that a certain percentage of the outstanding lease payments will be paid.				
Pension liabilities				
Estimated pension benefits better than the standard provision to the parent company's Chief Executive Officer amount to approximately EUR 76,000 (retirement age 60 years).				

PROPOSAL BY THE BOARD OF DIRECTORS

The Board of Directors states that the distributable funds of the Group and parent company are FIM 72,808,409.94 (EUR 12,245,495.50) and FIM 76,356,173.33 (EUR 12,842,186.46) respectively.

The Board of Directors proposes a total dividend distribution of EUR 3,200,000.

Vantaa, 28 february 2002

Esko Ollila	Sakari Aaltonen
Mauri Jaakonaho	Harry Leinonen
Juha Marjosola	Anu Nokso-Koivisto

AUDITORS' REPORT

TO THE SHAREHOLDERS OF SETEC OY

We have audited the accounting records, the financial statements and the administration of Setec Oy for the financial year 1 January to 31 December 2001. The financial statements prepared by the Board of Directors and the Chief Executive Officer comprise the Board of Directors' report, consolidated and parent company income statements, balance sheets and notes to the financial statements. Based on our audit, we express an opinion on these financial statements and on the administration.

We have conducted the audit in accordance with generally accepted Finnish auditing standards. This requires that the accounting and the principles, substance and presentation of the financial statements are audited in sufficient scope to obtain reasonable assurance about whether the financial statements are free of material misstatement. The purpose of our audit of the administration is to assure ourselves that the members of the Board of Directors and the Chief Executive Officer have legally complied with the provisions of the Companies Act.

In our opinion the financial statements have been prepared in accordance with the Accounting Act and other rules and regulations governing the preparation of financial statements. The financial statements give a true and fair view, as defined in the Accounting Act, of both the consolidated and parent company's result of operations as well as of the financial position.

The financial statements, including the consolidated financial statements, may be adopted and the members of the Board of Directors and the Chief Executive Officer of the parent company discharged from liability for the financial year audited by us. The appropriation of distributable funds proposed by the Board of Directors is in compliance with the Companies Act.

Helsinki, 4 March 2002

KPMG Wideri Oy Ab

Kalervo Virtanen
Authorised Public Accountant

Nils Blummé
Authorised Public Accountant

KEY INDICATORS

	1997	1998	1999	2000	2001
Scope and profitability of operations, EUR million					
Net sales	31.1	39.3	37.7	51.8	69.8
Change from the previous year, %	10	27	-4	37	35
Depreciation	2.4	2.7	2.9	4.3	4.8
Operating profit	3.2	5.6	1.0	2.5	7.9
% of net sales	10	14	3	5	11
Profit before extraordinary items	3.6	5.7	1.4	2.4	8.6
% of net sale	12	14	4	5	12
Profit before taxes	3.6	5.7	1.4	0.8	8.7
% of net sales	12	14	4	1	12
Profit for the financial year	2.6	4.1	1.1	1.2	6.3
% of net sales	8	10	3	2	9
Return on equity, %	14	22	5	9	32
Return on investment, %	20	30	8	14	43
Research and development expenses	1.6	1.7	1.2	3.0	2.7
% of net sales	5	4	3	6	4
Number of employees					
At end of financial year	334	364	388	458	466
Average for the financial year	330	359	387	430	479
Financing and financial position, EUR million					
Cash flow from business operations	4.9	5.8	2.3	4.8	9.1
Capital expenditure on fixed assets excluding non-current investments	3.7	4.6	5.4	5.2	3.2
% of net sales	12	12	14	10	5
Equity ratio, %	74	72	62	50	65
Net gearing, %	-42	-27	4	2	-27
Interest-bearing liabilities	0.2	0.7	3.2	2.9	0.2
Share-related indicators, EUR					
Earnings per share	65	103	27	45	155
Diluted earnings per share	-	100	26	45	152
Cash flow from business operations per share	122	144	56	121	228
Equity per share	468	466	425	424	561
Dividend per share	105	67	25	17	80
Dividend-to-earnings ratio	162	65	95	37	52
Number of shares					
At end of financial year	40,000	40,000	40,000	40,000	40,000
Average for the financial year	40,000	40,000	40,000	40,000	40,000

FORMULAE FOR CALCULATION OF THE KEY INDICATORS

Return on equity, %	=	100 x	$\frac{\text{Profit before extraordinary items - taxes +/- tax effect of extraordinary items}}{\text{(Shareholders' equity + minority interests + untaxed reserves and accumulated depreciation difference less deferred tax liability) (average for the financial year)}}$
Return on investments, %	=	100 x	$\frac{\text{Profit before extraordinary items + interest and other financial expenses}}{\text{Balance sheet total - non interest-bearing liabilities (average for the financial year)}}$
Equity ratio, %	=	100 x	$\frac{\text{Shareholders' equity + minority interests + untaxed reserves and accumulated depreciation difference less deferred tax liability}}{\text{Balance sheet total - advance payments received}}$
Net gearing, %	=	100 x	$\frac{\text{Interest-bearing liabilities - current and non-current investments - cash in hand}}{\text{Shareholders' equity + minority interests + untaxed reserves and accumulated depreciation difference less deferred tax liability}}$
Earnings per share	=		$\frac{\text{Profit before extraordinary items +/- minority interests - taxes +/- tax effect on extraordinary items}}{\text{Average number of shares}}$
Equity per share	=		$\frac{\text{Shareholders' equity}}{\text{Number of shares at the end of period}}$
Dividend per share	=		$\frac{\text{Proposed or paid dividend}}{\text{Number of shares at the end of period}}$
Dividend-to-earnings ratio, %	=	100 x	$\frac{\text{Dividend per share}}{\text{Earnings per share}}$

SHARES AND SHAREHOLDERS

The share capital of Setec Oy is EUR 6.73 million and the nominal value of the company's share is EUR 168.19. The amount of share capital has remained unchanged. The company has one share series and each share carries one vote.

SHAREHOLDERS AT 31 DECEMBER 2001		
	Number of shares	% of shares and votes
Bank of Finland	16,000	40.0
Finnish National Fund for Research and Development Sitra	9,277	23.2
Finnish Industry Investment Ltd	6,153	15.4
Varma-Sampo Mutual Pension Insurance Company	3,970	9.9
Sampo Life Insurance Company Limited	3,620	9.1
Fennia Life Insurance Company Ltd	380	1.0
Executive management	485	1.2
Own shares controlled by the company	115	0.3
Total	40,000	100.0*

The company's ownership remained unchanged during the year. The shareholdings of the company's management now total 1.2% (1.2%).

The Board of Directors has no valid authorisations to decide on new share issues, grant share options or issue convertible bonds.

The Board of Directors has no valid authorisation to transfer the own shares controlled by the company. The Board of Directors has no valid authorisation to purchase the company's own shares.

* Due to rounding the percentage figures do not exactly total 100%.

THE ADMINISTRATION OF SETEC OY

Ultimate responsibility for the administration and management of the Group resides with Setec Oy's official administrative bodies, which are the Annual General Meeting, the Board of Directors and the Chief Executive Officer. The administrative bodies have not been assigned any special responsibilities over and above those required by law.

The Annual General Meeting, which is usually convened once a year, is the company's supreme decision-making body. Each year, among other things, it approves the company's income statement and balance sheet and decides on the payment of a dividend. The Annual General Meeting elects the members of the Board of Directors, who then elect the Chairman of the Board from among their number. According to the company's Articles of Association, the period of office for the members of the Board of Directors ends at the close of the next Annual General Meeting after their election. The company's Board of Directors consists of at least three and not more than seven members. There are currently six members serving on the Board of Directors. The Chief Executive Officer of the company is not a member of the Board of Directors. The Board meets about ten times a year.

According to the Companies Act the task of the Board of Directors is to attend to the administration of the company and to organise its operations appropriately. The Board of Directors must also decide on such matters that are unusual and far-reaching in terms of the scope and quality of the company's operations. In order to fulfil these general obligations, the duties of the company's Board of Directors also include, in addition to the duties expressly prescribed in the Companies Act, approving the selection of the Chief Executive Officer's direct subordinates, confirming the company's strategy and budget as well as monitoring that it

is adhered to, deciding on business arrangements, significant investments and loans, and confirming the senior management's salaries and other benefits as well as personnel policy.

The shareholders have made an agreement concerning their rights to appoint the members of the Board of Directors and the terms of the redemption clause in the Articles of Association.

The boards of directors of subsidiaries and associated companies are composed of members of Setec Oy's Board of Management as well as outsiders who can contribute added value to the operations of the companies.

Setec Oy's Chief Executive Officer has the task of managing and supervising the company's business operations in accordance with instructions and regulations issued by the Board of Directors. The Chief Executive Officer is appointed by the Board of Directors. The Chief Executive Officer is supported within the company by the Board of Management, its members being those executives responsible for Setec Oy's strategically critical functions. The Board of Management meets on average twice a month. The members of the Board of Management and their areas of responsibility are presented in the section Board of Directors, Board of Management and Auditors.

The salaries and fees paid to the Chief Executive Officer, the Executive Vice President and the members of the Board of Directors are presented in the notes to the financial statements. The members of the Board of Directors receive fees approved by the Annual General Meeting in respect of individual meetings. No separate compensation is paid to the members of the Board of Management in respect of board membership of subsidiaries or associated companies.



*From left Esko Ollila, Juha Marjosola, Mauri Jaakonaho,
Harry Leinonen, Anu Nokso-Koivisto and Sakari Aaltonen.*

BOARD OF DIRECTORS

ESKO OLLILA, CHAIRMAN OF THE BOARD

b. 1940, LL.M.

Board member since 1998

Bank of Finland, Deputy Governor 1998–2000

Bank of Finland, member of the Board 1983–1997

Minister of Finance 1986–1987

Minister of Trade and Industry 1982–1983

Skopbank, member of the Board 1979–1983

Regional Development Fund of Finland, Managing Director 1975–1979

Rovaniemi Savings Bank, Managing Director 1971–1975

Finnish National Fund for Research and Development Sitra,

Board member

SAKARI AALTONEN

b. 1952, M.Sc.

Board member since 1998

Varma-Sampo Mutual Pension Insurance Company,

Senior Vice President, IT and Administration 1998–

Eläke-Varma, Senior Vice President, Customer Relations 1995–1998

Tele Yritysviestintä Oy, Managing Director 1994–1995

Telecom Finland Oy, Director, Key Customers 1991–1994

Sycon Oy, Managing Director 1991

Enator Finland Oy, Managing Director 1987–1991

ESY Oy, Chairman of the Board

Octel Oy, Chairman of the Board

Silta Oy, Board member

MAURI JAAKONAHO

b. 1946, M.Sc. (Econ.)

Board member since 1995

Metso Automation Oy, Senior Vice President,
Finance and Administration 1999–

Valmet Corporation, Executive Vice President,
Chief Financial Officer 1987–1999

Valmet Corporation, Corporate Vice President, Finance 1983–1985

Raute Oy, Chief Financial Officer 1982–1983

Valmet Corporation, Head Office, Assistant Vice President
and Corporate Controller 1979–1982

Kone Group, Divisional Controller 1975–1979

Sampo Life Insurance Company, member of the Supervisory Board

Valmet Automotive Oy, Vice Chairman of the Board

Vapo Oy, Board member

Sato Corporation Ltd, Housing Investment Company, Board member

HARRY LEINONEN

b. 1951, M.Sc. (Econ.)

Board member since 2000

Bank of Finland, Adviser to the Board 1999–

Bank of Finland, Head of Payment Systems Office 1996–1999

Oy Samlink Ab, Director 1994–1996

Sp-palvelu Oy, Head of Department 1991–1994

Skopbank, Head of Department 1986–1990

Central Bank for the OKOBANK Group,

Head of Department 1985–1986

Central Bank for the OKOBANK Group,

Development Manager 1981–1985

JUHA MARJOSOLA

b. 1952, M.Sc. (Econ.)

Board member since 1998

Finnish Industry Investment Ltd, President 1995–

Industrialization Fund of Finland Ltd, President 1991–1995

Industrialization Fund of Finland Ltd, Director,

Venture Funds, M&A, Corporate Analyses 1987–1991

Oy Mercantile Ab, Director, Information Technology and Industrial
Machinery 1984–1987

Tietojyvä Oy, President 1982–1984

Start Fund of Kera Oy, Chairman of the Board

Finnish Venture Capital Association, Board member

ANU NOKSO-KOIVISTO

b. 1957, M.Sc. (Eng.)

Board member since 1998

Finnish National Fund for Research and Development Sitra,

Director, Investments in Technology Companies
and Venture Capital Funds 1996–

Industrialization Fund of Finland,

Deputy Managing Director 1995

Industrialization Fund of Finland, Assistant Director,

Venture Capital and M&A 1991–1995

Industrialization Fund of Finland,

Investment Manager 1989–1991

Finnish Venture Capital Association, Chairman of the Board

Teknologiasta Tuotteiksi -rahaston säätiö (From Technology to Products

Trust Foundation), member of the Managing Board Foundation for

Finnish Inventions, Vice member, Board of Trustees



From left Jyrki Lignell, Tom Ahlers, Magnus Segercrantz, Antti Metsäranta, Markku Harjapää and Lauri Pesonen.

BOARD OF MANAGEMENT

JYRKI LIGNELL

President & CEO
b. 1950, Lic. (Eng.)

Setec Oy, President & CEO 2001–
Finnet Group

Finnet International Oy and Kaukoverkko Ysi Oy,
President & CEO 1999–2000

Groupe Schneider

Nokian Kondensaattorit Oy, President & CEO 1995–1999

Schneider Electric Oy, President & CEO 1993–1995

Telemecanique Oy, President & CEO 1989–1993

Member of the Board of Directors, Setec Danmark A/S, Denmark

Member of the Board of Directors, Setec Card AB, Sweden

Deputy Member of the Board of Directors, AB Svenska Pass, Sweden

TOM AHLERS

Senior Vice President, Sales and Marketing
b. 1953, MBA

Setec Oy

Senior Vice President, Sales and Marketing 2001–

Senior Vice President, Government & Corporate business unit
1998–2001

President & CEO, Mennica-Setec Card Sp. z o.o., Poland 1999–2000
Marketing Manager 1988–1998

Helsinki Saving Banks, Branch Manager 1982–1988

Chairman of the Board of Directors, Setec Card AB, Sweden

Member of the Board of Directors, AB Svenska Pass, Sweden

ANTTI METSÄRANTA

Senior Vice President, Production
b. 1947

Setec Oy

Senior Vice President, Production 2001–

Card Production Manager 1999–2001

ID Card Unit Manager 1991–1999

Bank of Finland, Security Printing House

ID Card Unit Manager 1989–1991

LAURI PESONEN

Chief Technology Officer, Executive Vice President
b. 1965, M. Sc. (Eng.)

Setec Oy

Executive Vice President 2001–

Chief Technology Officer 1999–

Manager, Smart Card Unit 1995–1999

Product Manager 1992–1995

Systems Expert 1990–1992

Nokia Data

Expert 1989–1990

MAGNUS SEGERCRANTZ

Chief Financial Officer, Executive Vice President
b. 1957, M. Sc. (Econ.)

Setec Oy

Executive Vice President and Deputy Chief Executive Officer 1999–

Chief Financial Officer 1998–

Financial Manager 1996–1997

SEB-Kort AB, Sweden, Group Controller 1994–1996

Diners Club Sweden AB, Sweden, Chief Financial Officer 1992–1994

Oy Fazer Musiikki Ab, Chief Financial Officer 1991–1992

Diners Club Nordic A/S, Norway, Chief Financial Officer 1988–1991

Diners Club Finland Oy

Chief Financial Officer 1985–1988

Financial Manager 1983–1985

Chairman of the Board of Directors, AB Svenska Pass, Sweden

Member of the Board of Directors, Setec Danmark A/S, Denmark

Deputy Member of the Board of Directors, Setec Card AB, Sweden

MARKKU HARJAPÄÄ

Staff representative
b. 1957

Setec Oy

Card Production Support Analyst 2000–

Programmer, Product Data Systems 1993–1999

Shop Steward VAAL/GT

AUDITORS

NILS BLUMMÉ

A.P.A.

KALERVO VIRTANEN

Professor, A.P.A.

Deputy Auditor

KPMG WIDERI OY AB

Authorised Public Accountants

CONTACT DETAILS

SETEC OY

P.O. Box 31 (Suometsänkaari 2)
FIN-01741 Vantaa
Finland
Telephone +358 9 89 41 1
Fax +358 9 891 887
E-mail info@setec.com
Website www.setec.com

SETEC CENTRAL EASTERN EUROPE

Regus Business Centre
Al. Jana Pawla II 29
00-867 Warsaw
Poland
Telephone +48 22 528 9100
Fax +48 22 528 9317
E-mail tomasz.sekutowicz@setec.com

SETEC ASIA

76, Playfair Road
#05-06, LHK 2 Building
Singapore 367996
Singapore
Telephone +65 6287 8908
Fax +65 6287 9277
E-mail gt.tan@setecasia.com

SETEC CARD (THAILAND) LTD

8th Floor, Software Park Building
99/27 Chaengwatana Road
Pakkred, Nonthaburi 11120
Thailand
Telephone +66 2 584 6061
Fax +66 2 584 6062
E-mail wanawit.ahkputra@setecthailand.com

SUBSIDIARIES AND ASSOCIATED COMPANIES

SETEC CARD AB

P.O. Box 42133 (Västberga Allé 36 C)
S-126 15 Stockholm
Sweden
Telephone +46 8 5791 9700
Fax +46 8 5791 9720
E-mail info@setec.se

AB SVENSKA PASS

P.O. Box 1137 (Smedjegatan 19)
S-631 80 Eskilstuna
Sweden
Telephone +46 16 428 129
Fax +46 16 120 627
E-mail lennart.boden@tumbabruk.se

SETEC DANMARK A/S

P.O. Box 53 (Borupvang 1 B)
DK-2750 Ballerup
Denmark
Telephone +45 44 827 400
Fax +45 44 668 056
E-mail postmaster@setec.dk