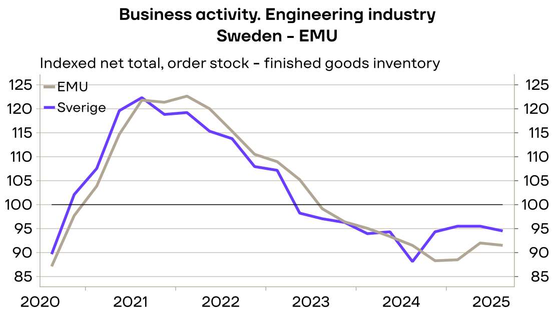
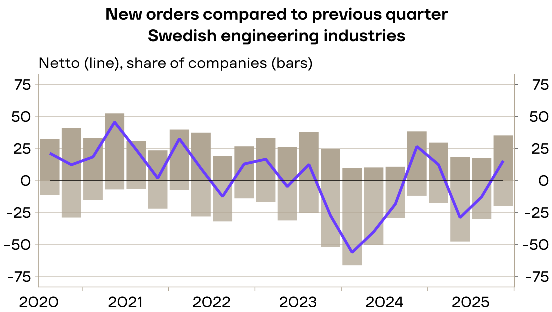
Summary of Teknikföretagen business survey

The combined assessment of the business situation in the engineering industry shows an index that clearly falls below the normal value of 100. This indicates that the industry continues to find itself in a challenging situation. The business climate for Sweden's engineering industry closely follows the corresponding index for the engineering industry in the Euro area, which can be explained by Sweden's extensive trade with the rest of the world. Despite the dim business situation, a higher proportion of companies in the engineering sector report improved order intake. Net order intake has increased compared with the previous quarter, a change mainly driven by more companies reporting higher order intake than before.

Order intake in the engineering industry has developed positively compared with three months ago. The increase is primarily driven by companies in the machinery industry, the metal goods industry, the defence industry, and suppliers to the construction and civil engineering sectors. The positive trend is held back by companies in the automotive industry, the instruments and electrical engineering industries, sectors specializing in metal forming, surface and heat treatment, and suppliers to the machinery industry, which report that order intake has decreased rather than increased compared with three months ago. The shortage of skilled workers is decreasing overall, while the shortage of engineers/technicians has increased slightly compared with the previous quarter. The sector with the highest shortage of skilled workers were the sectors suppliers to the electro industry and the metal goods industry. The sectors reporting the greatest decrease in skilled-worker shortages are companies producing electrical machines and electrical equipment, as well as suppliers to the construction industry. The share of companies operating at full capacity has decreased slightly to 33 percent. The largest increase in capacity utilization is seen among suppliers to the machinery industry, while companies producing electrical machines and electrical equipment report a significant decline.



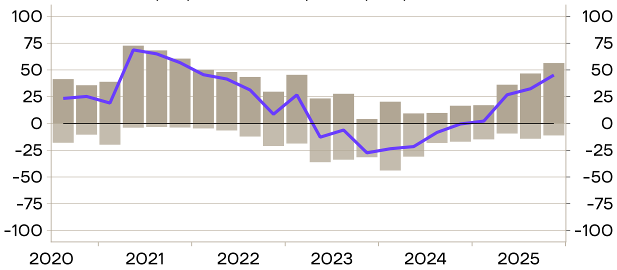
Source: DGEcFin, Teknikföretagen. Assessment of order stocks and inventories of finished goods. Normalised deviation from long term average=100. Index >100 can be caracterized that demand is higher than normal. Index < 100 can be caracterized that is demand lower than normal. Quarterly business survey sectors NACE 25-30,33. Seasnonal adjusted X13.



Source: Teknikföretagens Business Survey och Macrobond.
Share of respondents that report an increse (+) in total orders in volume minus the share of respondents that report a decrease (-) in total orders compared to the previous quarter. The line is the net balance of increase-decrease. Seasonally adjusted X13.

New orders compared to previous quarter
Suppliers to the construction sector

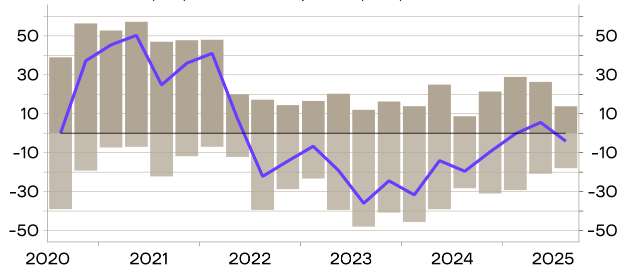
Net balance (line), share of companies (bars)



Källa: Business survey Teknikföretagen and Macrobond.
Note: Share of respondents that report an increse (+) in total orders in volume minus the share of respondents that report a decrease (-) in total orders compared to the previous quarter. The solid line is the net balance of increase-decrease. Seasonally adjusted X13.

New orders compared to previous quarter
Industry of machinery and equipment

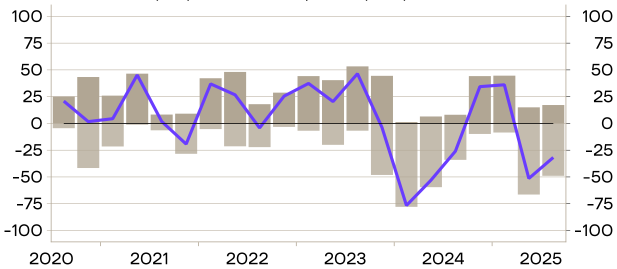
Net balance (line), share of companies (bars)



Källa: Business Survey Teknikföretagens and Macrobond
Note: Share of respondents in sector NACE 28 that report an increse (+) in total orders in volume minus the share of respondents that report a decrease (-) in total orders compared to the previous quarter. The line is the net balance of increase-decrease. Seasonally adjusted X13.

New orders compared to previous quarter
Industry of transport equipment

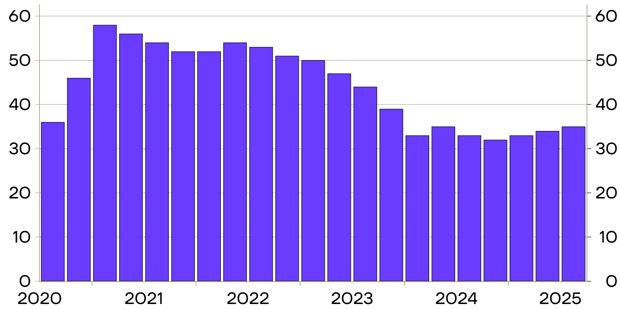
Net balance (line), share of companies (bars)



Källa: Business survey Tekninföretagen and Macrobond
Note: Share of respondents in sectors NACE 29-30 that report an increse (+) in total orders in volume minus the share of respondents that report a decrease (-) in total orders compared to the previous quarter. The solid line is the net balance of increase-decrease.

Full capacity utilization
Engineering industry

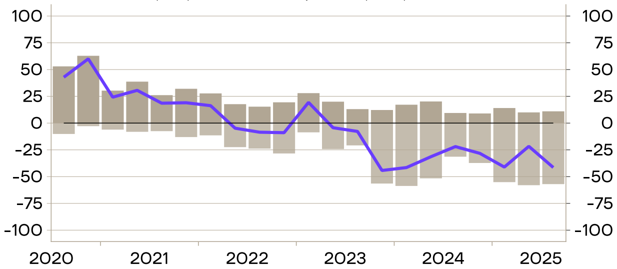
Percent



Source: Business survey Teknikföretagen for sectors NACE 25-30,33.
Note: The share of companies that indicate full capacity utilization. Seasonally adjusted X13.

New orders compared to previous quarter
Suppliers to the motor car industry

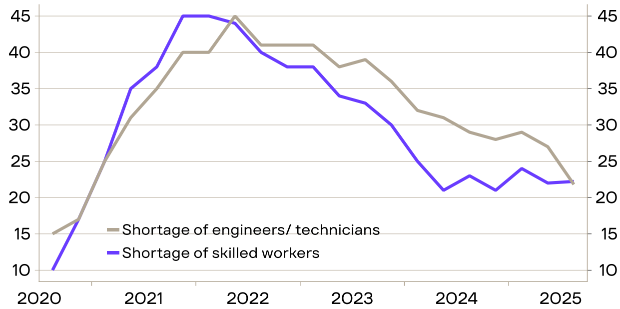
Net balance (line), share of companies (bars)



Källa: Business survey Teknikföretagen and Macrobond.
Note: Share of respondents that report an increse (+) in total orders in volume minus the share of respondents that report a decrease (-) in total orders compared to the previous quarter. The solid line is the net balance of increase-decrease. Suppliers to the motor car industry. Seasonally adjusted X13.

Shortage of labour
Engineering industry

Percent



Source: Business Survey Teknikföretagens and Macrobond.
Note: The share of companies that indicate a shortage of labour. Seasonally adjusted X13.

New orders	Seasonally adjusted X13 Bransch	Sweden Share of sales	Increased	Unaltered	Decrease	Net balance	Export Share of sales	Increased	Unaltered	Decrease	Net balance
	Metal goods industry										
Q3 -25			21	51	-28	-7	0	34	51	-15	20
Q4 -25		**50%**	30	56	-13	17	1	20	67	-12	8
	of which metalworking										
Q3 -25			20	49	-31	-12	0	21	65	-14	7
Q4 -25		**84%**	22	55	-23	-2	0	5	51	-44	-38
	Machine industry										
Q3 -25			12	58	-29	-17	0	30	54	-16	14
Q4 -25		**18%**	31	49	-21	10	1	46	41	-13	32
	Suppliers machine industry										
Q3 -25			18	67	-15	3	0	10	80	-10	0
Q4 -25		**48%**	12	57	-31	-19	1	23	38	-39	-16
	Suppliers electrical industry										
Q3 -25			16	73	-12	4	0	19	25	-56	-37
Q4 -25		**64%**	15	47	-38	-23	0	25	33	-42	-17
	Instrument industry										
Q3 -25			23	62	-15	8	0	21	25	-54	-33
Q4 -25		**4%**	12	67	-21	-8	1	6	76	-18	-12
	Industry of transport equipment										
Q3 -25			49	31	-20	28	0	15	35	-50	-35
Q4 -25		**16%**	35	44	-20	15	1	48	32	-20	29
	Suppliers to motor car industry										
Q3 -25			14	47	-39	-25	0	14	15	-70	-56
Q4 -25		**40%**	8	37	-55	-46	1	0	15	-85	-85
	Suppliers to the construction sector										
Q3 -25			11	67	-22	-12	0	74	18	-8	66
Q4 -25		**39%**	35	49	-16	19	1	70	22	-8	62
	Engineering industry total										
Q3 -25			26	53	-21	4	0	15	52	-33	-17
Q4 -25		**22%**	33	45	-21	12	1	36	45	-19	17
	Suppliers to the engineering industry										
Q3 -25			16	59	-25	-9	0	38	29	-34	4
Q4 -25		**41%**	20	43	-37	-17	1	28	32	-41	-13
	0-74 employees										
Q3 -25			25	46	-30	-5	0	25	44	-31	-5
Q4 -25		**52%**	24	54	-22	2	0	31	36	-33	-2
	75-150 employees										
Q3 -25			21	52	-27	-7	0	22	40	-38	-17
Q4 -25		**56%**	32	46	-22	11	0	19	43	-37	-18
	151-500 employees										
Q3 -25			18	61	-21	-3	0	20	36	-44	-25
Q4 -25		**42%**	18	61	-21	-3	1	24	43	-33	-9
	501- employees										
Q3 -25			41	40	-19	22	0	21	41	-38	-17
Q4 -25		**13%**	35	49	-15	20	1	37	45	-18	19

Share of companies percent unit Seasonally adjusted X13	**Shortage of labour Q3-25**	**Q4-25**	**Shortage of engineers/ technicians Q3-25**	**Q4-25**	**Full capacity utilization Q3-25**	**Q4-25**
Metal goods industry	25	**27**	17	**14**	22	**24**
Machine industry	18	**15**	24	**26**	40	**39**
Suppliers to the machine industry	29	**24**	20	**28**	32	**38**
Electrical machines/ Electrial equipment	28	**16**	24	**31**	49	**31**
Suppliers to the electroindustry	18	**27**	30	**27**	37	**38**
Instrument industry	16	**9**	51	**57**	30	**31**
Industry of transport equipment	19	**18**	17	**15**	42	**40**
Suppliers to the motor car industry	18	**19**	16	**16**	24	**22**
Suppliers to the construction industry	15	**7**	17	**15**	33	**36**
Total engineering industry	22	**19**	22	**23**	35	**33**

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