



LEDSTIERNAN

Year-end report 2009

Group

- **Net sales MSEK 456 (619)**
- **Operating result before change in value, dividends received, depreciation and write-downs MSEK -4 (70)**
- **Result after tax MSEK -351 (-3), equivalent to SEK -61 (-1) per share before dilution**
- **Cash flow for the period MSEK -46 (62)**
- **Net debt was MSEK 51 (-48). Equity ratio was 54 (74) percent.**

Parent company

- **Result after tax MSEK -308 (50), equivalent to SEK -54 (9) per share before dilution**
- **Equity MSEK 248 (556), equivalent to SEK 43 (97) per share before dilution**
- **Cash flow for the period MSEK -50 (49)**
- **Net debt was MSEK 38 (-86)**

Continued efforts to focus the portfolio – comment from President Fredrik Lindgren

During 2009 we have divested three companies and at the same time increased our ownership in the core holdings. The sale in June of SVM Metering's company Metrima Energi substantially reduced the level of risk in the portfolio. The divestment caused Ledstiernan to write down its holding in SVM Metering by a total of about MSEK 300. In August the holding in Repeatit was divested and in December we signed an agreement regarding the divestment of Soft Capital. During the year we have increased our holdings in Polstiernan Industri, SVM Metering and Wazoo Holding. Our focus in 2010 will be on continuing to divest holdings in Ledstiernan Venture and expand operations in the core holdings.

In 2009 the market conditions were difficult for the portfolio companies. At the end of 2008 and beginning of 2009 most of the portfolio companies experienced a drop in demand for their products and services.

Sales within Polstiernan Industri fell by 45 percent in 2009 compared with 2008. However, in spite of this the company achieved a positive result before depreciation by quickly adjusting costs to the lower level of income. The market conditions for Polstiernan Industri have improved at the end of 2009 and I believe that Polstiernan will show considerable improvement in sales and results in 2010.

Operations in SVM Metering were restructured during the second half of 2009 after the sale of Metrima Energi. SVM Metering will concentrate in 2010 on establishing a stable base for continued expansion. I anticipate that SVM Metering will show an operating result around zero for 2010. Wazoo Holding has achieved through its subsidiary Katshing a very strong position in its niche on the Swedish market. In 2010 Katshing will continue to expand, on the Swedish market and probably also by establishing operations outside of Sweden.

During 2009 Ledstiernan's administrative costs have decreased, principally due to the fact that the staff of Ledstiernan AB was reduced from six to four people. Administrative costs for 2010 amount to about MSEK 11 annually. A large part of the present administrative costs are directly assignable to the fact that Ledstiernan is a listed company. At the end of November 2009 two of Ledstiernan's major owners acquired via the jointly owned company Thuban AB over 20 percent of the shares in Ledstiernan from the founders of Ledstiernan. In connection with this acquisition Thuban made an offer for the remaining shares in Ledstiernan with the purpose of delisting the company.

Ledstiernan's business concept is to, as an active owner, help growth companies realize their potential with a view to attaining maximum long-term value growth. The Company's shares are listed on NASDAQ OMX Nordic Exchange. www.ledstiernan.com



SIGNIFICANT EVENTS DURING THE PERIOD

Events during the fourth quarter

In November Thuban AB announced an offer to acquire all the shares in Ledstiernan AB for SEK 36.50 apiece in cash and SEK 5 per warrant. In connection with the offer Ledstiernan's founders sold all their shares, equivalent to 21.3 percent of the shares in Ledstiernan, to Thuban AB.

In November Ledstiernan increased its ownership in Polstiernan Industri AB to 99 percent. The former owners of Pallco AB had the option to divest 30 percent of the shares in Polstiernan Industri AB. The price of the shares amounted to some MSEK 75. The acquisition allowed the Ledstiernan Group to utilize the existing loss carried forwards in Ledstiernan AB.

In December Ledstiernan signed an agreement to divest all the shares in Soft Capital Investment AB to Bonnier Gaming AB. Ledstiernan's holding amounted to 18 percent of the shares in the company. The transaction means that Ledstiernan receives approximately MSEK 9 in cash payment and repayment of loans, as well as a consideration estimated at the present rate to total an additional MSEK 6. Depending on the outcome of the consideration, the transaction is expected to result in annual earnings of between 25 and 35 percent for Ledstiernan on its original investment in Soft Capital Investment AB.

In December Grant Thornton presented on behalf of Ledstiernan's Board of Directors a so-called Fairness Opinion, on account of the public offer for Ledstiernan. Grant Thornton found the offer to be fair from a financial perspective. Grant Thornton's Fairness Opinion was published in its entirety in the prospectus that was sent to all the shareholders in Ledstiernan at the beginning of January 2010.

In December Ledstiernan divested three percent of the shares in Wazoo Holding AB, which is the sole owner of Katshing. The buyers were the new members of the board of Wazoo Holding, Kenneth Jönsson and Magnus Coxner. After this sale Ledstiernan owns 73 percent of the company. The other owner is the company's President Anders Steen.

In December SVM Metering (formerly Metrима AB) recruited Magnus Forsbrand as the new President. Magnus is 43 years old and an engineer from Chalmers. Magnus' earlier employers include Europolitan/Vodafone, where he was Technical Manager and Vice President. In recent years Magnus has established and run a telecom business. Magnus took up his new post in the middle of January 2010 and is stationed in Karlskrona.

Events during the first, second and third quarters

In May Claes Rudling, President of Metrима group (now SVM Metering), resigned his post. Jan Orest was appointed as new acting President for the group. At the same time it was decided to implement measures to strengthen Metrима Energi which had not developed according to plan.

In May Metrима AB issued new shares amounting to MSEK 44.4, in which Ledstiernan subscribed for MSEK 43.4 via a set-off against receivables. The purpose of the issue was to strengthen the company's assets ratio. Ledstiernan's holding after the issue totaled about 95 percent. As a result of the issue Metrима was consolidated as a subsidiary of Ledstiernan as per 26 May 2009.

In June Metrима AB divested its subsidiary Metrима Energi AB for EUR 1 to an international player. The transaction was forced by a need for liquidity in Metrима Energi AB in order to be able to fulfill its commitments on the Swedish market and for the company to be able to expand on the European market. For Metrима AB the transaction gave a substantial capital loss. Metrима AB has an option to buy back 30 percent of Metrима Energi AB within three years for EUR 1.

In July Ledstiernan increased its ownership in Katshing's parent company Wazoo Holding AB from 48 to 62 percent. The seller was founder of Katshing Anders Pihl.

In August Ledstiernan Venture signed an agreement to divest the company's entire holding in Repeatit AB to Skandinaviska WLAN-specialisten AB. The divestment brought a small capital gain for Ledstiernan.

In August Katshing launched the portal Zooks.se together with Folkspel, Telia and Föreningsservice Sverige AB.



LEDSTIERNAN

In August Metrima AB issued new shares amounting to about MSEK 134. The purpose of this issue was to restore equity to Metrima AB after the considerable loss resulting from the divestment of Metrima Energi AB. Ledstiernan subscribed for shares in this issue for some MSEK 133 by means of set-off against receivables. Ledstiernan's holding after the new issue is about 98 percent.

In September Metrima AB decided to begin the process of changing its name to SVM Metering AB. The reason behind this is that operations in Metrima Energi AB, which was divested in June 2009, will be run under the name "Metrima".

In September Ledstiernan increased its holding in Katshing's parent company Wazoo Holding AB from 62 to 76 percent. The seller was founder of Katshing Björn Pihl.

In September Ledstiernan demanded redemption from the minority shareholders in Metrima AB. Since the agreement on redemption could not be made with the other shareholders Ledstiernan requested that the board of Metrima AB refer the dispute to an arbitration board.



PARENT COMPANY

Result

The Parent Company's result after tax for the period was MSEK -308.4 (49.7) equivalent to SEK 53.92 (8.70) per share before dilution.

In May the Annual General Meeting decided to implement a warrant scheme for the employees of Ledstiernan and senior management in the portfolio companies. As per 31 December 2009 Ledstiernan had 220.000 warrants outstanding. The warrants have been sold at market value. Each warrant entitles the holder to subscribe for one new share in Ledstiernan AB during the period from 2 December 2011 to 1 June 2012. The strike price was set at SEK 35.50. Since the present value of the strike price was lower than the market price at year-end, dilution effects exist. The discount rate used to calculate present value corresponds to the estimated financing interest rate for the warrant owners.

Fourth quarter 2009

The Parent Company's result after tax for the fourth quarter 2009 was MSEK -4.6 (-5.6), equivalent to SEK -0.81 (-0.97) per share before dilution.

Central income and costs

Administrative costs and depreciation amounted to MSEK 15.3 (19.3), of which personnel costs were MSEK 6.7 (7.2). The decrease in administrative costs is due to the fact that the effects of organizational changes made at the end of 2008 showed in full in the second half of 2009. Other operating income amounted to MSEK 1.1 (0.4) and referred primarily to consulting services to the portfolio companies.

Financial standing

The Parent Company had as per 31 December 2009 bank balances of MSEK 36.7 (86.4) and interest-bearing liabilities of MSEK 75.0 (0.0). The Parent Company's interest-bearing liabilities refer to loans taken to finance the acquisition of an additional 30 percent of the shares in Polstiernan Industri AB. The equity ratio was 76 (99) percent.

Financial items

Net financial items for the period amounted to MSEK 23.6 (5.6). Included in financial income is a reversal of an earlier written-down interest claim on SVM Metering of MSEK 22.1. This interest claim was set off against shares in the new issues made by SVM Metering (then Metrima AB) in May and August.

Investments

Gross investments in Ledstiernan AB and Ledstiernan Venture AB with respect to shares and loans during the period amounted to MSEK 135.9 (56.9). Gross investments are investments in shares and loans to portfolio companies less repayment of loans from existing portfolio companies. The investments during the period comprise acquisition of an additional 30 percent of the shares in Polstiernan Industri AB of MSEK 75.4, loans to and set-off against claims on SVM Metering and acquisition of shares in Wazoo Holding. During the period Ledstiernan has also acquired smaller blocks of shares in SVM Metering from minority shareholders within the framework of the redemption process in the company. During the period loans totaling MSEK 3.3 were repaid by Soft Capital.

Divestments

In December Ledstiernan Venture signed an agreement to divest the company's entire holding in Soft Capital Investment AB. The divestment brought a capital loss of MSEK 0.2 for Ledstiernan Venture. The agreement means that Soft Capital's remaining loans of MSEK 2.8 are expected to be repaid within the first quarter 2010. In December Ledstiernan divested three percent of the shares in Wazoo Holding AB. The divestment brought a small capital gain for Ledstiernan AB. In August Ledstiernan Venture divested all of the company's shares in Repeatit AB to Skandinaviska WLAN-specialisten AB. The divestment brought a capital gain of MSEK 0.3 for Ledstiernan Venture.

Write-downs

The Parent Company's shares in and claims on SVM Metering were written down by a total of MSEK 299.6. The write-down is a consequence of SVM Metering's divestment of its wholly-owned subsidiary Metrima Energi AB. Write-downs of holdings in Ledstiernan Venture were made totaling MSEK 21.1 due to a reassessment of possibilities for growth in some of the portfolio companies.



Equity

As per 31 December 2009 the Parent Company's equity amounted to MSEK 247.6 (555.5), equivalent to SEK 43.29 (97.13) per share before dilution.

| Amounts in MSEK 31 December 2010 | Book value | | | Fair value | | | |
|--|------------|--------------|-------------|--------------|--------------|-------------|--------------|
| | Ownership | Shares | Loans | Total | Shares | Loans | Total |
| Polstiernan | 98.6% | 124.6 | 6.0 | 130.6 | 197.2 | 6,0 | 203.2 |
| SVM Metering | 98.0% | 39.2 | 5.9 | 45.0 | 39.2 | 5,9 | 45.0 |
| Wazoo Holding (Katshing) | 73.0% | 17.7 | 0.0 | 17.7 | 25.6 | 0,0 | 25.6 |
| Ledstiernan Venture | 100.0% | 94.3 | 0.0 | 94.3 | 94.3 | 0,0 | 94.3 |
| Book/fair value of core holdings | | 275.7 | 11.9 | 287.5 | 356.2 | 11,9 | 368.1 |
| Other holdings | | 0.1 | 0.0 | 0.1 | 0.1 | 0,0 | 0.1 |
| Book/fair value of portfolio companies | | 275.7 | 11.9 | 287.6 | 356.3 | 11,9 | 368.1 |
| Other assets | | | | 2.4 | | | 2.4 |
| Bank balances and interest-bearing liabilities | | | | -38.3 | | | -38.3 |
| Other liabilities | | | | -4.1 | | | -4.1 |
| Total equity/net asset value | | | | 247.6 | | | 328.1 |
| Total equity/net asset value per share before dilution, SEK | | | | 43.3 | | | 57.4 |

Fair value

In the consolidated accounts all portfolio companies that are not subsidiaries are reported at fair value.

Polstiernan, SVM Metering and Wazoo Holding are not included in the calculation of fair value since they are subsidiaries which are consolidated in the accounts. Polstiernan, SVM Metering and Wazoo Holding represent MSEK 273.8 or 74 percent of the portfolio companies' total value and the Venture companies represent MSEK 94.3 or 26 percent of the portfolio companies' total value.

Tax loss carry forwards

Ledstiernan AB had per 31 December 2009 accumulated fiscal operating losses to a nominal amount of approximately MSEK 331.

Pledged assets and contingent liabilities

Ledstiernan AB's pledged assets and contingent liabilities as per 31 December 2009 amounted to MSEK 197.2 (37.4). Pledged assets amounted to MSEK 128.8 and consist of Ledstiernan's shares in Polstiernan which were placed as security for the acquisition loan taken in connection with the purchase of an additional 30 percent of the shares in Polstiernan. Ledstiernan has general guarantees for checking accounts in Polstiernan and SVM Metering totaling MSEK 40.0 and guarantees for SVM Metering and Metrima Energi AB totaling MSEK 28.4. For MSEK 26.8 of these a guarantee has been received from the buyer of Metrima Energi AB in connection with SVM Metering's (then Metrima AB's) divestment of the company.

Information about the portfolio companies

Financial data are reported on a quarterly basis for Polstiernan, SVM Metering and Wazoo Holding. Reporting is done on an annual basis for the other companies. In the annual report Ledstiernan gives a more detailed account of the companies' operations and development during the year. More information can be found on the portfolio companies' own websites.

| Amounts in MSEK | Sales | | Result after financial items | | Net debt 31 Dec. 2009 | Book value shares 31 Dec. 2009 |
|--|------------|-------|------------------------------|-------|--------------------------|--------------------------------------|
| | 2009 prel. | 2008 | 2009 prel. | 2008 | | |
| Polstiernan | 338.0 | 619.0 | -6.6 | 47.1 | 22.8 | 124.6 |
| SVM Metering ¹⁾ | 124.1 | 460.2 | -93.1 | -17.1 | 9.2 | 39.2 |
| Wazoo Holding (Katshing) ²⁾ | 93.5 | 74.7 | 0.8 | 0.7 | -6.4 | 17.7 |
| Venture | | | | | | |
| Columbitech | 8.0 | 11.6 | neg. | -17.4 | -3.0 | 0 |
| Easypark | 83.9 | 68.8 | 6.7 | 14.1 | -10.8 | 44.6 |
| Sourcebynet | - | 958.5 | - | 22.5 | - | 14.9 |
| Voice Provider | 25.2 | 25.0 | 1.4 | 0.6 | 10.0 | 14.3 |

¹⁾ Included in SVM Metering are Metrima Energi AB's sales and result up to and including 25 June 2009.

²⁾ Wazoo Holding changed its financial year during 2008. The company's figures for 2008 in the table above refer to the period 1 May – 31 December 2008

**Polstiernan**

- Sales during the period totaled MSEK 338.0 (619.0), equivalent to a decline by 45 percent. The decline within the customer segment automotive industry was some 70 percent.
- The operating result before depreciation was MSEK 20.5 (89.1). The operating result after depreciation was MSEK -5.3 (52.1).
- During the third and fourth quarters some market recovery could be seen. Sales have stabilized and in some segments increased. From November the company works full weeks again after a period of four-day working weeks.
- During the third and fourth quarters the company has become involved in a number of large projects which were gradually implemented during the fall and are expected to give full effect in 2010. It is anticipated that this will result in a considerable increase in sales for 2010 compared with 2009.
- The trend of new projects has continued into 2010, while at the same time some market recovery can be seen in group segments connected with the automotive industry.
- For the last year Polstiernan has been involved in a contractual dispute before an arbitration board. In the fourth quarter the arbitration board announced its ruling in favor of the other party. This entails that the result will be charged in the fourth quarter with costs assignable to the arbitration process of about MSEK 2.5.
- Polstiernan is well-positioned for long-term growth and profitability.

Polstiernan operates through its subsidiaries Pallco and R-man manufacturing and finishing of products in steel and aluminum as well as products based on bent tubing and welded components. Its customers are found primarily in the furniture, telecom, automotive and home appliance industries. Polstiernan takes on complete orders, which can include anything from participating in designing, drafting and producing prototypes to production, quality and logistics.

SVM Metering

- Sales for the period amounted to MSEK 124.1 (460.2). The decrease in sales is assignable primarily to the fact that Metrima Energi AB was divested in June 2009.
- The operating result before depreciation was MSEK -40.1(11.5). The operating result after depreciation was MSEK -45.5 (-1.2). The lower result is mainly due to a weaker trend in the former subsidiary Metrima Energi AB.
- The operating result was charged in the fourth quarter with restructuring costs. As a part of the restructuring process the company's head office was relocated to Karlskrona.
- SVM Metering's sales have had a positive trend in the Swedish market. SVM metering believes that market conditions will be good in the next few years, especially in Europe. However there is a fair degree of uncertainty about how fast the market will develop.

SVM Metering develops, manufactures and markets products and systems for metering district heating and cooling. SVM Metering's products and systems make it possible to charge customers for the exact amount used and for individual customers to check how much they consume. Being able to check one's own energy consumption and pay for the amounts actually consumed increases awareness, creating an incentive to save considerable amounts of energy and reducing effects on the environment. Customers are found primarily among energy companies and real estate companies in Sweden and some thirty other countries.

Wazoo Holding (Katshing)

- Sales for the period totaled MSEK 93.5 (74.7). The previous year refers to a split financial year consisting of eight months. Sales continued to increase in the fourth quarter compared with the year before.
- The operating result before depreciation was MSEK 0.8 (0.8). The operating result after depreciation was MSEK 0.7 (0.8).
- The company continued in the fourth quarter to focus on increasing awareness of the trademark. During the period the company's efforts began to show results.
- Katshing is clearly the leading e-business player in mobile telephony in Sweden. The company believes the possibilities for continuing to capture new market shares in 2010 are good. The long-term goal is to be the largest retailer within mobile telephony in Sweden in all categories.
- For several years the business sector has been characterized by strong competition. Katshing is, with its strong position and low cost base, well-equipped to expand both in Sweden and elsewhere.

Wazoo Holding operates through its wholly-owned subsidiary Katshing Netsales AB, selling mobile phones, mobile phone subscriptions, accessories and related services over the Internet. Katshing's strategy is to be a leader in terms of price and to be the most cost-effective distribution channel for operators and mobile phone manufacturers vis-à-vis consumers.

VENTURE

Sales in Columbitech fell by 31 percent in 2009 to MSEK 8.0 and the company showed a negative result. During the fourth quarter a strategic change was made to indirect sales via strong global retailers, which is expected to show full effect at the end of 2010. The company retains its strong position in the retail sector in the US and has added one more mobile operator that sells the company's Connection Manager for 3G modems. Easypark increased its parking-related sales by 20 percent. Sales totaled MSEK 83.9 and the operating result after net financial items decreased to MSEK 6.7. During the fourth quarter the company introduced Easypark Card in



Sweden and Finland, which, for example, gives customers access to airport parking. The company has increased exposure of its services connected with parking meters through cooperation with several parking operators. Expectations for 2010 are continued good growth with increased profitability. Voice Provider increased sales somewhat to MSEK 25.2 and the operating result after net financial items rose to MSEK 1.4. During the year the company signed important contracts for voice-controlled customer interaction. The contract for customer interaction with the Swedish Enforcement Authority is a very important strategic break-through into the public sector. The contracts with, among others, Viasat Norge confirm the company's position as a leading supplier in the business sector in the Scandinavian market. The company sees good opportunities to strengthen its position in Norway and to gain entrance into other Nordic markets. Sourcebynet saw a fall in demand during the first quarter 2009. Sales increased later in the year and the second half of 2009 was stronger than the same period in 2008. The company continued to expand its customer base in 2009. During the year Sourcebynet expanded substantially in the Australian market. Australia is now Sourcebynet's second largest customer market after Scandinavia. The company believes that the market conditions for 2010 will be positive.

GROUP

Polstiernan Industri AB (and its subsidiaries), SVM Metering AB, Wazoo Holding AB (and its subsidiaries) and Ledstiernan Venture AB are consolidated in the Group's accounts. Other portfolio companies including Ledstiernan Venture's holdings are included in the consolidated accounts as associated companies or financial instruments. This makes analysis of the consolidated accounts difficult and for an appropriate analysis an examination of the development and standing of each individual company should be made.

During the period Ledstiernan increased its ownership in SVM Metering to 98.0 percent by subscribing for shares in new issues via set-off against receivables as well as by acquiring shares. Ledstiernan reports SVM Metering as a subsidiary from 26 May 2009. During the period Ledstiernan increased its ownership in Wazoo Holding to 73.0 percent. Ledstiernan reports Wazoo Holding with its wholly-owned subsidiary Katshing as a subsidiary from 10 July 2009.

Fair value

Ledstiernan reports shares in and receivables from the portfolio companies that are not subsidiaries at fair value in the Group balance sheet and changes in value regarding the portfolio companies are reported in the Group income statement. Fair value is established in accordance with the methods stated in the annual report for 2008.

Fair value of the Group's financial fixed assets, which consist of shares in and receivables from the portfolio companies that are not subsidiaries, amounted as per 31 December 2009 to MSEK 75.8 (416.7), most of which refers to Ledstiernan Venture's portfolio companies. The change in the Group's financial fixed assets compared with the same period the year before is a consequence of SVM Metering becoming a subsidiary in the second quarter 2009, Wazoo Holding becoming a subsidiary in the third quarter 2009 and the divestment of Soft Capital in December and Millennium Media Group in 2008. Polstiernan Industri, SVM Metering and Wazoo Holding are included in the consolidated accounts as subsidiaries and are therefore not included in the calculation of fair value.

Sales

The Group's sales for the period amounted to MSEK 456.2 (619.0). Polstiernan's sales for the period totaled MSEK 338.0 (619.0). SVM Metering contributes to the Group's sales for the period with MSEK 61.5 and Wazoo Holding with MSEK 56.7.

Result

The operating result before changes in value, dividends, depreciation and write-downs amounted to MSEK -4.0 (70.2) and the operating result was MSEK -355.0 (7.7). The result after tax was MSEK -351.4 (-3.1), equivalent to SEK -61.13 (-0.54) per share. Depreciation and write-downs were included amounting to MSEK -328.5 (-38.0). Change in value regarding financial instruments and associated companies affected the result by MSEK -23.1 (-28.8). Dividends included in the operating result amounted to MSEK 0.6 (4.3). Polstiernan's operating result was MSEK -5.3 and the result after tax was MSEK -5.7. SVM Metering contributes to the Group's result after tax with MSEK -32.8 for the period. Metrima Energi AB is included in SVM Metering's result until 25 June 2009. Wazoo Holding contributes to the Group's result after tax with MSEK -0.4.

In May the Annual General Meeting decided to implement a warrant scheme for the employees of Ledstiernan and senior management in the portfolio companies. As per 31 December 2009 Ledstiernan had 220.000 warrants outstanding. The warrants have been sold at market value. Each warrant entitles the holder to subscribe for one new share in Ledstiernan AB during the period from 2 December 2011 to 1 June 2012. The strike price has been set at SEK 35.50. Since the present strike price was lower than the market price at year-end, dilution effects exist. The discount rate used to calculate present value corresponds to the estimated financing interest rate for the warrant owners.

Financial standing

Bank balances as per 31 December 2009 totaled MSEK 53.6 (99.5). Interest-bearing liabilities amounted to MSEK 105.0 (51.1). The Group's interest-bearing liabilities refer primarily to loans taken by Ledstiernan in connection with the acquisition an additional 30 percent of the shares in Polstiernan Industri AB, as well as operating credit and leasing debts in the Polstiernan group. The Group had interest-bearing receivables amounting to MSEK 4.5 which primarily refer to loans to portfolio companies. Non-interest bearing liabilities amounted to MSEK 123.8 (169.2). The equity ratio was 54 (74) percent.

**Fourth quarter 2009**

The Group's net sales for the fourth quarter 2009 amounted to MSEK 139.7 (121.5). The Group's result after tax for the fourth quarter 2009 was MSEK -15.8 (1.7).

Acquisition of Wazoo Holding AB

On 10 July 2009 Ledstiernan acquired 14 percent of the shares in Wazoo Holding AB and on 15 September 2009 Ledstiernan acquired an additional 14 percent of the shares in the company. In December Ledstiernan divested three percent of the shares in company. The buyers were the new members of the board of Wazoo Holding AB. After these transactions Ledstiernan owns 73 percent of the shares in Wazoo Holding AB. In the preliminary acquisition analysis that was done as a result of the transaction intangible assets such as trademarks, customer relations and technological intangible assets was identified at a value of MSEK 14.9. These intangible assets are estimated to have an economic life of five, five and three years, respectively. Wazoo Holding has a considerable market potential, knowledge and strategic position that cannot be fully allocated to intangible assets. As a result there was a difference between purchase price and net assets corresponding to a goodwill item of MSEK 7.5. If the transaction had been done at 1 January 2009 net sales for the Group would have increased by MSEK 36.8 and result after financial items would have been reduced by MSEK 2.2.

| Amounts in MSEK | Book value before acquisition | Fair value adjustment | Fair value Group |
|--|-------------------------------|-----------------------|------------------|
| Intangible fixed assets | | 14,900 | 14,900 |
| Other fixed assets | 222 | | 222 |
| Non-interest bearing current assets | 6,663 | | 6,663 |
| Bank balances | 5,512 | | 5,512 |
| Deferred tax liability | | -3,919 | -3,919 |
| Other liabilities | -9,438 | | -9,438 |
| Net assets and liabilities | 2,959 | 10,981 | 13,940 |
| Minority interest | | | -5,297 |
| Goodwill | | 7,537 | 7,537 |
| | | | 16,180 |
| Capital increase from shares in associated companies | | | -16,180 |
| Cash purchase price paid | | | 0 |
| Acquired liquid funds | | | 5,512 |
| Net cash flow | | | 5,512 |

**Acquisition of Metrima AB**

Ledstiernan participated in two new shares issues that closed on 26 May 2009 and 25 August 2009, respectively. These transactions increased Ledstiernan's ownership in Metrima with 23.5 and 3.3 percentage points, respectively. After these transactions Ledstiernan's ownership in Metrima was 98.0 percent. In the preliminary acquisition analysis that was made as a result of the acquisition the fair value of intangible assets and inventory was considered to be MSEK 45.1 lower than the book value before the acquisition. Ledstiernan's present ownership in Metrima is the result of several transactions during the last eight years. At the time of these transactions there existed a considerable estimated market value of Metrima Energi that was not reflected in the company's net assets. The difference between the net assets and the purchase price in the respective transactions led to a goodwill item totaling MSEK 299. In June 2009 Metrima Energi AB was divested. Since the goodwill item was allocated to the market potential of Metrima Energi this divestment led to a write-down of goodwill of MSEK 299. If the transaction had been done on 1 January 2009 sales for the Group had increased with MSEK 66.0 and the result after financial items had decreased with MSEK 79.5.

| Amounts in MSEK | Book value before acquisition | Fair value adjustment | Fair value Group |
|--|-------------------------------|-----------------------|------------------|
| Intangible fixed assets | 35,081 | -35,081 | 0 |
| Other fixed assets | 2,597 | | 2,597 |
| Non-interest bearing current assets | 105,128 | -10,000 | 95,128 |
| Bank balances | 7,451 | | 7,451 |
| Other liabilities | -203,905 | | -203,905 |
| Net assets and liabilities | -53,648 | -45,081 | -98,729 |
| Minority interest | | | 5,282 |
| Goodwill | | 298,574 | 298,574 |
| | | | 205,127 |
| Capital increase from shares in associated companies | | | -205,127 |
| Cash purchase price paid | | | 0 |
| Acquired liquid funds | | | 7,451 |
| Net cash flow | | | 7,451 |

RISKS AND UNCERTAINTIES

Risks and uncertainties in Ledstiernan's business operations mainly involve risks related to the possibility that the portfolio companies partially owned by Ledstiernan fall short of expectations on their development. No considerable changes have taken place in 2009 with regard to the Parent Company's or the Group's risks and uncertainties. For a detailed description of these factors see the Administration Report in the annual report for 2008.

ACCOUNTING PRICIPLES

This interim report has been prepared in accordance with IAS 34, "Interim Financial Reporting". The consolidated accounts have been prepared in accordance with the International Financial Reporting Standards (IFRS) such as they have been approved by the EU, and the Annual Reports Act. The Parent Company's accounts have been prepared in accordance with RFR 2.2 "Reporting for legal entities" and the Annual Reports Act. The Group applies from 1 January 2009 the revised IAS 1 "Presentation of Financial Statements". This has brought about changes in formats for the Group's financial reporting. From 1 January 2009 IFRS 8 "Operating Segments" also applies to the Group. Ledstiernan reports Polstiernan, SVM Metering and Wazoo Holding as segments, but does not report information about "Products and services, geographical markets and major customers" because it does not correspond to how internal control and follow-up are carried out, or how investment decisions are made. Other new or revised IFRS and interpretations from IFRIC have not had any effect on the Group's or the Parent Company's result or standing.

Shares acquired from minority interests are reported as transactions under equity. In the event of acquisition of a minority interest the difference between book value and the purchase price has been accounted for in equity.

ANNUAL GENERAL MEETING

Ledstiernan's Annual General Meeting will be held on 17 May 2010 at 5 PM at the Royal Coin Cabinet in Stockholm. Shareholders who want the meeting to deal with some matter must make a written request to the Board of Directors well enough in advance that the item can be included in the notice of the meeting. Such requests shall be made to the Board of Directors no later than seven weeks before the meeting to the address "Board of Directors, Ledstiernan AB, Grev Turegatan 18, 114 46 Stockholm". The annual report for 2009 will be available on the website www.ledstiernan.com in the week starting on 3 May 2010.

EVENTS AFTER THE PERIOD

No significant events have occurred after the end of the period.

DIVIDENDS

The Board of Directors propose that no dividends be distributed for the financial year 2009.

The Board of Directors and the President certify that this year-end report gives a true and fair overview of the Parent Company's and the Group's operations, their financial position and performance and describes material risks and uncertainties facing the Parent Company and the other companies included in the Group.

Stockholm den 26 February 2010

Leif Almstedt
Chairman

Thomas Bill
Member of the Board

Thomas Blitz
Member of the Board

Adam Gillberg
Member of the Board

Hans Risberg
Member of the Board

Fredrik Lindgren
President

This year-end report has not been reviewed by the Company's auditors.

For further information contact:

Fredrik Lindgren, President, +46 8 545 035 00, +46 708 54 44 20

Future financial information

Interim report January – March 2010

17 May 2010, 8 AM

Annual General Meeting 2010

17 May 2010, 5 PM

Interim report January – June 2010

26 August 2010, 8 AM

Interim report January – September 2010

11 November 2010, 8 AM

Year-end report 2010

February 2011

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www.ledstiernan.com

This information is such that Ledstiernan is obligated to disclose in accordance with the Swedish Securities and Clearing Operations Act or the Financial Instruments Trading Act. The information was submitted for publication on 26 February 2010 at 8 AM.



LEDSTIERNAN

INCOME STATEMENT IN SUMMARY**PARENT COMPANY**

Amounts in SEK thousands

| | 2009 | 2008 | 2009 | 2008 |
|---|---------------|---------------|-----------------|---------------|
| | Oct - Dec | Oct - Dec | Jan - Dec | Jan - Dec |
| Investment operations | | | | |
| Exit profit | - | - | - | 98,291 |
| Dividend | - | 1,051 | - | 4,318 |
| Write-downs | -521 | -1,052 | -318,070 | -39,800 |
| Reversals of write-downs | - | 130 | - | 130 |
| Other operating income | 65 | 83 | 1,121 | 442 |
| Administrative costs | | | | |
| Other administrative costs | -3,951 | -7,472 | -15,193 | -19,251 |
| Depreciation | -7 | -14 | -66 | -75 |
| Operating profit/loss | -4,414 | -7,274 | -332,208 | 44,055 |
| Financial items | -381 | 1,588 | 23,647 | 5,557 |
| Profit/loss after financial items | -4,795 | -5,686 | -308,561 | 49,612 |
| Tax | 165 | 125 | 165 | 125 |
| Profit/loss for the period | -4,630 | -5,561 | -308,396 | 49,737 |
| Average number of shares before and after dilution | 5,719,364 | 5,719,364 | 5,719,364 | 5,719,364 |
| Number of shares at end of period (before and after dilution) | 5,719,364 | 5,719,364 | 5,719,364 | 5,719,364 |
| Profit/loss per share (before and after dilution), SEK | -0.81 | -0.97 | -53.92 | 8.70 |

Ledstiernan had per 31 December 2009 220,000 issued warrants. As the present value of the strike price was lower than the share price as of 31 December 2009 there was a dilution effect from the warrants, but since the result for 2009 was negative no key ratios after dilution are presented.

BALANCE SHEET IN SUMMARY**PARENT COMPANY**

Amounts in SEK thousands

| | 2009 | 2008 |
|-------------------------------------|----------------|----------------|
| | 31 Dec | 31 Dec |
| Fixed assets | | |
| Tangible fixed assets | 27 | 70 |
| Financial fixed assets | 287,600 | 467,236 |
| Total fixed assets | 287,627 | 467,306 |
| Current assets | | |
| Short-term receivables | 2,402 | 6,237 |
| Bank balances | 36,679 | 86,410 |
| Total current assets | 39,081 | 92,647 |
| Total assets | 326,708 | 559,953 |
| Equity | 247,574 | 555,506 |
| Interest bearing long term debt | 75,000 | - |
| Short-term liabilities | 4,134 | 4,447 |
| Total equity and liabilities | 326,708 | 559,953 |

CASH FLOW ANALYSIS IN SUMMARY**PARENT COMPANY**

Amounts in SEK thousands

| | 2009 | 2008 |
|---|----------------|----------------|
| | Jan - Dec | Jan - Dec |
| Profit after financial items | -308,396 | 49,612 |
| Items not included in cash flow | 318,599 | -58,146 |
| Cash flow from current operations before change in net working capital | 10,203 | -8,534 |
| Change in net working capital | -24,271 | -3,885 |
| Cash flow from current operations | -14,068 | -12,419 |
| Cash flow from investment operations | -110,663 | 61,677 |
| Cash flow from financing operations | 75,000 | - |
| Cash flow for the period | -49,731 | 49,258 |
| Liquid funds at beginning of period | 86,410 | 37,152 |
| Liquid funds at end of period | 36,679 | 86,410 |

**ACCOUNT OF TOTAL PROFIT/LOSS, SUMMARY**

| GROUP | 2009 | 2008 | 2009 | 2008 |
|---|------------------|------------------|------------------|------------------|
| Amounts in SEK thousands | Oct - Dec | Oct - Dec | Jan - Dec | Jan - Dec |
| Net sales | 139,682 | 121,478 | 456,163 | 619,046 |
| Adjustment in value of financial instruments and associated companies | -281 | -298 | -23,096 | -28,821 |
| Dividend | 285 | 1,051 | 616 | 4,318 |
| Other operating income | 801 | 840 | 3,351 | 3,780 |
| Other operating costs | -146,538 | -111,893 | -463,541 | -552,587 |
| Depreciation and write-downs | -10,005 | -8,335 | -328,530 | -38,030 |
| Operating profit | -16,056 | 2,843 | -355,037 | 7,706 |
| Financial items | -351 | 808 | 2,530 | 1,076 |
| Profit after financial items | -16,407 | 3,651 | -352,507 | 8,782 |
| Tax | 588 | -1,968 | 1,157 | -11,866 |
| Net profit | -15,819 | 1,683 | -351,350 | -3,084 |
| Other | 0 | 0 | 0 | 0 |
| Total | -15,819 | 1,683 | -351,350 | -3,084 |
| Attributable to: | | | | |
| Shareholders of the parent company | -15,531 | 1,683 | -349,620 | -3,084 |
| Minority interest | -288 | - | -1,730 | - |
| | -15,819 | 1,683 | -351,350 | -3,084 |
| Average number of shares before and after dilution | 5,719,364 | 5,719,364 | 5,719,364 | 5,719,364 |
| Number of shares at end of period (before and after dilution) | 5,719,364 | 5,719,364 | 5,719,364 | 5,719,364 |
| Profit/loss per share (before and after dilution), SEK | -2.72 | 0.29 | -61.13 | -0.54 |

Ledstierman had per 31 December 2009 220,000 issued warrants. As the present value of the strike price was lower than the share price as of 31 December 2009 there was a dilution effect from the warrants, but since the result for 2009 was negative no key ratios after dilution are presented.

BALANCE SHEET IN SUMMARY

| GROUP | 2009 | 2008 |
|-------------------------------------|----------------|----------------|
| Amounts in SEK thousands | 31 Dec | 31 Dec |
| Fixed assets | | |
| Goodwill | 96,628 | 89,091 |
| Other intangible fixed assets | 20,030 | 10,474 |
| Tangible fixed assets | 120,459 | 114,804 |
| Financial fixed assets | 75,780 | 416,748 |
| Total fixed assets | 312,897 | 631,117 |
| Current assets | | |
| Inventory | 65,037 | 50,839 |
| Short-term receivables | 69,569 | 61,839 |
| Bank balances | 53,641 | 99,459 |
| Total current assets | 188,247 | 212,137 |
| Total assets | 501,144 | 843,254 |
| Equity including minority interest | 272,403 | 623,005 |
| Long term liabilities | | |
| Interest bearing liabilities | 97,613 | 51,069 |
| Non-interest bearing liabilities | 31,130 | 109,302 |
| Total long term liabilities | 128,743 | 160,371 |
| Short term liabilities | | |
| Interest bearing liabilities | 7,340 | - |
| Non-interest bearing liabilities | 92,658 | 59,878 |
| Total short term liabilities | 99,998 | 59,878 |
| Total equity and liabilities | 501,144 | 843,254 |

**CASH FLOW ANALYSIS IN SUMMARY****GROUP**

| Amounts in SEK thousands | 2009 | 2008 |
|---|------------------|------------------|
| | Jan - Dec | Jan - Dec |
| Profit after financial items | -352,507 | 8,783 |
| Items not included in cash flow | 374,784 | 52,840 |
| Paid taxes | -1,955 | -14,849 |
| Cash flow from current operations before change in net working capital | 20,322 | 46,774 |
| Change in net working capital | -4,903 | -2,742 |
| Cash flow from current operations | 15,419 | 44,032 |
| Cash flow from investment operations | -40,133 | 49,464 |
| Cash flow from financing operations | -21,104 | -31,542 |
| Cash flow for the period | -45,818 | 61,954 |
| Liquid funds at beginning of period | 99,459 | 37,505 |
| Liquid funds at end of period | 53,641 | 99,459 |

CHANGES IN EQUITY IN SUMMARY, PARENT COMPANY

| Amounts in SEK thousands | 2009 | 2008 |
|----------------------------------|----------------|----------------|
| | jan-dec | jan-dec |
| Amount at 1 January | 555,506 | 505,446 |
| Received group contribution | 629 | 448 |
| Tax effect of group contribution | -165 | -125 |
| Profit/loss for the period | -308,396 | 49,737 |
| Amount at end of period | 247,574 | 555,506 |

CHANGES IN EQUITY IN SUMMARY, GROUP

| Amounts in SEK thousands | 2009 | 2008 |
|------------------------------------|------------------|------------------|
| | Jan - Dec | Jan - Dec |
| Amount at 1 January | 623,005 | 626,089 |
| Minority interest at acquisition | -4,658 | - |
| Profit/loss for the period | -351,350 | -3,084 |
| Change in minority interest | 5,406 | - |
| Amount at end of period | 272,403 | 623,005 |
| Attributable to: | | |
| Shareholders of the parent company | 268,729 | 623,005 |
| Minority interest | 3,674 | - |
| | 272,403 | 623,005 |

The difference between book value and the purchase price in the acquisition of minority interest has been accounted for within shareholder's equity.



OPERATING SEGMENT, GROUP

| Amounts in MSEK | Sales | | Result before tax | |
|---|------------|------------|-------------------|------------|
| | 2009 | 2008 | 2009 | 2008 |
| | Jan- Dec | Jan - Dec | Jan - Dec | Jan - Dec |
| Polstiernan Industri | 338 | 619 | -7 | 47 |
| SVM Metering ¹⁾ | 61 | | -34 | |
| Wazoo Holding (Katshing) ²⁾ | 57 | | -1 | |
| Other ³⁾ | 3 | 3 | | |
| Total | 459 | 622 | -42 | 47 |
| Change in fair value | | | -23 | -29 |
| Dividends received | | | 1 | 4 |
| Depreciation and write-downs | | | -299 | -1 |
| Total | | | -321 | -26 |
| Administrative net⁴⁾ | | | 10 | -13 |
| Group result after financial items | | | -353 | 9 |

¹⁾ Sales and result for SVM Metering is included from 26 May to 31 December 2009

²⁾ Sales and result for Wazoo is included from 10 July 2009 to 31 December 2009

³⁾ Other includes Other Income in Polstiernan

⁴⁾ Administrative net includes income, administrative cost and financial items in the parent company and Ledstiernan Venture



KEY RATIOS

| | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 |
|--|--------|--------|--------|--------|--------|--------|
| | 31 Dec | 31 Dec | 31 Dec | 31 Dec | 31 Dec | 31 Dec |
| Data per share | | | | | | |
| Equity/share in Parent Company, SEK | 43.29 | 97.13 | 88.38 | 91.03 | 125.00 | 148.50 |
| Equity/share in Group, SEK | 47.63 | 108.93 | 109.47 | 103.50 | - | - |
| Profit/loss per share in Parent Company before and after dilution, SEK | -53.92 | 8.70 | -2.66 | -5.00 | -25.00 | -19.00 |
| Profit/loss per share in Group Company before and after dilution, SEK | -61.13 | -0.54 | 5.94 | 0.50 | - | - |
| Number of shares before dilution, thousands | 5,719 | 5,719 | 5,719 | 5,719 | 2,860 | 2,808 |
| Average number of shares before dilution, thousands | 5,719 | 5,719 | 5,719 | 4,528 | 2,838 | 2,796 |
| Outstanding warrants, thousands | 220 | - | - | 80 | 73 | - |
| Share price at end of period, SEK | 36.60 | 25.30 | 71.50 | 91.50 | 202.50 | 161.50 |
| Market value at end of period, MSEK | 209 | 145 | 409 | 523 | 579 | 453 |
| Dividend/share, SEK | - | - | - | - | - | - |
| Profit and standing, Parent Company | | | | | | |
| Profit/loss in portfolio holdings, MSEK | -318 | 63 | -12 | -10 | -53 | -46 |
| Operating profit/loss, MSEK | -332 | 44 | -28 | -25 | -78 | -61 |
| Profit/loss after tax, MSEK | -308 | 50 | -15 | -22 | -71 | -53 |
| Equity, MSEK | 248 | 556 | 505 | 521 | 358 | 417 |
| Equity ratio, % | 76 | 99 | 99 | 99 | 98 | 98 |
| Capital invested in existing portfolio, MSEK | 713 | 575 | 542 | 582 | 443 | 426 |
| Capital invested/share, SEK | 124.75 | 100.54 | 95.00 | 101.50 | 155.00 | 151.50 |
| Book value of portfolio, MSEK | 288 | 467 | 474 | 434 | 302 | 308 |
| Book value of portfolio/share, SEK | 50.29 | 81.69 | 83.00 | 76.00 | 105.50 | 109.50 |
| Administrative costs/average equity, % | 4.61 | 3.66 | 3.29 | 3.19 | 6.61 | 3.86 |
| Cash/share, SEK | 6.41 | 15.11 | 6.50 | 14.50 | 20.00 | 40.50 |
| Number of employees at end of period | 4 | 5 | 5 | 5 | 5 | 7 |
| Profit and standing, Group | | | | | | |
| Net sales, MSEK | 456 | 619 | 564 | 111 | - | - |
| Operating profit/loss, MSEK | -355 | 8 | 34 | 3 | - | - |
| Profit/loss after tax, MSEK | -351 | -3 | 34 | 2 | - | - |
| Equity, MSEK | 272 | 623 | 626 | 592 | - | - |
| Equity ratio, % | 54 | 74 | 67 | 75 | - | - |
| Number of employees at end of period | 284 | 232 | 261 | 180 | - | - |

The number of shares and per share key ratios have been adjusted for the reverse stock split that took place in October 2008. Ledstiernan had per 31 December 2009 220,000 issued warrants. As the present value of the strike price was lower than the share price as of 31 December 2009 there was a dilution effect from the warrants, but since the result for 2009 was negative, no key ratios after dilution are presented.