



Interim report January - March 2013

Improved profitability despite weak income development.

Enea's net sales in the first quarter were lower than in the first quarter last year. However, its operating margin and profit per share continued to improve.

- Net sales for the first quarter amounted to SEK 99.3 (117.3) million, which is equivalent to a decline of 15.3 percent.
- The operating profit for the first quarter fell to SEK 14.0 (15.6) million. The operating margin, however, increased to 14.1 (13.3) percent.
- Earnings per share increased to SEK 0.70 (0.65) for the first quarter.
- Cash flow from operations amounted to 6.5 (6.1) million for the first quarter.
- The Annual General Meeting elected to transfer an amount equivalent to SEK 3.00 (8.00) per share to the shareholders via a redemption program, equivalent to a total transfer of SEK 49.4 million.

All comparison numbers refers to the remaining business.

	Jan-Mar		Full year	
	2013	2012	2012	2011
Net sales, SEK million	99.3	117.3	467.8	446.7
Growth, %	-15.3	3.3	4.7	0.0
Growth currency adjusted, %	-13.4	1.8	3.6	1.5
Operating profit, SEK million	14.0	15.6	72.5	2.2
Operating margin, %	14.1	13.3	15.5	0.5
Net profit before tax, SEK million	15.3	16.2	76.7	6.0
Net profit after tax, SEK million	11.6	11.1	53.6	-1.0
Earnings per share, SEK	0.70	0.65	3.18	-0.06
Cash flow (from operations), SEK million	6.5	6.1	80.1	69.6
Cash and cash equivalents, SEK million	143.3	236.5	146.7	127.3



2013
– FOCUS ON
PROFITABLE GROWTH

“Cisco predicts that the mobile data traffic will increase twelve times between 2012 and 2018. This is an incredibly exciting market on which to operate.”



Anders Lidbeck,
President and CEO

A word from the CEO

As expected, demand was weak during the first quarter. The strong Swedish krona has also had a damping effect on earnings in Swedish kronor. Despite the fact that income in Swedish kronor fell by 15.3 percent over the quarter, we have improved our operating margin to 14.1 percent and also increased our profit per share to SEK 0.70. As planned, the structural measures we implemented in late 2012 have made an impact during the first quarter. We have good cost control and internal focus on creating profitability within all parts of our organization. During the first quarter, we have taken another small step towards our long-term profitability target of 20 percent.

Our long-term aim is to create revenue growth and growing profitability. However, income development was weak during the first quarter of the year. We are seeing weak will to invest at many major telecom companies. Despite the strong growth of data traffic worldwide, many operators are facing the challenge of combining network expansion costs with fixed, unchanged prices to consumers. This is leading to massive price competition among suppliers of infrastructure equipment. A weaker investment trend has also been noticeable in other market segments during the first quarter, which has continued to affect our service income. However, it is our opinion that the underlying growth in data traffic will also impact our market in the longer term. Therefore, we will continue to focus on our agreed investment areas. This is particularly true for our global service business, with our bridged services concept, as well as our Linux offering. We are investing in both research and development and sales and marketing in this regard. We are also recruiting new staff in these fields. If our initiatives in these fields and other product fields are successful, this will be apparent when demand returns, not only from the earnings but also directly impact profits.

Market Trends

Open source has been the software trend for a long time. But nowadays, combining open source, services and proprietary software (and hardware) is every bit as important in order to achieve real results and long-term competitive advantages. Apple is one company which has succeeded with this and is often used as a model. Linux, combined with real-time operating systems, is the widespread standard when designing telecom equipment for infrastructure, and has become a pre-requisite in order to retain a leading position

among major companies on a global basis. We launched our first commercial Linux distribution last year. This is fully focused on real-time and utilizes our extensive experience in the field. We view Linux as an important growth area for the future. We have a good dialogue with our customers, and we perform well when customers are evaluating potential suppliers. Linux also works well within our global services organization. Many of the services solutions we are discussing at present include Linux components.

However, it will take some time for our Linux sales to reach a level which will make it one of our bigger products in net sales terms. We will need to continue our investments in order to succeed. During the first quarter, we became members of Linaro, a global partnership organization working with Linux for ARM architecture. As part of Linaro, we work in partnership with both competitors and customers and help influencing important decisions and specializations in the field. We will have two full-time Linux engineers within this organization.

Our long-term ambition during a period of five years, commencing in 2012, is to create a global software company with considerably higher revenues, high profitability, good cash flows, and a large proportion of recurring revenues. The hesitant willingness to invest among operators means that manufacturers in the field of telecom are very price-sensitive. Therefore, we will continue to invest outside the telecom segment as well as gradually moving resources to new areas, all with the objective of improving our competitiveness, market position, and margins.

Outlook

We are experiencing a weak demand, and at present there is little indication of when the situation will improve. However, we are committed to our earnings forecast for 2013, even if demand will remain low during the year. Our assessment is that we will improve both our operating margin and our profit per share over the full year.

Anders Lidbeck
President and CEO

Net Sales and Earnings

Net Sales

Enea's net sales for the first quarter amounted to SEK 99.3 (117.3) million, which is equivalent to decline of 15.3 percent. After adjustments for currency effects, income was 13.4 (1.8) percent lower for the first quarter.

Development income were lower than in the first quarter last year. Of the revenue streams which constitute development income, stable development was seen for perpetual licenses and for support, while rentals were in decline. Production licenses, which are largely dependent on customers' sales volumes, were slightly lower than in the first quarter last year. Service sales had the largest decline during the quarter.

Net sales over the quarter were divided over a number of customer segments, telecom infrastructure representing 60 percent, wireless devices 6 percent, defense 16 percent, medical 9 percent, and other segments 9 percent. Compared with last year, the medical segment is reported as a separate customer segment. The defense segment has been redefined so that it includes customers this year who were included in the telecom infrastructure segments last year.

With comparable definitions, net sales in absolute figures from the defense segment were in line with the first quarter last year. Telecom infrastructure saw the greatest decline during the quarter. Wireless devices and medical technology saw lower net sales, while the segment Other had higher net sales than the first quarter last year.

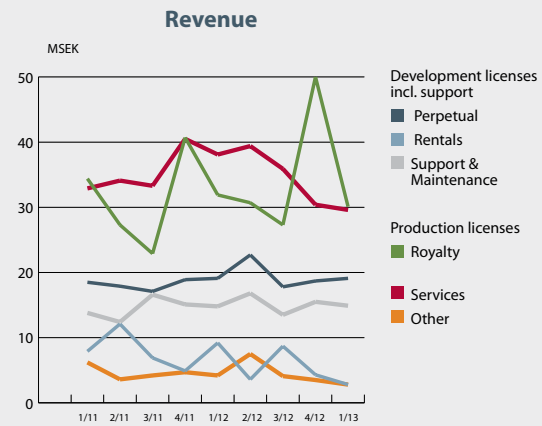
Profit/Loss

The Group's operating profit amounted to SEK 14.0 (15.6) million in the first quarter, which is equivalent to an operating margin of 14.1 (13.3) percent. Currency effects on the Group's results are marginal.

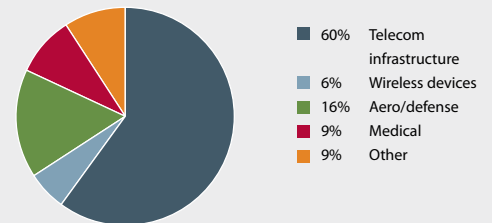
The gross margin for the first quarter totaled 69.2 (67.9) percent. This increase could be attributed to a lower number of third-party products. The principles for cost distribution between sales and marketing expenses, product development and administrative expenses have been adjusted slightly for 2013. For example, some of the expenses for technical and product management have been moved from sales and marketing to product development. The adjustments made could be regarded as marginal, but they are deemed to reflect more accurately the actual nature of the business.

Net financial income for the first quarter totaled SEK 1.3 (0.6) million. Profit after tax improved to SEK 11.6 (11.1) million for the first quarter.

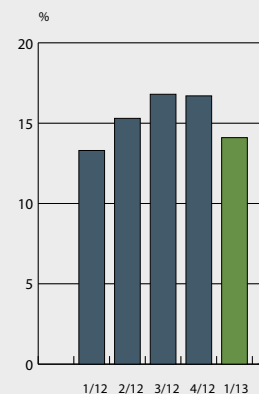
Earnings per share increased to SEK 0.70 (0.65) for the first quarter. Without adjustment for holdings of own shares, earnings per share amounted to SEK 0.66 (0.63) for the first quarter.



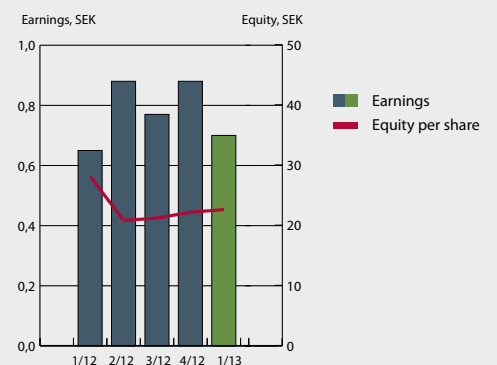
Revenue per customer segment (Jan-Mar)



Operating profit



Earnings and Equity per share



Revenue per region

Enea has a total of ten offices in Europe, North America and Asia.

Europe

The company's European operations include customers such as Ericsson, NSN and Alcatel-Lucent. Sales operations are run via offices in Sweden, Germany, France and Romania.

Over the first quarter, net sales from Europe have fallen compared with the same period in the previous year. Profitability has improved at the same time. Sales to key customers over the first quarter were lower than last year, but our software sales to other customers in Europe were higher than in the first quarter of 2012. Romania, which mainly sells services, had net sales which were lower than in the same period last year.

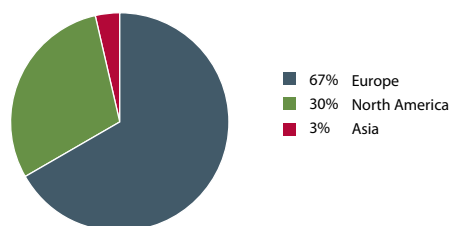
The biggest deal of the quarter was entered into with a European telecom customer. This contract, which is worth SEK 111 million, is a renewal of an earlier contract for the Enea OSE operating system. The contract includes development licenses, production licenses and support for a period of two years, starting in the second quarter.

North America

The North American business includes major customers such as Motorola, Fujitsu, Boeing, Honeywell and Hospira. Two offices handle sales, software delivery and consultancy assignments.

Total sales in North America fell over the first quarter. Both sales of services and sales of software were lower than last year. However, profitability has increased in both business areas.

Revenue per geography (Jan-Mar)



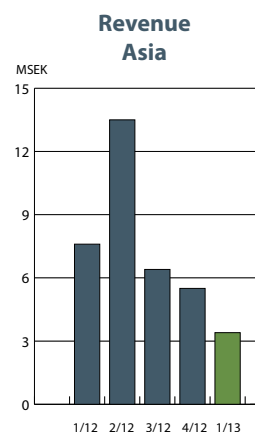
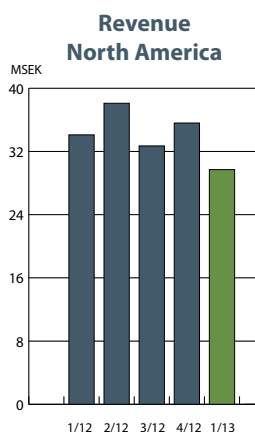
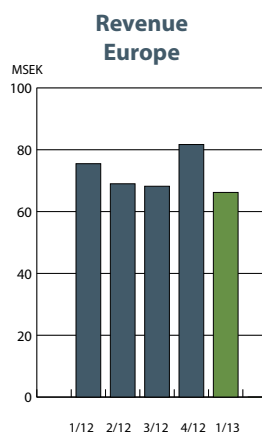
A three-year contract was entered into over the quarter for the database product Polyhedra. This contract is worth SEK 650 thousand and has been entered into with a customer in the manufacturing industry. The customer will be using Polyhedra in process automation equipment. The biggest deal in North America over the first quarter was entered into with a software company which will be using the middleware product Enea Element in a security solution for remote connection. This contract is worth SEK 840 thousand over one year, with an option to extend it for a further three years.

Asia

Asian operations include major customers such as Fujitsu and Yamaha, along with a number of service assignments for Ericsson and NSN. The company has its own offices in China and Japan.

Sales in Asia have fallen in the first quarter. Both Japan and China saw lower net sales and lower profitability. The reduction in the number of consultants in Beijing which began during the fourth quarter ended in the first quarter. The business in Shanghai is not being affected by the restructuring initiative.

In Asia, a contract was entered into with a defense customer who invested SEK 348 thousand in the Enea OSEck operating system. The customer will be using OSEck in radar equipment.



All numbers refer to the remaining business.

Revenue per region	Jan-Mar			Full year	
	2013	2012	2012	2011	2010
Europe	66.2	75.5	294.4	304.3	297.4
North America	29.7	34.1	140.4	116.1	124.4
Asia	3.4	7.6	33.1	26.3	24.9

Revenue per product

Enea's products and services are divided into five major groups: operating systems (including OSE, Linux and OSEck), middleware (including Element and Polyhedra) and tools (including Optima). All sales of services are reported in the Services group.

Operating systems

An operating system is software that provides a link between the hardware that makes up the computer and the software applications running on the computer. Enea's operating systems are used in embedded systems which form components of telecom equipment, for example.

Operating systems account for the biggest share of Enea's sales, with 55 percent of income. Sales over the quarter fell compared with the previous year.

Middleware

Middleware is software between the operating system and the applications. It runs in the background and makes sure – among other things – that the system is uninterruptible, predictable and scalable. Middleware represented 7 percent of Enea's total sales during the quarter and has remained at a stable level for a number of quarters.

Tools

Development tools are used to develop software running on Enea's operating systems. Sales over the quarter were higher compared with the same period last year, accounting for 4 percent of total sales.

Services

Total service sales fell over the first quarter, accounting for 30 percent of Enea's total sales.

Other

The group Other, which is made up mostly of third-party products and currency effects, fell during the quarter and represented 4 percent of total sales.

Enea's offering

Enea OSE, Enea Linux, Enea OSEck – operating systems

Enea Element – middleware software

Enea Optima – development tools for developing software running on Enea's operating systems

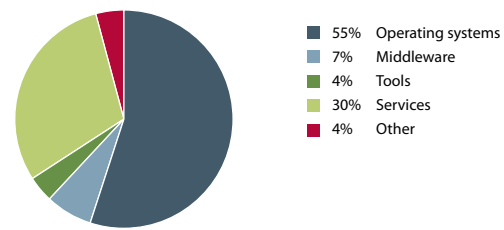
Enea Polyhedra – in-memory database

Enea Linx – software for managing communication between different processor cores

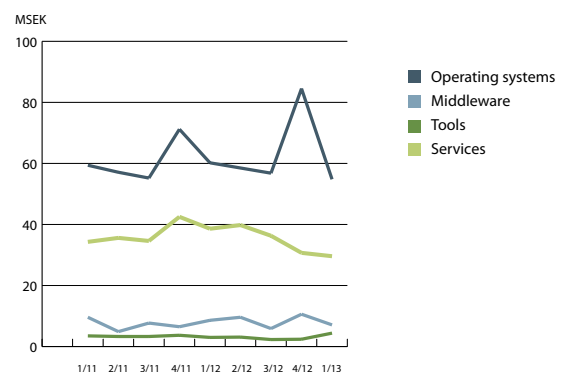
Enea Netbricks – communication protocol for telecoms

Services such as project undertakings, pre-studies, application development, test and training

Revenue per product (Jan-Mar)



Revenue per product



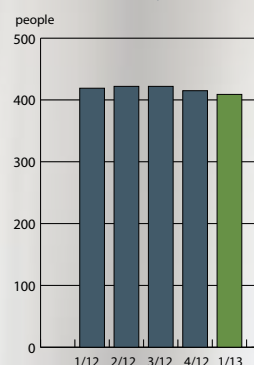
All numbers refer to the remaining business.

Revenue per product	Jan-Mar		Full year		
	2013	2012	2012	2011	2010
Operating systems	54.8	60.2	260.1	242.9	230.9
Middleware	7.1	8.6	34.8	28.7	34.5
Tools	4.4	3.0	10.8	13.8	14.5
Services	29.6	38.6	145.4	147.0	144.5
Other	3.5	6.9	16.7	14.3	22.2

Employees

The Group had 409 (419) employees at the end of the quarter. This is a reduction of 6 people compared with the previous quarter.

Employees



Cash Flow and Investments

Cash Flow and Financial Position

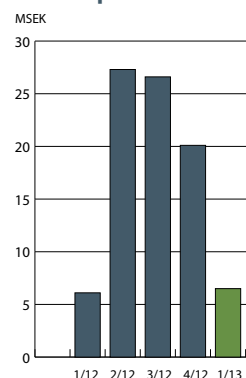
Cash flow from the operations amounted to 6.5 (6.1) million for the first quarter. Total cash flow amounted to SEK -1.9 (-6.9) million for the first quarter. Shares with a value of SEK 4.8 million were repurchased over the quarter.

Cash and cash equivalents and short-term investments amounted to SEK 143.3 (236.5) million at the end of the quarter. In addition, the Group has an unutilized overdraft facility of SEK 92 million. Enea has a continued strong financial position, with an equity ratio of 79.9 (82.4) percent.

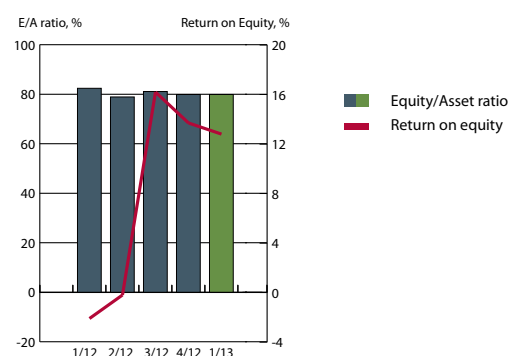
Investments

The Group's investments for the first quarter amounted to SEK 3.6 (3.6) million. Depreciation of investments amounted to SEK 4.6 (4.5) million. During the first quarter, product development costs were capitalized to a value of SEK 3.4 (2.1) million. Depreciation for capitalized product development expenses for the first quarter totaled SEK 2.9 (3.0) million.

Cash flow from operations



Equity/Asset ratio and Return on Equity



Repurchasing of Shares

101 524 shares with a value of SEK 4.8 million were repurchased over the first quarter. Enea held a total of 1 178 276 of its own shares at the end of the quarter, representing 6.7 percent of the total number of shares.

Parent Company

The parent company's net sales for the first quarter amounted to SEK 13.1 (12.7) million and the profit before tax was SEK 1.1 (0.2) million. Net financial items in the parent company amounted to SEK 1.1 (0.1) million, and cash and cash equivalents at the end of the quarter amounted to SEK 93.0 (191.9) million. The parent company's investments totaled SEK 0.1 (0.2) million. 13 (11) people were employed at the parent company at the end of the quarter. The parent company does not operate any business and its risks are primarily attributable to the activities of the subsidiaries.

Outlook

Long-term Ambition

Enea's ambition during a period of five years, commencing in 2012, is to create a global software company with considerably higher net sales, high profitability, good cash flows, and a large proportion of recurring revenue.

The company will be focusing on organic growth, but both strategic and supplementary acquisitions will be evaluated regularly. This growth will vary over the years and between the quarters, depending on how individual deals take place and the development of royalty flows; these are dependent on customers' sales volumes. The operating margin will vary in line with growth over the various quarters of the period. Enea's objective during this period is to achieve an operating margin of 20 percent.

Outlook for 2013

For 2013, we will be continuing to strive towards our long-term profitability target of 20 percent. Our assessment is that we will improve both our operating margin and our earnings per share over the full year.

Annual General Meeting and Dividend

The 2013 Annual General Meeting of Enea took place in Kista on Wednesday, 10 April. The Annual General Meeting made the following decisions:

- The Annual General meeting elected to adopt a redemption program to a value of SEK 3.00 per share. This is equivalent to a transfer to shareholders amounting to SEK 49.4 (135.2)

- million. The record date for the share split and redemption, and the period for trading in redemption shares has not been determined and will be communicated at a later date. The record date and trading will preliminarily take place in July.
- Anders Skarin was appointed as Chairman of the Board. Åsa Landén Ericsson, Kjell Duveblad, Mats Lindoff, Robert Andersson and Torbjörn Nilsson were re-elected to the Board. Öhrlings PricewaterhouseCoopers were elected as auditors.
- The Annual General Meeting accepted the Board's proposal concerning authorization for the Board to make decisions on acquisitions and transfer of own shares. The number of shares acquired must be such that the holding of own shares does not at any time exceed 10 percent of all shares in the company.
- The Annual General Meeting accepted the Board's proposal concerning authorization for the Board to make decisions on the new issue of shares for acquisition of shares or business for the period up to the 2014 Annual General Meeting. The number of shares issued must correspond to no more than 10 percent of the number of outstanding shares.
- The Annual General Meeting accepted the Board's proposal to invalidate 604 613 shares.
- The Annual General Meeting accepted the Board's proposal to reduce the company's statutory reserve by a total of SEK 280 610 402. Of this reduction amount, a maximum of SEK 51 163 434 is to be used within the scope of the redemption program, while the rest is to be transferred to the company's non-restricted equity (unrestricted reserve).

Kista, April 25 2013
Board of Directors

*This interim report was not examined by
the Company's auditors.*

Other

Accounting Policies

This interim report has been compiled in accordance with IAS 34, Interim Financial Reporting, which is compliant with Swedish law through application of the Swedish Financial Reporting Board's RFR 1.3, Supplementary accounting rules for groups and RFR 2.3, Accounting for Legal Entities, relating to the parent company. The same accounting principles, definitions and calculation methods have been applied as in the latest annual report for both the Group and the parent company, unless stated otherwise below. IASB has published a number of minor amendments and improvements to standards that apply for the financial year beginning 1 January 2013. The amendments made have had no impact on the financial position and results of the Group.

Financial Assets and Liabilities

The Group has been applying IFRS 13 since 1 January 2013. This standard provides a precise definition and a collective source in IFRS for fair value evaluations and associated information. Among other things, there is a requirement to submit information on uncertainty in the valuations on the basis of the three levels currently used for financial instruments: level 1 – listed prices on active markets, level 2 – observable data other than level 1 data, and finally level 3 – non-observable data. Categorization into the various levels takes place on the basis of the lowest level of input data significant to the valuation in its entirety. Besides the fair value hierarchy above, information is also required on matters such as; distribution in the fair value hierarchy, transfers between levels 1 and 2, and OB/CB analysis on level 3.

The Group has no financial assets and liabilities valued at fair value in category 3. In category 2, the Group has currency hedges recognized at a value of SEK 1 028 thousand as at 31 March 2013. All other financial assets and liabilities are in category 1. No transfers between the categories have taken place during the period.

Currency hedges are valued at market value in that early allocation of currency hedging is taking place in order to find out what the forward price would be if the maturity were to take place at the balance sheet date. The Group has currency hedging of EUR to SEK, so the difference in interest rate between Sweden and Europe for the remaining original term provides the number of points to be deducted from the original forward price. The difference between the new forward price and the original forward price gives the market value of the currency hedge.

Essential Risks and Uncertainty Factors

There is still much dependency on Ericsson, ST-Ericsson and NSN. These customers accounted for more than half of the Group's income in the past year. There have been no significant changes during the quarter regarding major risks and uncertainties. Please refer to the report on pages 20-21 in the latest Annual Report for a description of major risks and uncertainties.

Income statements

SEK million
All comparison numbers refers to the remaining business.

	Jan-Mar		12 months	Full year	
	2013	2012	Apr-Mar	2012	2011
Net sales	99.3	117.3	449.9	467.8	446.7
Cost of sold products and services	-30.6	-37.6	-131.4	-138.5	-179.5
Gross profit	68.8	79.7	318.4	329.3	267.2
Sales and marketing costs	-17.4	-25.1	-94.4	-102.1	-104.4
R&D costs	-24.6	-22.0	-87.7	-85.2	-93.2
General and administration costs	-12.8	-17.0	-65.3	-69.5	-67.4
Operating profit*	14.0	15.6	70.9	72.5	2.2
Net financial income/expense	1.3	0.6	4.9	4.2	3.8
Profit before tax	15.3	16.2	75.8	76.7	6.0
Tax	-3.7	-5.1	-21.7	-23.1	-7.0
Profit after tax , remaining business	11.6	11.1	54.1	53.6	-1.0
Profit, divested business	-	-	-	-	-5.4
In total	11.6	11.1	54.1	53.6	-6.4
Other comprehensive income					
<i>Items that can later reinstated in the income statement:</i>					
Change in hedging reserve, after tax	-0.6	0.1	-1.4	-0.7	1.3
Translation differences	-2.2	-4.9	-5.2	-7.9	0.7
Total comprehensive profit for the period, net after tax	8.8	6.3	47.5	45.0	-4.4
Profit for the period attributable to the stockholders of the Parent Company	11.6	11.1	54.1	53.6	-6.4
Comprehens. profit for the period attri. to the stockhold. of the Parent Company	8.8	6.3	47.5	45.0	-4.4
* Incl depr. of tangible assets (SEK)	1.6	1.3	5.8	5.5	4.7
* Incl depr. of intangible assets (SEK) including a write down of SEK 37.5 million for the full year 2011.	3.0	3.2	12.8	13.0	55.3

Key figures related to the income statements

All comparison numbers refers to the remaining business.

	Jan-Mar		12 months	Full year	
	2013	2012	Apr-Mar	2012	2011
Earnings per share (SEK)	0.70	0.65	3.24	3.18	-0.06
Earnings per share after full dilution (SEK)	0.70	0.65	3.24	3.18	-0.06
Number of shares before dilution (million)	16.5	17.0	16.7	16.8	17.3
Number of shares after dilution (million)	16.5	17.0	16.7	16.8	17.3
Revenue growth (%)	-15.3	3.3	-0.1	4.7	0.0
Gross margin excl write-downs (%)	69.2	67.9	70.8	70.4	59.8
Operating costs in % of revenues					
- Sales and marketing costs	17.5	21.4	21.0	21.8	23.4
- R&D costs	24.7	18.8	19.5	18.2	20.9
- General and administration costs	12.9	14.5	14.5	14.9	15.1
Operating margin (%)	14.1	13.3	15.8	15.5	0.5

Balance Sheets

	31 Mar		31 Dec	
	2013	2012	2012	2011
<i>SEK Million</i>				
ASSETS				
Intangible assets	121.0	123.3	121.5	127.1
- of which goodwill	81.0	82.2	81.8	85.0
- of which capitalized development costs	39.6	40.1	39.2	40.9
- of which other intangible assets	0.3	1.0	0.5	1.2
Tangible assets	12.2	14.8	13.7	14.9
Deferred tax assets	3.9	8.8	5.7	10.0
Other assets	0.9	1.5	1.0	1.5
Other financial assets	-	28.0	28.0	-
Current receivables	184.4	163.0	143.2	147.0
Cash and cash equivalents	143.3	236.5	146.7	127.3
Assets held for sales	-	-	-	137.3
Total assets	465.7	575.9	459.7	565.1
SHAREHOLDERS' EQUITY AND LIABILITIES				
Shareholders' equity	372.1	474.7	367.2	415.9
Deferred tax liability	6.5	3.6	6.8	3.6
Other provisions	1.3	-	-	-
Short-term liabilities, interest bearing	-	0.1	-	-
Short-term liabilities, non-interest bearing	85.8	97.5	85.8	90.0
Liabilities held for sales	-	-	-	55.6
Total shareholders' equity and liabilities	465.7	575.9	459.7	565.1

Changes in Shareholder's Equity

	31 Mar		31 Dec	
	2013	2012	2012	2011
<i>SEK Million</i>				
At beginning of period	367.2	415.9	415.9	512.6
Total comprehensive profit for the period	8.8	68.1	106.7	-4.4
Dividend / Redemption program	-	-	-135.1	-86.7
Share saving and stock option programs	0.9	-	1.8	1.2
Repurchasing of own shares	-4.8	-9.3	-22.2	-6.8
At end of period	372.1	474.7	367.2	415.9

Cash Flow Statement

	SEK Million			
	Jan-Mar		Full year	
	2013	2012	2012	2011
Cash flow from operating activities before change in working capital	11.2	14.5	75.5	78.1
Cash flow from change in working capital	-4.7	-8.4	4.6	-0.9
Cash flow from operating activities	6.5	6.1	80.1	77.2
Cash flow from investing activities	-3.6	-3.6	-15.7	-33.0
Cash flow from financing activities	-4.8	-9.4	-157.3	-93.4
Cash flow for the period, before cash flow from divestment of business	-1.9	-6.9	-92.9	-49.2
Cash flow from investing activities - from divestment of business	-	117.7	115.4	-
Cash flow for the period	-1.9	110.8	22.5	-49.2
Cash and cash equivalents at beginning of period	146.7	127.3	127.3	176.5
Exchange rate differences	-1.6	-1.6	-3.1	-
Cash and cash equivalents at end of period	143.3	236.5	146.7	127.3

Key Figures related to the balance sheet and cash flow

	Jan-Mar		12 months			
	2013	2012	Apr-Mar	2012	2011	2010
Cash and cash equivalents (SEK million)	143.3	236.5	143.3	146.7	127.3	176.5
Equity/assets ratio (%)	79.9	82.4	79.9	79.9	73.6	77.6
Equity per share (SEK)	22.58	28.09	22.58	22.14	24.31	29.55
Cash flow from operating activities per share (SEK)	0.39	0.36	4.83	4.76	4.47	4.38
Number of employees at end of period	409	419	409	415	652	620
Return on equity (%)	-	-	12.8	13.7	-1.4	8.9
Return on capital employed (%)	-	-	19.0	19.2	2.3	13.9
Return on assets (%)	-	-	15.5	15.7	1.8	10.6

Parent Company's Income Statement

	SEK Million		
	Jan-Mar	2012	Full year
	2013	2012	2012
Net Sales	13.1	12.7	53.8
Operating costs	-13.1	-12.6	-53.7
Operating profit/loss	-	0.1	0.1
Net financial income/expense	1.1	0.1	8.5
Profit after financial expense	1.1	0.2	8.6
Appropriations	-	-	-1.7
Profit before tax	1.1	0.2	6.9
Tax	-0.2	-0.1	-1.5
Profit after tax	0.8	0.1	5.4

Parent Company's Balance Sheet

	SEK Million		
	31 Mar		31 Dec
	2013	2012	2012
ASSETS			
Fixed assets	177.3	178.6	205.8
Current assets	190.1	337.1	167.2
Total assets	367.4	515.7	373.0
SHAREHOLDERS' EQUITY AND LIABILITY.			
Shareholders' equity	332.5	476.3	335.5
Untaxed reserves	5.8	4.0	5.8
Current liabilities	29.1	35.4	31.7
Total shareholders' equity and liabilities	367.4	515.7	373.0

Quarterly data

The numbers for 2011 includes the divested business.

SEK Million	2013 q1	2012 q4	2012 q3	2012 q2	2012 q1	2011 q4	2011 q3	2011 q2	2011 q1
INCOME STATEMENT									
Net sales	99.3	122.5	107.3	120.6	117.3	200.8	155.5	180.7	184.5
Cost of sold prod. and services	-30.6	-31.0	-30.3	-39.6	-37.6	-95.0	-138.2	-94.0	-91.4
Gross profit	68.8	91.5	77.0	81.0	79.7	105.8	17.3	86.7	93.1
Sales and marketing costs	-17.4	-24.1	-26.2	-26.7	-25.1	-37.2	-31.4	-36.2	-35.0
R&D costs	-24.6	-27.1	-16.2	-20.0	-22.0	-25.4	-22.0	-24.8	-21.0
General and administration costs	-12.8	-19.9	-16.6	-15.9	-17.0	-15.4	-17.2	-18.3	-16.5
Operating profit	14.0	20.4	18.0	18.4	15.6	27.8	-53.3	7.4	20.6
Net financial income/expense	1.3	0.0	1.5	2.1	0.6	-0.3	2.1	1.3	0.7
Profit before tax	15.3	20.4	19.5	20.5	16.2	27.5	-51.2	8.7	21.3
Tax	-3.7	-5.8	-6.6	-5.6	-5.1	-5.6	2.6	-3.5	-6.2
Profit after tax	11.6	14.6	12.9	14.9	11.1	21.9	-48.6	5.2	15.1
Other comprehensive income	-2.8	1.4	-7.4	2.2	-4.9	-1.1	5.1	0.9	-4.3
Total comprehensive income after tax	8.8	16.0	5.5	17.1	6.2	20.8	-43.5	6.1	10.8
BALANCE SHEET									
Intangible assets	121.0	121.5	123.4	125.7	123.3	127.1	159.2	219.3	216.6
Other assets	17.1	20.3	22.1	25.4	25.1	26.4	33.1	28.8	29.7
Other financial assets	-	28.0	28.0	28.0	28.0	-	-	-	-
Current receivables	184.4	143.2	133.2	151.4	163.0	147.0	231.5	248.5	276.9
Cash and cash equivalents	143.3	146.7	134.6	117.3	236.5	127.3	121.6	122.6	172.2
Assets held for sales	-	-	-	-	-	137.3	-	-	-
Total assets	465.7	459.7	441.3	447.8	575.9	565.1	545.4	619.2	695.4
Shareholders' equity	372.1	367.2	358.0	353.5	474.7	415.9	393.8	444.3	524.1
Long-term liab., interest bearing	-	-	-	-	-	-	-	-	0.3
Long-term liab., non-interest bearing	7.8	6.8	3.6	3.6	3.6	3.6	-	2.0	12.1
Short-term liab., interest bearing	-	-	-	0.1	0.1	-	-	3.6	3.6
Short-term liab., non-interest bearing	85.8	85.8	79.7	90.6	97.5	90.0	151.6	169.3	155.3
Liabilities held for sales	-	-	-	-	-	55.6	-	-	-
Total shareholders' equity and liabilities	465.7	459.7	441.3	447.8	575.9	565.1	545.4	619.2	695.4
CASH FLOW									
Cash flow from operating activities.	6.5	20.1	26.6	27.3	6.1	9.6	17.9	44.3	5.4
Cash flow from investing activities	-3.6	-0.8	-4.5	-6.8	-3.6	-3.8	-14.0	-7.5	-7.7
Cash flow from financing activities	-4.8	-7.7	-2.1	-138.1	-9.4	-0.5	-6.2	-86.7	-
Cash flow for the period	-1.9	11.6	20.0	-117.6	-6.9	5.3	-2.3	-49.9	-2.3
Cash flow, divested business incl. cap.gain:									
Cash flow, divested business	-	-	-	-2.3	117.7				
Total cash flow for the period	-1.9	11.6	20.0	-119.9	110.8				

The five year overview shows Enea's reported numbers including capital gain, restructuring cost, write-downs and other one time charges. The numbers for 2008-2011 include the divested business.

5 Year in Summary

SEK Millions	2012	2011	2010	2009	2008
INCOME STATEMENT					
Net sales	529.5	721.5	726.1	777.7	917.6
Operating expenses	-395.3	-719.0	-658.7	-781.8	-844.5
Operating income	134.2	2.5	67.4	-4.1	73.1
Net financial items	4.2	3.8	0.7	3.3	7.9
Earnings before tax	138.4	6.3	68.1	-0.8	81.0
Profit for the period	115.3	-6.4	46.0	4.2	88.3
BALANCE SHEET					
Intangible assets	121.5	127.1	216.7	237.2	273.5
Other assets	48.3	26.4	30.9	46.8	46.0
Trade and other current assets	143.2	147.0	236.6	258.7	325.4
Cash and cash equivalents	146.7	127.3	176.5	153.9	122.1
Assets held for sales	-	137.3			
Total assets	459.7	565.1	660.7	696.6	767.0
Shareholders' equity	367.2	415.9	512.6	516.0	548.4
Provisions, non-current liabilities and minority	6.8	3.6	12.7	31.9	31.5
Current liabilities	85.8	90.0	135.4	148.7	187.1
Liabilities held for sales	-	55.6			
Total equity and liabilities	459.7	565.1	660.7	696.6	767.0
CASH FLOW					
Cash flow from operating activities	80.1	77.2	76.1	70.3	81.8
Cash flow from investing activities	99.7	-33.0	-19.0	-13.2	-121.6
Cash flow from financing activities	-157.3	-93.4	-31.7	-21.8	-1.8
Cash flow for the period	22.5	-49.2	25.4	35.3	-41.6
KEY FIGURES					
Change in net sales, %	-26.6	-0.6	-6.6	-15.2	11.8
Operating margin, %	25.4	0.3	9.3	-0.5	8.0
Profit margin, %	26.1	0.9	9.4	-0.1	8.8
Return on capital employed, %	33.9	4.5	13.9	1.7	17.3
Return on equity, %	29.5	2.5	8.9	0.8	18.0
Return on total capital, %	27.8	3.6	10.6	1.3	12.2
Interest coverage ratio, times	36.5	7.3	19.5	0.9	20.7
Equity ratio, %	79.9	73.6	77.6	74.0	71.0
Liquidity, %	338.1	304.8	305.0	278.0	239.0
Average number of employees	417	613	621	666	688
Net sales per employee, SEK	1 269.8	1 107.0	1 169.0	1 168.0	1 334.0
Net asset value per share, SEK	22.14	30.16	29.55	29.53	30.43
Earnings per share, SEK	6.85	-0.37	2.65	0.24	4.90
Dividend per share*	3.00	8.00	5.00	1.50	0.00

*as proposed by the board of directors

Technology News: Enea Becomes Member of Linaro Networking Group

In February, Enea became a member of the Linaro Networking Group (LNG), where we are working together with other industry leaders to accelerate the development process of Linux for ARM-based processors.

ARM has no manufacturing capacity of its own, but licenses its processor architecture to companies such as Qualcomm, Texas Instruments, Freescale, and Apple. Their processors are found in 35 percent of the world's consumer products, according to the company.

Linaro is a non-profit member-financed organization that aims to improve Linux open source code and tools for ARM processors. The business model is based on its members investing in a team of engineers working together to create new open source code according to transparent principles.

Linaro is largely based on open, active participation among its members, emphasis being placed on the common challenges faced by the industry. These successes are demonstrated by the fact that Linaro is one of the biggest single contributors to the Linux core, from version 3.0 to version 3.7.

Enea has been developing real-time operating systems for ARM-based processors for a long time, making Linaro an obvious forum in which Enea can continue its software development in the telecom field.

“Our membership of Linaro is a clear indication of our major commitment to embedded Linux and its development in future, particularly with regard to telecom infrastructure. This is another step towards our long-term ambition to become the leading supplier of Linux software for ARM processors”, says Tobias Lindquist, CTO of Enea.



The Quarter in Pictures

Enea is regularly publicing photos from various events around the world on Instagram. Follow 'eneaab' on Instagram! Here's a selection of the photos we have shared on Instagram this quarter:



Food and small talk after the Annual General Meeting.



Internal training at the annual kick-off.



Preparations in our booth at Embedded World.



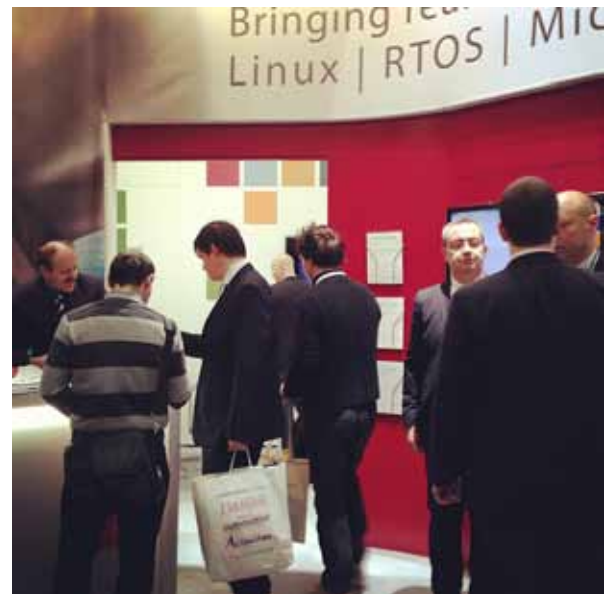
Enea is the silver sponsor of Linux Foundation Collaboration Summit.



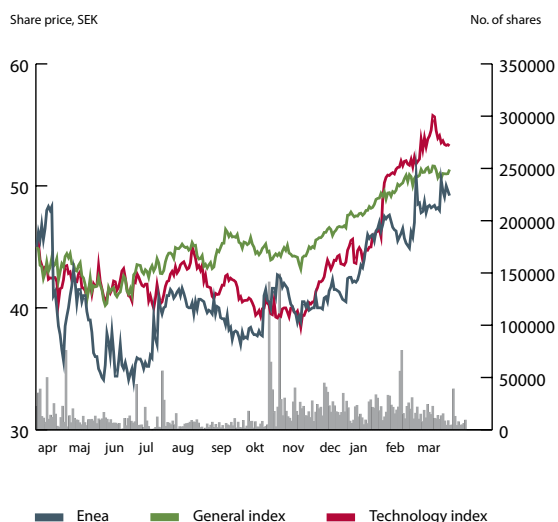
Take me to your leader... Humorous T-shirt for trade shows and events.



Enea Linux for Xilinx' hardware.



Enea exhibited and presented at Embedded World in Germany.



The Share

Jan - Mar 2013

Share price development: +21%
 No. of trades shares: 1,092,345

Highest share price: 51.25 SEK
 Lowest share price: 42.40 SEK
 Dividend in 2013*: 3.00 SEK

Market cap. (31 Mar) 869 MSEK
 Total No. of shares (31 Mar) 17,659,091

* through a redemption program

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Financial information

Interim Report Apr-Jun 23 July
 Interim Report Jul-Sep 24 Oct
 Annual Statement 11 February, 2014

All financial information is published at Enea's website www.enea.com.

Financial reports can also be ordered from Enea AB, P.O. Box 1033, SE-164 Kista, Sweden or by e-mail: ir@enea.com

This report contains forward-looking statements that are based on the current expectations of the management of Enea. Although management believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove correct. Accordingly, results could differ materially from those implied in the forward-looking statements as a result of, among other factors, changes in economic, market and competitive conditions, changes in the regulatory environment and other government actions, fluctuations in exchange rates and other factors.

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