

Sigma AB (publ)

Year-end report January – December 2007

Sigma – a year of aggressive investments

- Sales for the period rose 12% to SEK 1,375 M (1,223).
- Organic growth represents SEK 132 M, corresponding to 11% of total sales. Net recruitment amounted to 126 employees during the year.
- Operating profit totaled SEK 24.7 M (97.3). The year's profit includes impairment of goodwill totaling SEK 50.5 M and other nonrecurring items and investment expenses.
- The operating margin was 1.8% (8.0), and 5.5% (8.0) after adjustments for impairment losses.
- Effective 2008, the Group has been reorganized on the basis of two business areas, and Group management strengthened.
- Profit after financial items was SEK 19.1 M (93.3), with an after tax loss of SEK 1.8 M (profit: 60.7). The loss per share was SEK 0.02 (profit: 0.71).
- The Board of Directors propose a dividend of SEK 0.17 per share (0.28), corresponding to SEK 14.7 M (23.1).
- The forecast for 2008 is that operating profit will exceed the 2006 level of SEK 97 M

CEO, Sune Nilsson's comments on business development during the period

During the year we invested through acquisitions, establishments and cooperative ventures to meet customer demand and assume responsibility for larger deliveries and undertakings. Although these investments have been charged to earnings, they represent a natural, aggressive feature of Sigma's future. With these investments are strongly positioned to meet the future.

The fourth quarter was weaker than expected, and a profit warning was therefore issued in December. The weaker earnings were primarily a result of various investments made by the Group that generated a loss of SEK 9.5 M for the quarter. The acquired Kudos companies, including the investment in China, accounted for SEK 7.2 M of this amount. An action program was initiated, and personnel reductions were implemented at the local management level and among non-billing personnel.

Integration gains from the acquired Kudos companies have not yet had an impact. Direct integration costs during the year were charged to earnings. The acquisition created a completely new market position in this segment for the Group, but earnings were weaker than expected.

The trend toward outsourcing undertakings is clear among large-scale purchasers of consulting services. During 2007, several such orders were signed, with a value well above SEK 100 M. These types of projects provide a lower margin in the short term. In the long-term, however, they provide a wider margin, through the management and control of production resources as opposed to simply providing resource consultants. In addition, there is less risk in conjunction with market variations.

The percentage of sales deriving from the thirteen largest customers continues to increase. New framework agreements were signed during the year, along with the extension of existing accords. These prove that Sigma's strategy of long-term customer relations with the focus on functional undertakings is correct. We have invested in structural capital in the form of alternative forms of delivery with an overall lower customer cost. An increasing number of customers see the value of transferring application management to Sigma, with its delivery capacity from the Ukraine and Hungary, as well as from India and China.

Sigma managed to attract new employees during a year marked by considerable turnover in the labor market, resulting in a net growth in the workforce.

Fiscal 2007 again confirmed our strong market position with our winning of the Swedish Computer Association's Diamond Award, which ranked us as the IT company that best understands customer requirements. Over a number of years, we have topped the list as one of Sweden's best IT consultants in the annual survey conducted by *Veckans Affärer*, a leading Swedish business magazine.

The focus is now on realizing the synergy effects of the completed acquisitions and to achieve increased profitability through higher internal efficiency. Currently, there are no acquisitions or investments planned.

Demand is satisfactory. Demand outstrips supply in certain areas, although this applies not only to Sigma, as there are certain skills shortages nationwide in the market. Price rises are in progress in most segments. Price adjustment clauses are frequently a feature of agreements extending over a number of years.

Competition has changed slightly from previous years. We more frequently encounter Indian players here in Sweden, notably among large-scale buyers of consulting services and in conjunction with sizeable, long-term project undertakings, which are becoming increasingly common.

Trends by business area (including goodwill amortization, EBIT)

Period (last year)	Sales, SEK M		Earnings **, SEK M		Operating Margin, %		Employees at closing date	
Business Solutions	209.0	(250.3)	10.8	(21.2)	5.2	(8.5)	124	(145)
IT Solutions	926.7	(799.1)	24.1	(65.4)	2.6	(8.2)	667	(639)
Information Solutions	267.7	(195.4)	9.3	(23.5)	3.5	(12.0)	518	(296)
Other activities *)	34.5	(36.8)	-19.5	(-12.8)			15	(6)
Eliminations	-62.4	(-58.2)						
SUM	1,375.5	(1,223.4)	24.7	(97.3)	1.8	(8.0)	1,323	(1,086)

*) *Pertain to Parent company with SEK 11,4 M (11,3) in loss and other non-operative operations.*
 **) *Impairment losses on goodwill with SEK 11.7 M are included in Business Solutions and SEK 38.8 M in IT Solutions.*

Impairment of goodwill was recognized in the second quarter in a total amount of SEK 50.5 M attributable to Danish operations and the divested Berika group.

Corresponding table as above (excluding goodwill amortization, EBITA)

Period (last year)	Sales, SEK M		Earnings **, SEK M		Operating Margin, %	
Business Solutions	209.0	(250.3)	22.5	(21.2)	10.7	(8.5)
IT Solutions	926.7	(799.1)	62.9	(65.4)	6.8	(8.2)
Information Solutions	267.7	(195.4)	9.3	(23.5)	3.5	(12.0)
Other activities	34.5	(36.8)	-19.5	(-12.8)		
Eliminations	-62.4	(-58.2)				
SUM	1,375.5	(1,223.4)	75.2	(97.3)	5.5	(8.0)

New operational configuration and strengthened Group management

Effective 2008, the Group has been split into two new business areas and their related organizations. Over a number of years, Sigma has increasingly focused its operations on more streamlined consulting business. Corporate divestments were used to dispose of companies that did not quite match this strategy. The Group's operations are now homogeneous, with consulting operations in two primary areas, namely, IT & Management and Information Logistics. A number of strategic acquisitions and the establishment of new company offices have also been undertaken in this direction.

The financial results on the basis of the new business area configuration for 2007 and 2006 are as follows.

Period (last year)	Sales, SEK M		Earnings **, SEK M		Operating Margin, %	
IT & Management	1,113.6	(987.8)	80.0	(84.7)	7.2	(8.6)
Information Logistics	265.2	(179.1)	9.9	(27.1)	2.7	(14.8)
Other activities	65.6	(91.0)	-14.6	(-14.4)		
Eliminations	-68.8	(34.6)				
SUM	1,375.5	(1,223.4)	75.2	(97.3)	5.5	(8.0)

*) *Other operations include divested and terminated units, which reported SEK 24.6 M (71.3) in revenues and SEK 2.3 M in operating profit (loss: 1.2).*

The IT & Management business area is essentially a merger of Business Solutions and IT Solutions business areas in 2007. The Information Logistics comprises the operations conducted under the Sigma Kudos brand and the Ukrainian company Eclipse SP LLC. Other operations include the Parent Company, the Group-wide sales organization and the associated companies in which the Group has invested. In the case of Other Operations, most sales are attributable to intra-Group transactions.

Two legal sub-groups were established at year-end, which also form Sigma's IT & Management and Information Logistics business areas. Parallel with this, Group management was strengthened as a result of each business area manager, the CEO, Group Sales Manager and Chief Financial Officer forming a new Group management team.

Sigma's investments

Summary

There has been a distinct change in our customers' purchasing patterns, which have shifted to include new development and management assignments with competitive prices. During the year, Sigma initiated investments to meet this trend. Initially, these will adversely impact profit margins, but they create the conditions for superior competitiveness, long-term growth and sustainable margins. In addition to these specified investments, Sigma – as part of ongoing business operations – established five new offices, which also emerged as part of the new requirements imposed by customers.

China

In autumn 2006 Sigma established an office in China as part of efforts to be a global supplier to the Group's major customers. This resulted in customer assignments with cross-border deliveries in similar projects from three *locations*, effective 2008.

Kudos companies

As a result of the acquisition, Sigma and the Sigma Kudos brand are world leaders in technical documentation and Information Logistics for the telecom industry. The coordination of delivery configurations and quality systems has commenced in all countries.

Finland

In Finland, Maxiflex was acquired at the close of 2006. This investment provided a return during the year and contributed to the Group's earnings and margin in 2007.

UK

A company was established in the UK in a bid to offer similar international deliveries to one of Sigma's major industrial customers. The establishment phase is complete and initial joint projects have commenced.

Microsoft Dynamics

The year 2006 marked the establishment of services for Dynamics Axapta, Microsoft's business system. The aim of this venture is to meet demand for the upgrading of business systems for mid-sized companies.

Technical IT

In 2007, Sigma established a new skills area in technical IT.

Total impact of investments on sales and earnings

These investments added some SEK 111 M in invoicing, although SEK 20.5 M was charged to earnings during the period. Without these long-term investments, the Group would have reported EBITA in line with the preceding year that is SEK 95.4 M (97.3).

Earnings before and after investments	Sales, SEK M	Earnings, SEK M	Operating Margin, %
Accounts as reported	1,375.5	75.2	5.5
Accounts in investments	111.0	-20.2	neg
Accounts excl investments	1,264.5	95.4	7.5

Comments on business trends

Systems development, which is one of Sigma's largest areas in terms of volume, shows growth as well as profitability. Billings rose slightly during the year, but are expected to offer the potential for further increases. The establishment of a corporate presence in the UK resulted in higher sales, in addition to a minor loss. Sigma's investment in technical IT has moved from zero to some 25 consultants at year-end. Business Intelligence was previously focused on Southern Sweden but has now established a presence in Central Sweden, with a base in Linköping. Developments in Finland are progressing profitably as scheduled.

Growth in the Business Systems service area confirms expansion towards the Lawson M3 business system and Microsoft Axapta. Recruitment is continual and the market is expanding geographically. SAP has seen certain geographical changes in the organization and new recruitment commenced primarily in Southern Sweden. The older systems owned and managed by Sigma display a declining market, although with favorable margins.

Management services in Denmark and Sweden report favorable demand, although uneven in certain areas.

Operations in the Ukraine reported a growth rate exceeding 50%. More than 30% of total invoicing is related to customers supported by Sigma. A number of project undertakings commenced using resources from a variety of countries. Expansion occurred in Odessa during the year.

Impairment of SEK 50.5 M was applied to goodwill during the second quarter, which was attributable to the Group's Danish companies, as well as to the communications agency divested in August. The factor underlying impairment was the smaller volume of cash flow generated by the units following the reduction in operations.

Operations in Information Logistics comprise technical documentation and information management, which focus on the telecom and industrial sectors. Activities are marked by long-term customer relations, with several major undertakings. Operations are pursued in Sweden, Finland, Hungary, France, Germany and China.

Sweden represents the largest unit in Information Logistics with favorable profitability as in previous years. The acquired Kudos companies reported an aggregate loss consisting of various nonrecurring costs in conjunction with integration and linkage to previous group affiliates. In France, one of the French-American customers has implemented major cutbacks, leading the French company to lose volume and earnings. A cost for doubtful receivables and other items relating to the acquisition of the Kudos companies has been incurred in a total amount of SEK 5.5 M, of which SEK 3.4 M consisted of financial items. The costs incurred in workforce reductions in France and Finland was charged to earnings in 2007. For 2008, the implemented measures are expected to show effects from the second quarter.

The venture in China also progressed favorably, although the particular unit reported a loss for the year. During 2007, an office was opened in Shanghai and several new customers were added during the year. The number of employees in early 2008 totaled about 20.

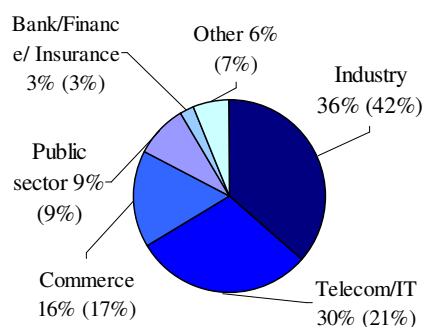
Breakdown of sales

Sweden's share of Group sales has declined in the wake of international acquisitions. In terms of sales, Sweden accounts for some 88% (93), Denmark for 4% (6), Finland for 4% (-), Hungary, the Ukraine and France account for about 1% each (1% in the Ukraine), while less than 1% (-) derives from Germany, China and the UK.

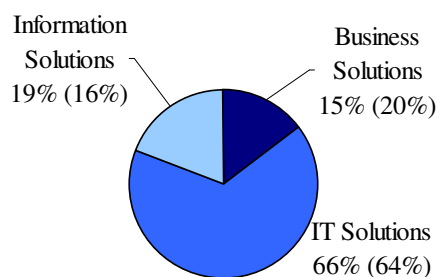
Approximately 2% (3) of Sigma's sales are invoiced in countries other than the country in which the particular company is active. Fixed price assignments represent some 5% (5). The single largest customer for the Group accounts for about 10% (9) of group sales. Organic growth is greatest among Sigma's frame agreement customers.

Sales to frame agreement customers continued to account for the largest share of group invoicing. The 13 largest customers account for some SEK 855 M (678), corresponding to 62% (55) of Group invoicing. The proportion of assignments continues to rise consistently and exceeds 25% of proprietary consultancy invoicing.

Breakdown by segment



Breakdown by Business Area



Sales and earnings, January to December

Total growth in invoicing during the period was 12.5%, totaling SEK 1,375.5 M (1,223.4). Adjusted for sales, growth was 18%. Of this, organic growth accounted for about 11 percentage points. Invoicing by acquired companies represented SEK 82 M, or some 7% of growth.

Sales per employee totaled SEK 1,063,000 (1,147,000). Operations in the Ukraine, Hungary and China are conducted at prices that differ from those in the rest of Europe, which affect comparisons with previous periods. The percentage of subcontractors during the period also impacts invoicing per employee.

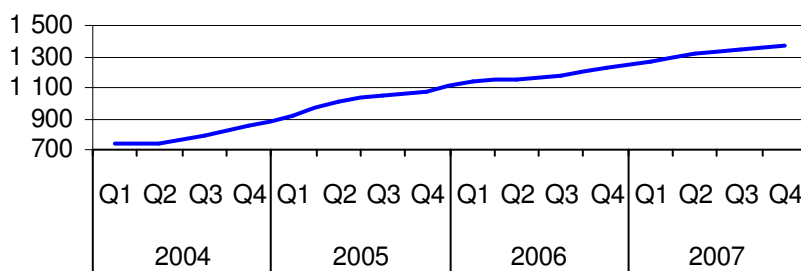
Operating profit amounted to SEK 24.7 M (97.3), with an operating margin of 1.8% (8.0). Excluding the impairment of goodwill, profit totaled SEK 75.2 M, with a margin of 5.5% (8.0). Profit after financial items was SEK 19.1 M (93.3).

Net financial income showed a loss on financial receivables of SEK 3.4 M (0) in respect of loans to associated companies in the US that were divested during the third quarter.

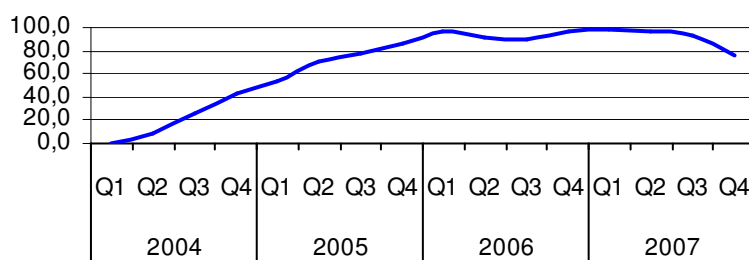
The reported tax expense was SEK 20.9 M (expense: 32.6) and consists largely of payable tax. The amount for 2007 includes a positive adjustment in respect of tax from 2006 in the amount of SEK 4.9 M (0). The impairment of goodwill is not a deductible expense and does not reduce the company's tax expense. Effective 2007, cash flow and liquidity are affected by tax payments. Sigma had only SEK 4 M in loss carry-forwards at year-end, which cannot be used to offset other operations due to limitation rules.

The long-term trend for Sigma indicates steady sales growth. This is illustrated in the following graph. The long-term curve for operating profit (excluding goodwill impairment) has not risen to the same extent, but the investments implemented provide the conditions to increase earnings in the years ahead.

Rolling annual invoicing, SEK M



Operating profit EBITA, rolling quarters SEK M



Liquid funds and financial position

Available cash and cash equivalents amounted to SEK 15.5 M (99.1) at the end of the period. At year-end, Sigma reported a net debt of SEK 113.3 M, compared with a net cash holding of SEK 4.2 M in the preceding year.

During the first quarter of the period, investments were made in four companies and in two associated companies. Cash payments for these totaled SEK 41 M. In addition, the retained purchase price and supplementary prices for the acquisitions conducted in 2006 were paid in a total amount of SEK 34 M.

During the third quarter, payment of a purchase price was made in the amount of SEK 7.1 M, while liquid funds of SEK 7.0 M were paid to the Group from the acquired company.

During 2008 less than SEK 5 M will be paid for previous acquisitions.

Cash flow from operations totaled SEK 80.2 M (105.7), with interest and tax payments accounting for a negative SEK 36.1 M (neg: 7.8) and changes in working capital amounting to a negative SEK 22.2 M

(neg: 24.3). The preliminary tax payments exceed the tax expense for the year and thus a tax receivable arose at year-end. A table presenting cash flow is shown below in this report.

The reported short-term interest-bearing loan liability relates to bank overdraft facilities. Due to the structure of this credit, it must be reported as short-term liability although it is intended to be long-term.

Investments, including the consolidation effect of acquired companies

Total investments during the period totaled SEK 80.3 M (128.4). Most of the investments during the period are attributable to the acquisitions completed, as well as the direct investments, as well as through consolidation of the acquired balance sheets. The table below shows investment during the period. In addition to these capitalized investments, investments charged directly against earnings totaled SEK 11.7 M (9.7). During the fourth quarter, the preliminary acquisition calculation for Intellector was adjusted, resulting in a decline in goodwill of some SEK 5 M.

Investments SEK M period (previous year)	Investments in operations		Investments through acquisitions		Investments through consolidation		Total Investment	
Goodwill	-	-	51.8	(83.8)		(8.0)	51.8	(91.8)
Balanced development cos	0.2	(6.2)					0.2	(6.2)
Other intangible assets	0.5	(0.9)	4.2	(11.8)	6.1	(3.9)	10.8	(16.6)
Tangible assets	8.5	(6.4)			9.0	(7.4)	17.5	(12.7)
Total Investments	9.2	(13.5)	56.0	(95.6)	15.1	(19.3)	80.3	(128.4)

Personnel

The number of employees at the end of the period was 1,323 (1,086) and the average for the period was 1,302 (1,056). Acquisitions added another 181, while corporate divestments reduced the workforce by 28 employees. Recruitment accounted for 126 employees.

The number of employees in such low-cost countries as Hungary, Ukraine, India and China represents 15% of the total workforce.

Most employees are graduate engineers, economists and system engineers or have an equivalent level of education, and the average age is a little over 36. The gender distribution in the group was 68% men and 32% women.

Risks and uncertainty factors in the preparation of this report

The Group's risk profile is described in the 2006 Annual Report. No general changes in the risk profile occurred.

In conjunction with the acquisition of four subsidiaries from Kudos Information Ltd, approximately SEK 15 M of the purchase price was withheld or blocked for adjustments of known or unknown claims on the sellers pertaining to guarantees and the final financial statements for 2006. Among other matters, there was considerable uncertainty regarding taxes and fees in some of the acquired companies. Discussions are in progress with the counterparties and a final settlement will be made later. In the financial statements and acquisition calculations, assumptions have been made to the effect that the majority share will not be paid out.

Events after the end of the reporting period

There are no significant events after the end of the reporting period.

Transactions with associated parties

No transactions were conducted with closely associated parties during the year, other than minor consulting services, as in previous years.

Dividend

The Board's dividend policy is that some 30% of profit for the year after tax is to be distributed to shareholders. For the 2007 financial year, the Board proposes a dividend of SEK 0.17 per share (0.28). This represents a total of about SEK 14.7 M. The proposed dividend corresponds to about 28% of profit for the year adjusted for impairments not affecting cash flow.

Outlook for 2008

The order backlog was favorable at year-end, since many assignments were renewed. Recruitment is continuing in a number of areas. The workload increased steadily during 2007 and is expected to remain satisfactory in early 2008.

The outlook for 2008 is unchanged as stated in the press release issued on December 21, 2007.

The investments completed will gradually generate results and the Board expects operating profit for 2008 to exceed that of 2006 by SEK 97 M.

Nomination Committee

In accordance with the decision of the Annual General Meeting, a Nomination Committee was convened comprising Dan Olofsson, Chairman of the Board of Directors; AMF Pension represented by Mats Gullbrand, Konstantin Caliacmanis; and Skandia Liv represented by Axel Brändström. Proposals to the Nomination Committee may be submitted to the Chairman Dan Olofsson by phone to: +46 040-665 90 00.

Annual General Meeting

Sigma AB (publ) will hold its Annual General Meeting on Wednesday, April 23 at 5:00 p.m. at the SAS Radisson Hotel in Malmö. Notice of the Meeting, accompanied by an agenda will be released in mid-March. Shareholders wishing to have a matter dealt with at the Meeting must, no later than February 28, 2008, convey such requests to the company's Chief Financial Officer, Lars Sundqvist by telephone +46 (0)31-335 6700, or via e-post ir@sigma.se.

Assurance of the Board of Directors

The Board of Directors of the Company and the Chief Executive Officer provide assurance that this report provides an accurate picture of the Parent Company's and Group's operations, financial position and earnings at December 31, 2007 and that it describes the significant risks and uncertainty factors that the company and Group faces.

Göteborg, February 8, 2008

Sigma AB (publ)

(Company reg. No: 556347-5440)

Board of Directors

The company's auditors have not audited this interim report.

The report can be ordered from the Company or downloaded from Sigma's website www.sigma.se.

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This document is essentially a translation of the Swedish Interim Report. In the event of any differences between this translation and the original Swedish document, the Swedish document shall prevail.

Forthcoming reporting dates

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|--|------------------|
| - Interim Report 3 months (Q1) 2008 | April 23, 2008 |
| - Interim Report 6 months (Q2) 2008 | July 18, 2008 |
| - Interim Report 9 months (Q3) 2008 | October 28, 2008 |
| - Year end report, 12 months (Q4) 2007 | February 6, 2009 |

Quarterly trend, Group

	2004 ^{**)}				2005				2006				2007			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2 ^{**)}	Q3	Q4	Q1	Q2	Q3	Q4
Net sales, SEK M	192	200	200	260	265	291	226	295	321	305	253	344	366	351	290	369
Operating profit ^{*)} SEK M	11.5	5.8	9.3	16.8	22.0	22.3	16.5	25.2	32.4	17.7	14.5	32.7	34.1	15.2	10.3	15.5
Margin	6.0	2.9	4.7	6.5	8.3	7.7	7.3	8.5	10.1	5.8	5.7	9.5	9.3	4.3	3.5	4.2
No. of working days	63	60	66	64	61	62	66	64	64	60	65	63	64	60	65	62
Employees/end period	671	858	834	866	879	906	914	893	1,013	1,068	1,107	1,086	1,275	1,303	1,354	1,323

^{*)} Operation profit means EBITA, i.e. .before impairment of goodwill.

^{*)} Restructuring costs at acquisition of RKS that arise as a nonrecurring effect resulting from the change of accounting principles to IFRS amounting to SEK 18.2 M in the second quarter in 2004 are not included in the results above.

Notes to the consolidated financial statements

Accounting principles

The interim report was prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act for the Group and Parent Company. The accounting principles and computation methods are similar to those used in the most recent annual report. The accounting principles applied are described in the 2006 Annual Report, Note 3 for the Group and Note A for the Parent Company.

During the year, a decision was made to define the smallest cash-generating unit as the business areas in which the Group pursues its activities. Sigma's subsidiaries conduct a large share of operations as a joint business with sales and resource allocation across the legal corporate boundaries.

Seasonal fluctuations

The company's earnings are affected by slightly less than SEK 5 M per working day, all other factors being equal. The occurrence of holidays during the year affects earnings between quarters. The Easter holiday may fall in either the first or the second quarter, which affects the distribution of earnings between these quarters. The latter part of the second quarter is also affected by the start of the summer vacation period, resulting in lower invoicing. The largest vacation effect appears in the third quarter, however. The occurrence of the Christmas vacation period in relation to different weekdays has an effect on the number of working days in the fourth quarter, as does the number of vacation days taken by employees who extend their holidays in conjunction with Christmas, depending on which weekdays the public holidays arise.

Sigma is listed on the Small Caps list of the OMX Nordic Exchange. www.sigma.se

Condensed consolidated income statement, SEK M

	Jan-Dec 2007	Jan-Dec 2006	Oct-Dec 2007	Oct-Dec 2006
Revenues	1,375.5	1,223.4	370.1	344.0
Other operating revenues	2.5	11.3	-0.3	5.2
Goods for resale/subcontractors	-306.1	-261.7	-79.9	-78.2
Gross Profit	1,071.9	973.0	289.9	271.0
Personnel- and other expenses	-990.7	-866.6	-273.7	-236.4
Depreciation/amortization and impairment of fixed assets *)	-61.9	-10.7	-2.9	-3.2
Share in the profits of associated companies	5.4	1.6	2.2	1.3
Operating profit	24.7	97.3	15.5	32.7
Operating margin, %	1.8	8.0	4.2	9.5
Interest income and similar items	5.3	3.8	1.2	1.2
Interest expense and similar items **)	-10.9	-7.9	-1.7	-3.3
Profit/Loss after financial items	19.1	93.3	15.0	30.6
Profit margin, %	1.4	7.6	4.1	8.9
Taxes	-20.9	-32.6	-10.9	-13.7
Profit/Loss for the period	-1.8	60.7	4.1	17.0
Whereof minority share of earnings for the period	2.6	0.8	0.3	0.2
Average number of shares	86,394,485	85,882,094	86,746,471	86,042,499
Earnings per share, before and after full dilution	-0.02	0.71	0.05	0.20

*) Impairment of goodwill is included in the amount of SEK 50.5 M in the second quarter (0).

***) Financial expense includes provision for losses in financial receivables of SEK 3.4 M (0).

Condensed consolidated cash flow statement Group, SEK M

	Jan-Dec 2007	Jan-Dec 2006	Oct-Dec 2007	Oct-Dec 2006
Cash flow from operations	80.2	105.7	16.9	33.7
Changes in working capital	-22.2	-24.3	-32.0	-49.0
Paid interest and tax	-36.1	-7.8	-6.2	-4.2
Cash flow from current operations	21.9	73.6	-21.3	-19.5
Investment operations	-102.6	-71.0	-6.5	19.2
Financial operations	85.1	-0.4	25.8	2.2
Change in liquid funds	4.4	2.2	-2.0	1.9

*) The change in working capital is affected by many major customers having extended their credit period during the year. In the fourth quarter, there is a distinct trend in recent years for customers to defer payment beyond year-end.

Condensed consolidated balance sheet Group, SEK M

	Dec 31, 2007	Dec 31, 2006
Assets		
Tangible fixed assets	18.6	15.7
Goodwill	286.2	285.3
Other Intangible fixed assets	14.4	13.6
Financial fixed assets, non-interest bearing	29.3	12.6
Financial fixed assets, interest bearing	13.3	17.5
Current assets, interest bearing	6.9	0.9
Current assets, non-interest bearing	384.1	358.4
Liquid funds (cash and bank balances)	7.2	2.7
Total assets	760.0	706.8
Shareholders' equity and liabilities		
Shareholders' equity ***)	352.8	370.7
Long-term liabilities, interest-bearing	0.8	1.6
Long-term liabilities, non interest-bearing	23.9	37.7
Current liabilities, interest-bearing	132.8	15.4
Current liabilities, non interest-bearing	249.7	281.4
Total Shareholders' equity and liabilities	760.0	706.8

*) The minority share of shareholders' equity is shown in the table below covering changes in shareholders' equity.

Consolidated change in shareholders' equity Group, SEK M

	Attributable to shareholders in the parent company	Attributable to minority	Total
Shareholders equity, January 1, 2006	310.6	3.3	313.9
Currency exchange differences	-3.0	0.3	-2.7
Currency exchange differences attributable to divested and terminated companies	0.1	-	0.1
New share issue	21.5	-	21.5
Dividend to shareholders	-21.5	-	-21.5
Change in minority share	-	-2.1	-2.1
Total changes in shareholders equity not reported in the incomes statement	-3.0	-1.8	-4.8
Profit for the period	60.7	0.8	61.5
Shareholders equity, December 31, 2006	368.3	2.3	370.7
Currency exchange differences	1.9	-	1.9
New share issue	7.8	-	7.8
Dividend to shareholders	-24.1	-	-24.1
Change in minority share	-	-1.7	-1.6
Total changes in shareholders equity not reported in the incomes statement	-15.6	-1.7	-16.0
Profit for the period	-4.4	2.6	-1.8
Shareholders equity, December 31, 2007	349.5	3.3	352.8

Key ratios Sigma Group

	Dec 31, 2007	Dec 31, 2006
Number of employees, end of period	1,323	1,086
Average number of employees	1,302	1,056
Net sales per employee, SEK 000s *)	1,063	1,147
Added value per employee	714	778
Return on capital employed, %	6.9	27.0
Return on shareholders' equity, %	0.2	18.0
Net cash/Net debt	-113.3	4.2
Net debt/equity ratio, %	-32.1	1.1
Acid test ratio, times, overdraft check classified as long	1.0	1.3
Equity/assets ratio, %	46.4	52.4
Gross margin, %	6.3	8.7
Operating margin, %	1.8	8.0
Profit margin, %	1.4	7.5
Number of shares, end of period	86,746,471	86,042,499
Average number of shares	86,394,485	85,882,094
Earnings per share after full tax, SEK	-0.02	0.71
Shareholders' equity per share, SEK	4.10	4.31

*) The proportion of employees in low-cost countries and the mix of in-house personnel and sub-contractors give rise to lower sales per employee compared with previous years.

Condensed income statement Parent company, SEK M

	Jan-Dec 2007	Jan-Dec 2006
Revenues	30.7	24.9
Goods for resale/subcontractors	-5.5	-5.3
Gross Profit	25.2	19.6
Personnel- and other expenses	-36.4	-30.7
Depreciation/amortization and impairment of fixed assets	-0.2	-0.2
Operating profit	-11.4	-11.3
Earnings from shares in subsidiaries *)	-46.0	-25.5
Interest income and similar items	6.1	5.3
Interest expense and similar items **)	-12.9	-6.5
Profit/Loss after financial items	-64.2	-38.1
Appropriations	-18.4	-11.3
Taxes	11.8	6.0
Profit/Loss for the period	-70.8	-43.5
Average number of shares	86,394,485	85,882,094
Earnings per share, before and after full dilution	-0.82	-0.51

*) The Result from shares in subsidiaries includes dividends from subsidiaries in the amount of SEK 79.1 M, while the impairment of shares in subsidiaries gives rise to a negative SEK 120.0 M, plus a negative SEK 5.1 M from capital gains/losses on shares. All items are eliminated in the consolidated financial statements.

***) Financial expenses include losses on financial receivables of SEK 3.4 M (0).

Condensed balance sheet Parent company, SEK M

	Dec 31, 2007	Dec 31, 2006
Assets		
Tangible fixed assets	0.5	0.7
Financial fixed assets	214.3	488.1
Current assets	432.3	85.9
Total assets	647.1	574.7
Shareholders equity, provisions and liabilities		
Shareholders equity*)	344.2	373.0
Untaxed reserves	30.1	11.7
Provisions	15.0	9.6
Other long term liabilities	0.8	1.6
Current liabilities	257.0	178.8
Total Shareholders equity, provisions and liabilities	647.1	574.7

Acquisitions

Agreements were reached at the end of January for the acquisition of all shares in four companies – Kudos Information Finland Oy, Kudos Informatics Ltd (Hungary), Kudos Deutschland GmbH and Kudos France SAS. The acquired companies were consolidated, effective January 1, 2007, as Sigma took control of the companies on that date. The companies are involved in technical documentation, in which Sigma already had a profitable and expanding unit. The acquisition occurred as a single unit with a single purchase price for all four companies. The acquisition price also included the Kudos brand and certain other intangible assets. The value of the brand has been separated from the purchase price in accordance with the valuation model. Among the acquired assets identified in these companies are sizable customer relations, to which a value exceeding the recorded net assets of the particular companies has been assigned. The remaining amount is recorded as goodwill. Goodwill is motivated partly by the position as a world brand leader that Sigma has achieved through the acquisition, and the synergy effects that exist with Sigma's earlier operations within the same field.

The original purchase price for the four companies was estimated at SEK 59.5 M, including SEK 5.0 M in estimated supplemental payments and acquisition costs of about SEK 6.5 M for advisory services. When the final accounts were settled for 2006 and a new assessment made of the supplemental payment, the purchase price was reduced by SEK 10.6 M from the original acquisition price. This was recognized in the third quarter interim report. Certain acquisition costs arose thereafter and the total purchase price amounts to SEK 45.4 M. No significant effects on the consolidated income statement would have occurred if the adjustments had been made already on the acquisition date.

SEK 3.7 M of the SEK 35.7 M purchase consideration paid is held in escrow as security for any future claims from Sigma. In addition there is SEK 1.6 M of retained consideration that may also be applied against any future claims from Sigma. Final settlement is expected to occur during the later half of 2008.

	Balance sheet at acquisition	Adjustment to fair value	Fair value
Net assets			
Kudos companies			
Customer relations	-	4.1	4.1
Other intangible assets	0.1		0.1
Fixed assets	2.1		2.1
Long term receivables	3.3	-3.3	0.0
Current assets	24.3	-1.7	22.6
Cash and cash equivalent	4.1		4.1
Deferred tax liabilities	-	-0.8	-0.8
Current liabilities	-24.4	-3.1	-27.5
Total net assets	9.4	-4.9	4.5
Goodwill			41.0
Total			45.4
Acquisition price			
Cash payment			35.7
Withheld purchase payment			1.6
Accrued acquisition cost			8.1
Total acquisition cost			45.4

In April, a majority holding in two companies active in the Business Systems area was acquired. The acquired companies conducted limited operations at the time of acquisition. Sigma has the option to acquire the remaining shares after four years at market price on that date. The investment totaled SEK 0.2 M during the quarter. Goodwill associated with the acquisitions amounted to less than SEK 0.1 M.

In July, and with consolidation from August 1, all shares were acquired in Intellector AB, which works with the Lawson M3 business systems product. The acquisition was reported in line with the purchase method. Sigma is already active in the same area and works with the same customers as Intellector. The goodwill arising is attributable to the various synergisms that arise via the acquisition, as well as through cost savings and greater market development. The preliminary acquisition calculation has been adjusted down by some SEK 5 M of the purchase price, following a settlement with the sellers.

Net assets	Balance sheet	Adjustment	Fair
Intellector	at	to fair	value
	acquisition	value	value
Customer relations	-	0.5	0.5
Fixed assets	0.3		0.3
Current assets	2.0		2.0
Cash and cash equivalent	2.9		2.9
Deferred tax liabilities		-0.1	-0.1
Current liabilities	-3.0		-3.0
Total net assets	2.1	0.4	2.5
Goodwill			13.3
Total			15.8
Acquisition price			
Cash payment			6.5
New share issue			7.8
Withheld purchase payment			0.4
Provision for supplementary purchase price			1.0
Accrued acquisition cost			0.1
Total acquisition cost			15.8

In July, 60% of Emprove Consulting was acquired for SEK 0.1 M, with an option to acquired the remaining shares after almost three years.

Net assets	Balance sheet	Adjustment	Fair
Emprove	at	to fair	value
	acquisition	value	value
Current assets	0.0		0.0
Cash and cash equivalent	0.0		0.0
Current liabilities	-0.8		-0.8
Liabilities to minority shareholders	-	-0.0	-0.0
Total net assets	-0.8	-0.0	-0.8
Goodwill			0.9
Total			0.1
Acquisition price			
Cash payment			0.1
Accrued acquisition cost			0.0
Total acquisition cost			0.1

Acquisitions in associated companies

The acquisition of the Kudos companies above also included the acquisition of 25.1% of the shares in Kudos Information Inc. in the US. The purchase price for this company was SEK 0, plus a loan to the company in the amount of SEK 3.5 M. In the third quarter, the shares were sold for SEK 0. No effects arose from this sale.

In February, acquisition was made of 25% of the shares in the Danish firm ZenIT A/S, which focuses on services for the financial market. The goal is to establish corresponding operations in Sweden in cooperation with ZenIT. Sigma has an option to increase its ownership stake during 2008. The purchase price for ZenIT AS was approximately SEK 14 M. The acquisition is reported in line with the equity method as an associated company.

Divestments

At an Extraordinary General Meeting in August it was decided unanimously to implement the agreement covering the sale of Sigma's 70% holding in the subsidiary Berika AB with operations in its subsidiary ID Kommunikation. The purchaser was a representative for the minority owners, as well as a member of the Sigma Board of Directors, meaning that an Extraordinary General Meeting was required to complete the sale