



FULL-YEAR REPORT 1 JANUARY–31 DECEMBER 2007

SECURITAS DIRECT AB

POSITIVE DEVELOPMENT FOR CUSTOMER CANCELLATIONS

- Customer cancellations totalled 11,667 in the fourth quarter
- Payback period for investments in new customers of 4.4 years* in the fourth quarter
- Net addition of 30,634 new customers in the fourth quarter
- Operating profit includes a charge of SEK 26,364 thousand for costs arising from the public offer

* The payback period does not include costs relating to the public offer.

SALES AND INCOME

Note that comparative full-year figures are pro forma

	Oct-Dec 07	Oct-Dec 06	Jan-Dec 07	Jan-Dec 06
Net sales, SEK thousand	1,000,829	865,597	3,815,772	3,300,632
Sales growth adjusted for currency effects, %	13	23	15	23
Operating profit, SEK thousand	53,587*	59,802	275,003*	223,188
Operating margin, %	5.4	6.9	7.2	6.8
Net profit for the period, SEK thousand	34,337	35,715	178,868	140,874
Earnings per share, SEK	0.09	0.10	0.49	0.39

*Operating profit includes a charge of SEK 26,364 thousand for costs arising from the public offer.

OPERATING TARGETS

- Cancellation rate of 6.6²% (5.9)
- Payback period for investments in new customers was 4.2¹ years (3.9)
- Net customer portfolio growth of 15.3²% (21.2³)

¹⁾ The payback period does not include costs relating to the public offer.

²⁾ Net growth and the cancellation rate have been adjusted for 6,419 cancellations which arose during the second quarter of 2007 and do not affect income.

³⁾ Adjusted for sale of 4,174 monitored alarms to Securitas Group during the second quarter of 2006.

PRESIDENT'S COMMENTS

Cancellations totalled 11,667 in the fourth quarter which was lower than expected. The outcome was some 2,300 lower than in the second and third quarters and an important indicator that we are now in a strong position to meet our cancellation rate target level of 6% during 2008.

A total of 42,301 new customers joined the company during the fourth quarter. This year's timing of the public holidays in December in combination with a more extensive vacation leave than usual in Spain, resulted in a couple of thousand fewer installations in the month and the quarter compared with the same periods last year.

The addition of 30,634 customers in the portfolio during the quarter was in line with the growth rate in the prior quarter.

Our net investments in new customers rose by approximately SEK 450 per customer during the quarter. This was due primarily to the cost of previously planned marketing campaigns being spread across a lower level of installations in December. The payback

period for the full year was 4.2 years and we remain committed to our long-term target of 4 years.

During the quarter the margin per customer and month rose by SEK 1. For the full year, the net contribution per customer increased by SEK 14. A gain of 125,000 customers during the year took the customer portfolio to 950,000. At the same time, we also raised levels of quality and profitability within the portfolio.

The customer portfolio generated a cash inflow of some SEK 1,350 million in 2007, an increase of about SEK 300 million on 2006.

Excluding costs arising from the public offer, operating profit was SEK 301 million, an increase of 35% from 2006. The operating margin was 7.9%, excluding costs relating to the public offer.

Feasibility studies in new markets will be complete in February 2008. We will then conduct in-depth customer research in those which we consider offer potential for market entry.

We now look forward with anticipation to 2008 – a year in which we will celebrate our 20th jubilee and our one millionth customer.

GROUP KEY DATA

OPERATING

	31 December 2007	31 December 2006
Cancellation rate, %	6.6²	5.9
Payback period, years	4.2¹	3.9
Net customer portfolio growth, %	15.3²	21.2³
Customer portfolio	949,426	830,157

1) The payback period does not include costs relating to the takeover bid.

2) Net growth and the cancellation rate have been adjusted for 6,419 cancellations which arose during the second quarter of 2007 and do not affect income. Including these, net growth and customer cancellations were 14.4% and 7.4% respectively.

3) Adjusted for sale of 4,174 monitored alarms to Securitas Group during the second quarter of 2006.

Customer cancellations and net growth are based on rolling 12-month figures and the payback period is for the year to date.

FINANCIAL

SEK thousand	October–December		January–December	
	2007	2006	2007	2006
Net sales	1,000,829	865,597	3,815,772	3,300,632
<i>Sales growth adjusted for currency effects, %</i>	<i>13</i>	<i>23</i>	<i>15</i>	<i>23</i>
Operating profit	53,587	59,802	275,003	223,187
<i>Operating margin, %</i>	<i>5.4</i>	<i>6.9</i>	<i>7.2</i>	<i>6.8</i>
EBITDA	178,604	167,220	750,833	622,572
<i>EBITDA margin, %</i>	<i>17.8</i>	<i>19.3</i>	<i>19.7</i>	<i>18.9</i>
Net profit for the period	34,337	35,715	178,868	140,874
Earnings per share, SEK	0.09	0.10	0.49	0.39
Capital employed	—	—	1,737,890	1,590,620
<i>Return on capital employed, %</i>	—	—	<i>16</i>	<i>14</i>
Net cash/debt	—	—	47,585	126,112
Free cash flow	—	—	96,875	–297,656

Note that comparative full-year figures are pro forma. Details of the adjustments in the pro forma accounts are shown on page 36 of the Prospectus for Distribution and Listing of Shares 2006, published in September 2006 and available for download at www.securitas-direct.com. The balance sheet and cash flow data relate to actual outcomes.

TARGETS AND OUTLOOK

Securitas Direct has three long-term operating targets

- Cancellation rate of less 6% per year
- Payback period for investments in new customers of less than 4 years
- Net customer portfolio growth exceeding 20% per year

Securitas Direct's growth strategy is based on long-term value creation, and the aim is that growth should not be at the expense of increased cancellations or a longer payback period. Hence, the Group's targets for the cancellation rate and payback period take precedence over growing the portfolio.

Management's expectation is that the positive trend in customer cancellations during the quarter will continue due to an ongoing focus on developing and improving customer service and a high degree of proactivity when it comes to changes in the portfolio arising, for example, in connection with customers moving to new locations and new customers taking over existing installations.

However, management does not expect to attain its long-term target for net customer portfolio growth during 2008.

BRIEFINGS

A briefing on the full-year results will be held on 5 February 2008 at 09:30 CET at the Scandic Anglais Hotel, Humlegårdsgatan 23, Stockholm.

If you wish to follow a webcast of the briefing, please visit the Investors and Media section at www.securitas-direct.com.

If you would like to follow the briefing by phone and participate in the Q&A session, please call +44 (0)20 7162 0025, allowing yourself 10 minutes for registration.

A recording of the briefing will be posted on the Securitas Direct website.

BRIEFINGS IN LONDON AND NEW YORK

Management will hold briefings on 6 February in London and on 7 February in New York. There is a limited number of places for these events so please give prior notice of attendance to Petra Lundborg at Kaupthing Bank on +46 (0)8 791 3789 or by email at petra.lundborg@kaupthing.com.

A full agenda for all the meetings is contained in a press release issued on 24 January.

FOR FURTHER INFORMATION CONTACT

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SECURITAS DIRECT IN BRIEF

Securitas Direct is a leading provider of high-quality security services to consumers and small businesses based on a standardised range of alarm products. The company's success is based on a strong growth focus, scalable concepts and a highly developed local network of entrepreneurs.

Securitas Direct's offering spans a number of steps in a value chain consisting of intruder alarm sales, installation and service, monitoring centre alert management and alarm response. Securitas Direct is present at all stages of the value chain except alarm intervention, which is handled by security guards or the police.

TWO BUSINESS AREAS AND THREE MARKETS

Securitas Direct divides its operations into two business areas: Consumer (wireless alarms for homes and small businesses) and Professional (wired alarms primary for small and medium sized companies). The Consumer business area includes the Aroundio brand, which is established in the Nordic market.

The Group has three geographic markets: Nordic (Sweden, Finland, Norway and Denmark), Central (France, the Netherlands and Belgium) and Iberia (Spain and Portugal).

The Consumer business area is present in all these countries apart from Denmark. Professional operates across the Nordic market, except Finland.

BUSINESS MODEL

Customers pay an initial connection fee and thereafter a monthly charge, which is the Group's primary revenue stream. Since new customers do not pay the full cost of alarm equipment and installation, every new customer represents an investment. Hence, the growth rate has a substantial effect on the total cost base and cash flow.

TARGETS AND STRATEGIES

Securitas Direct has three long-term operating targets

- Cancellation rate of less 6% per year
- Payback period for investments in new customers of less than 4 years
- Net customer portfolio growth exceeding 20% per year

Securitas Direct's growth strategy is based on long-term value creation. The goal is therefore that growth should not be at the expense of an increase in the cancellation rate or a longer payback period. Hence, the Group's targets for the cancellation rate and payback period take precedence over growth in the customer portfolio.

Financial targets

Assuming that Securitas Direct reaches its operating targets, the long-term aim is to attain average annual organic growth in net sales of more than 20% and an operating margin of 8–10%.

Dividend policy

Based on the growth targets, the Board takes the view that the company's cash flow should be reinvested in the business. For this reason, Securitas Direct does not expect to pay a dividend in the next few years.

Growth strategy

Securitas Direct's primary strategy is continued organic growth while maintaining profitability. The aim is to achieve this through increased penetration of existing markets and entry into new markets. See page 7 of the annual report for a more detailed presentation of the strategy.

STRONGER SALES FOCUS

More than 90% of Securitas Direct's new sales come from marketing and targeting of new customers, either through our own sales teams or via partners.

Complementary sales channels, such as alliances with construction, telecom and insurance companies, account for only a small portion of these sales.

Partners generate the majority of new sales in the Nordic market, while our own sales force accounts for most new business in the Iberian and Central markets.

We have invested extensively in company-wide systems platforms in recent years in an effort to enhance the scalability of the business concept when entering new markets and segments and to further increase the sales focus in existing markets.

MARKETS WITH GROWTH POTENTIAL

Securitas Direct's potential market in Europe encompasses some 170 million homes and 30 million small businesses. The number of alarms in Europe that includes some form of monitoring and response is estimated at 7–8 million, corresponding to market penetration of about 4%. The market is estimated to be growing at a rate of 500,000 to 700,000 net new subscribers per year. Penetration in the United States stands at about 20% and the relatively low rate in Europe thus provides scope for long-term growth.

GROUP PERFORMANCE

KEY OPERATING TARGETS

During the fourth quarter, performance against the key operating targets saw a positive transformation of the trend in customer cancellations, while the payback period increased slightly due to fewer installations in December.

Customer cancellations totalled 11,667, which was fewer than expected and some 2,300 fewer than in the second and third quarters.

The operating target – the cancellation rate on a rolling 12-month basis – was 6.6²% (5.9). The target is measured over four quarters, which means that changes are not immediately reflected in the overall figure. We expect the positive trend to continue as a result of our ongoing focus on developing and improving customer service and a high degree of proactivity when it comes to changes in the portfolio arising, for example, in connection with customers moving to new locations and new customers taking over existing installations.

¹⁾ The payback period does not include costs relating to the takeover bid.

²⁾ The net growth and customer cancellation rates were adjusted in the second quarter for 6,419 cancellations that did not affect income. Including these, net growth and customer cancellations were 14.4% and 7.4% respectively.

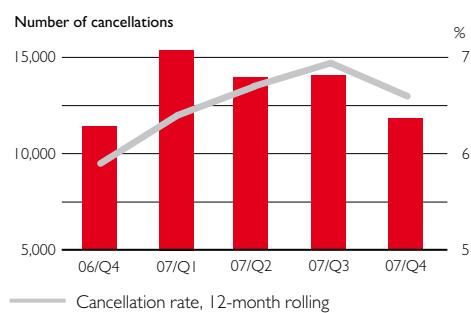
The payback period on a quarter-to-date basis (QTD) was 4.4¹ years (4.4) and for the full year was 4.2¹ years (3.9). The QTD payback period was unchanged compared to the same quarter last year but was 0.3 years higher than in the third quarter. This was primarily due to previously planned and ordered marketing campaigns being spread across a lower level of installations in December.

Net customer portfolio growth, measured on a 12-month rolling basis, was 15.3²% (21.2³) and a total of 42,301 new installations (44,711) was recorded in the fourth quarter. This year's timing of the public holidays in December in combination with a more extensive vacation leave than usual in Spain resulted in a couple of thousand fewer installations for the month and the fourth quarter compared to the corresponding periods last year. For the full year, installations totalled 180,779 (184,125³).

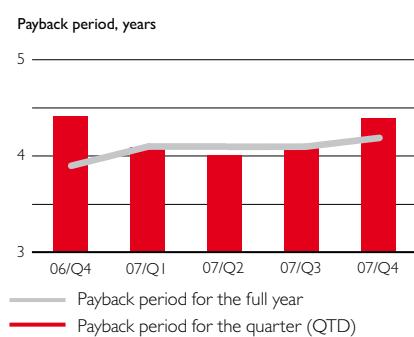
The portfolio closed at 949,426 customers (830,157) at year-end. The portfolio recorded a net gain of 125,688² customers (143,586³) during the year.

³⁾ Adjusted for sale of 4,174 monitored alarms to Securitas Group during the second quarter of 2006.

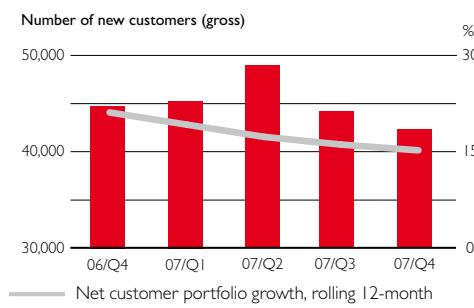
Cancellation rate



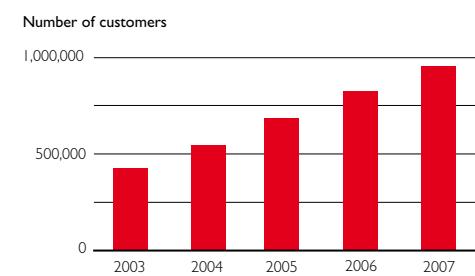
Payback period for investments in new customers



Portfolio growth



Customer portfolio



NET SALES AND INCOME

OCTOBER–DECEMBER 2007

- Net sales totalled SEK 1,000,829 thousand (865,597)
- Adjusted for currency effects, net sales rose by 13% (23)
- Operating profit was SEK 53,587 thousand (59,802)
- Operating margin of 5.4% (6.9)
- Net finance costs totalled SEK 1,497 thousand (3,112)
- Net profit for the period was SEK 34,337 thousand (35,715)
- Income tax rate of 34.1% (37.0)
- Earnings per share were SEK 0.09 (0.10)

Adjusted for currency effects, net sales rose 13% (23) in the fourth quarter.

In the Consumer business area, sales adjusted for currency effects rose 16% (30). Growth was strongest in the Nordic Consumer market, while in the Central market, operations in France continued to develop in line with expectations. The Netherlands and Belgium are moving in the right direction but our business there remains at an early stage of development.

Net sales in the Professional business area rose 3% (6).

Group operating profit in the fourth quarter included a charge of SEK 26,364 thousand for costs arising from the public offer. Adjusted for this, underlying operating profit was SEK 79,951 thousand, equivalent to an operating margin of 8.0%.

Including the charge, operating profit was SEK 53,587 (59,802), equivalent to an operating margin of 5.4% (6.9).

JANUARY–DECEMBER 2007

NOTE THAT COMPARATIVE FIGURES ARE PRO FORMA

- Net sales totalled SEK 3,815,772 thousand (3,300,632)
- Adjusted for currency effects, net sales rose by 15% (23)
- Operating profit was SEK 275,003 thousand (223,188)
- Operating margin of 7.2% (6.8)
- Net finance costs totalled SEK 9,741 thousand (8,962)
- Net profit for the period was SEK 178,868 thousand (140,874)
- Income tax rate of 32.6% (34.2)
- Earnings per share were SEK 0.49 (0.39)

Adjusted for currency effects net sales rose by 15% (23) in 2007. In the Consumer business area, net sales adjusted for currency effects rose by 18% (30).

Growth continued to be strong in the Iberian market and Nordic Consumer, while net sales in Professional rose by 5% (6), which was in line with the prior year.

Operating profit excluding costs arising from the public offer was SEK 301,367 thousand (223,188), equal to a margin of 7.9% (6.8). The 35% increase in operating profit was attributable largely to a stronger portfolio, with higher numbers of customers and an increased net contribution per customer and month.

Including costs arising from the public offer, operating profit was SEK 275,003 thousand, equivalent to an operating margin of 7.2%.

INCOME AND SALES PER CUSTOMER – BUSINESS MODEL

ACQUISITION OF CUSTOMER

	Per customer, SEK, 2007	
	Oct-Dec	Jul-Sep
Connection fee	5,900	5,400
Marketing, sales, installation, support and overheads	9,550	8,600
Materials	3,200	3,200
Net acquisition cost	6,850	6,400

CUSTOMER PORTFOLIO (PER MONTH)

Monthly fee	255	255
Variable and fixed costs (excluding depreciation of alarm equipment)	125	126
Net contribution	130	129
EBITDA	134	133
New customers (gross)	42,301	44,232
Average number of customers during period	934,109	903,720

The acquisition of 180,779 new customers resulted in a cash outflow of some SEK 1,150 million, while the customer portfolio generated a cash inflow of some SEK 1,350 million during the year.

For accounting purposes, connection fees are recognised as income, while expenditure on marketing, sales, installation, support and overheads is recognised as an expense. Equipment costs are capitalised and depreciated over five years.

Note that the above figures have been prepared for reference and not accounting purposes. They are approximate averages and do not include extensions and billable service and callouts.

CONSUMER BUSINESS AREA

The Consumer business area supplies wireless alarms and security services for use in homes and the smallest of businesses.

Services include reliable relay, advanced verification and a high degree of user friendliness.

Consumer operates in all Securitas Direct's markets: Nordic (except Denmark, which is part of Professional), Central and Iberia.

The business area accounted for 78% (77) of consolidated net sales in the fourth quarter.

KEY DATA FOR CONSUMER BUSINESS AREA

OPERATING

	31 December 2007	31 December 2006
Cancellation rate, %	6.0 ¹	6.3
Payback period, years	3.7	3.5
Net customer portfolio growth, %	19.3 ¹	26.0 ²
Customer portfolio	790,174	668,871

Net growth and the cancellation rate are based on 12-month rolling figures, while the payback period is for the year to date.

FINANCIAL

Note that comparative full-year figures are pro forma

SEK THOUSAND	October–December		January–December	
	2007	2006	2007	2006
Net sales	784,592	662,298	2,997,033	2,525,851
Sales growth adjusted for currency effects, %	16	30	18	30
Operating profit	49,426	50,891	210,681	128,284
Operating margin, %	6.3	7.7	7.0	5.1

CANCELLATION RATE, PAYBACK PERIOD AND GROWTH

The customer cancellation rate was 6.0¹% (6.3) on a 12-month basis. In absolute terms, cancellations totalled 9,104 (9,459) during the fourth quarter, with the level being lowest in the Nordic market and highest in Iberia. Initiatives to improve service levels and proactivity in conjunction with changes in the portfolio and thereby reduce cancellations are progressing according to plan and paying off.

The payback period for the quarter (QTD) was 4.1 years (3.6), which was higher than the preceding four quarters. The primary reason was costs for sales and marketing being spread across a lower number of installations. For the full year, the payback period rose to 3.7 years (3.5).

Net customer portfolio growth, measured on a rolling 12-month basis, remained strong at 19.3¹% (26.0²).

Growth was highest in the Iberian market, followed by

Nordic Consumer. Growth picked up in France and is developing in line with management's expectations. The integration of France into the Iberian organisation is now complete.

New installations totalled 38,693 (40,855) and were lower than in the same period last year. This was due partly to this year's timing of the public holidays in December in combination with a more extensive vacation leave than usual in Spain.

NET SALES AND INCOME

OCTOBER–DECEMBER 2007

Net sales rose to SEK 784,592 thousand (662,298), an increase of 16% (30) adjusted for currency effects.

Operating profit was SEK 49,426 thousand (50,891), corresponding to an operating margin of 6.3% (7.7).

¹) Net growth and the customer cancellation rate have been adjusted for 6,419 cancellations which arose during the second quarter of 2007 and do not affect income. Including these non-recurring cancellations, net customer portfolio growth and customer cancellations were 18.1% and 7.0% respectively on a rolling 12-month basis.

²) Adjusted for sale of 4,174 monitored alarms to Securitas Group during the second quarter of 2006.

PROFESSIONAL BUSINESS AREA

In this segment Securitas Direct supplies high-quality security services based on a standardised range of alarm products primarily aimed at small and medium sized business.

The installations are wired, in contrast to the new products in the Consumer business area, which are wireless. Professional operates in Denmark, Norway and Sweden.

The business area accounted for 22% (23) of consolidated net sales in the fourth quarter.

KEY DATA FOR PROFESSIONAL BUSINESS AREA

OPERATING

	31 December 2007	31 December 2006
Cancellation rate, %	9.1	4.5
Payback period, years	4.8	4.6
Net customer portfolio growth, %	-1.3	4.8
Customer portfolio	159,252	161,286

Net growth and the cancellation rate are based on 12-month rolling figures, while the payback period is for the year to date.

FINANCIAL

Note that comparative full-year figures are pro forma

SEK THOUSAND	October–December		January–December	
	2007	2006	2007	2006
Net sales	216,237	203,299	818,739	774,781
Sales growth adjusted for currency effects, %	3	6	5	6
Operating profit	41,507	30,022	155,025	125,000
Operating margin, %	19.2	14.8	18.9	16.1

CANCELLATION RATE, PAYBACK PERIOD AND GROWTH

In absolute terms, cancellations totalled 2,563 (1,940) in the fourth quarter. This figure was higher than in the same period last year yet the lowest level during 2007 and approximately 1,700 lower than in the third quarter. However, the cancellation rate rose to 9.1% (4.5), reflecting the fact that the rate is based on performance over four quarters. The increase in 2007 was partly due to the restructuring and standardisation of the customer portfolio during the transition to a common IT platform, a process that concluded during the fourth quarter.

The payback period for investments in new customers was 4.5 years (5.0) QTD – the lowest level since Securitas Direct floated on the stock market. The main reasons for the decline were increased installations and higher efficiency in both the sales organisation and the customer portfolio. For the full year, the payback period rose to 4.8 years (4.6).

Net customer portfolio growth was lower than during the same period last year at -1.3% (4.8). New installations totalled 3,608 (3,856) during the quarter, which was fewer than in the fourth quarter of 2006 but the highest level during the year. Professional operates in a more mature segment and geographic market than Consumer and its strategy is to specialise offering high-quality services and products to small and medium sized businesses. Most new customers in the house and home category are therefore referred to the Consumer business area.

Businesses accounted for 69% of installations in 2007.

NET SALES AND INCOME OCTOBER–DECEMBER 2007

Adjusted for currency effects, net sales totalled SEK 216,237 thousand (203,299), an increase of 3% (6).

Operating profit increased to SEK 41,507 thousand (30,022), corresponding to an operating margin of 19.2% (14.8).

CASH FLOW

Monthly payments from Securitas Direct customers generate strong cash flow and constitute the Group's primary revenue stream. Cash flow partly finances the Group's growth in terms of investments in new customers. Since new customers do not pay the full cost of

OCTOBER–DECEMBER 2007

- Cash flow from operating activities was SEK 134,123 thousand (202,900)
- Cash flow from investing activities was SEK –156,500 thousand (–236,984)
- Cash flow from financing activities was SEK 31,867 thousand (–25,477)
- Cash flow for the period was SEK 9,490 thousand (–59,561)

Free cash flow totalled SEK –22,377 thousand (–34,084) in the fourth quarter. Working capital rose by some SEK 23 million, with increased inventories having a negative impact on cash flow and an increase in trade payables during the fourth quarter having the opposite effect.

Lower growth resulted in the investment flow being less negative during the fourth quarter compared to the same quarter in 2006.

alarm equipment and installation, the growth rate has a clear impact on cash flow.

All cash flow figures are based on actual outcomes rather than pro forma figures.

JANUARY–DECEMBER 2007

- Cash flow from operating activities was SEK 715,275 thousand (403,187)
- Cash flow from investing activities was SEK –618,400 thousand (–700,843)
- Cash flow from financing activities was SEK –88,492 thousand (208,562)
- Cash flow for the period was SEK 8,383 thousand (–89,094)

Free cash flow totalled SEK 96,875 thousand (–297,656) for the full year. The increase reflected lower growth and higher operating profit.

Working capital ended the year more or less unchanged from its level at the start of 2007. During the year, increased inventories and lower trade receivables were offset by higher trade payables and operating liabilities.

Warrant premiums received in conjunction with the incentive programme added SEK 24,825 thousand to cash flow. The charge of SEK 26,634 thousand relating to the takeover bid was cash flow-neutral.

FINANCIAL POSITION

Available liquidity for the Group stood at SEK 1,452,415 at year-end and consisted of unused committed credit facilities and cash and cash equivalents.

Net debt was SEK 47,585 thousand (126,112) and rose by SEK 48,708 thousand (18,832) during the fourth quarter.

For the full year, net debt decreased by SEK 78,527 thousand (616,498).

Net finance costs were SEK 1,497 thousand (3,112) for the fourth quarter and SEK 9,741 thousand (22,776) for

the full year. The Group's capital structure means that external borrowings are predominantly in euros, and short fixed-rate periods of less than one year have been chosen for these loans.

Higher profitability and positive cash flow for the year as a whole resulted in an increase in interest cover to 63 times (23).

The equity/assets ratio was 61% (63) and operating capital employed stood at SEK 1,703,553 thousand (1,550,494) at year-end.

RISKS AND FACTORS GIVING RISE TO UNCERTAINTY

A detailed description of the risks applicable to Securitas Direct's operations and a sensitivity analysis can be found on page 30 of the 2006 Annual Report. No signifi-

cant changes have occurred that alter any of the risks described in the report.

PARENT COMPANY

Group functions such as IT Development and Maintenance, Concept Development, Group Accounting and Group Treasury are located in the parent company.

Profit before appropriations and tax was SEK 121,148 thousand (108,201). The figure includes a dividend of SEK 84,974 thousand (150,775) from the Group's Spanish subsidiary and a charge of SEK 26,364 thousand for costs arising in conjunction with the public offer.

Investments for the 12 months totalled SEK 710 thousand (76,980). SEK 75,205 thousand of the investments made in 2006 related to development rights for the software in the Group IT system.

The parent company had net cash of SEK 1,042,489 thousand (845,318) at year-end.

DIVIDEND

The Board of Directors has not discussed the issue of a dividend for the 2007 financial year.

SIGNIFICANT EVENTS

On 13 November 2007, ESML Intressenter AB announced a public offer for all the outstanding class B shares and subscription warrants in Securitas Direct AB at SEK 26 per share and SEK 8.60 per warrant.

Further information on the offer is available on the Group website at www.securitas-direct.com. The website is updated as soon as any new information becomes available.

ACCOUNTING POLICIES

Securitas Direct's financial statements have been prepared in accordance with the International Financial Reporting Standards (IAS/IFRS) published by the International Accounting Standards Board, to the extent that these have been approved by the European Union, and the statements of the International Financial Reporting Interpretations Committee (IFRIC).

This full-year report has been prepared in accordance with IAS 34 Interim Financial Reporting and RR 31 Interim Financial Reporting for Groups.

The most significant accounting policies under IFRS standards, and which serve as the accounting norms for the purposes of this full-year report, are presented in the 2006 Annual Report in Note 1 to the consolidated financial statements.

The financial statements of the parent company have been prepared in accordance with the Annual Accounts Act and recommendation RR 32:06, Accounting for Legal Entities.

REPORTING DATES

Reporting dates in 2008 are 6 May, 6 August and 5 November.

AGM AND ANNUAL REPORT

The AGM will be held in Malmö on 23 May. The annual report will be sent to shareholders who have notified the company of their wish to receive a copy and will be available for download on www.securitas-direct.com

in late April. Copies can be ordered by sending an e-mail to ir@securitas-direct.com, by phoning +46 (0)40 254500 or by sending a fax to +46 (0)40 975122.

Malmö, 5 February 2008

Board of Directors

The information in this report is such as Securitas Direct AB (publ) is required to disclose under the Securities and Clearing Operations Act and/or the Financial Instruments Trading Act. The information was announced to the market at approximately 20:30 CET on 4 February 2008.

REVIEW REPORT

We have reviewed the full-year report for Securitas Direct AB (publ.) for the period 1 January 2007 to 31 December 2007. Management is responsible for the preparation and presentation of this full-year report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this financial information based on our review.

We conducted our review in accordance with the Swedish Standard on Review Engagements SÖG 2410, Review of Interim Report Performed by the Independent Auditor of the Entity, issued by FAR. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit

conducted in accordance with Standards on Auditing in Sweden, RS, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion based on an audit.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying financial information is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act.

Stockholm, 5 February 2008
PricewaterhouseCoopers AB

Magnus Brändström
Authorised Public Accountant

CONSOLIDATED INCOME STATEMENT

SEK thousand	October–December		January–December		
	Actual 2007	Actual 2006	Actual 2007	Actual 2006	Pro forma 2006
Net sales	1,000,829	865,597	3,815,772	3,305,850	3,300,632
Sales growth adjusted for currency effects, %	13	23	15	23	23
Cost of sales	–605,306	–531,509	–2,321,654	–2,048,866	–2,045,291
Gross profit	395,523	334,088	1,494,118	1,256,984	1,255,341
Selling and administrative expenses	–341,936	–274,286	–1,219,115	–1,055,134	–1,032,153
Operating profit	53,587	59,802	275,003	201,850	223,188
<i>Operating margin, %</i>	5.4	6.9	7.2	6.1	6.8
Finance income and costs	–1,497	–3,112	–9,741	–22,776	–8,962
Profit before tax	52,090	56,690	265,262	179,074	214,226
Income tax expense	–17,753	–20,975	–86,394	–62,333	–73,352
PROFIT FOR THE PERIOD	34,337	35,715	178,868	116,741	140,874

All net profit is attributable to equity holders of the Parent.

Share price at end of period			25.90	21.70
Earnings per share, SEK	0.09	0.10	0.49	0.36
Earnings per share recalculated, SEK	0.09	0.10	0.49	0.32
Number of shares outstanding	365,058,897	365,058,897	365,058,897	365,058,897
Average number of shares outstanding	365,058,897	365,058,897	365,058,897	325,064,388

At a general shareholders' meeting on 9 February 2006, the number of shares was increased from 109,000 to 365,058,897 via a combined bonus and share issue. Earnings per share for prior periods have been recalculated to reflect the new number of shares.

The 2007 AGM approved a placing of subscription warrants to executive management and other key personnel. Full exercise of the warrants would increase the company's share capital by a maximum of SEK 7,455,000, equivalent to 2.04% of the equity and 1.44% of the votes. As of 31 December 2007, these warrants give rise to no dilution.

CONSOLIDATED BALANCE SHEET

SEK THOUSAND	31 December 2007	31 December 2006
ASSETS		
Non-current assets		
Property, plant and equipment	1,322,927	1,199,559
Goodwill	24,517	24,517
Customer portfolio	106,517	90,042
Other intangible assets	96,928	100,023
Other non-current receivables	77,135	47,289
Total non-current assets	1,628,024	1,461,430
Current assets		
Inventories	530,547	386,562
Trade receivables	370,587	289,599
Other current receivables	162,573	143,933
Cash and cash equivalents	66,450	54,906
Total current assets	1,130,157	875,000
TOTAL ASSETS	2,758,181	2,336,430
SEK THOUSAND	31 December 2007	31 December 2006
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Parent	1,690,305	1,464,508
Total equity	1,690,305	1,464,508
Non-current liabilities		
Long-term borrowings	37,894	181,000
Deferred tax	58,210	41,871
Other provisions and non-current liabilities	17,439	18,662
Total non-current liabilities	113,543	241,533
Current liabilities		
Trade payables	321,201	228,441
Short-term borrowings	76,141	18
Other liabilities	556,991	401,930
Total current liabilities	954,333	630,389
TOTAL EQUITY AND LIABILITIES	2,758,181	2,336,430

CONSOLIDATED CASH FLOW STATEMENT

SEK THOUSAND	October–December		January–December	
	2007	2006	2007	2006
Operating activities				
Operating profit	53,587	59,802	275,003	201,850
Non-cash items	18,351	20,381	63,901	63,548
Reversal of depreciation/amortisation	125,017	107,418	475,830	399,384
Net interest income/expense	3,815	-3,103	-4,384	-22,720
Income tax paid	-43,889	-23,108	-89,585	-66,458
Cash flow from operating activities before change in working capital	156,881	161,390	720,765	575,604
Change in working capital				
Change in inventories	-110,370	15,932	-128,320	-85,092
Change in trade receivables	-4,972	-26,468	-67,498	-63,793
Change in other receivables	2,718	19,197	-14,847	-21,971
Change in trade payables	70,838	27,416	82,373	-46,935
Change in other payables	19,028	5,433	122,802	45,374
Cash flow from operating activities	134,123	202,900	715,275	403,187
Investing activities				
Investments in property, plant and equipment	-156,562	-239,510	-619,274	-726,079
Disposals of property, plant and equipment	62	2,526	874	25,236
Cash flow from investing activities	-156,500	-236,984	-618,400	-700,843
Financing activities				
Warrant premiums received	—	—	24,825	—
Net group contributions	—	—	—	-54,034
Capital increase received	—	—	—	835,947
New issue of shares	—	—	—	110,000
Change in interest-bearing borrowings	31,867	-25,477	-113,317	-683,351
Cash flow from financing activities	31,867	-25,477	-88,492	208,562
Cash flow for the period	9,490	-59,561	8,383	-89,094
Cash and cash equivalents at start of period	56,392	124,401	54,906	150,331
Exchange difference on translating cash and cash equivalents	568	-9,934	3,161	-6,331
Cash and cash equivalents at end of period	66,450	54,906	66,450	54,906

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SEK THOUSAND	January–December 2007					January–December 2006				
	Share capital	Other equity	Other reserves	Retained earnings incl. profit for the year	Total	Share capital	Other equity	Other reserves	Retained earnings incl. profit for the year	Total
Balance at start of period	365,059	881,767	–4,893	222,575	1,464,508	10,900	154,550	10,689	195,443	371,582
Exchange differences on translating foreign operations	—	—	22,104	—	22,104	—	—	–15,582	—	–15,582
Net profit for the period	—	—	—	178,868	178,868	—	—	—	116,741	116,741
New and bonus issue of shares	—	—	—	—	—	354,159	–154,550	—	–89,609	110,000
Capital increase	—	—	—	—	—	—	881,767	—	—	881,767
Warrant premiums received	—	24,825	—	—	24,825	—	—	—	—	—
Balance at end of period	365,059	906,592	17,211	401,443	1,690,305	365,059	881,767	–4,893	222,575	1,464,508

BUSINESS SEGMENT OVERVIEW

OCTOBER–DECEMBER 2007 AND 2006

SEK THOUSAND	Consumer		Professional		Other		Group	
	October–December 2007	2006	October–December 2007	2006	October–December 2007	2006	October–December 2007	2006
Net sales	784,592	662,298	216,237	203,299	—	—	1,000,829	865,597
Sales growth adjusted for currency effects, %	16	30	3	6	—	—	13	23
Operating profit /(-)loss	49,426	50,891	41,507	30,022	–37,346	–21,110	53,587	59,803
Operating margin, %	6.3	7.7	19.2	14.8	—	—	5.4	6.9

JANUARY–DECEMBER 2007 AND 2006

SEK THOUSAND	Consumer		Professional		Other		Group	
	January–December 2007	2006	January–December 2007	2006	January–December 2007	2006	January–December 2007	2006
Net sales	2,997,033	2,531,069	818,739	774,781	—	—	3,815,772	3,305,850
Sales growth adjusted for currency effects, %	18	29	5	6	—	—	15	23
Operating profit /(-)loss	210,681	129,892	155,025	125,000	–90,703	–53,041	275,003	201,851
Operating margin, %	7.0	5.1	18.9	16.1	—	—	7.2	6.1
Operating capital employed	1,575,723	1,493,520	51,119	–73,882	76,711	130,856	1,703,553	1,550,494

PARENT COMPANY INCOME STATEMENT

SEK THOUSAND	October–December		January–December	
	2007	2006	2007	2006
Net sales	41,843	17,966	160,751	92,596
Administrative expenses	–57,456	–41,341	–158,023	–143,340
Operating profit /(-)loss	–15,613	–23,375	2,728	–50,744
Income from financial investments				
Dividend from subsidiary	84,974	—	84,974	150,775
Interest income	14,216	11,829	50,951	17,510
Interest expense	–3,352	–4,375	–14,924	–8,378
Other finance income and costs, net	–699	–910	–2,581	–962
Profit /(-)loss after financial items	79,526	–16,831	121,148	108,201
Appropriations				
Change in tax allocation reserve	1,499	7,181	–30,156	–3,100
Difference between reported depreciation and depreciation according to plan	–4,393	–20,760	–7,888	–20,760
Profit /(-)loss before tax	76,632	–30,410	83,104	84,341
Income tax expense	2,324	8,777	481	18,525
Parent company balance sheet	78,956	–21,633	83,585	102,866

PARENT COMPANY BALANCE SHEET

SEK THOUSAND	31 December	
	2007	2006
ASSETS		
Non-current assets		
Intangible assets	65,706	73,366
Property, plant and equipment	1,971	2,299
Financial assets	407,314	405,695
Total non-current assets	474,991	481,360
Current assets		
Current receivables	1,404,995	1,190,843
Cash and cash equivalents	—	6,960
Total current assets	1,404,995	1,197,803
TOTAL ASSETS	1,879,986	1,679,163
EQUITY AND LIABILITIES		
Equity		
Restricted equity	367,239	367,239
Non-restricted equity	1,140,120	991,170
Total equity	1,507,359	1,358,409
Untaxed reserves	61,944	23,900
Non-current liabilities	40,932	190,198
Current liabilities	269,751	106,656
TOTAL EQUITY AND LIABILITIES	1,879,986	1,679,163

QUARTERLY SUMMARY

GROUP

	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Full year 2006
Net customer portfolio growth, %	15.3 ²	16.2 ²	17.4 ²	19.3	21.2 ³	21.2 ³
Cancellation rate, %	6.6 ²	6.9 ²	6.7 ²	6.4	5.9	5.9
Payback period, years	4.2 ¹	4.1	4.1	4.1	3.9	3.9

Net growth and the cancellation rate are based on 12-month rolling figures, while the payback period is for the year to date.

Customer portfolio, number	949,426	918,792	888,649	860,039	830,157	830,157
New installations, number	42,301	44,232	48,976	45,270	44,711	184,125 ³
Cancellations, number	11,667	14,089	13,947 ²	15,388	11,399	40,539
Payback period (QTD), years	4.4 ¹	4.1	4.0	4.1	4.4	—

QTD refers to the payback period for installations carried out during the quarter.

Net sales, SEK thousand	1,000,829	953,732	949,304	911,907	865,597	3,300,632
Operating profit, SEK thousand	53,587	80,937	69,860	70,619	59,801	223,187
Operating margin, %	5.4	8.5	7.4	7.7	6.9	6.8

CONSUMER

	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Full year 2006
Net customer portfolio growth, %	19.3 ²	20.5 ²	21.7 ²	23.9	26.0 ³	26.0 ³
Cancellation rate, %	6.0 ²	6.4 ²	6.5 ²	6.5	6.3	6.3
Payback period, years	3.7	3.6	3.6	3.6	3.5	3.5

Net growth and the cancellation rate are based on 12-month rolling figures, while the payback period is for the year to date.

Customer portfolio, number	790,174	760,585	728,947	699,261	668,871	668,871
New installations, number	38,693	41,489	46,018	41,907	40,855	169,762 ³
Cancellations, number	9,104	9,851	9,913 ¹	11,517	9,459	33,589
Payback period (QTD), years	4.1	3.6	3.6	3.6	3.6	—

QTD refers to the payback period for installations carried out during the quarter.

Net sales, SEK thousand	784,592	751,570	748,659	712,210	662,298	2,525,851
Operating profit, SEK thousand	49,426	59,403	51,475	50,377	50,891	128,247
Operating margin, %	6.3	7.9	6.9	7.1	7.7	5.1

PROFESSIONAL

	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Full year 2006
Net customer portfolio growth, %	-1.3	-0.7	0.7	2.7	4.8	4.8
Cancellation rate, %	9.1	8.8	7.4	6.0	4.5	4.5
Payback period, years	4.8	4.9	4.9	4.7	4.6	4.6

Net growth and the cancellation rate are based on 12-month rolling figures, while the payback period is for the year to date.

Customer portfolio, number	159,252	158,207	159,702	160,778	161,286	161,286
New installations, number	3,608	2,743	2,958	3,363	3,856	14,363
Cancellations, number	2,563	4,238	4,034	3,871	1,940	6,950
Payback period (QTD), years	4.5	5.1	5.2	4.7	5.0	—

QTD refers to the payback period for installations carried out during the quarter.

Net sales, SEK thousand	216,237	202,162	200,645	199,697	203,299	774,781
Operating profit, SEK thousand	41,507	40,265	36,039	37,215	30,022	125,000
Operating margin, %	19.2	19.9	18.0	18.6	14.8	16.1

1) The payback period does not include costs relating to the public offer.

2) Adjusted for 6,419 customer cancellations of a non-recurring nature in the Consumer segment in Q2 2007 which did not affect income. Including this item, net customer portfolio growth and the customer cancellation rate were 14.4% and 7.4% respectively (18.1 and 7.0 in Consumer).

3) Reduced to reflect the sale of 4,174 alarms to Securitas Group during Q2 2006.

Income statement figures in the above table are pro forma for 2006. All other figures reflect actual outcomes.

NOTES TO THE FINANCIAL STATEMENTS

1 DEFINITIONS

Net customer portfolio growth (%)

The number of customers in the customer portfolio at the end of the period in relation to the number of customers in the portfolio 12 months previously.

Cancellation rate (%)

The number of subscriptions terminated by customers in the last 12 months in relation to the customer portfolio 12 months previously.

Payback period for investments in new customers (years)

The average net investment per new customer in relation to average net income per customer and month.

Customer portfolio

The number of paying customers at the end of the period.

Return on capital employed (%)

Operating profit as a percentage of capital employed at the end of the period.

Free cash flow

Cash flow from operating activities minus investments in property, plant and equipment.

Cash flow from operating activities

Operating profit adjusted for non-cash items, depreciation and amortisation, finance income and costs, paid taxes, changes in inventories and changes in trade receivables and liabilities.

Operating capital employed

Capital employed minus non-operating assets and liabilities such as goodwill, deferred and current tax assets and liabilities, etc.

Interest cover (times)

Operating profit in relation to interest income and cost.

Operating margin (%)

Operating profit as a percentage of sales.

Equity/assets ratio (%)

Equity in relation to total assets.

Capital employed

Non-interest-bearing non-current and current assets minus non-interest-bearing non-current and current liabilities.

2 KEY FINANCIAL DATA

SEK THOUSAND	October–December		January–December	
	2007	2006	2007	2006
Net sales	1,000,829	865,597	3,815,772	3,300,632
Sales growth adjusted for currency effects, %	13	23	15	23
Operating profit	53,587	59,802	275,003	223,187
Operating margin, %	5.4	6.9	7.2	6.8
EBITDA	178,604	167,220	750,833	622,572
EBITDA margin, %	17.8	19.3	19.7	18.9
Profit before tax	52,090	56,690	265,262	214,226
Depreciation and amortisation expense	–125,017	–107,418	–475,830	–399,384
Operating capital employed	—	—	1,703,553	1,550,494
Capital employed	—	—	1,737,890	1,590,620
Return on capital employed, %	—	—	16	14
Net debt	—	—	47,585	126,112
Equity/assets ratio, %	—	—	61	63
Interest cover (times)	—	—	63	23
Free cash flow	–22,377	–34,084	96,875	–297,656
Investments	–156,500	–236,984	–618,400	–700,843

Income statement figures in the above table are pro forma for 2006. All other figures reflect actual outcomes.

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