



Strong Cash Flow and Improved Order Intake

Full Year 2009

- Net sales were 1,088.5 MSEK (1,275.6)
- Operating profit was 63.8 MSEK (116.5), charged with non-recurring expenses of 7.5 MSEK for restructuring and inventory impairment of 10 MSEK
- Profit after tax was 40.2 MSEK (77.2)
- Earnings per share after tax were 6.22 SEK (11.72)
- The outcome of the cost-cutting package was better than planned at 77 MSEK (currency adjusted)
- Cash flow from operating activities was 173.5 MSEK (82.5)
- The Board of Directors is proposing an unchange dividend of 4.00 SEK (4.00) per share

Fourth Quarter

- Net sales were 275.7 MSEK (318.5)
- Operating profit was 20.1 MSEK (27.1) after inventory impairment of 10 MSEK
- Order intake was up quarter on quarter
- Healthy growth in Asia

Financial Statement, Beijer Electronics AB

Comments from Fredrik Jönsson, CEO

“The market started improving back in the third quarter, and strengthened further in the fourth quarter. As a result of this and a sharp focus on sales, our order book grew in the fourth quarter. The full year 2009 was difficult with a big fall in demand, but despite lower sales and profits I’m satisfied with how we coped with parrying and managing the economic conditions. We started our savings package early, which went better than planned. With a sales fall of nearly 190 MSEK, we succeeded limiting the operating profit downturn to some 50 MSEK.

Simultaneously, we managed to maintain a high tempo within our product development and we have had launches of several new products in both HMI Products and IDC. By reducing inventories and accounts receivable, we have improved cash flow and capital tied-up during the year.

Demand has stabilized, the new year has got off to a positive start and I’m optimistic about 2010. Beijer Electronics is going into this new year with a significantly lower cost level, which will make a positive contribution to profit when volumes come back.”

Market and Surrounding World

The global industrial automation market remained weak but stabilized in the fourth quarter. Beijer Electronics judges that global demand fell by some 20% in volume terms in the full year 2009. It judges the European market to have been worse affected, falling by some 25% in volume terms in the year. Investments in infrastructure projects were relatively stable, while demand from manufacturing industry reduced heavily.

The group’s order intake dropped by 14% for the full year. The rate of decrease slowed in the second half-year, and in the fourth quarter, order intake reduced by 6% year on year.

Fourth Quarter—Strong Improvement in Order Intake

Order intake in the fourth quarter was up compared to the previous quarter, to 292.1 MSEK (312.4). Sales in the fourth quarter were 275.7 MSEK (318.5), a 13% reduction. Compared to the third quarter 2009, sales were up by 10%, which made the fourth quarter the year’s best in

Business Area Sales and Operating Profit

	Sales Quarter 4		Operating Profit Quarter 4		Sales Full Year		Operating Profit Full Year	
	2009	2008	2009	2008	2009	2008	2009	2008
MSEK								
Beijer Electronics Automation Group	120.3	150.6	5.8	3.2	480.8	607.1	16.1 *	32.7
Beijer Electronics Products Group	109.5	126.0	10.6	12.4	423.2	505.1	32.7 *	62.7
Westermo Teleindustri Group	70.6	62.1	8.9	10.6	262.7	249.7	28.6 *	26.6
Intra-group sales	-24.7	-20.2			-78.3	-86.3		
Group adjustments and depreciation			-5.2	0.9			-6.1	-5.5
Non-recurring items							-7.5	
Beijer Electronics Group	275.7	318.5	20.1	27.1	1,088.5	1,275.6	63.8	116.5

* Excluding non-recurring items

sales and profit terms. Sales in Germany remained weak, while the downturn in the US moderated sharply in the fourth quarter.

Fourth-quarter profit was 20.1 MSEK (27.1), down 26% year on year, but up 15% on profit in the third quarter. Operating margin was 7.3% (8.5). Profit was charged with 10 MSEK of non-recurring impairment losses on inventories.

The company retained its sharp focus on product development. In total in the year, 76 MSEK (89) corresponding to 11% of the units sales was invested in development in HMI Products and IDC.

Full Year 2009—Rallying after a Weak Start

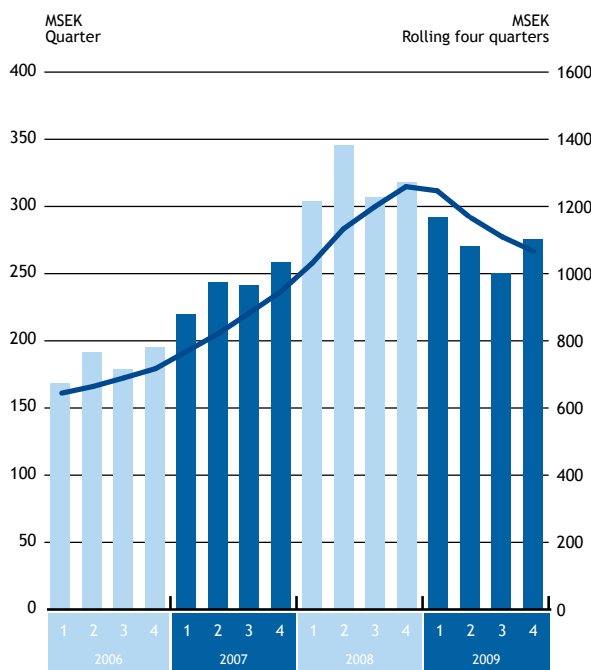
The fall in demand on the market for much of the year had a negative effect on the Beijer Electronics group's sales. Group sales were down 15% to 1,088.5 MSEK (1,275.6). Adjusted for currency effects, the downturn was 19%.

Full-year sales were down on all markets with the exception of the rest of Europe and Asia, where share sales grew

robustly in the three final quarters. Sales in Sweden, the group's single biggest market, were down 15% for the full year. The fall in Norway was somewhat less, while Finland and Denmark had bigger downturns.

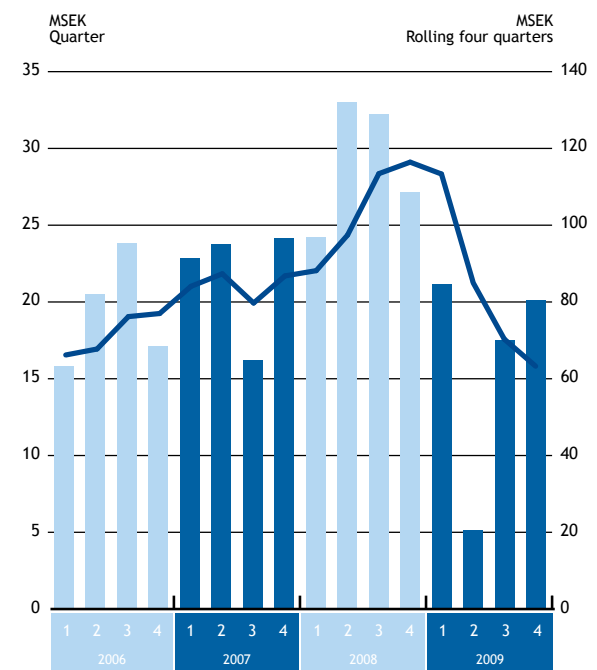
Group operating profit was 63.8 MSEK (116.5) in the full year. Profit was charged with non-recurring expenses of 7.5 MSEK for restructuring and inventory impairment of 10 MSEK. The operating margin excluding non-recurring expenses was 6.6% (9.1). Beijer Electronics was well able to defend its gross margins. The lower profits are due to the significantly lower sales volumes, which meant lower gross profit. Meanwhile, lower gross profit was offset by an extensive rationalization package and ongoing cost rationalization, which reduced overheads by some 77 MSEK (currency adjusted) for the full year, helping mitigate the operating profit downturn.

Group Sales



▲ The bars and left-hand scale indicate quarterly sales. The blue curve and right-hand scale show rolling four quarter sales.

Group Operating Profit



▲ The bars and left-hand scale indicate quarterly profit after depreciation. The curve and right-hand scale show rolling four quarter profit after depreciation.

Automation Business Area—A Tough Year with a Brighter Outlook

In the fourth quarter, the Nordic markets made a distinct improvement on previous quarters. For the full year, Sweden, Finland and Norway coped best with downturns of between 15 and 20%.

Fourth Quarter

The business area was substantially affected by weak demand on the market. Sales were 120.3 MSEK (150.6) in the fourth quarter. Profit was 5.8 MSEK (3.2), equating to a margin of 4.8% (2.1). Despite lower sales, profit increased, which is explained by savings having a growing impact on reducing overheads.

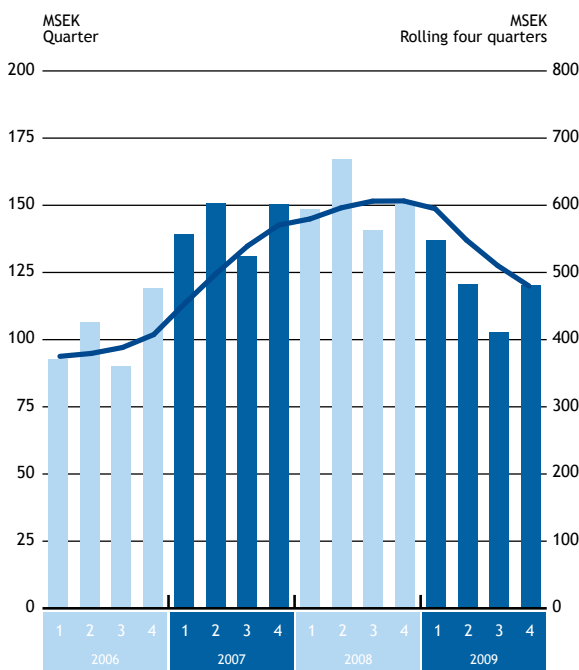
Overall, the market showed signs of stabilizing in the fourth quarter. Order intake grew on the third quarter. The

business area's focus on segments like building automation and water treatment went well, and the business area increased its sales share.

Full Year 2009

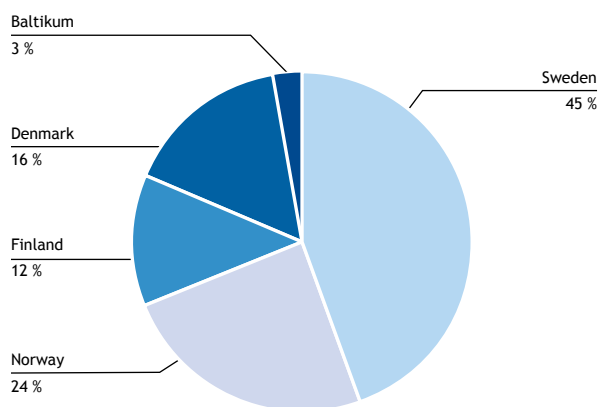
Automation's sales were 480.8 MSEK (607.1) for the full year. Operating profit was 16.1 MSEK (32.7). Operating margin was 3.3% (5.4). The lower profit is explained by reduced sales volumes and a somewhat lower gross profit margin. The lower gross profit was offset by significantly reduced overheads. Savings amounted to a total of 34 MSEK. The business area is moving into 2010 with lower overheads.

Sales, Automation



▲ The bars and left-hand scale indicate quarterly sales. The curve and right-hand scale show rolling four quarter sales.

Sales by Product Category, Automation



▲ Sales divided per geographic market for the full year 2009.

HMI Products Business Area—A Weak Start but a Strong Finish

The market for HMI-products continued to improve in the fourth quarter. Business area order intake grew by 10% in the fourth quarter in year-on-year terms. In the first three quarters, order intake was down 20%. The full-year number was a 13% downturn, with a brisk end to the year.

The market in China continued to perform positively in the quarter. The rest of Asia returned to growth in the period after downturns in the first three quarters. Demand stabilized on other geographical markets.

Fourth Quarter

Business area sales were 109.5 MSEK (126.20) in the fourth quarter. Profit was 10.6 MSEK (12.4) equating to a margin of 9.7% (9.9).

The business area's new iX software platform was launched in November, and is Beijer Electronics' biggest

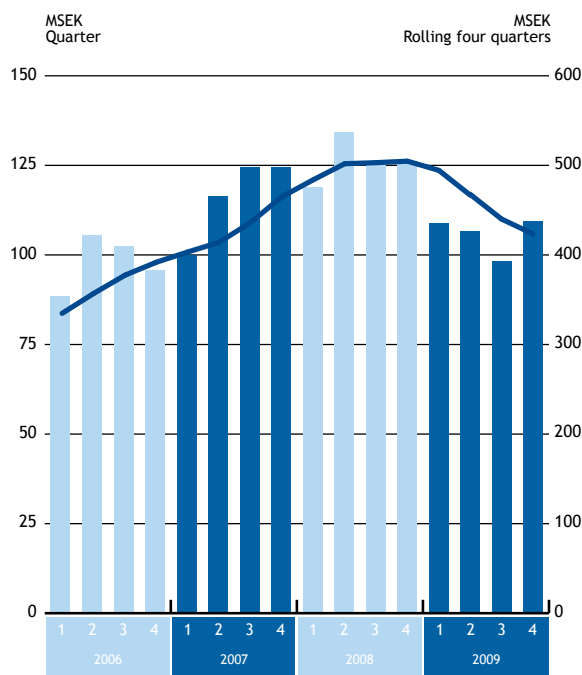
product development initiative so far. iX is being delivered as standalone software and integrated with Beijer Electronics own operator terminals. Five models were introduced in the fall.

Full Year 2009

Business area sales were 423.2 MSEK (505.1) in the full year. Operating profit was 32.7 MSEK (62.7). The operating margin was 7.7% (12.4). The profit downturn is due to lower volumes and lower gross margins, while reduced overheads totaling 30 MSEK moderated the downturn.

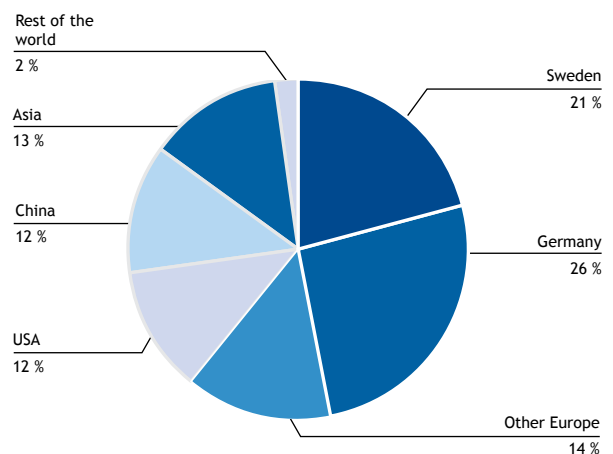
The business area retained its sharp focus on product development, and in the final six months of 2009, order intake was higher than the corresponding period of the record year 2008.

Sales, HMI Products



▲ The bars and left-hand scale indicate quarterly sales. The curve and right-hand scale show rolling four quarter sales.

Sales by Sales Channel, HMI Products



▲ Sales divided per geographic market for the full year 2009.

Industrial Data Communication Business Area –Good Growth in a Turbulent Year

IDC has focused a high share of its business on less cyclical segments, and accordingly, has been less affected by the global recession. Business area order intake continued to increase in the period, rising by 9% in the fourth quarter and 10% for the full year.

Fourth Quarter

IDC's sales rose by 14% to 70.6 MSEK (62.1) in the fourth quarter. Profit was 8.9 MSEK (10.6), equating to a margin of 12.6% (17.1). The comparative number from the fourth quarter 2008 date was very strong due to timing effects.

IDC was appointed main vendor of industrial data

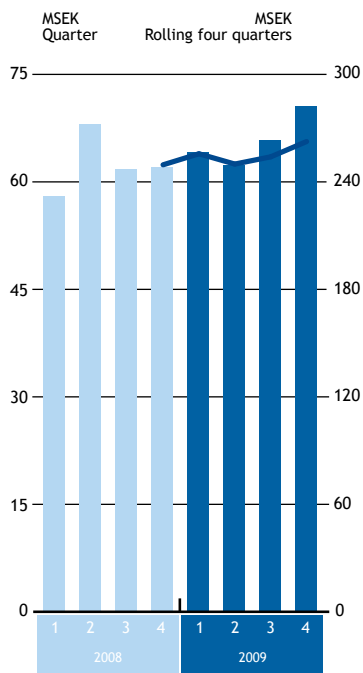
communication solutions for the Swedish National Rail Administration's new train signaling system.

Full Year 2009

IDC's sales increased by 5% to 262.7 MSEK (249.7) in the full year. Operating profit rose to 28.6 MSEK (26.6). Operating margin was 10.9% (10.6). The profit increase is explained by firm cost control, more efficient production and good sales.

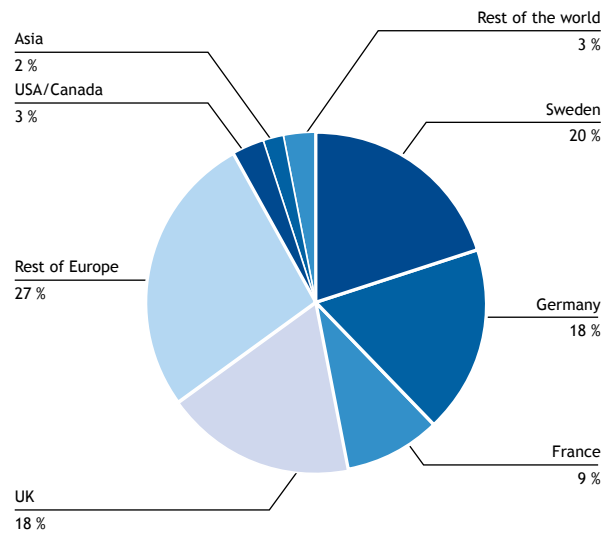
IDC still enjoys good growth prospects, and accordingly, more product development initiatives are being conducted to retain and advance its technology position.

Sales, IDC



▲ The bars and left-hand scale indicate quarterly sales. The curve and right-hand scale show rolling four quarter sales.

Sales by Product Segment, IDC



▲ Sales divided per geographic market for the full year 2009.

Other Financial Information

Group investments in fixed assets were 24.4 MSEK (36.2) in the full year. Cash flow from operating activities including changes in working capital was 173.5 MSEK (82.5) in the same period. Shareholders' equity was 294.8 MSEK (295.5) as of year-end. The equity ratio was 33.3% (31.2). Cash and cash equivalents were 127.4 MSEK (74.1). Interest-bearing liabilities were 352.4 MSEK (409.7) and net debt was 225.0 MSEK (335.6). The average number of employees was 534 (595).

Group profit before tax was 60.9 MSEK (96.4) for the full year and 18.9 MSEK (19.5) in the fourth quarter. Net financial items were -2.9 MSEK (-20.2) and -1.2 MSEK (-7.6) for the two periods respectively. Profit after estimated tax was 40.2 MSEK (77.2) in the full year and 12.7 MSEK (24.1) in the fourth quarter. Earnings per share after estimated tax for the full year were 6.22 MSEK (11.72).

Dividend

The Board of Directors is proposing a dividend of 4.00 SEK (4.00) per share for the financial year 2009.

Outlook for the Full Year 2010

The market stabilized in the fourth quarter and the new year has got off to a positive start. There are signs of demand recovering.

Significant Events after the End of the Period

Beijer Electronics secured its single biggest order for Ethernet products after the end of the period. This 1.5 MUSD order from Bombardier is on a rail project for the Chicago Transit Authority, and through its subsidiary Westermo, Beijer Electronics will be delivering Ethernet switches and routers for a total of 406 cars, which will be produced and delivered to the CTA over the next two years.

Nomination Committee's Proposed Board for Beijer Electronics

Beijer Electronics' Nomination Committee is proposing re-election of the following Board members: Stig-Arne Blom, Bert Åke Eriksson, Ulrika Hagdahl, Anders Ilstam, Joen Magnusson and the company's CEO Fredrik Jönsson. Hans Linnarson has declined re-election, and Maria Khorsand has been proposed as a new Board member. Maria Khorsand is CEO of SP Sveriges Tekniska Forskningsinstitut, and has 17 years' experience with Ericsson, most recently as President of Ericsson Technology Licensing. She was also active within OMX Technology and CEO of Dell AB.

The Nomination Committee also proposes that current Chairman Anders Ilstam remains in this capacity.

Risk Management

Beijer Electronics is exposed to a number of risks and uncertainty factors, which are reviewed in the Annual Report for 2008. No significant risks are judged to have arisen over and above those reviewed in the Annual Report.

Accounting Principles

This Interim Report has been prepared pursuant to IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. A number of revisions of existing standards, new interpretation statements and one new standard (IFRS 8 Operating Segments) came into effect on January 1, 2009.

IFRS 8 Operating Segments proceeds from segment disclosures being presented from management's perspective. For Beijer Electronics, this standard implies no change to the previous division of segments, whereby operating segments are consistent with the three business areas.

IAS 1 Presentation of Financial Statements has been revised, with the introduction of the comprehensive income term. Beijer Electronics has opted to present the group's comprehensive income divided between two statements, an Income Statement and a Statement of Comprehensive

Income. The group's Statement of Changes to Shareholders' Equity now only presents transactions with shareholders. Otherwise, the same accounting principles and bases for forming judgments are used as in the latest Annual Report.

This report has not been subject to review by the company's auditors.

Malmö, Sweden, February 23, 2010

Beijer Electronics AB (publ)

Board of Directors

For more information, please contact:

CEO and President Fredrik Jönsson at: +46 (0)40 35 86 00 or +46 (0)705 17 16 26 or CFO Lennart Mauritzson at +46 (0)40 35 86 53, +46 (0)705 52 05 57.

Interim Report in Summary

Income Statement – Group

SEK 000	Quarter 4, 2009	Quarter 4, 2008	Full Year, 2009	Full Year, 2008
Net turnover	275,736	318,548	1,088,451	1,275,639
Other operating revenue	-44	5,293	1,196	7,161
Operating expenses*	-255,586	-296,710	-1,025,836	-1,166,278
Operating profit	20,106	27,131	63,811	116,522
Net financial items	-1,233	-7,589	-2,873	-20,153
Profit before tax	18,873	19,542	60,938	96,369
Estimated tax	-6,181	4,596	-20,758	-19,191
Net profit	12,692	24,138	40,180	77,178
<i>Attributable to equity holders of the parent</i>	<i>12,192</i>	<i>23,726</i>	<i>38,718</i>	<i>72,917</i>
<i>Attributable to minority interest</i>	<i>500</i>	<i>412</i>	<i>1,462</i>	<i>4,261</i>
<i>Earnings per share, SEK</i>	<i>1.96</i>	<i>3.81</i>	<i>6.22</i>	<i>11.72</i>
<i>* Of which non-recurring items</i>			<i>-7,500</i>	

Statement of Comprehensive Income

SEK 000	Full Year, 2009	Full Year, 2008
Net profit	40,180	77,178
Translation differences	-14,674	33,503
Comprehensive income	25,506	110,681
<i>Attributable to equity holders of the parent</i>	<i>24,014</i>	<i>105,302</i>
<i>Attributable to minority interest</i>	<i>1,492</i>	<i>5,379</i>

Balance Sheet – Group

SEK 000	Dec 31, 2009	Dec 31, 2008
Assets		
Fixed assets	489,258	505,851
Current assets	313,781	417,074
Cash equivalents and short-term investments	127,439	74,076
Total assets	930,478	997,001
Liabilities and shareholders' equity		
Shareholders' equity	294,756	295,510
Minority share of shareholders' equity	15,056	15,266
Long-term liabilities	367,290	409,596
Current liabilities	253,376	276,629
Total liabilities and shareholders' equity	930,478	997,001
<i>Of which interest-bearing liabilities</i>	<i>352,377</i>	<i>409,708</i>

Statement of Changes to Shareholders' Equity – Group

SEK 000	Dec 31, 2009	Dec 31, 2008
Attributable to equity holders of the parent		
Opening balance, shareholders' equity, 1 January	295,510	213,268
Other paid-in capital	118	1,826
Dividend	-24,886	-24,886
Comprehensive income	24,014	105,302
Closing balance, shareholders' equity	294,756	295,510
Minority interest		
Opening balance, 1 January	15,266	11,014
Acquisitions	-540	152
Dividend	-1,162	-1,279
Comprehensive income	1,492	5,379
Closing balance	15,056	15,266

Key Figures

	Dec 31, 2009	Dec 31, 2008
Operating margin, %	5.9	9.1
Operating margin excl. one time effect	6.6	9.1
Profit margin, %	3.7	6.1
Equity ratio, %	33.3	31.2
Shareholders' equity per share, SEK	47.38	47.50
Earnings per share, SEK	6.22	11.72
Return on equity after tax, %	12.9	28.8
Return on capital employed, %	10.0	21.4
Return on net operating assets, %	10.8	24.4
Average number of employees	534	595
<i>Number of shares 6,221,488</i>		

Cash Flow Statement – Group

SEK 000	Dec 31, 2009	Dec 31, 2008
Cash flow from operating activities	83,659	98,579
Change in working capital	89,798	-16,118
Cash flow from investing activities	-27,754	-268,754
Cash flow from finance activities	-65,722	210,155
Dividends paid	-26,048	-26,165
Change in cash equivalents	53,933	-2,303
Cash equivalents and short-term investments, opening balance	74,076	71,939
Exchange rate change, cash equivalents	-570	4,440
Cash equivalents and short-term investments, closing balance	127,439	74,076

Operating Segments

SEK 000	Quarter 4, 2009	Quarter 4, 2008	Full Year, 2009	Full Year, 2008
Net turnover				
Automation	120,315	150,594	480,797	607,110
HMI Products	109,522	126,033	423,240	505,071
IDC	70,611	62,085	262,699	249,734
Elimination	-24,712	-20,164	-78,285	-86,276
Group	275,736	318,548	1,088,451	1,275,639
Operating profit				
Automation	5,794	3,218	13,426	32,686
HMI Products	10,625	12,448	29,930	62,745
IDC	8,823	10,625	26,987	26,580
Other	-865	-1,910	3,546	-1,123
Elimination	-4,271	2,750	-10,078	-4,366
Group	20,106	27,131	63,811*	116,522
<i>* Including non-recurring items amounting to</i>			-7,500	
Net profit				
Automation	3,337	2,630	9,749	25,820
HMI Products	7,786	12,213	19,059	40,626
IDC	6,998	10,973	18,008	21,192
Other	1,410	-3,757	48,749	231
Elimination	-6,839	2,079	-55,385	-10,691
Group	12,692	24,138	40,180	77,178
<i>Attributable to equity holders of the parent</i>	12,192	23,726	38,718	72,917
<i>Attributable to minority interest</i>	500	412	1,462	4,261

Income Statement – Parent Company

SEK 000	Quarter 4, 2009	Quarter 4, 2008	Full Year, 2009	Full Year, 2008
Net turnover	12,150	24,474	49,893	60,889
Operating expenses	-13,014	-26,386	-46,347	-62,012
Operating profit	-864	-1,912	3,546	-1,123
Net financial items	-1,668	-2,207	41,531*	-97
Profit before tax	-2,532	-4,119	45,077	-1,220
Appropriations	4,746	7,545	4,746	7,545
Estimated tax	-804	362	-1,074	1,451
Net profit	1,410	3,788	48,749	7,776

* of which 46,584 is dividend from subsidiaries

Balance Sheet – Parent Company

SEK 000	Dec 31, 2009	Dec 31, 2008
Assets		
Fixed assets	424,004	429,545
Current assets	13,387	52,574
Cash equivalents and short-term investments	35,410	5,831
Total assets	472,801	487,950
Liabilities and shareholders' equity		
Shareholders' equity	61,648	37,667
Untaxed reserves	29,112	33,859
Long-term liabilities	301,682	312,422
Current liabilities	80,359	104,002
Total liabilities and shareholders' equity	472,801	487,950
<i>Of which interest-bearing liabilities</i>	313,914	347,599

Beijer Electronics AB

Beijer Electronics is a fast-growing company with extensive experience of automation, developing and marketing competitive products and solutions with a focus on the user. Since start-up in 1981, Beijer Electronics has evolved into a multinational group with subsidiaries in 14 countries. The company is listed on NasdaqOMX Nordic Small Cap list under the ticker BELE.

More Information

You can subscribe for financial information on Beijer Electronics via e-mail. Subscribe easily at our website, www.beijerelectronics.se.

If you have any questions about the Beijer Electronics group, please call +46 (0)40 35 84 96, or send an e-mail: info@beijerelectronics.se.

Forthcoming Financial Information

April 26, 2010.....AGM, 4 p.m., Malmö Börshus
April 26, 2010..... Three-month Interim Report
August 17, 2010 Six-month Interim Report
October 19, 2010..... Nine-month Interim Report

BEIJER ELECTRONICS AB (publ)

Box 426, SE-201 24 Malmö, Sweden Phone +46 (0)40 35 86 00, Fax +46 (0)40 93 23 01

E-mail info@beijerelectronics.se, VAT no. 556025-1851

www.beijerelectronics.se

Beijer
ELECTRONICS