



JANUARY - DECEMBER

- Sustained positive progress for the group in the fourth quarter and all-time high full-year profits.
- Net turnover grew by 20 per cent to SEK 735.0 m (615.3).
- Operating profit increased by 28 per cent to SEK 77.2 m (60.1), equivalent to a margin of 10.5 per cent (9.8).
- Profit after tax grew to SEK 91.0 m (41.2), including capital gains of SEK 37.4 m (0.0).
- Earnings per share after tax increased to SEK 14.51 (6.62); excluding the capital gains, earnings per share were SEK 8.49 (6.62).
- The Board of Directors is proposing an ordinary dividend of SEK 3.75 (3.25) per share. The Board is also proposing an extraordinary dividend of SEK 2.00 (0.00) per share.
- Take-over of Mitsubishi Electric's agencies, and start-up in Denmark on 1 January 2007.

FINANCIAL STATEMENT

2006

FINANCIAL STATEMENT BEIJER ELECTRONICS AB

1 January - 31 December 2006

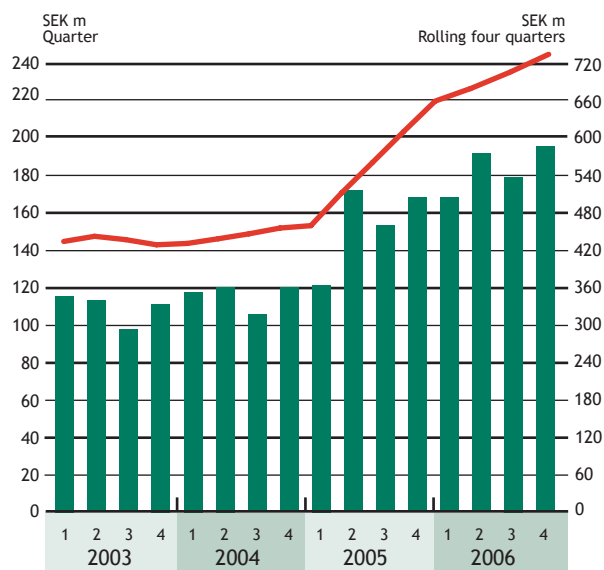
Comments from Göran Sigfridsson, our CEO

“Beijer Electronics maintained positive progress in the fourth quarter, despite its profit growth rate being lower due to some non-recurring expenses and negative currency effects. Overall, 2006 was the group’s best year yet. I’m very impressed by the efforts of our committed professionals, which after all, is what creates our successes. The tempo in the year was brisk, with events including the Mitsubishi Electric deal, which gives us promising growth opportunities.

The Automation business area enjoyed robust performance in the fourth quarter – its sales were at an all-time high. With the Mitsubishi Electric deal, the acquisition of UTU Powel’s operations in Finland and the Baltic states, and our start-up in Denmark, Automation has paved the way for healthy growth in 2007 and 2008.

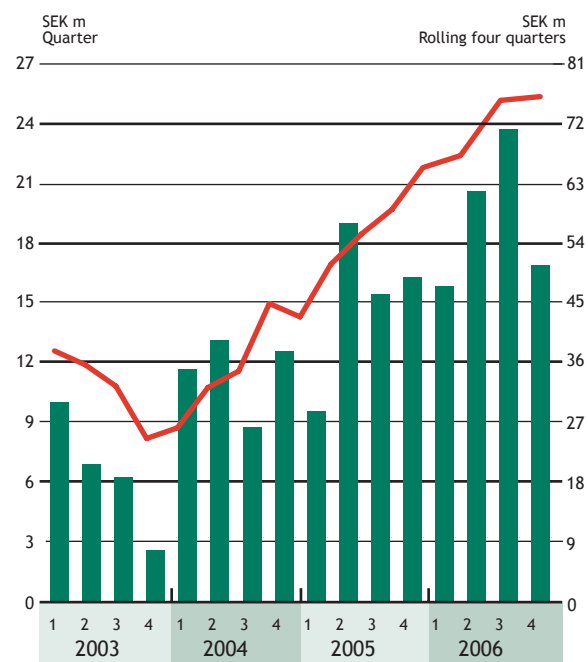
The performance of the HMI Products business area was convincing in 2006, with sales growing by over 30 per cent and profit by 55 per cent. We continued to win shares on the global market through the year. Our successes are explained by the acquisition of Hitech Electronics in 2005 and our new product range, simultaneous with sales of the previous product generation remaining stable.”

Group Invoicing



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

Group Operating Profit



The bars and left-hand scale indicate quarterly profit after depreciation. The red curve and right-hand scale show rolling four quarter profit after depreciation. Operating profit, reported from Q1 2004, is accounted according to IFRS.

Consolidated Revenues

The industrial automation market remained favorable in the fourth quarter. Growth was fairly consistent through the year, with some improvement in the second half-year. All the automation geographical markets and segments that Beijer Electronics services, like control systems, operator systems and drive systems, saw positive demand progress in the full year 2006.

Beijer Electronics’ consolidated net turnover rose in the fourth quarter, at approximately the same rate as in the third quarter. Sales grew by 16 per cent to SEK 195.5 m (168.3) in the final quarter. For the full year 2006, sales grew by 20 per cent to SEK 735.0 m (615.3). Essentially, the increase is due to organic growth, while the April 2005 acquisition of Hitech Electronics, and that of UTU Powel of Finland in October 2006, made a positive contribution to sales.

Sales in Sweden, the group’s single biggest market, progressively strengthened in the year, increasing by a total of over 6 per cent in 2006. Sales in Finland increased by 28 per cent

Business Area Turnover and Operating Profit

MKR	Turnover Quarter 4		Operating Profit Quarter 4		Turnover 12 Months		Operating Profit 12 Months	
	2006	2005	2006	2005	2006	2005	2006	2005
Automation	119.1	99.9	7.8	7.6	408.6	370.7	27.3	25.9
HMI Products	95.7	81.3	9.1	8.6	392.5	295.2	53.0	34.2
Intra-group sales	-19.3	-12.9			-66.1	-50.6		
Un-allocated expenses			0.3	0.0			-3.1	0.0
Group	195.5	168.3	17.2	16.2	735.0	615.3	77.2	60.1

Beijer Electronics implemented a new group structure on 1 June 2006, resulting in central expenses being posted directly to business areas. The actuals for 2005 and the period from January to May 2006 inclusive have been re-calculated to attain comparability between the periods, as illustrated in the above table. The net SEK -3.1 m item for the full year mainly comprises expenses arising coincident with a new group structure and the deal with Mitsubishi Electric.

and in Norway by 15 per cent. Progress in the US was robust, with a 43 per cent increase in the full year. Sales growth in Europe outside the Nordic region was consistent through the year, with a 22 per cent increase for the full year. In Asia, the increase for the full year was as much as 42 per cent, due to factors including the acquisition of Hitech, which is consolidated from 1 April 2005 onwards.

Sweden represented 36 per cent (40) of consolidated sales in the full year 2006. The lower sales share on the Swedish market is fully consistent with Beijer Electronics' strategy and a result of the group's international expansion. The group has also gradually attained an improved geographical sales spread between Europe, Asia and the US.

Consolidated Operating Profit

Consolidated operating profit continued its positive progress, although the growth rate was lower in the final quarter, when operating profit increased to SEK 17.2 m (16.2). Accordingly, profits in the quarter were subject to negative currency effects due to a stronger Swedish krona of SEK 3.3 m, and non-recurring expenses of SEK 1.3 m. Operating margins were 8.8 per cent (9.6) in the fourth quarter.

Full-year profits grew by 28 per cent to SEK 77.2 m (60.1). Profits were subject to non-recurring expenses of SEK 4.7 m in 2006, due to expenses for the implementation of the new group structure coincident with the Mitsubishi Electric deal and expenses related to the acquisition from UTU Powel. The operating margin was 10.5 per cent (9.8) for the full year.

Development expenses, relating exclusively to HMI products, totaled SEK 40.8 m (36.0) in the full year. Capitalized development expenses were SEK 10.9 m (11.8) and depreciation of development expenses was SEK 5.5 m (4.1).

Consolidated Profit before and after Tax

Fourth-quarter net financial income/expenses were SEK 37.6 m (-0.4). Net financial income/expenses include capital gains of SEK 37.4 m from the sale of 15 per cent of Beijer Electronics Automation AB to Mitsubishi Electric. Net financial income/

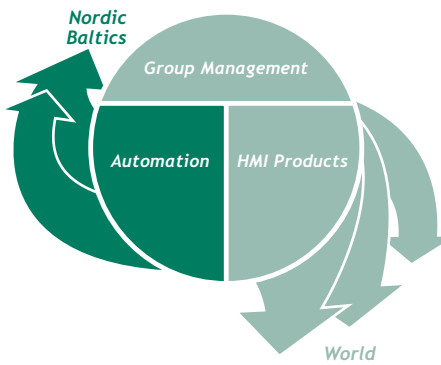
expenses for the full year were SEK 35.9 m (-1.5). Profit before tax was SEK 54.8 m (15.8) in the fourth quarter, and SEK 113.1 m (58.6) for the full year. Fourth-quarter profit after tax was SEK 49.9 m (11.7) and SEK 91.0 m (41.2) for the full year.

Earnings per Share

Earnings per share after tax for 2006 were SEK 14.51 (6.62). Excluding capital gains, earnings per share were SEK 8.49 (6.62).

Dividends per Share

The Board of Directors is proposing an ordinary dividend of SEK 3.75 per share (3.25). The Board is also proposing an extraordinary dividend of SEK 2.00 (0.00) per share due to the capital gain. The Board considers that this dividend level is closely consistent with the capital requirements of operations.



THE AUTOMATION BUSINESS AREA

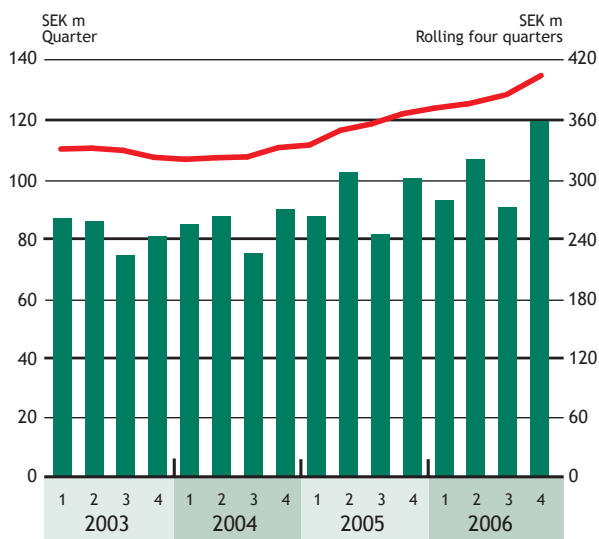
Growth on the Swedish, Norwegian and Finnish markets accelerated in the fourth quarter, with sales increasing in all product categories. For the full year, sales in Norway posted the highest organic growth, with a 15 per cent increase. The acquisition of UTU Powel contributed to 28 per cent gains in Finland for the full year. Sales in Sweden rose by 6 per cent.

Drive Systems was the business area's fastest-growing product group, with a 21 per cent increase. Operator Systems increased by 11 per cent, while Control Systems' sales rose by 5 per cent.

Total business area sales rose by 19 per cent to SEK 119.1 m (99.9) in the fourth quarter. Full-year sales grew by 10 per cent to SEK 408.6 m (370.7).

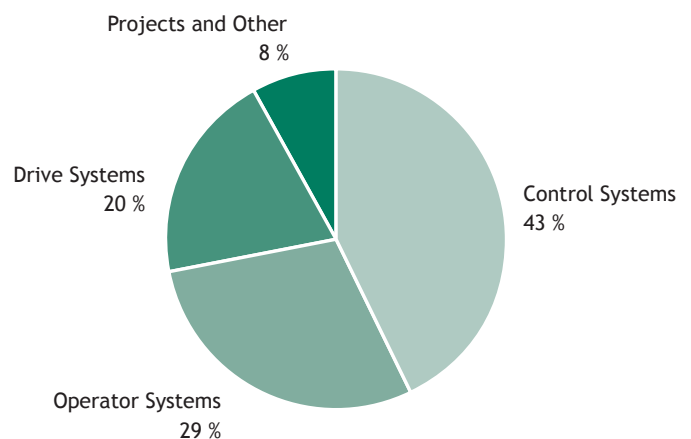
Fourth-quarter operating profit was SEK 7.8 m (7.6). Operating profit increased to SEK 27.3 m (25.9) in the full year. In each period, profits were subject to non-recurring expenses of SEK 1.3 m resulting from the acquisition from UTU Powel. Operating margins were 6.5 per cent (7.6) for the fourth quarter and 6.7 per cent (7.0) for the full year.

Invoicing, Automation

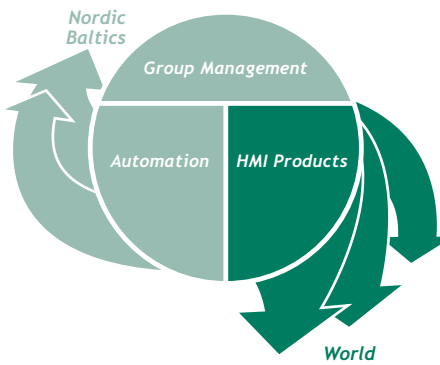


The bars and left-hand scale indicate quarterly invoicing. The curve and right-hand scale show rolling four quarter invoicing.

Invoicing by Product Category, Automation



Invoicing by the Automation business area's product categories in 2006.



THE HMI PRODUCTS BUSINESS AREA

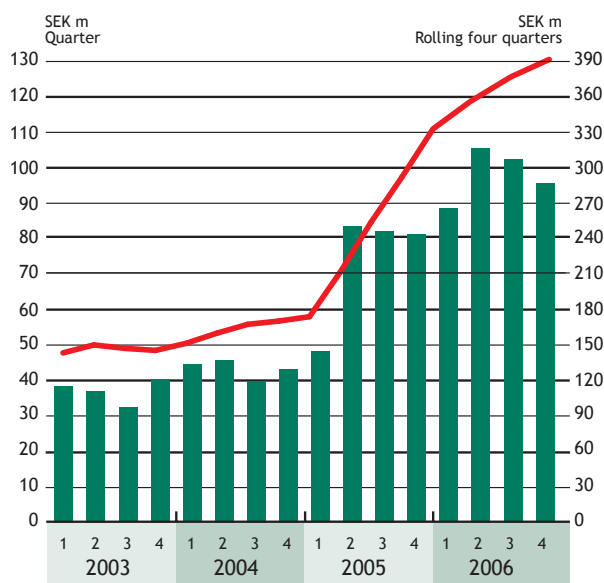
The HMI products market maintained positive progress in the fourth quarter. Business area sales rose 18 per cent to SEK 95.7 m (81.3) in the quarter. This brisk growth was entirely organic, and is attributable to the new product range launched over the last 18 months, simultaneous with sales of preceding product generations remaining stable.

Sales increased by 33 per cent to SEK 392.5 m (295.2) in the full year 2006. Sales through own sales channels maintained very high growth, amounting to SEK 282.1 m (193.7) in the year, which comprised 72 per cent (66) of business area sales.

Brand label sales slowed somewhat in the fourth quarter, mainly due to customers adjusting inventory levels. The increase for the full year was 9 per cent.

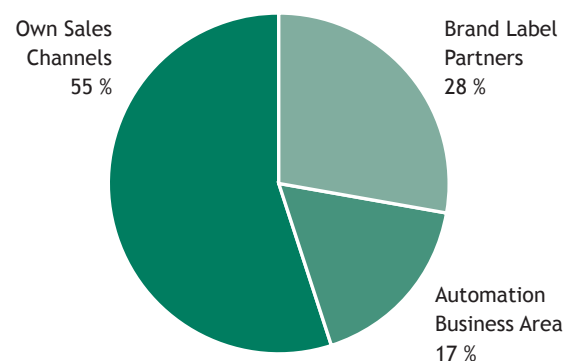
Operating profit rose to SEK 9.1 m (8.6) in the fourth quarter. Profit was subject to negative currency effects of SEK 3.3 m resulting from the appreciated Swedish krona in the final quarter. Profit for the full year grew by 55 per cent to SEK 53.0 m (34.2). Operating margins were 9.5 per cent (10.6) for the fourth quarter and 13.5 per cent (11.6) for the full year.

Invoicing, HMI Products



The bars and left-hand scale indicate quarterly invoicing. The curve and right-hand scale show rolling four quarter invoicing. Hitech Electronics is included from the second quarter 2005.

Invoicing by Sales Channel, HMI Products



Invoicing by the HMI Products business area's sales channels in 2006.

Other Financial Information

Consolidated investments including capitalized development expenses and acquisitions were SEK 36.4 m (157.4) in 2006. Cash flow from operating activities before change in working capital was SEK 69.5 m (54.5). Shareholders' equity amounted to SEK 204.1 m including minority interest share of SEK 7.3 m (150.5) at year-end. The equity ratio was 44.0 per cent (38.5). Liquid assets were SEK 91.9 m (63.7) and interest-bearing liabilities were SEK 80.7 m (82.4). Consolidated financial net assets were SEK 11.2 m (-18.7). The average number of employees was 314 (294).

Parent company Beijer Electronics AB's profit after financial items amounted to SEK 57.5 m (32.0), loan financing was SEK 51.0 m (59.5) and investments were SEK 4.8 m (7.5).

Significant Events in the Year

In February, Beijer Electronics signed a new, long-term master agreement with Tetra Pak for the supply of new E1000 operator terminals, based on the new EXTER terminal series. This master agreement is global and this business progressed positively in the year. Tetra Pak is one of the world's largest users of automation equipment.

In early April, Beijer Electronics decided to incorporate a subsidiary in Shanghai, China. This accentuates the group's aggressive strategy as a global HMI products player, after its acquisition of Hitech Electronics in Taiwan. The group already has a local distributor in China; the main tasks of the Chinese subsidiary will be to support the distributor and service the market as part of the launch of Beijer Electronics' new terminal series, EXTER. The Shanghai company is staffed with local professionals. Operations start fully in March 2007.

In June, Beijer Electronics signed an agreement with Mitsubishi Electric to take over distribution rights for its agencies in Denmark and the Baltic region, and those agencies Automation did not already possess in Finland. Coincident with the transaction, Mitsubishi Electric acquired 15 per cent of the Automation business area, which became effective on 1 October 2006. The consolidated capital gain was SEK 37.4 m. Simultaneously, Beijer Electronics Automation AB gained a new Board of Directors: Stig-Arne Blom from the parent company Board, Göran Sigfridsson, CEO of Beijer Electronics AB, Lars Ekelund, President of Automation and Noriaki Himi of Mitsubishi Electric Europe.

On 1 October, Beijer Electronics acquired parts of UTU Powel's automation business in Finland and the Baltic region through the automation business area. This deal was enabled

through the agreement with Mitsubishi Electric. The acquired operations mainly encompassed the sale of frequency inverters from Mitsubishi Electric in Finland, and Mitsubishi Electric's complete product range in the Baltic states, such as control systems, frequency inverters, servo systems and industrial robots. These operations have aggregate annualized sales of approximately SEK 40 m, and some 20 employees. The acquired operations generated sales of SEK 7.6 m in the fourth quarter 2006.

The total purchase price of this business was SEK 22.2 m. Acquired assets and liabilities amounted to SEK 23.4 m and SEK 1.2 m respectively. Thus acquired net assets were SEK 22.2 m, with intangible assets representing SEK 16.5 m.

As of 1 January 2007, the Automation business area took over Mitsubishi Electric's agencies on the Danish market. A new subsidiary, Beijer Electronics A/S, was incorporated simultaneously, with a new office opened outside Copenhagen.

From inception, the Danish office has been staffed by five professionals with lengthy experience of both the sector and the product range. This business is expected to have a total staff headcount of eight by year-end 2007. Moreover, in late 2006, a collaboration agreement was signed with the previous Danish distributor of Mitsubishi Electric's agencies, Lemvig-Müller.

Outlook for 2007

The past year finished briskly, and Beijer Electronics has made a positive start to the New Year. The market is expected to sustain positive progress. Automation now has a larger market to service, and has thus paved the way for good growth prospects in 2007. HMI Products has a strong and extended product range, and has established more sales channels, creating the prospects for continued good growth. Overall, Beijer Electronics sees good prospects to keep increasing sales and operating profit in 2007.

The Board of Directors
Malmö, Sweden, 8 February 2007

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This Financial Statement has been prepared pursuant to IAS 34 and RR 31. The accounting principles applied are consistent with those utilized in the preparation of the latest Annual Report. This Report has not been reviewed by Beijer Electronics' auditors.

Consolidated Statement of Changes to Shareholders' Equity, Full Year 2006

SEK000	Share Capital	Transaction Provision	Retained Earnings and Net Profit	Total	Minority Interest	Total Shareholders' Equity
OB, 1 Jan. 2006	6,222	12,545	131,739	150,506		150,506
Acquisition of minority					6,718	6,718
Dividends			-20,220	-20,220		-20,220
Translation difference		-23,691		-23,691	-179	-23,870
Net profit			90,269	90,269	717	90,986
CB, 31 Dec. 2006	6,222	-11,146	201,788	196,864	7,256	204,120

THE YEAR IN SUMMARY

INCOME STATEMENT

SEK 000	Q4, 2006	Q4, 2005	12 MTH 2006	12 MTH, 2005
Net turnover	195,536	168,345	735,011	615,288
Other operating revenue	1,312	4,826	11,440	15,189
Operating expenses	-174,795	-152,665	-650,846	-556,209
Depreciation	-5,059	-4,282	-18,789	-14,204
Share of profit in associated companies	166		347	
Operating profit	17,160	16,224	77,163	60,064
Net financial position*	37,623	-395	35,890	-1,468
Profit before tax	54,783	15,829	113,053	58,596
Estimated tax	-4,877	-4,084	-22,067	-17,422
Net profit	49,906	11,745	90,986	41,174
Relating to parent company's shareholders	49,189		90,269	
Relating to minority interest	717		717	
<i>Equivalent to earnings per share, SEK</i>	<i>7.91</i>	<i>1.89</i>	<i>14.51</i>	<i>6.62</i>
<i>* of which non-recurring profit</i>	<i>37,423</i>		<i>37,423</i>	

BALANCE SHEET

SEK 000	Dec. '06	Dec. '05
Assets		
Fixed assets	163,380	155,350
Current assets	208,127	171,663
Liquid assets and short-term investments	91,914	63,743
Total assets	463,421	390,756
Liabilities and shareholders' equity		
Shareholders' equity	196,865	150,534
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Long-term liabilities	89,711	108,281
Current liabilities	169,589	131,941
Total liabilities and shareholders' equity	463,421	390,756
<i>Of which interest-bearing liabilities</i>	<i>80,725</i>	<i>82,381</i>
Key Figures		
Operating margin, %	10.5 %	9.8 %
Profit margin, %	12.4 %	6.7 %
Equity ratio, %	44.0 %	38.5 %
Shareholders' equity per share, SEK	32.81	24.20
Earnings per share, SEK	14.51	6.62
Rolling 12-month EPS, SEK	51.3	31.0
Return on equity after tax, %	45.3	33.6
Return on capital employed, %	42.6	53.6
Return on net operating assets, %	314	294
Average number of employees		
<i>Number of shares 6,221,488</i>		
Cash Flow Statement		
Cash flow from operating activities	69,540	54,517
Change in working capital	-22,313	23,491
Cash flow from investment activity*	15,334	-130,057
Change in financing	-5,904	57,416
Dividends paid	-20,220	-18,664
Change in liquid assets	36,437	-13,297
Liquid assets and short-term investments, opening balance	63,743	74,646
Price/exch. rate change, liquid assets	-8,266	2,394
Liquid assets and short-term investments, closing balance	91,914	63,743

Beijer Electronics AB (publ)

Beijer Electronics is a development and agency corporation active in industrial automation with products and services marketed domestically and globally.

The Beijer Electronics group comprises the parent company Beijer Electronics AB with the subsidiaries Beijer Electronics Automation AB and Beijer Electronics Products AB. The group also has subsidiaries in China, Denmark, Estonia, Finland, Latvia, Lithuania, Norway, Taiwan, Germany and the US.

The product range includes programmable control systems, frequency inverters, servo systems, robots, operator systems, I/O systems and vision systems. The offering also includes services such as technical support, plus a comprehensive range of training packages and project management.

More Information

Subscription for financial information such as press releases, financial reports and Website updates is possible through Beijer Electronics' e-mail list. Subscription to the list is straightforward from Beijer Electronics' Website, www.beijergroup.com.

Questions relating to the Beijer Electronics group should be addressed to Management Assistant Annika Johnsson on tel: +46 (0)40 35 86 55, or via e-mail: info@beijergroup.com.

Forthcoming Financial Information

April 2007 Annual Report 2006
23 April 2007 Three-month Interim Report
23 April 2007 Annual General Meeting
16 August 2007 Six-month Interim Report
24 October 2007 Nine-month Interim Report

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