



LEDSTIERNAN

Interim Report January – March 2007

- The Parent Company's profit after tax for the first quarter 2007 was MSEK 1.1 (15.3), equivalent to SEK 0.00 (0.11) per share. The result for 2007 includes a net gain amounting to MSEK 4.9 from the winding up of The Phone Pages now in progress. The result for 2006 includes a gain of approximately MSEK 17 from the sale of Interpeak.
- Equity in the Parent Company as per 31 March 2007 amounted to MSEK 521.7 (372.8), equivalent to SEK 1.82 (2.61) per share. The equity ratio was 99 (96) percent.
- The Group's net sales for the first quarter 2007 amounted to MSEK 127.3.
- The Group's profit after tax for the first quarter 2007 was MSEK 5.0, equivalent to SEK 0.02 per share.

Ledstierman AB (publ) is a venture capital company with the business concept to, as an active owner, help growth companies realize their potential with a view to attain maximum long-term value growth. The portfolio currently comprises 11 core investments. The Company's shares are listed on the Stockholm Stock Exchange. www.ledstierman.com



SIGNIFICANT EVENTS DURING THE PERIOD

Metrima's order intake rose, which brought a need for more working capital. As a result Ledstiernan lent another MSEK 10 to Metrima. Other major owners also lent MSEK 10 to Metrima at the same time.

Ledstiernan has received a dividend of MSEK 10.3 from The Phone Pages. As noted earlier The Phone Pages no longer runs any operations since the company divested its entire patent portfolio. In connection with receiving the dividend Ledstiernan wrote down the value of the shares in The Phone Pages by MSEK 5.4. The book value in the Parent Company after the write-down of the shares in The Phone Pages is MSEK 4.4, which corresponds to Ledstiernan's share of the remaining net assets in The Phone Pages.

PARENT COMPANY

Result

The Parent Company's profit after tax for the first quarter 2007 was MSEK 1.1 (15.3), equivalent to SEK 0.00 (0.11) per share. The result includes a dividend amounting to MSEK 10.3 received from The Phone Pages and a write-down of the shares in The Phone Pages by MSEK 5.4. The result for 2006 includes a gain of MSEK 17 from the sale of Interpeak.

Central costs and income

Net administrative costs for the first quarter 2007 totaled MSEK 4.5 (3.1), of which personnel costs represented MSEK 1.5 (1.9). Other administrative costs amounted to MSEK 3.0 (1.8). Net financial items totaled MSEK 0.7 (-2.3). The number of employees at the end of the period was 5 (5).

Financial standing

The Parent Company had per 31 March 2007 bank balances amounting to MSEK 72.2 (62.2). Of this MSEK 9.5 (12) was blocked as security for guarantees the Parent Company provided in connection with sales of portfolio companies or for the benefit of existing portfolio companies. The majority of these blocked funds will be released during 2007. The Parent Company has no interest-bearing liabilities. The equity ratio was 99 (96) percent.

Investments

Gross investments during the first quarter 2007 totaled MSEK 16.7 (44). Investments during the period refer primarily to loans made to Metrima. In addition smaller investments were made in ipUnplugged, Repeatit and EasyPark, among others.

Divestments

No major divestments were made during the period.

Write-downs

Write-downs during the first quarter totaled MSEK 5.4 (0) and refer to The Phone Pages.



LEDSTIERNAN

Equity

As per 31 March 2007 the Parent Company's equity amounted to MSEK 521.7 (372.8), equivalent to SEK 1.82 (2.61) per share.

Amounts in SEK thousand 31 March 2007	Book value			
	Holding	Shares	Loans	Total
Columbitech AB	17.3%	18.6	1.0	19.6
Continuent Inc	31.3%	13.1	1.4	14.4
EasyPark ASA	27.7%	44.6	1.6	46.3
ipUnplugged AB	35.6%	45.9		45.9
Metrima AB	60.6%	87.8	110.3	198.1
Millennium Media Group AB	36.2%	21.1	1.8	22.9
Polstiernan Industri AB	70.0%	49.2	6.0	55.2
Repeatit AB	54.4%	12.2	2.0	14.3
Soft Capital Investment AB	18.0%	0.1	6.5	6.6
Voice Provider Holding AB	47.6%	7.8		7.8
Book value core holdings		300.4	130.7	431.1
Other holdings		12.0	1.9	13.9
Book value portfolio companies		312.4	132.6	445.0
Other assets				6.3
Bank balances				75.2
Deducted: Liabilities				-4.8
Total equity				521.7
Total equity per share, SEK				1.82

Information about the portfolio companies

Ledstiernan reports sales and profits in the portfolio companies semi-annually, in the interim reports for the second and fourth quarters. Sales and profits in Polstiernan Industri, however, are reported each quarter.

INDUSTRY

Polstiernan

- Sales for the first quarter of 2007 totaled MSEK 127.3. Sales for the same period last year (pro forma) totaled MSEK 105.5.
- The profit after net financial items for the first quarter of 2007 totaled MSEK 11.3. Profit after net financial items for the same period last year (pro forma) was MSEK 8.1.
- At the beginning of 2007 Polstiernan received a number of important orders. Sales for the whole year 2007 are expected to exceed sales for 2006 considerably.

Polstiernan operates through its subsidiary Pallco AB manufacturing and finishing of products in steel and aluminum. Its customers are found primarily in the furniture, telecom, automotive and home appliance industries. Pallco takes on complete orders, which can mean anything from participating in designing, drafting and producing prototypes to production, quality and logistics.

MEDIA & ENTERTAINMENT

Millennium Media Group

- MMG has signed contracts with cable TV companies and other operators in Sweden and the Baltic countries regarding the channels VOOM and Silver, among others. In the beginning of May 2007, Silver was launched through Canal Digital to more than 900,000 customers.
- MMG's channels are now being distributed to over 5 million households in 9 countries.
- MMG has also reached an agreement, as the first movie channel supplier in Europe, with the mobile telephone company 3 regarding distribution of Silver via mobile phones.

Millennium Media Group ("MMG") is a fast-growing media group whose primary operations include acquiring and distributing film and TV rights and developing and operating TV channels. With Sweden as its base MMG operates internationally through the group's four wholly-owned subsidiaries NonStop Television AB, NonStop Entertainment AB, NonStop Sales AB and PrimeText International AB.

Soft Capital

- Since the launch of the bingo site Bertil the company has shown strong growth in the number of registered members. At the end of March 2007 the number of registered members was 55 000.

Soft Capital Investment AB is a holding company with, at present, one wholly-owned subsidiary, Bertil in Malta Ltd ("Bertil"). Bertil has received a gaming license from the Lotteries and Gaming Authority on Malta which permits Bertil, among other things, to run bingo on the Internet. Bertil will offer on select markets in Europe a niched site that focuses on bingo in a modern, entertaining and innovative version.

TECHNOLOGY SOLUTIONS AND SERVICES

EasyPark

- On the Nordic market EasyPark is showing considerably stronger growth than for the same period last year.
- The company's introduction onto the German market is proceeding according to plan.

EasyPark offers customers simpler, safer, more convenient and more cost-efficient payment and administration of parking and other related fees. EasyPark makes it possible for parking operators to offer better service and at the same time reduce costs for coin and card transactions and, in the long run, eliminate expensive and outmoded parking meters.

**Metrima**

- Installation of electricity meters under existing contracts within the business area Energy is proceeding according to plan. Metrima is presently negotiating new business proposals in Sweden with a number of network companies and is discussing business opportunities outside of Sweden with European actors. As a start, a small order was received from Åland.
- Metrima has met with a great deal of interest in the company's products in the business area Real Estate. Metrima has received a large number of orders from real estate companies and housing cooperatives at the beginning of 2007. Growth in the first quarter 2007 is considerably stronger than during the same period last year.
- Metrima has intensified its marketing in the business area District Heating since the end of 2006. This effort is now beginning to give results, and sales within the business area District Heating are showing much stronger growth in 2007 than the year before.

Metrima develops, manufactures and markets products and systems for multiple-type metering, that is, measurement of electricity, district heating, district cooling, water and gas. Metrima's organization comprises three business areas: Energy, District Heat and Real Estate. Their common denominator is that they are all concerned with measuring different kinds of energy. Metrima's products and systems make it possible to charge customers for the exact amount used and individual customers can check how much they consume. Being able to check one's energy consumption and pay for the electricity, heating or water actually consumed increases consciousness and creates an incentive to save considerable amounts of energy and reduces effects on the environment. Customers are found primarily among network companies, district heating companies and real estate and housing companies in Sweden and some thirty other countries.

Voice Provider

- Voice Provider has continually increased its customer base during the last few years. Customer contracts usually extend over several years and generate steady income throughout the contract period.
- At the beginning of 2007 Voice Provider, in cooperation with Addici, launched a voice-controlled booking service for Bilprovningen. Voice Provider is the leading supplier of voice-controlled telephony services in the Scandinavian market. Voice Provider's products are built on open standards and have been developed to be scalable, stable and developable. The target group is companies and organizations who want to improve and to render more efficient their services to customers. Voice Provider's customers include SAS, Sweden's postal service, Svenska Golfbörbundet, Norway's postal service, NSB in Norway, DSB-Rejseplanen in Denmark, ATG, Svenska Spel, Swebus Express and BGC.

VENTURE**Columbitech**

- In April Columbitech received an order for software licenses and support at an initial value of about MSEK 17.5 from a leading American retail company.
 - The company is expected to show strong growth in 2007.
- Columbitech is a global supplier of software for high-performance, secure wireless access. The company is a market leader in the retail and public sectors globally with more than 1.4 million installed licenses, which includes installations in three of the largest retail chains in the US.

Continuent

- Continuent is focusing on transferring existing customers to the new product ("uni/cluster") which was introduced at the end of 2006.
 - The company is continuing its development of uni/cluster to improve functionality and to simplify implementation by customers.
- Continuent develops and markets solutions for database accessibility. They ensure that customers' data systems and it-supported business processes function without interruption around the clock.

ipUnplugged

- Sales during the first quarter 2007 increased compared with the same period last year.
- The company has received an important order from a leading European telecom operator.
- ipUnplugged has received an order for installation in a hospital in the US. The health care sector represents a new and interesting field for ipUnplugged.

ipUnplugged is a technology development company that develops software for safe wireless and mobile connections for laptop computers and handheld units.

Repeatit

- Repeatit has signed a contract with a sub-supplier who will take over most purchasing of components, assembly and distribution of Repeatit's products. This is expected to result in improved cash flow and lower production costs for Repeatit and to increase precision of deliveries to customers.
 - During the first quarter 2007 Repeatit launched a number of new products with improved functionality and better performance.
- Repeatit develops and markets a radio-based solution for fixed wireless broadband which has quickly established itself in the growing market for broadband outside city centers. Applications that use the products are, above all, fixed wireless networks, security and supervision, hotspot solutions, reading electricity meters and building up temporary networks for trade fairs, construction sites and the like.

GROUP

Polstierman and Pallco are the only companies that are consolidated in the Group's accounts. Other portfolio companies are included in the consolidated accounts as associated companies or financial investments. This makes analysis of the consolidated accounts difficult and for an appropriate analysis an examination of the development and standing of each individual company should be made.

Comparative figures

In connection with the conversion to reporting according to IFRS Ledstiernan drew up comparative figures for the entire year 2005 in the Group accounts. The comparative figures with regard to the Parent Company were converted to accord with IFRS. Ledstiernan did not establish fair value in accordance with IAS 39 regarding the portfolio companies on a quarterly basis in 2006, and therefore comparative figures per quarter cannot be given for 2006.

Fair value

Ledstiernan reports shares in and receivables from portfolio companies that are not subsidiaries at fair value in the Group balance sheet and changes in value regarding the portfolio companies are reported in the Group income statement. Fair value is established in accordance with the methods stated in the annual report for 2006.

The fair value of shares and receivables with respect to associated companies and financial investments in Ledstiernan's portfolio amounted per 31 March 2007 to MSEK 452. Polstiernan Industri and Pallco are reported in the Group accounts as subsidiaries and thus are not included in the calculation of fair value. Total fair value exceeds the Parent Company's total book value regarding shares and receivables in the portfolio, excluding Polstiernan Industri, by MSEK 63.

Option in Polstiernan Industri AB

Ledstiernan has an option to acquire, and the other owners have an option to sell, the remaining 30 percent of the shares in Polstiernan Industri. This option can be exercised during a period of time in 2009. The price of the remaining 30 percent of the shares will be established by multiplying the average operating profit/loss over a period of time from 2007 to 2009 by a factor fixed in advance. In the consolidated balance sheet Polstiernan Industri is reported, in accordance with IFRS 3 and IAS 27, as though this option had already been exercised. The price for the remaining 30 percent is assumed to be MSEK 60, which is reported as a long-term non-interest bearing liability in the consolidated balance sheet. Goodwill is calculated based on this assumed price as though Ledstiernan owned 100 percent of Polstiernan Industri. For this reason no minority shares are reported for the Group. Of the Group's goodwill as per 31 March 2007, MSEK 39 refers to the assumed price for the remaining 30 percent of the shares in Polstiernan Industri. Goodwill and liabilities with respect to the price for the remaining 30 percent of the shares may be adjusted in the future depending on the results in Pallco and Polstiernan Industri.

Sales, profit and financial standing

The Group's sales in the first quarter 2007 amounted to MSEK 127.3, the operating profit was MSEK 7.9 and the profit after tax was MSEK 5.0. The result includes an adjustment of the value of financial instruments totaling MSEK -9.6. This change in value is entirely assignable to The Phone Pages and is a consequence of the dividend that was paid in 2007. Ledstiernan has received MSEK 10.3 in dividends from The Phone Pages in 2007. Bank balances per 31 March 2007 totaled MSEK 101.0. Of this MSEK 9.5 was blocked as security for guarantees Ledstiernan provided in connection with sales of portfolio companies or for the benefit of existing portfolio companies. The majority of these blocked funds will be released during 2007. Interest-bearing liabilities amounted to MSEK 47.5. The Group's interest-bearing liabilities refer to liabilities in Polstiernan Industri AB which were taken over as a component in financing the acquisition of Pallco and liabilities regarding pensions. Non-interest bearing long-term liabilities amounted to MSEK 78.1 and includes the assumed price for the remaining 30 percent of Polstiernan Industri in accordance with the option described above. The equity ratio was 75 percent.

FUTURE PROSPECTS

Ledstiernan has chosen not to give any general assessments of future prospects as it has done in earlier reports. Instead information on the development of each portfolio company is given.

ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34, "Interim Financial Reporting". The same accounting principles have been applied as those for the annual report for 2006.



LEDSTIERNAN

EVENTS AFTER THE END OF THE PERIOD

In April 2007 Ledstiernan invested in Katshing Netsales AB. Katshing sells mobile phones, accessories, mobile phone subscriptions and related services over the Internet. The company was founded in 2003 and is today the largest pure Internet actor in mobile telephony in Sweden. Katshing's strategy is to be a leader in terms of price and to be the most cost-effective distribution channel for operators and mobile phone manufacturers vis-à-vis consumers. The company has expanded considerably since starting up and has shown profits each year in operation. The company has no debts. Sales for the fiscal year 1 May 2006 – 30 April 2007 amounted to a preliminary total of MSEK 114 (52), corresponding to an increase compared with the year before of 119 percent. Profits after net financial items for 2006/2007 amounted to a preliminary total of MSEK 2 (0).

Ledstiernan made the acquisition by acquiring in a first phase 20 percent of the shares in the company Wazoo Holding AB which owns 100 percent of the shares in Katshing. The purchase sum was MSEK 6. Ledstiernan has an option to increase its ownership to 35 – 40 percent of the shares in the company in the fall of 2007. Other owners are the founders Anders Pihl and Björn Pihl and the company's president Anders Steen. Katshing is Ledstiernan's first acquisition in the area of trade and distribution. Ledstiernan intends to expand operations in this area, partly through organic expansion of Katshing both in Sweden and in other countries, and partly through further investments in other companies in this sector.

Stockholm, 15 May 2007

Board of Directors
Ledstiernan AB (publ)

This report has not been examined by the Company's auditors.

Financials 2007

Interim report January – June 2007

22 August 2007, 8.00 AM

Interim report January – September 2007

7 November 2007, 8.00 AM

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INCOME STATEMENT, PARENT COMPANY Amounts in SEK thousands	2007	2006	2006
	Jan – Mar	Jan – Mar	Jan – Dec
Profit/loss portfolio holdings			
Exit profit	-2	17,492	17,123
Dividend	10,264	-	-
Write-downs	-5,401	-90	-22,041
Reversals	-	2,669	-
Adjustment in value of financial instruments	-	667	-5,087
Other operating income	41	485	1,001
Operating costs			
Administrative costs	-4,513	-3,590	-15,902
Depreciation	-56	-57	-189
Operating profit/loss	333	17,576	-25,095
Financial items	735	-2,273	2,655
Profit/loss after financial items	1,068	15,303	-22,440
Tax	-	-	-
Profit/loss for the period	1,068	15,303	-22,440
Average number of shares	285,968,210	142,984,105	226,391,500
Number of shares at end of period	285,968,210	142,984,105	285,968,210
Profit/loss per share, SEK ¹⁾	0.00	0.11	-0.10

¹⁾ Ledstierman had as per 31 March 2007 3 984 055 warrants outstanding. Each warrant entitles the owner to subscribe for one share at a price of SEK 4.60 up to and including 31 December 2007. Due to the difference between the subscription price and the current market price the warrants carry at present no dilution effect.

BALANCE SHEET, PARENT COMPANY Amounts in SEK thousands	2007	2006	2006
	31 Mar	31 Mar	31 Dec
Tangible fixed assets	294	357	268
Financial fixed assets	444,991	320,026	433,824
Short-term receivables	6,036	4,048	8,524
Bank balances and short-term investments	75,200	62,231	82,577
Total assets	526,521	386,662	525,193
Equity	521,725	372,817	520,657
Interest-bearing short-term liabilities	-	10,000	-
Non-interest bearing short-term liabilities	4,796	3,845	4,536
Total equity and liabilities	526,521	386,662	525,193
CASH FLOW ANALYSIS, PARENT COMPANY Amounts in SEK thousands	2007	2006	2006
	Jan – Mar	Jan – Mar	Jan – Dec
Cash flow from operations	6,510	-5,379	-11,713
Changes in working capital	307	-3,302	-7,288
Cash flow from current operations	6,817	-8,681	-19,001
Cash flow from investment operations	-14,194	3,123	-141,795
Cash flow from financial operations	0	10,000	185,584
Cash flow for the period	-7,377	4,442	24,788
Liquid funds at beginning of period	82,577	57,789	57,789
Liquid funds at end of period	75,200	62,231	82,577

INCOME STATEMENT, GROUP	2007	2006
Amounts in SEK thousands	Jan – Mar	Jan – Dec
Net sales	127,322	111,277
Adjustment in value of financial instruments and associated companies	-9,622	10,111
Dividend	10,264	-
Other operating income	574	1,001
Other operating costs	-115,768	-115,297
Depreciation	-4,862	-3,810
Operating profit	7,908	3,282
Financial items	217	1,477
Profit after financial items	8,125	4,760
Tax	-3,118	-2,418
Net profit	5,007	2,342
Average number of shares	285,968,210	226,391,500
Number of shares at end of period	285,968,210	285,968,210
Profit per share, SEK ¹⁾	0.02	0.01

¹⁾ Ledstierman had as per 31 March 2007 3 984 055 warrants outstanding. Each warrant entitles the owner to subscribe for one share at a price of SEK 4.60 up to and including 31 December 2007. Due to the difference between the subscription price and the current market price the warrants carry at present no dilution effect.

BALANCE SHEET, GROUP	2007	2006
Amounts in SEK thousands	31 Mar	31 Dec
Intangible fixed assets	80,182	80,704
Tangible fixed assets	80,846	80,851
Financial fixed assets	452,511	444,913
Short-term receivables	84,332	94,745
Bank balances and short-term investments	101,022	86,594
Total assets	798,893	787,807
Equity	595,732	592,103
Non-interest bearing long-term liabilities	78,055	76,939
Interest-bearing liabilities	47,525	47,600
Non-interest bearing short-term liabilities	77,581	71,165
Total equity and liabilities	798,893	787,807

CASH FLOW ANALYSIS, GROUP	2007	2006
Amounts in SEK thousands	Jan – Mar	Jan – Dec
Cash flow from operations	20,320	-218
Changes in working capital	12,457	-8,000
Cash flow from current operations	32,777	-8,218
Cash flow from investment operations	-18,349	-188,975
Cash flow from financial operations	0	225,998
Cash flow for the period	14,428	28,805
Liquid funds at beginning of period	86,594	57,789
Liquid funds at end of period	101,022	86,594

CHANGES IN EQUITY, PARENT COMPANY Amounts in SEK thousands	2007	2006	2006
	Jan – Mar	Jan – Mar	Jan – Dec
Amount at 1 January	520,657	357,514	357,514
Issue of new shares	-	-	185,583
Profit/loss for the period	1,068	15,303	-22,440
Amount at end of period	521,725	372,817	520,657

CHANGES IN EQUITY, GROUP Amounts in SEK thousands	2007	2006
	Jan – Mar	Jan – Dec
Amount at 1 January	592,103	404,179
Issue of new shares	-	185,583
Other	-1,378	-
Profit/loss for the period	5,007	2,342
Amount at end of period	595,732	592,103

KEY RATIOS	2007	2006	2006	2005	2004	2003	2002
	31 Mar	31 Mar	31 Dec	31 Dec	31 Dec	31 Dec	31 Dec
Data per share							
Equity/share in Parent Company, SEK	1.82	2.61	1.82	2.50	2.97	3.33	4.26
Equity/share in Group, SEK	2.08	-	2.07	2.83	-	-	-
Profit/loss per share in Parent Company, SEK	0.00	0.11	-0.10	-0.50	-0.38	-0.93	-1.06
Profit/loss per share in Group, SEK	0.02	-	0.01	-0.88	-	-	-
Number of shares, thousands	285,968	142,984	285,968	142,984	140,399	136,834	136,834
Average number of shares, thousands	285,968	142,984	226,391	141,907	139,804	136,834	122,822
Outstanding warrants, thousands	3,984	3,666	3,984	3,666	-	-	-
Share price at end of period, SEK	1.51	3.08	1.83	4.05	3.23	2.80	3.10
Market value at end of period, MSEK	432	440	523	579	453	383	424
Dividend/share, SEK	-	-	0	0	0	0	0
Profit and standing, Parent Company							
Profit/loss in portfolio holdings, MSEK	5	21	-10	-53	-46	-115	-114
Operating profit/loss, MSEK	0	18	-25	-78	-61	-134	-140
Profit/loss after tax, MSEK	1	15	-22	-71	-53	-128	-130
Equity, MSEK	522	373	521	358	417	456	583
Equity ratio, %	99	96	99	98	98	99	96
Capital invested in existing portfolio, MSEK	598	448	582	443	426	547	576
Capital invested / share, SEK	2.09	3.13	2.03	3.10	3.03	3.99	4.21
Book value of portfolio, MSEK	445	320	434	302	308	313	357
Book value of portfolio / share, SEK	1.56	2.24	1.52	2.11	2.19	2.29	2.61
Administrative costs / average equity, %	2.83	6.2	3.19	6.61	3.86	3.54	4.14
Cash/share, SEK	0.26	0.44	0.29	0.40	0.81	1.04	1.69
Number of employees at end of period	5	5	5	5	7	9	9
Profit and standing, Group							
Net sales, MSEK	127	-	111	-	-	-	-
Operating profit/loss, MSEK	8	-	3	-	-	-	-
Profit/loss after tax, MSEK	5	-	2	-	-	-	-
Equity, MSEK	596	-	592	-	-	-	-
Equity ratio, %	75	-	75	-	-	-	-
Number of employees at end of period	195	-	180	-	-	-	-