

2009

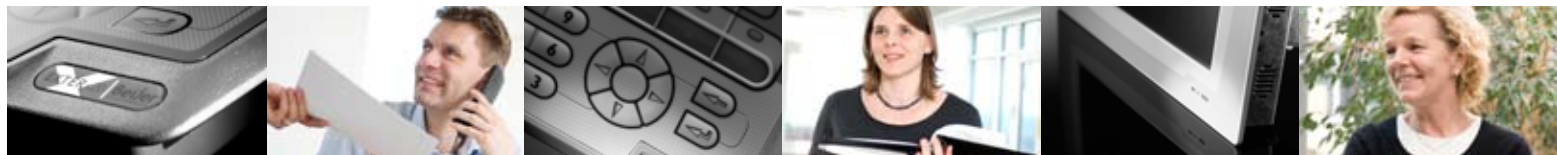


INTERIM REPORT



JANUARY—SEPTEMBER

- Net sales were 812.7 MSEK (957.1)
- Operating profit was 43.7 MSEK (89.4), charged with non-recurring expenses of 7.5 MSEK in the second quarter
- Profit after tax amounted to 27.5 MSEK (53.0)
- Earnings per share after tax were 4.26 SEK (7.91)
- Cash flow in the period was strong
- Cost-cutting is ahead of plan and the goal for the rationalization package this year has been upgraded to 70 MSEK from the 50 MSEK previously communicated
- Order intake in the period stabilized
- Clear improvement of operating margin in the third quarter (7%) compared to the second quarter (4.7%)



Interim Report, Beijer Electronics AB

January 1–September 30, 2009

Comments from Fredrik Jönsson, CEO

“As previously communicated, Beijer Electronics launched a rationalization package to cut costs by 50 MSEK in 2009, to compensate for lower volumes. Our cost reductions are ahead of plan and for the full year 2009, savings will be 70 MSEK.

In the third quarter, we noted how demand stabilized at a lower level. While the summer was weak, there was an improvement in the latter half of the third quarter. Despite lower volumes, and thanks to the early implementation of our cost-cutting package, Beijer Electronics posted what, in the circumstances, is reasonable profitability in the quarter. The lower profit is fully explained by these lower volumes.

We also put a sharp focus on our Balance Sheet to reduce inventories and accounts receivable. This resulted in strong cash flow.

First and foremost, our focus in 2009 has been to optimize our cost base and enhance processes and routines so

we can work more effectively. In addition, we have created a more effective sales structure by reorganizing our sales resources. I'm pleased that we can see a substantial improvement in Asia as a result of a better business climate and sharper sales focus.

By downscaling our costs early, we can now focus on forward-looking activities on the market. Product development remains our top priority and a number of new products will be launched in late-2009 and early-2010. A global product development organization was created in HMI Products in the quarter to rationalize and further utilize the synergies from previous acquisitions.

General demand for electronic components has risen, which risks leading to a component shortage on the global market.

Because of its size on the Nordic market, the Automation business area has been hit hardest by this deep recession. We are now seeing a tendency towards stabilization as several of our large customers are starting to upscale volumes.

Business Area Turnover and Operating Profit

	Turnover Quarter 3		Operating Profit Quarter 3		Turnover 9 months		Operating Profit 9 months	
MSEK	0909	0809	0909	0809	0909	0809	0909	0809
Beijer Electronics Automation Group	102.8	140.8	-0.3	9.7	360.5	456.5	10.3 *	29.5
Beijer Electronics Products Group	98.3	125.8	6.3	17.7	313.7	379.0	22.1 *	50.3
Westermo Teleindustri Group	65.7	61.7	9.5	8.1	192.1	187.6	19.8 *	16.0
Intra-group sales	-16.5	-21.3			-53.6	-66.1		
Group adjustments, depreciation and amortization			2.0	-3.3			-0.9	-6.3
Non-recurring items							-7.5	
Beijer Electronics Group	250.3	307.0	17.5	32.2	812.7	957.1	43.7	89.4

* Excluding non-recurring items



The HMI Products business area consolidated its position and posted improved order intake over the past five months. With restructuring completed, the business area is well positioned when demand turns upwards.

The IDC business area has continued to perform convincingly with healthy sales growth and profit performance. The business area has substantial future potential and its focus is on developing global sales channels.

Overall, Beijer Electronics is well positioned with its organization and cost base that can cope with larger volumes in a more positive market. I'm convinced that the group will emerge stronger from the economic crisis with higher long-term profitability."

Group Sales

The industrial automation market remained weak in the

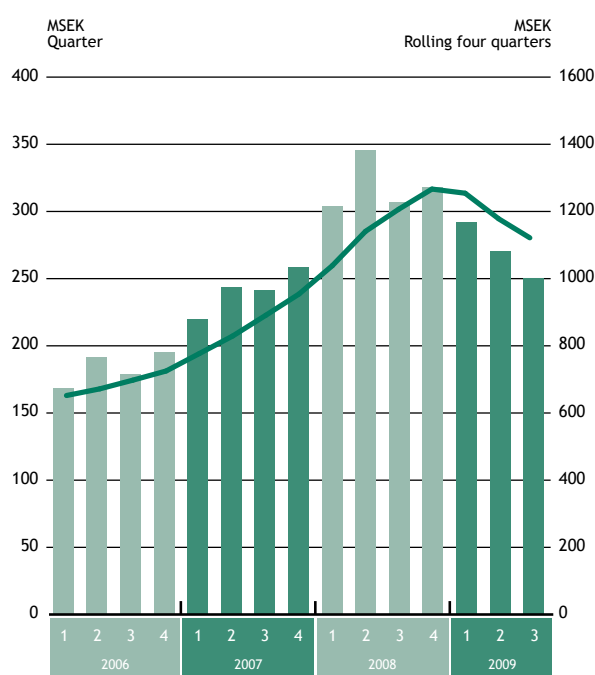
third quarter, but the rate of the downturn has slowed and was lower than in the second quarter. This indicates that demand has stabilized, as suggested by order intake in the latter half of the quarter.

Overall, Beijer Electronics judges that global demand reduced by a total of some 30% in volume terms in the first nine months of the year. Investments in infrastructure projects were fairly stable, while order intake from, and sales to, manufacturing industry reduced markedly.

The sharp demand downturn has affected Beijer Electronics' group sales. Group sales fell by 15% to 812.7 MSEK (957.1) in the first nine months of the year. Adjusted for currency fluctuations, the downturn was 21%. In the third quarter, sales were 250.3 MSEK (307.0), an 18% reduction, or 22% currency adjusted.

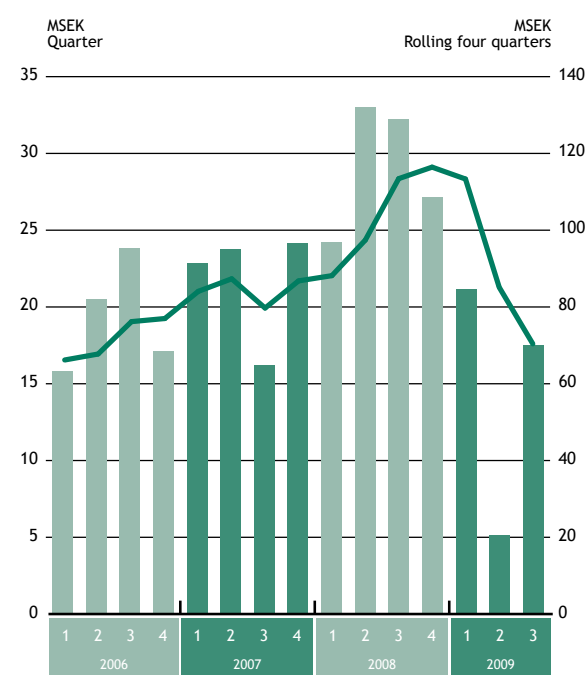
Group order intake reduced by 16% in the nine-month

Group Invoicing

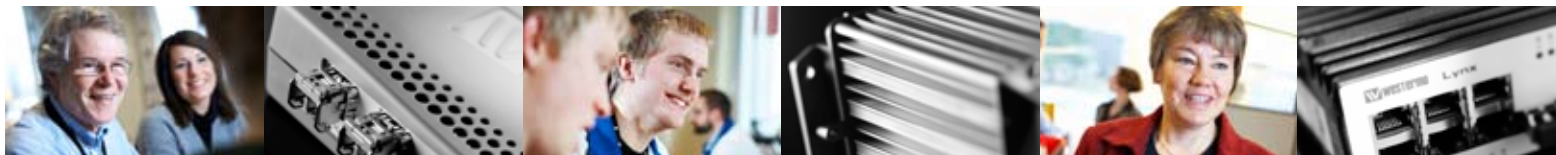


▲ The bars and left-hand scale indicate quarterly invoicing. The green curve and right-hand scale show rolling four quarter invoicing.

Group Operating Profit



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



period and fell by 20% in the second quarter. We saw a clear improvement in the third quarter, when order intake was down 14%, and in September, the downturn was 9%.

Sales were lower on all markets apart from China, where sales grew robustly in the second and third quarters. Sales in Sweden, the group's single biggest market, were down 16% in the nine-month period but the rate of decrease was much slower in the third quarter. Sales performance in the other Nordic countries was weak. Sales in Germany reduced by over 20% in the nine-month period and by 1% in the rest of Europe. Sales in the US fell 39%.

Group Operating Profit

Group operating profit was 43.7 MSEK (89.4) in the nine-month period. Profit was charged with non-recurring expenses of 7.5 MSEK in the second quarter. Operating margin excluding non-recurring expenses was 6.3% (9.3). Lower profits are due to sharply reduced sales volumes, which resulted in lower gross profits. Lower gross profits were offset by a rationalization package and ongoing

cost rationalization. These activities cut overheads by 42 MSEK in the nine-month period and helped to mitigate the operating profit downturn. Currency adjusted, the savings were 58 MSEK.

Third-quarter operating profit was 17.5 MSEK (32.2), equivalent to a 46% reduction year on year, but a 39% increase compared to profit before non-recurring expenses in the second quarter. Operating margin was 7.0% (10.5), compared to 4.7% in the second quarter.

Group Profit before and after Tax

Group profit before tax was 42.1 MSEK (76.8) in the first three quarters, and 18.8 MSEK (27.7) in the third quarter. Net financial items were -1.6 MSEK (-12.6) and 1.3 MSEK (-4.5) for each period. Profit after estimated tax was 27.5 MSEK (53.0) in the nine-month period and 13.2 MSEK (17.2) in the third quarter. Earnings per share after estimated tax for the nine-month period were 4.26 SEK (7.91).



The Automation Business Area

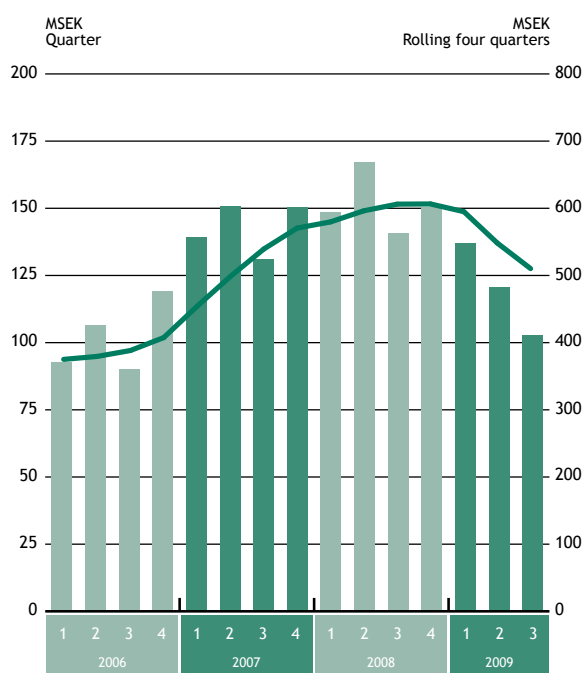
The Nordic markets continued to make weak progress in the period, although there were signs of stabilization late in the period. In the summer months, activity in the business area's primary customer groups within manufacturing was very low. The business area's initiative aimed at vertical markets like real estate automation and water treatment has paid off well and the business area has now increased its sales share. Overall demand reduced most in Denmark, Finland and Norway, while the rate of downturn in Sweden was far lower. The business area's total order intake reduced by 23% in the first three quarters.

The business area has been substantially affected by weak demand on the market. Automation's sales were 360.5

MSEK (456.5) in the first three quarters. In the third quarter, sales were 102.8 MSEK (140.8).

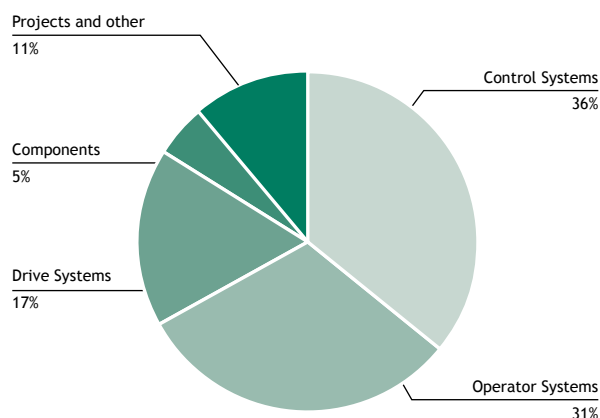
Operating profit for the nine-month period was 7.6 MSEK (29.5), charged with non-recurring expenses of 2.7 MSEK in the second quarter. Operating margin excluding non-recurring expenses was 2.9% (6.5). The lower profits are due to lower sales volumes and somewhat lower gross profit margins. The business area has succeeded well in offsetting increased purchasing expenses in foreign currency. Lower overheads totaling 20 MSEK moderated the profit downturn. Third-quarter profit was a deficit of -0.3 MSEK (9.7), equating to a margin of -0.3% (6.9).

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 the first 9 months 2009.



The HMI Products Business Area

The market for HMI Products achieved a relative improvement in the third quarter, when the rate of the demand downturn reduced sharply. Business area order intake fell by 8% in the third quarter, against 26% in the first half-year and 20% in the first nine months. Order intake has increased for five consecutive months.

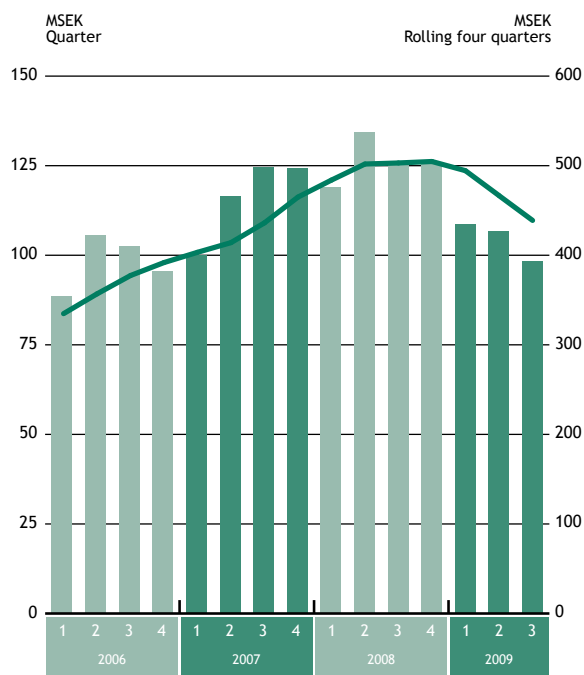
A reorganization of product development was conducted in the quarter, with the development of software, testing and product design concentrated on Sweden and the development of hardware on Germany. The business area's strength with its capacity for customer-specific solutions was retained through local technical application resources. In the quarter, we have also witnessed a turnaround and

a distinct improvement in Asia due to a better business climate and better structure of sales resources.

Business area sales were 313.7 MSEK (379.0) in the nine-month period. Sales in the third quarter were 98.3 MSEK (125.8).

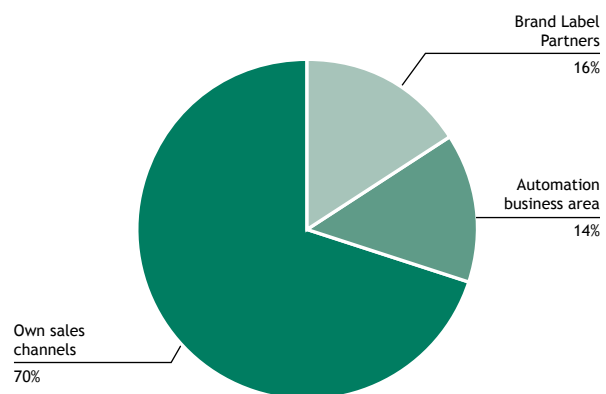
Operating profit for the first three quarters was 19.3 MSEK (50.3), charged with non-recurring expenses of 2.8 MSEK in the second quarter. Operating margin excluding non-recurring expenses was 7.0% (13.3). The profit downturn is due to lower volumes and lower gross margins, while reduced overheads totaling 17 MSEK moderated the downturn. Third-quarter profit was 6.3 MSEK (17.7), equivalent to a margin of 6.4% (14.1).

Invoicing, HMI Products



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

Invoicing by Sales Channel, HMI Products



▲ Invoicing by the HMI Products business area's sales channels in the first 9 months of 2009.



The Industrial Data Communications Business Area

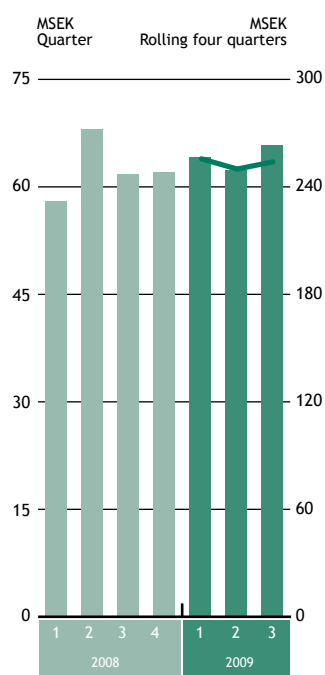
A high share of Industrial Data Communication's (IDC) market is in less cyclical segments, and accordingly, has been less affected by the global recession. Business area order intake continued to increase by a total of 16% in the third quarter and 11% in the first three quarters.

On the German market, the business area shifted focus in the spring from the machine building industry to solutions for the water treatment, energy and transportation segments, with successful results and rising sales. IDC also secured a major order for Ethernet switches from BAE Systems of the UK, worth a total of 35 MSEK. Deliveries of some 6 MSEK are scheduled for 2009.

IDC's sales rose to 192.1 MSEK (187.6) in the first nine months. In the third quarter, sales rose by 6% to 65.7 MSEK (61.7).

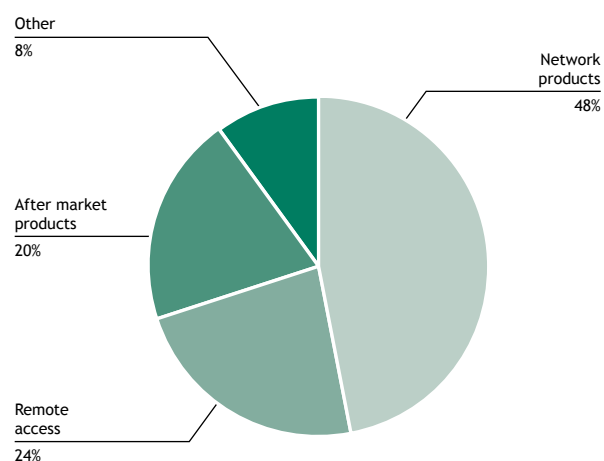
Operating profit increased to 18.2 MSEK (16.0) in the nine-month period, charged with non-recurring expenses of 1.6 MSEK in the second quarter. Excluding non-recurring expenses, operating margin was 10.3% (8.5). The profit increase is explained by firm cost control, more efficient production and good sales. Third-quarter profit rose to 9.5 MSEK (8.1), equating to a margin of 14.5% (13.1).

Invoicing, IDC



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

Invoicing by Product Segment, IDC



▲ Invoicing by the Industrial Data Communications (IDC) business area's product categories in the first 9 months of 2009.



Other Financial Information

Group investments including capitalized development expenses and acquisitions were 25.0 MSEK (256.4) in the first three quarters. The major difference on the previous year is due to the acquisition of Westermo in 2008. Cash flow from operating activities including changes in working capital was 104.1 MSEK (45.9) in the nine-month period. Shareholders' equity was 295.1 MSEK (262.7) as of September 30, 2009. The equity ratio was 32.1% (26.2). Cash and cash equivalents were 97.3 MSEK (72.2) as of the same date. Interest-bearing liabilities were 385.4 MSEK (432.5). The average number of employees was 549 (597).

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 1 January 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.

Outlook for the Full Year 2009

Sales and profits for the full year 2009 will be lower than in 2008. Beijer Electronics judges that the bottom of the market has passed and that there are prospects for a recovery.

Malmö, Sweden, October 22, 2009

Fredrik Jönsson, Chief Executive Officer and President

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

We have conducted a limited review of the Financial Statement for Beijer Electronics AB (publ) for the period 1 January – 30 September 2009. The preparation and presentation of these interim financial statements pursuant to IAS 34 and the Swedish Annual Accounts Act are the responsibility of the Board of Directors and Chief Executive Officer. Our responsibility is to report our conclusions concerning these interim financial statements on the basis of our limited review.

We have conducted our limited review pursuant to the Standard for Limited Review (SÖG) 2410 "Limited review of interim financial information conducted by the company's appointed auditor". A limited review consists of making inquiries, primarily to individuals responsible for financial and accounting matters, as well as performing analytical procedures and taking other limited review measures. A limited review has a different focus

and significantly less scope than an audit according to RS Auditing Standards in Sweden and generally accepted auditing practice. The review procedures undertaken in a limited review do not enable us to obtain a level of assurance where we would be aware of all important circumstances that would have been identified had an audit been conducted. Therefore, a conclusion reported on the basis of a limited review does not have the level of certainty of a conclusion reported on the basis of an audit.

Based on our limited review, no circumstances have come to our attention that would give us reason to believe that the interim financial statements have not been prepared pursuant to IAS 34 and the Swedish Annual Accounts Act for the group, and pursuant to the Swedish Annual Accounts Act for the parent company, in all material respects.

Malmö, Sweden, October 22, 2009

Mikael Eriksson
Authorized Public Accountant

Sofia Götmar-Blomstedt
Authorized Public Accountant

Interim Report in Summary

Income Statement – Group

SEK 000	Q3, 2009	Q3, 2008	9 MTH, 2009	9 MTH, 2008	12 MTH, 2008
Net turnover	250,340	307,004	812,715	957,091	1,275,639
Other operating revenue	-2,436	-359	1,240	1,868	7,161
Operating expenses*	-230,435	-274,460	-770,250	-869,568	-1,166,278
Operating profit	17,469	32,185	43,705	89,391	116,522
Net financial items	1,324	-4,523	-1,640	-12,564	-20,153
Profit before tax	18,793	27,662	42,065	76,827	96,369
Estimated tax	-5,622	-10,467	-14,577	-23,787	-19,191
Net profit	13,171	17,195	27,488	53,040	77,178
<i>Attributable to equity holders of the parent</i>	<i>13,114</i>	<i>16,457</i>	<i>26,526</i>	<i>49,191</i>	<i>72,917</i>
<i>Attributable to minority interest</i>	<i>57</i>	<i>738</i>	<i>962</i>	<i>3,849</i>	<i>4,261</i>
<i>Earnings per share, SEK</i>	<i>2.11</i>	<i>2.65</i>	<i>4.26</i>	<i>7.91</i>	<i>11.72</i>
<i>* Of which non-recurring items</i>			-7,500		

Statement of Comprehensive Income

SEK 000	9 MTH, 2009	9 MTH, 2008	12 MTH, 2008
Net profit	27,488	53,040	77,178
Translation differences	-16,680	9,157	33,503
Comprehensive income	10,808	62,197	110,681
<i>Attributable to equity holders of the parent</i>	<i>10,091</i>	<i>58,369</i>	<i>105,302</i>
<i>Attributable to minority interest</i>	<i>717</i>	<i>3,828</i>	<i>5,379</i>

Balance Sheet – Group

SEK 000	Sept 30, 2009	Sept 30, 2008	Dec 31, 2008
Assets			
Fixed assets	486,616	493,044	505,851
Current assets	336,535	438,933	417,074
Cash equivalents and short-term investments	97,296	72,225	74,076
Total assets	920,447	1,004,202	997,001
Liabilities and shareholders' equity			
Shareholders' equity	280,833	248,577	295,510
Minority share of shareholders' equity	14,281	14,099	15,266
Long-term liabilities	386,588	405,495	409,596
Current liabilities	238,745	336,031	276,629
Total liabilities and shareholders' equity	920,447	1,004,202	997,001
<i>Of which interest-bearing liabilities</i>	<i>385,424</i>	<i>432,530</i>	<i>409,708</i>

Statement of Changes to Shareholders' Equity – Group

SEK 000	Sept 30, 2009	Sept 30, 2008	Dec 31, 2008
Attributable to equity holders of the parent			
Opening balance, shareholders' equity, 1 January	295,510	213,268	213,268
Other paid-in capital	118	1,826	1,826
Dividend	-24,886	-24,886	-24,886
Comprehensive income	10,091	58,369	105,302
Closing balance, shareholders' equity	280,833	248,577	295,510
Minority interest			
Opening balance, 1 January	15,266	11,014	11,014
Acquisitions	-540	536	152
Dividend	-1,162	-1,279	-1,279
Comprehensive income	717	3,828	5,379
Closing balance	14,281	14,099	15,266

Key Figures

	Sept 30, 2009	Sept 30, 2008	Dec 31, 2008
Operating margin, %	5.4	9.3	9.1
Operating margin excl. one time effect	6.3	9.3	9.1
Profit margin, %	3.4	5.5	6.1
Equity ratio, %	32.1	26.2	31.2
Shareholders' equity per share, SEK	45.14	39.95	47.50
Earnings per share, SEK	4.26	7.91	11.72
Rolling 12-month EPS, SEK	8.08	10.77	11.72
Return on equity after tax	18.5	30.7	28.8
Return on capital employed, %	10.7	21.6	21.4
Return on net operating assets, %	11.7	24.4	24.4
Average number of employees	549	597	595
<i>Number of shares 6,221,488</i>			

Cash Flow Statement – Group

SEK 000	Sept 30, 2009	Sept 30, 2008	Dec 31, 2008
Cash flow from operating activities	49,667	72,361	98,579
Change in working capital	54,399	-26,480	-16,118
Cash flow from investing activities	-24,960	-256,440	-268,754
Cash flow from finance activities	-26,248	234,597	210,155
Dividends paid	-26,048	-26,165	-26,165
Change in cash equivalents	26,810	-2,127	-2,303
Cash equivalents and short-term investments, opening balance	74,076	71,939	71,939
Exchange rate change, cash equivalents	-3,590	2,413	4,440
Cash equivalents and short-term investments, closing balance	97,296	72,225	74,076

Operating Segments

SEK 000	Q3, 2009	Q3, 2008	9 MTH, 2009	9 MTH, 2008	12 MTH, 2008
Net turnover					
Automation	102,788	140,816	360,482	456,516	607,110
HMI Products	98,313	125,761	313,718	379,038	505,071
IDC	65,736	61,722	192,088	187,649	249,734
Elimination	-16,497	-21,295	-53,573	-66,112	-86,276
Group	250,340	307,004	812,715	957,091	1,275,639
Operating profit					
Automation	-271	9,667	7,632	29,468	32,686
HMI Products	6,083	17,699	19,305	50,297	62,745
IDC	9,511	8,087	18,164	15,955	26,580
Other	4,902	537	4,410	787	-1,123
Elimination	-2,756	-3,805	-5,806	-7,116	-4,366
Group	17,469	32,185	43,705 *	89,391	116,522
<i>* Including non-recurring items amounting to</i>			<i>-7,500</i>		

Net profit

Automation	380	4,668	6,412	23,190	25,820
HMI Products	4,178	11,293	11,273	28,413	40,626
IDC	5,880	5,599	11,010	10,219	21,192
Other	2,591	312	47,339	3,988	231
Elimination	142	-4,677	-48,546	-12,770	-10,691
Group	13,171	17,195	27,488	53,040	77,178
<i>Attributable to equity holders of the parent</i>	<i>13,114</i>	<i>16,457</i>	<i>26,526</i>	<i>49,191</i>	<i>72,917</i>
<i>Attributable to minority interest</i>	<i>57</i>	<i>738</i>	<i>962</i>	<i>3,849</i>	<i>4,261</i>

Income Statement – Parent Company

SEK 000	Q3, 2009	Q3, 2008	9 MTH, 2009	9 MTH, 2008	12 MTH, 2008
Net turnover	13,731	10,899	37,743	36,415	60,889
Operating expenses	-8,829	-10,360	-33,333	-35,626	-62,012
Operating profit	4,902	539	4,410	789	-1,123
Net financial items	-1,386	67	43,199 *	2,110	-97
Profit before tax	3,516	606	47,609	2,899	-1,220
Appropriations					7,545
Estimated tax	-925	-294	-270	1,089	1,451
Net profit	2,591	312	47,339	3,988	7,776

** of which 46,584 is dividend from subsidiaries*

Balance Sheet – Parent Company

SEK 000	Sept 30, 2009	Sept 30, 2008	Dec 31, 2008
Assets			
Fixed assets	423,967	424,800	429,545
Current assets	27,505	53,024	52,574
Cash equivalents and short-term investments	5,978	16,500	5,831
Total assets	457,450	494,324	487,950
Liabilities and shareholders' equity			
Shareholders' equity	60,238	33,879	37,667
Untaxed reserves	33,859	41,403	33,859
Long-term liabilities	290,799	314,038	312,422
Current liabilities	72,554	105,004	104,002
Total liabilities and shareholders' equity	457,450	494,324	487,950
<i>Of which interest-bearing liabilities</i>	<i>320,799</i>	<i>353,866</i>	<i>347,599</i>

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

February 23, 2010 Financial Statement
 April 26, 2010.....Annual General Meeting
 April 26, 2010.....Three-month Interim Report



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