

Press release

Linköping, Sweden, 20 October 2005

Swedish military orders communications equipment from Sectra for SEK 12 Million

The Swedish Defense Materiel Administration (FMV) has ordered series deliveries of a new-generation encrypting modem from Sectra. The crypto-modem is designed to operate in a tactical military environment and will be used to protect the Swedish Defense Forces' data communications in different telecommunications networks. The order value amounts to SEK 12.7 Million.

“In recent years, Sectra has built up a new expertise in the development of encryption products designed for tactical military environments. The order for the crypto-modem is the first volume order for a product that will operate in the field, with high demands, for example, on splash proofing and shock resistance,” says Tommy Waszkiewicz, President of Sectra Communications AB.

New-generation crypto-modem

The new-generation crypto-modem is developed by Sectra under contract to FMV. One of the product's major advantages is its flexibility, with support for low and high data speeds, which facilitates connection to the Defense Forces' existing communications systems. As a result, the crypto-modem is a cost-efficient solution to the Defense Forces' new requirements for protection of data communications.

Series deliveries of the crypto-modem will begin in spring 2006.

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About Sectra's secure communication systems

Sectra develops and sells secure mobile communications systems and high-speed encryption for telecom and data lines. Customers are primarily defense forces and government authorities in Europe and NATO with strict demands on communications security. Sectra has strong core expertise in encryption and is one of the world's leading companies in the design and development of secure communications systems. Sectra's systems are used by customers in Sweden, Norway, Germany, the Czech Republic, the Netherlands, Austria, Finland and by NATO's central organization.

Sectra's operations

Sectra, founded 1978, has its roots at the Linköping Institute of Technology in Sweden. Since the mid-1980s, Sectra has successfully conducted development and sales of cutting edge products in expansive niche segments. Today, Sectra operations include medical systems and secure communication systems.

Sectra has offices in eight countries and operates through partners all over the world. Sales for the fiscal year 2004/2005 totaled SEK 456 million. Since March 1999, Sectra's shares have been quoted on the O-list of the Stockholm Stock Exchange. For more information about Sectra, please visit www.sectra.com.

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