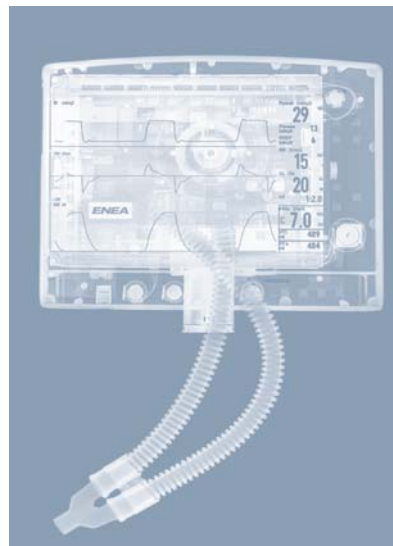
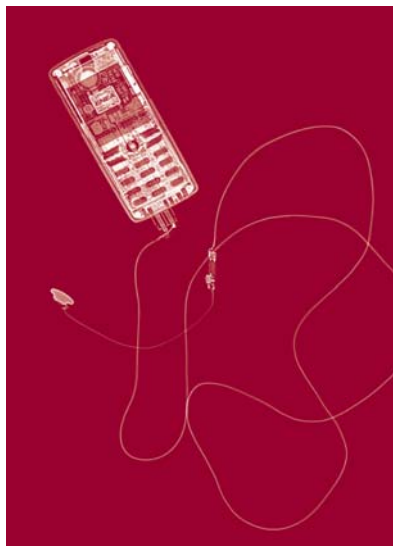


## Interim Report January 1 – September 30, 2005



## Improved margins and strengthened product portfolio

### Year to date

- Net sales increased by 10 percent to SEK 518 (470) million. Following an adjustment for divested units, net sales increased by 28 percent.
- Profit after tax improved to SEK 59 (-6) million. The deferred tax asset for registered offices in Sweden has been capitalized which has had a positive effect on tax costs by SEK 24 million.
- Earnings per share improved to SEK 0.16 (-0.02).
- Operating profit improved to SEK 40 (-3) million

### Third quarter

- Net sales amounted to SEK 164 (158) million. This is Enea's sixth consecutive quarter of sales growth, year on year.
- Operating profit improved to SEK 16 (10) million, equivalent to an operating margin of 10 percent.
- Software sales increased by 2 percent to SEK 60 (59) million, accounting for 36 (37) percent of the Group's net sales.
- Cash flow from operating activities improved to SEK 16 (-11) million, with cash and cash equivalents amounting to SEK 174 (95) million.
- New sales office opened in Shanghai, China, during September.

### Results in Brief

	Year to Date		Third Quarter		Full Year
(SEK million)	2005	2004	2005	2004	2004
<b>Net sales</b>	<b>518</b>	<b>470</b>	<b>164</b>	<b>158</b>	<b>656</b>
Growth in % compared with same period previous year	10	23	4	38	19
<b>Operating profit/loss</b>	<b>40</b>	<b>-3</b>	<b>16</b>	<b>10</b>	<b>21</b>
Operating margin in %	8	-1	10	6	3



### **A Word from the CEO**

The transformation of Enea into a global software company focusing on the telecommunications, automotive and medtech sectors is proceeding according to plan, with the Company entering a new phase of intensified market orientation.

I'm pleased to report that the Third Quarter was the sixth consecutive quarter of underlying growth, year on year. Adjusted for divested units, sales increased by 28 percent during the period, with significantly strengthened margins. I want to congratulate our employees around the world for their hard work and dedication which contributed to this strong growth.

Software operations performed well in the Nordic region and Asia, with strong sales growth and a number of new contracts and customers. However, software sales in North America and in some parts of the European market did not meet our expectations in the third quarter. Consequently, increased volumes will naturally be prioritized going forward. Nevertheless, software operations grew by more than 26 percent during the period, which indicates that we are gaining market share and momentum.

Consulting operations, which historically experience a seasonally weaker third quarter, performed well and delivered good results. Demand continues to be strong in the Swedish and North American markets and Enea's consulting operations enjoyed high capacity utilization. What is more, a number of customer orders of long duration were received during the quarter, which is expected to keep utilization rates high during the remainder of the year.

The third quarter also saw us intensifying our efforts to consolidate Enea's marketing. Our initiatives included campaigns launched in the US trade press, on the Internet and at various high-profile trade fairs.

We launched our new Enea Element software on a broad front at the Embedded Systems Conference in Boston in September. The middleware solution Enea Element is an application framework which considerably shortens time-to-market for technical systems in telecom, for example. This enables Enea's customers to launch their products more quickly, thereby saving time and money. Enea Element, which is based on the software platform acquired in the first quarter, will represent an important complement to Enea's other software for embedded systems, the OSE real-time operating system and the Polyhedra database.

Enea opened a new sales office in Shanghai during the quarter. We are now serving important Asian markets from our own offices in China and Japan, and using a network of distributors.

The automotive segment is a prioritized market area for Enea. In order to guarantee our capacity to deliver integrated software and consulting solutions to key customers in this area, we have entered into a cooperation agreement relating to consulting services with Consat in Gothenburg. Under the agreement, Consat will take over management responsibilities for Enea's ten or more consultants in Gothenburg, with effect from November 1, 2005.

Our focused efforts to specialize in software and consulting services with high technical content, adapt the cost base and develop our customer offering close to the local market are paying off. Enea is well positioned for continued global growth.

***Johan Wall, President and CEO***

### Market

The market for integrated total solutions comprising software, consulting services and third-party products in embedded systems is showing strong growth. We continue to see most growth in telecommunication – both mobile phones and infrastructure. However, Enea's other market segments, the medtech and automotive sectors, have also shown considerable growth.

The industry is experiencing a continuing trend towards increasing integration, with a smaller number of suppliers providing functionality and sub-systems rather than individual software components. The catalyst has been market demand for a shorter time-to-market for technical systems and products. With middleware, time-to-market can be shortened and system costs considerably reduced.

Another important trend in embedded systems is the transition by semiconductor makers to solutions using multiple processors, rather than faster stand alone chips, for increased speed and performance. This technical solution is known as Multicore. It places new demands on manufacturers of operating systems to provide smoother solutions that facilitate customers' migration to Multicore systems.

Linux has continued to gain market shares in embedded systems. However, commercial real-time operating systems are the main option for customers who build, and have great demands upon the qualities of real time operating systems. Many advanced systems have parts that are extremely real-time critical while others are less so. For these systems, a Linux and proprietary RTOS combination is an attractive option.

### Intensified Market Orientation

Enea's aim is to create a global, competitive, market-oriented Group with a good profitability. This process has been intensified during 2005 and will continue with the following activities:

- **Continued focus in the sales and marketing organization.** The large-scale, long-term initiative to strengthen sales and marketing will continue. This covers personnel and organizational issues, increased integration of business areas, sales-support systems and incentive programs.
- **Strengthen the customer offering.** Enea competes in a market in which customers are increasingly opting to buy integrated solutions consisting of real-time operating systems, associated software from third party suppliers and consulting services. Enea is therefore gradually increasing its market offer of integrated solutions.
- **Broaden the customer base.** Enea is to a large extent dependent today on the Nordic telecom market. A strengthened sales and marketing organization offers new opportunities to win

market share in other geographical markets and other prioritized areas, such as the automotive and medtech sectors.

- **Continued cost reviews.** Cost reviews, which were initiated in 2004, are continuing with full intensity and follow our internally defined targets. In response to the new competitive situation, Enea strives to place a greater proportion of Enea's product development in low-cost countries.

### Third Quarter

Net sales increased by 4 percent to SEK 164 (158) million compared with the same period the previous year. Excluding the three divested units, pro forma net sales increased by 11 percent.

Operating profit improved by SEK 6 million to SEK 16 (10) million. SEK 1 million relating to a tax dispute from 2000 was charged to the third quarter.

Excluding the units divested in 2004, the consulting units increased sales by 17 percent to SEK 104 (89) million, largely due to generally improved capacity utilization and sub-consultants. Demand remains strong not only in telecom, but also for consulting services in other segments in the USA and Sweden. Price pressure continues, particularly in the Swedish market.

The deferred tax asset attributable to the total loss carry-forward applicable to companies with registered offices in Sweden has been capitalized in the consolidated balance sheet.

This has had a positive effect on tax costs by SEK 23.9 million. Enea expects to be able to utilize the tax loss carry-forwards in the next three to five year period.

### Interim Period

Net sales increased by 10 percent to SEK 518 (470) million compared with the same period the previous year. Software sales increased by 26 percent to SEK 171 (136) million, accounting for 33 (29) percent of net sales. Not including the three units divested in 2004, pro forma net sales improved by 28 percent to SEK 518 (406) million.

Operating profit improved to SEK 40 (-3) million as a result of reduced costs and increased net sales. The signing of an agreement with Nokia Mobile Phones during the period signals the completion of the process of transferring to a volume-based revenue model for the majority of Enea's largest customers.

Ericsson continues to be Enea's largest customer, both in software and consulting. The Ericsson group of companies, inclusive Sony Ericsson, contributes to more than half of the Group's revenue. Enea's explicit ambition is to increase the revenues from other customers while maintaining growth from the Ericsson business.

The Group's other major customers include Agere Systems, Boeing and Nokia Networks. Other customers include Alcatel, Autoliv, Bombardier, Fujitsu, Infineon, Motorola, Nokia Mobile Phones, Saab, Samsung, Texas Instruments, Vista Controls and Yamaha.

Telecom accounted for approximately 73 percent of net sales for the period.

### Enea Embedded Technology

Enea Embedded Technology develops and sells the OSE™ real-time operating system, the Polyhedra™ real-time database and the Enea Element™ application framework, along with product-related consulting services. The Company has offices in Boston, Phoenix, San José, Washington D.C., Stockholm, London, Munich, Paris, Shanghai and Tokyo.

Enea Embedded Technology increased net sales by 21 percent to SEK 305 (252) million over the first three quarters. Operating profit amounted to SEK 29 (27) million, with an operating margin of 9.6 (10.5) percent. This growth is largely attributable to steady high demand for products from the telecom segment and stable demand for advanced consulting services in the US and Swedish markets.

Software revenues increased by 26 percent to SEK 171 (136) million compared with the same period the previous year. Software accounted for 56 (54) percent of Enea Embedded Technology's net sales for the period.

During the quarter, Enea launched the software product Enea Element, an application framework that considerably reduces the costs of developing products with embedded operating systems, particularly in the telecom, automotive and medtech sectors. Enea's new standardized software can shorten – even halve – the lead time for development of new telecommunications, automotive and medtech software.

China is a market in which Enea has seen increased demand for the Group's products and services. A number of Enea's customers are represented in China, both domestic companies and European and US companies. During the third quarter, Enea opened a sales office in Shanghai, which will be responsible for the Chinese market. Enea is now represented in Asia with offices in

China and Japan, and with distributors in other countries.

Enea has continued to expand its customer portfolio with a number of new customers in OSE, Polyhedra and Enea Element.

The number of employees in Enea Embedded Technology at the end of the period was 287 (267).

### Enea Systems

Enea Systems runs consulting operations which focus on advanced technical systems development, especially in the fields of real-time systems and tele/data communications, from offices in Linköping, Malmö and Stockholm.

The streamlining process initiated in 2004, which involved the sale of three operations, and the focus on an integrated offering of products and services in embedded systems for companies engaged in product development has continued and is proving highly successful.

During the first three quarters, Enea Systems increased net sales, excluding the three divested operations, by 36 percent to SEK 218 (160) million. Pro forma operating profit improved to SEK 23 (12) million for the period. Pro forma operating margin improved to 10.3 (7.5) percent as a result of continued high demand and regular cost reviews.

The telecom sector continued to be the main driver in the Swedish consulting operations, but the demand and new customer intake is increasing in other sectors too.

Business transactions during the period include:

- Extended and new systems development and testing contracts with Ericsson and Sony Ericsson, in both mobile telephony and infrastructure.
- Extended and new assignments with ABB Automation, Autoliv, Atlas Copco, Bombardier, Saab, TeliaSonera and Teligent.
- Over ten new customers acquired during the period.

The number of employees in Enea Systems at the end of the period was 202 (222).

### Reporting by Business Segment

Primary Segments	Net sales				Operating profit/loss				Profit/loss net fin. Items			
	Jan – Sep		Jul – Sep		Jan – Sep		Jul – Sep		Jan – Sep		Jul – Sep	
(SEK million)	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
Embedded Technology	305.3	252.3	101.0	96.7	29.3	26.6	11.2	19.5	31.0	26.7	10.8	19.1
Systems	218.2	223.4	64.7	62.7	22.5	10.5	5.5	1.4	21.5	9.2	5.2	1.0
Parent Company, other	-5.4	-5.9	-1.8	-1.7	-12.0	-39.8	-0.6	-11.3	-8.7	-36.8	0.6	-10.4
Enea Group	518.1	469.8	163.9	157.7	39.7	-2.7	16.1	9.6	43.8	-0.9	16.6	9.7



**Employees**

The number of employees in the Group at the end of the period was 512 (514). The average number of employees over the period was 511 (560).

**Investments**

The Group's investments for the period amounted to SEK 10.6 (2.8) million.

**Cash flow and financial position**

The cash flow for the period amounted to SEK 33.8 (-17.0) million. Cash flow from operating activities amounted to SEK 42.6 (-1.8) million. Cash and cash equivalents amounted to SEK 173.8 million at the end of the period, compared with SEK 137.5 million at the beginning of the year. The Group's absence of interest-bearing liabilities has resulted in a positive net cash position in hand. The equity/assets ratio was 69 (59) percent and the liquidity ratio 231 (179) percent at the end of the period.

**Tax**

The deferred tax asset attributable to the total loss carry-forward applicable to companies with registered offices in Sweden has been capitalized in the consolidated balance sheet. This has had a positive effect on tax costs by SEK 23.9 million. Enea expects to be able to utilize the tax loss carry-forwards in the next three to five year period.

**Earnings per share**

Earnings per share for the period amounted to SEK 0.16 (0.02).

**Parent Company Enea AB**

The parent company's net sales for the period amounted to SEK 0.0 (0.0) million and profit after net financial income was SEK -19.9 (-14.2) million. The parent company's net financial income amounted to SEK 1.8 (3.6) million. Cash and cash equivalents amounted to SEK 121.7 (58.2) million at the end of the third quarter. The parent company's investments were SEK 8.1 (0.4) million.

The number of employees in the parent company was 23 (25) at the end of the period.

**Events after the End of the Period**

The automotive segment is a prioritized market area for Enea. In order to guarantee our capacity to deliver integrated software and consulting solutions to key customers in this area, Enea has entered into a cooperation agreement relating to consulting services with Consat in Gothenburg. Under the agreement, Consat will take over the management responsibilities Enea's ten or more consultants in Gothenburg, with effect from November 1, 2005.

**Accounting principles**

Under IAS regulations adopted by the EU in 2002, listed companies within the European Union must, with effect from 2005, apply IFRS international accounting standards in their consolidated financial statements. The company's interim report for the first three quarters 2005 has therefore been prepared in accordance with the IFRS standards adopted by the

EU, and with the EU's adopted interpretations of the applicable standards (IFRIC).

The following accounting principles apply with effect from January 1, 2005, and are exempt from the requirement to restate figures for comparative purposes.

- IAS 39 Financial Instruments: Recognition and Measurement
- IFRS 4 Insurance Contracts
- IFRS 5 Non-current Assets Held for Sale and Discontinued Operations

These will not have any appreciable effect on reporting. The parent company applies RR 32, Accounting for Legal Entities, with effect from January 1, 2005.

**Effects of the Transition to IFRS**

The main implication of application of the new International Financial Reporting Standards (IFRS) is that goodwill amortization according to plan is not applied. However, goodwill items will be subject to quarterly impairment tests. As at September 30, 2005, there are no write-down requirements.

At the beginning of 2004, Enea had a goodwill item of SEK 101.7 million. Goodwill amortization for the year totaled SEK 21.4 million, of which SEK 5.5 million related to the first quarter, SEK 5.5 million to the second quarter, SEK 5.5 million to the third quarter and SEK 4.9 million to the fourth quarter. At the end of 2004, Enea had a goodwill item of SEK 68.1 million after the divestment of Redina AB and translation differences.

The present option program in Enea is affected by the new IFRS 2 regulations. A calculation shows an effect on the Group's result of SEK 0.3 (0.4) million for interim period and SEK 0.6 million for the full year 2004.

**Financial information**

Full-Year Report for 2005: February 7, 2006  
Annual General Meeting 2006: May 18, 2006

**Election Committee 2006**

Appointment of the Election Committee before the Annual General Meeting 2006 is in progress. The composition of the Election Committee will be communicated shortly in a separate press release.

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This interim report has been reviewed by the Company's auditor.

Kista, October 25, 2005  
Johan Wall, President and CEO Enea AB

## Summary of the Last Nine Quarters

	2003 <sup>1</sup>		2004 <sup>2</sup>				2005		
(SEK million)	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3
<b>INCOME STATEMENT</b>									
Net sales	114.1	167.1	137.3	174.8	157.7	185.7	169.8	184.4	163.9
Other operating income	0.6	4.0	3.7	-6.5	2.0	2.0	4.6	5.3	0.8
Operating expenses	-115.5	-154.0	-163.6	-158.1	-150.1	-163.9	-157.9	-182.6	-148.6
<b>Operating profit/loss</b>	<b>-0.8</b>	<b>17.1</b>	<b>-22.5</b>	<b>10.1</b>	<b>9.6</b>	<b>23.8</b>	<b>16.5</b>	<b>7.1</b>	<b>16.1</b>
Financial items	-6.9	-0.2	2.2	-0.5	0.1	0.5	1.2	2.5	0.5
<b>Profit/loss after financial items</b>	<b>-7.7</b>	<b>16.9</b>	<b>-20.3</b>	<b>9.6</b>	<b>9.7</b>	<b>24.3</b>	<b>17.7</b>	<b>9.6</b>	<b>16.6</b>
Tax	-1.3	-3.9	-0.1	-2.9	-2.4	-3.5	-0.9	-2.0	17.6 <sup>3</sup>
<b>Profit/loss for the quarter</b>	<b>-9.0</b>	<b>13.0</b>	<b>-20.4</b>	<b>6.7</b>	<b>7.3</b>	<b>20.8</b>	<b>16.8</b>	<b>7.6</b>	<b>34.2</b>
<b>BALANCE SHEET</b>									
Intangible assets	143.4	132.0	113.8	120.4	119.2	106.2	106.4	106.9	105.9
Other fixed assets	28.2	22.6	20.5	18.3	15.3	11.4	10.1	16.7	35.2
Current receivables	146.4	162.1	159.4	172.8	190.0	231.0	204.1	184.9	161.5
Cash and cash equivalents	120.3	112.0	114.7	107.0	95.0	137.5	152.3	159.1	173.8
<b>Total assets</b>	<b>438.3</b>	<b>428.7</b>	<b>408.4</b>	<b>418.5</b>	<b>419.5</b>	<b>486.1</b>	<b>472.9</b>	<b>467.6</b>	<b>476.4</b>
Shareholders' equity	266.7	278.6	232.8	241.3	248.1	264.2	282.3	292.8	327.1
Long-term liabilities, non-interested bearing	10.1	13.7	13.3	14.1	12.2	7.4	5.0	5.1	4.0
Current liabilities, non-interested bearing	161.5	136.4	162.3	163.1	159.2	214.5	185.6	169.7	145.3
<b>Total shareholders' equity and liabilities</b>	<b>438.3</b>	<b>428.7</b>	<b>408.4</b>	<b>418.5</b>	<b>419.5</b>	<b>486.1</b>	<b>472.9</b>	<b>467.6</b>	<b>476.4</b>
<b>CASH FLOW</b>									
From operating activities	-18.0	-1.4	9.4	0.0	-11.2	27.5	14.5	12.2	15.9
From investing activities	-0.7	-2.6	-7.0	-7.9	-0.3	15.8	-0.4	-7.4	-1.0
From financing activities	80.9	-2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Cash flow for the period</b>	<b>62.2</b>	<b>-6.0</b>	<b>2.4</b>	<b>-7.9</b>	<b>-11.5</b>	<b>43.3</b>	<b>14.1</b>	<b>4.8</b>	<b>14.9</b>

1) Year 2003 is converted in accordance with IFRS. Goodwill amortization amounted to SEK 25.2 million for the full year of 2003, of which SEK 6.4 million first quarter, SEK 6.3 million second quarter, SEK 6.3 million third quarter and SEK 6.2 million fourth quarter.

2) Year 2004 is converted in accordance with IFRS. Goodwill amortization amounted to SEK 21.4 million for the full year of 2004, of which SEK 5.5 million first quarter, SEK 5.5 million second quarter, SEK 5.5 million third quarter and SEK 4.9 million fourth quarter.

3) The net deferred tax asset, attributable to loss carry-forward, of SEK 23.9 million has been capitalized in the quarter.

## Income Statement

(SEK million)	Group				
	Jan-Sep 2005	Jan-Sep 2004	Jul-Sep 2005	Jul-Sep 2004	Jan-Dec 2004
Software revenues	171.2	136.3	59.8	59.0	202.7
Consulting revenues	346.9	333.5	104.1	98.7	452.8
<b>Net sales</b>	<b>518.1</b>	<b>469.8</b>	<b>163.9</b>	<b>157.7</b>	<b>655.5</b>
Other operating income	10.7	-0.8	0.8	2.0	1.2
<b>Operating income</b>	<b>528.8</b>	<b>469.0</b>	<b>164.7</b>	<b>159.7</b>	<b>656.7</b>
Raw materials, consumables and subcontractors	-116.8	-69.7	-34.7	-29.0	-104.1
Other external expenses	-82.2	-72.0	-22.5	-22.8	-102.9
Personnel expenses	-274.5	-314.3	-86.3	-92.0	-412.5
Depreciation	-8.2	-10.5	-2.6	-3.6	-13.4
Other operating expenses	-7.4	-5.2	-2.5	-2.7	-2.6
<b>Operating profit/loss</b>	<b>39.7</b>	<b>-2.7</b>	<b>16.1</b>	<b>9.6</b>	<b>21.2</b>
<b>Financial income and expense</b>					
Financial income	5.1	3.1	1.0	0.8	4.7
Financial expense	-1.0	-1.3	-0.5	-0.7	-2.5
<b>Profit/loss before tax</b>	<b>43.8</b>	<b>-0.9</b>	<b>16.6</b>	<b>9.7</b>	<b>23.4</b>
Tax	14.8 <sup>1</sup>	-5.4	17.6 <sup>1</sup>	-2.4	-8.9 <sup>2</sup>
<b>Profit/loss after tax</b>	<b>58.6</b>	<b>-6.3</b>	<b>34.2</b>	<b>7.3</b>	<b>14.5</b>
Earnings per share (SEK)	0.16	-0.02	0.09	0.02	0.04
Earnings per share after full dilution (SEK)	0.16	-0.02	0.09	0.02	0.04
Average number of shares after full dilution (thousands)	367,266	367,266	367,266	367,266	367,266

1) The net deferred tax asset, attributable to loss carry-forward, of SEK 23.9 million has been capitalized in the quarter.

2) Including non-recurring item of SEK 3 million relating to a tax dispute.

## Adjustments in the Income Statement according to IFRS

(SEK million)	Group		IFRS
	Jan-Sep 2004	Adjustment	Jan-Sep 2004
<b>Operating income</b>	<b>469.0</b>		<b>469.0</b>
Goodwill amortization	-16.5	16.5	0.0
Personnel expenses	-313.9	-0.4	-314.3
Other expenses related to operations	-157.4		-157.4
<b>Operating profit/loss</b>	<b>-18.7</b>		<b>-2.7</b>

For the effects of the transition to IFRS in the opening balance January 1, 2004 and the closing balance December 31, 2004 and effects in the Income Statement 2004, see page 5 in this interim report or published Preliminary Report for 2004. Comments to the adjustments above, see page 5, "Effects of the transition to IFRS".

## Balance Sheet

(SEK million)	Group		
	Sep 30 2005	Sep 30 2004	Dec 31 2004
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible assets	105.9	119.2	106.2
Tangible assets	15.5	14.9	11.0
Financial assets	0.4	0.4	0.4
Deferred tax asset	19.3	-	-
	141.1	134.5	117.6
<b>Current assets</b>			
Current receivables	161.5	190.0	231.0
Short-term investments	75.7	20.4	55.4
Cash and bank balances	98.1	74.6	82.1
	335.3	285.0	368.5
<b>Total assets</b>	<b>476.4</b>	<b>419.5</b>	<b>486.1</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
Shareholders' equity	327.1	248.1	264.2
Long-term liabilities, non-interest bearing	4.0	12.2	7.4
Short-term liabilities, non-interest bearing	145.3	159.2	214.5
<b>Total shareholders' equity and liabilities</b>	<b>476.4</b>	<b>419.5</b>	<b>486.1</b>

## Adjustments in the Balance Sheet acc. to IFRS

(SEK million)	Group		IFRS
	Sep 30 2004	Adjustment	Sep 30 2004
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible assets	102.7	16.5	119.2
Other fixed assets	15.3		15.3
	118.0		134.5
<b>Current assets</b>			
Current receivables	190.0		190.0
Cash and cash equivalents	95.0		95.0
	285.0		285.0
<b>Total assets</b>	<b>403.0</b>		<b>419.5</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
Shareholders' equity	231.6	16.5	248.1
Liabilities	171.4		171.4
<b>Total shareholders' equity and liabilities</b>	<b>403.0</b>		<b>419.5</b>



## Shareholders' equity

(SEK million)	Group		
	Jan-Sep 2005	Jan-Sep 2004	Jan-Dec 2004
<b>At beginning of period</b>	264.2	253.4	253.4
Translation difference for the period	4.3	0.6	-4.3
Profit/loss for the period	58.6	-22.4	-6.3
<b>At end of period</b>	<b>327.1</b>	<b>231.6</b>	<b>242.8</b>
IFRS adjustment	-	16.5	21.4
<b>At end of period following IFRS</b>	<b>327.1</b>	<b>248.1</b>	<b>264.2</b>

## Cash Flow Statement

(SEK million)	Group				
	Jan-Sep 2005	Jan-Sep 2004	Jul-Sep 2005	Jul-Sep 2004	Jan-Dec 2004
Cash flow from operating activities before change in working capital	40.6	0.6	18.3	12.2	17.8
Cash flow from change in working capital	2.0	-2.4	-2.4	-23.4	7.9
<b>Cash flow from operating activities</b>	<b>42.6</b>	<b>-1.8</b>	<b>15.9</b>	<b>-11.2</b>	<b>25.7</b>
<b>Cash flow from investing activities</b>	<b>-8.8</b>	<b>-15.2</b>	<b>-1.0</b>	<b>-0.3</b>	<b>0.6</b>
<b>Cash flow from financing activities</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Cash flow for the period</b>	<b>33.8</b>	<b>-17.0</b>	<b>14.9</b>	<b>-11.5</b>	<b>26.3</b>
Cash and cash equivalents at beginning of period	137.5	112.0	159.1	107.0	112.0
Exchange rate differences	2.5	0.0	-0.2	-0.5	-0.8
<b>Liquid funds at end of period</b>	<b>173.8</b>	<b>95.0</b>	<b>173.8</b>	<b>95.0</b>	<b>137.5</b>

## Reporting by Business Segment

Primary segments	Net sales				Operating profit/loss				Profit/loss after net financial items			
	Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep	
	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
(SEK million)												
Embedded Technology	305.3	252.3	101.0	96.7	29.3	26.6	11.2	19.5	31.0	26.7	10.8	19.1
Systems	218.2	223.4	64.7	62.7	22.5	10.5	5.5	1.4	21.5	9.2	5.2	1.0
Parent company, other	-5.4	-5.9	-1.8	-1.7	-12.0	-39.8	-0.6	-11.3	-8.7	-36.8	0.6	-10.4
Enea Group	518.1	469.8	163.9	157.7	39.7	-2.7	16.1	9.6	43.8	-0.9	16.6	9.7

Primary segments	Operating margin				Net margin			
	Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep	
	2005	2004	2005	2004	2005	2004	2005	2004
(%)								
Embedded Technology	9.6	10.5	11.1	20.2	10.2	10.6	10.7	19.8
Systems	10.3	4.7	8.5	2.2	9.9	4.1	8.0	1.6
Parent company, other <sup>1</sup>	neg	neg	neg	neg	neg	neg	neg	neg
Enea Group	7.7	-0.6	9.8	6.1	8.5	-0.2	10.1	6.2

Secondary segments	Net sales				Operating profit/loss				Profit/loss after net financial items			
	Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep	
	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
(SEK million)												
Nordic countries	373.4	331.3	113.1	106.0	27.9	-15.5	12.2	2.8	32.9	-10.6	13.5	3.5
Europe	24.5	27.6	8.7	14.7	-1.0	2.6	-0.1	2.7	-1.7	1.2	-0.4	2.2
North America	111.1	108.3	40.3	36.2	12.7	13.5	4.8	5.6	12.4	11.9	4.3	5.6
Asia	9.2	2.6	1.8	0.9	0.2	-3.3	-0.7	-1.5	0.2	-3.4	-0.8	-1.6
Enea Group	518.1	469.8	163.9	157.7	39.7	-2.7	16.1	9.6	43.8	-0.9	16.6	9.7

Secondary segments	Operating margin				Net margin			
	Jan-Sep		Jul-Sep		Jan-Sep		Jul-Sep	
	2005	2004	2005	2004	2005	2004	2005	2004
(%)								
Nordic countries	7.5	-4.7	10.8	2.6	8.8	-3.2	11.9	3.3
Europe	-4.1	9.4	-1.1	18.4	-6.9	4.3	-4.6	15.0
North America	11.4	12.5	11.9	15.5	11.2	11.0	10.7	15.5
Asia	2.2	-126.9	-38.9	-166.7	2.2	-130.8	-44.4	-177.8
Enea Group	7.7	-0.6	9.8	6.1	8.5	-0.2	10.1	6.2

1) Includes Parent Company Enea AB, Epact Technology Holding, Enea Business Software, Enea Service Enabling Technology, OSE Systems Inc and Group eliminations.

## Consolidated Key Ratios

	Jan-Sep 2005	Jan-Sep 2004	Jan-Dec 2004
Net sales (SEK million)	518.1	469.8	655.5
Operating profit (SEK million)	39.7	-2.7	21.2
Profit/loss after financial items (SEK million)	43.8	-0.9	23.4
Operating margin (%)	7.7	-0.6	3.2
Net margin (%)	8.5	-0.2	3.6
Shareholders' equity (SEK million)	327.1	248.1	264.2
Total assets (SEK million)	476.4	419.5	486.1
Capital employed (SEK million)	327.1	248.1	264.2
Equity/assets ratio (%)	69	59	54
Liquidity ratio (%)	231	179	172
Earnings per share before dilution (SEK)	0.16	-0.02	0.04
Earnings per share after full dilution (SEK)	0.16	-0.02	0.04
Equity per share (SEK)	0.90	0.68	0.73
Number of outstanding shares at end of period (thousands)	364,314	364,314	364,314
Number of outstanding shares after full dilution (thousands) <sup>1</sup>	367,266	367,266	367,266
Average number of outstanding shares (thousands)	364,314	364,314	364,314
Average number of shares after full dilution (thousands) <sup>1</sup>	367,266	367,266	367,266
Share price as of at balance date (SEK)	4.96	3.36	4.64
Average number of employees	511	560	544

For definitions, please see Enea's Annual Report for 2004.

1) In accordance with the decision of the Annual General Meeting of Shareholders in 2003, an option program for Enea TekSci Inc employees was adopted, equivalent to 1,800,000 options. Each option entitles the holder to subscribe for 1.64 shares at a price of SEK 0.89 per option.

### About Enea

*Enea is a world leading provider of real-time technology and services for embedded systems applications. We supply the global market with software and services for applications requiring the utmost in safety and high availability. Our customers include high-technology companies within the telecom, automotive and medical industries, and our OSE real-time operating system is used in millions of products worldwide. Enea has over 500 employees and is listed on the Stockholm Stock Exchange.*

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