



PRESS RELEASE

Anoto Group AB Signs Video Technology Contract

Anoto's business segment for video technology and ASIC development has signed a new contract with a global manufacturer of mobile phone platforms.

Anoto has signed a similar contract with the same manufacturer earlier this year. The contract that now has been signed concerns development of IP blocks for mobile phones and is estimated to generate NRE revenues of approximately 3,5 MSEK during 2007.

The Anoto Technology application area, which is responsible for the development and sales of video technology, has signed a number of new agreements over the past year. Anoto's ASIC (Argus) is used in camera products, and Anoto's MPEG-4/H.263 video codec IP blocks have been used previously in a number of mobile phone platforms.

"This is another success for Anoto Technology. As already earlier communicated our technology will be included in an increasing number of mobile phones in the future and this will increase gross profit for 2007," says Anders Norling, CEO at Anoto Group AB.

For more information:

Anders Norling, CEO Anoto Group AB +46 706 34 29 81

Anoto Group AB

is a Swedish hi-tech company with unique solutions for transmission of handwritten text from paper to digital media and scanning of printed text. All products are based on digital camera technology and image processing in real time. The Anoto Group today has two brand names: Anoto® – a comprehensive solution entailing paper, pen and server technologies, allowing us to connect all types of writing paper with the digital world and C-Pen® – a scanning pen that can store, interpret and transfer printed text. The Anoto Group has around 115 employees, offices in Lund (head office), Boston, Oakland and Tokyo. Major shareholders are Norden Technology, Logitech International S/A, Robur and DNB. The Anoto share is traded on the Mid Cap list of the Nordic Exchange under the ticker ANOT. For more information: www.anoto.com