Gunnebo Year-end Release

2006

GUNNEBO
For a safer world®

Highlights

Fourth quarter 2006

- The order intake during the quarter rose by 1% to MSEK 1,714(1,705), with organic growth amounting to 2%. Invoiced sales increased by 4% to MSEK 1,941 (1,868). Organic growth in invoiced sales was 6%.
- The result after financial items but before items affecting comparability was a profit of MSEK 94 (138); after such items it was a loss of MSEK 25 (profit 4).
- Measures relating to the Gunnebo One Company integration project are proceeding in all essentials as planned. However, some productivity losses also affected the fourth quarter result.
- Net cost items affecting comparability amounted to MSEK 119 (cost 134), consisting of costs associated with the Gunnebo One Company integration project, the closure of a factory in Spain and a capital gain on a property sale in Spain.
- The result after tax was a loss of MSEK 7 (loss 28).
- The loss per share amounted to SEK 0.15 (loss 0.65). Excluding items affecting comparability earnings per share amounted to SEK 1.70 (1.95).
- The operating cash flow amounted to MSEK 295 (275).

January-December 2006

- A new, customer-oriented organisation was introduced with effect from 1 January 2006. The re-organisation project, which involved far-reaching changes, was largely completed by the end of 2006.
- The order intake for the period increased by 2% to MSEK 6,762 (6,658). Organic growth was 1%. Invoiced sales rose by 4% to MSEK 6,727 (6,477). Organic growth in invoiced sales was 4%.
- The result after financial items but before items affecting comparability was a profit of MSEK 127 (238); after such items it was a loss of MSEK 116 (profit 33).
- Net cost items affecting comparability amounted to MSEK 243 (cost 205), consisting largely of costs associated with the Gunnebo One Company integration project, stock write-downs, the closure of a factory in Spain and capital gains on property sales in India, Canada and Spain.
- The result after tax was a loss of MSEK 128 (loss 97).
- The loss per share amounted to SEK 2.90 (loss 2.20). Excluding items affecting comparability earnings per share amounted to SEK 1.85 (3.75).
- The operating cash flow amounted to MSEK 196 (325).
- Proposed dividend of SEK 1.60 per share (1.60).

Outlook for 2007

- The consolidated operating result is expected to be significantly better than the previous year's result, but in the light of developments in 2006 and a slight delay to the Gunnebo One Company integration project it is estimated that it will not be possible to achieve the company's long-term financial targets in full during the 2007 financial year.

Sales by Business Line*

Site Protection, 41% | Secure Storage, 15% | Bank, 34% | Retail, 10%

Sales by market*

France, 26% | Germany, 10% | Nordic, 13% | Spain, 9% | Great Britain, 11% | Other, 31%

* Full year 2006

Group*

* All comparative figures for previous years relate to continuing operations, i.e. they exclude Gunnebo Industrier, which was distributed to shareholders in 2005.

Fourth quarter 2006

As planned, the fourth quarter develop more strongly than previous quarters in the year, although the operating result failed to reach the previous year's level owing to the effects of the restructuring and reorganisation.

The order intake increased by 1% during the fourth quarter to MSEK 1,714 (1,705). Organic growth in the order intake was 2%, while currency effects reduced it by 1%.

Invoiced sales rose by 4% during the quarter to MSEK 1,941 (1,868). Organic growth in invoiced sales was 6%, while currency effects reduced them by 2%.

Business Line Secure Storage and Business Line Retail noted sales increases of 11% and 9% respectively. Business Line Bank increased its sales by 4%, while Site Protection's sales remained broadly unchanged.

On Gunnebo's major markets, sales increased in Great Britain, Holland, Spain and the Indian Ocean Rim, but they declined in Belgium, Switzerland and Italy. In France, the Nordic region and Canada sales remained broadly unchanged.

The consolidated operating result before items affecting comparability was a profit of MSEK118 (158). Business Line Bank's operating profit amounted to MSEK 68 (78). Business Line Retail earned a profit of MSEK 3 (17). Site Protection earned a profit of MSEK 30 (52) and Secure Storage a profit of MSEK 31 (29).

Net cost items affecting comparability amounted to MSEK 119 (cost 134) and consisted of costs associated with the Gunnebo One Company integration project, the cost of a factory closure in Spain, and capital gains on the sale of an office property in Spain.

The operating result including items affecting comparability was a loss of MSEK 1 (profit 24). This figure includes depreciation according to plan of MSEK 35 (34).

Net financial costs amounted to MSEK 24 (cost 20).

The result after financial items was a loss of MSEK 25 (profit 4). Acquisition and currency effects had a marginal impact on the result.

The result after tax was a loss of MSEK 7 (loss 28). The loss per share was SEK 0.15 (loss 0.65). Excluding items affecting comparability earnings per share amounted to SEK 1.70 (1.95).

The operating cash flow amounted to MSEK 295 (275).

January-December 2006

Order intake and invoiced sales

The Group's order intake for the period amounted to MSEK 6,762 (6,658). Organic growth was 1%. Currency effects and acquisitions had only a marginal effect.

Invoiced sales increased by 4% to MSEK 6,727 (6,477). Organic growth in invoiced sales was 4%, while acquisition and currency effects were only marginal. The foreign sales ratio was 94%.

All business lines noted higher sales. Holland, Spain, Switzerland, Eastern Europe and the Middle East/Africa noted a firm sales trend. Other markets noted small increases or, in a few cases, lower sales.

Result

The consolidated operating profit amounted to MSEK 216 (308) before items affecting comparability. The result was affected by the ongoing integration process. Business Line Bank and Business Line Secure Storage noted operating margins of some 8%, while at Business Line Site Protection the operating margin deteriorated to 1%. At Business Line Retail it deteriorated to minus 3%.

Business Line Retail incurred an operating loss of MSEK 20 (profit 21). The deterioration is due to high market investments and other factors. Business Line Site Protection's operating

profit deteriorated to MSEK 31 (108), mainly as a result of poorer margins at Outdoor Perimeter Protection and an unfavourable product mix.
Net cost items affecting comparability amounted to MSEK 243 (cost 205), of which stock write-downs amounted to MSEK 63 as a consequence of among other factors in-depth stock analyses and the ongoing integration process, product consolidation and a further review of the product range. Over and above this, net costs associated with the Gunnebo One Company integration project amounted to MSEK 119 (37) after capital gains of MSEK 39 on a property sale in Spain. The cost of a factory closure in Spain and other remaining costs associated with the restructuring of production amounted to MSEK 61 net after capital gains of MSEK 28 on property sales in Canada and India.

The total cost of the integration programme was originally estimated at some MSEK 185, of which costs to date have amounted to MSEK 156. It is estimated that since the remaining costs in France will largely be offset by capital gains on property sales, the integration programme, including property sales, will have no cost effect on the result for the year 2007. The annual savings resulting from the integration project are estimated at around MSEK 90, of which some MSEK 60 is expected to arise in 2007.

The operating result including items affecting comparability was a loss of MSEK 27 (profit 103). This figure includes depreciation according to plan of MSEK 136 (134).

Net financial costs amounted to MSEK 89 (cost 70).

The result after financial items but excluding items affecting comparability was a profit of MSEK 127 (238); including these items, the result was a loss of MSEK 116 (profit 33). Currency effects and acquisitions had a marginal impact on the result.

The tax cost amounted to MSEK 12 (130). As the conditions necessary for stating deferred tax receivables attributable to losses incurred in certain countries cannot yet be deemed to exist, a tax charge will arise for the year.

The result after tax was a loss of MSEK 128 (loss 97).

Capital expenditure

Fixed capital expenditure, excluding company acquisitions, amounted to MSEK 110 (141). Sales of fixed assets, largely property, amounted to MSEK 129 (5).

Cash flow

The cash flow from current operations amounted to MSEK 33 (22), of which restructuring costs affecting the cash flow amounted to MSEK 143 (189).

The operating cash flow after deduction of investments, but before interest, paid tax and restructuring costs, deteriorated to MSEK 196 (325). Capital tied up in stocks declined by MSEK 27, while operating receivables increased by MSEK 138.

Liquidity and financial position

The Group's closing liquid funds amounted to MSEK 193 (end of 2005: MSEK 169).

Net debt amounted to MSEK 1,673 (end of 2005: MSEK 1,763).

The equity ratio was 22% (25), and the debt-equity ratio was 1.6 (1.5).

Company acquisitions

Aysec Oy, a Finnish company specialising in entrance security with a focus on entrance control systems for gates and doors, as well as entrance/access control systems, was acquired in 2006. Aysec has a turnover of MSEK 24 and 11 employees. Further information in accordance with IFRS 3 is provided on page 15.

Employees

The number of employees in the Group at the end of the period was 6,771, a reduction of 252 (end of 2005:7,023), of whom 6,292 (6,533) were employed abroad. One of Gunnebo's two Vice Presidents left the company, and the other stepped down from his operative responsibilities, during the fourth quarter.

New organisation in 2006

During the coming years, Gunnebo will be concentrating on security solutions for banks and the retail trade, as well as on installations and buildings in particular need of protection against intrusion, such as airports, harbours, power stations, embassies and military installations.

Gunnebo is the world leader in high-graded safe products for other customers than banks and retailers, and the company intends to consolidate and strengthen this position.

To integrate Gunnebo's various security solutions into a coordinated offering for each customer category the Group was reorganised at the end of 2005, and the new organisation came into effect on 1 January 2006. The Group's customers are now served by a single Customer Centre in each country where Gunnebo already had a market presence through a subsidiary. Systems and product development, production and logistics are administered from six Competence Centres, which also function as suppliers of security systems and products for the Customer Centres. The Competence Centres also have responsibility for sales on those markets where Gunnebo is represented by agents and distributors.

The main purpose of the very far-reaching reorganisation, which affects, to a greater or less extent, 3,000 employees in Europe, is to raise Gunnebo's organic growth and improve its profitability. During the year, most employees in Europe in marketing, sales and administration were given new and/or expanded tasks and devoted a great deal of time to internal training and education programmes with the object of raising the level of competence. The changes in our organisation within the framework of Gunnebo One Company are largely completed, with the exception of the business in France.

As of 1 January 2006 the Gunnebo Group has been reporting its operations to the stock market on the basis of the following four Business Lines. All comparative figures for 2005 have been adjusted accordingly.

Business Line Bank

Business Line Bank comprises all of Gunnebo's security business with banks and other financial institutions. The aim is to equip and service these customers in the best possible way with the security solutions they need in such areas as secure storage, banking automation systems, systems for access- and entrance control, CCTV surveillance, and burglar and fire alarms.

As a result of acquisitions and organic growth, Gunnebo has achieved a position of leadership on the market for security products and systems for banks, primarily in Europe. In addition to this market, Gunnebo has a leading market position in the bank sector in India, Indonesia, South Africa and Canada. Business Line Bank accounted for around one-third of sales in 2006.

Business Line Retail

Business Line Retail comprises all of Gunnebo's security business with the retail sector. The aim is to equip and service the Group's retail customers in the best possible way with the security solutions they need, which include secure storage, SafePay™ systems for fully closed cash handling, Gateway systems for article surveillance, access- and entrance control systems, CCTV surveillance and burglar and fire alarms.

Gunnebo can now offer retailers in Europe integrated security systems for handling cash and merchandise. In 2006 this customer segment accounted for some 10% of Gunnebo's sales, but the proportion is expected to rise rapidly over the next few years. The principal reason is that a growing amount of cash handling in society is moving out of the banking sector and into the retail sector.

Business Line Site Protection

Business Line Site Protection comprises Gunnebo's security products and systems for buildings and installations with particular high security requirements (excluding banks and retailers), such as embassies, airports, military installations, prisons, and harbours. By security solution we mean indoor and outdoor perimeter protection, access- and entrance control systems, bomb-resistant and bullet-resistant doors and windows, anti-terrorist products, CCTV surveillance, and burglar and fire alarms.

Gunnebo is one of Europe's leading suppliers of outdoor and indoor perimeter protection products and systems. The Group also manufactures and markets anti-terrorist systems, such as bullet- and bomb-resistant glass walls, road blockers, hydraulic bollards that are sold in all parts of the world. Numerous terrorist attacks in recent years have triggered high growth in the need to protect high-risk installations and to identify visitors.

Business Line Secure Storage

Business Line Secure Storage comprises all sales of safe products to customers other than banks and retailers. The product portfolio includes high-graded fire- and burglar-resistant safes. As a result of four major acquisitions – Rosengrens (1994), Garny (1998), Fichet-Bauche (1999) and Chubbsafes (2000) - Gunnebo has captured a 25% share of the global market for high-graded fire- and burglar-resistant safes.

Competence Centres and After Sales Service

Complete security systems and individual products are sourced via six Competence Centres. These Centres are organised in a uniform way and have responsibility for business development, design, product development and product sourcing. One function of the Competence Centres is to supply security products and systems for Gunnebo's Customer Centres. The Competence Centres also have responsibility for sales on markets where Gunnebo is represented by agents and distributors; the results of this role are consolidated into the Business Lines Bank, Retail, Site Protection and Secure Storage's financial reports respectively.

The financial result of Business Line After Sales Service, which runs and develops all service activities on each market, is also allocated to the Business Lines – Bank, Retail, Site Protection, and Secure Storage – in relation to the service provided.

Revenue, MSEK

	Oct-Dec		Full year	
	2006	2005	**2006**	2005
Business Line Bank	**646**	620	**2,282**	2,171
Business Line Retail	**214**	197	**714**	667
Business Line Site Protection	**791**	790	**2,736**	2,702
Business Line Secure Storage	**290**	261	**995**	937
Group total	**1,941**	1,868	**6,727**	6,477

Operating profit, MSEK

	Oct-Dec		Full year	
	2006	2005	**2006**	2005
Business Line Bank	**68**	78	**175**	179
Business Line Retail	**3**	17	**-20**	21
Business Line Site Protection	**30**	52	**31**	108
Business Line Secure Storage	**31**	29	**88**	67
Central items	**-14**	-18	**-58**	-67
Total before items affecting comparability	**118**	158	**216**	308
Items affecting comparability	**-119**	-134	**-243**	-205
Group total	**-1**	**24**	**-27**	**103**

Operating margin, %

	Oct-Dec		Full year	
	2006	2005	**2006**	2005
Business Line Bank	**10.5**	12.6	**7.7**	8.2
Business Line Retail	**1.4**	8.6	**-2.8**	3.1
Business Line Site Protection	**3.8**	6.6	**1.1**	4.0
Business Line Secure Storage	**10.7**	11.1	**8.8**	7.2
Total before items affecting comparability	**6.1**	8.5	**3.2**	4.8
Group Total	**-0.1**	1.3	**-0.4**	1.6

Bank

MSEK	Oct-Dec 2006	Oct-Dec 2005	Full year 2006	Full year 2005
Revenue	**646**	620	**2 282**	2 171
Operating profit	**68**	78	**175**	179
Operating margin, %	**10.5**	12.6	**7.7**	8.2

* January-December 2006

Markets 2006

Business Line Bank's markets for traditional bank products such as vaults, vault doors, safe deposit boxes and high-graded safes, as well as for automated banking services, made further good progress.

During the year, a large automated safe deposit box system was completed in Switzerland, and an order was received from a bank in Spain for the largest system of its type consisting of 2,500 safe deposit boxes. Through its agent in China, Gunnebo Singapore delivered the first electronic safe deposit box system - with 1,500 boxes – to Industrial Bank of China.

Other Gunnebo cash-handling and deposit systems have also done well on their markets, with substantial orders being received from France, Poland, Russia, England and Holland.

Traditional bank products such as vaults, vault doors, and high-graded safes have also been doing well on the market. During the year, large orders were booked for the rebuilding and modernisation of bank branches in Spain, vaults in Great Britain, safes in Denmark, and further orders for doors and vaults were received from agency markets in the Middle East.

The merger of two of France's largest banks during the first half of the year reduced the rate of capital expenditure on Gunnebo's largest individual market. This was to some extent offset by a large order for security doors from BNP Paribas, upgrading the security level of all doors into high-security areas as a consequence of tighter security legislation. Other French banks can be expected to follow suit.

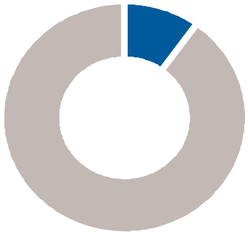
Outside Europe, Business Line Bank made good progress during the year. This is particularly the case with agency markets in the Middle East and Africa, as well as with Gunnebo's own companies in Indonesia, Canada and South Africa.

Result

Business Line Bank increased its sales for the year as a whole by 5%. The operating margin was 7.7% (8.2). The result was favourably affected by the higher sales, but this was offset by start-up costs for the new organisation.

Retail

MSEK	Oct-Dec 2006	Oct-Dec 2005	Full year 2006	Full year 2005
Revenue	**214**	197	**714**	667
Operating profit	**3**	17	**-20**	21
Operating margin, %	**1.4**	8.6	**-2.8**	3.1



* January-December 2006

Markets 2006

The security market in the retail sector is characterised by high growth potential and a low level of security. Gunnebo - primarily in Europe - can now offer this customer category integrated security solutions for the safe handling of cash and merchandise as well as surveillance and entrance and access control systems.

SafePay™, which is the only fully closed and secure system on the market for efficient cash handling, experienced technical problems in production at the beginning of the year. These problems have now been overcome but they resulted in a low installation rate during the first half of the year. The order intake for the period as a whole exceed last year's.

During the period the largest installation yet for a single store was ordered by and delivered to Norway's Smart Club. In Austria the SPAR retail chain ordered SafePay units, and their installation in self-service checkout counters has begun. Tests in SPAR outlets began in the spring of 2005, and SafePay has now been approved for self-service checkout counters with exceptionally high demands for reliability, verification of authenticity, and security. During the period, orders were also booked from retail chains in Holland, Belgium, Germany, Austria, Norway, Denmark and Sweden.

During the period, key orders were booked for electronic article surveillance systems in England, Russia, Portugal, Brazil and Spain.

The market for surveillance systems for the retail sector has considerable development potential. During the period, Gunnebo received an order worth more than MSEK 21 from France for the installation of CCTV surveillance in Decathlon sporting goods stores. The French Decathlon chain had previously purchased security equipment from Gunnebo in the form of safes and remote-controlled surveillance systems.

Result

Business Line Retail's sales for the year as a whole increased by 7%. However, its margins are still negative, mainly owing to further market investments and a substantial bad debt in England.

Site Protection

MSEK	Oct-Dec 2006	Oct-Dec 2005	Full year 2006	Full year 2005
Revenue	**791**	790	**2,736**	2,702
Operating profit	**30**	52	**31**	108
Operating margin, %	**3.8**	6.6	**1.1**	4.0

Site Protection, 41%*

* January-December 2006

Markets 2006

For seasonal reasons, Business Line Site Protection normally experiences an irregular pattern of demand – weak during the first quarter and slightly stronger in the second half of the year.

One business unit that has enjoyed buoyant markets is the unit for entrance/access control systems, particularly for the Metro segment, which has booked significant orders from South Korea, Turkey, Australia, Russia, Canada and Finland.

The nuclear power station and prison segments experienced strong markets, mainly towards the end of the year, in France, Sweden, Canada and Holland. In Sweden, for example, Gunnebo has installed high-graded security systems at the Oskarshamn and Studsvik nuclear power stations in the form of total outdoor perimeter protection, including fences, gates, barriers, CCTV and various types of alarms, access and entrance control systems etc.

Examples of integrated systems for high-security projects include Barcelona Biomedical Research Park, Ericsson's new office in Paris, a research establishment in Switzerland, and Arlanda and Hamburg airports. Gunnebo Germany has delivered to Hamburg Airport two specially designed gates with openings of 85 and 60 metres respectively for the safe taxiing of the new double-decker A380 Airbus from the illuminated taxiway area into the hangar area.

Gunnebo Troax has responsibility for the development, manufacture and sale of indoor perimeter products in the form of wire mesh partitions, machine protection, and patented locking devices, mainly for the manufacturing sector and building industry, as well as for logistical centres. Gunnebo Troax has been doing well on its markets, especially in Sweden, Denmark, Holland and Spain, whereas its performance was slightly weaker on its markets in Belgium, Switzerland and France.

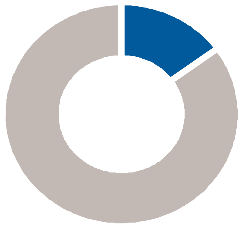
Result

Business Line Site Protection's sales increased by 1% over the year. The operating margin deteriorated to 1.1% (4.0). The deterioration is mainly due to a weaker performance in France, and to some large bad debts. The business line was also affected by an unfavourable product mix and higher raw material prices not being fully compensated.

Secure Storage

MSEK	Oct-Dec 2006	Oct-Dec 2005	Full year 2006	Full year 2005
Revenue	**290**	261	**995**	937
Operating profit	**31**	29	**88**	67
Operating margin, %	**10.7**	11.1	**8.8**	7.2

Secure Storage, 15%*



* January-December 2006

Markets 2006

Business Line Secure Storage experienced favourable conditions on its markets during the period, especially in the case of high-graded safes for ATMs. Thanks to the completion of rationalisation measures in production and higher sales, the remaining production units experienced a high level of capacity utilisation during the period.

A decision was made at the end of the year to discontinue the manufacture of safes at the factory in Granollers, Spain, in 2007. Some production will be relocated to Gunnebo's factory in Bazancourt, France, and some to the factory in Jakarta, Indonesia.

Several substantial OEM orders have been booked for high-graded safes for ATMs. Orders for data media safes have been booked on several markets, including Holland, Sweden, England and Spain, as well as from a number of agency markets, especially in the Middle East.

The Business Line's agency markets, especially those in the Middle East and Russia, have developed very well.

Apart from its strong position on the market for high-graded fire- and burglar-resistant safes, Gunnebo has in recent years also launched safes under the SecureLine brand name that provide a lower security level for small offices. This new venture, which is mainly handled by agents/distributors, by online sales or through DIY stores, developed well during the period.

Result

Business Line Secure Storage increased its sales by 6% during the year and its operating margin improved to 8.8% (7.2).

This favourable trend is mainly due to the structural changes made in production over the past few years, which have resulted in a much improved cost structure and higher capacity utilisation, as well as to higher invoiced sales.

Per share data

The loss per share after dilution was SEK 2.90 (loss 2.20). Excluding items affecting comparability, earnings per share amounted to SEK 1.85 (3.75). Equity per share after dilution amounted to SEK 24.30 (end of 2005: SEK 29.30).

The company had 9,600 shareholders (10,100) at the end of the period.

Accounting principles

This interim report is made up in accordance with RR31 and IAS 34, Interim Financial Reporting. Gunnebo applies International Financial Reporting Standards (IFRS), and a summary of the most important accounting principles is provided in Note 2 in the Annual Report for 2005. Certain Other operating costs have been re-classified and are now stated as Cost of Sales. The comparative figures for 2004 and 2005 have also been adjusted accordingly.

As of 2006, a number of new or amended standards have come into effect, none of which have resulted in any significant changes in the Group's accounting principles.

Dividend proposal

It is proposed to pay an unchanged dividend on SEK 1.60. per share (1.60).

Annual General Meeting

Gunnebo's Annual General Meeting will take place at 4.00 p.m. on 28 March 2007 in the Bergakungens Sal Cinema, Skånegatan 16, Göteborg. The Annual Report will be distributed to shareholders as well as being made available at Gunnebo AB's head office from week 10 2007.

Financial targets

- Gunnebo shall earn a long-term return on capital employed of at least 15% and an operating margin of at least 7%.
- The equity ratio shall not fall below 30%.
- The Group shall achieve organic growth of at least 5%.

Outlook for 2007

The consolidated operating result is expected to be significantly better than the previous year's result, but in the light of developments in 2006 and a slight delay to the Gunnebo One Company integration project it is estimated that it will not be possible to achieve the company's long-term financial targets in full during the 2007 financial year.

Göteborg, 8 February 2007
Gunnebo AB (Publ)

Board of Directors

Consolidated income statement, MSEK

	Oct-Dec		Full year		
	2006	2005	**2006**	2005	2004
Revenue	**1,941**	1,868	**6,727**	6,477	6,086
Cost of sales	**-1,394**	-1,262	**-4,802**	-4 ,459	-4,116
Gross operating profit	**547**	606	**1,925**	2,018	1,970
Other operating costs *	**-548**	-582	**-1,952**	-1,915	-1,806
Operating profit	**-1**	24	**-27**	103	164
Net financial items	**-24**	-20	**-89**	-70	-43
Profit after financial items	**-25**	4	**-116**	33	121
Taxes	**18**	-32	**-12**	-130	-37
Net profit for the period, remaining operations	**-7**	-28	**-128**	-97	84
Net profit for the period, discontinued operations	**–**	–	**–**	11	57
Net profit for the period	**-7**	-28	**-128**	-86	141
Whereof attributable to:					
Equity holders of the parent company	**-7**	-28	**-128**	-86	140
Minority interest	**–**	–	**–**	–	1
	-7	-28	**-128**	-86	141
Earnings per share, SEK	**-0:15**	-0:65	**-2:90**	-1:95	3:20
Earnings per share after dilution, SEK	**-0:15**	-0:65	**-2:90**	-1:95	3:20
Earnings per share remaining operations, SEK	**-0:15**	-0:65	**-2:90**	-2:20	1:90
* whereof items affecting comparability	**-119**	-134	**-243**	-205	-204

Cash flow analysis, MSEK

	Oct-Dec		Full year		
	2006	2005	**2006**	2005	2004
Cash flow from current operations before change in working capital	**59**	-94	**73**	-130	265
Change in working capital	**162**	166	**-40**	152	-61
Cash flow from current operations	**221**	72	**33**	22	204
Investments, net*	**13**	-29	**18**	-136	-110
Acquisitions of subsidiaries	**–**	-1	**-12**	-103	-154
Cash flow from investment activities	**13**	-30	**6**	-239	-264
Change in interest-bearing receivables and liabilities	**-211**	-26	**23**	297	135
New share issue	**31**	–	**45**	6	–
Dividend	**–**	–	**-71**	-99	-99
Cash flow from financing activities	**-180**	-26	**-3**	204	36
Cash flow for remaining operations	**54**	16	**36**	-13	-24
Cash flow for discontinued operations	**–**	–	**–**	-32	9
Cash flow for the period	**54**	16	**36**	-45	-15
Opening liquid funds	**144**	150	**169**	203	221
Translation differences on liquid funds	**-5**	3	**-12**	11	-3
Closing liquid funds	**193**	169	**193**	169	203
* Including property sales	**58**	–	**120**	–	–

Consolidated balance sheet, MSEK

	31 December		
	2006	2005	2004
Goodwill	**1,056**	1,098	1,089
Other intangible fixed assets	**119**	126	121
Tangible fixed assets	**628**	744	1,021
Financial fixed assets	**207**	219	169
Inventory	**718**	838	1,195
Operating receivables	**1,766**	1,639	1,851
Liquid funds	**193**	169	203
Total assets	**4,687**	4,833	5,649
Equity	**1,044**	1,208	1,759
Interest-bearing provisions and liabilities	**1,882**	1,950	1,931
Other provisions and liabilities	**1,761**	1,675	1,959
Total equity and liabilities	**4,687**	4,833	5 ,649

Change in equity, MSEK

	Full year		
	2006	2005	2004
Opening balance	**1,208**	1,759	1,751
Change of accounting principles	**–**	8	—
Dividends paid	**-71**	-99	-99
Distribution of Gunnebo Industrier	**–**	-398	–
New share issues	**45**	6	–
Currency translations differences	**-16**	25	-34
Change in hedge reserve	**6**	-7	–
Net profit for the year	**-128**	-86	141
Closing equity	**1,044**	1,208	1,759
Whereof minority interest	**–**	–	7

Operating cash flow, MSEK

	Oct-Dec		Full year		
	2006	2005	**2006**	2005	2004
Cash flow from current operations	**221**	72	**33**	22	204
Re-entry of paid tax and net financial items affecting cash flow	**54**	140	**122**	250	115
Net investments*	**-45**	-29	**-102**	-136	-110
Operating cash flow	**230**	183	**53**	136	209
Re-entry of structuring costs affecting cash flow	**65**	92	**143**	189	73
Operating cash flow excluding structuring costs for remaining operations	**295**	275	**196**	325	282
Operating cash flow for discon-tinued operations	**–**	–	**–**	-27	104
Operating cash flow excl. structuring costs	**295**	275	**196**	298	386

* Excluding property sales

Key ratios*
excl. items affecting comparability

	Full year		
	2006	2005	2004
Return on capital employed, %	**7.1**	10.4	14.1
Return on equity, %	**7.3**	12.8	19.4
Operating margin before deprecia-tion, % (EBITDA)	**5.4**	6.8	7.9
Operating margin, % (EBIT)	**3.2**	4.8	6.0
Profit margin, % (EBT)	**1.9**	3.7	5.3

Key ratios*
incl. items affecting comparability

	Full year		
	2006	2005	2004
Return on capital employed, %	**-0.5**	3.7	6.6
Return on equity, %	**-11.4**	-7.5	6.1
Gross margin, %	**28.6**	31.2	32.4
Operating margin before deprecia-tion, % (EBITDA)	**1.8**	3.7	4.6
Operating margin, % (EBIT)	**-0.4**	1.6	2.7
Profit margin, % (EBT)	**-1.7**	0.5	2.0
Capital turnover rate	**2.1**	2.1	2.3
Equity ratio, %	**22**	25	30
Interest cover	**-0.3**	1.5	3.8
Debt-equity ratio	**1.6**	1.5	1.0

Data per share*
excl. items affecting comparability

	Full year		
	2006	2005	2004
Earnings per share before dilution, SEK	**1.85**	3.80	6.00
Earnings per share after dilution, SEK	**1.85**	3.75	6.00

Data per share*
incl. items affecting comparability

	Full year		
	2006	2005	2004
Earnings per share before dilution, SEK	**-2.90**	-2.25	1.90
Earnings per share after dilution, SEK	**-2.90**	-2.20	1.90
Equity per share before dilution, SEK	**23.40**	27.55	31.60
Equity per share after dilution, SEK	**24.30**	29.30	33.50
Cash flow per share, SEK	**0.75**	0.50	4.60
No. of shares at end of period, thousand	**44,579**	43,854	43,780
Average no. of shares, thousand	**44,149**	43,823	43,780
No. of shares after full dilution, thousand	**45,522**	45,592	45,780

* Refers to remaining operations, excl. divested Gunnebo Industrier

Acquisitions

On 11 September 2006, Gunnebo acquired all the shares in Aysec Oy, a Finnish company specialising in entrance security with a focus on control systems for gates and doors, as well as entrance/access control systems. Aysec's turnover during the January-December 2006 period amounted to MSEK 24 and its net result was MSEK 6.

Specification of acquired net assets and goodwill

MSEK	
Price paid, including acquisition costs	25.0
Market value of acquired net assets	-15.7
Goodwill	9.3

The goodwill is a consequence of the high profitability of the acquired company and the synergies that are expected to be generated as a result of the acquisition.

Specification of assets and liabilities in acquired company

MSEK	Fair value	Value in books of Aysec
Intangible fixed assets	–	–
Tangible fixed assets	0.6	0.6
Financial fixed assets	0.3	–
Inventories and operating receivables	6.6	7.1
Liquid funds	12.8	12.8
Total assets	20.3	20.5
Interest-bearing provisions and liabilities	–	–
Other provisions and liabilities	-4.6	-3.9
Net assets acquired	15.7	16.6

Quarterly data, MSEK

	2004				2005				2006			
Consolidated income statement	1	2	3	4	1	2	3	4	1	2	3	**4**
Revenue	1,336	1,591	1,491	1,668	1,438	1,612	1,559	1,868	1,482	1,664	1,640	**1,941**
Cost of sales	-915	-1,078	-1,006	-1,117	-1,015	-1,110	-1,072	-1,262	-1,047	-1,175	-1,186	**-1,394**
Gross operating profit	421	513	485	551	423	502	487	606	435	489	454	**547**
Items affecting comparability	–	-92	–	-112	-44	–	-27	-134	-34	-21	-69	**-119**
Other operating costs	-388	-414	-395	-405	-419	-439	-404	-448	-437	-446	-397	**-429**
Operating profit	33	7	90	34	-40	63	56	24	-36	22	-12	**-1**
Net financial items	-8	-9	-9	-17	-12	-19	-19	-20	-18	-23	-24	**-24**
Profit after financial items	25	-2	81	17	-52	44	37	4	-54	-1	-36	**-25**
Taxes	-3	-18	-17	1	14	-12	-100	-32	16	–	-46	**18**
Profit after tax for remaining operations	22	-20	64	18	-38	32	-63	-28	-38	-1	-82	**-7**
Profit after tax for divested operations*	7	16	15	19	11	–	–	–	–	–	–	**–**
Total net profit	29	-4	79	37	-27	32	-63	-28	-38	-1	-82	**-7**
Key ratios												
Gross margin, %	31.5	32.2	32.5	33.0	29.4	31.1	31.2	32.5	29.4	29.4	27.7	**28.2**
Operating margin before items affecting comparability, %	2.5	6.2	6.0	8.8	0.3	3.9	5.3	8.5	-0.1	2.6	3.5	**6.1**
Operating margin, %	2.5	0.4	6.0	2.0	-2.8	3.9	3.6	1.3	-2.4	1.3	-0.7	**-0.1**

* Refers to Gunnebo Industrier, which was distributed to the shareholders in June 2005

Financial information

Annual General Meeting	28 March 2007
Interim report January-March 2007	26 April 2007
Interim report January-June 2007	19 July 2007
Interim report January-September 2007	25 October 2007
Year-end release 2007	7 February 2008

This interim report is a translation of the original in Swedish language. In the event of any textual inconsistencies between the English and the Swedish, the latter shall prevail.

Gunnebo AB (publ)

Box 5181
SE-402 26 GÖTEBORG

Tel: +46-31-83 68 00
Fax: +46-31-83 68 10
Org.no. 556438-2629

e-mail: info@gunnebo.com
Web: www.gunnebo.com

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