

Stockholm, 13 February 2008

Smarteq reports a 40% increased in turnover and 4,1 MSEK in operating profit for 2007.

Smarteq AB in Stockholm, one of the worlds leading providers of antenna-systems for wireless communications, announced today the results for 2007. The company is listed on First North at the Stockholm Stock Exchange.

- 40% increased in turnover to 104,2 MSEK with an unchanged workforce.
 - A substantial increase in sales after further streamlining and more emphasis on core business.
 - 136% increase of sales in the industrial business segment.
 - 35% of the turnover for 2007 has been generated by the new business segment AMR, or Automated Meter Readings.
 - 6% increase in turnover in the Automotive business segment, in spite of increased price pressure.
- Operating profit has increased by 18,4 MSEK to 4,1 MSEK, excluding depreciation due to goodwill and non-recurrent amounts of -1,1 MSEK and initial investments (net result for 2007 is 0,4 MSEK).
 - The operating profit is adjusted by investments for large volumes of antennas for automated meter reading applications (AMR), amounting to 1,1 MSEK.
 - The operating margin, excluding depreciation and investments amounted to 5%.
- Product development has been increased to 6,9 MSEK. (6,1 MSEK for 2006) with the development of new antenna-solutions, especially for the rapidly increasing sector of M2M applications (Machine to Machine).

The business has been further streamlined to focus on antennas for the Automotive and Industrial business sectors, divesting non core-business operations. Coupled with a strong focus on development of new products, profit has been reached in 2007.

"We have established a strong position with our customers in Europe, as well as, in international markets. We are now ready to take the business further in markets with an increasing demand for wireless communication solutions", says Lars Ericson, CEO at Smarteq.

During 2007, strategic alliances have been established with customers such as Telenor-Cinclus, Kamstrup-Senea. Also, Landis+Gyr during January of 2008. All of

***Smarteq AB (publ)** is a leading Antenna Company focusing on developing and supplying high-quality antennas and antenna systems for wireless communication of voice and data. Smarteq is active in the OEM-market as well as in the aftermarket. The company has 32 employees, and production is essentially outsourced to certified suppliers. Smarteq is listed on First North, Stockholm Stock Exchange. Remium is Certified Adviser for Smarteq Wireless AB. For more information: www.smarteq.com*

them, important providers of wireless communication products for international markets where Smarteq antennas can play a big part.

As well as gaining new business, Smarteq has also established new collaborations with subcontractors in China for decreased production costs.

The 2007 report is the result of the last few years focus on the core business of advanced antenna-systems. Depreciation due to goodwill is affecting the result for 2007, but the present business is today completely focused on business-segments with strong growth potential.

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More about Smarteq:

Smarteq manufactures antenna-systems for the automotive and industrial customer-segments. Within these segments, focus has been directed at three areas, automotive (trucks and cars in the upper segment), M2M (Machine to Machine applications), and Mobile Communications (wireless communications of speech and data).

Within the automotive sector, Smarteq supplies advanced antenna-solutions to customers such as Audi, Bentley, Porsche, SAAB, Scania, Volkswagen, as well as Volvo cars as well as trucks. Examples of products are hidden antennas for the American satellite communications system SDARS, which is integrated into all Bentley cars.

In the industrial sector, there is a strong trend of developing applications with wireless communications solutions. The growth in this sector has strong support from the rapidly increasing market for automatic meter reading applications for utility meters. Technologies that are supported are for example CDMA450, GSM, UMTS, WiMAX, and WLAN.