



Q2 results 2007

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Q2 Sales and Earnings

SEKm	Second quarter					
	2007	% of sales	2006	% of sales	Change %	Adj. change ²⁾
Net sales	12,048		10,133		19%	1%
EBIT	1,758	14.6%	1,275	12.6%	38%	5%
EBITDA	2,049	17.0%	1,512	14.9%	36%	-
Income after fin. items	1,528	12.7%	1,154 ¹⁾	11.4% ¹⁾	32% ¹⁾	-
Income for the period	1,070	8.9%	797 ¹⁾	7.9% ¹⁾	34% ¹⁾	-

¹⁾ Pro forma

²⁾ Including both transaction and translation effects excluding acquisitions

Consumer Products, Q2 2007

- Strong performance for Gardena
- Higher operating income and margin, excluding Gardena
- Strong growth for Husqvarna-branded products in dealer-channel
- Sales in North America declined less than industry shipments, margin largely unchanged
- Lower retail and dealer inventories than in 2006

SEKm	Q2 2007	Q2 2006	Change	Change in comparable currencies ¹⁾
Sales	8,418	6,993	20%	1%
EBIT	1,164	734	59%	8%
Margin	13.8%	10.5%	-	-



1) Including both transaction and translation effects excluding acquisitions

Professional Products, Q2 2007

Forestry

- Lower sales, excluding Zenoah acquisition
- Lower operating income and margin, mainly due to integration costs for Zenoah

Commercial Lawn & Garden

- Strong growth in sales and income, related mainly to acquisitions

Construction

- Higher sales and largely unchanged operating income in comparable currencies, excl. acquisitions
- Acquisition of Soff-Cut, a producer of concrete saws in US

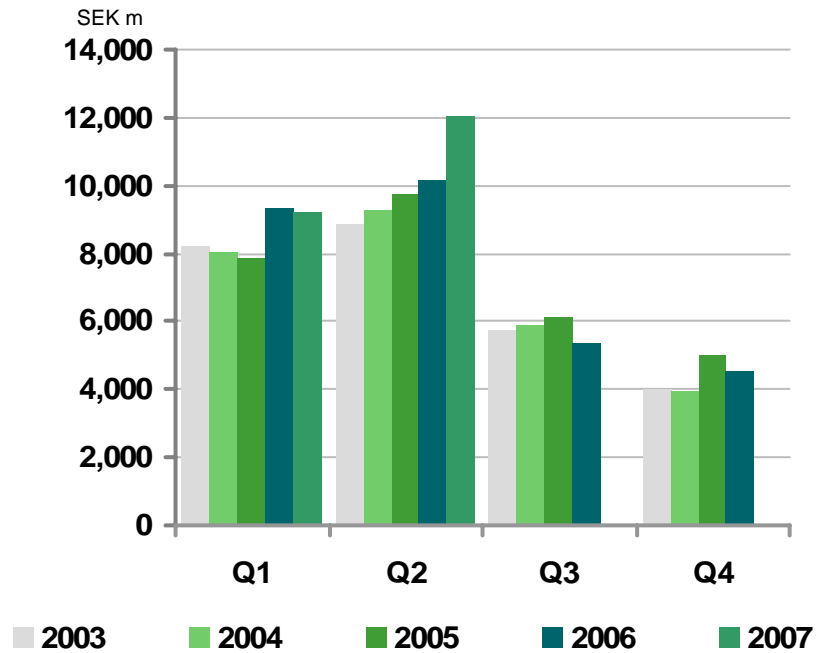
SEKm	Q2 2007	Q2 2006	Change	Change in comparable currencies ¹⁾
Sales	3,630	3,140	16%	2%
EBIT	642	576	11%	4%
Margin	17.7%	18.3%		



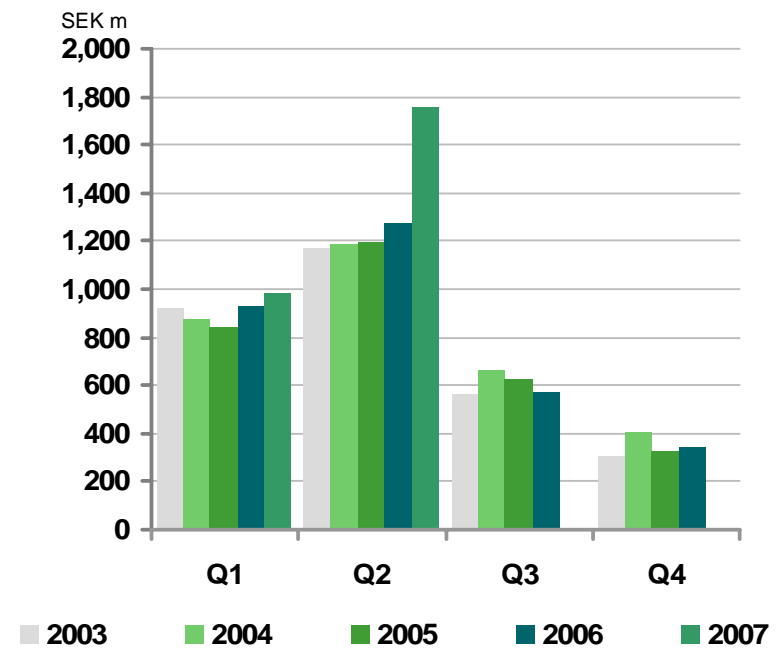
1) Including both transaction and translation effects, excluding acquisitions

Seasonality

Net Sales



Operating Profit





- Strong improvements in sales and income
- Larger share of sales and income in Q2 compared to the other Group consumer operations
- Integration according to plan



Impact of acquisitions

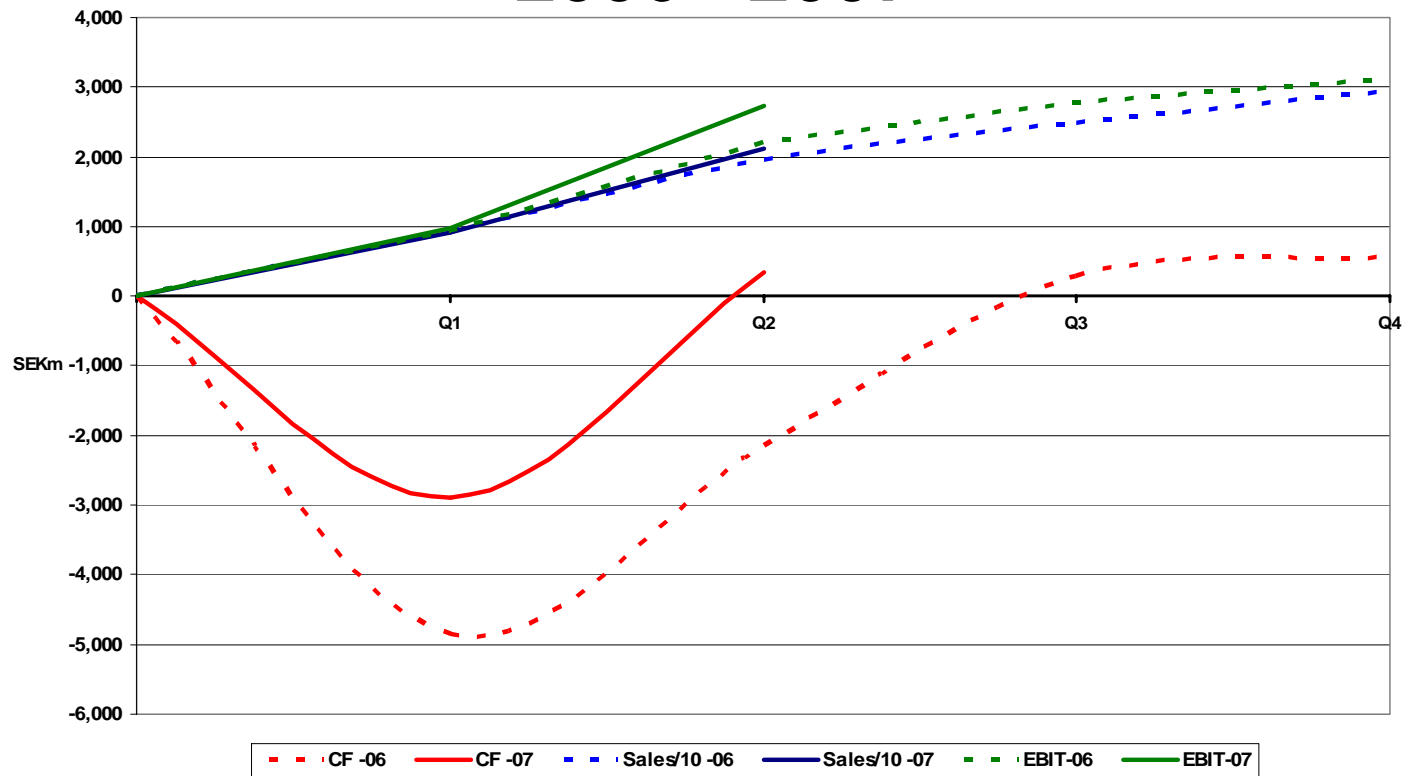
SEKm	Sales Q2 2007	EBIT Q2 2007	EBIT- margin Q2 2007	Sales First half 2007	EBIT First half 2007	EBIT- margin First half 2007
“Old” Husqvarna Group	9,791	1,295	13.2	18,862	2,247	11.9
Acquisitions	2,257	463	20.5	2,400	495	20.6
Husqvarna, incl. acquisitions	12,048	1,758	14.6	21,262	2,742	12.9

Most recent acquisition; Soff-Cut

- Annual sales: SEK 240m
- 90% in the US
- Leading producer of concrete saws
- Unique patented system for early entry concrete sawing
- Strong profitability and considerable synergies



Sales EBIT and total cash flow* 2006 - 2007



*Total cash flow from operations and investments
excluding payments for acquisitions

Balance sheet

SEKm	June 30 2007	June 30 2007 excl acquisitions	June 30 2006 Pro forma	Dec 31 2006
Non-current assets	15,030	6,402	6,776	6,746
Inventories	6,157	4,989	4,762	5,165
Trade receivables	8,371	6,436	6,647	3,106
Other current assets	702	491	606	498
Liquid funds	1,862	1,597	1,382	840
Total assets	32,122	19,915	20,173	16,355
Total equity	7,334	7,041	5,892	6,264
Int. bearing liab.	15,239	6,135	8,155	5,090
Provisions	3,303	1,646	1,487	1,463
Trade payables	3,490	2,954	2,442	2,209
Other current liabilities	2,756	2,139	2,197	1,329
Tot equity and liab	32,122	19,915	20,173	16,355

Key ratios

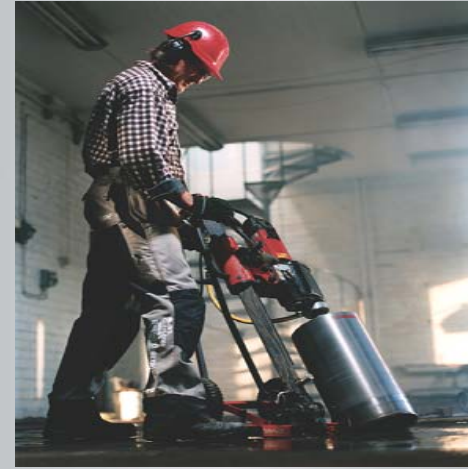
	Q2 2007	Q2 2007, excl. acquisitions	Q2 2006 ¹⁾	First half 2007	First half 2007, excl. acquisitions	First half 2006 ¹⁾
Return on capital employed, %²⁾	-	-	-	22.8	25.1	24.2
Return on equity, %²⁾	-	-	-	33.7	30.4	36.9
Interest coverage ratio, times	7.3	9.0	7.4	7.8	9.1	7.0
Net borrowings, SEKm	-	-	-	13,377	4,538	6,772
Net debt/equity	-	-	-	1.82	0.64	1.15
Earnings per share, SEK	2.77	2.17	2.07	4.36	3.73	3.49

1) Pro forma

2) Calculated on rolling 12 months



Q & A



Factors affecting forward-looking statements

This presentation contains forward-looking statements in the sense referred to in the US Private Securities Litigation Reform Act of 1995. Such statements comprise, among other things, financial goals, goals of future business and financial plans. These statements are based upon present expectations and are subject to risks and uncertainties that may give rise to major deviations of the result due to several aspects. These aspects include, among other things: consumer demand and market conditions in the geographical areas and lines of business in which Husqvarna operates, the effects of currency fluctuations, downward pressure on prices due to competition, a material reduction of sales by important distributors, any success in developing new products and in marketing, outcome of any product responsibility litigation, progress when it comes to reach the goals set for productivity and efficient use of capital, successful identification of growth opportunities and acquisition objects, and to integrate these into the existing business and successful achievement of goals to make the supply chain more efficient.