

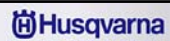


Q3 results 2007

19 October 2007

Bengt Andersson
President and CEO

Bernt Ingman
CFO



Sales and earnings, Q3 2007

SEKm	2007	% of sales	2006	% of sales	Change %	Adj. change ¹⁾
Net sales	6 826		5 392		27%	9%
EBIT	553	8,1%	571	10,6%	-3%	4%
EBITDA	836	12,2%	802	14,9%	4%	-
Income after fin. items	391	5,7%	467	8,7%	-16%	-
Income for the period	273	4,0%	322	6,0%	-15%	-

- Decline in operating income refers mainly to:
 - Higher costs for materials within Consumer Products NA
 - Seasonally weak earnings for Gardena
- Substantial improvement in income for Consumer Products RoW, excluding Gardena
- Continued strong performance by Professional Products

¹⁾ Including both transaction and translation effects, excluding acquisitions

Consumer Products, Q3 2007

- Group sales in NA up in USD, but operating income down considerably due to higher costs for materials
- Weather in Europe unfavorable for irrigation products, good for lawnmowers
- Sales and income for Gardena down
- Substantial growth in sales and income in Europe excl. Gardena, driven mainly by Husqvarna-branded products

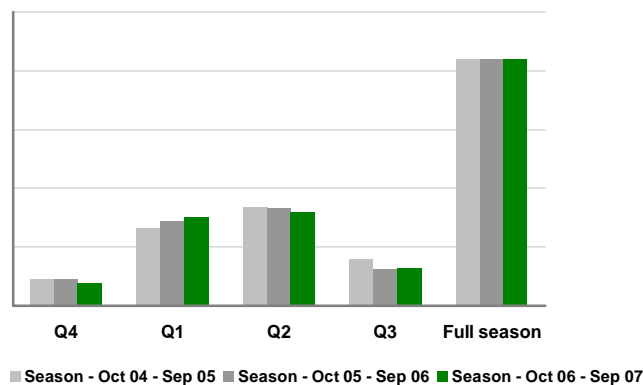
	Q3	Q3		Excl
SEKm	2007	2006	Change	acquisitions
				currency adj.
Sales	3 668	2 774	32%	12%
EBIT	66	164	-60%	-11%
Margin	1,8%	5,9%	-	-



1) Including both transaction and translation effects, excluding acquisitions

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Group sales of Consumer Garden Products in North America



Currency adjusted

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Professional Products, Q3 2007

Excluding acquisitions

Forestry

- Group sales largely unchanged, operating income somewhat lower
- Strong sales growth in Eastern Europe, positive trend for accessories

Commercial Lawn & Garden

- Demand higher in Europe, lower in US
- Strong growth in sales, income and margin,

Construction

- Lower demand in US
 - Group sales slightly down, mainly in US
 - Operating income and margin down due to lower volumes
- Overall, substantial improvement in operating income, margin remained at high level

SEKm	Q3 2007	Q3 2006	Change	Excl acquisitions currency adj
Sales	3 158	2 618	21%	5%
EBIT	529	447	18%	10%
Margin	16,8%	17,1%		



1) Including both transaction and translation effects, excluding acquisitions

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Balance sheet

SEKm	Sep 30 2007	Sep 30 2007 excl acquisitions	Sep 30 2006	Dec 31 2006
Non-current assets	14 630	6 221	6 980	6 746
Inventories	5 965	4 856	4 428	5 165
Trade receivables	5 477	4 296	4 321	3 106
Other current assets	813	442	573	498
Liquid funds	1 722	1 431	773	840
Total assets	28 607	17 246	17 075	16 355
Total equity	7 284	6 930	6 279	6 264
Int. bearing liab.	13 262	4 917	5 452	5 090
Provisions	3 185	1 541	1 479	1 463
Trade payables	2 361	1 933	2 004	2 209
Other current liabilities	2 515	1 925	1 861	1 329
Tot equity and liabilities	28 607	17 246	17 075	16 355

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Key ratios

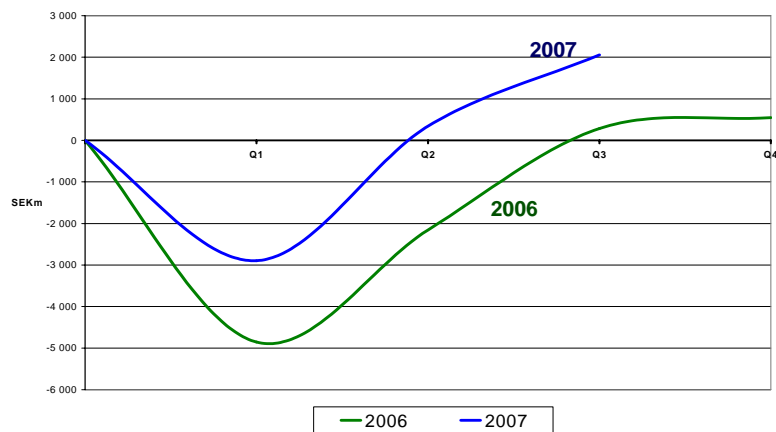
	Q3 2007	Q3 2007, excl. acquisitions	Q3 2006	Jan - Sept. 2007	Jan - Sept. 2007, excl. acquisitions	Jan - Sept. 2006 ¹⁾
Return on capital employed, % ²⁾	-	-	-	20.2	25.4	23.4
Return on equity, % ²⁾	-	-	-	31.5	29.7	34.0
Interest coverage ratio, times	3.3	7.5	6.7	6.3	8.7	7.0
Net borrowings, SEKm	-	-	-	11.540	3.486	4.679
Net debt/equity	-	-	-	1.58	0.50	0.75
Earnings per share, SEK	0.70	0.92	0.84	5.06	4.64	4.32

1) Pro forma

2) Calculated on rolling 12 months

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Cash flow*



*Total cash flow from operations and investments, Excluding payments for acquisitions

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Impact of acquisitions

	2007		Q3		2007		Q2+Q3	
	Sales	EBIT	Sales	Change % EBIT	Sales	EBIT	Sales	Change % EBIT
Old Husqvarna Group	5 666	572	9%	4%	15 456	1 867	4%	4%
Acquisition of Gardena	714	-78	-20%	-146%	2 455	388	4%	22%
Acquisitions other	446	66	-13%	113%	1 013	108	-7%	8%
Husqvarna Group Pro Forma	6 826	561	3%	1%	18 924	2 363	3%	7%

All acquisitions are fully included and in comparable rates

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Outlook

Market demand during the fourth quarter is estimated to show continued growth in Europe, while the market in the US is expected to be weak.

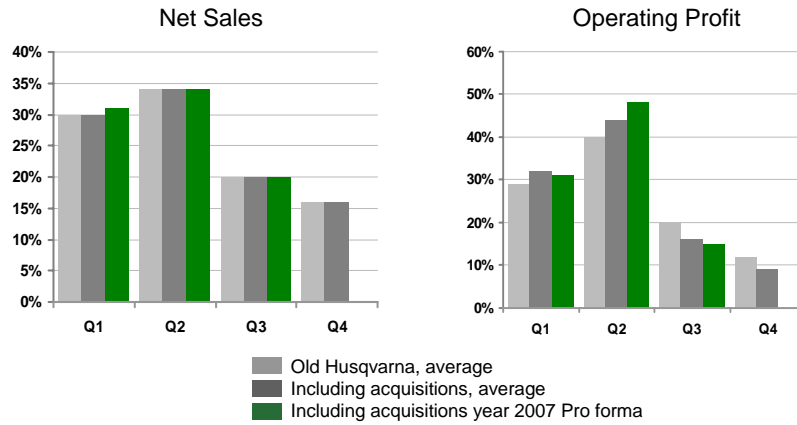
As result of acquisitions, there has been a shift in the seasonal pattern of the Group's operating income so that the fourth quarter now accounts for a smaller share of income, while the second quarter accounts for a larger share than previously.

For the same reason as in the third quarter, i.e. lower rebates, costs for raw materials and components within Consumer Products are expected to be higher in the fourth quarter than in the same quarter in 2006. Although sales of consumer products account for a small share of Group sales in the fourth quarter, this will have a negative impact on income.

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Seasonality including acquisitions

Average 2004-2006 and 2007



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Expectations for 2008

- Continued soft demand in US, growth in Rest of World
- Increased investments in Husqvarna brand
- Margin for Consumer Products in US expected to improve
- Hedging contracts more favorable
- Synergies to be realized from acquisitions
- Continued growth for professional and consumer products in dealer channel, with good margins

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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.