Summary 1st quarter 2008

- Orders Received of 2 242 MSEK (2 170)
  - Currency adjusted orders increased with 9%
  - Driven by Hydraulics and Traction

- Sales of 2 131 MSEK (2 060)
  - Currency adjusted sales increased with 7%

- Europe showed a strong growth in all divisions with the opposite situation in North America
  - North America sales 726 MSEK (830), currency adjusted -3%
  - Europe sales 1 216 MSEK (1 098), currency adjusted +10%
  - Asia and ME sales 119 MSEK (75), currency adjusted +63%

- Operating Income of 112 MSEK (87)
  - Operating margin 5.3% (4.2)

- Garphyttan Wire reported an operating margin of 9.1% (3.6)
Summary 1st quarter 2008

- Operating Income and Margin improved in all divisions, with the exception of CVS, compared with the same period last year
  - Operating Margin in Q1:
    - Traction 5.7% (4.1), Hydraulics 6.6% (5.3) and Wire 9.1% (3.6)
Business Events Q1 2008

- Haldex acquired Concentric Plc
  - Supplier of oil, water and fuel pumps for large and midsize diesel engines
  - Annual sales of £72 m with 13.5 % EBIT margin
  - Acquisition completed on April 1st

- Haldex secured the largest automatic bake adjuster order ever
  - BPW – Europe’s largest manufacturer of trailer axles
  - 800 MSEK over a five-year period

- Restructuring of Friction Products
  - The production of drum brake lining at the US plant in Prattville was discontinued in March
  - Production has been transferred to sub suppliers in China, India and Brazil

- The new plant in Mexico was opened
  - Production of AWD systems and eLSD, i.e. XWD systems
  - GM, order-value 2 BEK over a five-year period
Business Events YTD 2008
Ford Kuga


  - Order value is estimated at SEK 400 m over a five-year period
Vehicle Production – 2008 vs. 2007

<table>
<thead>
<tr>
<th></th>
<th>Q1 vs Q1</th>
<th>Q1 vs Q4</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>North America</td>
<td>Europe</td>
</tr>
<tr>
<td>Heavy Trucks</td>
<td>-36 %</td>
<td>+12 %</td>
</tr>
<tr>
<td>Trailers</td>
<td>-30 %</td>
<td>+20 %</td>
</tr>
<tr>
<td>Light Vehicles</td>
<td>-13 %</td>
<td>+4 %</td>
</tr>
<tr>
<td>Forklifts</td>
<td>-8 %</td>
<td>+5 %</td>
</tr>
<tr>
<td>Construction equipment</td>
<td>-10 %</td>
<td>-2 %</td>
</tr>
</tbody>
</table>

- For 2008, the European heavy truck market is expected to grow by 10 % for the year. The production level in North America is expected to increase gradually from the level in first quarter.
- European trailer production is expected to grow with 10,000 units or slightly more than 10% per quarter in relation to 2007. In North America, production is expected to be lower than in 2007.
- Light vehicle production in 2008 is expected to decline by appr. 10% in North America, remain unchanged in Europe and increase in Asia and South America compared to 2007.
- The forklift segment is expected to rise in Europe and decline in North America.
- The demand for construction equipment in both North America and Europe is expected to remain unchanged in relation to 2007.
Actual YTD 2008

Order Intake & Sales

Order   2,279 MSEK (2,170)  +5%  +10%
Sales    2,131 MSEK (2,060)  +3%  +7%

Sales    MSEK

- Commercial Vehicle Systems  1,165  -4%  -1%
- Hydraulic Systems          392   +17%  +23%
- Garphyttan Wire             311   +8%  +10%
- Traction Systems           262   +18%  +18%
- EU & ROW                   1,286  +12%  +11%
- NA                         726   -13%  -3%
- Asia                      119   +59%  +63%
Actual YTD 2008

OPERATING INCOME

112 MSEK (87) +28%

(MSEK)  2008  2007  Change

- CVS  43   48  -12%
- Hydraulic Systems  26   20  +30%
- Garphyttan Wire  28   10  +180%
- Traction  15   9   +67%
Development per division - CVS

<table>
<thead>
<tr>
<th></th>
<th>2008</th>
<th>2007</th>
<th>∆</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial Vehicle Systems</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net sales</td>
<td>1,165</td>
<td>1,212</td>
<td>-4%</td>
</tr>
<tr>
<td>Operating income</td>
<td>43</td>
<td>48</td>
<td>-10%</td>
</tr>
<tr>
<td>Operating margin</td>
<td>3.7%</td>
<td>4.0%</td>
<td>-0.3</td>
</tr>
<tr>
<td>Return on capital employed</td>
<td>4.4%</td>
<td>7.9%</td>
<td>-3.5</td>
</tr>
</tbody>
</table>

- In Europe both sales and earnings remained strong
  - Net sales 636 MSEK (574), +10%
- In North America sales decreased with 12% (Currency adjusted)
  - Net sales 489 MSEK (616), -21%
- High losses in Friction Products
  - Low volumes and capacity adjustments
  - Restructuring program is proceeding according to plan
    - The Prattville factory for drum brakes linings was closed
- Disc Brake
  - High demand for Haldex product offering
  - Cost reduction plan is proceeding according to plan
  - The negative contribution to the operating income did not improve
  - A gradual improvement is expected during the year
## Development by division

### MSEK

<table>
<thead>
<tr>
<th></th>
<th>2008</th>
<th>2007</th>
<th>Δ</th>
</tr>
</thead>
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<tr>
<td><strong>Hydraulic Systems</strong></td>
<td></td>
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<td></td>
</tr>
<tr>
<td>Net sales</td>
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<td>336</td>
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</tr>
<tr>
<td>Operating income</td>
<td>26</td>
<td>20</td>
<td>+30 %</td>
</tr>
<tr>
<td>Operating margin</td>
<td>6.6 %</td>
<td>5.9 %</td>
<td>+0.7</td>
</tr>
<tr>
<td>Return on capital employed*</td>
<td>16.5 %</td>
<td>18.6 %</td>
<td>-2.1</td>
</tr>
<tr>
<td><strong>Garphyttan Wire</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net sales</td>
<td>311</td>
<td>289</td>
<td>+8 %</td>
</tr>
<tr>
<td>Operating income</td>
<td>28</td>
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<tr>
<td>Operating margin</td>
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<td>3.6 %</td>
<td>+5.5</td>
</tr>
<tr>
<td>Return on capital employed*</td>
<td>13.4 %</td>
<td>8.0 %</td>
<td>+5.4</td>
</tr>
<tr>
<td><strong>Traction Systems</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net sales</td>
<td>262</td>
<td>223</td>
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<tr>
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<td>15</td>
<td>9</td>
<td>+67 %</td>
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<tr>
<td>Operating margin</td>
<td>5.7 %</td>
<td>4.0 %</td>
<td>+1.7</td>
</tr>
<tr>
<td>Return on capital employed*</td>
<td>22.1 %</td>
<td>25.7 %</td>
<td>-3.6</td>
</tr>
</tbody>
</table>

* 12 months rolling
Actual YTD 2008

INCOME
BEF TAXES  93 MSEK  (70)  +33%
(year accumulated)

- Operating margin 5.3% (4.2)
- Capital turnover rate 2.4 (2.4)
- Return on capital employed 12.4% (10.1)
- Return on equity 13.6% (9.7)
- Interest coverage, times 5.8 (5.1)
- Tax rate 32% (33)
Actual YTD 2008

CAPITAL EXPENDITURES  67 MSEK  (81)  -17%
(Tangible assets)

<table>
<thead>
<tr>
<th>(MSEK)</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial Vehicle Systems</td>
<td>29</td>
<td>35</td>
</tr>
<tr>
<td>Hydraulic Systems</td>
<td>14</td>
<td>16</td>
</tr>
<tr>
<td>Garphyttan Wire</td>
<td>7</td>
<td>3</td>
</tr>
<tr>
<td>Traction Systems</td>
<td>17</td>
<td>26</td>
</tr>
<tr>
<td>Depreciations</td>
<td>-71</td>
<td>-71</td>
</tr>
</tbody>
</table>
Actual YTD 2008

CASH FLOW  52 MSEK  (-72)

(MSEK)  2008  2007
OIBD  191  167
Working capital change  -5  -113
Capital expenditure  -79  -94
Operating cash flow  107  -40
Financials  -19  -19
Taxes  -36  -13
Cash flow  52  -72
Outlook for 2008

- **Sales in 2008 are expected to increase significantly compared with 2007.**
  - The increase is mainly attributable to the acquisition of Concentric as well as new products, such as the Alfdex system and disc brakes, and from increased volumes within the Traction Systems division.

- **Operating income for 2008 is expected to significantly improve compared with 2007.**
  - The improved earnings will derive mainly from the acquisition of Concentric as well as productivity improvements within the Wire division, the restructuring of the Friction Products business unit, earnings improvements for disc brakes and increased sales volumes.
Innovative Vehicle Technology