

Annual Report 2010



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Sensys is a Swedish company that is subject to Swedish laws. All values are expressed in Swedish kronor. Millions of kronor are abbreviated to SEK million and thousands to SEK '000. Numerical data within parentheses refer to 2009, unless otherwise stated. Data on market and competition conditions are Sensys' own estimates. These estimates are based on the best and most up-to-date available information from published sources.

Financial information, both in Swedish and English, is available at www.sensys.se under *Investerarare/Investor Relations*, where a printed copy of the Annual Report may also be ordered. A copy of the Annual Report can also be obtained by calling +46 (0)36-34 29 80 or faxing +46 (0)36-12 56 99.

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» 2010 in brief

- Income SEK 36.8 million (72.4).
- Profit after tax SEK -7.8 million (-24.0).
- Earnings per share SEK -0.03 (-0.11).
- Sensys launched the second generation of APMS and won its first orders for automatic pantograph monitoring systems from Sweden and Finland.



Sensys Traffic's traffic safety systems are used in 17 countries.

***"Life is
invaluable"***

**Every year, 1.2 million people
worldwide die in traffic
accidents.**

**That's more than 3,000 people
day.**



» This is SENSYS® Traffic AB

Sensys Traffic develops, markets and sells traffic safety and traffic informatics systems to police authorities, highway authorities and private concessionaires worldwide. The systems are chiefly used for recording speed and red-light violations. Sensys Traffic was founded in 1982 and has been listed since 2001 on the Nasdaq OMX Nordic Exchange in Stockholm.

BUSINESS CONCEPT

Sensys Traffic delivers advanced sensors and systems for traffic safety and traffic informatics.

VISION

Sensys Traffic shall be the leading global supplier of advanced traffic system solutions that save lives, save the environment and other social resources.

STRATEGY IN BRIEF

- Sensys Traffic's production is open in its entirety to contract manufacturers, thus offering a flexible supply chain with high capacity that does not tie up capital and is without fixed costs. This is a highly suitable model for Sensys' market in which major projects with multiple systems that need to be delivered at short notice are interspersed with periods of reduced demand.
- Sensys Traffic works with partners, agents, distributors or system integrators in their local markets. Collaboration with local players is controlled by Sensys' sales management in Sweden. This makes it much easier for Sensys to manage risks and opportunities in local markets and to achieve an exchange of the company's own sales resources.
- Thanks to its strong development department, Sensys Traffic has the ability to quickly adapt systems to the requirements made by different local markets. This is crucial for ensuring Sensys qualifies for tenders and can deliver solutions promptly.
- Sensys Traffic's cultivation of new markets is chiefly focused on growing and future markets where the potential is judged to be great and entrance barriers relatively small. Over the next few years, growth is primarily anticipated in North America, the Middle East, Eastern Europe and Asia.

OUR STRENGTHS

- Sensor technology with tracking radar. With this technology, Sensys can offer the highest precision and security of life and property in the market, which is crucial both for securing the acceptance of the general public and the system's efficiency and operating economy.
- Extremely high delivery capacity and flexible chain of production. Production via contract manufacturers is crucial for Sensys' capacity to implement major business contracts and maintain a cost-efficient organisation.
- Development expertise. Sensys has the capacity to adapt its systems to local customer requirements.

WHAT WE DELIVER

Sensys offers system solutions and products for increased traffic safety. Working with the customer, e.g. highway and police authorities, solutions are adapted to meet local requirements and a variety of objectives.

The largest product categories include automatic speed and red-light monitoring systems, designed to prevent traffic accidents and thereby save lives and save social resources.

Sensys has also been working with the Swedish Transport Administration (formerly the Swedish Rail Administration) to develop a system for detecting defective pantographs on electric trains. Since 2009, the system has been assessed by train operators in the Nordic region and, in 2010, Sensys received its first two breakthrough orders.

Our range of products includes safety and warning systems for a variety of purposes including warning systems for roadworks and low speed zones outside schools. Sensys also delivers vehicle identification systems that have a number of applications including measuring the speed of particular vehicles on a stretch of road or for the purposes of a kilometre tax on heavy goods vehicles.

OUR MARKET

The market for traffic safety systems is a niche market of approximately SEK 2.5 billion in global terms that is growing by 20-25% per annum. The fundamental driving force for growth is increased awareness of the problems caused by traffic and the measures that can be taken to increase traffic safety. Acceptance of this type of system is increasing among the general public in many countries. According to the World Health Organization (WHO), approximately 1.2 million people are the victims of traffic accidents every year. Automatic traffic monitoring, such as speed and red-light monitoring, has proved to be an effective way of increasing traffic safety and protecting lives. From an international perspective, traffic safety systems also contribute to increased income for the state by recording and documenting traffic violations leading to the imposition of fines.

OUR CUSTOMERS

Sensys' end customers are primarily police and highway authorities, although we also deliver to private operators (service providers) operating systems under contract to public authorities. Customer relations are characterised by partnerships that often lead to repeat orders. Today, our largest customers are the Swedish Transport Administration and the police in the United Arab Emirates.

Sensys is currently targeting both the public authorities market and the service providers market.

Police and public authorities often have lengthy procurement procedures that start with the customer's problem insight and a traffic safety ambition, on the basis of which a strategy is formulated. This is frequently followed by a trial period during which pilot tests are conducted to ensure, among other things, that the anticipated effect can be achieved. Finally, the customer chooses one or more suppliers with whom they negotiate and form a contract. Ordinarily, this final decision is made at a high political level.

Sensys also has a couple of private operators (service providers) as customers in the USA and Malta. The procurement process among service providers is generally conducted on a more commercial basis with greater emphasis being placed on the system's long-term, income-generating capacity. This type of procurement is becoming more widespread and is standard practice in many parts of the world, which is why Sensys is adapting its offer and business model to meet the needs of this particular customer group, too.

Sensys provides after-market services for supplied components. These may consist of spare parts, technical support or upgrades of existing systems with options that include increased functionality. Sensys' sales of after-market services have increased in recent years and amounted to 30 per cent of total sales in 2010.

OUR PARTNERS

On the delivery side, Sensys Traffic has two partners for system installation and cabinet manufacture, partly to secure a high delivery capacity,

and partly to ensure we have access to the best possible technology for sub-systems and components. In addition to this, Sensys has a strategic collaboration with partners for the development of flash and lighting technology, image processing, licence plate recognition and complementary sensor technology. Sensys also collaborates with the foremost experts in traffic safety in Sweden, thus contributing to the creation of added value for international customers over and above that of the equipment itself.

ORGANISATION

As at 31 December 2010, Sensys had 35 employees. Around half of the employees (18 persons) work in research and development. We have six people working in marketing and sales, while eight work on after-market services, such as installations, service, support and training.

SENSYS' RESPONSIBILITY

A key concern for Sensys is to run our operation with a high level of business ethics. The foundation for Sensys' "Code of Conduct" is the United Nation's Universal Declaration of Human Rights. Sensys encourages its business partners to observe these principles. To ensure a common standard of behaviour among all Sensys staff, since 2008 the company has been operating in accordance with a policy covering issues such as bribery, corruption and interaction with other parties in the industry. The policy is updated once a year and distributed to staff at internal meetings.

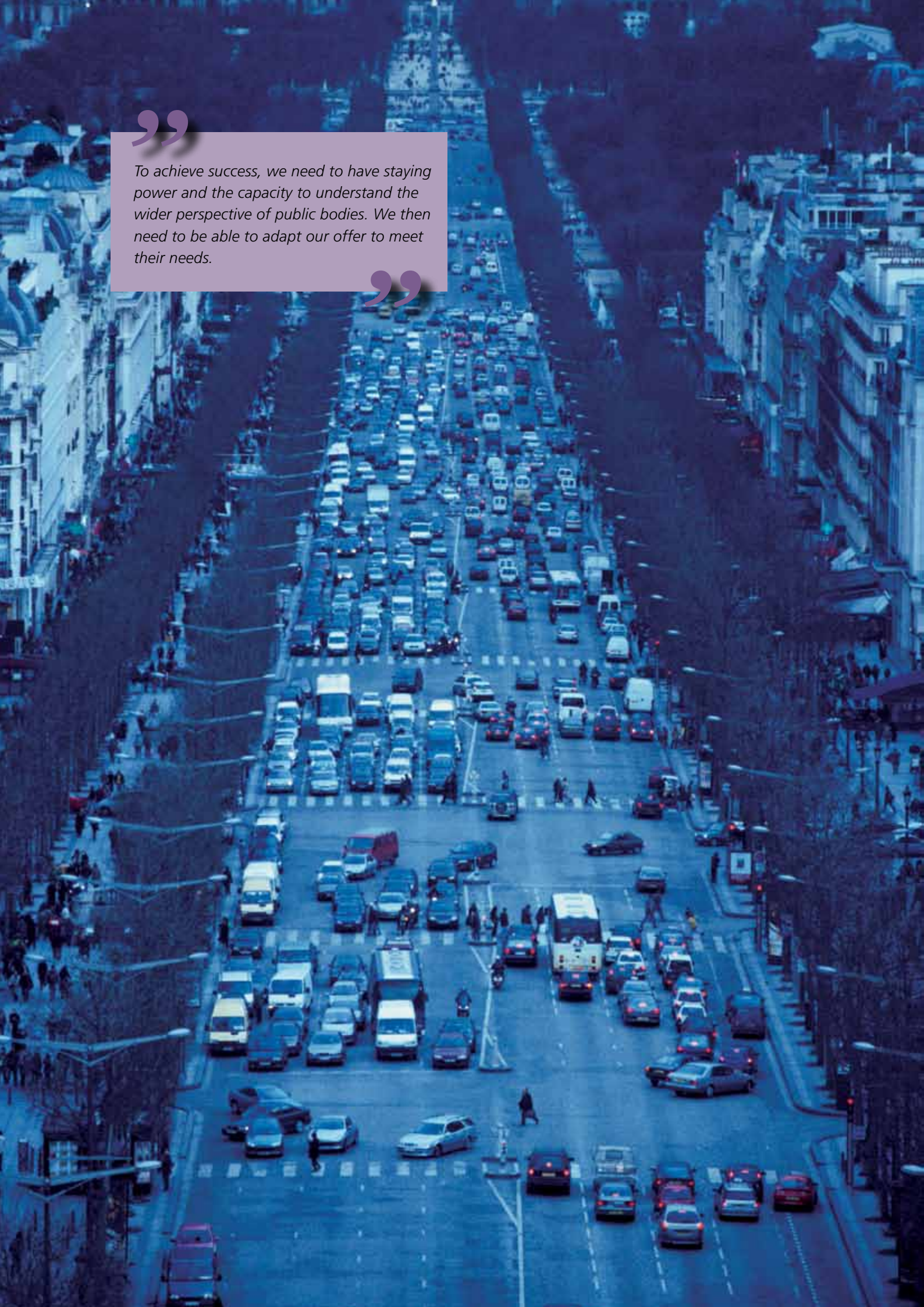
SOCIAL DIALOGUE

Sensys engages in continual consultations and discussions with public bodies on issues of current concern. The main government agencies whose remit touch upon the company's activities are the Swedish Transport Administration and VTI (the National Road and Transport Research Institute). Issues of common concern for the industry are also addressed within the framework of the reference group on the Vision Zero Initiative, the Swedish government's initiative for exporting Swedish know-how and Swedish solutions for vision zero.

“

To achieve success, we need to have staying power and the capacity to understand the wider perspective of public bodies. We then need to be able to adapt our offer to meet their needs.

”



» Statement by the CEO

More and more people are dying in traffic accidents each year and traffic is the most common cause of death in young people today. If we fail to break this trend, by 2030, traffic injuries will be the fifth most common cause of death in all categories. Improved traffic safety is, therefore, high on the agenda of most governments. But up until now, the initiatives taken by governments have been insufficient. The UN has voted to declare 2011-2020 "A Decade of Action" to improve road safety worldwide. It is to be hoped that this initiative will persuade more authorities to take the step from thought to action.

The main reason for the fact that 2010 was a disappointing year for us in financial terms was that we succeeded in winning only a small number of tenders for traffic monitoring equipment. Of the 21 business opportunities that came to a conclusion, Sensys won 13 totalling SEK 43 million and lost three worth approximately SEK 10 million, while five were shelved. Business deals have been shelved or postponed, not because of any doubt concerning the benefits of the systems but because of the huge challenges faced by our customers with the introduction of automatic traffic monitoring.

Thus we have strengthened our position and acquired a number of new customers including five in North America and several in, for us, new markets in Asia, the Middle East and Latin America.

Customers are faced with the challenge of acquiring expertise in traffic safety, technology, administration and legislation, as well as creating new organisations for dealing with the operation and management of systems. This takes time, which also affects decision-making lead times. A growing number of countries are choosing to deal with this problem by outsourcing operations to a private

player who can build up technical expertise and operational organisation in an environment with clear economic incentives. North America is making successful use of this operator model and growth there is currently around 20-25 per cent per annum. Several countries in Latin America, Eastern Europe and Africa are also trying out this model. In contrast with North America, however, they often lack expertise in traffic monitoring. Rather than the route adopted by public authority customers, which is to invest in systems, this type of customer demands accessibility and performance over a concessionary period. In order to better meet their needs, Sensys works with partners.

There are many advantages to working with distribution partners. Through them, we have access to experts in local markets without the need to build up our own organisation. With improved integration we can build relations, influence the wording of inquiries and submit better proposals for the individual market. During 2010, we increased the number of local partners with whom we work from 25 to more than 40.

Although few deals have been closed, there is a huge interest in traffic monitoring. At the end of 2010, we

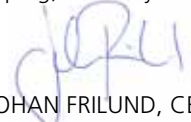
were active in more than 80 business opportunities worldwide in this area. Today, we are active in even more.

During the year, we received breakthrough orders from Sweden and Finland for APMS, the second generation system for monitoring pantographs on trains. As a result, APMS accounted for more than 60 per cent of orders received in 2010, and now looks likely to become an interesting complementary product for Sensys.

We have attempted to reach a conclusion with the Spanish company Telvent concerning the contract in Saudi Arabia. Unfortunately, we have been unable to come to a reasonable agreement which is why the matter will now be the subject of settlement through arbitration.

We have strengthened Sensys' staying power and capacity to take care of the business opportunities we are working on through the new issue of shares at the end of 2010. This means that we are well equipped to continue to consolidate our position in the prevailing market situation.

Jönköping, February 2011


JOHAN FRILUND, CEO



» The Sensys share

Sensys Traffic's share is listed on the Small Cap section of the Nasdaq OMX Nordic Exchange in Stockholm. As at 31 December 2010, the share capital amounted to SEK 14,395,137 divided into 287,902,734 shares. Each share gives the right to one vote. The largest individual shareholder is Sten K Johnson with 17,100,380 shares, which corresponds to 6% of the share capital.

PRICE TRENDS

The highest price during the year for Sensys Traffic was SEK 2.19 while the lowest was SEK 0.76. The last price paid on 30 December 2010 was SEK 1.16 (2.24).

In 2010, a total of 64,646,669 (55,552,858) Sensys Traffic shares were traded on the Stockholm Stock Exchange which corresponded to a turnover rate of 29.94 (25.73). At the end of the year, the market value amounted to SEK 334 million (484).

DIVIDEND POLICY

The Board of Directors of Sensys has not established a dividend policy and does not believe that a dividend will be paid in the near future. The profitability of the company has fluctuated and the fundamental principle of the Board is to reinvest any pre-tax profit in the business until a stable level of profitability has been reached. Once sustained profitability has been achieved, however, the ambition of the Board is to establish a long-term and, over time, stable dividend policy. When this occurs, consideration will be given to the company's profit level, financial position and other factors thought to be of relevance by the Board.



Share price performance 1 Jan 2010 to – 30 Dec 2010 (Source: OMX website)

■ Sensys Traffic AB
■ Index

SHAREHOLDER CATEGORIES

	Capital %	Votes %
Overseas shareholders	22,2	22,2
Swedish shareholders	77,8	77,8
of whom		
- Institutions	21,6	21,6
- Private persons	56,2	56,2

OWNERSHIP CONCENTRATION

	Capital %	Votes %
The 10 largest shareholders	27,2	27,2
The 20 largest shareholders	38,0	38,0
The 100 largest shareholders	55,5	55,5

THE 20 LARGEST SHAREHOLDERS

The ownership structure of Sensys Traffic AB at 30 December 2010 was as follows:

	No. of shares	Proportion of shareholders %
Sten K Johnson	17 100 380	5,94
Barclays Cap Sec Cayman Client	14 223 011	4,94
Avanza Pension	12 716 340	4,42
Per Wall	5 666 666	1,97
Nordnet Pensionsförsäkring AB	5 402 260	1,88
Banque Carnegie Luxembourg SA	5 233 729	1,82
Försäkrings AB Skandia	4 782 684	1,66
SEB Life (Ireland) 4031	4 515 464	1,56
Skandinaviska Enskilda Banken S.A.	4 369 378	1,52
SIX SIS AG	4 160 632	1,46
Danica Pension	4 014 001	1,39
Jan Bengtsson	4 000 000	1,39
AN Holding AB	3 866 666	1,34
JP Morgan Bank	3 665 646	1,27
Robur Försäkring	2 904 157	1,01
Peter Svensson	2 792 454	0,97
Ålandsbanken AB	2 715 306	0,94
SEB (Ireland) 4060	2 666 667	0,92
Clarence Bergman	2 416 666	0,84
Services AB, Arding Language	2 100 000	0,73
Total, 20 largest shareholders	109 312 107	37,97 %
Total, other shareholders (11,783)	178 590 627	62,03 %
Total	287 902 734	100,0 %

» Administration report

The Board of Directors and Chief Executive Officer of Sensys Traffic AB (publ), corporate registration number 556215-4459, hereby present the Annual Report & Accounts for the financial year 1 January 2010 to 31 December 2010.

SENSYS' BUSINESS OPERATIONS

Sensys Traffic develops and markets sensors and traffic informatics systems. The systems are primarily used for the measurement and recording of speed violations and driving through a red light.

INCOME AND EARNINGS

Income for the full year amounted to SEK 36.8 million (72.4) where the major part pertains to deliveries of speed and red-light systems for the Middle East and APMS systems (for pantographs) for the Swedish Transport Administration. The gross margin for the full year was 46 per cent (35).

The comparative figures for 2009 include gross currency effects of SEK 17.4 million attributable to forward hedging of trade receivables, recognised in revenues and SEK 20.6 million in cost of goods sold. The net effect of SEK -3.2 million has been charged to gross earnings. Excluding currency effects, the gross margin for 2009 was 51 per cent.

The loss before tax was SEK -10.4 million (-32.6).

LIQUIDITY

Cash and cash equivalents amounted to SEK 53.0 million (17.7) at the end of the period, of which SEK 20.4 million (2.8) are frozen assets.

Cash flow from operating activities during the year amounted to SEK -13.1 million (-25.9)

During the autumn the new share issue, offering existing shareholders preferential rights, was over-subscribed by 13 per cent and provided the company with SEK 48.5 million after share issue costs of SEK 1.9 million had been deducted.

PER SHARE DATA AND KEY PERFORMANCE INDICATORS

Earnings per share were SEK -0.03 (-0.11) and equity per share was SEK 0.53 (0.51). The equity/assets ratio at year-end was 88 per cent (80).

LEGAL STRUCTURE

Sensys Traffic consists of Sensys Traffic AB (publ) and the wholly-owned subsidiary Sensys International AB. The shares in the subsidiary company were acquired in July 2010. The total acquisition cost amounted to the company's shareholders' equity of SEK 50 thousand. The subsidiary company is wholly dormant, as it has been since its formation. The purpose of the acquisition is merely to meet the terms of an international procurement. Sensys Traffic has no intention of pursuing any activities through the subsidiary within the foreseeable future.

SIGNIFICANT EVENTS AFTER THE END OF THE FINANCIAL YEAR

For a prolonged period of time, Sensys and Spanish Company Telvent Traffic y Transporte SA have negotiated over the conclusion of the contract in Saudi Arabia. As an agreement could not be reached, in March 2011 Sensys decided to take the case against Telvent to arbitration. Telvent responded in the same month by drawing on the bank guarantee for fulfilment issued by Sensys when the contract was drawn up. This resulted in a negative liquidity effect for Sensys of EUR 1.9 million. No provisions have been made for potential damages claims. The final effect on liquidity and the result of termination of the contract will be determined by the outcome of the arbitration process. A potential claim for damages of this kind will have a direct impact on earnings, while the liquidity effect will be limited to an amount in excess of EUR 1.9 million.

No other significant events have taken place further to the end of the financial year that could have an effect on this Annual Report.

PERSONNEL

The average number of employees was 36 persons (43). The number of employees at the end of the period was 35 (42).

ENVIRONMENTAL ISSUES

The environment is a consideration in Sensys' development of new products, its improvement of existing products, and during deliveries and business trips involving employees. Sensys supplies systems for traffic informatics. The functionality of these systems contributes to lower carbon dioxide emissions as a result of reduced speeds and more even flows of traffic.

Sensys complies with the applicable WEEE Directive (Waste of Electric and Electronic Equipment), which stipulates how future used electrical equipment will be processed, and the RoHS Directive (Restriction on Hazardous Substances), which aims to remove hazardous substances from products.

RESEARCH AND DEVELOPMENT

Sensys has always prioritised research and development in order to maintain and strengthen the company's market position. Remaining at the forefront by offering innovative solutions is fundamental to what we do. Since its inception Sensys has worked with universities and institutes of higher education, offering students the opportunity to write papers with the assistance of the company.

Since 2009, Sensys has reviewed options for cost-effectively protecting its investments in technological and product development as well as the Sensys brand.

RISKS AND UNCERTAINTIES

Significant risks and uncertainties faced by the company include commercial risks associated with customers and suppliers as well as other external factors. Sensys' overall goal is as far as possible to avoid taking financial risks that may arise through changes in foreign currency rates, interest levels and market prices, as well as liquidity, financing and credit risks. In the long term, it is important for the company to release capital from the stock of fi-

nished goods that has accumulated as a result of a cancelled project.

A description of material financial and commercial risks faced by the company is given on page 31.

WORK OF THE BOARD OF DIRECTORS

The members of the Board have long and extensive experience of several different sectors, both in Sweden and internationally. The Board includes directors with technical as well as commercial expertise. All directors are shareholders of the company. The Board proceeds according to an established agenda. The Board shall hold four meetings per financial year. Other meetings may be held when necessary.

The Board shall primarily devote its time to all-embracing and long-term issues as well as issues that are of significance for the company. Furthermore, the Board shall continuously assess how the Chief Executive Officer fulfils his responsibilities regarding ongoing operations.

The Chairman of the Board represents the Board both externally and internally. The Chairman shall lead the work of the Board, ensure the Board fulfils its tasks in accordance with prevailing legislation and the articles of association, and ensure meetings are held when required.

The CEO is responsible for ongoing administration according to the guidelines and instructions provided by the Board. In accordance with separate instructions, the CEO shall refer to the Board all questions that are of fundamental significance, or of unusual character or of considerable value.

The registered office of the company is located in the Municipality of Jönköping, Sweden.

Policies concerning remuneration and other conditions of employment for Sensys' senior executives

The Annual General Meeting in 2010 established policies for the remuneration of the company's senior executives. The company's senior executives include the CEO and five members of Sensys' senior management.

The principles are chiefly that the company shall endeavour to offer remuneration adjusted to market conditions and that these shall be established by the Board of Directors in consultation with the Chief Executive Officer. The criteria shall be based on the importance of the duties performed, competence requirements, experience and performance and that

the remuneration shall consist of the following components:

- » Fixed salary
 - » Long-term variable remuneration
 - » Pension benefits
 - » Other benefits and severance terms
- Salaries and remuneration of the CEO and other senior executives for 2010 are listed in note 1.

Proposed guidelines for remuneration and other employment conditions of the company's senior executives in 2011 (corresponding fully with the previous year)

The Board of Directors proposes to the Annual General Meeting of Shareholders that the following guidelines be adopted with regard to the remuneration and other employment conditions of the company's senior executives. The Board's proposal corresponds to previous years' remuneration principles and is based on contracts and agreements already entered into between the company and each executive.

The company's management team for 2011 is composed of Johan Frilund (CEO), Göran Löfqvist, Helena Claesson, Leif Jormsjö and Jörgen Andersson.

The company shall offer market-oriented total remuneration at prevailing market conditions that enables the recruitment and retention of senior executives. Remuneration of the company's senior executives shall consist of a fixed salary, a variable salary, pension and other remuneration. Together, these various parts shall comprise each individual's total remuneration. Fixed salary and variable salary shall together form the employee's salary.

The fixed salary (which for the Chief Executive Officer amounts to SEK 1,747,000 shall take into consideration each individual's area of responsibility and experience. The variable salary shall depend on each individual's fulfilment of quantitative and qualitative goals. The Chief Executive Officer's variable salary is primarily based on the company's pre-tax profit, in combination with orders received, and may amount to a maximum of SEK 888,200. For other senior executives variable pay is also essentially based on the company's earnings before tax and orders received, and is limited to a total of SEK 2,031,300.

No bonus was paid to the CEO or other senior executives in respect of the financial year 2010.

As previously, the Chief Executive Of-

ficer shall benefit from a supplementary pension scheme with a premium that represents approximately 25 per cent of the current annual salary. Other members of the company's management team shall have the right to retirement pensions as per the Swedish ITP plan or equivalent. The retirement age is 65 years.

Other remuneration and benefits shall be at market conditions and contribute to enabling each respective senior executive to fulfil his/her duties.

The employment contract of the Chief Executive Officer includes termination conditions. According to this contract, there is a reciprocal notice of termination of twelve months. The customary notice of termination applies to other members of the company's management team. The salary shall remain unchanged during the period of notice of termination.

The Board shall have the right to deviate from the above guidelines should the Board deem in individual cases that special grounds exist to motivate such deviation.

OUTLOOK FOR 2011

Despite the fact that the market for traffic monitoring systems continues to be characterised by extremely strong demand, both from the existing customer base and new markets offering opportunities for growth, Sensys Traffic AB has chosen not to publish any sales forecasts for 2011. Among our potential customers there continues to be a great deal of uncertainty concerning outcomes and schedules for implementation, which is why a forecast is not considered appropriate at present. Sensys is working to compensate for this uncertainty by cultivating an increased volume of potential customers.

PROPOSED APPROPRIATION OF PROFITS

The Board of Directors and Chief Executive Officer propose that the loss for the year be charged to retained earnings:

Profit brought forward	72 670 105
Loss for the year	-7 772 321
Total	64 897 784

With reference to the above and any other information that has come to the attention of the Board, the Board is of the opinion that no dividend should be paid for 2010.

» Income statement

SEK	Note	2010	2009
Sales proceeds	2	36 816 246	72 378 883
Cost of goods sold		-19 701 786	-47 294 029
Gross profit		17 114 460	25 084 854
Sales costs		-18 416 032	-28 458 079
Administration costs		-5 416 585	-5 604 080
Development costs		-15 680 354	-23 967 032
Sundry operating income	3	11 355 629	0
Operating profit/loss	1, 4, 5, 9, 11	-11 042 882	-32 944 337
<i>Profit/loss from financial investments</i>	8		
Interest income and similar items		1 155 873	1 099 869
Interest expense and similar items		-494 041	-754 744
Profit/loss after financial items		-10 381 050	-32 599 212
Current tax	10	2 608 729	8 619 115
PROFIT OR LOSS FOR THE YEAR/TOTAL PROFIT OR LOSS FOR THE YEAR		- 7 772 321	-23 980 097
Earnings per share before dilution		-0,03	-0,11
Earnings per share after dilution		-0,03	-0,11
Proposed dividend per share		0,0	0,0

» Balance sheets

SEK	Note	2010-12-31	2009-12-31
ASSETS			
<i>Fixed assets</i>			
Intangible fixed assets			
Patents and brand	4	369 582	461 974
		369 582	461 974
Tangible fixed assets	5		
Machines and other technical plant		166 484	283 284
Equipment		290 871	527 049
		457 355	810 333
Financial fixed assets			
Deferred tax recoverable	10	27 321 782	24 713 053
Shares in group company	6	50 000	0
		27 371 782	24 713 053
Total fixed assets		28 198 719	25 985 360
<i>Current assets</i>			
Stocks and inventories			
Raw materials and consumables		7 003 313	5 995 847
Finished products and goods for resale		71 041 923	76 802 591
		78 045 236	82 798 438
Current receivables			
Trade receivables	7	10 519 066	8 904 774
Other receivables		1 227 161	1 822 012
Prepaid expenses and accrued income	11	987 843	814 206
		12 734 070	11 540 992
Cash and cash equivalents			
Cash and bank	12, 16	53 003 733	17 686 711
		53 003 733	17 686 711
Total current assets		143 783 039	112 026 141
TOTAL ASSETS		171 981 758	138 011 501

» Balance sheets

SEK	Note	2010-12-31	2009-12-31
EQUITY AND LIABILITIES			
Shareholders' equity	13		
Restricted equity			
Share capital		14 395 137	10 796 353
Statutory reserve		25 214 947	25 214 947
		39 610 084	36 011 300
Non-restricted equity			
Share premium reserve		47 282 578	2 420 000
Profit brought forward		72 670 105	96 650 202
Profit/loss for the year		-7 772 321	-23 980 097
		112 180 362	75 090 105
Total shareholders' equity		151 790 446	111 101 405
Long-term liabilities			
Foreign currency liabilities to credit institutions		0	7 545 455
		0	7 545 455
Current liabilities			
Liabilities to customers		199 699	573 259
Foreign currency liabilities to credit institutions		3 330 000	0
Trade payables		4 842 105	5 696 585
Other liabilities		1 262 298	576 380
Accrued expenses and deferred income	14	10 557 210	12 518 417
		20 191 312	19 364 641
TOTAL EQUITY AND LIABILITIES		171 981 758	138 011 501
PLEDGED ASSETS AND CONTINGENT LIABILITIES	12, 16		
Pledged assets		38 898 000	22 145 000
Contingent liabilities		None	None

ACCOUNT OF CHANGES IN SHAREHOLDERS' EQUITY

	Share capital	Statutory reserve	Share premium reserve	Non-restricted equity	Total equity
Shareholders' equity 1 Jan 2009	10 796 353	25 214 947	2 420 000	107 446 555	145 877 855
Dividends				-10 796 353	-10 796 353
Profit or loss for the year/Total profit or loss for the year				-23 980 097	-23 980 097
Shareholders' equity 31 Dec 2009	10 796 353	25 214 947	2 420 000	72 670 105	111 101 405
2010					
New share issue	3 598 784		44 862 578		48 461 362
Profit or loss for the year/Total profit or loss for the year				-7 772 321	-7 772 321
Shareholders' equity 31 Dec 2010	14 395 136	25 214 947	47 282 578	64 897 784	151 790 446

» Cash flow

SEK	2010-12-31	2009-12-31
Operating activities		
Operating profit/loss	-11 045 183	-32 944 337
Adjustments for non-cash items		
Depreciation and amortisation	445 369	417 864
	-10 599 814	-32 526 473
Interest received	47 777	198 697
Interest paid	-246 223	-99 470
Exchange rate effects	860 276	245 898
Cash flow from operating activities before changes in working capital	- 9 937 984	-32 181 348
Cash flow from changes in working capital		
Trade receivables	-1 614 291	136 008 525
Stocks and inventories	4 753 202	560 516
Trade payables	-854 481	-32 994 949
Other changes in working capital	-5 490 786	-104 794 936
Cash flow from operating activities	-13 144 340	-33 402 192
Investment activities		
Acquisition of tangible fixed assets	0	-134 998
Acquisition of intangible fixed assets	0	-461 974
Cash flow from investment activities	0	-596 972
Financing activities		
New share issue	48 461 362	0
Dividends	0	-10 796 353
Loans received	0	7 545 455
Cash flow from financing activities	48 461 362	-3 250 898
Cash flow for the year	35 317 022	-37 250 062
Cash and cash equivalents at beginning of the year	17 686 711	54 936 773
Cash and cash equivalents at end of the year	53 003 733	17 686 711

» Five-year summary

The figures below for 2006-2010 are based on previously applied accounting principles, i.e. the Swedish Financial Accounting Standards Council's recommendations 1-29. The accounts have not been restated for the application of RFR 2.3. All amounts are expressed in SEK thousands unless otherwise stated.

INCOME STATEMENTS	2010	2009	2008	2007	2006
Sales	36 816	72 379	126 904	64 203	181 402
Operating expenses	-47 859	-105 323	-99 559	-69 599	-104 062
Operating profit/loss	- 11 043	-32 944	27 345	-5 333	77 340
Financial items	662	345	3 044	1 856	831
Profit/loss before tax	-10 381	-32 599	30 389	-3477	78 171
Tax	2 609	8 619	-9 588	959	-21 900
Profit/loss for the period	-7 772	-23 980	20 801	-2 518	56 271
BALANCE SHEETS	2010	2009	2008	2007	2006
Fixed assets	28 198	25 985	17 187	29 210	30 141
Current assets	143 783	112 026	208 879	115 155	114 191
Total assets	171 981	138 011	306 066	144 365	144 332
Shareholders' equity	151 790	111 101	145 878	125 077	127 595
Long-term liabilities	0	7 545	0	0	0
Current liabilities	20 191	19 365	160 188	19 288	16 737
Total equity and liabilities	171 981	138 011	306 066	144 365	144 332
DATA PER SHARE	2010	2009	2008	2007	2006
Earnings per share 31/12, SEK	-0,03	-0,11	0,09	-0,01	0,26
Equity per share, SEK	0,53	0,51	0,67	0,57	0,59
Dividend per share, SEK	0	0	0,05	0	0
Share price 31/12, SEK	1,16	2,24	1,62	2,85	5,50
P/E ratio	Neg	Neg	18,00	Neg	21,15
Number of shares at end of period before dilution ¹⁾ , thousand	287 903	215 927	215 927	215 927	215 927
Number of shares at end of period after dilution ¹⁾ , thousand	287 903	215 927	215 927	215 927	215 927
Average number of shares during the period before dilution ¹⁾ , thousand	287 903	215 927	215 927	214 497	214 497

¹⁾. In order to facilitate comparison over the years, the number of shares at the end of each period has been adjusted to take into consideration the split and bonus issues.

KEY FIGURES AND RATIOS	2010	2009	2008	2007	2006
Adjusted equity (SEK)	151 790	111 101	145 878	125 077	127 595
Capital employed	155 120	111 101	145 878	125 077	127 595
Interest-bearing liabilities	3 330	7 545	0	0	0
Return on equity, %	Neg	Neg	15	Neg	57
Return on capital employed, %	Neg	Neg	23	Neg	79
Operating margin, %	Neg	Neg	21	Neg	43
Net margin, %	Neg	Neg	16	Neg	31
Rate of asset turnover, multiple	0,28	0,56	0,93	0,50	1,85
Equity/assets ratio, %	88	80	47	86	88
Proportion of risk-bearing capital, %	88	80	47	86	88
Cash flow for the year	35 317	-37 250	-33 542	2 432	78 131
Investments in tangible fixed assets	0	135	176	763	1 010
Investments in intangible fixed assets	0	462	0	0	0
Average number of employees	36	42	38	33	28

DEFINITIONS OF KEY FIGURES AND RATIOS

Equity and capital

Adjusted equity: Reported shareholders' equity + untaxed reserves after deduction for deferred tax at the current rate of tax

Capital employed: Total assets less non interest-bearing liabilities including deferred tax liabilities in untaxed reserves

Profitability

Return on equity: Net profit as a percentage of average adjusted equity

Return on capital employed: Profit after net financial items + financial costs as a percentage of average capital employed

Operating margin: Profit after depreciation as a percentage of the year's invoicing

Net margin: Operating profit as a percentage of the year's invoicing

Sundry

Rate of asset turnover: The year's invoicing divided by average capital employed

Equity/assets ratio: Adjusted equity as a percentage of total assets

Risk-bearing capital: Adjusted equity + deferred tax liabilities in untaxed reserves as a percentage of total assets



Sensys' automatic pantograph monitoring system, APMS

» Accounting and valuation principles

ACCOUNTING PRINCIPLES

This Annual Report has been prepared in accordance with the Swedish Annual Accounts Act and in relation to the Swedish Financial Reporting Board's recommendation RFR 2.3, Accounting for legal entities. The principal rule of the recommendation is that legal entities shall apply the International Financial Reporting Standards (IFRS), which are applied by groups, as far as this is possible within the framework of the Swedish Annual Accounts Act and with consideration of the relation between accounting and taxation. The recommendation specifies which exceptions and additions shall be made with regard to the IFRS. By observing RFR 2:3, the company applies IFRS as approved by the EU.

SEGMENTS

The company's operations consist of the development and marketing of radar sensors that are incorporated in traffic informatics systems. According to the IFRS 8 definition for operating activities, the company's entire operations constitute just one line of business. In view of the fact that the company's risks and opportunities are essentially linked with products that are developed and marketed, the company's only line of business is also to be considered the company's only segment. In view of the fact that the information for this single segment is synonymous with the company's overall accounts, no separate accounts for this segment have been provided.

REPORTING OF INCOME

Income consists almost exclusively of sales of goods. Income has been stated at the fair value of the amount received or that will be received. Income from sales of goods is reported when the significant risks and benefits related to the ownership rights of the goods have been transferred to the purchaser and when the amount of the income can be computed in a reliable manner. Sales are reported net after value added tax and discounts.

RESEARCH AND DEVELOPMENT COSTS, INTANGIBLE FIXED ASSETS

Sensys' technology is based on an in-house developed radar sensor, which is the core component of the company's products. Costs closely associated with the development of technology which is controlled by Sensys and is likely to yield economic benefits over a period of at least three years that exceed the costs are recognised as intangible assets. The related projects have been valued as the total of direct costs plus reasonable amounts for indirect costs.

Thereafter, research and development costs, which can often be considered as additional costs for product adaptation, have not fulfilled all criteria required to be taken up as an asset in the balance sheet, and have therefore been reported in the income statement. As of 2006, the company's manufacture and sale of products have become more extensive and regular. Depreciation and amortisation for development costs have therefore been recognised as cost of goods sold.

TAXES

For a number of years, the company has reported negative results and has consequently accumulated a significant amount of unutilised fiscal deficit deductions. The future utilisation of these deficit deductions depends upon taxable profits. In the annual report and accounts, the entire amount of deferred tax recoverable since 2005 has been stated as an asset. This is based on an assessment made by the company's management and Board of Directors that the company has significantly better potential to utilise these deficit deductions in the future through growth in profitable sales of the company's products.

LEGAL STRUCTURE

Sensys Traffic consists of Sensys Traffic AB (publ) and the wholly-owned subsidiary Sensys International AB. The shares in the subsidiary were acquired in July 2010. The subsidiary company is wholly dormant and has been since its formation. The purpose of the acquisition is merely to meet the terms of an international procurement. Sensys has no intention of pursuing any activities through the subsidiary. In view of the fact that Sensys International AB is dormant and has never pursued any activities, no consolidated accounts have been drawn up.

EARNINGS PER SHARE

Earnings per share before dilution are computed as the year's profit divided by a weighted average of outstanding shares during the period.

Earnings per share after dilution are computed as the year's profit divided by a weighted average of outstanding shares during the period as well as a weighted average of the number of shares that there would be if all potential shares giving rise to a dilution effect were to be converted into shares. The potential shares that could arise from stock warrants, for which the current value of the subscription price is the same as or higher than the fair value, are therefore not included in the computation.

INTANGIBLE FIXED ASSETS

Sensys' intangible fixed assets include the right to the Sensys brand in the European Union and a number of other selected countries, the right to the Sensys.se domain name and copyright of inhouse-developed software used in the company's radar sensors and systems. Intangible fixed assets are stated at cost less accumulated amortisation and any write-downs that may have been made.

The company does not hold any patents.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at acquisition value less accumulated depreciation and any write-downs that may have been made.

DEPRECIATION, AMORTISATION AND WRITE-DOWNS

Intangible and tangible fixed assets are amortised/depreciated on a straight-line basis over their expected useful lives from the date at which they are taken into use, as follows:

- Patents and Brand 5 years
- Machines 5 years
- Other equipment 5 years

The reported value of the company's assets is regularly reviewed to see if any write-down is required should events or a change in prerequisites indicate that the reported value may not be recoverable. Any write-downs and reversals of write-downs are reported in the income statement.

STOCKS AND INVENTORIES

Stocks and inventories are valued at the lowest of the acquisition value as per the first-in first-out principle (FIFO) and the net sales value.

The acquisition value of own-produced goods includes direct production costs and a reasonable portion of indirect production costs. A requisite deduction for obsolescence has been made further to individual assessment.

FINANCIAL INSTRUMENTS

Financial instruments recognised on the asset side of the balance sheet include other receivables, trade receivables and cash and cash equivalents. The liabilities side contains trade and other payables.

Trade and other receivables

Trade and other receivables are reported at the amount expected to be collected less bad debts which are assessed individually. Receivables expressed in foreign currencies are valued at the rate of exchange prevailing on the balance sheet date or, where appropriate, at the rate according to the forward exchange contract entered into. Write-downs of trade receivables are reported as sales costs. Recovery of amounts that were previously written off reduce the sales costs in the income statement.

Cash and cash equivalents

This balance sheet item includes cash and funds deposited with a bank, while the item Frozen assets covers security for a bid and fulfilment bond related to a procurement procedure as described in note 10.

Financial liabilities

Trade payables are classified in the other financial liabilities category. Trade payables have a short anticipated term and are valued without discounting at a nominal amount. Liabilities in foreign currencies are translated at the balance sheet date.

Provisions

Provisions are made when the company has a legal or informal obligation as a consequence of previous events and that it is probable that a payment will be required in order to fulfil the obligation, and that it be possible to reliably estimate the amount that will be paid. The balance sheet contains provisions related to guarantee commitments. Provisions are reviewed at each financial year-end.

Leasing

Leasing charges concerning operational leasing contracts are reported as a cost in the income statement and are spread on a straight-line basis over the period of each respective contract. There are no financial leasing contracts.

Pensions

Defined-contribution pension plans exist for all employees, as reported in RedR4, for which the company pays ongoing fixed charges to a separate legal entity, such as an insurance company, and consequently does not have any legal or informal obligation to pay further charges. The company's costs for these are reported as a cost during the period when the employees concerned have performed the services related to such cost.

» Notes on the accounts

All amounts are expressed in SEK '000 unless otherwise stated.

Note 1 Personnel

Average number of employees	2010	2009
Men	33	38
Women	3	5
Total	36	43

Salaries and other remuneration	2010	2009
Board of Directors	330	330
Chief Executive Officer	1 789	1 814
Other employees	14 025	19 544
	16 144	21 688

The Board of Directors received remuneration of SEK 330 thousand (330), of which the Chairman received SEK 90 thousand (90).

Pension costs	2010	2009
Board of Directors	0	0
Chief Executive Officer	441	481
Other employees	2 533	2 987
	2 974	3 468

Legal and contractual social charges	2010	2009
	6 247	7 842

Bonus

The current bonus agreement for personnel (excluding the CEO) has been in force since 2009, and entitles employees to a bonus defined as the lower of:

- (i) 5% of net earnings in the current year, subject to a limit of SEK 3 million
- (ii) An amount corresponding to 2 months' pay for bonus-entitled staff at the end of the bonus year.

Payment of bonuses is made as a percentage over a period of three years. In 2008, provision was made for bonus payments to personnel corresponding to SEK 1,483 thousand of which 50% was paid out in April 2010 and a final adjustment will be made in April 2011.

During 2010, the bonus agreement for the Chief Executive Officer and management group was adjusted. The variable salary is based in equal part on the company's pre-tax profit, orders received throughout the year plus the capacity to release capital from stock, and may amount to a maximum of SEK 2,812 thousand of which SEK 874 thousand is for the CEO.

No provision for bonuses was made in 2010.

Remuneration of the Board of Directors, the CEO and other senior executives

The company shall offer market-oriented total remuneration that enables senior executives to be recruited and retained. Remuneration of the company's senior executives shall consist of a fixed salary, a variable salary, pension and other remuneration. Together, these various parts shall comprise each individual's total remuneration. Fixed salary and variable salary shall together form the employee's salary.

The fixed salary shall take into consideration each individual's area of responsibility and experience. The variable salary shall depend on each individual's fulfilment of quantitative and qualitative goals.

Board of Directors

The Chairman and Members of the Board shall receive fees as resolved by the Annual General Meeting of Shareholders. No special fee shall be paid for committee work. The annual Board fees resolved by the Annual General Meeting in 2010 amounted to

SEK 330 thousand (330), of which SEK 90 thousand (90) for the Chairman of the Board. The Board fees were paid in their entirety further to the Annual General Meeting held in 2010.

Chief Executive Officer

According to contract, the fixed salary of the CEO amounted to SEK 1,747 thousand in 2010.

The Chief Executive Officer has a healthcare insurance policy, as well as benefiting from a supplementary pension with a premium of 25 per cent of the current annual salary.

The employment contract of the Chief Executive Officer includes termination conditions. According to this contract, the company and the CEO have a reciprocal period of notice of termination of twelve months. The salary shall remain unchanged during the period of notice of termination.

The retirement age is 65 years.

Other senior executives

Other senior executives in 2010 were Göran Löfqvist, Helena Claesson, Carlos Löfstedt (Jan-Feb), Anders Thorsell (Aug-), Leif Jormsjö and Jörgen Andersson.

Other senior executives have been paid a total compensation specified in a resolution from the 2010 AGM, under which the variable salary depends on each employee's position and employment contract.

Senior executives shall have the right to pensions in accordance with the Swedish ITP plan or equivalent.

Other remuneration and benefits are at current market conditions and contribute to enabling senior executives to fulfil their duties. The customary notice of termination applies to the management team's employment agreement.

The Board of Directors have the right to deviate from the above guidelines should the Board deem that special grounds exist to motivate such deviation in certain cases.

Agreements regarding severance pay

The company does not have any signed agreements regarding severance pay or similar benefits to Members of the Board, the CEO or other senior executives. The CEO's notice of termination is 12 months.

Breakdown by gender of the senior executives

Breakdown between men and women on Sensys' Board of Directors:		2010	2009
Women		20 %	0 %
Men		80 %	100 %
Breakdown between men and women in management:		2010	2009
Women		17 %	17 %
Men		83 %	83 %
Sick leave:		2010	2009
Sick leave women		3 %	6 %
Sick leave men		2 %	2 %
Sick leave for employees younger than 30 years		0 %	1 %
Sick leave for employees aged 30-49 years		2 %	2 %
Sick leave for employees older than 49 years		5 %	0 %
Sick leave for each of the above groups is given as a percentage of the group's total ordinary working hours.			
Total sick leave		2 %	2 %
Long-term sick leave		0 %	0 %

Total sick leave is defined as a percentage of the employees' total ordinary working hours.

Long-term sick leave is that share of sick leave which refers to leave during a continuous period of 60 days or more.

Note 2 Total sales

Sweden	18,541	37,642
Rest of Europe	3,594	4,903
USA	1,890	306
Middle East	10,732	10,434
Rest of the world	2,059	1,688



Sensys Traffic's exhibition stand at Intertraffic in Amsterdam.

Note 3 Sundry operating income

In 2009 the forward exchange contract in Euros was extended, where SEK 17.4 million was shown against income and SEK 20.6 million in cost of goods sold. The net effect of SEK -3.2 million has been charged to gross earnings.

This forward exchange contract was terminated in 2010, resulting in an exchange gain of SEK 11.4 million which was reported as other income.

Note 4 Intangible fixed assets

Brand

	2010	2009
Opening accumulated acquisition value	462	0
Acquisitions	0	462
Closing accumulated acquisition value	462	462
Opening accumulated amortisation	0	0
Depreciation for the period	-92	0
Closing accumulated depreciation	-92	0
Carrying amount	370	462

Note 5 Tangible fixed assets

	Machines and other technical plant		Equipment		Motor vehicles	
	2010	2009	2010	2009	2010	2009
Opening accumulated acquisition value	2 552	2 437	2 954	2 934	469	469
Acquisitions	0	115	0	20	0	0
Disposals	0	0	0	0	0	0
Closing accumulated acquisition value	2 552	2 552	2 954	2 954	469	469
Opening accumulated depreciation	-1 876	-1 820	-1 157	-888	-289	-195
Depreciation for the period	-23	-56	-236	-269	-94	-94
Disposals	0	0	0	0	0	0
Closing accumulated depreciation	-1 899	-1 876	-1 393	-1 157	-383	-289
Opening accumulated write-downs	-573	-573	-1 270	-1 270	0	0
Closing accumulated write-downs	-573	-573	-1 270	-1 270	0	0
Carrying amount	80	103	291	527	86	180

Breakdown of scheduled amortisation

	2010	2009
Cost of goods sold	34	32
Sales costs	187	169
Administration costs	45	42
Development costs	179	175
Total scheduled amortisation	445	418

The amortisation of intangible fixed assets is reported in 2009 and 2008 as cost of goods sold.

Leasing

The company has entered into the following operational leasing contracts:

	Machines, plant and equipment	Premises
Minimum lease charges that fall due within 1 year	162	2 050
Minimum lease charges that fall due within 1-5 years	454	1 025
Minimum lease charges that fall due later than 5 years	0	
Leasing costs for the year	616	3 075

Leasing contracts are for a rolling 18 months.

Leasing contracts for machines, plant and equipment concern computers, photocopy machines, motor vehicles and special equipment. The leasing period varies from three to five years, after which the lessee has the possibility to acquire the leased object, which will probably be the case. There are no variable charges.

Note 6 Shares in group company

	2010-12-31
Opening acquisition value	0
Acquisitions for the year	50 000
Closing accumulated acquisition value	50 000
Carrying amount	50 000

Name	Share of equity	Share of voting power	No. of shares	Carrying amount
Sensys International AB	100%	100%	500	50 000
Total				50 000

	Corp. reg. no.	Registered office	Shareholders' equity	Result
Sensys International AB	556811-3376	Jönköping	50 000	0

Note 7 Trade receivables

Trade receivables

	2010	2009
Trade receivables, Telvent	116 512	116 617
Bad debts, Telvent	-116 512	-116 617
Other trade receivables	10 585	8 926
Provision for other doubtful trade receivables	-66	-21
	10 519	8 905

Provisions for bad debts

	2010	2009
Provision at beginning of the year	-9 591	-227
Trade receivable settled during the year	105	0
Provision for expected loss in trade receivables	-44	-116 638
Effect of expected loss on liabilities to customers	0	107 047
Confirmed losses	0	227
Provision at end of the year	-9 530	-9 591

Age structure of trade receivables for which no provisions have been made

	2010	2009
Trade receivables not yet due	9 704	7 454
Trade receivables due 0-360 days	815	1 451
Trade receivables due > 360 days	0	0
Total	10 519	8 905

At 31 December 2009 most of the company's trade receivables were denominated in Euro. These have been fully hedged using forward contracts. In view of the protracted process, and incomplete information concerning the Saudi project (Telvent), the company has taken the precaution of making provisions for trade receivables attributable to the project, which total SEK 116.6 million. The net expense of SEK 9.6 million had a negative impact on earnings in 2009.

Liabilities to customers

At 31 December 2009, most of the company's trade receivables relating to Telvent (SEK 116.6 million) were balanced by liabilities to customers on the liability side of the balance sheet (SEK 107.0 million). As shown under Provisions for bad debts above, these trade receivables and liabilities to customers have been reported as doubtful in the financial statements for 2009.

Note 8 Interest and similar items

	2010	2009
Interest income on bank deposits	45	199
Exchange rate effects	1 108	899
Other financial income	2	2
Total financial income	1 155	1 100

Interest expense on financial liabilities

	2010	2009
Trade payables	-7	-7
Exchange rate effects	-248	-655
Other financial costs	-239	-93
Total financial costs	-494	-755

Note 9 Employee severance costs

	2010	2009
Cost for dismissal of staff	0	801
Total	0	801

Note 10 Taxes

	2010	2009
Pre-tax profit/loss for the period	-10 381	-32 599
Tax as per prevailing tax rate (26.3%)	2 730	8 573
Tax effect on non-tax items:		
Sundry	30	-173
Tax cost/income for the year	2 700	8 619
Translation of tax recoverable	0	0
Tax adjustment previous years	-91	0
Reported tax cost	2 609	8 619
Effective tax rate as a percentage	25,1%	26,44%
Deferred tax recoverable reported in the balance sheet	27 322	24 713

The company's total estimated unutilised fiscal deficit deductions at 31 December 2010 were SEK 103.3 million (94.0).

The company's assets and liabilities are reported at fiscal values, which is why there are no temporary fiscal differences.

Deferred tax recoverable relating to the aforementioned deficit deduction with the prevailing tax rate (26.3%) amounts to SEK 27.3 million (24.7).

In the annual report and accounts, the entire amount of deferred tax recoverable since 2005 has been stated as an asset. This is based on an assessment made by the company's management and Board of Directors that the company has significantly better potential to utilise these deficit deductions in the future through growth in profitable sales of the company's products. Since 2005, there have been two occasions on which the company has utilised part of the tax recoverable (2006, 2008).

Note 11 Prepaid expenses and accrued income

	2010	2009
Prepaid leasing charges	28	25
Prepaid rent	459	438
Other items	501	351
	988	814

Note 12 Cash and bank

In December 2010, the company deposited SEK 18.8 million as security in a fulfilment guarantee in relation to Telvent. The guarantee is for 10% of the original order value with a 10% currency risk supplement. At year end 2010, the amount is stated in SEK after adjustment for the prevailing rate of the Euro.

At the end of 2009, the company deposited USD 395,000 as security in a bid guarantee for a procurement procedure in Dubai. At the time, the deposited amount represented 5% of the total value of the bid. At the year end, 31 December 2009, the amount is stated as SEK 2.8 million after adjustment for the prevailing rate of the US dollar. The procurement was completed in 2010, whereupon the total

Note 13 Shareholders' equity

Share capital

The share capital of Sensys Traffic AB amounts to SEK 14,395,137 (10,796,352) divided into 287,902,734 (215,927,051) shares. The quota value, previously the nominal value, is SEK 0.05 per share. All shares have an equal right to a portion of the company's assets and profits.

Each share gives the right to one vote. At shareholders' meetings, each person entitled to vote may vote for the full number of shares owned and represented by him/her without any restriction in the number of votes.

The share capital and number of shares has developed as follows since 1 January 1995:

Year	Transaction	Increase in number of shares	Increase in share capital (SEK)	Total share capital (SEK)	No. of shares	Nominal value of shares (SEK)
1995	Opening values			50 000	500	100
1997	Bonus issue	500	50 000	100 000	1 000	100
1998	Split 1000:1	999 000		100 000	1 000 000	0,10
1998	Bonus issue	4 000 000	400 000	500 000	5 000 000	0,10
1998	New share issue	1 025 000	102 500	602 500	6 025 000	0,10
1999	New share issue	4 065 999	406 600	1 009 100	10 090 999	0,10
2000	Bonus issue		1 009 100	2 018 200	10 090 999	0,20
2000	Split 4:1	30 272 997		2 018 200	40 363 996	0,05
2000	Exchange of convertibles	5 888 218	294 411	2 312 611	46 252 214	0,05
2000	New share issue	10 068 556	503 428	2 816 039	56 320 770	0,05
2001	Exchange of convertibles	101 776	5 089	2 821 128	56 422 546	0,05
2002	New share issue	79 787 095	3 989 355	6 810 483	136 209 641	0,05
2003	New share issue	34 781 829	1 739 091	8 549 574	170 991 470	0,05
2004	Redemption of warrants	360 000	18 000	8 567 574	171 351 470	0,05
2004	New share issue	3 171 909	158 595	8 726 169	174 523 379	0,05
2004	New share issue	35 783 672	1 789 184	10 515 353	210 307 051	0,05
2005	Redemption of warrants	3 620 000	181 000	10 696 353	213 927 051	0,05
2006	Redemption of warrants	2 000 000	100 000	10 796 353	215 927 051	0,05
2010	New share issue	71 975 683	3 598 784	14 395 137	287 902 734	0,05

Note 14 Accrued expenses and deferred income

	2010	2009
Holiday pay liability	2 964	3 600
Social charges	1 529	1 853
Provision for invoices not received	550	262
Guarantee reserve	2 895	2 650
Provisions and bonuses for personnel	598	1 869
Other liabilities	2 021	2 284
Total	10 557	12 518

Not 15 Audit fees and reimbursement of related costs

	2010	2009
Ernst & Young AB		
Audit assignment	206	216
Auditing work over and above the audit assignment	192	170
Tax consultancy	34	0
Other services	35	0
	467	386

Note 16 Pledged assets

	2010	2009
Floating charges	18 500	18 500
Frozen assets in cash and bank balances	20 398	3 645
	38 898	22 145

» Corporate governance report 2010

Sensys Traffic is a Swedish public limited liability company listed on the Nasdaq OMX Nordic Exchange in Stockholm. Sensys' corporate governance is based on Swedish laws including the Companies Act, the Book-keeping Act and the Annual Accounts Act. Furthermore, Sensys observes the terms of the listing agreement with NASDAQ OMX Stockholm AB ("the Stockholm Stock Exchange") and the Swedish Code for Corporate Governance. Internal regulations, such as the Articles of Association and the Board's rules of procedure with CEO instructions, complement external regulations.

SHAREHOLDERS

The Sensys share has been listed on the Stockholm Stock Exchange since 2001. The share capital of Sensys amounts to SEK 14.4 million. The number of outstanding shares amounts to 287,902,734 and the number of shareholders at the end of the year was 11,803. All shares have the same voting right and equal right to the company's profits and equity. For further information about the ownership structure, trading and share price movements, see pages 10-11 of the Annual Report.

The single largest shareholder is Sten K Johnson with 6 per cent of the total number of shares as at 31 December 2010.

The Articles of Association do not contain any conditions concerning voting right restrictions.

ANNUAL GENERAL MEETING

The highest decision-making body is the Annual General Meeting. Shareholders who wish to participate in the Annual General Meeting must be entered in the register of shareholders five working days before the Annual General Meeting and notify the company in accordance with the notice of the meeting. Notice of the Annual General Meeting is given no earlier than six weeks and no later than four weeks before the Annual General Meeting by means of an advertisement placed in the publications Post and Inrikes Tidningar, as well as on the company's website. The fact that notice of the AGM has been given is advertised in Dagens Industri.

ANNUAL GENERAL MEETING 2010

The Annual General Meeting of Shareholders in Sensys Traffic was held on Thursday 29 April 2010 in Jönköping. Approximately 16 (40) shareholders or their representatives, were present at the Meeting, representing approximately 11 per cent of the votes. Peter Svensson was elected Chairman of the Meeting. All directors elected by the Meeting were present. The Chief Executive Officer informed the Annual General Meeting of the development and position of the company and commented on the results for 2009 and the first quarter of 2010. During the Annual General Meeting, shareholders were given the opportunity to ask questions, which were answered during the AGM.

RESOLUTIONS

The minutes of the AGM can be found on Sensys' website. The following are some of the resolutions passed by the AGM:

- That no dividend be paid for the financial year 2009, in accordance with the proposal of the Board of Directors and CEO (SEK 0.05 per share for financial year 2008).

- Re-election of Board members Jan Bengtsson, Anders Norling and Ivan Rylander. In addition to this, Jeanette Jakobsson was newly elected and replaced Jan Johansson who chose not to stand for re-election.

- Re-election of Chairman of the Board Peter Svensson.

- The AGM adopted the Annual Report for 2009 submitted by the Board of Directors and Chief Executive Officer, passed a resolution on the appropriation of the company's profits and discharged the Members of the Board and the Chief Executive Officer from personal liability.

- That remuneration of the Board of Directors and auditors should be in accordance with the proposal of the election committee. A resolution was also passed on guidelines for the remuneration of senior executives.

ELECTION COMMITTEE

In accordance with a resolution passed at the 2009 AGM, an election committee was elected with the task of presenting proposals concerning the number of Board Members and the composition of the Board of Directors. The election committee is composed of the Lars Gunnar Berntson, Jan Ahnberg and Sten K Johnson. At the 2010 AGM, Jan Johansson was also elected to serve on the election committee and was elected chairman of the election committee.

In 2009 the election committee performed an assessment of the work of the Board as well as its size and composition on the basis of requirements contained in the Swedish Code of Corporate Governance. The election committee's proposals with regard to the election and remuneration of Board members was presented in the notice of the Annual General Meeting as well as on the company's website. No remuneration has been paid for the work of the election committee.

All shareholders are entitled to approach the election committee with proposals concerning the Members of the Board and remuneration. Proposals must be sent to the chairman of the election committee. No such proposals were received before the Annual General Meeting in 2010.

WORK OF THE BOARD OF DIRECTORS

The Board monitors business operations partly through their own work and partly through periodical reporting. Informal contact is also maintained among the members of the Board. In financial year 2009, the Board held four minutes meetings. Following election at the Annual General Meeting, a Board meeting was held during which resolutions were passed concerning signing for the company, the Board's rules of procedure, CEO instructions and scheduled Board meetings throughout the year. Four of the Board meetings were held before interim reports. The CEO took part in all the Board meetings to present the reports. During 2010, chief financial officer Helena Claesson performed the secretarial duties. For information on the Members of the Board and the Chief Executive Officer, as well as attendance at the Board meetings, see page 32 of the Annual Report.

The Board does not include any special committees.

According to the Swedish Code of Corporate Governance, the majority of the elected

Board members must be independent in relation to the company and company's senior executives. At least two of these must also be independent in relation to the company's largest shareholders. All members of the Sensys Board are independent in relation to the company and all members are independent in relation to the company's largest shareholders.

AUDITING WORK

The authorised public accountants, Anders Johansson and Stefan Engdahl, Ernst and Young, have been elected as auditor and deputy auditor until the end of the 2011 Annual General Meeting. At the first Board meeting of the year, the auditor reported his observations concerning the financial audit of the company's internal controls and accounts. For information on the auditors, see pages 32-33 of the Annual Report.

INTERNAL CONTROLS

The company's financial reporting complies with the laws and regulations applicable to companies listed on the Stockholm Stock Exchange. In addition, there are internal instructions, routines, systems and the assignment of roles and responsibilities in place with the purpose of maintaining good internal controls. The company's results and development are followed up on a quarterly basis and reported with analyses and comments to the Board.

Sensys does not have a separate review function (internal audit) as the Board came to the conclusion that there are no special circumstances in operations or other conditions to warrant such a function.

DISSEMINATION OF INFORMATION

In accordance with the listing agreement with the Stockholm Stock Exchange, Sensys disseminates information to shareholders and other interested parties through the publication of press releases, financial statements, interim reports and annual reports. Information is also presented on the company's website (www.sensys.se).

The company's information policy in a separate document ratified by the Board of Directors.

DEVIATIONS FROM THE CODE'S REGULATIONS

- The Sensys Board does not have an audit committee – the whole Board takes responsibility for ensuring the audit work is effective in securing acceptable routines for the company for internal controls and accurate financial reporting of a high quality.

- The Sensys Board does not have a remuneration committee – the whole Board takes responsibility for and makes decisions concerning the salaries of the CEO and the company's management, other conditions of employment and incentives programmes on the basis of policies determined by the Annual General Meeting. The Board compiles target figures for variable remuneration and retirement benefits, other benefits and other employment conditions of the company's senior executives.

Apart from the above deviations, the Code is put into practice by Sensys. The Board is responsible for ensuring the Code is observed by the Board as well as the Chief Executive Officer and the rest of the company.

The undersigned hereby certify that the annual accounts have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union, as well as generally accepted accounting principles, and thereby give a true and fair view of the company's financial position and results of operations, and that the Administration Report gives a true and fair overview of trends and developments of the company's operations, financial position and results, as well as describing significant risks and uncertainty factors that the company may be faced with.

The annual report was approved for distribution by the Board of Directors on 4 April 2011.

The income statement and balance sheet will be presented for adoption at the Annual General Meeting of Shareholders on 26 April 2011.

Jönköping, 4 April 2011



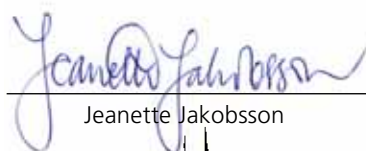
Peter Svensson
Chairman of the Board



Jan Bengtsson



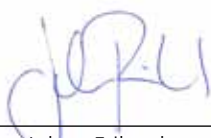
Ivan Rylander



Jeanette Jakobsson

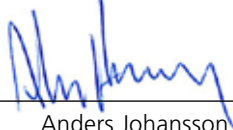


Anders Norling



Johan Frilund
Chief Executive Officer

My audit report was submitted on 4 April 2011



Anders Johansson
Authorised Public Accountant

» Audit report

To the annual meeting of the shareholders of Sensys Traffic AB (publ.)

Corporate identity number 556215-4459

I have audited the annual accounts, except the corporate governance statement on page 28, the accounting records and the administration of the board of directors and the managing director of Sensys Traffic AB (publ.) for the year 2010-01-01 -2010-12-31. The annual accounts of the company are included in the printed version of this document on pages 12-29. These accounts and the administration of the company and the application of the Annual Accounts Act when preparing the annual accounts are the responsibility of the board of directors and the managing director. My responsibility is to express an opinion on the annual accounts and the administration based on my audit.

I conducted my audit in accordance with generally accepted auditing standards in Sweden. Those standards require that I plan and perform the audit to obtain reasonable assurance that the annual accounts are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the accounts. An audit also includes assessing the accounting principles used and their application by the board of directors and the managing director and significant estimates made by the board of directors and the managing director when preparing the annual accounts as well as evaluating the overall presentation of information in the annual accounts. As a basis for my opinion concerning discharge from liability, I examined significant decisions, actions taken and circumstances of the company in order to be able to determine the liability, if any, to the company of any board member or the managing director. I also examined whether any board member or the managing director has, in any other way, acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association. I believe that my audit provides a reasonable basis for my opinion set out below.

The annual accounts have been prepared in accordance with the Annual Accounts Act and give a true and fair view of the company's financial position and results of operations in accordance with generally accepted accounting principles in Sweden. My opinions do not cover the corporate governance statement on page 28. The statutory administration report is consistent with the other parts of the annual accounts.

I recommend to the annual meeting of the shareholders that the income statement and balance sheet be adopted, that the profit be dealt with in accordance with the proposal in the administration report and that the members of the board of directors and the managing director be discharged from liability for the financial year.

AUDITOR'S REPORT ON THE CORPORATE GOVERNANCE STATEMENT

It is the board of directors and the managing director who is responsible for the corporate governance statement on page 28 and that it has been prepared in accordance with the Annual Accounts Act.

As a basis for my opinion that the corporate governance statement has been prepared and is consistent with the other parts of the annual accounts and the consolidated accounts, I have read the corporate governance statement and assessed its statutory content based on my knowledge of the company.

A corporate governance statement has been prepared and its statutory content is consistent with the other parts of the annual accounts and the consolidated accounts

Jönköping, April 4, 2011



Anders Johansson
Authorized Public Accountant

» Risk management

“Risk management refers to various types of risk-preventive and damage-limiting strategies.”

Risk management is a part of all business operations, the purpose of which is to identify, assess, manage and report significant risks. Sensys' risk management covers risks associated with individual projects, operational risks, the risk of failing to comply with laws and regulations such as the risks involved in financial reporting.

Market risks include the effects of the recession, customer development, supplier dependence, political decisions and competition.

Risks also include technology and market trends, production disturbances and the capacity to attract and retain key personnel.

Financial risks include existing financing, options for future financing, currency risks and interest risks.

Legal risks consist of legislation, regulations, insurance, public authorities and supervisory bodies as well as disputes and claims for damages.

Risks that are managed well can lead to opportunities and generate value, while risks that are not dealt with correctly can be damaging and lead to costs for the company. This is why the ability to identify risk factors and manage risks is an important part of the company's operational activities.

OPERATIONAL RISKS

The single greatest risk for Sensys Traffic consists of the stock of finished goods that has accumulated as a consequence of the cancellation of the project in Saudi Arabia. As at 31 December 2010, the stock amounted to SEK 78.0 million, of which 79 per cent consisted of systems that should have been delivered within the framework of the project in Saudi Arabia. It is therefore of crucial importance for the company to succeed in releasing capital from the stock by supplying systems to existing or new customers. Sensys does not believe that the stock is subject to obsolescence, nor is there any obstacle to delivering the systems we have in stock to other customers with similar orders.

OPERATIONAL RISK MANAGEMENT

For Sensys, a major part of operational risk lies in the management of each individual project. In 2010, Sensys started working on integrating risk management in the project control of each individual procurement. To aid this process, Sensys has created its “Risk Assessment Analysis” tool that allows the user to iden-

tify, handle and, if necessary, accept and limit the risks inherent in each individual project. The project manager is responsible for implementing Risk Assessment Analysis and subsequently following up and reporting an important matters. In addition to this, for larger projects, a member of the management team will be appointed to act as sponsor for the project and to whom the project manager will report on a continuous basis.

Each departmental manager is responsible for driving and developing his/her respective area of responsibility, which includes identifying opportunities and threats as well as continuously following up activities. In addition, the management team's meetings function as a forum for discussions upon which strategic and operational decisions are made, thereby consolidating risk management in its entirety.

FINANCIAL RISK MANAGEMENT

Sensys is exposed to financial risks through its international operations. Financial risk refers to changes in the company's cash flow that are due to changes in exchange rates and interest rates as well as liquidity, financing and credit risks. The company's policy for managing financial risks has been defined by the Board and serves as a framework for risk management.

CURRENCY RISKS

Currency risks refers to the risk of exchange rate fluctuations having a negative impact on Sensys' income statement, balance sheet and/or cash flow. Sensys' activities are exposed to currency risks, and then primarily in the form of transaction risks.

This currency risk is eliminated by the fact that most of the company's sales are denominated in SEK. A small number of cases involve sales in foreign currencies where any transactions of significant size are hedged against currency fluctuations. Approved instruments for currency hedging are forward exchange contracts. At the end of 2010, Sensys had no forward exchange contracts.

As purchases of valuable components must be paid for in foreign currency, the company demands equivalent compensation from its customers.

INTEREST RISKS

Sensys manages interest risk arising from interest-bearing assets by investing

liquid assets in a non-speculative manner in instruments with maturities that match Sensys' known outflows and/or payments on debts.

The aim is to limit the interest risk in Sensys' interest-bearing liabilities. The company's average interest expense (interest expense divided by average interest-bearing liabilities) in 2010 was about 6 per cent. At the balance sheet date Sensys had interest-bearing liabilities of EUR 320,000, which mature on 31 March 2011.

Sensys holds no listed financial instruments.

LIQUIDITY AND FINANCING RISKS

Financing risk refers to risks associated with existing and future financing, refinancing of overdue loans, or difficulties in obtaining external loans.

Liquidity risk refers to the risk of being unable to fulfil payment commitments when they fall due as a consequence of insufficient liquidity.

Both of these forms of risk are managed, when required, through actively acquiring capital on the stock market.

Sensys has no long-term loans.

Furthermore, at the end of 2010, Sensys had SEK 20,398 in frozen assets for hedging two procurements for the Middle East.

The company currently has no financial instruments used for hedging.

CREDIT RISKS

Financial credit risks are defined as the risk of loss if the opposite parties with whom Sensys has invested liquid assets, short-term bank investments or financial instruments entered into that have a positive market value for the company, fail to fulfil their obligations.

Credit risks are to a large extent avoided through effective creditworthiness analyses/monitoring of existing and potential customers, and in certain cases by obtaining payments in advance or payment against a letter of credit.

Sensys' assets are recognised in the balance sheet after deducting for provisions for expected credit losses.

INSURANCE

Sensys has adequate insurance policies covering property, product liability, interruptions and transport as well as an insurance policy covering the Board of Directors and CEO.

» Board of Directors

Sensys Traffic's corporate governance is based on Swedish laws including the Companies Act, the Book-keeping Act and the Annual Accounts Act. Furthermore, Sensys observes the terms of the listing agreement with the Stockholm Stock Exchange and the Swedish Code for Corporate Governance. Directives issued by public authorities and stakeholders within Swedish industry and commerce and the financial market are also applied to various issues. Governance, management and control are spread among the shareholders at the Annual General Meeting, the Board of Directors and the Chief Executive Officer in accordance with the Swedish Companies Act and the company's articles of association and rules of procedure.



PETER SVENSSON

Born 1952. Chairman of the Board. Board member since 1998. CEO of Midway Holding AB. Board member of Fastighets AB Malmö City.
Education: Master of Business and Administration
Shareholding: 2 792 454.



JEANETTE JAKOBSSON

Born 1967. Board member since 2010. COO Budde Schou AB. Board member of several unlisted companies and the Faculty of Law, Lund University.
Education: MBA degree and Law degree.
Shareholding: 25 333.



JAN BENGTSSON

Born 1944. Board member since 2000. Board member of Midway Holding AB, Skåne-Möller AB, and several unlisted companies.
Education: Degree of Licentiate of Engineering.
Shareholding: 4 000 000.
Has written 100,000 call options.



ANDERS NORLING

Born 1951. Board member since 2006. Formerly CEO of Anoto Group AB. Previously CEO of Sensys Traffic AB, Schmidt UK and the Broddway Group.
Other directorships: Chairman of the Board of Malte Månson AB.
Education: Master of Engineering, Linköping Institute of Technology.
Shareholding: 3,866,666 with company and 1,104,000 private, total 4,970,666 shares.



IVAN RYLANDER

Born 1948. Board member since 2002. CEO of RTI Electronics AB. Previously CEO of SAAB Combitech Traffic AB.
Education: Master of Engineering, Master of Business and Administration
Shareholding: 266 666.



AUDITORS

Auditor with chief responsibility:
Anders Johansson, born 1962
Authorised Public Accountant, Ernst & Young AB
Principal auditor since 2007.

Deputy auditor:
Stefan Engdahl, born 1967
Authorised Public Accountant, Ernst & Young AB
Deputy auditor since 2007.

ATTENDANCE

	Attendance	Born	Board member since	Nationality	Function	Independent ¹⁾
Peter Svensson	8/8	1952	1998	Swedish	Chairman of the Board	Independent
Jeanette Jakobsson	8/8	1967	2010	Swedish	Board member	Independent
Jan Bengtsson	8/8	1944	2000	Swedish	Board member	Independent
Anders Norling	8/8	1951	2002	Swedish	Board member	Independent
Ivan Rylander	8/8	1948	2002	Swedish	Board member	Independent

¹⁾ Independent is defined as independent of the company, its senior executives and major shareholders.

Main points of the Board meetings over the past year

- 21 Jan scheduled, year-end report
- 23 Feb status update
- 26 Aug scheduled, half-yearly report
- 29 Apr scheduled, Annual General Meeting
- 1 Oct new share issue
- 28 Oct scheduled, 9 month report
- 7 Dec new share issue
- 17 Dec status update

» Senior executives



JOHAN FRILUND

Chief Executive Officer

Born 1963.

Appointed 2008.

Education: Master of Engineering, Technical Physics at Lund Institute of Technology and MBA at School of Business, Economics and Law at Gothenburg University and Chalmers University of Technology.

Shareholding: 98 222.

Holds 500,000 call options.



HELENA CLAESSION

Chief Financial Officer

Born 1969.

Appointed 2004.

External commissions: None.

Shareholding: 0.



GÖRAN LÖFQVIST

Research and Development Director

Born 1967.

Appointed 2000.

External commissions: None.

Shareholding: 53 333.



CARLOS LÖFSTEDT

Marketing and Sales Director (until March 2010)

Born 1973.

Employed 2000-2010.

External commissions: None.

Shareholding: 0.



ANDERS THORSELL

Marketing and Sales Director (from August, 2010)

Born 1957.

Appointed 2010.

External commissions: None.

Shareholding: 0.



LEIF JORMSJÖ

Production and After Sales Director

Born 1948.

Appointed 2009.

External commissions: None.

Shareholding: 80 000.



JÖRGEN ANDERSSON

Purchasing and Logistics Director

Born 1970.

Appointed 2009.

External commissions: None.

Shareholding: 38 666.

» Information to shareholders

Sensys Traffic AB (publ) will publish the following financial information:

- Interim report January-March, 26 April 2011
- Interim report April-June, 25 August 2011
- Interim report July-September, 26 October 2011
- Year-end report for 2011, January 2012

Annual reports and other reports are available at our website at www.sensys.se and can also be ordered directly from Sensys Traffic.

ANNUAL GENERAL MEETING OF SHAREHOLDERS

Sensys Traffic will hold its Annual General Meeting on 26 April 2011 at 3 p.m. at Elite Stora Hotellet, Hotellplan, Jönköping, Sweden.

RIGHT TO ATTEND THE ANNUAL GENERAL MEETING

Shareholders who wish to attend the Annual General Meeting of Sensys Traffic must be recorded in the share register maintained by Euroclear Sweden AB no later than 18 April 2011, and to have given notice of their intention to attend the Meeting by 18 April 2011.

In order to be entitled to attend the Annual General Meeting and exercise their right to vote, shareholders whose shares are registered under a nominee name must temporarily register the shares in their own name. Such re-registration must be handled by the trustee/bank and shall be completed with Euroclear Sweden AB by Monday 18 April 2011.

NOTIFICATION OF INTENTION TO ATTEND

Notice of intention to attend the Annual General Meeting must be made to Sensys Traffic by 12 noon on 18 April via e-mail: Sensys Traffic AB
PO Box 2174
SE-550 02 Jönköping

via telephone: 036-34 29 80
via fax: 036-12 56 99
or via e-mail: info@sensys.se

NOMINATING COMMITTEES

Audit committee

Due to the size of the company it has not been deemed necessary to set up a separate audit committee.

Remuneration committee

No separate remuneration committee has been appointed in the company. Issues relating to compensation to the CEO are handled by the Chairman in consultation with the other Board Directors.

Decisions on compensation to other senior executives are decided by the CEO in consultation with the Chairman of the Board.

ELECTION COMMITTEE

The election committee prepares proposals for the Annual General Meeting with regard to the election and remuneration of Board members and auditors. The election committee meets when required although at least once a year. The election committee of Sensys Traffic

AB (publ) has been composed since the AGM held on 29 April 2010 of the following members:

Jan Johansson (Chairman)
Jan Johanssons Förvaltnings AB
Kungsgatan 33
SE-111 56 Stockholm

Sten K Johnson
Midway Holding AB
PO Box 4241
SE-203 13 Malmö
040-301210

Lars Gunnar Berntson
Alsnögatan 18
SE-116 41 Stockholm
070-6988581

Jan Ahnberg
Bofinksvägen 69
SE-556 25 Jönköping
036-76485
0708-309711

Proposals to the election committee must be submitted to the Chairman, Jan Johansson.

CONTACT FOR FINANCIAL INFORMATION

Chief Financial Officer Helena Claesson
Sensys Traffic AB
Telephone: +46 (0)36-34 29 98 or +46 (0)70-6760750.
E-mail: helena.claesson@sensys.se
www.sensys.se

» Addresses

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SE-550 02 Jönköping, Sweden

Visitor address: Slottsgatan 14
SE-553 22 Jönköping

Telephone: 036-34 29 80
Telefax: 036-12 56 99

www.sensys.se

DEVELOPMENT OFFICE

Postal and visitor address:
C/o Technosite
Smedgränd 3
SE-753 20 Uppsala, Sweden

Telephone: 018-18 66 67



