

Interim Report for SENSYS® Traffic AB (publ)

JANUARY – JUNE 2009

- Net income for the period amounted to SEK 34.0m (17.8), of which sales of goods were SEK 16.6m (17.8).
- Operating loss after depreciation was SEK -17.4m (-7.5).
- Loss after tax was SEK -12.6m (-5.1)
- Earnings per share were SEK -0.06 (-0.02).
- Cash flow per share was SEK -0.08 (-0.02)

OPERATIONS

Sensys Traffic develops, markets and sells systems for traffic informatics and traffic safety that are primarily used for measuring and registering vehicles that exceed the speed limit or that go against a red light.

Income of SEK 29.5m in the second quarter was composed of deliveries to Sweden and Dubai for SEK 12m and foreign-exchange effects amounting to SEK 17.4m related to the extension of a currency forward-cover of a receivable regarding the Saudi project. The foreign-exchange effect on the Saudi receivable, in accordance with IAS 34, has been reported as gross income of SEK 17.4m and cost of sold goods of SEK 20.6, giving a net effect of SEK -3.2 which is included in the loss for the period.

The second quarter was characterised by further offers, negotiations and system-testing on a number of new markets across the whole world. On several markets, procurement decisions have been drawn out in time for a number of reasons. Sensys is however well-positioned in several procurement processes that are due for conclusion.

With regard to the ongoing project in Saudi Arabia, the Interior Ministry's coordination with the three concession companies has led to new demands concerning proof of violation. Sensys is now working on adapting the system to these

new requirements. Sensys cannot currently assess when deliveries can be resumed.

During the quarter, Sensys received orders totalling SEK 47m, of which an additional order from Sweden for SEK 25m and after-market orders of SEK 22m from Sweden and Dubai.

FINANCIAL REPORTING

INCOME AND EARNINGS

Income for the second quarter amounted to SEK 29.5m (16.3). The gross margin, excluding the aforementioned foreign-exchange effects, was 68 percent.

Sensys' sales, administration and development costs for the period increased by SEK 7.6m compared with the same period last year. This rise is primarily due to strengthening the workforce (SEK 2.3m) and vigorous processing of the market (SEK 3.8m).

The operating loss was SEK -17.4m (-7.5) after depreciation of SEK 0.2m (1.4).

The loss after tax was SEK -12.6m (-5.1).

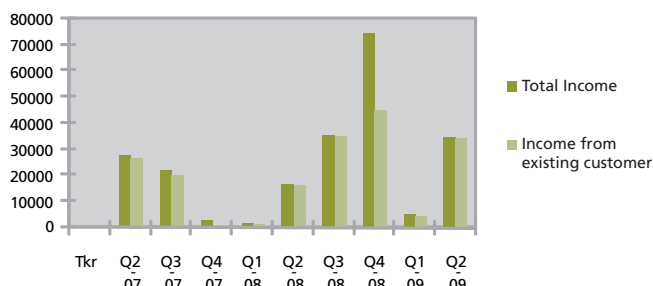
All costs that are not order-specific development costs have been charged to current operations.

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SALES DIAGRAM



FINANCIAL POSITION AND EQUITY (COMPARATIVE FIGURES 31.12.2008)

Shareholders' equity amounted at the end of the period to SEK 122.5m (145.9), representing an equity-assets ratio of 49 percent (48).

TAX (COMPARATIVE FIGURES 31.12.2008)

The Company's total deferred tax recoverable amounted to SEK 20.6m (16.1) at the end of the period.

INVESTMENTS

Investments during the period were SEK 0.4m (0).

WORKFORCE

The average number of employees for the period was 42 (34), and the number of employees at the end of the period was 44.

LIQUIDITY (COMPARATIVE FIGURES 31.12.2008)

Liquid resources amounted at period-end to SEK 10.2m (51.9), including a bank overdraft facility of SEK 10m. The Company also has a short-term deposit of SEK 3.1m (3.1).

NO. OF SHARES (COMPARATIVE FIGURES 31.12.2008) The number of shares at year-end was 215,927,051 (215,927,051).

RISKS AND UNCERTAINTY FACTORS

The Company's significant risk and uncertainty factors include business risks related to customers, suppliers and general global conditions. There are also financial risks associated with fluctuations in exchange rates and interest levels.

A summary of the Company's significant financial and business risks is set out on page 12 of the Annual Report for 2008. No additional significant risks are deemed to have arisen since then.

ACCOUNTING PRINCIPLES

This interim report has been prepared in compliance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The accounting principles and definitions applied in this report are essentially unchanged from the most recent annual report. The Company follows the Swedish Annual Accounts Act and Recommendation RFR 2.2 Reporting for Legal Entities of the Swedish Financial Reporting Board. The application of RFR 2.2 implies that the Company applies in this interim report all IFRS items and statements made as far as possible within the framework of the Swedish Annual Accounts Act approved by the EU, with consideration being taken for any relationship between accounting and taxation. In view of that there is no corporate group structure and that business activities have only one operating segment, the Company is not affected by the changes regarding financial reporting introduced as of 2009 (IAS 1 and IFRS 8). The change in shareholders' equity pertains in its entirety to the reported profit/loss.

FORTHCOMING FINANCIAL REPORTS

Third quarter, 2009	October 22, 2009
Fourth quarter, 2009	January 21, 2010
Annual Meeting, 2009	April 29 2010



The Board of Directors and CEO hereby certify that this half-year report provides a true and fair overview of the Company's operations, financial position and results, and sets out any significant risk and uncertainty factors that the Company may potentially be exposed to.

Jönköping August 21 2009

Peter Svensson
Chairman of the Board

Jan Johansson
Board member

Jan Bengtsson
Board member

Ivan Rylander
Board member

Anders Norling
Board member

Johan Frilund
CEO

This report has not been examined by the Company's auditor.

For additional information, please contact
Johan Frilund, CEO +46 (0)73 274 28 23.



INCOME STATEMENT - SUMMARY SEK 000	Jan - June 2009	Jan - June 2008	Apr - June 2009	Apr - June 2008
Net sales	34 030	17 808	29 506	16 316
Cost of goods sold	-26 865	-8 287	-24 523	-6 064
Gross profit	7 165	9 521	4 983	10 252
Selling expenses	-10 466	-6 311	-5 786	-3 706
Administrative expenses	-3 175	-1 890	-1 661	-1 110
Development costs	-10 951	-8 778	-4 943	-4 316
Other operating income/expenses	0	0	0	0
Operating profit/loss	-17 427	-7 458	-7 407	1 120
Net financial items	300	343	8	270
Profit/loss after financial items	-17 127	-7 115	-7 399	1 390
Tax	4 504	1 992	1 946	-389
Net profit/loss for the period	-12 623	-5 123	-5 453	1 001

BALANCE SHEET - SUMMARY SEK 000	2009-06-30	2008-06-30	2008-12-31
Assets			
Intangible fixed assets	0	1 068	0
Tangible fixed assets	1 299	1 171	1 093
Financial assets	20 598	27 675	16 094
Stock	89 798	31 793	83 358
Accounts receivable	131 406	93 705	144 913
Other current assets	1 783	1 044	5 671
Cash and bank (incl. shortterm investm)	3 341	65 409	54 937
Total assets	248 225	221 865	306 066
Equity and liabilities			
Shareholders' equity	122 459	119 954	145 878
Liabilities to customer	107 195	72 442	107 295
Trade creditors	6 305	15 420	38 692
Short-term liabilities	12 266	14 049	14 201
Total equity and liabilities	248 225	221 865	306 066

CASH FLOW STATEMENT SEK 000	Jan - June 2009	Jan - June 2008	Apr - June 2009	Apr - June 2008
Profit/loss after net financial items	-17 127	-7 115	-7 399	1 390
Adjustments for non-cash items	232	1 362	120	681
Changes in working capital	-23 467	-17 242	-30 143	-15 135
Operating Cash flow	-40 362	-22 995	-37 422	-13 064
Dividend	-10 796	0	-10 796	0
Net investments in fixed assets	-438	-75	-418	-46
Changes in net cash position	-51 596	-23 070	-48 636	-13 110

CHANGES IN SHAREHOLDERS' EQUITY SEK000	Jan - June 2009	Jan - June 2008	Apr - June 2009	Apr - June 2008
Opening balance	145 878	125 077	138 708	118 953
Dividend	-10 796	0	-10 796	0
Profit/loss for the period	-12 623	-5 123	-5 453	1 001
Closing balance	122 459	119 954	122 459	119 954



KEYFIGURES AND RATIOS	SEK 000	Jan - June 2009	Jan - June 2008	Apr - June 2009	Apr - June 2008
Gross margin, %		21,1	53,5	16,9	62,8
Operating margin, %		Neg	Neg	Neg	6,9
Depreciation		232	1 362	120	681
Investments		438	75	418	46
Equity-assets ratio, %		49,0	54,0	N/A	N/A
Earnings per share, SEK ¹		-0,06	-0,02	-0,03	0
Equity per share, SEK ¹		0,57	0,56	0,57	0,56
Number of shares ²		215 927	215 927	215 927	215 927
Average numbers of shares ²		215 927	215 927	215 927	215 927

1) Profit/loss per share before and after dilution

2) Sensys has no ongoing incentive program involving the dilution effect.