

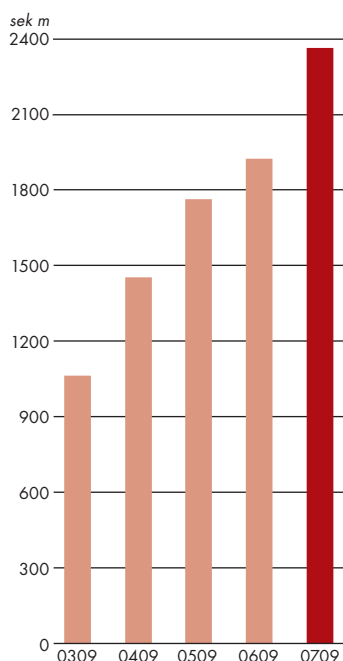


Nine Month Report 2007

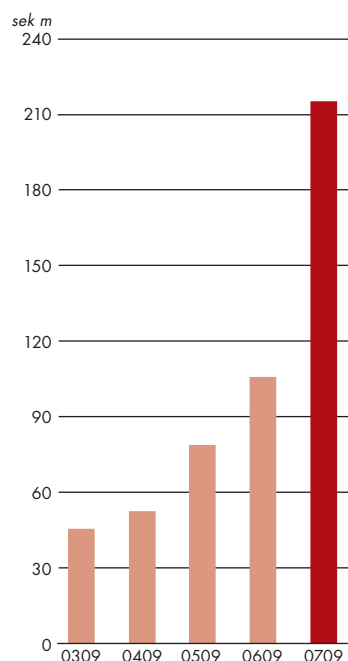
G & L Beijer AB

- Record result for the first nine months after continued strong development during the third quarter
- Sales increased by 23 per cent to SEK 2,368M (1,924)
- Operating profit rose by 94 per cent to SEK 234M (121)
- Profit after tax increased to SEK 158M (74)
- Profit per share amounted to SEK 12.75 (5.97)
- Acquisition of the operation in Slangbolaget BTJ AB

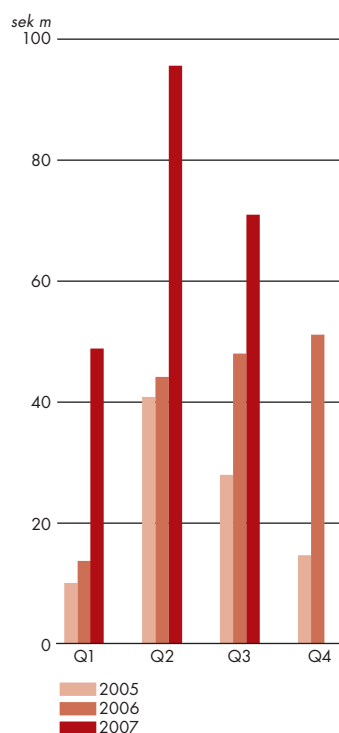
Sales, 9 months



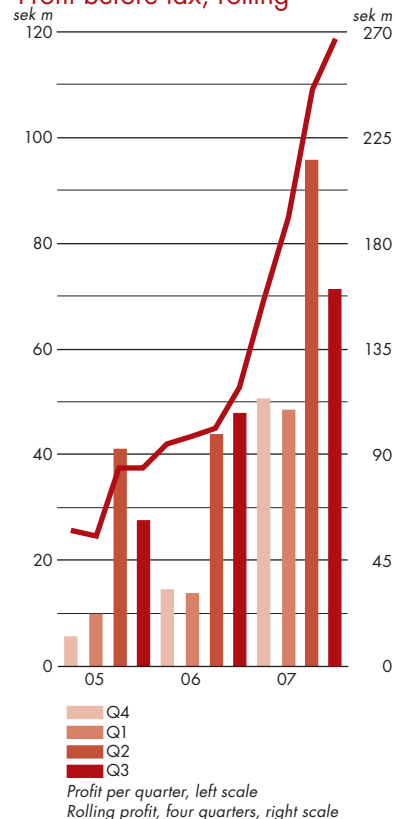
Profit before tax, 9 months



Profit before tax, quarterly



Profit before tax, rolling



The figures for 2004-2007 are reported in accordance with IFRS whilst information for 2003 is reported in accordance with reporting principles applicable at that time.

The diagrams are adjusted for items affecting comparability and one-off items, which have existed in 2004, 2005 and 2007.

	2007-09	2006-09	2005-09
Sales, sek m	2368.3	1924.0	1768.8
Operating profit, sek m	234.2	120.7	92.9
Profit after tax, sek m	158.3	74.1	61.6
Profit per share after tax, sek	12.75	5.97	4.99

Interim Report January – September 2007

SALES

The positive trend for the G & L Beijer Group continued during the third quarter. Group sales for the first nine months increased by 23 per cent to SEK 2,368.3M (1,924.0). Sales for the third quarter rose by 16 per cent to SEK 806.6M (694.0).

The strong growth is explained by very keen demand in Europe and acquisitions. The upturn is widespread across the business and sales increased in all markets in which the Group operates.

THE BEIJER REF BUSINESS AREA reported a continued very strong development. Sales for the first three quarters increased by 28 per cent to SEK 1,913.9M (1,497.7) and by 19 per cent to SEK 666.9M (560.5) for the third quarter. All markets reported positive development. The investment in air-conditioning has also had a positive effect on sales.

THE BEIJER INDUSTRIAL TECHNOLOGY BUSINESS AREA'S sales for the first nine months of the year increased by seven per cent to SEK 454.4M (426.3). Sales for the third quarter rose by five per cent to SEK 139.6 (133.5). Excluding the divested operations, sales increased by 14 per cent during the reporting period. Sales within both the hose operation and industrial products continued to develop strongly. The upturn is widespread across the business and covers virtually all product areas.

OPERATING PROFIT

The Group's operating profit increased very strongly. It rose by 94 per cent to SEK 234.2M (120.7) for the first nine months and by 53 per cent to SEK 82.1M (53.6) for the third quarter. The improvements are explained by increased sales and continued efficient cost control. Operating profit includes a lump sum income of SEK 5.9M after G & L Beijer has won a dispute against the Norwegian customs authorities.

BEIJER REF nearly doubled its operating profit for the first three quarters to SEK 205.0M (104.5). Profit for the third quarter rose by 54 per cent to SEK 71.6M (46.4). Increased sales and the effects of co-ordinated purchasing and efficient cost control lie behind the strong profit improvement. Acquisitions also contributed to the profit improvement.

Operating profit for BEIJER INDUSTRIAL TECHNOLOGY increased by 46 per cent to SEK 42.6M (29.2) for the first nine months and by 30 per cent to SEK 14.5M (11.2) for the third quarter. The profit improvement is due to volume increases and efficient cost control.

PROFIT BEFORE AND AFTER TAX

The Group's financial income/expense amounted to SEK -12.6M (-14.7) for the first three quarters and to SEK -4.6M (-5.4) for the third quarter. Financial income/expense includes share in the profits of associated companies of SEK 5.6M (0) for the first three quarters and SEK 2.4M (0) for the third quarter. Profit before tax amounted to SEK 221.6M (106.0) for the first three quarters and to SEK 77.5M (48.2) for the third quarter. Profit after tax was SEK 158.3M (74.1) for the nine-month period and SEK 56.9M (33.4) for the third quarter. Profit per share amounted to SEK 12.75 (5.97) for the whole reporting period.

OTHER FINANCIAL INFORMATION

Consolidated capital expenditure amounted to SEK 25.0M (19.7) for the nine-month period. Liquid funds, including bank overdraft facilities, were SEK 190.7M (142.9) at the end of the third quarter. On the same date, shareholders' equity amounted to SEK 660.4M (510.2). The equity ratio amounted to 32.5 per cent (30.1). The average number of employees during the period was 946 (889).

SIGNIFICANT EVENTS

In January, G & L Beijer acquired the Danish Refrigeration wholesaler, Air-Con, through its Beijer Ref business area. Air-Con reports sales of approximately SEK 40M and the company has been integrated into Beijer Ref's Danish operation which reports sales of approximately SEK 275M. Air-Con is included in G & L Beijer's accounts from 1 January 2007.

In January, G & L Beijer divested its Finnish manufacturing subsidiary, Oy Dimico AB, through its Beijer ref business area. The company reported sales of approximately SEK 25M. The divestment was a step in Beijer Ref's strategy to concentrate its resources on the trading operations within refrigeration where Beijer Ref is one for the leading operators in Europe. As from 1 January 2007, Dimico is no longer included in G & L Beijer's accounts.

In April, G & L Beijer acquired the Swedish company, DEM Production AB, through its Beijer Ref business area. Dem Production reports sales of SEK 14M. The company, which has 14 employees, develops and installs customer-adapted refrigeration units. DEM, therefore, strengthens and complements Beijer Ref's existing operations within these segments. DEM Production is included in G & L Beijer's accounts from 1 April 2007.

In April, G & L Beijer acquired the largest refrigeration wholesaler in Switzerland, Charles Hasler AG, through its Beijer Ref business area. Charles Hasler reports sales of CHF 28M (approximately SEK 160M) and has 35 employees. As a result of the acquisition, Beijer Ref became the leading refrigeration wholesaler in Switzerland. Beijer Ref also gained access to new products and agencies within the compressor segment. Beijer Ref's operation in Switzerland reports sales of approximately SEK 270M and employs 70 staff. The acquisition is expected to increase G & L Beijer's profit per share by SEK 1 on an annual basis. Charles Hasler AG is included in G & L Beijer's accounts from 1 April 2007.

In June, G & L Beijer acquired the air-conditioning and heat pump company, Clima Sverige AB in Ängelholm, through its Beijer Ref business area. Clima reports annual sales of approximately SEK 30M and has eight employees. The acquisition of Clima was strategically important within the rapidly growing market for air-conditioning and heat pumps (comfort cooling). Clima has an exclusive agency for Mitsubishi Heavy Industries' products within the air-conditioning and heat pump segments in the Swedish market. Beijer Ref's subsidiary in the Netherlands, Coolmark, already has the agency for Mitsubishi Heavy Industries' product programme for air-conditioning. Clima Sverige AB is included in G & L Beijer's accounts from 1 June 2007.

In August, G & L Beijer acquired the operation in Slangbolaget BTJ AB through its Beijer Industrial Technology business area. The operation reports annual sales of approximately SEK 20M and has six employees who are included in the acquisition. Slangbolaget BTJ's product range consists mainly of hydraulic hoses. These are a new feature in the business area's product programme and complement Lundgren's broad product range within the industrial hose segment. The operation in Slangbolaget BTJ AB is included in G & L Beijer's accounts from 1 September.

RISK ASSESSMENT

The operations of the G & L Beijer Group are affected by a number of external factors, the effects of which on the Group's operating profit can be controlled to a varying degree.

The Group's business areas are dependent on the general economic trend, especially in Europe, which controls the demand for the business areas' products and services. Other operating risks such as agency and supplier agreements, product responsibility and delivery undertaking, technical development, warranties, dependence on individuals, etc, are continually being analysed and, when necessary, action is taken to reduce the Group's risk exposure. In its operations, G & L Beijer AB is exposed to financial risks such as currency risk, interest risk and liquidity risk. The parent company's risk picture is the same as that of the Group.

FINANCIAL INFORMATION

- The Year-End Report for 2007 will be published on 8 February 2008.

Malmö, 19 October 2007

G & L Beijer AB

Joel Magnusson, Managing Director

This Interim Report has been prepared in accordance with IAS 34 and RR 31. The reporting principles applied correspond with the reporting principles applied in the preparation of the latest Annual Report.

REVIEW REPORT

We have carried out a review of this Interim Report for the G & L Beijer Group for the period 1 January-30 September 2007. The Executive Management is responsible for preparing and presenting this financial interim information in accordance IAS 34 and the Annual Accounts Act. Our responsibility is to express a conclusion about this financial interim information based on our review.

We have carried out our review in accordance with the Standard for review engagement, SÖG 2410, Review of financial interim information carried out by the company's elected Auditor, issued by the Swedish Institute of Authorised Public Accountants, FAR. A review includes making enquiries, primarily to individuals responsible for financial matters and accounting matters, carrying out an analytical examination and implementing other audit checks.

A review has a different emphasis and is significantly less extensive compared with the emphasis and extent of an audit in accordance with Auditing standards in Sweden RS and generally accepted auditing standards. The auditing checks implemented in a review do not enable us to acquire such assurance that we become aware of all important circumstances which would have been identified if an audit had been carried out. The expressed conclusion is based on a review and, therefore, does not have the assurance of an expressed conclusion based on an audit.

Based on our review, no circumstances have emerged which give us reason to consider that this Interim Report is not, in substance, prepared in accordance with IAS 34 and the Annual Accounts Act.

Malmö, 19 October 2007

*Mikael Eriksson
Authorised Public Accountant*

*Lars Nilsson
Authorised Public Accountant*

SUMMARISED PROFIT AND LOSS ACCOUNT (SEK M)

	OUTCOME 9 MONTHS		OUTCOME Q3		FULL YEAR
	2007	2006	2007	2006	2006
Net sales	2 368.3	1 924.0	806.6	694.0	2 592.2
Other operating income	29.6	24.4	13.6	10.8	43.5
Operating expenses	-2 137.3	-1 800.8	-728.8	-642.2	-2 428.3
Depreciation	-26.4	-26.9	-9.3	-9.0	-35.6
<i>Operating profit</i>	234.2	120.7	82.1	53.6	171.8
Net interest expense.....	-18.2	-15.2	-7.0	-5.4	-21.6
Other financial results.....	5.6	0.5	2.4	0.0	6.4
<i>Profit before taxes</i>	221.6	106.0	77.5	48.2	156.6
Taxes.....	-63.3	-31.9	-20.6	-14.8	-47.4
<i>Net profit</i>	158.3	74.1	56.9	33.4	109.2
<i>Net profit attributable to the parent company's shareholders</i>	158.1	74.0	56.8	33.3	109.0
<i>Net profit attributable to minority interest</i>	0.2	0.1	0.1	0.1	0.2
<i>Net profit per share before and after dilution, sek</i>	12.75	5.97	4.58	2.69	8.79

SUMMARISED BALANCE SHEET (SEK M)

ASSETS					
Fixed assets.....	659.2	530.7			491.5
Current assets.....	1 292.8	1 091.0			972.6
Liquid funds.....	76.8	71.4			78.0
<i>Total assets</i>	2 028.8	1 693.1			1 542.1
EQUITY AND LIABILITIES					
Shareholders' equity.....	660.4	510.2			536.4
Long-term liabilities	534.8	448.1			401.2
Current liabilities	833.6	734.8			604.5
<i>Total equity and liabilities</i>	2 028.8	1 693.1			1 542.1
<i>Of which interest-bearing liabilities</i>	744.6	649.9			565.4

KEY FIGURES

Equity ratio, %	32.5	30.1		34.8
Equity per share, sek	53	41		43
Return on equity after full tax, %	33.1	17.4		21.5
Return on capital employed, %	23.4	12.3		16.5
Return on capital employed in operations, %.....	23.9	12.7		16.6
<i>Number of shares*</i> :	12,399,376			6,199,688
<i>Holding of own shares*</i> :	43,600			21,800

*) Share split carried out on 31 May 2007. All comparative figures are recalculated taking into account the carried out split.

REPORTING FOR SEGMENTS (SEK M)

	BEIJER REF		BEIJER INDUSTRIAL TECHNOLOGY		GROUP	
	0709	0609	0709	0609	0709	0609
REVENUES						
External sales	1 913.9	1 497.7	454.4	426.3	2 368.3	1 924.0
<i>Total revenues</i>	1 913.9	1 497.7	454.4	426.3	2 368.3	1 924.0
RESULTS						
Result by operation	205.0	104.5	42.6	29.2	247.6	133.7
Undistributed costs					-13.4	-13.0
<i>Operating profit</i>	205.0	104.5	42.6	29.2	234.2	120.7

SUMMARISED CONSOLIDATED CASH FLOW ANALYSIS (SEK M)

	9 months	9 months	12 months
	2007	2006	2006
Cash flow from current operations.....	209.1	105.8	143.1
Changes in working capital	-102.6	-71.6	-60.2
Cash flow from investment operations.....	-210.8	-19.7	18.9
Change in financing.....	141.8	45.1	-34.4
Dividend paid	-40.3	-31.0	-31.1
Change in cash and bank.....	-2.8	28.6	36.3
Exchange rate difference in liquid funds	1.6	-1.3	-2.4
Cash and bank on 1 January	78.0	44.1	44.1
Cash and bank at the period end	76.8	71.4	78.0

SHAREHOLDERS' EQUITY (SEK M)

	0709	0609
Opening balance	536.4	479.7
Net profit for the period	158.3	74.1
Dividend	-40.3	-31.0
Dividend to the minority	-0.1	-0.1
Acquisition of subsidiaries	—	-2.2
Translation difference	6.1	-10.3
CLOSING BALANCE	660.4	510.2

PARENT COMPANY PROFIT AND LOSS ACCOUNT IN SUMMARY (SEK M)

	OUTCOME 9 MONTHS		FULL YEAR
	2007	2006	2006
Operating income.....	—	0.0	0.0
Operating expenses.....	-9.8	-9.6	-13.3
Depreciation and write-downs of tangible and intangible fixed assets	-0.2	-0.2	-0.2
<i>Operating profit</i>	-10.0	-9.8	-13.5
Net interest income/expense.....	3.2	0.8	1.2
Result of participations in Group companies.....	34.4	18.0	45.5
<i>Profit after financial investments</i>	27.6	9.0	33.2
Appropriations	—	—	3.1
<i>Profit before tax</i>	27.6	9.0	36.3
Tax on the period's profit	1.7	2.5	2.5
<i>Net profit</i>	29.3	11.5	38.8

PARENT COMPANY BALANCE SHEET IN SUMMARY (SEK M)

ASSETS			
Tangible fixed assets	0.9	0.7	0.7
Financial fixed assets.....	254.8	254.8	254.8
Current assets	408.3	409.8	402.0
<i>Total assets</i>	664.0	665.3	657.5
EQUITY AND LIABILITIES			
Shareholder's equity.....	353.7	320.7	364.7
Untaxed reserves	4.2	7.2	4.2
Long-term liabilities	153.1	169.2	161.1
Current liabilities.....	153.0	168.2	127.5
<i>Total equity and liabilities</i>	664.0	665.3	657.5

BEIJERS

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