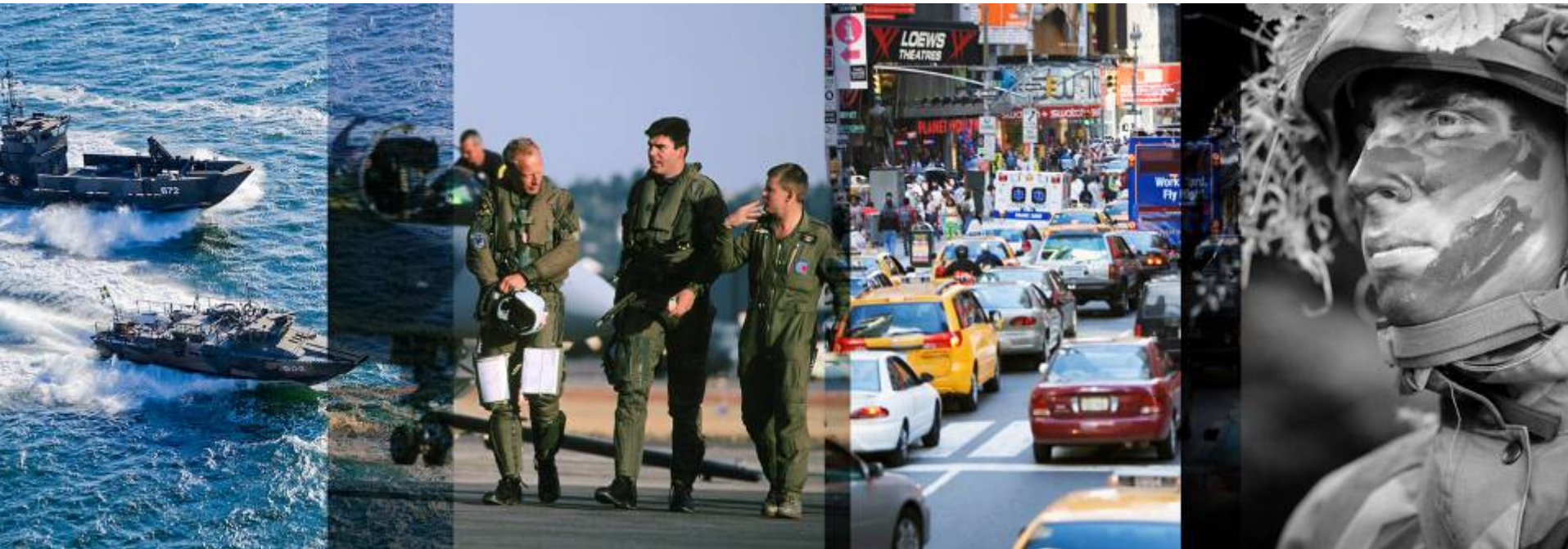


INTERIM REPORT

JANUARY - JUNE 2009



CEO ÅKE SVENSSON, CFO LARS GRANLÖF
JULY 24, 2009
PRESS AND ANALYSTS MEETING

JANUARY - JUNE 2009

- Important orders received in key areas, despite financial turmoil and changes in the Swedish defence structure
- Continued sales growth shows Saab's ability to meet project milestones and deliver according to contractual plans
- Ongoing efficiency improvements according to plan
- Long-term strategy towards growth in markets outside Sweden and a broadened scope into civil security remains a priority



JANUARY - JUNE IN BRIEF

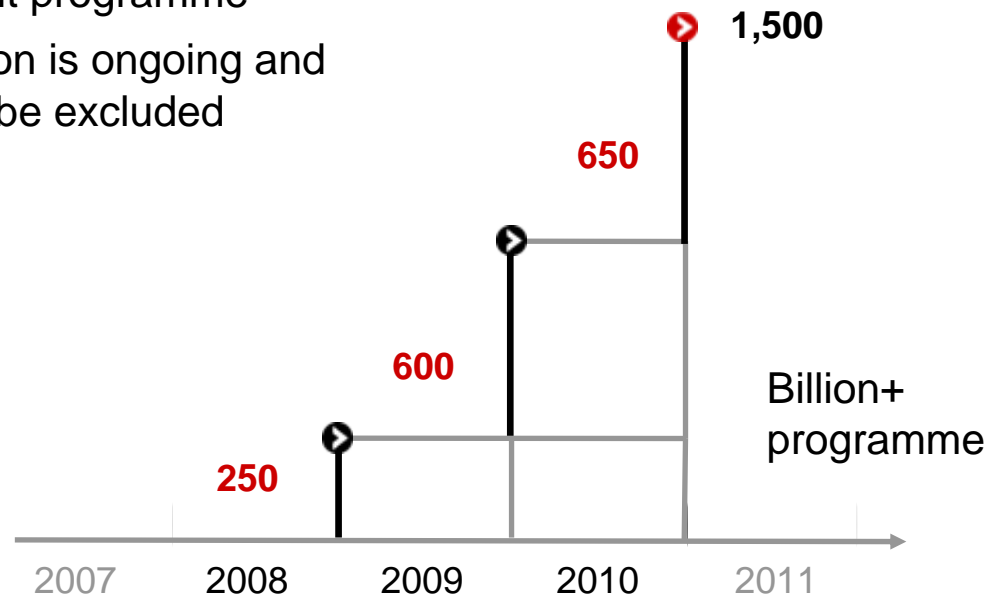
MSEK	Jan-June 09	Jan-June 08
Order bookings	8,096	12,955
Order backlog (SEK billion)	42.4	48.6
Sales	11,695	11,025
Operating income	622	944
Operating margin, %	5.3*	8.6
Net income	265	569
Earnings per share (SEK)	2.46	5.25

* A change in the application of accounting principles for development costs as of January 1, 2009, contributed negatively by approximately 3 percentage points



EFFICIENCY IMPROVEMENTS

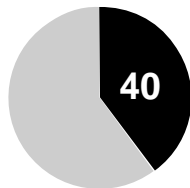
- Billion+ programme according to plan
- Current structural review continues
- Personnel reduction
 - About 1,000 employees will leave Saab in the next few years due to announced lay-offs and the efficiency improvement programme
 - A review of the organisation is ongoing and further reductions cannot be excluded



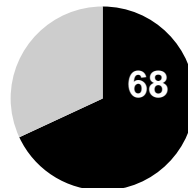
ON-GOING TRANSFORMATION

- From one dominating customer to multiple customers

Sales 2001



Sales 2008



- Markets outside Sweden

- Internationally interoperable
- From defending borders to protecting flows



RADAR UPGRADE FOR CANADIAN NAVY

- Upgrade of the Sea Giraffe 150 HC radar for the modernization of the Canadian Navy's Halifax Class frigates
- Secures a high level of operational availability as well as new and improved functions
- Order value approximately MSEK 180

Systems and Products



TRAINING SYSTEMS FOR THE U.S.

- Training systems for the U.S. Marine Corps and U.S. army
- Two separate contracts, total order value approximately MSEK 266

Systems and Products



MEDICAL CARE SYSTEM FOR THE SWEDISH ARMED FORCES

- A medical care system that has the same high level of quality as found in civilian health care facilities
- Patient reception, trauma unit, surgery, intensive care, dental care, radiology, sterilisation and oxygen production
- Contract value MSEK 120

Defence and Security Solutions



INCREASED PRESENCE IN FINLAND

- July 2009 - Saab acquires Tieto's 60 percent shares in the earlier joint venture TietoSaab Systems in Finland
- The company is now fully owned by Saab
- Increases and strengthens Saab's presence in Finland

Defence and Security Solutions



SAAB SAFEGUARDS AUSTRALIAN PRISON

- July 2009 - Security system for women's prison in Australia
- International breakthrough for Saab's solutions for protection of high-security locations
- Establishes Saab in the civil security field in Australia

Defence and Security Solutions



SAAB COORDINATES EUROPEAN DEVELOPMENT PROJECT

- Saab coordinates 13 European industries addressing the sense and avoid issue
- Sense and avoid functionality needed before UAV's can be allowed to fly among regular, manned aircraft
- Order value approximately MSEK 105
- Swedish EU presidency adds to Saab's ambitions to participate in joint EU programmes

Aeronautics



DEVELOPMENT ORDER FOR GRIPEN

- Continuous development based on experience from squadrons and participation in international exercises
- Covers Gripen in Sweden, Hungary, the Czech Republic and Thailand
- Order value approximately MSEK 350

Aeronautics



INVESTIGATION CLOSED

- Swedish preliminary investigation into Saab concerning alleged illegal methods in connection with the sale of Gripen closed
- Business ethics is a matter of great relevance for Saab
- Employees trained in Saab's Code of Conduct

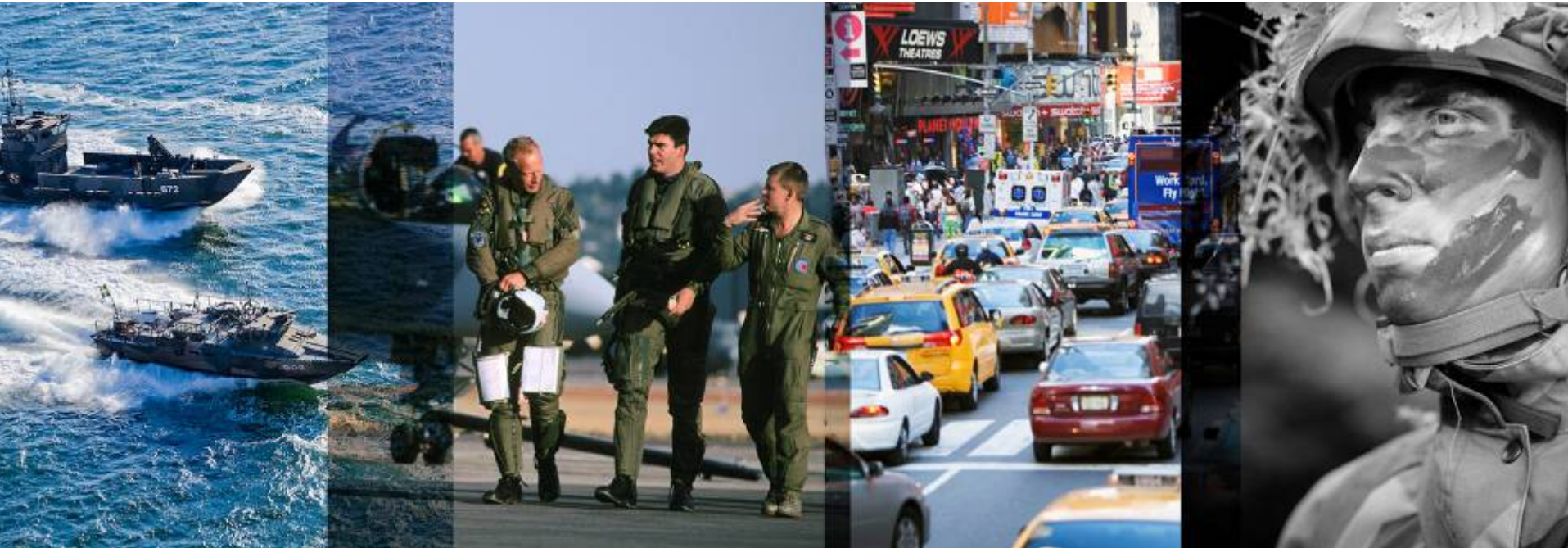


CONTINUED INTEREST IN GRIPEN



JANUARY - JUNE 2009

FINANCIALS



Lars Granlöv

July 24, 2009

January-June 2009 Financials

ORDER BOOKINGS AND ORDER BACKLOG

MSEK	Order bookings	Order bookings	Order backlog
	Jan-June 2009	Jan-June 2008	June 30, 2009
Defence & Security Solutions	4,146	4,098	11,078
Systems & Products	3,226	5,043	16,507
Aeronautics	1,468	5,425	17,179
Corporate/Internal	-744	-1,611	-2,350
Saab Group	8,096	12,955	42,414

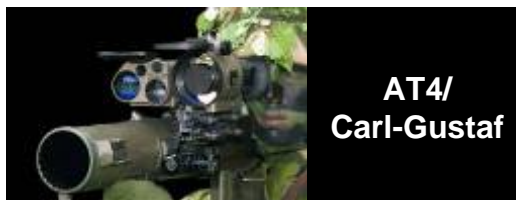
Split between Larger orders > MSEK 100 and smaller orders

Defence & Security Solutions	35/65
Systems & Products	26/74
Aeronautics	72/28
Saab Group	40/60

ORDER BACKLOG

Order backlog duration (SEK billion):

2009:	10.7
2010:	14.2
2011:	6.6
2012:	4.0
After 2012:	6.9
Total:	42.4



SALES

MSEK	Jan-June 2009	Jan-June 2008	Change
Defence & Security Solutions	4,469	4,461	0%
Systems & Products	4,330	3,972	9%
Aeronautics	3,956	3,652	8%
Corporate/Internal	-1,060	-1,060	
Saab Group	11,695	11,025	6%

adjusted growth: 8 percent

Split Defence / Civil % of sales

Defence & Security Solutions	76/24	72/28
Systems & Products	95/5	87/13
Aeronautics	93/7	95/5
Saab Group	87/13	83/17

OPERATING INCOME, EBIT

MSEK	Jan-June 2009	<i>margin</i>	<i>adj. margin</i>	Jan-June 2008	<i>margin</i>	<i>adj. margin</i>
Defence & Security Solutions	334	7.5%	7.5%	380	8.5%	8.5%
Systems & Products	272	6.3%	6.3%	366	9.2%	9.2%
Aeronautics	-41	-1.0%	1.5%	45	1.2%	7.6%
Corporate	57			153		
Saab Group	622	5.3%	4.9%	944	8.6%	8.9%

INCOME STATEMENT

MSEK	Jan-June 2009	Jan-June 2008
Sales	11,695	11,025
Cost of goods sold	-8,658	-7,980
Gross income	3,037	3,045
<i>Gross margin</i>	26.0%	27.6%
Other operating income	73	99
Marketing expenses	-890	-925
Administrative expenses	-664	-711
Research and development costs	-841	-551
Other operating expenses	-40	-20
Share in income of associated companies	-53	7
Operating income	622	944
<i>Operating margin</i>	5.3%	8.6%
Share in income of associated companies	1	-19
Result from financial investments	-260	-123
Income before taxes	363	802
Taxes	-98	-233
Net income	265	569
Earnings per share after dilution, SEK	2.46	5.25
Tax rate	27%	29%

STATEMENT OF FINANCIAL POSITION

MSEK	June 30 2009	Dec. 31 2008	Change
Assets			
Fixed assets	15,685	16,052	-367
Current assets	17,395	16,838	557
Total assets	33,080	32,890	190
Shareholders' equity and liabilities			
Shareholders' equity	9,937	9,330	607
Long-term liabilities	3,753	3,860	-107
Short-term liabilities	19,390	19,700	-310
Total liabilities	23,143	23,560	-417
Total shareholders' equity & liabilities	33,080	32,890	190
Equity/assets ratio	30.0%	28.4%	
Total net debt (-)	-2,157	-1,693	-464

SUMMARISED CASH FLOW January-June

MSEK	Saab	SAL/M&A	Actual 2009	2008
Cash flow from operations	886	73	959	1,084
Inventories	-606	22	-584	-428
Receivables	613	-38	575	120
Advances	-51	-	-51	-520
Lease obligations	-	-	-	-142
Liabilities	-1,011	247	-764	-592
Provisions	-49	-129	-178	-192
Change in working capital	-1,104	102	-1,002	-1,754
Intangible assets	-58	-	-58	-349
Tangible assets	-105	-	-105	-117
Leasing assets	-	48	48	85
Acquisitions	-	-66	-66	-
Divestments	-	9	9	40
Acq/sales of financial assets	-32	4	-28	75
Cash flow from investments	-195	-5	-200	-266
Operating cash flow	-413	170	-243	-936

WAY FORWARD

- A strong partner to the Swedish Armed Forces
- Increasing the level of business in markets outside of Sweden
- Growth within civil security
- Actions to strengthen the company for coming years

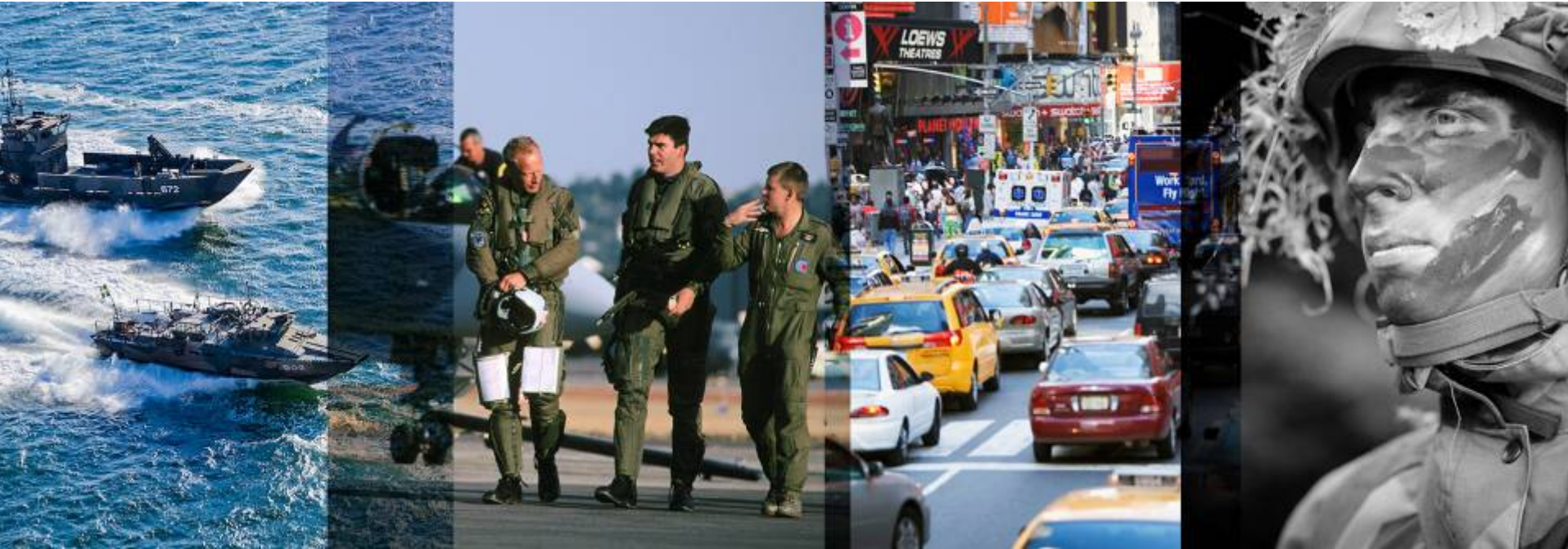


OUTLOOK 2009

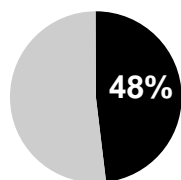
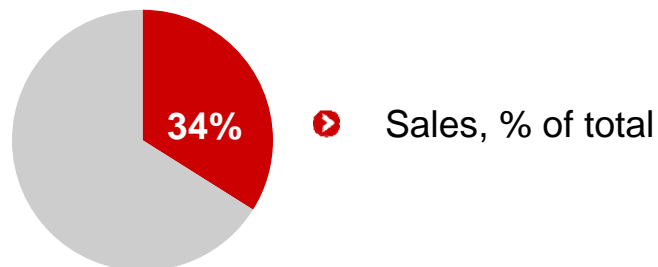
- Saab's future development is dependent on Swedish defence plans and will continue to be affected by the global economy
- Saab is therefore facing uncertainties in its business environment
- For the full year 2009 sales will increase compared to 2008, however we remain cautious in our outlook for the full year
- The profit margin will be reduced by about 4 percentage points due to our more conservative accounting for development costs



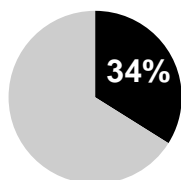
APPENDIX



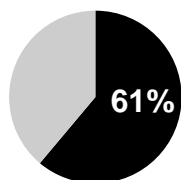
DEFENCE AND SECURITY SOLUTIONS



Sales



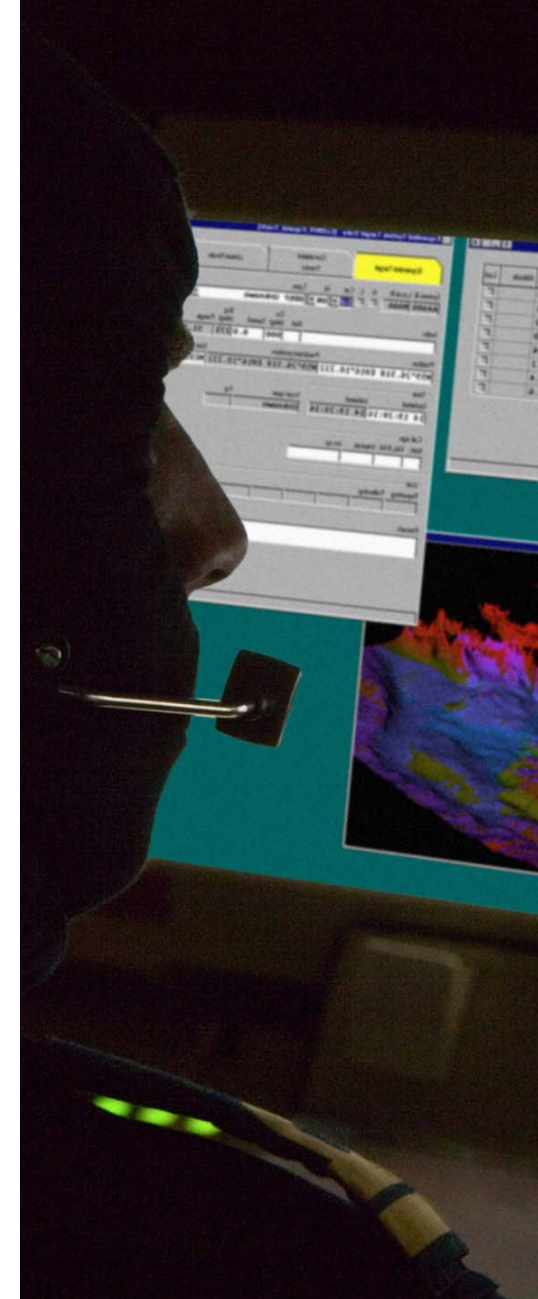
Order bookings



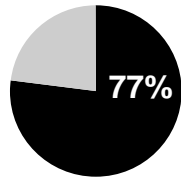
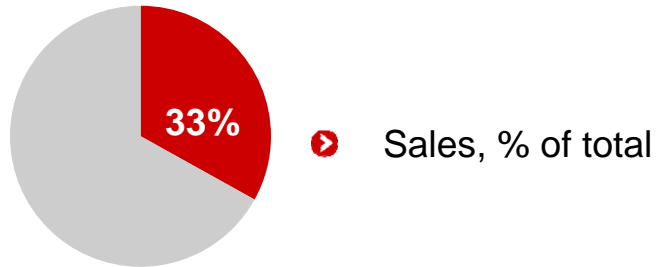
Backlog

▶ Markets outside Sweden

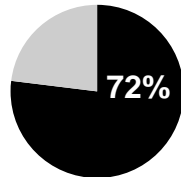
MSEK	Jan-June	Jan-June
	2009	2008
Sales	4,469	4,461
EBIT	334	380
Operating margin, %	7.5	8.5
Order bookings	4,146	4,098
Order backlog	11,078	10,208



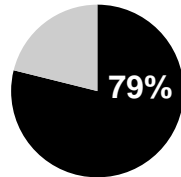
SYSTEMS AND PRODUCTS



Sales



Order bookings



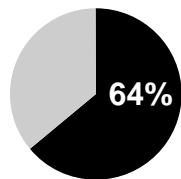
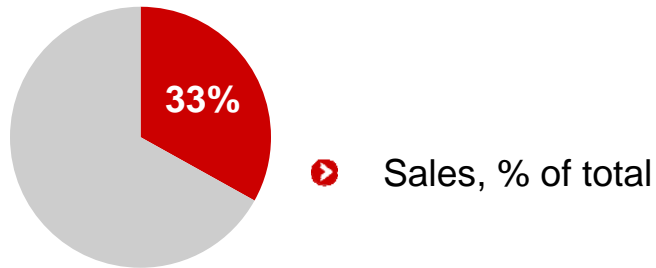
Backlog

▶ Markets outside Sweden

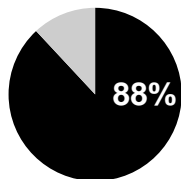
MSEK	Jan-June	Jan-June
	2009	2008
Sales	4,330	3,972
EBIT	272	366
Operating margin, %	6.3	9.2
Order bookings	3,226	5,043
Order backlog	16,507	18,530



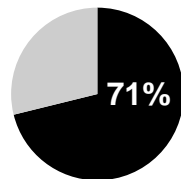
AERONAUTICS



Sales



Order bookings



Backlog

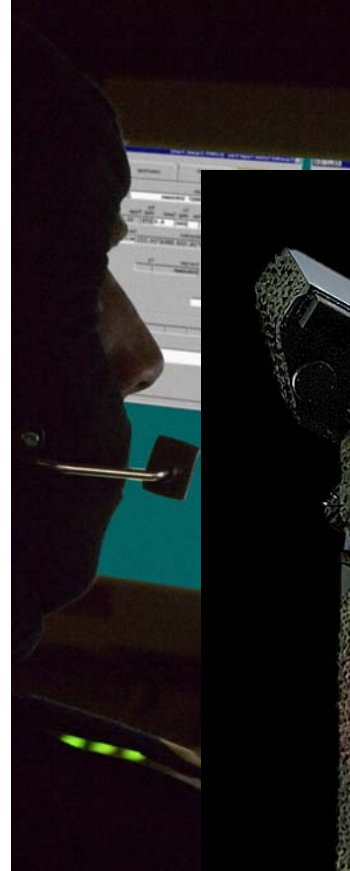
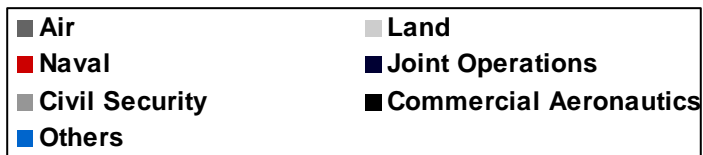
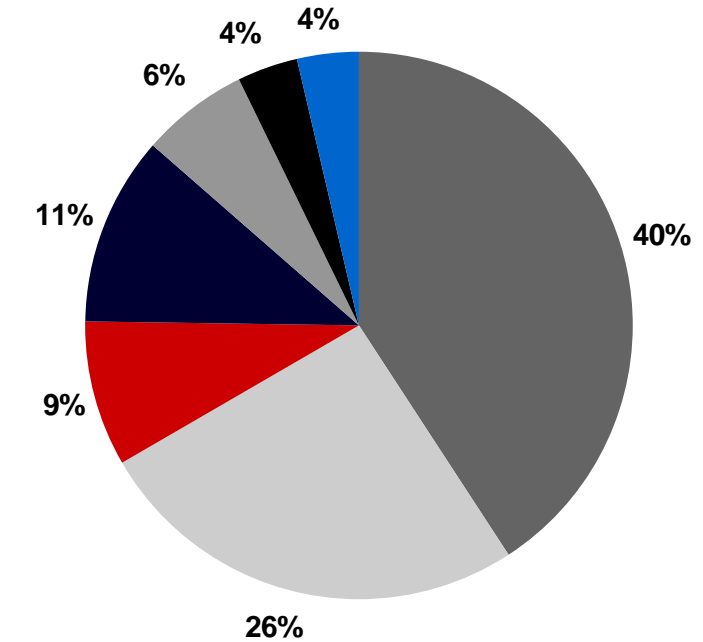
Markets outside Sweden



MSEK	Jan-June	Jan-June
	2009	2008
Sales	3,956	3,652
EBIT	-41	45
Operating margin, %	-1.0	1.2
Order bookings	1,468	5,425
Order backlog	17,179	22,767

SALES BY MARKET

Jan-June 2009



OPERATING INCOME, EBIT/EBITDA

MSEK		Jan-June		Jan-June	
		2009	margin	2008	margin
Defence & Security	EBIT	334	7.5%	380	8.5%
	EBITDA	426	9.5%	470	10.5%
Systems & Products	EBIT	272	6.3%	366	9.2%
	EBITDA	596	13.8%	607	15.3%
Aeronautics	EBIT	-41	-1.0%	45	1.2%
	EBITDA	82	2.1%	148	4.1%
Corporate	EBIT	57		153	
	EBITDA	109		196	
Saab Group	EBIT	622	5.3%	944	8.6%
	EBITDA	1,213	10.4%	1,421	12.9%

COMPREHENSIVE INCOME

	Jan-June	Jan-June
MSEK	2009	2008
Net income/loss for the period	265	569
Other comprehensive income:		
Translation differences for the period	292	-249
Net gain/loss on cash flow hedges	313	12
Revaluation in connection with reclassification of fixed assets	-	-
Share of other comprehensive income in associated companies	21	-
Tax attributable to comprehensive income	-85	-3
Other comprehensive income/loss for the period	541	-240
Net comprehensive income/loss for the period	806	329

OPERATING CASH FLOW VS STATEMENT OF CASH FLOW

MSEK	Jan-June 2009	Jan-June 2008
Operating cash flow	-243	-936
Cash flow from financing:		
Establishment of pension fund	-	-
Loans raised/amortized	604	1,576
Dividend	-187	-480
Share repurchase	-	-
Cash flow from investments – interest bearing:		
Short-term investments	-	-
Financial investments	190	301
Statement of Cash flow	364	461

STATEMENT OF FINANCIAL POSITION

MSEK	June 30 2009	Dec. 31 2008	Change
Assets			
Intangible fixed assets	7,532	7,690	-158
Tangible fixed assets	3,320	3,407	-87
Lease assets	1,742	1,835	-93
Biological assets	243	243	-
Investment properties	239	239	-
Shares in associated companies	354	334	20
Financial investments	135	142	-7
Long-term receivables	1,350	1,321	29
Deferred tax assets	770	841	-71
Total fixed assets	15,685	16,052	-367
Inventories	4,969	4,305	664
Derivatives	1,289	1,315	-26
Tax receivables	41	55	-14
Accounts receivables	3,689	4,194	-505
Prepaid expenses and accrued income	691	503	188
Other receivables	5,415	5,567	-152
Liquid assets	1,224	822	402
Total current assets	17,318	16,761	557
Assets held for sale	77	77	-
Total assets	33,080	32,890	190

STATEMENT OF FINANCIAL POSITION

MSEK	June 30 2009	Dec. 31 2008	Change
Shareholders' equity and liabilities			
Parent Company's shareholders' interest	9,811	9,240	571
Minority interest	126	90	36
Total shareholders' equity	9,937	9,330	607
Long-term interest-bearing liabilities	8	13	-5
Other liabilities	323	336	-13
Provision for pensions	4	4	-
Other provisions	2,336	2,402	-66
Deferred tax liabilities	1,082	1,105	-23
Total long-term liabilities	3,753	3,860	-107
Short-term interest-bearing liabilities	4,501	3,870	631
Advance payments from customers	890	897	-7
Accounts payable	1,503	1,712	-209
Derivatives	2,015	2,363	-348
Tax liabilities	229	149	80
Other liabilities	1,050	1,131	-81
Accrued expenses and deferred income	8,544	8,868	-324
Provisions	658	710	-52
Total current liabilities	19,390	19,700	-310
Liabilities related to fixed assets held for sale	-	-	-
Total shareholders' equity and liabilities	33,080	32,890	190
Equity/assets ratio,%	30.0	28.4	

STATEMENT OF FINANCIAL POSITION, JUNE 30, 2009 SUBDIVIDED

MSEK	Saab	Saab Aircraft Leasing	Elimi- nations	Saab Group
Intangible assets	7,532	-	-	7,532
Tangible assets	3,802	-	-	3,802
Lease assets	1	1,741	-	1,742
Long-term interest-bearing receivables	445	-	-	445
Shares, etc	1,948	2	-1,500	450
Other long-term receivables	924	20	-	944
Deferred tax assets	623	147	-	770
Inventories	4,951	18	-	4,969
Short-term interest-bearing receivables	687	1,620	-1,620	687
Other current assets	9,100	49	-	9,149
Derivatives	1,289	-	-	1,289
Liquid assets	1,202	22	-	1,224
Assets held for sale	77	-	-	77
Total assets	32,581	3,619	-3,120	33,080
Shareholders' equity	9,621	1,816	-1,500	9,937
Provision for pensions	4	-	-	4
Other provisions	2,186	808	-	2,994
Deferred tax liabilities	1,082	-	-	1,082
Interest-bearing liabilities	6,129	-	-1,620	4,509
Advance payments from customers	890	-	-	890
Derivatives	2,015	-	-	2,015
Other liabilities	10,654	995	-	11,649
Total shareholders' equity & liabilities	32,581	3,619	-3,120	33,080

CHANGES IN SHAREHOLDERS EQUITY

	Capital stock	Other capital contr.	Net res. on cash f. hedges	Translation reserve	Revaluation reserve	Retained earnings	Total excl. minority int.
Opening balance, January 1, 2009	1,746	543	-612	-222	51	7,734	9,240
Total net income/loss of the period			215	281		268	764
<i>Transactions with shareholders:</i>							
Dividend						-187	-187
Repurchase of shares						-	
Share matching plan						13	13
Acquisitions in and sale of operations						-19	-19
Closing balance, June 30, 2009	1,746	543	-397	59	51	7,809	9,811

NET LIQUIDITY / NET DEBT

MSEK	June 30 2009	Year-End 2008
Liabilities		
Long-term interest-bearing liabilities	-8	-13
Short-term interest-bearing liabilities	-4,501	-3,870
Provisions for pensions	-4	-4
Total interest-bearing liabilities	-4,513	-3,887
Assets		
Short-term investments	-	-
Liquid assets	1,224	822
Interest-bearing receivables	1,132	1,372
Total liquid investments	2,356	2,194
Total net liquidity/debt (-)	-2,157	-1,693

LIQUIDITY

MSEK	June 30 2009
Liquid investments at the beginning of the year	822
Operating cash flow	-243
Acquisition and divestments of companies	-
Financial investments	190
Loans raised/amortized	604
Share repurchase	-
Dividend to shareholders	-187
Other changes, translation differences etc	38
Liquid investments June 30	1,224

Quarterly information Q1 and Q2

	Q1		Q1		Q2		Q2	
	2009		2008		2009		2008	
Sales								
Defence and Security Solutions	2,042	-3%	2,096		2,427	3%	2,365	
Systems and Products	1,994	15%	1,734		2,336	4%	2,238	
Aeronautics	1,843	14%	1,612		2,113	4%	2,040	
Corporate	12		10		61		12	
Internal sales	-479		-473		-654		-609	
Total	5,412	9%	4,979		6,283	4%	6,046	
Operating income								
Defence and Security Solutions	136	6.7%	193	9.2%	198	8.2%	187	7.9%
System and Products	104	5.2%	138	8.0%	168	7.2%	228	10.2%
Aeronautics	3	0.2%	111	6.9%	-44	-2.1%	-66	-3.2%
Corporate	-93		-57		150		210	
Total	150	2.8%	385	7.7%	472	7.5%	559	9.2%

PERSONNEL

Number at end of period	30/6/2009	31/12/2008	Change	30/6/2008
Defence & Security	4,696*	4,666	30	4,812
Systems & Products	4,783	4,869	-86	5,330
Aeronautics	3,065	3,100	-35	3,023
Corporate	732	659	73	628
Saab Group	13,276	13,294	-18	13,793

* Includes 39 employees from the acquisition of TietoSaab Systems



SAAB

SAABGROUP.COM