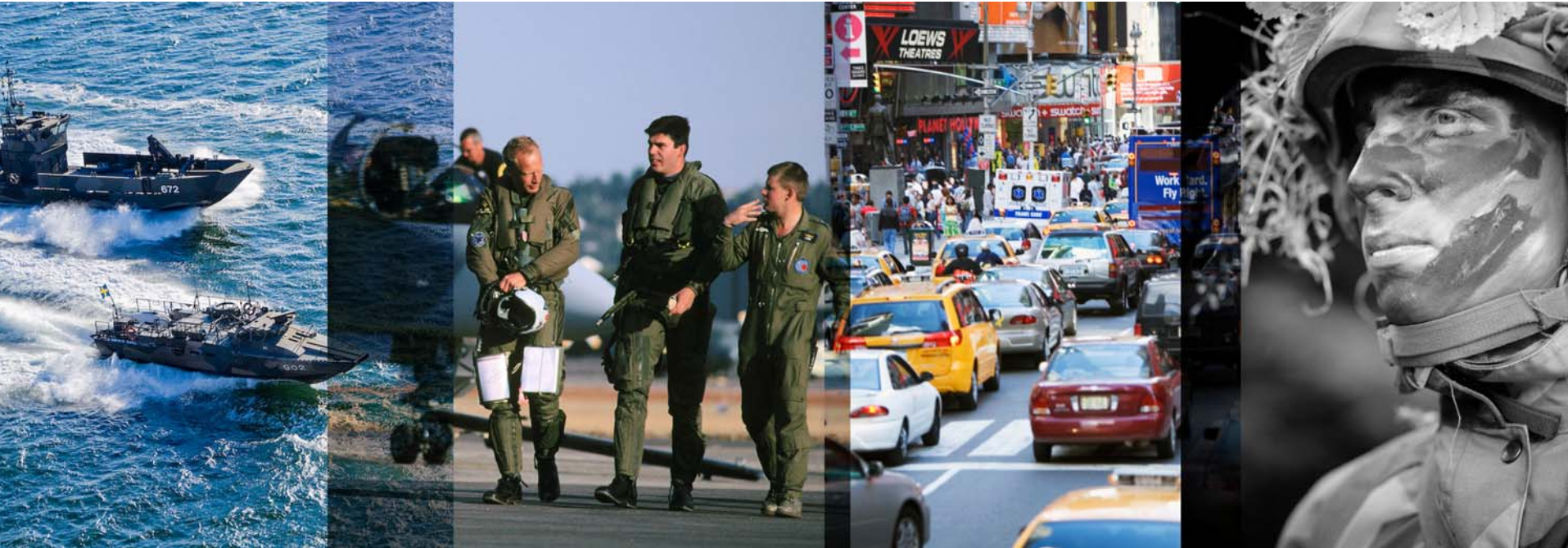


INTERIM REPORT

JANUARY - SEPTEMBER 2008



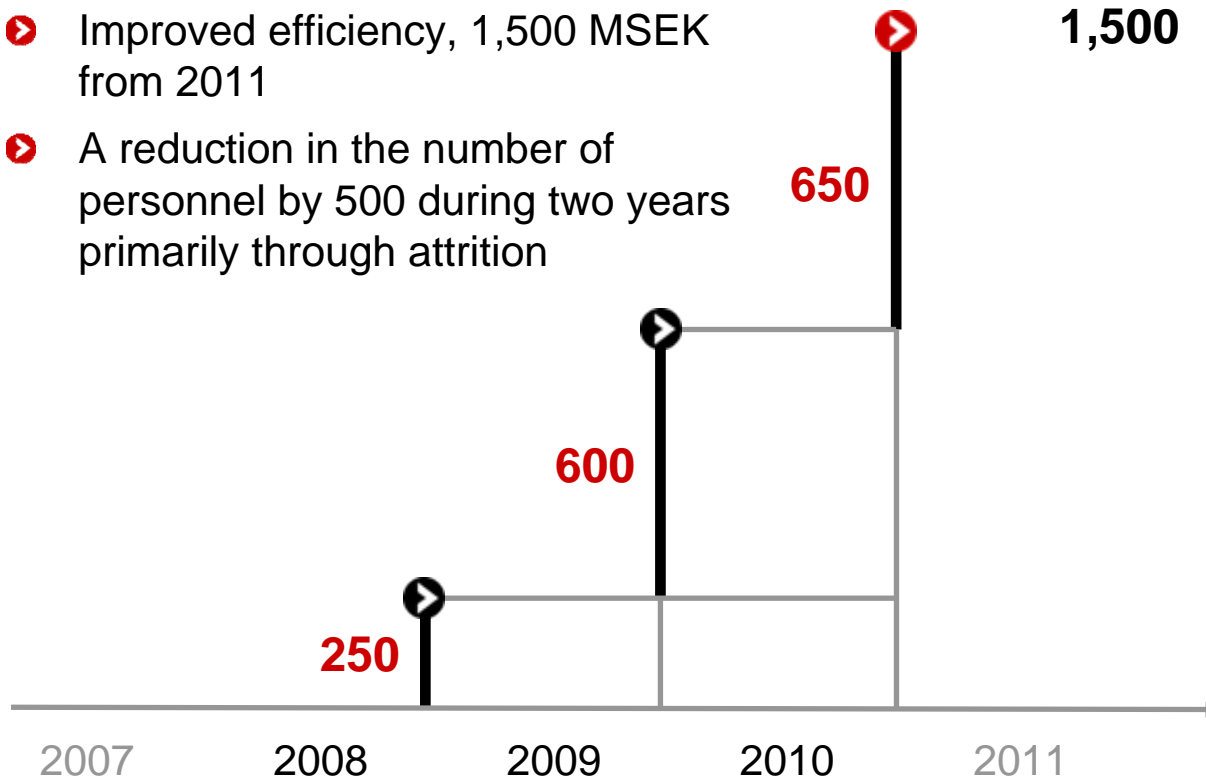
ÅKE SVENSSON, CEO AND LARS GRANLÖF, CFO
OCTOBER 17, 2008
PRESS CONFERENCE PRESENTATION

JANUARY – SEPTEMBER IN BRIEF

MSEK	2008	2007
Order bookings	16,050	12,285
Order backlog (SEK billion)	46.7	46.7
Sales	15,608	15,663
Operating income	975	1,362
Operating margin, %	6.2	8.7
Net income	466	933
Earnings per share (SEK)	4.36	8.36

INTENSIFIED BILLION PROGRAMME

- ▶ Improved efficiency, 1,500 MSEK from 2011
- ▶ A reduction in the number of personnel by 500 during two years primarily through attrition



THE SWEDISH DEFENCE PLANNING

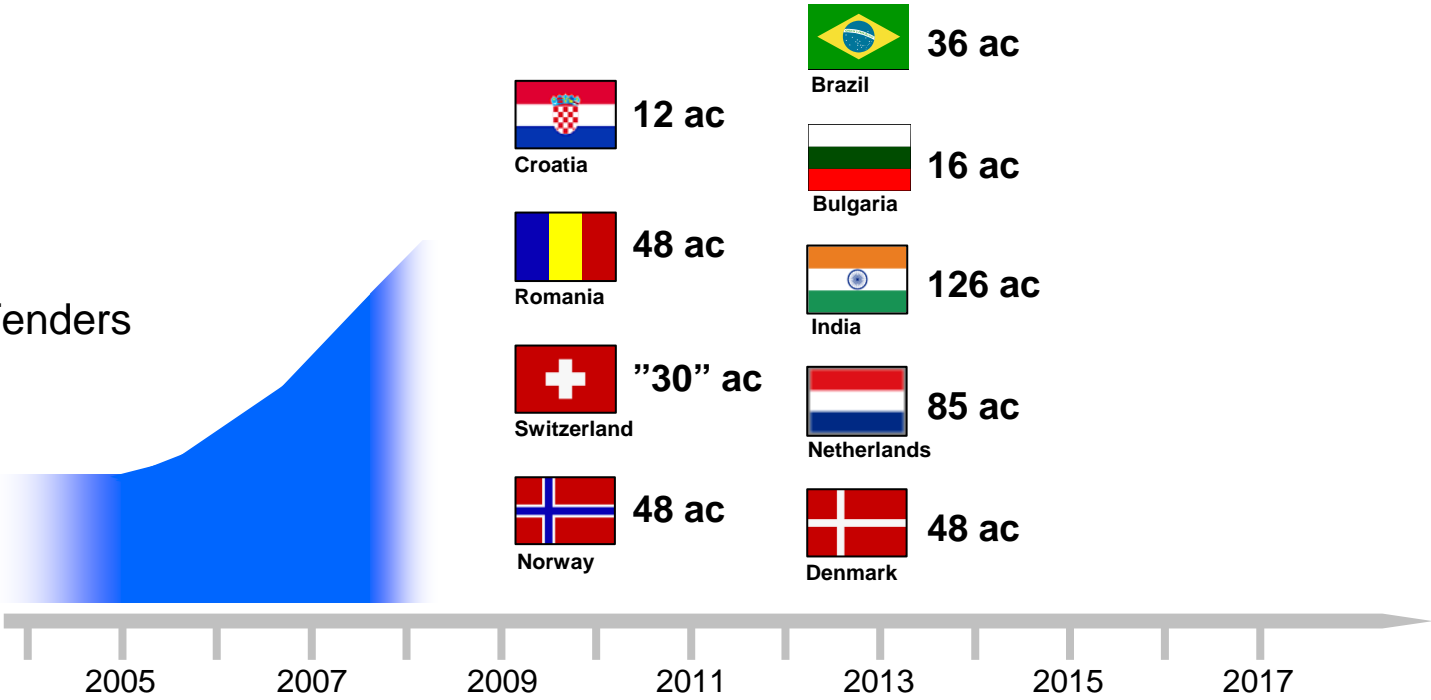
- A long-term ambition to further develop the Gripen system
- Terminated or implemented projects may impact Saab's future structure and direction

INCREASED INTEREST IN GRIPEN

Captured Business



Tenders



ONE OF THREE

- The Gripen NG (Next Generation) was placed on the short list as an alternative to equip the Brazilian Air Force

NEW GRIPEN ORDER FROM SWEDEN

- The Swedish Armed Forces order electronic warfare systems and supplements for the weapons pylons for Gripen

THAILAND BUYS COMMAND AND CONTROL SYSTEM

- Saab will deliver a complete command and control system to the Thai air force. The system is based on the same platform as the Swedish air defence system StriC

SUCCESSFUL DELIVERY

- ▶ ERIEYE Airborne Early Warning Systems were delivered to Greece

SAAB SPACE TO RUAG

- The divestment of Saab Space to the Swiss aerospace and defence group RUAG was completed

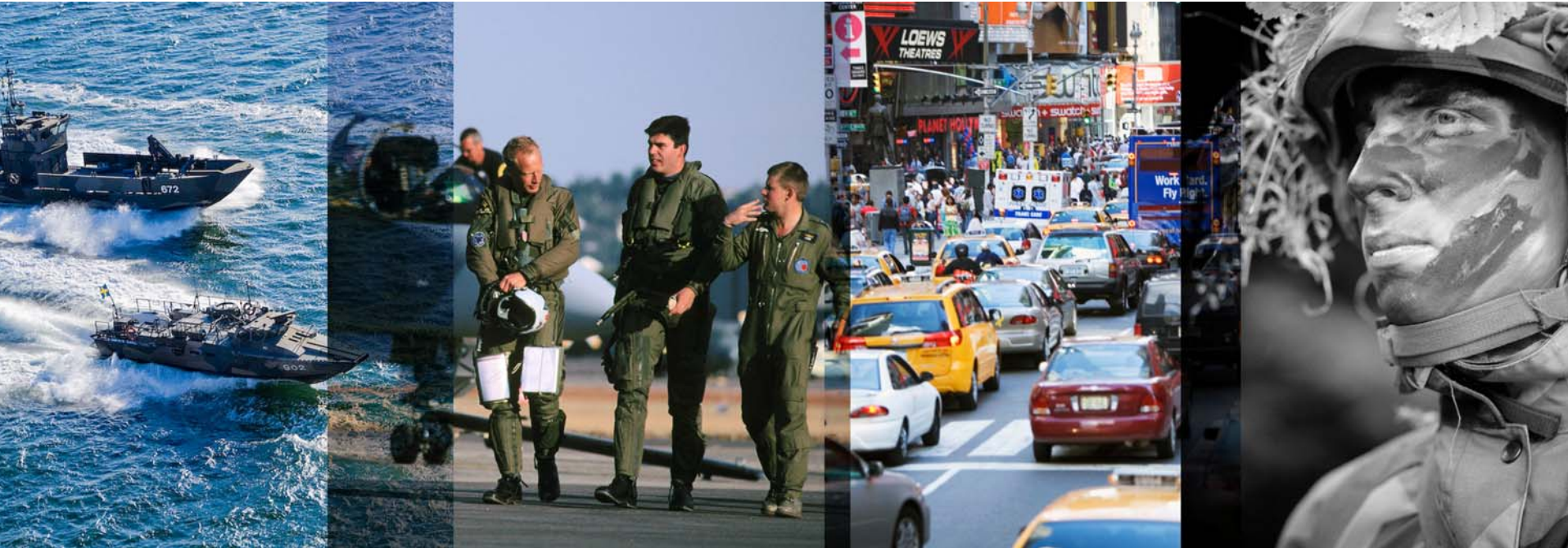
OUTLOOK FOR 2008

- Organic sales growth 3-4 percent
- Operating margin 8-9 percent

Excluding non-recurring items

JANUARY - SEPTEMBER 2008

FINANCIALS



NAME Lars Granlöv

DATE October 17, 2008

TITLE January-September 2008 Financials

ORDER BOOKINGS AND ORDER BACKLOG

MSEK	Order bookings	Order bookings	Order backlog
	Jan-Sept. 2008	Jan-Sept. 2007	Sept. 30, 2008
Defence & Security Solutions	5,587	4,647	9,778
Systems & Products	6,340	5,432	17,572
Aeronautics	5,620	3,633	21,733
Corporate/Internal	-1,497	-1,462	-2,431
Saab Group	16,050	12,285	46,652

SALES

MSEK	Jan-Sept. 2008	Jan-Sept. 2007	Change
Defence & Security Solutions	6,365	6,386	-
Systems & Products	5,743	6,141	-6%
Aeronautics	4,913	4,283	15%
Corporate/Internal	-1,413	-1,147	
Saab Group	15,608	15,663	-

1 percent growth currency adjusted

OPERATING INCOME, EBIT

MSEK	Jan-Sept.		Jan-Sept.	
	2008	<i>margin</i>	2007	<i>margin</i>
Defence & Security Solutions	492	7.7%	581	9.1%
Systems & Products	428	7.5%	503	8.2%
Aeronautics	-92	-1.9%	256	6.0%
Corporate	147		22	
Saab Group*	975	6.2%	1,362	8.7%

*Explanatory items	60		154	
Saab Group adjusted EBIT	915	5.9%	1,208	7.7%

The Billion Program positively affected the operating margin by 1 percentage point during the first nine months.

INCOME STATEMENT

MSEK	Jan-Sept. 2008	Jan-Sept. 2007
Sales	15,608	15,663
Cost of goods sold	-11,618	-11,554
Gross income	3,990	4,109
<i>Gross margin</i>	25.6%	26.2%
Other operating income	188	264
Marketing expenses	-1,333	-1,246
Administrative expenses	-1,047	-1,045
Research and development costs	-794	-733
Other operating expenses	-38	-31
Share in income of associated companies	9	44
Operating income	975	1,362
<i>Operating margin</i>	6.2%	8.7%
Share in income of associated companies	-25	-30
Result from financial investments	-326	-63
Income before taxes	624	1,269
Taxes	-158	-336
Net income	466	933
Earnings per share after dilution, SEK	4.36	8,36
Tax rate	25%	26%

BALANCE SHEET

MSEK	Sept. 30 2008	Dec 31 2007	Change 2008	Sept. 30 2007
Assets				
Fixed assets	15,544	15,747	-203	16,240
Current assets	16,996	18,054	-1,058	16,405
Total assets	32,540	33,801	-1,261	32,645
Shareholders' equity and liabilities				
Shareholders' equity	10,154	11,008	-854	10,110
Long-term liabilities	3,516	3,652	-136	3,967
Short-term liabilities	18,870	19,141	-271	18,568
Total liabilities	22,386	22,793	-407	22,535
Total shareholders' equity & liabilities	32,540	33,801	-1,261	32,645
Equity/assets ratio	31.2%	32.6%		31.0%
Total net debt (-)	-2,728	-1,627	-1,101	-358

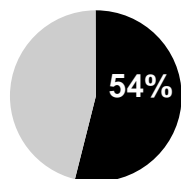
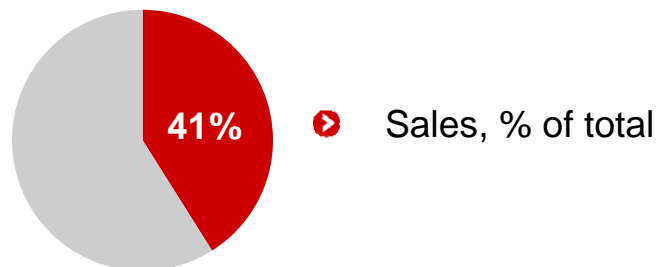
SUMMARISED CASH FLOW January-Sept.

MSEK	Actual			2007
	Saab	SAL/M&A	2008	
Cash flow from operations	934	135	1,069	2,860
Inventories	-815	-4	-819	-644
Receivables	484	227	711	-1,605
Advances	-1,120	-	-1,120	-934
Lease obligations	-	-147	-147	-251
Liabilities	273	-106	167	-287
Provisions	-110	-119	-229	-443
Change in working capital	-1,288	-149	-1,437	-4,164
Intangible assets	-449	-	-449	-666
Fixed assets	-147	-	-147	-350
Leasing assets	-	103	103	325
Acquisitions	-	-	-	-515
Divestments	-	420	420	970
Acq/sales of financial assets	-10	72	62	-63
Cash flow from investments	-606	595	-11	-299
Operating cash flow	-960	581	-379	-1,603

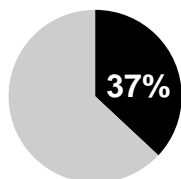
APPENDIX



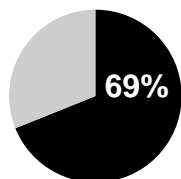
DEFENCE AND SECURITY SOLUTIONS



Sales



Order bookings

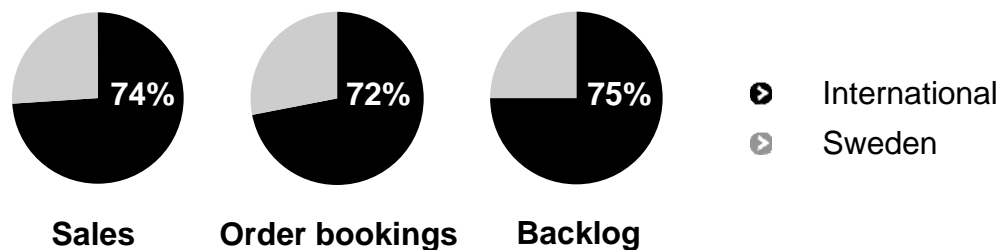
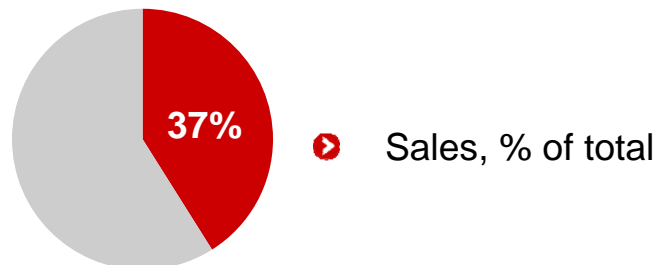


Backlog

- ▶ International
- ▶ Sweden

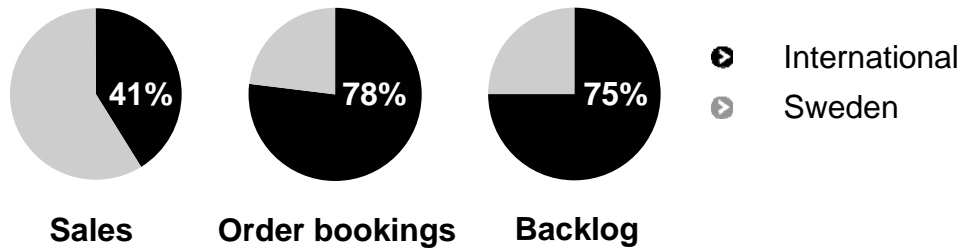
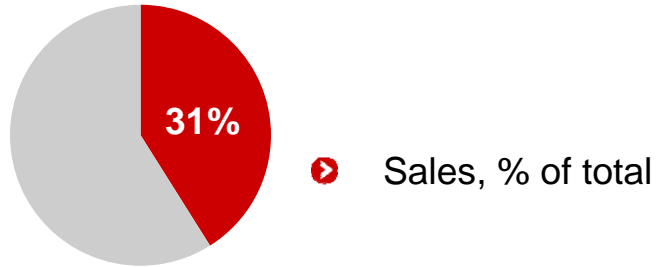
MSEK	Jan-Sept.	Jan-Sept.
	2008	2007
Sales	6,365	6,386
EBIT	492	581
Operating margin, %	7.7	9.1
Order bookings	5,587	4,647
Order backlog	9,778	11,825

SYSTEMS AND PRODUCTS



MSEK	Jan-Sept.	Jan-Sept.
	2008	2007
Sales	5,743	6,141
EBIT	428	503
Operating margin, %	7.5	8.2
Order bookings	6,340	5,432
Order backlog	17,572	17,542

AERONAUTICS



MSEK	Jan-Sept.	Jan-Sept.
	2008	2007
Sales	4,913	4,283
EBIT	-92	256
Operating margin, %	-1.9	6.0
Order bookings	5,620	6,633
Order backlog	21,733	19,574

OPERATING INCOME, EBIT/EBITDA

MSEK		Jan-Sept.		Jan-Sept.	
		2008	margin	2007	margin
Defence & Security	EBIT	492	7.7%	581	9.1%
	EBITDA	619	9.7%	544	11.1%
Systems & Products	EBIT	428	7.5%	503	8.2%
	EBITDA	768	13.4%	851	13.9%
Aeronautics	EBIT	-92	-1.9%	256	6.0%
	EBITDA	45	0.9%	351	8.2%
Corporate	EBIT	147		22	
	EBITDA	213		121	
Saab Group	EBIT	975	6.2%	1,362	8.7%
	EBITDA	1,645	10.5%	2,031	13.0%

OPERATING CASH FLOW VS STATEMENT OF CASH FLOW

MSEK	Jan-Sept. 2008	Jan-Sept. 2007
Operating cash flow	-379	-350
Cash flow from financing:		
Establishment of pension fund	-	-43
Loans raised/amortized	889	460
Dividend	-480	-467
Share repurchase	-209	-184
Cash flow from investments – interest bearing:		
Short-term investments		
Financial investments	156	-155
Statement of Cash flow	-23	-739

BALANCE SHEET

MSEK	Sept. 30 2008	Dec, 31 2007	Change
Assets			
Intangible fixed assets	8,079	7,940	139
Tangible fixed assets	3,280	3,619	-339
Lease assets	1,676	1,822	-146
Biological assets	242	241	1
Investment properties	287	72	215
Shares in associated companies	268	318	-50
Financial investments	191	233	-42
Long-term receivables	986	960	26
Deferred tax receivables	535	542	-7
Total fixed assets	15,544	15,747	-203
Inventories	6,011	5,383	628
Derivatives	584	479	105
Tax receivables	107	122	-15
Accounts receivables	3,805	3,724	81
Prepaid expenses and accrued income	553	556	-3
Other receivables	5,114	5,862	-748
Liquid assets	822	858	-36
Total current assets	16,996	16,984	12
Assets held for sale	-	1,070	-1,070
Total assets	32,540	33,801	-1,261

BALANCE SHEET

MSEK	Sept. 30 2008	Dec. 31 2007	Change
Shareholders' equity and liabilities			
Parent Company's shareholders' interest	10,076	10,981	-905
Minority interest	78	27	51
Total shareholders' equity	10,154	11,008	-854
Long-term interest-bearing liabilities	1	25	-24
Other liabilities	236	284	-48
Provision for pensions	1	101	-100
Other provisions	1,999	1,979	20
Deferred tax liabilities	1,279	1,263	16
Total long-term liabilities	3,516	3,652	-136
Short-term interest-bearing liabilities	4,668	3,635	1,033
Advance payments from customers	1,387	2,558	1,171
Accounts payable	1,383	1,229	154
Lease obligations	70	204	-134
Derivatives	1,196	414	782
Tax liabilities	277	368	-91
Other liabilities	1,137	806	331
Accrued expenses and deferred income	8,190	8,788	-590
Provisions	562	752	-190
Total current liabilities	18,870	18,754	116
Liabilities related to fixed assets held for sale	-	387	-387
Total shareholders' equity and liabilities	32,540	33,801	-1,261
Equity/assets ratio,%	31.2	31.0	

BALANCE SHEET, SEPTEMBER 30, 2008

SUBDIVIDED

MSEK	Saab	Saab Aircraft Leasing	Elimi- nations	Saab Group
Intangible assets	8,079	-	-	8,079
Tangible assets	3,809	-	-	3,809
Lease assets	2	1,674	-	1,676
Long-term interest-bearing receivables	357	-	-	357
Shares, etc	1,923	1	-1,500	424
Deferred tax assets	376	159	-	535
Inventories	5,996	15	-	6,011
Short-term interest-bearing receivables	756	1,060	-1,053	763
Other receivables	9,867	197	-	10,064
Cash and marketable securities	794	28	-	822
Total assets	32,926	3,014	-2,553	33,387
Shareholders' equity	9,868	1,786	-1,500	10,154
Provision for pensions	1	-	-	1
Other provisions	1,767	794	-	2,561
Deferred tax liabilities	1,279	-	-	1,279
Interest-bearing liabilities	5,722	-	-1,053	4,669
Lease obligations	-1	71	-	70
Advance payments from customers	1,387	-	-	1,387
Other liabilities	11,936	483	-	12,419
Total shareholders' equity & liabilities	31,959	3,134	-2,553	32,540

NET LIQUIDITY / NET DEBT

MSEK	Sept. 30 2008	Year-End 2007
Liabilities		
Long-term interest-bearing liabilities	-1	-25
Short-term interest-bearing liabilities	-4,668	-3,635
Provisions for pensions	-1	-101
Total interest-bearing liabilities	-4,670	-3,761
Assets		
Short-term investments	-	-
Liquid assets	822	858
Interest-bearing receivables	1,120	1,276
Total liquid investments	1,942	2,134
Total net liquidity/debt (-)	-2,728	-1,627

LIQUIDITY

MSEK	Sept. 30 2008
Liquid investments at the beginning of the year	858
Operating cash flow from operations	-799
Acquisition and divestments of companies	420
Financial investments	156
Loans raised/amortized	889
Share repurchase	-209
Dividend to shareholders	-487
Other changes, translation differences etc	-6
Liquid investments September 30	822

Quarterly information

Sales	2008		2007
Defence and Security Solutions	1,904		2,069
Systems and Products	1,771		1,839
Aeronautics	1,261		1,279
Corporate	11		9
Internal sales	-364		-385
Total	4,583		4,811
Operating income			
Defence and Security Solutions	112	5.9%	135
System and Products	62	3.5%	100
Aeronautics	-137	-10.9%	68
Corporate	-6		15
Total	31	0.7%	318



SAAB

SAABGROUP.COM