

ALFA
LFA

Financial update

Mr. Thomas Thuresson
CFO
Alfa Laval Group

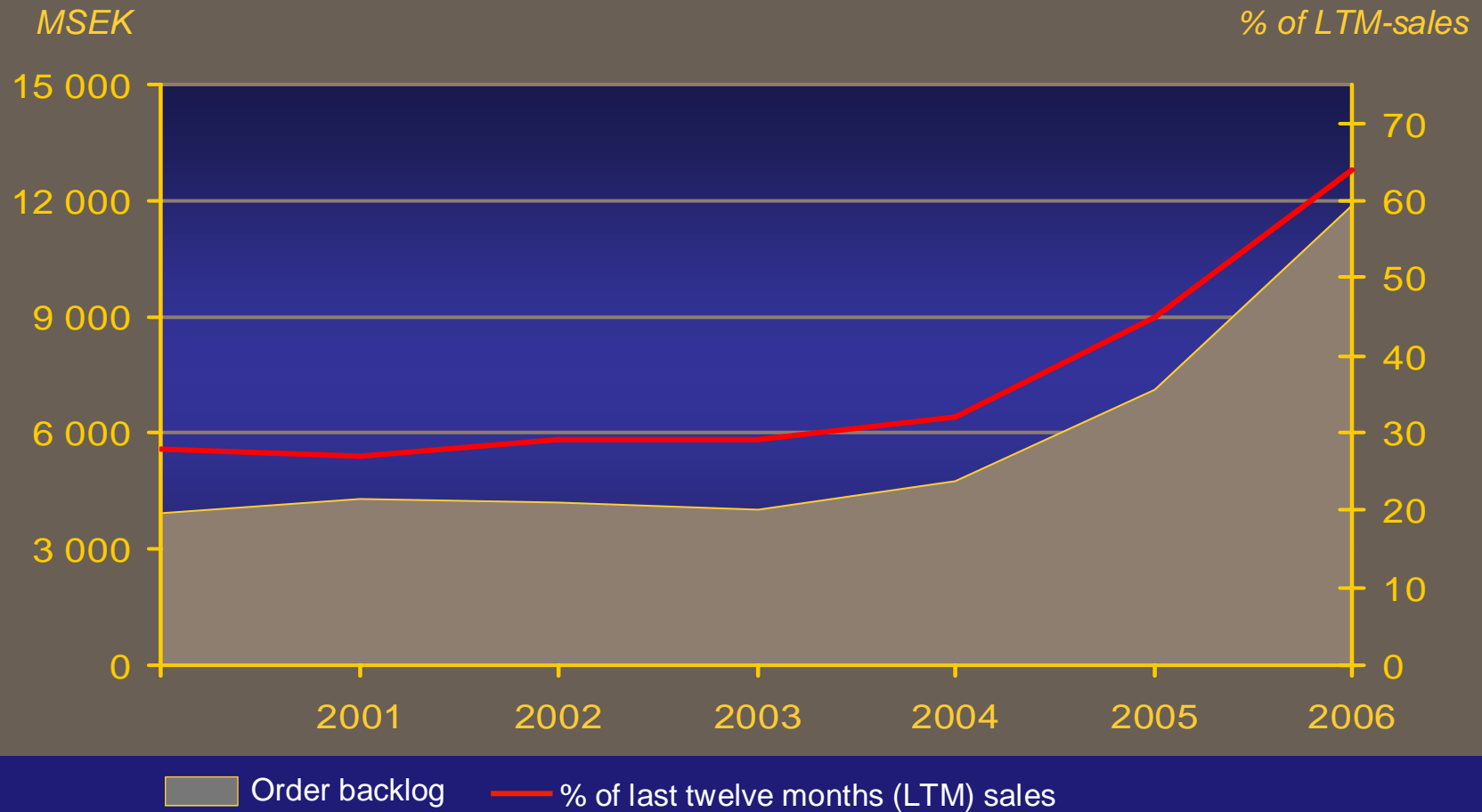
Foreign exchange

Estimated impact on adjusted EBITA from Fx. fluctuations

MSEK	WY 2006	WY 2007
Translation effect	+ 45	0
Transaction effect	+ 22	- 25
Total	+ 67	- 25

Impact is assuming EUR/USD 1.27 and EUR/SEK 9.30 for open exposures

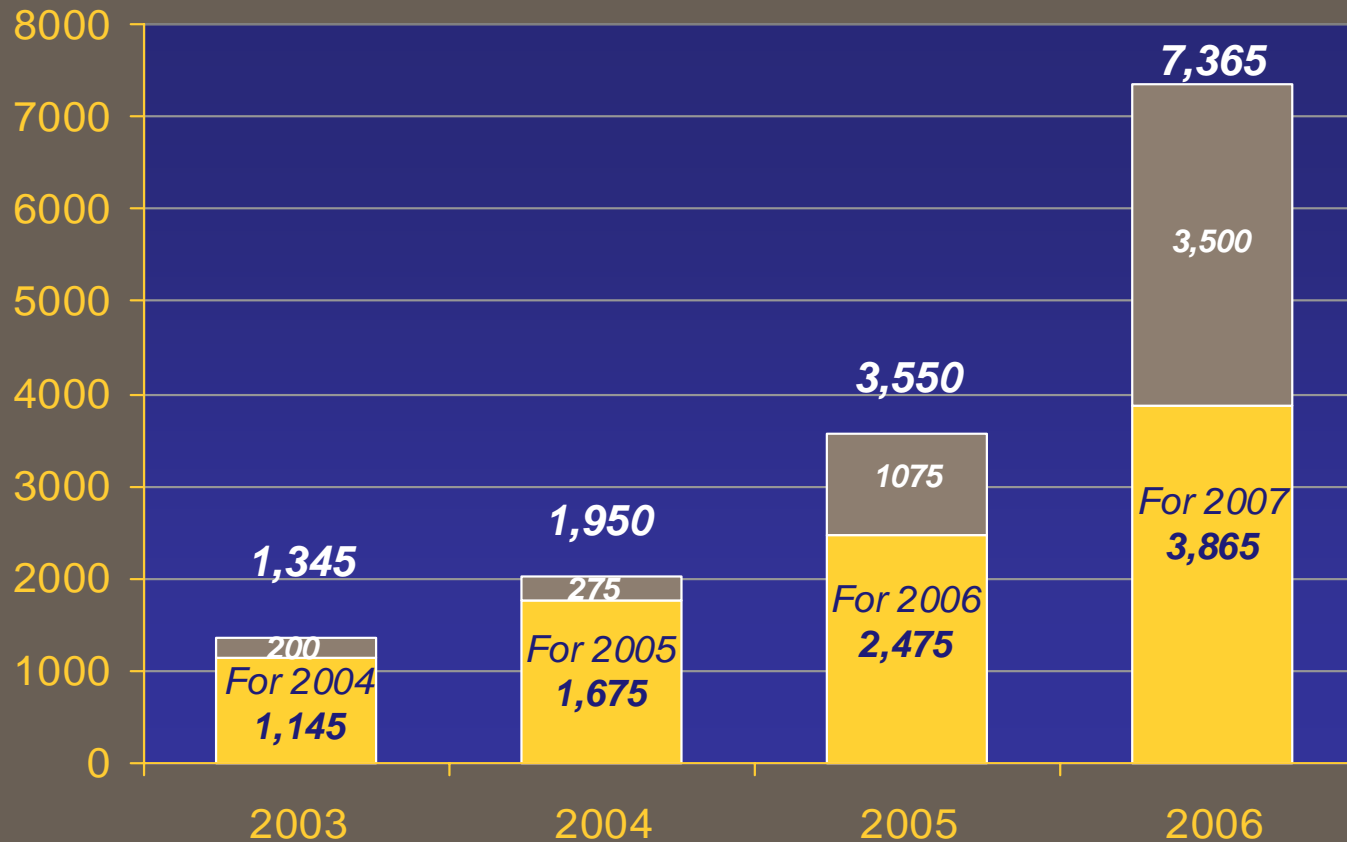
Order backlog as per September 30.



Order backlog as per September 30

For delivery after the current year

SEK million

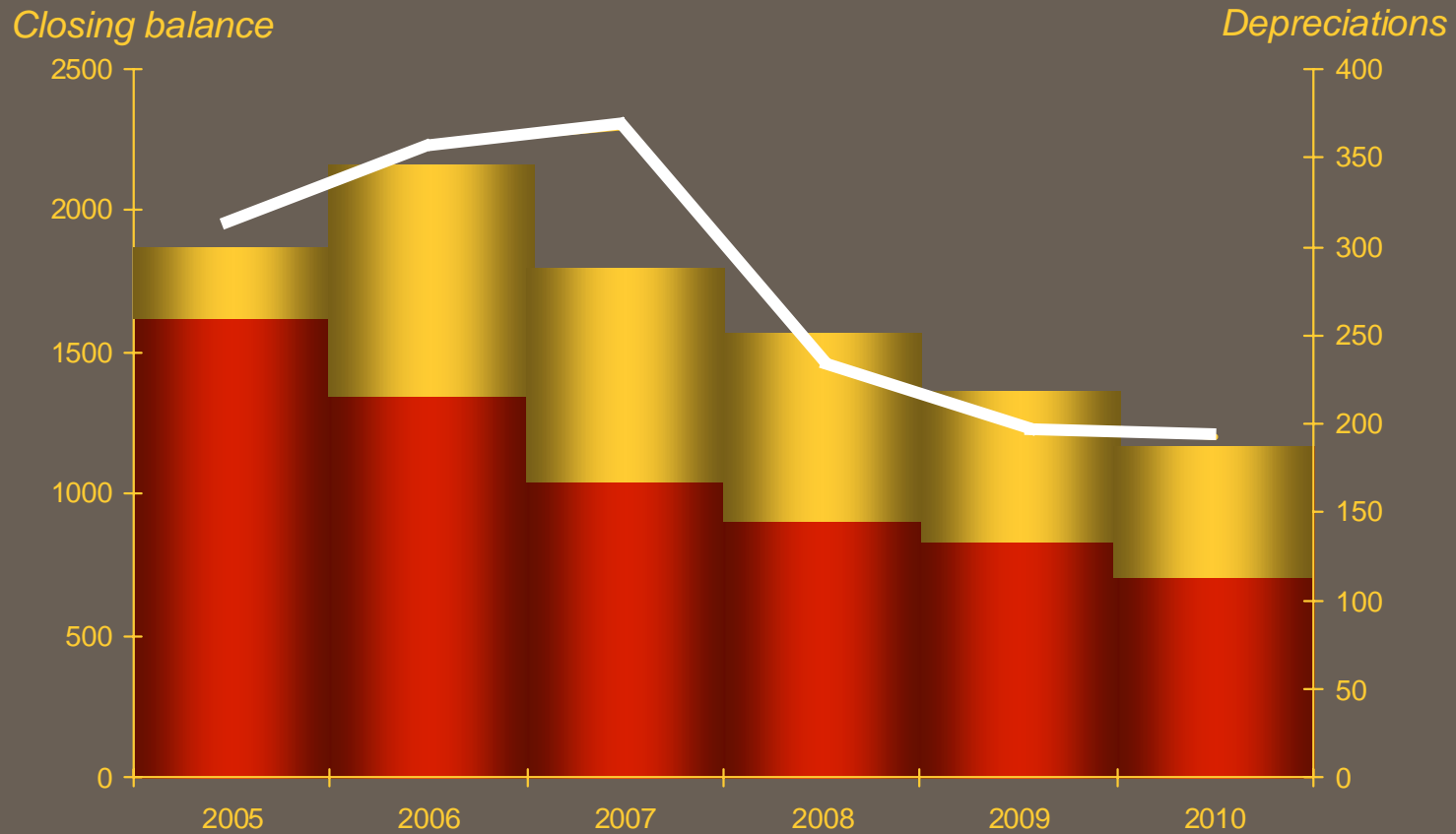


• Demand 2007?

• Price effect?

Step-up values up to 2010

Closing balance and depreciations according to plan, SEK million



 LBO-related

 Acquisitions

 Depreciations acc to plan

Taxes

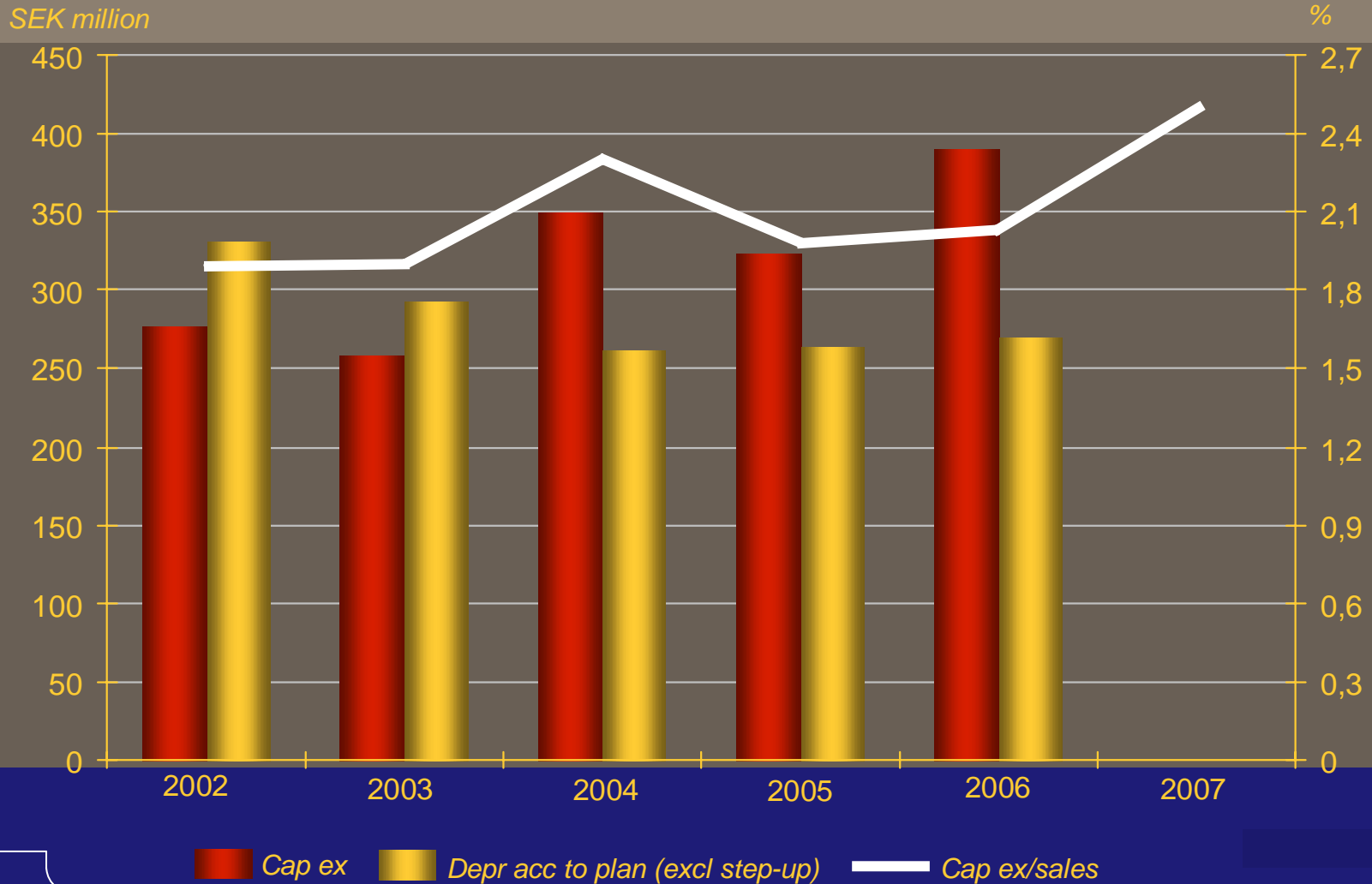
2006

- Benefits from non-capitalised loss carry-forwards
- Tax of profit before tax approximately same %-age in Q3 and Q4

Going forward

- Taxes of profit before tax approximately 32%

Capital expenditure



Cash-flow statement

MSEK	Jan-Sep 2006	Jan- Sep 2005
Cash flows from		
- operating activities	1,624	779
- investing activities	-1,411	- 572
Financial net paid	- 52	- 177
Dividends	- 587	- 557
Total	- 426	- 527
<hr/>		
Pro Forma Free-cash-flow*	1,376	397

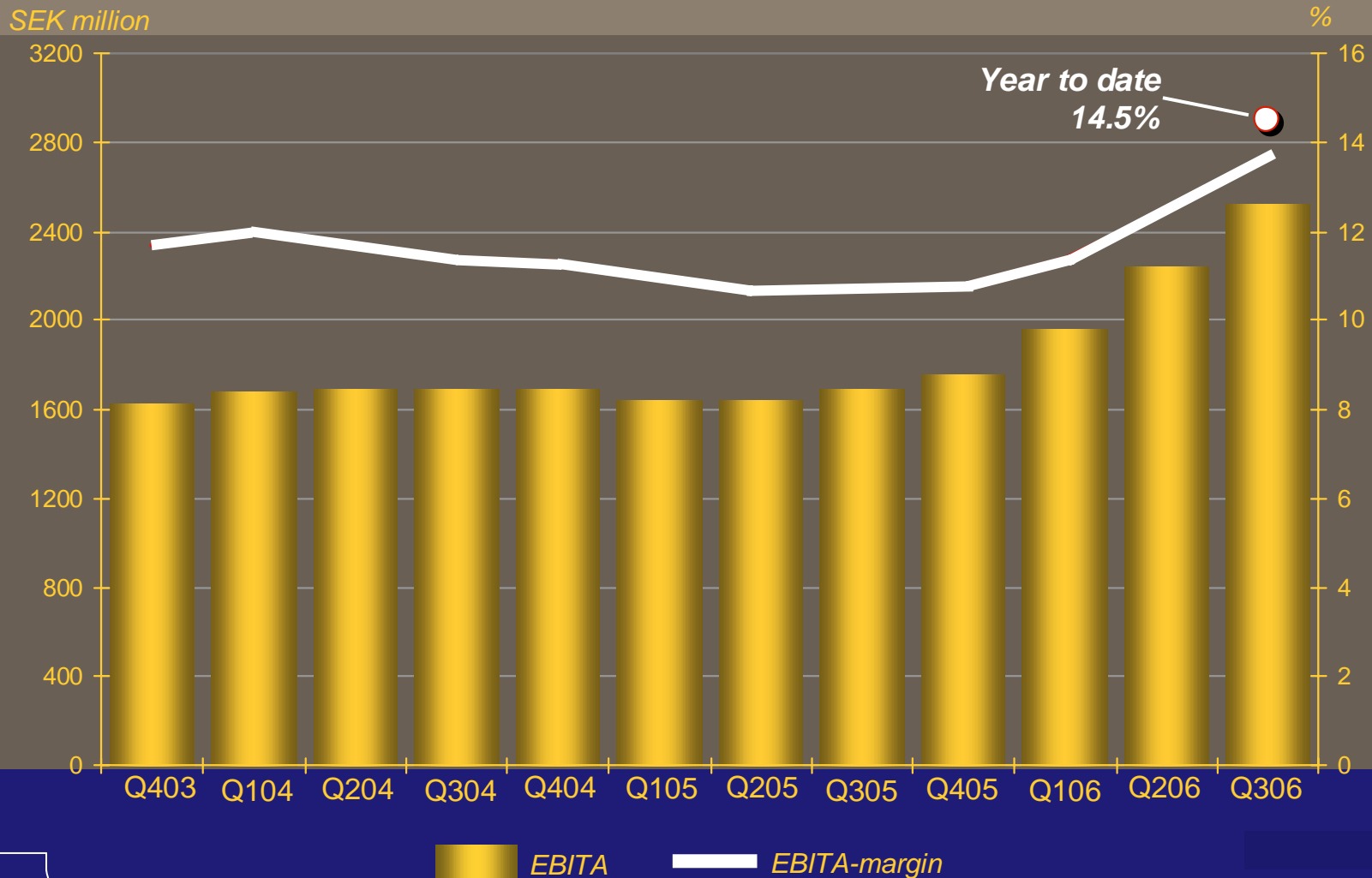
We believe in:

"A free cash-flow in excess of SEK 1.5 billion in 2006!"

**Incl. operating activities, capital expenditure (excl. product rights), provisions and financial net paid.*

EBITA and EBITA-margin

Last twelve months values



ALFA
ALFA