

AddNode AB

Year-end report

January 1–December 31, 2005

Stable operations and strong cash flow prepare the way for continued growth

FULL-YEAR 2005

- Net sales amounted to SEK 579.9 M (322.1).
- Profit before amortization and write-down of intangible assets amounted to SEK 60.5 M (18.7), of which SEK 18.5 M (0.0) represents capital gains from the sale of subsidiaries.
- Operating profit amounted to SEK 49.4 M (17.1) and profit after financial items amounted to SEK 50.3 M (18.0) including capital gains.
- Profit after tax totaled SEK 44.5 M (17.9), including capital gains.
- Earnings per share after tax amounted to SEK 2.45 (1.92) and shareholders' equity per share amounted to SEK 18.56 (15.08).
- Cash flow from operating activities amounted to SEK 58.6 M (18.7).

OCTOBER–DECEMBER 2004

- Net sales amounted to SEK 171.7 M (113.6).
- Profit before amortization and write-down of intangible assets amounted to SEK 10.2 M (7.2)
- Operating profit amounted to SEK 8.9 M (6.3) and profit after financial items amounted to SEK 8.8 M (6.7).
- Profit after tax totaled SEK 11.8 M (7.3)
- Earnings per share amounted to SEK 0.61 M (0.65).
- Cash flow from operating activities amounted to SEK 22.7 M (10.9).

KEY EVENTS DURING OCTOBER–DECEMBER

- AddNode acquired CAD-Quality in Sweden and Norway.
- AddNode strengthened its training operations by acquiring Dataföreningen Kompetens.
- Bo Strandberg assumed the position of Managing Director and CEO of AddNode on October 1, 2005.
- Through acquisition during the year, AddNode has built an IT Group with more than SEK 800 M in net sales on a pro forma full-year basis.

KEY EVENTS AFTER THE CLOSE OF THE PERIOD

- An agreement was signed regarding the final purchase price for the companies in the Financial Business Area.

EARNINGS OVERVIEW

Amounts in SEK M	Full-yr. 2005	Full-yr. 2004	Oct.-Dec. 2005	Oct.-Dec. 2004
Net sales	579.9	322.1	171.7	113.6
Other operating revenue	18.5	-	-	-
Earnings before amortization and write-down of intangible assets	60.5	18.7	10.2	7.2
Operating profit	49.4	17.1	8.9	6.3
Profit after financial items	50.3	18.0	8.8	6.7
Profit after tax	44.5	17.9	11.8	7.3
Operating margin, percent	8.5	5.3	5.2	5.5
Cash flow from operating activities	58.6	18.7	22.7	10.9
Average number of employees	414	280	411	325

AddNode offers industry and technology-specific IT solutions that enhance the efficiency of its customers' business. Operations are organised into four business areas: Financial, Industrial, Media and Technology. AddNode is listed on the O-list of the Stockholm Stock Exchange. The Group has approximately 470 employees and has operations in Sweden, Norway, Denmark and Finland. The Group's headquarters are located in Stockholm. For further information, see <http://www.addnode.com>.



CEO's comments

In 2005, the focus on building a profitable IT group with a Nordic base remained strong. AddNode's strategy is to grow organically and through acquisitions, while focusing on profitability and a positive cash flow.

Net sales in 2005 rose by 80 percent to SEK 580 M, amounting on a full-year pro forma basis to more than SEK 800 M. The Group's operating profit increased from SEK 17 M to SEK 49 M, including a capital gain. Earnings per share, however, did not increase at the same pace due to of the non-cash issue carried out in conjunction with the purchase of CAD-Quality. The AddNode Group's operations now encompass four business areas and 19 subsidiaries that operate in different customer segments.

Due to the introduction of IFRS, which implies replacing goodwill amortization by amortization of intangible assets, the focus should remain on cash flow for comparison purposes. AddNode's cash flow from operating activities amounted to SEK 59 M (19).

The past year was characterized by increased demand in the IT sector and a stabilization of the price of consulting services. The favorable trend was particularly apparent in the Industrial Business Area through increased capacity utilization. The acquisition of CAD-Quality further strengthens the business area, with additional sales expected to be achieved through cooperation with Technia, another AddNode subsidiary.

The Technology Business Area recovered during 2005, ending the year with a strong fourth quarter. Prosilia, which was acquired in the autumn, is expanding the business area's customer base toward the public sector and the expertise in system development. In November, the Financial Business Area launched SIX Edge, an extremely user-friendly solution for financial information that is expected to strengthen the business area's position in the professional stock market in the Nordic countries. The Media Business Area is gathering strength to increase its sales efforts in 2006 and has also expanded its training operations by acquiring Dataföreningen Kompetens.

We are continuously evaluating acquisition opportunities with the aim of carrying out additional investments in new operations in 2006. Our primary intention is to supplement our existing business areas by adding new expertise and more customers, but we are also open to the possibility of major acquisitions that could create independent business areas.

AddNode has now achieved a volume and breadth of operation that afford both the stability and spread of risk that are essential to its continued growth. We will continue to prioritize profitability above increasing our market share.

Bo Strandberg, CEO and Managing Director

Markets, net sales and earnings

AddNode is an IT group offering industry and technology-specific IT solutions that develop customers' business and enhance efficiency. AddNode has operations in four business areas: Financial, Industrial, Media and Technology. During the period, AddNode increased its net sales to SEK 579.9 M (322.1). Profit before amortization and write-down of intangible assets amounted to SEK 60.5 M (18.7). This profit includes a capital gain of SEK 18.5 M (0.0) on the sale of subsidiaries. Given that a capital loss of SEK 4.5 M deriving from the divested companies was charged to Group earnings before amortization of intangible assets for the period from January to May, the effect on earnings of the companies sold amounts to SEK 14.0 M. Operating profit amounted to SEK 49.4 M (17.1). Profit after financial items totaled SEK 50.3 M (18.0).

Netsales and results per business area in 2005 and 2004

SEK ('000 000)	Financial		Industrial		Media		Technology		Centrala		Totalt	
	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
Net sales	170,2	19,3	159,9	14,4	132,1	176,1	117,6	112,2	0,1	0,1	579,9	322,1
Other incomes	18,5	-	-	-	-	-	-	-	-	-	18,5	-
Profit before depreciation and write-down of intangible assets	30,5	2,2	22,2	1,9	5,2	19,2	13,9	7,4	-11,3	-12,0	60,5	18,7
Operating profit	25,9	1,6	20,7	1,8	2,3	18,8	11,8	6,9	-11,3	-12,0	49,4	17,1
Average number of employees	95	11	94	7	113	135	108	122	4	5	414	280
Investments in inventories	5,9	0,9	1,3	0,1	4,7	4,0	4,6	2,0	-	-	16,5	7,0

* In above schedule companies from the acquisition date and selling date are included.

During the period the **Financial Business Area** had sales of SEK 170.2 M and profit before amortization of intangible assets amounted to SEK 30.5 M. This includes a capital gain of SEK 18.5 M on the sale of the Aloc



Bonnier subsidiaries in Denmark and Norway. During the January–May period in 2005, the companies sold had net sales of SEK 17.7 M and a loss before amortization of intangible assets that amounted to SEK 4.5 M.

The new real-time SIX product, SIX Edge, was launched in the fourth quarter. SIX Edge gives users fast, cost-efficient access to information that affects the financial markets – for example, real-time prices and news, analyses, company information, forecasts, key ratios and historical backgrounds. The product is characterized by extensive and detailed information content, well-structured presentation, advanced analysis functions and user-friendly operation. SIX Edge is expected to better satisfy the market’s expectations regarding function and information and will, toward the end of 2007, fully replace existing terminal products such as SIX Trader, SIX Trust and SIX Web. The business area is focusing initially on selling the new product primarily in Sweden and Norway, and foresees improved business opportunities with current and new customers. Agreements were signed with a number of customers at the beginning of 2006.

The **Industrial Business Area** had sales of SEK 159.9 M during the period, and its profit before amortization of intangible assets amounted to SEK 22.2 M. The fourth quarter was characterized by growth, both organic and through acquisitions, and unflagging profitability. The strong earnings are a result of the ongoing strengthening of demand for the business area’s products and services and high capacity utilization for consultants in PLM (Product Lifecycle Management).

On November 30, CAD-Quality (“CAD-Q”) was acquired in Sweden and Norway. CAD-Q is the leading supplier in the Nordic countries of model and drawing-based IT, and conducts software implementation, training, support and IT support for CAD systems for the construction, property management and industrial sectors. The CAD-Q companies’ operations complement the business area, providing a broad Nordic presence, large customer base and enhanced expertise in drafting, design and modeling systems. In December, net sales for CAD-Q amounted to SEK 22 M. The acquired companies have not had any significant effect on the Group’s earnings in 2005 but will have a favorable earnings effect in 2006. Read more under Key events, page 4.

During the fourth quarter, Technia reported strong demand for consulting services based on implementation, development and adaptation of PLM systems for the telecom and life science markets. On account of the increased demand, Technia recruited new PLM consultants during the period.

During the period, the **Media Business Area** had sales of SEK 132.1 M and profit before amortization and write-down of intangible assets amounted to SEK 5.2 M. The period was characterized by a review of costs, resulting in reorganization and curtailments to adapt certain sectors of the operations that had lower demand for consultants during the period. During the fourth quarter, the business area set aside SEK 1.5 M for premises-related costs arising from the coordination of operations that will entail reduced costs in the future.

Market interest in Media’s operating and maintenance services remains strong, but the sales cycle for these services is long. Consequently, the business area focuses on business development measures and on strengthening its sales organization.

In December, contracts were signed with Dataföreningen to acquire the training provider Dataföreningen Kompetens AB, which provides skills development through IT-related training and conferences. The acquisition complements AddNode’s existing training operations and the contract encompasses long-term cooperation with Dataföreningen that will create future opportunities to expand the service range and favorable earnings effects. Read more about this acquisition under Key events, page 4.

During the period, the **Technology Business Area** had sales of SEK 117.6 M and profit before amortization of intangible assets amounted to SEK 13.9 M.

Mogul and Prosilia, which provide IT consulting services, are enjoying the effects of the improved market for consulting services, which entails increased demand and a more stabilized price scenario.

Linewise, which delivers automated customer service solutions for telephony and Internet, delivered new solutions for Bredbandsbolaget, EuroPark, Husqvarna and the Swedish Environmental Protection Agency during the year.

Cartesia, which provides IT services based on geographic information systems signed an agreement with some ten municipalities during the quarter. The solutions are based on Cartesia’s SOLEN product and are adapted to comply with government regulations for 24-hour services.

Key events during October–December 2005

New Managing Director and CEO

Bo Strandberg assumed the position as new Managing Director and CEO of AddNode AB on October 1, 2005. He served as CFO and Acting CEO since 2003. Since 1990, until he assumed the position of Managing Director



for AddNode, Bo was CFO and Vice President of Bonnier Affärsinformation, and he has extensive experience of corporate management and corporate acquisitions.

Lars Save, who was the Managing Director and CEO of AddNode until September 30, 2005, will stay on as member of the Board and representative of AddNode's largest shareholder, Bonnier Affärsinformation AB, of which he is the President and CEO.

CAD-Q acquired by AddNode

During the fourth quarter, AddNode acquired "CAD-Quality i Sverige AB" and "CAD-Quality AS i Norge". CAD-Q is the leading supplier in the Nordic region of model and drawing-based IT, and conducts software implementation, training, support and IT support for CAD systems for the construction, property management and industrial sectors. CAD-Q was founded in 1989, has approximately 100 employees at about 15 offices in Sweden and Norway, and annual sales of approximately SEK 200 M. CAD-Q's operations supplement AddNode's Industrial Business Area, providing a broad Nordic presence, large customer base and enhanced expertise in drafting, design and modeling systems. The acquired companies, which were consolidated as of November 30, have not had any significant effect on the Group's earnings in 2005 but will have a favorable earnings effect in 2006.

The acquisition was financed by a non-cash issue of 4,000,000 Series B shares in AddNode, corresponding to a dilution of approximately 19 percent of the shares. An earnings-based additional purchase price could be considered, provided that the CAD-Q companies' average operating profit after amortization (EBITA) for the 2006 and 2007 fiscal years totals not less than SEK 10 M. The additional purchase price must amount to 4.5 times the amount by which an average EBITA exceeds SEK 10 M.

Extraordinary General Meeting

At the Extraordinary General Meeting of shareholders in AddNode AB (publ) held on November 24, 2005, it was decided, in accordance with the Board's proposal, to carry out a non-cash issue of 4,000,000 Series B shares in conjunction with the acquisition of CAD-Quality i Sverige AB and CAD-Quality AS in Norway.

Dataföreningen's training company acquired

In December, AddNode's Media Business Area acquired Dataföreningen in Sweden's training company, DF Kompetens AB. Dataföreningen Kompetens provides skills development through IT-related training and conferences, and complements AddNode's current training operations. The agreement involves long-term cooperation with Dataföreningen, which will provide future opportunities to expand the range of services offered and favorable earnings effects. As of December 30, 2005, the operations of Dataföreningen Kompetens are part of the Group. This involves annual sales of approximately SEK 30 M. The initial purchase price amounts to approximately SEK 5 M and an additional purchase price will apply, based on the contribution margin reported by the operations during the period 2006–2009.

Dispute

In December 2005, a former employee submitted a claim to the Stockholm District Court, alleging that AddNode is obliged to repurchase shares from him. AddNode has contested the demand and the legal process can be expected to take considerable time. If the claim of a guarantee is correct, AddNode could be required to pay approximately SEK 9 M. The provision for estimated trial costs has been charged to earnings for the fourth quarter in an amount of SEK 1 M.

Key events after the close of the period

Agreement concerning additional purchase amount

At the time of the acquisition of the companies in the Financial Business Area on December 1, 2004, an earnings-based additional purchase amount of not more than SEK 45 M would be paid according to the contract. After the acquisition, this amount was reported as a provision in AddNode's consolidated balance sheet. In February 2006, an agreement was signed concerning the final purchase price, whereby the additional purchase price will amount to SEK 26 M. The amount was paid in February 2006. The difference between the previously reported provision and the final additional purchase amount will reduce the amount of goodwill for the companies in the Financial Business Area in 2006.

Future outlook

The year 2005 was one of increased demand for IT solutions, and the price scenario for IT consulting services, previously under pressure, has stabilized. The Board of Directors' assessment, that IT investments will continue to increase in 2006, remains unchanged – however, AddNode has opted not to issue a forecast. The long-term outlook is that investments in IT will continue to grow faster than total investments in the industry and service sectors.



AddNode's strategy is to grow organically and through acquisitions in selected industries and technologies, to expand the Group's operations, increase its profitability and spread risk.

AddNode's financial goals are to achieve an operating margin of 7–10 percent, before amortization and write-down of intangible assets over a complete business cycle.

Financial information

Liquidity, cash flow and financial position

The consolidated cash flow amounted at December 31 to SEK 151.4 M (63.5). Cash flow from operating activities during the year was positive in an amount of SEK 58.6 M (18.7). The Group's interest-bearing liabilities amounted to SEK 15.0 M (34.1). During the year, SEK 45.1 M in interest-bearing liabilities was amortized while SEK 12.6 M in interest-bearing liabilities pertaining to financial leasing was incurred. The Group's interest-bearing receivables amounted to SEK 1.6 M (0.9) and profit after financial items amounted to SEK 138.0 M (30.3).

Equity/assets amounted to 52 percent (48).

Investments and divestments

Investments in intangible and tangible assets amounted to SEK 32.9 M (7.3), of which SEK 9.3 M (0.8) pertains to software development. Of the investments in tangible assets, SEK 12.6 M have been financed through leasing.

Sales of subsidiaries during the second quarter of the year brought an SEK 80.7 M increase in the Group's liquid funds, of which SEK 19.9 M refers to the repayment of funds previously lent to the sold companies.

Goodwill and other intangible assets

The consolidated goodwill reported at December 31, 2005 amounted to SEK 267.2 M (199.8) and refers mainly to acquisitions in 2004 and 2005. As a result of the acquisition of the CAD-Q companies in the fourth quarter of 2005, goodwill increased by SEK 93.2 M and other acquisition-related intangible assets increased by SEK 13.7 M. During the second quarter of 2005, goodwill was written down by SEK 2.1 M.

In conjunction with the transition to reporting in accordance with IFRS, previously reported goodwill has been reallocated to other intangible assets, since IFRS 3 requires that after January 1, 2004, the purchase price of any acquisition be allocated, to a greater extent than previously, to acquisition-related intangible assets. A detailed description of the reallocation is provided in Note 45 to the 2004 accounts. These acquisition-related intangible assets are amortized over 5–10 years.

Deferred tax assets

Total reported deferred tax assets amounted at December 31, 2005, to SEK 26.8 M, of which SEK 24.3 M pertains to tax loss carry-forwards. Deferred tax assets attributable to loss carry-forwards are reported as an asset to the extent that the loss carry-forwards can be to offset against surpluses in future taxation. At December 31, 2005, the Group's accumulated loss carry-forwards amounted to approximately SEK 390 M. The value of SEK 24.3 M reported on the balance sheet represents only a small portion of the total value of the loss carry-forwards. The value on the balance sheet has been established in consideration of the proportion of the loss carry-forwards that it is believed can be utilized over the next few years. As a result of new assessment, a deferred tax asset could be reported for the fourth quarter of 2005.

Shareholders' equity and number of shares

Shareholders' equity amounted at December 31, 2005, to SEK 397.6 M (261.1), corresponding to SEK 18.56 (15.08) per share. The reclassification of 10,000 Series A shares to 10,000 Series B shares was registered on October 10, 2005. An Extraordinary General Meeting decided on November 24 to increase, by means of a non-cash issue, the company's share capital by SEK 48,000,000 with a new issue of 4,000,000 Series B shares. The shares were subscribed for by CAD-Quality Holding AB in conjunction with AddNode's acquisition of the CAD-Q companies in Sweden and Norway. The change in the number of shares and shareholders' equity during 2005 and 2004 is shown on page 10. At December 31, 2005, there were no outstanding option or convertible programs.

Provisions

The provisions, which in the balance sheet are included in long-term and current liabilities, amounted at December 31, 2005, to SEK 118.7 M. The amount refers primarily to SEK 76.2 M in estimated additional purchase prices for completed acquisitions, SEK 36.1 M in deferred tax liabilities and SEK 4.3 M in remaining provisions for committed restructuring measures. In 2005, SEK 2.5 M in new provisions for restructuring measures was reported, while during the same period, SEK 8.2 M of the provisions was applied to planned and completed structural measures.



Employees

The average number of employees of the Group amounted during the year to 414 (280). At the close of the period, the number of Group employees amounted to 484 (466). During the year, approximately 120 new employees were acquired through corporate acquisitions, which increased the extent and the depth of the Group's expertise. The number of employees declined by approximately 65 persons due to the sale of Aloc Bonnier in Denmark and Norway on June 1, and personnel reductions were implemented in the Media Business Area to adapt the operations.

Transactions with close associates

The Parent Company previously had a contract with Bonnier Affärsinformation for the purchase of administrative services, which expired on April 30, 2005. The annual contract sum amounted to SEK 0.5 M.

AddNode has market-based contracts that are renegotiated regularly with several Bonnier Group companies and the Bonnier Affärsinformation Group. Of net sales during January–August 2005, 20 percent pertained to sales to the Bonnier Group. Of net sales during September–December 2005, 6 percent referred to sales to companies in the Bonnier Affärsinformation Group, which as of September 2005 has been the new principal shareholder in AddNode.

In February 2006, an agreement on the final purchase price for the acquisition of the companies in the Financial Business Area was signed with the previous owner, Bonnier Affärsinformation. Under this agreement, the earnings-based additional purchase price will amount to SEK 26 M. For further information, please refer to page 4.

Information about acquisitions of subsidiaries

In 2005, AddNode acquired Prosilia Software on September 30, CAD-Quality in Sweden and Norway on November 30, and the Dataföreningen training company, DF Kompetens, on December 30. Additional shares were also acquired in CodeSense, which implies that as of July 2005 the Group's ownership share amounts to 51 percent. In June 1, Aloc Bonnier in Denmark and Norway were sold.

In 2005, the acquired companies contributed to the AddNode Group's net sales of approximately SEK 27 M, of which the net sales in CAD-Q were approximately SEK 22 M. The acquisitions boosted the consolidated operating profit by about SEK 2 M, and the consolidated net profit was favorably affected by approximately SEK 1 M. CAD-Q have not had any significant effect on the Group's earnings after tax in 2005.

If the companies had been acquired on January 1, 2005, the AddNode Group's net sales in 2005 would have amounted to approximately SEK 864 M and its net profit after tax to approximately SEK 52 M. If the companies sold in June 1, not were consolidated in any period in 2005 the Group's net sales would have amounted to SEK 846 M.

The total purchase amounts for the acquired companies amounted to approximately SEK 142 M, of which approximately SEK 92 M was financed through a non-cash issue and SEK 31 M refers to estimated additional purchase amounts that have not been paid to date. Approximately SEK 27 M in acquisition-related intangible assets, in the form of trademarks, customer contracts and cooperation agreements, was identified in the acquisition analyses, and this has resulted in deferred tax liabilities of approximately SEK 8 M. Consolidated goodwill amounted to approximately SEK 102 M. Other acquired assets and liabilities refers primarily to accounts receivable, liquid funds, accounts payable, and accrued expenses and deferred income.

Parent Company

Net sales amounted to SEK 5.5 M (5.6), which refers primarily to invoicing to subsidiaries for services rendered. Profit after financial items totaled SEK 29.3 M (8.2), including SEK 38.0 M (10.0) in dividends from subsidiaries. Liquid funds at December 31, 2005, amounted to SEK 94.0 M (50.8). No investments in intangible or tangible assets have been made. Investments in intangible and tangible assets amounted to SEK 174.4 M (138.3), of which SEK 91.6 M (134.3) pertains to software development.

Accounting principles

This Year-end report was prepared in accordance with IAS 34 Interim Reporting, which agrees with the requirements in the Swedish Financial Accounting Standards Council's RR 31 recommendation, Interim Reporting for Groups.

Effective January 1, 2005, consolidated accounts are prepared in accordance with the International Financial Reporting Standards, IFRS, which have been approved by the EU. The interim report for the first quarter of 2005 was the first report prepared in accordance with IFRS. Reports up to and including 2004 were prepared in accordance with the Swedish Financial Accounting Standards Council's recommendations and statements.

The transition to IFRS is reported in accordance with IFRS 1, First-time adoption of International Reporting Standards, and accordingly the transition date is January 1, 2004. The comparative year of 2004 has been



restated to accord with IFRS, while financial information referring to years prior to 2004 has not been restated. The changes in the accounting principles that have resulted from the introduction of IFRS and the effects on the consolidated balance sheets on January 1, 2004 and December 31, 2004 and the consolidated income statement for 2004 are described in Note 45 to the 2004 annual accounts. The effects on the comparative figures for results reported for January–December 2004 and October–December 2004, as well as for shareholders' equity at December 31, 2004, are shown on page 11, below.

For AddNode, the introduction of IFRS 3, Business Combinations, represents the most significant change. Intangible assets, such as customer relations and trademarks, are valued at market value in the acquisition analyses before the remainder is attributed to goodwill. Goodwill amortization according to plan is not carried out. Instead, the need to write down goodwill is reviewed annually or more frequently, if there are indications of a decline in value. According to a completed review, there was at December 31, 2005, no need for a write-down. Intangible assets are amortized over 5–10 years. AddNode has handled acquisitions carried out in 2004 in accordance with the new rules, whereas acquisitions carried out before then have not been restated, which is in compliance with the transitional rules.

As of January 1, 2005, the accounts are presented in accordance with IAS 39, Financial instruments: Recognition and measurement. In 2005, currency forward contracts were signed and were valued at fair value in the annual accounts. Unrealized changes in value have been included in operating profit. Hedge reporting has not been applied, since the formal conditions for such reporting are not met. At December 31, 2005, there were no currency forward contracts outstanding.

Commitments for retirement pensions and survivor pensions for salaried employees are secured through insurance provided by Alecta and PP Pension. According to a statement from the Swedish Financial Accounting Standards Council's Emerging Issues Task Force, URA 42, this is a defined-benefits plan that encompasses several employers. AddNode has not had access to information that would enable it to report this plan as a defined-benefits plan. Any pension plan secured through insurance with the aforementioned institutions is therefore reported as a defined-contribution plan.

As of January 1, 2005, the Parent Company applies the Swedish Financial Accounting Standards Council's recommendation RR 32, Reporting for legal entities, retroactively from January 1, 2004. According to this recommendation, as a rule of thumb, legal entities whose securities are listed on the closing date on a Swedish stock exchange should apply the IFRS that is applied to the consolidated accounts. The transition to RR 32 did not affect the results reported for 2004.

Annual General Meeting

The 2005 Annual Report will be available at the beginning of April. The Annual Report will be available on AddNode's website, www.addnode.com, or can be ordered by e-mail from info@addnode.com, Tel. +46-8-506 66 210 or fax +46-8-506 66 225, or obtained from AddNode's Head Office at Hudiksvallsgatan 4 in Stockholm.

The Annual General Meeting of shareholders in AddNode AB will be held on April 26, 2006 at 1:00 p.m. at AddNode's premises at Hudiksvallsgatan 4 in Stockholm.

Shareholders wishing to submit advance proposals regarding the composition of the Board are asked to contact the Chairman of the Nomination Committee, Staffan Johansson, by e-mail, at staffan.johansson@tim.se.

Dividend

The Board of Directors has decided to recommend to the Annual General Meeting that no dividend be paid.

Financial calendar

Annual Report 2005	April 2006
Annual General Meeting	April 26, 2006
First quarter report	April 26, 2006 (changed to an earlier date)
Second quarter report	August 11, 2006
Third quarter report	October 26, 2006
Year-end report 2006	February 2007



Stockholm, February 17, 2006

The Board of Directors

For further information, please contact:

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AddNode offers industry and technology-specific IT solutions that enhance the efficiency of its customers' business. Operations are organised into four business areas: Financial, Industrial, Media and Technology. AddNode is listed on the O-list of the Stockholm Stock Exchange. The Group has approximately 500 employees and has operations in Sweden, Norway, Denmark and Finland. The Group's headquarters are located in Stockholm. For further information, see <http://www.addnode.com>.

AddNodes consolidated accounts

Consolidated income statement (SEK 000 000s)	2005 Oct-Dec	2004 Oct-Dec	2005 Full year	2004 Full year
Net sales	171,7	113,6	579,9	322,1
Other operating income			18,5	
Operating costs:				
Purchase of goods and services	-53,8	-11,6	-144,5	-39,4
Other external costs	-27,4	-33,7	-97,7	-79,6
Personnel costs	-77,5	-58,1	-282,8	-175,1
Depreciation and write-down of				
- tangible fixed assets	-2,8	-3,0	-12,9	-9,3
- intangible fixed assets	-1,3	-0,9	-11,1	-1,6
Total operating costs	-162,8	-107,3	-549,0	-305,0
Operating profit	8,9	6,3	49,4	17,1
Financial income		1,1	2,1	1,9
Financial expenses	-0,1	-0,7	-1,2	-1,0
Profit after net financial items	8,8	6,7	50,3	18,0
Current income tax	1,5		-0,7	-0,1
Deferred tax	1,5	0,6	-5,1	
Net profit for the year	11,8	7,3	44,5	17,9

Relating to:

Shareholders of the parent company	11,3	7,5	43,0	17,8
Minority shareholders	0,5	-0,2	1,5	0,1
Earnings per share, SEK	0,61	0,65	2,45	1,92
Average number of shares (000 000s)	18,6	11,5	17,6	9,3

The company has no outstanding options or convertibles programmes which results in dilution.

CONSOLIDATED BALANCE SHEET

(SEK 000s)	2005-12-31	2004-12-31
Goodwill	267,2	199,8
Other intangible fixed assets	96,7	77,5
Tangible fixed assets	24,4	23,5
Financial fixed assets	29,9	38,3
Inventories	3,7	4,8
Current receivables	188,2	139,0
Liquid assets	151,4	63,5
TOTAL ASSETS	761,5	546,4
Shareholders' equity	397,6	261,1
Long-term liabilities	84,8	80,4
Short-term liabilities	279,1	204,9
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	761,5	546,4
Interest-bearing receivables amounted to	1,6	0,9
Interest-bearing liabilities amounted to	15,0	34,1
Pledged assets	11,5	180,3
Contingent liabilities	-	-

SHAREHOLDERS' EQUITY AND NUMBER OF SHARES

	2005 Oct-Dec	2004 Oct-Dec	2005 Full year	2004 Full year
SPECIFICATION OF CHANGES IN SHAREHOLDERS' EQUITY				
Shareholders' equity, opening balance	295,0	119,5	261,1	109,0
New share issues	91,6	134,3	91,6	134,3
Translation difference	-0,8		0,4	-0,1
Profit for the period	11,8	7,3	44,5	17,9
Shareholders' equity, closing balance	397,6	261,1	397,6	261,1
Shareholders' equity relating to:				
The shareholders of the parent company	394,0	259,8	394,0	259,8
Minority shareholders	3,6	1,3	3,6	1,3
Specification of number of shares "000 000"				
Number of shares, opening balance	17,2	8,7	17,2	8,7
New share issue	4,0	8,5	4,0	8,5
Number of shares at end of period	21,2	17,2	21,2	17,2

The number of shares amounted to 21 227 984 at December 31, 2005 and 17 227 984 at December 31, 2004.



AddNodes consolidated accounts

CONSOLIDATED CASH FLOW STATEMENT		2005	2004	2005	2004
(SEK 000 000s)		Oct-Dec	Oct-Dec	Full year	Full year
Current operations					
Operating profit		8,9	6,3	49,4	17,1
Adjustment for items not included in cash flow		0,9	7,4	-2,6	11,7
Total		9,8	13,7	46,8	28,8
Net financial items		-0,1	0,4	0,9	0,9
Tax paid, etc.		1,9	4,8	2,3	2,2
Cash flow from current operations before changes in working capital		11,6	18,9	50,0	31,9
Total changes in working capital		11,1	-8,0	8,6	-13,2
Cash flow from current operations		22,7	10,9	58,6	18,7
Cash flow from investment operations ²⁾		20,2	59,3	73,8	55,5
Cash flow from financing operations		-12,6	-51,5	-45,1	-51,5
Reduction/increase in liquid assets		30,3	18,7	87,3	22,7
Liquid assets, start of period		120,9	44,3	63,5	40,4
Exchange-rate difference in liquid assets		0,2	0,5	0,6	0,5
Liquid assets, end of period		151,4	63,5	151,4	63,5
2) Specification of investment operations:					
Investment in tangible and intangible fixed assets		-3,3	-0,8	-20,3	-6,6
Acquisitions and sales of subsidiaries		-6,7	-5,6	41,9	-6,7
Repayment of earlier lending to sold subsidiaries				19,9	
Liquid assets in acquired and sold subsidiaries		30,6	64,8	32,8	65,5
Other		-0,4	0,9	-0,5	3,3
Total		20,2	59,3	73,8	55,5
Key figures					
		2005	2004	2005	2004
		Oct-Dec	Oct-Dec	Full year	Full year
Net sales, SEK 000 000s		171,7	113,6	579,9	322,1
Average number of employees		411	325	414	280
Net sales per employee, SEK 000s		418	350	1 401	1 150
Change in net sales, %		51	52	80	64
Operating profit as % of net sales		5,2	5,5	8,5	5,3
Profit margin, %		5,1	5,9	8,7	5,6
Equity/assets ratio, %		52	48	52	48
Liquid ratio, %		122	99	122	99
Shareholders' equity, SEK 000 000s		397,6	261,1	397,6	261,1
Return on adjusted shareholders' equity, %*		3,4	4,6	14,8	14,2
Return on capital employed, %*		2,5	3,5	16,1	12,4
Net liabilities, SEK 000s		-138,0	-30,3	-138,0	-30,3
Debt/equity ratio, multiple		0,13	0,24	0,13	0,24
Interest coverage ratio, multiple		89,0	10,6	42,9	19,0
Percentage of risk-bearing capital, %		54	50	54	50
Investments in equipment, SEK 000 000s		2,1	1,3	16,5	7,0

* Key figures for each interim period has not been adjusted to return on an annual basis.

Share data

Average number of shares, 000s		18,6	11,5	17,6	9,3
Total number of shares before, 000		21,2	17,2	21,2	17,2
Earnings per share, SEK		0,61	0,65	2,45	1,92
Shareholders' equity, SEK		18,56	15,08	18,56	15,08
Dividend, SEK		-	-	-	-
Share price, end of period, SEK		27,80	17,00	27,80	17,00
P/E ratio	Page 10 (11)				
Share price/shareholders' equity		1,50	1,13	1,50	1,13

The company has no outstanding options or convertibles programmes which results in dilution.



EFFECTS ON COMPARATIVE DATA AS A RESULT OF TRANSITION TO ACCOUNTING IN ACCORDANCE WITH IFRS

The effects of the transition to accounting in accordance with IFRS on comparative data for reported earnings for full-year 2004, the fourth quarter of 2004 and shareholders' equity at December 31, 2004, are shown below. The corresponding restatement for the consolidated balance sheet at January 1, 2004, is presented in Note 45 of the 2004 Annual Report

RECONCILIATION OF PROFIT FOR THE YEAR	2004	2004
	Oct-Dec	Jan-Dec
Profit for the period according to Year-end Report 2004	5,4	12,3
Goodwill not amortized after transition to IFRS	3,2	7,1
Amortization of trademarks, customer relations, etc	-0,9	-0,9
Restructuring expenses	-0,1	-0,3
Minority interests	-0,4	-0,1
Tax effect on above items	0,1	-0,2
Profit for the period in accordance with IFRS	7,3	17,9

RECONCILIATION OF TOTAL SHAREHOLDERS' EQUITY	Dec 31, 2004
Shareholders' equity in accordance with Year-end Report 2004	254,1
Goodwill not amortized after transition to IFRS	7,1
Amortization of trademarks, customer relations etc.	-0,9
Reversed restructuring expenses	-0,3
Minority interests	1,3
Tax effect on above items	-0,2
Shareholders' equity in accordance with IFRS	261,1

QUARTERLY FINANCIAL OVERVIEW

Amounts in SEK M	2005					2004				
	Total	Q4	Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Net sales	579,9	171,7	115,8	144,2	148,2	322,1	113,6	63,4	76,8	68,3
Other operating revenue	18,5	-	-	18,5	-	-	-	-	-	-
Earnings before amortization and write-down of intangible assets	60,5	10,2	8,8	27,1	14,4	18,8	7,3	3,7	5,5	2,3
Operating profit	49,4	8,9	6,6	22,4	11,5	17,1	6,2	3,5	5,4	2,0
Profit after financial items	50,3	8,8	6,9	23,0	11,6	18,0	6,7	3,7	5,4	2,2
Profit after tax	44,5	11,8	4,8	19,5	8,4	17,9	7,3	3,5	5,3	1,8
Operating margin, percent	8,5	5,2	5,7	15,5	7,8	5,3	5,5	5,5	7,0	2,9
Cash flow from operating activities	58,6	22,7	4,7	-0,7	31,9	18,7	11,1	7,0	3,8	-3,2
Average number of employees	414	411	372	410	448	280	325	262	266	268

Definitions

Shareholders' equity Reported shareholders' equity plus untaxed reserves after deductions for deferred tax at the current tax rate.

Capital employed Total assets less noninterest-bearing liabilities, including tax liabilities in untaxed reserves.

Net sales per employee Net sales divided by average number of full-time employees.

Operating margin Operating profit as a percentage of net sales.

Profit margin Earnings after financial items as a percentage of net sales.

Return on shareholders' equity Net earnings for the period as a percentage of average shareholders' equity.

Return on capital employed Earnings after financial items plus financial costs as a percentage of average capital employed.

Equity/assets ratio Shareholders' equity (including minority share) as a percentage of total assets.

Acid test ratio Current assets excluding inventory as a percentage of current liabilities.

Net liabilities Interest-bearing liabilities less liquid assets and other interest-bearing receivables.

A negative net liability, according to this definition, means that liquid funds and other financial assets exceed interest-bearing liabilities.

Debt/equity ratio Total amount of interest-bearing current and long-term liabilities and deferred tax liability in relation to shareholders' equity.

Interest-coverage ratio Earnings after net financial items with addition of interest expenses as a percentage of interest expenses.

Percentage of risk-bearing capital Reported shareholders' equity plus minority participation and untaxed reserves as a percentage of total assets.

Earnings per share Net earnings for the period/average number of shares outstanding.

Shareholders' equity per share Shareholders' equity/average number of shares outstanding.

P/E ratio Share price in relation to profit after net financial items and tax per share.

Stock-market price/shareholders' equity Stock-market price in relation to shareholders' equity per share.