

Interim report

First quarter, January - March 2010

Positive signs in an uncertain market

- Order intake amounted to SEK 1,543 M (1,724), down 2% adjusted¹
- Net sales amounted to SEK 1,409 M (1,703), down 9% adjusted¹
- EBIT before nonrecurring items amounted to SEK 68 M (39), up 66% adjusted¹. The main reasons for the improvement were higher gross margins in the product divisions and a reduction in overhead costs in all divisions.
- Nonrecurring items totaled SEK 0 M (expense: 33)
- Operating cash flow improved and amounted to SEK 52 M (neg: 13)
- Net earnings after tax totaled SEK 37 M (loss: 22)
- Earnings per share amounted to SEK 0.50 (loss: 0.29)

	2010	2009	Change	Adjusted change ¹
Order intake, SEK M	1543	1724	-11%	-2%
Net sales, SEK M	1409	1703	-17%	-9%
EBIT before nonrecurring items, SEK M	68	39	73%	66%
EBIT, SEK M	68	6	1033%	
EBIT margin, percent	4.8	0.4	1100%	
Net earnings, SEK M	37	-22	-	
Earnings per share, SEK	0.50	-0.29	-	

¹ Pro forma, adjusted for currency fluctuations, acquisitions and divestments

Comments by President and CEO Lars Engström

“It is gratifying to note that the order intake has stabilized and to see that growth was achieved in two key areas for the future development of Munters, namely commercial dehumidification and AgHort.

We delivered another quarter of improved gross margins in our product divisions and overhead costs were reduced in all divisions. Accordingly, every division reported higher operating profit compared with the year-earlier period.

The trend in MCS's gross margin was positive in Europe and the cold and snowy winter in northern Europe had a positive impact in the first quarter. Parts of this backlog remain to be invoiced now that MCS is entering its seasonally weakest quarter. During the quarter, we decided to close the MCS operations in Australia. The closure will take place in the second quarter.

Looking ahead, we can see that considerable uncertainty remains regarding market trends. This implies that the focus on the internal conditions, such as costs, productivity and capital employed remains.”

Munters is a global leader in energy-efficient air-treatment solutions and restoration services based on expertise in humidity and climate control technologies. Customers are served in a wide range of segments, the most important being the insurance, food and pharma industries. Manufacturing and sales are carried out through the Group's own companies in more than 30 countries. The Group has close to 4 000 employees and net sales of about SEK 6.5 billion. The Munters share is listed on the Nasdaq OMX Stockholm, Mid Cap.

For more information, www.munters.com.



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First quarter

Order intake

During the first quarter, the Group's order intake declined to SEK 1,543 M (1,724), down 2% adjusted¹.

For the second consecutive quarter, unchanged demand was noted in the Dehumidification Division. The US operation experienced an organic decline of 4%, due to a continued economic downturn affecting the industrial segment in the US.

In the HumiCool Division, growth remained favorable in the AgHort segment, while HVAC and Mist Elimination continued to decline.

The order backlog fell 18% compared with the year-earlier period, and was SEK 1,158 M (1,418) at the end of the quarter, equal to a decline of 10% adjusted¹.

Net sales

Consolidated net sales declined to SEK 1,409 M (1,703), down 9% adjusted¹. A stronger SEK compared with the year-earlier period had an inverse impact of 8% on SEK-denominated net sales.

¹Pro forma, adjusted for currency effects, acquisitions and divestments

Earnings

Consolidated EBIT amounted to SEK 68 M (6), representing an operating margin of 4.8% (0.4).

Despite an organic sales decline of 9%, the profitability improved in the Group. The improvement was attributable to increased gross margins in Dehumidification and HumiCool, and to a reduction in overhead costs in all divisions.

Profitability was adversely affected by MCS Australia. During the quarter, a decision was taken to close this operation. The closure will be completed during the second quarter.

During the first quarter, consolidated earnings after financial items totaled SEK 62 M (loss: 16). Net earnings amounted to SEK 37 M (loss: 22). Earnings per share were SEK 0.50 (loss: 0.29).

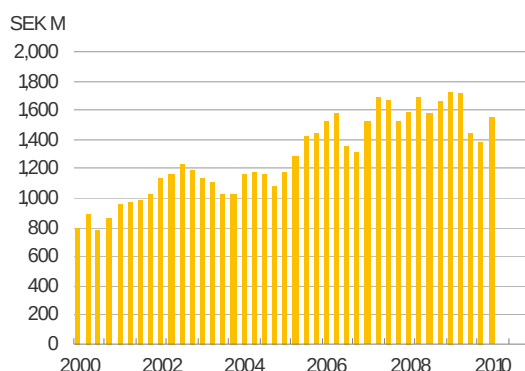
Cash flow

Operating cash flow totaled SEK 52 M (neg: 13). The improved earnings and low investment contributed positively to cash flow for the period.

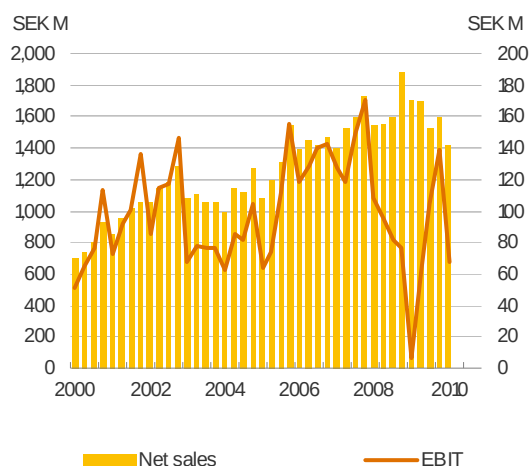
Second-quarter prospects

Gradual stabilization and recovery is expected in parts of Dehumidification and HumiCool. Within MCS, invoicing to customers for damage-restoration projects related to cold weather is expected to provide a somewhat favorable impact on earnings during the seasonally weakest quarter. MCS Australia will be closed during the second quarter. Combined, the cost of the closure and the operating loss for MCS Australia for the second quarter are expected to total about SEK 25 M.

Consolidated Order intake 2000 – 2010



Consolidated Net sales and EBIT 2000 – 2010



2004 and later in accordance with IFRS

Investments

Group investments in tangible assets during the quarter totaled SEK 14 M (38), of which SEK 5 M (20) pertained to investments in equipment in the MCS Division. Depreciation and amortization totaled SEK 40 M (46).

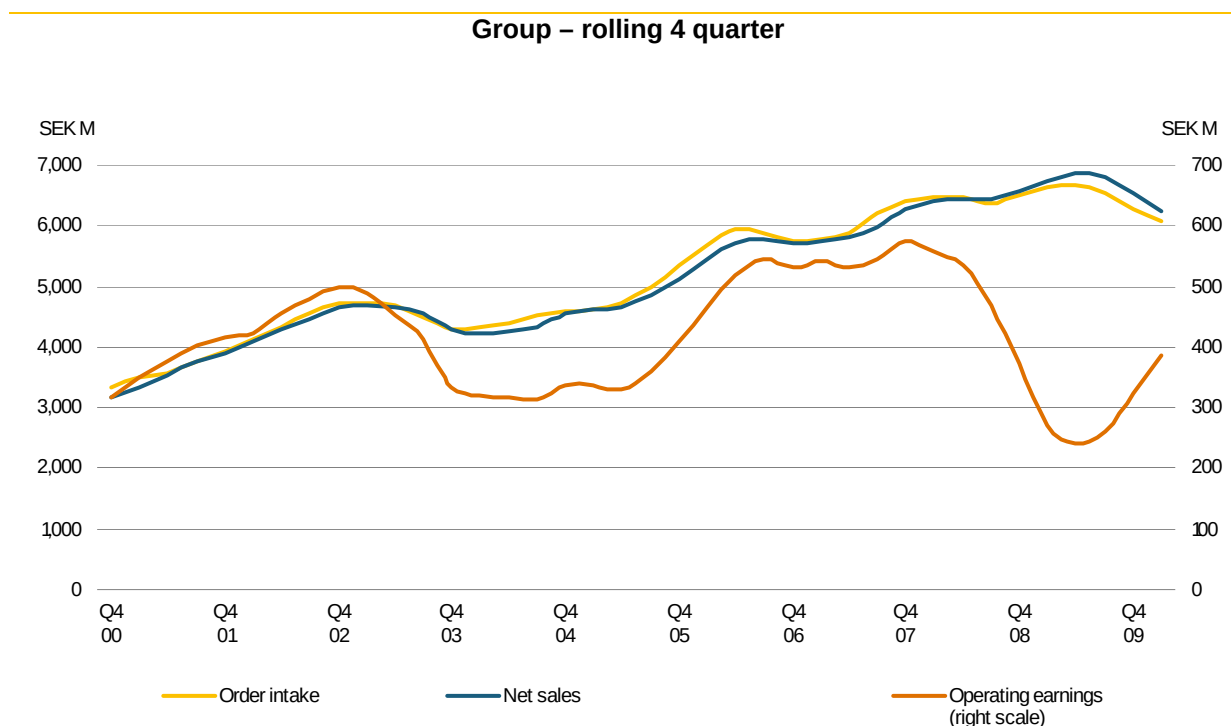
Financial position

The equity ratio at the end of the quarter rose to more than 38% (35 at the beginning of the year). Interest-bearing assets totaled SEK 401 M (460 at the beginning of the year), with interest-bearing provisions and liabilities totaling SEK 1,162 M (1,309 at the beginning of the year). Net debt during the quarter declined SEK 88 M to SEK 761 M.

The Group has unutilized loan facilities of SEK 1,284 M. Munters' bank borrowings consist of a syndicated credit facility and bank loans granted to subsidiaries on an individual basis. During the quarter, the syndicated loan was amortized by SEK 98 M. The syndicated loan facility totals SEK 2,000 M and extends to 2012.

Personnel

The workforce at the end of the period corresponded to 3,778 permanent employees, which was 44 employees fewer than at year-end and 294 employees (7%) fewer than March 31, 2009.



Divisional performance

Dehumidification division

The Dehumidification Division has a function-based organization divided into three market areas: Americas, Europe and Asia & Pacific.

Amounts in SEK M	First quarter	
	2010	2009
Order intake	542	596
Change	-9%	
Adjusted change ¹	1%	
Net sales	452	588
Change	-23%	
Adjusted change ¹	-14%	
EBITA ex. one-time items	32	26
Adjusted margin	7.1%	4.4%
EBITA	32	14
EBITA margin	7.1%	2.4%

- Continued stabilization in Europe
- Lower order intake from industrial segment in the US
- Increased profitability due to improved operating margin and reduced overhead costs
- Strong cash flow

First quarter

Just as in the fourth quarter of 2009, order intake in relation to the year-earlier period was unchanged for the division's European operations. However, the US operations experienced an organic decline of 4%, attributable to the industrial segment. Favourable order growth was noted by the commercial segment of the US market and the division's Asian operations.

Sales declined 14% organically due to order situation. The downturn was also due to a higher proportion of major projects with protracted lead times.

Profitability improved despite the volume downturn. Gross margins improved, mainly as a result of productivity gains in the plants, in addition to price increases and reduced warranty costs.

Cash flow was strong in the division, primarily because of a reduction in accounts receivable.

¹Pro forma, adjusted for currency effects, acquisitions and divestments

Second-quarter prospects

Stable demand is expected in the European and Asian markets. Considerable uncertainty prevails concerning US demand. Due to the mix, a decline in the gross margin is expected, since the commercial segment will increase its weight of total sales.

HumiCool division

HumiCool division is divided into three business areas: AgHort, Mist Elimination and HVAC (incl. PreCooler).

Amounts in SEK M	First quarter	
	2010	2009
Order intake	333	413
Change	-19%	
Adjusted change ¹	-11%	
Net sales	323	389
Change	-17%	
Adjusted change ¹	-9%	
EBITA ex. one-time items	22	5
Adjusted margin	6.9%	13%
EBITA	22	-11
EBITA margin	6.9%	-2.8%

- Positive order growth in AgHort and HVAC products
- Sharp decline in order intake and sales for HVAC systems (PreCooler)
- Continued decline at Mist Elimination
- Improved margins and reduction in overhead costs

First quarter

Order intake increased for the second consecutive quarter in AgHort and HVAC products but declined sharply for HVAC systems (PreCooler), for which the market activities were low and the comparative period was very strong. Mist Elimination also noted a reduction in orders.

Positive signs are shown in the European and Asian AgHort markets, while the US market remained weak. The trend for HVAC, excluding PreCooler, was positive as a result of the cold winter in Europe.

Sales increased in all segments apart from PreCooler, which individually accounted for the entire sales decline in the division.

The division's earnings improved, with increases in gross margins in all segments. The factors underlying the improved margin were increased productivity and an

advantageous product mix. A reduction in overhead costs also contributed to the increased earnings.

Cash flow was weak during the quarter, due largely to lower amounts for advance payments from customers and accounts payable.

Second quarter prospects

A certain recovery from a low level is expected in parts of AgHort and HVAC, while the market outlook for PreCooler and Mist Elimination are very unsure. During the second quarter the delivery level for PreCooler will be very low. The review of the division plant structure will continue.

Moisture Control Services (MCS) division

Division MCS has a country-based organization divided into three market areas: Northern Europe, Central Europe and the US & Asia.

Amounts in SEK M	First quarter	
	2010	2009
Order intake	683	722
Change	-6%	
Adjusted change ¹	2%	
Net sales	638	736
Change	-13%	
Adjusted change ¹	-6%	
EBITA ex. one-time items	27	17
Adjusted margin	4.3%	2.3%
EBITA	27	12
EBITA margin	4.3%	16%

- The cold winter contributed to an increase in order intake in Northern Europe
- Sales were adversely affected by MCS Australian and the low level of activity in the US market
- Stable gross margin and reduction in overhead costs
- Decision to close MCS Australia

First quarter

The cold winter contributed to an increase in order intake, particularly in Northern Europe. The American operations showed negative growth due to a generally low level of activity in the market.

Despite a high order intake, sales declined 6% organically. MCS Australia accounted for half of the downturn. The remainder was due to the American market and the fact that projects related to cold weather usually have longer lead times than normal water damage.

The gross margin was stable compared to the year-earlier period. Lower fixed costs offset the negative sales trend.

Order intake, sales and profitability were affected negatively by MCS Australia. It was decided during the quarter that this unit would be closed during the second quarter. The division's operating margin, excluding MCS Australia, was 5.4% during the quarter.

Introduction of the division's new business model proceeded as planned and an additional 8 depots were closed during the quarter.

Cash flow during the quarter was weak due to increased work in progress and a decrease in outstanding accounts payable.

Second quarter prospects

Seasonally, the second quarter is usually the weakest period within MCS. This is expected to also apply in 2010. The announced discontinuation of MCS Australia will have an adverse impact of about SEK 25 million on earnings, including operating losses. Due to the slightly longer lead times for claims projects related to cold weather, a certain part of the order backlog, primarily in Scandinavia, will be invoiced during the second quarter.

¹Pro forma, adjusted for currency effects, acquisitions and divestments

SIGNIFICANT RISKS AND UNCERTAINTIES

Munters' exposure to risk can be divided primarily into two categories - operational risks and financial risks.

Operational risks are dependent on weather, key personnel and key customers, and geographically dispersed operations involving small operational units. Financial risks consist mainly of currency, interest and financing risks.

Demand for the company's products is affected by general economic trends. The recession has result in lower sales, thereby also reducing capacity utilization in manufacturing in the short term. The continuing trend in the global economy, including interest-rate and currency risks, represents an uncertainty factor concerning the earnings trend. Munters' previous acquisition frequency may result in integration-related risks.

A more detailed description of the Group's and Parent Company's other risk exposure and risk management activities is available in the "Risks and risk management" section on page 25, and in Note 3, of the Munters Annual Report for 2009 which is available at www.munters.com.

FORWARD-LOOKING STATEMENTS

Some statements in this report are forward looking, and the actual outcomes may be materially different. In addition to the factors explicitly discussed, other factors could have a material impact on actual outcomes, such as general business conditions, fluctuations in exchange rates and interest rates, political risks, the impact of competing products and their pricing, product development, commercial and technological difficulties, interruptions in supply and major customer-related bad debts.

TRANSACTIONS WITH RELATED PARTIES

There are no significant contractual relationships or transactions between Munters and its related parties, apart from the remuneration of senior executives.

PARENT COMPANY

The Parent Company reported profit of SEK 22 M (loss: 2) after financial items during the quarter. There were no external net sales (as in 2009). Cash and cash equivalents at the close of the quarter amounted to SEK 104 M (148 at the beginning of the year) and net debt to SEK 881 M (981 at the beginning of the year). Capital expenditure totaled SEK 0 M (1). The average number of employees at the close of the quarter was 31 (33).

FUTURE INFORMATION DATES

July 22 Interim report, January – June 2010
October 27 Interim report, January – September 2010

PRESS AND ANALYST CONFERENCE

Munters will hold a presentation, audiocast and teleconference for the media, analysts and investors on Thursday, April 22, from 4 to 4:45 pm at Ingenjörshuset, Malmkillnadsgatan 46, Stockholm.

The link to the audiocast is www.munters.com/Investors/Calendar

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AUDITORS' EXAMINATION REPORT

The auditors have not examined this interim report.

Kista, April 22, 2010

Lars Engström

*President and Chief Executive Officer
Member of the Board*

Munters discloses the information provided herein pursuant to the Securities Markets Act and/or the Financial Instruments Trading Act. The information was submitted for publication on April 22, 2010 at 2 pm (CET).

Amounts in SEK M	2010 Jan-Mar 3 months	2009 Jan-Mar 3 months	2009/2010 Apr-Mar 12 months	2009 Jan-Dec 12 months
Order intake	1,543	1,724	6,082	6,263
Statement of comprehensive income				
Net sales	1,409	1,703	6,230	6,524
Cost of goods sold	-1,033	-1,317	-4,546	-4,830
Gross earnings	376	386	1,684	1,694
Gross margin	26.7%	22.7%	27.0%	26.0%
Other operating income	0	5	-3	2
Selling expenses	-157	-205	-663	-711
Administrative expenses	-127	-156	-554	-583
Research and development costs	-21	-24	-80	-83
Other operating expenses	-3	0	-11	-8
EBIT - Earnings before interest and tax	68	6	373	311
EBIT margin	4.8%	0.4%	6.0%	4.8%
Financial income and expenses	-6	-22	-49	-65
Earnings after financial income	62	-16	324	246
Taxes	-25	-6	-130	-111
Net earnings	37	-22	194	135
Other comprehensive income				
Actuarial gains and losses on defined benefit pension plans	1	0	15	14
Cash flow hedges	0	2	-1	1
Exchange differences on translating foreign operations	-29	53	-105	-23
Income tax relating to components of other comprehensive income	0	-1	-3	-4
Other comprehensive income for the period, net of tax	-28	54	-94	-12
Total comprehensive income for the period	9	32	100	123
Net earnings				
Attributable to equity holders of the parent	37	-22	193	134
Attributable to minority interest	0	0	1	1
	37	-22	194	135
Total comprehensive income				
Attributable to equity holders of the parent	9	32	99	122
Attributable to minority interest	0	0	1	1
	9	32	100	123
Earnings per share¹				
Earnings per share, SEK	0.50	-0.29	2.60	1.81
Earnings per share - after dilution, SEK	0.50	-0.29	2.60	1.81

¹ Earnings per share, before and after dilution, is based on net earnings attributable to equity holders of the parent

Segment information	2010	2009	2009/2010	2009
	Jan-Mar	Jan-Mar	Apr-Mar	Jan-Dec
Amounts in SEK M	3 months	3 months	12 months	12 months
Order intake by division				
Dehumidification division	542	596	2,180	2,234
HumiCool division	333	413	1,290	1,370
MCS division	683	722	2,642	2,681
Eliminations	-15	-7	-30	-22
Order intake	1,543	1,724	6,082	6,263
Net sales by division				
Dehumidification division	452	588	2,164	2,300
HumiCool division	323	389	1,417	1,483
MCS division	638	736	2,670	2,768
Eliminations	-4	-10	-21	-27
Net sales	1,409	1,703	6,230	6,524
Operating earnings by division				
Dehumidification division	32	14	269	251
operating margin	7.1%	2.4%	12.4%	10.9%
HumiCool division	22	-11	104	71
operating margin	6.9%	-2.8%	7.3%	4.8%
MCS division	27	12	62	47
operating margin	4.3%	1.6%	2.4%	1.7%
Central, eliminations etc.	-10	-6	-48	-44
EBIT before amortizations, interest and tax	71	9	387	325
Amortizations on acquisition related intangible assets	-3	-3	-14	-14
EBIT - Earnings before interest and tax	68	6	373	311

	Dehumidification	HumiCool	MCS	Central, elim	Total
	2010	2010	2010	2010	2010
	Jan-Mar	Jan-Mar	Jan-Mar	Jan-Mar	Jan-Mar
Amounts in SEK M	3 months	3 months	3 months	3 months	3 months
External net sales	449	323	637		1,409
Internal net sales	3	0	1	-4	0
Net sales	452	323	638	-4	1,409
Operating earnings	32	22	27	2	83
Amortization of surplus values	-2	-1			-3
Undistributed costs				-12	-12
EBIT - Earnings before interest and tax	30	21	27	-10	68
Financial items, net					-6
Taxes					-25
Net earnings					37
	Dehumidification	HumiCool	MCS	Central, elim	Total
	2009	2009	2009	2009	2009
	Jan-Mar	Jan-Mar	Jan-Mar	Jan-Mar	Jan-Mar
Amounts in SEK M	3 months	3 months	3 months	3 months	3 months
External net sales	579	388	736		1,703
Internal net sales	9	1	0	-10	0
Net sales	588	389	736	-10	1,703
Operating earnings	14	-11	12	2	17
Amortization of surplus values	-2	-1			-3
Undistributed costs				-8	-8
EBIT - Earnings before interest and tax	12	-12	12	-6	6
Financial items, net					-22
Taxes					-6
Net earnings					-22

Statement of financial position

	2010	2009	2009
Amounts in SEK M	31 Mar	31 Dec	31 Mar
ASSETS			
Fixed assets			
Tangible assets			
Buildings and land	191	197	218
Plant and machinery	109	116	151
Equipment, tools, fixtures and fittings	227	241	299
Construction in progress	8	15	20
	535	569	688
Intangible assets			
Patent, trademarks and similar rights	120	127	143
Goodwill	890	926	1,006
	1,010	1,053	1,149
Other fixed assets			
Participation in associated companies	0	0	2
Other long-term receivables	22	28	26
Deferred tax assets	142	148	154
	164	176	182
	1,709	1,798	2,019
Current assets			
Inventory etc.	471	427	617
Accounts receivable	939	1,051	1,248
Other receivables	221	235	269
Cash and cash equivalents	401	458	352
	2,032	2,171	2,486
TOTAL ASSETS	3,741	3,969	4,505
EQUITY AND LIABILITIES			
Equity	1,415	1,407	1,317
Long-term liabilities			
Interest-bearing liabilities	953	1,100	1,580
Provisions	192	205	222
Deferred tax liabilities	79	81	95
Other liabilities	0	1	11
	1,224	1,387	1,908
Current liabilities			
Interest-bearing liabilities	32	31	6
Advances from customers	62	66	85
Accounts payable	421	479	507
Provisions	83	81	78
Other liabilities	504	518	604
	1,102	1,175	1,280
TOTAL EQUITY AND LIABILITIES	3,741	3,969	4,505

Statement of changes in equity

	Share capital	Translation of foreign operations	Retained earnings	Total equity attributable to equity holders of the parent	Minority interest	Total equity
Balance at 1 January 2009	131	99	1,048	1,278	7	1,285
Changes in equity 2009						
Dividend					-1	-1
Total comprehensive income for the year		-23	145	122	1	123
Balance at 31 December 2009	131	76	1,193	1,400	7	1,407
Changes in equity 2010						
Dividend					-1	-1
Total comprehensive income for the year		-29	38	9	0	9
Balance at 31 March 2010	131	47	1,231	1,409	6	1,415

Statement of cash flows

Amounts in SEK M

	2010 Jan-Mar 3 months	2009 Jan-Mar 3 months	2009/2010 Apr-Mar 12 months	2009 Jan-Dec 12 months
Operating activities				
Earnings after financial items	62	-16	324	246
Reversal of depreciation etc.	40	46	182	188
Other earnings not affecting cash flow	1	-4	6	1
Taxes paid	-25	-26	-180	-181
Cash flow from operating activities before changes in working capital	78	0	332	254
Cash flow from changes in working capital				
Changes in inventory	-52	-8	107	151
Changes in accounts receivable	82	150	206	274
Changes in other receivables	12	-35	50	3
Changes in accounts payable	-45	-45	-42	-42
Changes in other liabilities	-10	-36	-57	-83
Sum of changes in working capital	-13	26	264	303
Cash flow from operating activities	65	26	596	557
Investing activities				
Acquisitions and divestments of businesses	-	-3	1	-2
Investments in intangible assets	-1	-2	-6	-7
Investments in tangible assets	-14	-38	-73	-97
Sales of tangible assets	1	0	8	7
Change in other financial assets	1	1	1	1
Cash flow from investing activities	-13	-42	-69	-98
Financing activities				
Changes in loans	-98	-130	-454	-486
Dividend paid	-1	-	-2	-1
Cash flow from financing activities	-99	-130	-456	-487
Cash flow for the period	-47	-146	71	-28
Cash and cash equivalents at beginning of period	458	490	458	490
Exchange-differences in cash and cash equivalents	-10	8	-22	-4
Cash and cash equivalents at end of period	401	352	507	458
Operating cash flow	52	-13	526	461
Key figures				
More key figures are disclosed in the quarterly review				
Capital turnover rate, times (4 quarters)	-	-	2.2	2.2
Return on capital employed, %	2.7	0.1	13.1	10.4
Return on equity, %	2.6	-1.7	10.2	6.0
Return on total capital, % (4 quarters)	-	-	9.0	7.1
Interest coverage ratio, times	9.5	0.2	8.3	5.3
Net debt structure				
Short-term interest-bearing liabilities	-	-	32	31
Long-term interest-bearing liabilities	-	-	953	1,100
Defined benefit pension plans	-	-	177	178
Interest-bearing liabilities	-	-	-401	-460
Net debt	-	-	761	849

Quarterly overview - Consolidated earnings, share data and cash flow

Amounts in SEK M	2010	2009				2008			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Order intake	1,543	1,383	1,440	1,716	1,724	1,661	1,582	1,686	1,586
Income statement									
Net sales	1,409	1,594	1,533	1,694	1,703	1,881	1,597	1,548	1,545
Operating expenses	-1,341	-1,455	-1,429	-1,632	-1,697	-1,805	-1,515	-1,453	-1,437
EBIT	68	139	104	62	6	76	82	95	108
EBIT margin	4.8%	8.7%	6.8%	3.7%	0.4%	4.0%	5.1%	6.1%	7.0%
Financial income and expense	-6	-6	-17	-20	-22	-21	-20	-18	-17
Earnings after financial items	62	133	87	42	-16	55	62	77	91
Taxes	-25	-39	-51	-15	-6	-37	-22	-28	-33
Net earnings	37	94	36	27	-22	18	40	49	58
Depreciations and amortizations	40	49	46	47	46	47	39	38	43
Share data									
Earnings per share, SEK	0.50	1.27	0.47	0.36	-0.29	0.24	0.53	0.66	0.78
Earnings per share after dilution, SEK	0.50	1.27	0.47	0.36	-0.29	0.24	0.53	0.66	0.78
Average no of shares outstanding, thousand	73,933	73,933	73,933	73,933	73,933	73,933	73,933	73,933	73,933
No of shares outstanding at period-end, thousand	73,933	73,933	73,933	73,933	73,933	73,933	73,933	73,933	73,933
Number of treasury shares, thousand	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067
Equity per share, SEK	19.06	18.94	17.13	17.71	17.72	17.28	15.99	14.48	16.11
Equity per share after dilution, SEK	19.06	18.94	17.13	17.71	17.72	17.28	15.99	14.48	16.11
Stock price at period-end, SEK	52.00	46.60	50.00	37.20	23.50	38.40	48.50	57.25	68.50
Market cap at period-end, SEK M ¹	3,900	3,495	3,750	2,790	1,763	2,880	3,638	4,294	5,138
Statement of cash flows									
From operating activities	65	216	77	238	26	193	80	55	0
From investing activities	-13	-11	-12	-33	-42	-93	-36	-63	-43
From financing activities	-99	-155	-65	-137	-130	112	-48	7	16
Cash flow for the period	-47	50	0	68	-146	212	-4	-1	-27
Operating cash flow	52	207	65	202	-13	158	49	13	-43

¹ The market cap is calculated on total number of shares, including treasury shares

Quarterly overview - Consolidated financial position and key figures

Statement of financial position Amounts in SEK M	2010	2009				2008			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
ASSETS									
Fixed assets									
Tangible assets	535	569	590	658	688	664	619	592	577
Intangible assets	1,010	1,053	1,044	1,114	1,149	1,120	965	911	876
Other fixed assets	164	176	181	191	182	149	115	107	107
	1,709	1,798	1,815	1,963	2,019	1,933	1,699	1,610	1,560
Current assets									
Inventory etc.	471	427	518	569	617	589	668	622	577
Accounts receivable	939	1,051	1,011	1,080	1,248	1,354	1,174	1,182	1,197
Other receivables	221	235	226	255	269	248	231	192	179
Cash and cash equivalent	401	458	369	367	352	490	251	242	242
	2,032	2,171	2,124	2,271	2,486	2,681	2,324	2,238	2,195
TOTAL ASSETS	3,741	3,969	3,939	4,234	4,505	4,614	4,023	3,848	3,755
EQUITY AND LIABILITIES									
Equity	1,415	1,407	1,273	1,316	1,317	1,285	1,188	1,076	1,198
Long-term liabilities	271	287	293	304	328	308	245	240	239
Interest-bearing liabilities	985	1,131	1,262	1,410	1,586	1,694	1,418	1,392	1,214
Accounts payable	421	479	408	478	507	537	437	460	414
Other current liabilities	649	665	703	726	767	790	735	680	690
TOTAL EQUITY AND LIABILITIES	3,741	3,969	3,939	4,234	4,505	4,614	4,023	3,848	3,755
Key figures									
Equity ratio, %	37.8	35.4	32.3	31.1	29.2	27.8	29.5	28.0	31.8
Net debt, SEK M	761	849	1,080	1,231	1,423	1,390	1,311	1,292	1,119
Net debt ratio, times	0.5	0.6	0.9	0.9	1.1	1.1	1.1	1.2	0.9
Interest coverage ratio, times	9.5	12.9	9.9	3.6	0.2	3.1	3.6	5.5	6.3
Investments in tangible assets, SEK M	14	12	12	35	38	32	29	41	43
Number of permanent employees at period-end	3,778	3,822	3,879	3,955	4,072	4,135	4,047	4,086	4,102

Definitions of the financial key figures can be found on page 73 in the Annual Report 2009.

Financial overview Group - 5 years

	2010	2009	2008	2007	2006
	Q1	Q1	Q1	Q1	Q1
Sales and earnings					
Net sales, SEK M	1,409	1,703	1,545	1,404	1,386
EBIT, SEK M	68	6	108	127	118
EBIT margin, %	4.8	0.4	7.0	9.0	8.5
Net earnings, SEK M	37	-22	58	78	71
Earnings per share, SEK	0.50	-0.29	0.78	1.04	0.96
Business and financial ratios					
Return on equity, %	2.6	-1.7	4.8	4.9	4.9
Return on capital employed, %	2.7	0.1	4.2	6.1	6.0

Quarterly overview - Divisions

Amounts in SEK M	2010	2009				2008			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Order intake									
Dehumidification division	542	499	503	636	596	608	511	528	487
HumiCool division	333	278	278	401	413	314	369	525	436
MCS division	683	607	665	687	722	745	710	643	672
Eliminations	-15	-1	-6	-8	-7	-6	-8	-10	-9
Order intake	1,543	1,383	1,440	1,716	1,724	1,661	1,582	1,686	1,586
Net sales									
Dehumidification division	452	558	556	598	588	645	495	478	433
HumiCool division	323	349	324	421	389	435	425	433	451
MCS division	638	692	657	682	736	809	686	645	669
Eliminations	-4	-5	-4	-7	-10	-8	-9	-8	-8
Net sales	1,409	1,594	1,533	1,694	1,703	1,881	1,597	1,548	1,545
Operating earnings									
Dehumidification division	32	106	65	66	14	75	48	45	33
operating margin	7.1%	19.0%	11.7%	11.0%	2.4%	11.7%	9.6%	9.5%	7.6%
HumiCool division	22	31	20	31	-11	23	36	44	51
operating margin	6.9%	8.6%	6.3%	7.3%	-2.8%	5.5%	8.5%	10.2%	11.4%
MCS division	27	21	32	-18	12	-9	7	14	36
operating margin	4.3%	3.0%	4.9%	-2.6%	1.6%	-1.1%	1.0%	2.2%	5.3%
Group overheads, eliminations etc.	-13	-19	-13	-17	-9	-13	-9	-8	-12
Earnings before interest and tax	68	139	104	62	6	76	82	95	108
EBIT margin	4.8%	8.7%	6.8%	3.7%	0.4%	4.0%	5.1%	6.1%	7.0%
Operating capital									
Dehumidification division - Assets	672	716	721	798	883	855	703	675	649
Dehumidification division - Liabilities	-222	-213	-225	-260	-267	-265	-179	-195	-173
HumiCool division - Assets	575	606	627	691	759	787	821	818	767
HumiCool division - Liabilities	-146	-180	-157	-179	-178	-206	-239	-251	-225
MCS division - Assets	753	775	830	881	976	1,028	1,001	963	977
MCS division - Liabilities	-121	-153	-110	-128	-151	-174	-121	-107	-106
Central, eliminations	71	79	73	80	82	79	59	52	65
Operating capital	1,582	1,630	1,759	1,883	2,104	2,104	2,045	1,955	1,954
Permanent employees									
Dehumidification division	1,197	1,198	1,214	1,238	1,293	1,301	1,173	1,196	1,184
HumiCool division	783	797	788	805	795	866	908	914	959
MCS division	1,773	1,805	1,854	1,889	1,959	1,944	1,942	1,952	1,938
Central	25	22	23	23	25	24	24	24	21
Number of permanent employees	3,778	3,822	3,879	3,955	4,072	4,135	4,047	4,086	4,102

Operating capital consists of accounts receivable (external and internal), inventory, accounts payable, advances from customers and fixed assets excluding goodwill.

MUNTERS AB

Income statement

	2010 Jan-Mar 3 months	2009 Jan-Mar 3 months	2009/2010 Apr-Mar 12 months	2009 Jan-Dec 12 months
Amounts in SEK M				
Net sales	15	13	64	62
Gross earnings	15	13	64	62
Other operating income	0	0	2	2
Selling expenses	0	0	0	0
Administrative expenses	-31	-21	-143	-133
Other operating expenses	0	0	1	1
EBIT - Earnings before interest and tax	-16	-8	-76	-68
Financial income and expenses	38	6	58	26
Earnings after financial items	22	-2	-18	-42
Transfer to tax allocation reserve	-	-	-3	-3
Income taxes	1	0	14	13
Net earnings	23	-2	-7	-32

Balance sheet

	2010 31 Mar	2009 31 Dec	2009 31 Mar
Amounts in SEK M			
ASSETS			
Fixed assets			
Tangible assets			
Equipment, tools, fixtures and fittings	5	6	9
	5	6	9
Intangible assets			
Patent, licenses and similar rights	17	18	18
	17	18	18
Financial assets			
Participations in subsidiaries	904	904	800
Receivables from subsidiaries	1,120	1,247	1,744
	2,024	2,151	2,544
	2,046	2,175	2,571
Current assets			
Receivables from subsidiaries	52	57	31
Other receivables	33	34	52
Cash and cash equivalents	104	148	88
	189	239	171
TOTAL ASSETS	2,235	2,414	2,742
EQUITY AND LIABILITIES			
Equity	1,047	1,024	1,004
Untaxed reserves	22	22	19
Long-term liabilities			
Interest-bearing liabilities	946	1,091	1,540
Provisions	39	39	39
	985	1,130	1,579
Current liabilities			
Liabilities to subsidiaries	159	213	107
Accounts payable	3	2	7
Other liabilities	19	23	26
	181	238	140
TOTAL EQUITY AND LIABILITIES	2,235	2,414	2,742

Notes

Note 1. Accounting policies

In common with the annual accounts for 2009, the consolidated financial statements for the first quarter of 2010 were prepared in compliance with International Financial Reporting Standards (IFRS) as adopted by the EU and with the Swedish Annual Accounts Act. The Parent Company's financial statements were prepared in compliance with the Swedish Annual Accounts Act and with the Financial Reporting Council's recommendation RFR 2.3 Accounting for Legal Entities.

This quarterly report has been prepared in accordance with IAS 34. In this document, the term "IFRS" includes the application of both IAS and IFRS, and the interpretations of these standards published by the IASB's Standards Interpretation Committee (SIC) and its International Financial Reporting Interpretations Committee (IFRIC).

The Group uses the same accounting principles as described in its 2009 Annual Report. New and revised IFRSs that become effective after January 1, 2010 did not affect Munters' financial position or earnings.

This document is a translation of the Swedish version. In the event of any discrepancies between this translation and the Swedish version, the Swedish version shall prevail.