

Fourth quarter and full-year report 2025

Strategic highlights – solid commercial momentum and operational execution

- Organic sales growth in all three segments in Q4, with 12%* growth in segment Cloud Software and Services.
- Operational improvements in recent years driving strong margins and solid free cash flow.

Fourth quarter highlights – good organic growth with all segments contributing

- Sales increased by 6%* YoY. Market areas Europe, Middle East and Africa and South East Asia, Oceania and India grew, Americas was broadly stable while North East Asia declined. Reported sales were SEK 69.3 (72.9) b.
- Adjusted¹ gross income was SEK 33.2 (33.7) b. with currency headwinds offsetting strong operational execution. Reported gross income was SEK 32.7 (32.7) b.
- Adjusted¹ gross margin was 48.0% (46.3%) driven mainly by improvements in Cloud Software and Services. Reported gross margin was 47.2% (44.9%).
- Adjusted¹ EBITA was SEK 12.7 (10.2) b. with an 18.3% (14.1%) margin, benefiting from improved segment margins in Mobile Networks. Reported EBITA was SEK 11.6 (8.6) b. with a 16.7% (11.8%) margin.
- Net income was SEK 8.6 (4.9) b. EPS diluted was SEK 2.57 (1.44).
- Free cash flow before M&A was SEK 14.9 (15.8) b.

Full-year highlights – margins stabilized at good levels and solid free cash flow

- Sales increased by 2%*, with growth in Networks and Cloud Software and Services. Reported sales were SEK 236.7 (247.9) b.
- Adjusted¹ gross income increased to SEK 113.9 (111.4) b. driven by improvements in Mobile Networks, and despite a SEK -7.2 b. currency headwind. Adjusted gross margin increased to 48.1% (44.9%).
- Adjusted¹ EBITA was SEK 42.9 (27.2) b. with an adjusted¹ EBITA margin of 18.1% (11.0%), including the gain from the divestment of iconectiv.
- Net income was SEK 28.7 (0.4) b. EPS diluted was SEK 8.51 (0.01).
- Free cash flow before M&A was SEK 26.8 (40.0) b., delivering a cash flow to net sales of 11.3%.
- Net cash at year-end 2025 was SEK 61.2 (37.8) b.
- Return on capital employed was 24.1% (2.6%), including the benefit of the iconectiv divestment.
- A dividend of SEK 3.00 (2.85) per share for 2025 and a share buyback program of SEK 15.0 b. will be proposed to the AGM by the Board of Directors.

Börje Ekholm, President and CEO, said: "Our Q4 results demonstrate solid execution of our strategy priorities. It is encouraging that we delivered organic growth in a flattish RAN market environment through our efforts in mission critical networks, 5G core and Enterprise. The operational actions we have taken in recent years have resulted in improved margins and cash flow, with a ninth consecutive quarter of year-over-year adjusted EBITA margin expansion.

R&D investments to extend technology leadership continued, with a focus on AI-native, secure, and autonomous mobile networks. We generated strong free cash flow and have a strong cash position today. The Board will propose an increased dividend of SEK 3.00 per share, and will also seek a mandate for a share buyback of SEK 15 b.

For 2026, we expect the RAN market to be flat. Mission critical and enterprise markets, where we are well positioned, are expected to grow. In this environment, we plan to increase investments in defense during 2026 while continuing to optimize our cost base to support margins and cash flow generation."

* Sales adjusted for the impact of acquisitions and divestments and effects of foreign currency fluctuations.

¹ Adjusted metrics exclude restructuring charges.

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	69.3	72.9	-5%	56.2	23%	236.7	247.9	-5%
<i>Organic sales growth^{1,2}</i>	-	-	6%	-	-	-	-	2%
Gross income	32.7	32.7	0%	26.8	22%	112.7	109.4	3%
Gross margin ²	47.2%	44.9%	-	47.6%	-	47.6%	44.1%	-
EBIT	11.2	8.0	40%	15.2	-26%	38.6	4.3	-
EBIT margin ²	16.1%	10.9%	-	26.9%	-	16.3%	1.7%	-
EBITA ²	11.6	8.6	35%	15.5	-25%	40.5	22.1	83%
EBITA margin ²	16.7%	11.8%	-	27.6%	-	17.1%	8.9%	-
Net income	8.6	4.9	76%	11.3	-24%	28.7	0.4	-
EPS diluted, SEK	2.57	1.44	78%	3.33	-23%	8.51	0.01	-
Free cash flow before M&A ²	14.9	15.8	-6%	6.6	124%	26.8	40.0	-33%
Net cash, end of period ²	61.2	37.8	62%	51.9	18%	61.2	37.8	62%
Adjusted financial measures^{2,3}								
Adjusted gross income	33.2	33.7	-1%	27.0	23%	113.9	111.4	2%
Adjusted gross margin	48.0%	46.3%	-	48.1%	-	48.1%	44.9%	-
Adjusted EBIT	12.3	9.6	28%	15.5	-21%	41.0	9.3	-
Adjusted EBIT margin	17.7%	13.1%	-	27.5%	-	17.3%	3.8%	-
Adjusted EBITA	12.7	10.2	24%	15.8	-20%	42.9	27.2	58%
Adjusted EBITA margin	18.3%	14.1%	-	28.1%	-	18.1%	11.0%	-

¹ Sales adjusted for the impact of acquisitions and divestments and effects of foreign currency fluctuations.

² Non-IFRS financial measures are reconciled at the end of this report to the most directly reconcilable line items in the financial statement.

³ Adjusted metrics exclude restructuring charges.

Amounts marked with an ****** in this document represent sales growth adjusted for the impact of acquisitions and divestments and effects of foreign currency fluctuations, also named organic sales growth. These numbers present performance on a comparable basis to improve the comparability of results between periods. Organic sales growth figures are non-IFRS measures.

'Adjusted' metrics are adjusted to exclude restructuring charges and are non-IFRS measures. This is a change in nomenclature only.

See 'Financial statements and other information' for Alternative performance measures.

Group results

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	69.3	72.9	-5%	56.2	23%	236.7	247.9	-5%
Organic sales growth ¹	-	-	6%	-	-	-	-	2%
Gross income	32.7	32.7	0%	26.8	22%	112.7	109.4	3%
Gross margin	47.2%	44.9%	-	47.6%	-	47.6%	44.1%	-
Research and development (R&D) expenses	-13.1	-13.9	-	-11.5	-	-48.9	-53.5	-
Selling and administrative expenses	-9.0	-10.5	-	-7.9	-	-33.7	-51.7	-
Impairment losses on trade receivables	0.1	0.0	-	0.0	-	0.2	-0.3	-
Other operating income and expenses	0.4	-0.1	-	7.7	-95%	8.2	0.6	-
Share of earnings of associated companies	0.0	-0.3	-	0.0	-	0.1	-0.2	-
EBIT	11.2	8.0	40%	15.2	-26%	38.6	4.3	-
EBIT margin ¹	16.1%	10.9%	-	26.9%	-	16.3%	1.7%	-
EBITA	11.6	8.6	35%	15.5	-25%	40.5	22.1	83%
EBITA margin ¹	16.7%	11.8%	-	27.6%	-	17.1%	8.9%	-
Financial income and expenses, net	-0.1	-0.4	-	-0.2	-	-0.3	-1.7	-
Income tax	-2.5	-2.7	-	-3.6	-	-9.6	-2.2	-
Net income	8.6	4.9	76%	11.3	-24%	28.7	0.4	-
Restructuring charges	-1.1	-1.6	-	-0.3	-	-2.3	-5.0	-
Adjusted financial measures ¹								
Adjusted gross income	33.2	33.7	-1%	27.0	23%	113.9	111.4	2%
Adjusted gross margin	48.0%	46.3%	-	48.1%	-	48.1%	44.9%	-
Adjusted EBIT	12.3	9.6	28%	15.5	-21%	41.0	9.3	-
Adjusted EBIT margin	17.7%	13.1%	-	27.5%	-	17.3%	3.8%	-
Adjusted EBITA	12.7	10.2	24%	15.8	-20%	42.9	27.2	58%
Adjusted EBITA margin	18.3%	14.1%	-	28.1%	-	18.1%	11.0%	-

¹ Non-IFRS financial measures are reconciled at the end of this report to the most directly reconcilable line items in the financial statements.

Fourth quarter comments

Net sales

Reported sales decreased by -5% YoY to SEK 69.3 (72.9) b., including a SEK -6.8 b. currency impact. Networks sales declined by -6% to SEK 44.2 b. Cloud Software and Services sales increased by 3% to SEK 20.0 b. Enterprise sales declined by -25% to SEK 4.6 b., mainly driven by a SEK -1.1 b. impact from the divestment of iconectiv in Q3 2025. Sales in segment Other were SEK 0.5 b.

Organic sales grew by 6% YoY. Networks sales increased by 4%* with sales growth in Europe, Middle East and Africa as well as in South East Asia, Oceania and India, partly offset by lower sales in the other market areas. Cloud Software and Services sales grew by 12%*, with growth in all market areas. Sales in segment Enterprise grew by 2%*, with higher sales in Global Communications Platform partly offset by a decline in Enterprise Wireless Solutions.

IPR licensing revenues decreased slightly to SEK 3.3 (3.5) b. as Q4 2024 benefited from retroactive revenue for unlicensed periods. 82% of IPR licensing revenues are reported in segment Networks, with the remainder in Cloud Software and Services.

Gross income and margin

Gross margin increased to 47.2% (44.9%). Networks gross margin increased, reflecting prior periods' cost-reduction actions and operational efficiency. Gross margin in Cloud Software and Services increased as a result of prior periods' cost-reduction actions and improved delivery performance. The margin declined in Enterprise primarily due to the impact of the divestment of iconectiv.

Gross income was stable at SEK 32.7 (32.7) b., as improvements in gross margin were offset by a negative currency impact of SEK -3.6 b. and the impact of the divestment of iconectiv.

Adjusted gross income decreased slightly to SEK 33.2 (33.7) b., with a margin of 48.0% (46.3%).

Research and development (R&D) expenses

R&D expenses decreased to SEK -13.1 (-13.9) b., including restructuring charges of SEK -0.3 (-0.4) b. and a positive currency impact of SEK 0.5 b. Excluding these impacts, R&D was broadly stable, with increased investments for technology leadership offset by savings from cost-reduction actions.

Selling and administrative (SG&A) expenses

SG&A expenses were SEK -9.0 (-10.5) b., including restructuring charges of SEK -0.3 (-0.2) b. and a currency benefit of SEK 0.6 b. SG&A expenses declined in all segments as a result of prior periods' cost-reduction actions.

Other operating income and expenses

Other operating income and expenses were SEK 0.4 (-0.1) b. benefiting from the divestment of a minority interest.

Restructuring charges

Restructuring charges were SEK -1.1 (-1.6) b. mainly related to redundancy activities. Gross income included SEK -0.5 (-1.0) b. of restructuring charges, while operating expenses included SEK -0.6 (-0.6) b. of restructuring charges.

EBITA

EBITA increased to SEK 11.6 (8.6) b. mainly driven by lower operating expenses, benefiting from prior periods' cost-reduction actions and improved gross margins. EBITA included a negative YoY currency impact of SEK -2.5 b. The EBITA margin was 16.7% (11.8%).

Adjusted EBITA increased to SEK 12.7 (10.2) b. The adjusted EBITA margin was 18.3% (14.1%).

EBIT

EBIT increased to SEK 11.2 (8.0) b. with a margin of 16.1% (10.9%). Amortization impacted EBIT by SEK -0.4 (-0.7) b.

Adjusted EBIT increased to SEK 12.3 (9.6) b. with a margin of 17.7% (13.1%).

Financial income and expenses, net

Financial income and expenses were SEK -0.1 (-0.4) b. Financial net increased, primarily as a result of lower interest rates on borrowings and reduction in borrowings. The currency hedge effect was SEK 0.0 (0.0) b.

Income tax

Taxes were SEK -2.5 (-2.7) b.

Net income

Net income increased to SEK 8.6 (4.9) b.

Diluted EPS was SEK 2.57 (1.44).

Employees

The number of employees on December 31, 2025, was 88,826 compared with 89,898 on September 30, 2025. On December 31, 2024, the number of employees was 94,236.

Full-year comments

Net sales

Reported sales decreased by -5% to SEK 236.7 (247.9) b. with a currency impact of SEK -13.9 b. Networks sales declined by -5% to SEK 151.0 (158.2) b., sales in Cloud Software and Services were stable at SEK 62.7 (62.6) b., and Enterprise sales declined by -15% to SEK 21.1 (24.9) b. including a SEK -1.6 b. negative impact from the divestment of iconectiv in Q3 2025.

Organic sales grew by 2%*. Cloud Software and Services sales increased by 6%*, while Networks sales grew by 1%* and Enterprise sales declined by -5%*.

Organic sales increased in market area Americas, driven by good growth in North America, while sales in Latin America declined. Organic sales in market area Europe, Middle East and Africa grew driven by Middle East and Africa. Sales declined in the other market areas, with the largest reduction in market area South East Asia, Oceania and India, primarily due to reduced investment levels in India. IPR licensing revenues were SEK 14.5 (14.0) b.

The sales mix by commodity was: hardware 37% (38%), software 23% (23%) and services 39% (39%).

Gross income and margin

Gross income increased to SEK 112.7 (109.4) b. with a gross margin of 47.6% (44.1%). The improved gross margin was driven by cost-reduction actions and operational efficiency as well as favorable market mix. Gross income included a negative YoY currency impact of SEK -7.2 b.

Adjusted gross income increased to SEK 113.9 (111.4) b. Adjusted gross margin increased to 48.1% (44.9%).

Research and development (R&D) expenses

R&D expenses decreased to SEK -48.9 (-53.5) b., including restructuring charges of SEK -0.6 (-2.1) b. and a currency benefit of SEK 1.2 b. In 2024, R&D expenses were impacted by an impairment of intangible assets of SEK -1.4 b. Excluding these items, R&D expenses decreased by SEK -0.5 b. YoY. Investments in R&D, for technology leadership and operational resilience, were more than offset by savings from cost-reduction actions in Cloud Software and Services.

Selling and administrative (SG&A) expenses

SG&A expenses decreased to SEK -33.7 (-51.7) b. including restructuring charges of SEK -0.5 (-0.8) b. and a currency benefit of SEK 1.3 b. In 2024 SG&A expenses were impacted by an impairment of intangible assets of SEK -12.6 b. Excluding these items, SG&A expenses decreased by SEK -3.6 b. YoY as a result of cost-reduction actions. The decline was also supported by the Q3 divestments in Enterprise.

Other operating income and expenses

Other operating income and expenses were SEK 8.2 (0.6) b. reflecting a SEK 7.6 b. capital gain from the divestment of iconectiv and a SEK 0.4 b. benefit from a divestment of a minority interest.

Restructuring charges

Restructuring charges amounted to SEK -2.3 (-5.0) b. mainly related to redundancy activities. Gross income included SEK -1.3 (-2.0) b. of restructuring charges, while operating expenses included SEK -1.1 (-3.0) b. of restructuring charges.

EBITA

EBITA increased to SEK 40.5 (22.1) b. including a SEK 7.6 b. capital gain from the divestment of iconectiv and a negative currency impact of SEK -4.8 b. EBITA was supported by lower operating expenses and higher gross income. The EBITA margin was 17.1% (8.9%), driven by EBITA margin improvements in Mobile Networks and a 3.2 percentage point benefit from the iconectiv gain.

Adjusted EBITA increased to SEK 42.9 (27.2) b. The adjusted EBITA margin was 18.1% (11.0%).

EBIT

EBIT increased to SEK 38.6 (4.3) b., with a margin of 16.3% (1.7%). In 2024 EBIT was impacted by a SEK -15.3 b. non-cash impairment charge related to the impairment of intangible assets.

Adjusted EBIT was SEK 41.0 (9.3) b. with a margin of 17.3% (3.8%).

Financial income and expenses, net

Financial income and expenses were SEK -0.3 (-1.7) b. benefiting from lower interest rates and reduced borrowings, a reduction in other financial expenses, as well as a positive impact from currency hedges. The currency hedge effect was SEK 0.4 (0.1) b.

Income tax

Taxes were SEK -9.6 (-2.2) b. The effective tax rate was 25% for 2025, reflecting higher taxable income in jurisdictions with lower statutory tax rates. The effective tax rate for 2024 was 28%, excluding impairment charges, mainly goodwill and intangible assets related to Vonage.

Net income

Net income increased to SEK 28.7 (0.4) b. primarily driven by improved EBIT partly offset by higher taxes. Diluted EPS increased to SEK 8.51 (0.01), including a SEK 1.70 per share benefit from the gain related to the divestment of iconectiv.

Market area sales

SEK b.	Q4 2025	Q4 2024	YoY change	YoY organic growth	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change	YoY organic growth
Americas	22.9	25.8	-11%	-1%	19.8	16%	83.4	85.7	-3%	4%
Europe, Middle East and Africa	23.4	21.9	7%	13%	16.7	40%	70.7	71.3	-1%	3%
South East Asia, Oceania and India	9.0	8.4	6%	19%	7.1	27%	28.8	32.4	-11%	-4%
North East Asia	5.2	7.1	-27%	-16%	3.8	36%	16.0	18.8	-15%	-9%
Other	8.8	9.7	-9%	13%	8.8	1%	37.7	39.7	-5%	5%
Of which IPR	3.3	3.5	-5%	-	3.1	6%	14.5	14.0	4%	-
Total	69.3	72.9	-5%	6%	56.2	23%	236.7	247.9	-5%	2%

Fourth quarter comments

Market Area Americas

Sales decreased by -1%* YoY. Networks sales declined by -3%* with North America broadly stable, following a strong Q4 2024, and lower volumes in Latin America, reflecting continued intense competition and reduced customer network investments. Cloud Software and Services sales increased by 8%*, supported by software growth in North America. Reported sales declined by -11% YoY.

Market Area Europe, Middle East and Africa

Sales grew by 13%* YoY, supported by project deliverables in mission critical networks in several markets. Network sales in Middle East and Africa grew strongly, driven primarily by ongoing network modernization in Saudi Arabia and Algeria, as well as a new 5G launch in Morocco. Network sales in Europe were stable, with the benefits from recent market share gains in the UK and a new 5G roll out in Turkey offset by the completion of modernization projects elsewhere. Cloud Software and Services sales increased across Europe and Middle East and Africa driven by core networks growth. Reported sales increased by 7%.

In the quarter, significant new agreements were announced with stc, to advance Saudi Arabia's digital infrastructure, and with Telia, to extend the RAN partnership in key markets.

Market Area South East Asia, Oceania and India

Sales increased by 19%* YoY. Networks sales grew, driven mainly by accelerated 5G deployments in Vietnam, partly offset by reduced network investment levels in India. Cloud Software and Services sales increased, reflecting the timing of project deliveries in India. Reported sales increased by 6% YoY.

Market Area North East Asia

Sales declined by -16%* YoY. Networks sales declined due to reduced customer investments in some 5G front-runner markets. Cloud Software and Services sales increased as a result of recent core networks contract wins and favorable timing of project deliverables. Reported sales declined by -27% YoY.

In the quarter, it was announced that Ericsson's Massive-MIMO radios had been deployed in DOCOMO's 5G network in Japan.

Market Area Other

Market area Other includes IPR licensing revenues and almost all sales in segment Enterprise. Sales increased by 13%*, with organic sales growth in Enterprise, a slight decline in IPR licensing revenues and a positive hedge effect. Reported sales decreased by -9% YoY.

In the quarter, a strategic partnership with LotusFlare was announced, to accelerate the adoption of network APIs.

Full-year comments

Market Area Americas

Sales increased by 4%* YoY. Networks sales increased by 3%*. Networks sales in North America grew, benefiting from increased market share and selective network investments by some large customers in the US and in Canada. In Latin America, sales declined due to continued intense competition and reduced customer network investments. Cloud Software and Services sales grew by 6%*, as a result of growth in core networks in North America. Reported sales declined by -3% YoY.

Market Area Europe, Middle East and Africa

Sales grew by 3%* YoY, supported by growth in mission critical networks. Networks sales in Middle East and Africa grew strongly, primarily driven by ongoing network modernization in Saudi Arabia and Algeria, as well as new 5G launches in Egypt and Morocco. Networks sales in Europe were stable, with the benefit of recent contract wins in the UK and Spain and a new 5G roll out in Turkey, offset by the completion of modernization projects elsewhere. Cloud Software and Services sales increased in Europe, driven by recent market share wins in the UK. Reported sales decreased by -1% YoY.

Market Area South East Asia, Oceania and India

Sales decreased by -4%* YoY. Networks sales declined, primarily due to reduced network investment levels in India, as well as increased competition in South East Asia. Sales in Cloud Software and Services grew primarily driven by timing of project deliverables. Reported sales decreased by -11% YoY.

Market Area North East Asia

Sales declined by -9%* YoY. Networks sales declined due to reduced customer investments in some 5G front-runner markets. Cloud Software and Services sales grew reflecting recent core networks contract wins. Reported sales declined by -15% YoY.

Market Area Other

Market area Other includes IPR licensing revenues and almost all sales in segment Enterprise. Sales increased by 5%* YoY, with sales growth in IPR licensing revenue and a favorable hedge effect. Reported sales decreased by -5% YoY.

Segment results

Mobile Networks – Segment Networks

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	44.2	46.8	-6%	35.4	25%	151.0	158.2	-5%
Of which IPR licensing revenues	2.7	2.9	-5%	2.6	6%	11.9	11.4	4%
Organic sales growth	-	-	4%	-	-	-	-	1%
Gross income	21.6	22.3	-3%	17.7	22%	75.1	73.6	2%
Gross margin	49.0%	47.7%	-	50.0%	-	49.7%	46.6%	-
EBIT	9.3	9.3	1%	7.1	32%	29.8	25.7	16%
EBIT margin	21.1%	19.8%	-	20.0%	-	19.7%	16.2%	-
EBITA	9.3	9.4	0%	7.1	32%	30.2	25.9	17%
EBITA margin	21.1%	20.0%	-	20.0%	-	20.0%	16.3%	-
Restructuring charges	-0.7	-0.7	-	-0.1	-	-1.0	-1.9	-
Adjusted financial measures								
Adjusted gross income	21.9	23.0	-5%	17.8	23%	75.5	74.7	1%
Adjusted gross margin	49.6%	49.1%	-	50.1%	-	50.0%	47.2%	-
Adjusted EBIT	10.0	10.0	0%	7.2	40%	30.8	27.6	12%
Adjusted EBIT margin	22.7%	21.4%	-	20.2%	-	20.4%	17.4%	-
Adjusted EBITA	10.1	10.1	-1%	7.2	40%	31.2	27.8	12%
Adjusted EBITA margin	22.8%	21.6%	-	20.3%	-	20.7%	17.5%	-

Breakdown of sales into products, services and IPR licensing is available in the back-end tables.

Fourth quarter comments

Net sales

Sales increased by 4%* YoY. Sales grew in market area Europe, Middle East and Africa as well as in South East Asia, Oceania and India, while sales declined in the other two market areas. Services sales grew, increasing sales mix share. Reported sales decreased by -6% YoY to SEK 44.2 (46.8) b., including a currency impact of SEK -4.4 b.

Sales growth in market area Europe, Middle East and Africa was driven by strong sales growth in Middle East and Africa, while sales in market area South East Asia, Oceania and India increased primarily due to growth in Vietnam. Sales in market area Americas declined slightly, primarily reflecting lower sales in Latin America. Sales declined across market area North East Asia, due to timing of network investments.

Gross income and margin

Adjusted gross margin increased to 49.6% (49.1%). Prior periods' cost-reduction actions and operational efficiency more than offset a negative impact from product mix. Adjusted gross income decreased to SEK 21.9 (23.0) b., as the benefit of a higher gross margin was offset by lower sales and a negative currency impact of SEK -2.3 b.

EBITA

Adjusted EBITA was stable at SEK 10.1 (10.1) b. Lower gross income was offset by lower operating expenses, benefiting from continued efficiency improvements and positive currency impacts. EBITA was also positively impacted by SEK 0.4 b. from the divestment of a minority interest. R&D investments remained stable, supporting the strategy of building the best high-performing, AI-native, programmable networks and maintaining technology leadership. Adjusted EBITA included a SEK -1.8 b. currency impact. The adjusted EBITA margin was 22.8% (21.6%).

Full-year comments

Net sales

Sales grew by 1%* YoY. Sales grew in market area Americas as well as in Europe, Middle East and Africa, while sales declined in the other two market areas. Reported sales decreased by -5% YoY to SEK 151.0 (158.2) b., including a currency impact of SEK -9.2 b.

In market area Americas, growth in North America was partly offset by a decline in Latin America. Sales growth in market area Europe, Middle East and Africa was driven by strong sales growth in Middle East and Africa. Sales declined in market area South East Asia, Oceania and India, primarily in India, and in market area North East Asia.

Gross income and margin

Adjusted gross margin increased to 50.0% (47.2%) as a result of continued cost-reduction actions and operational efficiency. Adjusted gross income increased to SEK 75.5 (74.7) b., despite lower net sales and a negative currency impact of SEK -5.0 b.

EBITA

Adjusted EBITA increased to SEK 31.2 (27.8) b. supported by higher gross income and lower operating expenses. Operating expenses decreased, benefiting from continued efficiency improvements and positive currency impacts. R&D investments remained stable, supporting the strategy of building the best high-performing, AI-native, programmable networks and maintaining technology leadership. Adjusted EBITA included a SEK -3.9 b. currency impact. The adjusted EBITA margin was 20.7% (17.5%).

Mobile Networks – Segment Cloud Software and Services

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	20.0	19.5	3%	15.3	31%	62.7	62.6	0%
Of which IPR licensing revenues	0.6	0.6	-5%	0.6	6%	2.6	2.5	4%
Organic sales growth	-	-	12%	-	-	-	-	6%
Gross income	8.6	7.2	19%	6.5	34%	26.1	23.0	14%
Gross margin	43.1%	37.2%	-	42.1%	-	41.7%	36.8%	-
EBIT (loss)	3.4	1.1	-	1.7	95%	6.0	-0.4	-
EBIT margin	16.8%	5.6%	-	11.2%	-	9.6%	-0.7%	-
EBITA (loss)	3.4	1.1	-	1.7	95%	6.0	-0.4	-
EBITA margin	16.8%	5.7%	-	11.2%	-	9.6%	-0.6%	-
Restructuring charges	-0.3	-0.7	-	-0.2	-	-1.2	-2.4	-
Adjusted financial measures								
Adjusted gross income	8.9	7.6	17%	6.7	33%	26.9	23.9	13%
Adjusted gross margin	44.3%	39.0%	-	43.6%	-	43.0%	38.2%	-
Adjusted EBIT	3.7	1.8	107%	1.9	94%	7.2	2.0	-
Adjusted EBIT margin	18.5%	9.2%	-	12.5%	-	11.4%	3.2%	-
Adjusted EBITA	3.7	1.8	106%	1.9	94%	7.2	2.0	-
Adjusted EBITA margin	18.6%	9.3%	-	12.5%	-	11.4%	3.2%	-

Breakdown of sales into products, services and IPR licensing is available in the back-end tables.

Fourth quarter comments

Net sales

Sales increased by 12%* YoY, driven by increased core networks sales across all market areas. Reported sales grew by 3% to SEK 20.0 (19.5) b., despite a currency impact of SEK -1.8 b. Services sales accounted for 58% (60%) of sales.

Sales grew in all market areas. The strongest growth was in market areas North East Asia and South East Asia, Oceania and India, driven by timing of project deliverables. In market area Europe, Middle East and Africa, sales grew in Africa and in Europe. In market area Americas, sales growth in North America was partly offset by lower sales in Latin America.

Gross income and margin

Adjusted gross margin increased to 44.3% (39.0%), supported by a favorable product mix, with a higher share of software sales. In addition, the margin benefited from improved delivery efficiency and enhanced delivery performance in customer projects. Adjusted gross income increased to SEK 8.9 (7.6) b. despite a SEK -0.9 b. currency impact.

EBITA

Adjusted EBITA was SEK 3.7 (1.8) b. supported by higher gross income and lower operating expenses, reflecting strong strategy execution. Operating expenses decreased, benefiting from continued efficiency improvements and positive currency impacts. Adjusted EBITA included a SEK -0.7 b. currency impact. The adjusted EBITA margin was 18.6% (9.3%).

Full-year comments

Net sales

Sales grew by 6%* YoY, as a result of increased core network sales across all market areas, driven by 5G core solutions. Reported sales were stable at SEK 62.7 (62.6) b. including a currency impact of SEK -3.4 b. Services sales accounted for 62% (64%) of sales.

Sales grew in all market areas. The strongest growth was in market area Americas, driven by good growth in North America, partly offset by lower sales in Latin America. Growth in market area Europe, Middle East and Africa was driven mainly by Europe. Sales growth in market South East Asia, Oceania and India was driven by India. In market area North East Asia, sales growth was driven by growth in Japan.

Gross income and margin

Adjusted gross margin increased to 43.0% (38.2%) benefiting from strong strategy execution with improved delivery efficiency and performance, with higher share of software sales and continued focus on commercial discipline. Adjusted gross income increased to SEK 26.9 (23.9) b. despite a SEK -1.5 b. currency impact.

EBITA

Adjusted EBITA increased to SEK 7.2 (2.0) b. supported by higher gross income and lower operating expenses, reflecting strong strategy execution. Operating expenses decreased, benefiting from continued efficiency improvements and positive currency impacts, more than offsetting the increased investments in technology leadership. Adjusted EBITA included a SEK -0.9 b. currency impact. The adjusted EBITA margin was 11.4% (3.2%).

Segment Enterprise

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	4.6	6.1	-25%	5.1	-9%	21.1	24.9	-15%
Of which Global Comms Platform (Vonage)	3.2	3.4	-7%	3.2	0%	12.9	14.8	-13%
Of which Enterprise Wireless Solutions	1.2	1.4	-14%	1.2	2%	4.8	4.9	-2%
Organic sales growth	-	-	2%	-	-	-	-	-5%
Gross income	2.4	3.3	-28%	2.6	-9%	11.4	12.8	-11%
Gross margin	52.1%	54.3%	-	51.6%	-	53.9%	51.4%	-
EBIT (loss)	-1.5	-1.9	-	6.6	-	3.2	-22.1	-
EBIT margin	-33.3%	-30.8%	-	131.5%	-	15.3%	-88.8%	-
EBITA (loss)	-1.1	-1.3	-	7.0	-	4.7	-4.5	-
EBITA margin	-24.5%	-21.8%	-	138.1%	-	22.3%	-18.0%	-
Restructuring charges	0.0	-0.2	-	0.0	-	-0.1	-0.5	-
Adjusted financial measures								
Adjusted gross income	2.4	3.3	-28%	2.6	-9%	11.4	12.8	-11%
Adjusted gross margin	52.1%	54.3%	-	51.6%	-	53.9%	51.5%	-
Global Comms Platform (Vonage)	46.7%	49.6%	-	46.2%	-	48.0%	44.8%	-
Enterprise Wireless Solutions	67.4%	57.5%	-	63.5%	-	63.0%	58.8%	-
Adjusted EBIT (loss)	-1.5	-1.7	-	6.7	-	3.4	-21.6	-
Adjusted EBIT margin	-33.2%	-28.3%	-	132.0%	-	16.0%	-86.8%	-
Adjusted EBITA (loss)	-1.1	-1.2	-	7.0	-	4.9	-4.0	-
Of which Global Comms Platform (Vonage) ¹	-0.6	-0.6	-	-0.6	-	-2.0	-2.0	-
Of which Enterprise Wireless Solutions ¹	-0.3	-0.5	-	-0.3	-	-1.3	-2.2	-
Adjusted EBITA margin	-24.4%	-19.3%	-	138.7%	-	23.0%	-16.0%	-

¹Common costs are included at segment level only (not distributed within the segment).

Fourth quarter comments

Net sales

Sales increased by 2%* YoY. Higher sales in Global Communications Platform were partly offset by a decline in Enterprise Wireless Solutions. Reported sales decreased by -25% YoY to SEK 4.6 (6.1) b., reflecting the divestment of iconectiv in Q3 2025 and a currency impact of SEK -0.5 b.

Sales in Global Communications Platform increased by 3%* YoY, benefiting from growth in CPaaS.

Sales in Enterprise Wireless Solutions declined by -3%* YoY, with growth in WWAN solutions offset by lower sales in Private 5G solutions, reflecting strong deliveries in the prior year period.

Gross income and margin

Adjusted gross margin decreased to 52.1% (54.3%), as the impact of the divestment of iconectiv in Q3 2025 and a change in business mix in Global Communications Platform were partly offset by higher gross margins in Enterprise Wireless Solutions. Adjusted gross income was SEK 2.4 (3.3) b., reflecting the divestment of iconectiv in Q3 2025 and a negative currency impact of SEK -0.3 b.

EBITA (loss)

Adjusted EBITA (loss) was SEK -1.1 (-1.2) b., with the impact of the divestment of iconectiv in Q3 2025 offset by operational improvements in Enterprise Wireless Solutions. The currency impact was SEK 0.0 b. Adjusted EBITA margin was -24.4% (-19.3%).

Full-year comments

Net sales

Sales declined by -5%* YoY. Growth in Enterprise Wireless Solutions was more than offset by a decline in Global Communications Platform. Reported sales decreased by -15% YoY to SEK 21.1 (24.9) b. reflecting the divestment of iconectiv in Q3 2025 and a currency impact of SEK -1.2 b.

Sales in Global Communications Platform declined by -7%* YoY, reflecting the 2024 decision to reduce activities in some countries as well as lower sales in legacy solutions.

Sales in Enterprise Wireless Solutions increased by 4%* YoY, with growth in WWAN solutions partly offset by lower sales in Private 5G solutions.

Gross income and margin

Adjusted gross margin increased to 53.9% (51.5%), benefiting from the decision to focus on more profitable markets in Global Communications Platform and a stronger product mix in Enterprise Wireless Solutions. Adjusted gross income decreased to SEK 11.4 (12.8) b. primarily reflecting the divestment of iconectiv in Q3 2025 and a negative currency impact of SEK -0.6 b.

EBITA (loss)

Adjusted EBITA (loss) was SEK 4.9 (-4.0) b. including the SEK 7.6 b. capital gain from the divestment of iconectiv as well as operational improvements in Enterprise Wireless Solutions. Adjusted EBITA included a SEK 0.0 b. currency impact. Adjusted EBITA margin was 23.0% (-16.0%).

Divested operations

In Q3 2025, iconectiv was divested and Aduna was deconsolidated. The contribution to Enterprise 2025 results from divested and deconsolidated operations was SEK 2.7 b. in net sales, SEK 1.8 b. in adjusted gross income, and SEK 8.8 b. in adjusted EBITA.

Segment Other

SEK b.	Q4 2025	Q4 2024	YoY change	Q3 2025	QoQ change	Jan-Dec 2025	Jan-Dec 2024	YoY change
Net sales	0.5	0.6	-16%	0.4	16%	1.8	2.2	-16%
Organic sales growth	-	-	-10%	-	-	-	-	-13%
Gross income	0.0	-0.2	-121%	0.0	-	0.1	-0.1	-
Gross margin	7.4%	-29.5%	-	0.0%	-	3.0%	-4.2%	-
EBIT (loss)	0.0	-0.5	-	-0.3	-	-0.4	1.2	-
EBIT margin	1.1%	-93.5%	-	-71.5%	-	-22.3%	53.6%	-
EBITA (loss)	0.0	-0.5	-	-0.3	-	-0.4	1.2	-
EBITA margin	1.1%	-93.5%	-	-71.3%	-	-22.3%	53.7%	-
Restructuring charges	0.0	0.0	-	0.0	-	0.0	-0.2	-
Adjusted financial measures								
Adjusted gross income	0.1	-0.1	-148%	0.0	-	0.1	0.0	-
Adjusted gross margin	13.0%	-22.7%	-	1.0%	-	4.8%	-1.5%	-
Adjusted EBIT (loss)	0.0	-0.5	-	-0.3	-	-0.4	1.3	-
Adjusted EBIT margin	8.0%	-85.9%	-	-70.6%	-	-20.2%	61.3%	-
Adjusted EBITA (loss)	0.0	-0.5	-	-0.3	-	-0.4	1.3	-
Adjusted EBITA margin	8.0%	-85.9%	-	-70.3%	-	-20.2%	61.4%	-

Fourth quarter comments

Net sales

Reported sales were SEK 0.5 (0.6) b.

Gross income and margin

Adjusted gross income was SEK 0.1 (-0.1) b. Adjusted gross margin was 13.0% (-22.7%).

EBITA (loss)

Adjusted EBITA (loss) was SEK 0.0 (-0.5) b.

Full-year comments

Net sales

Reported sales decreased to SEK 1.8 (2.2) b., primarily due to the divestment of the IoT business.

Gross income and margin

Adjusted gross income was SEK 0.1 (0.0) b. Adjusted gross margin was 4.8% (-1.5%).

EBITA (loss)

Adjusted EBITA (loss) was SEK -0.4 (1.3) b. 2024 included a one-time gain of SEK 1.9 b. from the resolution of a commercial dispute.

Cash flow and financial position

	Q4 2025	Q4 2024	Q3 2025	Jan-Dec 2025	Jan-Dec 2024
Free cash flow bridge, SEK b.					
Adjusted EBITA	12.7	10.2	15.8	42.9	27.2
Depreciation and amortization of non-acquired assets	1.7	2.1	1.8	7.3	7.9
Restructuring charges	-1.1	-1.6	-0.3	-2.3	-5.0
Changes in operating net assets	6.4	7.8	-0.5	0.4	22.8
Interest paid/received, taxes paid, and other	-3.2	-1.1	-8.9	-15.3	-6.6
Cash flow from operating activities	16.5	17.5	7.9	33.0	46.3
Net capex and other investing activities	-1.2	-1.1	-0.8	-4.1	-3.7
Repayment of lease liabilities	-0.5	-0.6	-0.5	-2.1	-2.5
Free cash flow before M&A	14.9	15.8	6.6	26.8	40.0
Cash flow from operating activities	16.5	17.5	7.9	33.0	46.3
Cash flow from investing activities	-5.0	-8.3	3.2	-11.4	-16.0
Cash flow from financing activities	-8.8	-5.4	-1.2	-14.2	-23.9

	Dec 31 2025	Dec 31 2024	Sep 30 2025
SEK b.			
Gross cash	93.9	75.9	88.4
- Borrowings, current	3.5	6.1	6.7
- Borrowings, non-current	29.2	31.9	29.9
Net cash	61.2	37.8	51.9
Equity	110.3	93.0	102.5
Equity ratio (%)	39.5%	31.8%	36.3%
Capital turnover (times)	1.5	1.5	1.5
Return on capital employed (%)	24.1%	2.6%	22.5%

Non-IFRS financial measures are reconciled at the end of this report to the most directly reconcilable line items in the financial statements.

Fourth quarter comments

Cash flow

Cash flow from operating activities was SEK 16.5 (17.5) b. driven by earnings. Operating net assets decreased, driven by increased provisions and accruals for variable pay, partly offset by a small increase in working capital.

Cash flow from operating activities decreased compared to the prior year period. Taxes paid were higher in 2025, mainly reflecting taxes on the iconectiv divestment gain, and working capital was stable.

Cash flow from investing activities was SEK -5.0 (-8.3) b. driven by net investments in interest-bearing securities.

Cash flow from financing activities was SEK -8.8 (-5.4) b. including the second tranche of dividend payments and the repayment of SEK 2.4 b. of maturing debt.

Financial position

Gross cash increased sequentially by SEK 5.5 b. to SEK 93.9 b. driven by positive free cash flow before M&A, partly offset by dividends paid and net repayment of debt facilities.

The average maturity of parent company borrowings was 3.0 years as of December 31, 2025, compared with 3.6 years as of December 31, 2024.

Net cash increased sequentially by SEK 9.4 b. to SEK 61.2 b.

Full-year comments

Cash flow

Cash flow from operating activities was SEK 33.0 (46.3) b. driven by earnings. Operating net assets remained broadly stable.

Cash flow from operating activities decreased compared to the prior year. While adjusted EBITA improved, prior year operating cash flow benefited from a strong working capital reduction.

Cash flow from investing activities was SEK -11.4 (-16.0) b. driven by net investments in interest-bearing securities, following the increase in gross cash, partly offset by the proceeds from the divestment of iconectiv.

Cash flow from financing activities was SEK -14.2 (-23.9) b. including SEK 9.5 b. of dividends paid. SEK 1.6 b. of commercial paper and SEK 2.4 b. of maturing debt that were repaid during the year were partly offset by the benefit of received collateral on derivatives.

Financial position

Gross cash increased by SEK 18.1 b. to SEK 93.9 b. driven by positive free cash flow before M&A and the proceeds from the iconectiv divestment, partly offset by dividends paid and a negative exchange rate translation effect on cash and cash equivalents. Ericsson had unutilized committed credit facilities of SEK 23.0 b. (USD 2.5 b.) as of December 31, 2025.

Net cash increased by SEK 23.4 b. to SEK 61.2 b.

Liabilities for post-employment benefits decreased in the year to SEK 18.6 b. from SEK 24.4 b. reflecting a higher Swedish discount rate. The Swedish defined benefit obligation (DBO) was calculated using a discount rate based on the yields of Swedish government bonds. If the discount rate had been based on Swedish covered mortgage bonds, the liability for post-employment benefits would have been approximately SEK 10.9 b., which is SEK 7.7 b. lower than current DBO.

Key data points

Market

Dell’Oro estimates that the global RAN equipment market will remain stable in 2026.
Source: Dell’Oro Mobile RAN Quarterly Report Q325, Nov 2025.

Ericsson

Net sales

Reported average seasonality last 3 years (2023–2025), %.

	Q4→Q1	Q1→Q2	Q2→Q3	Q3→Q4
Networks	-25%	+4%	+1%	+17%
Cloud Software and Services	-33%	+13%	+3%	+29%

Net sales may show large variations between quarters, including currency changes.

IPR licensing revenues

IPR licensing revenue growth opportunities remain, including from increased penetration of the smartphone market and from new applications.

In Q4 2025, recurring annual IPR licensing revenues were approximately SEK 13 b. On December 31, 2025, a smartphone licensing agreement with a Chinese vendor expired.

Optimizing the terms and value of new agreements and renewals will remain a priority.

Currency exposure

Rule of thumb: A 10% appreciation/depreciation in the USD vs. SEK would have a positive/negative impact of approximately 5% on net sales.

Amortization of intangible assets

Amortization of intangible assets is expected to be around SEK -0.5 b. per quarter, of which approximately SEK -0.4 b. related to segment Enterprise.

Restructuring charges

Restructuring charges for 2026 are expected to be at elevated levels.

Segments

Increased uncertainty remains on the outlook, both in terms of potential for further tariff changes and in the broader macroeconomic environment.

Networks

Sales growth in Q1 2026 is expected to be broadly similar to 3-year average seasonality.

Adjusted gross margin in Q1 2026 is expected to be in the range of 49% to 51%.

Cloud Software and Services

Sales growth in Q1 2026 is expected to be below 3-year average seasonality.

Enterprise

In 2025, the contribution to Enterprise results from divested and deconsolidated operations was SEK 2.7 b. in net sales, SEK 1.8 b. in adjusted gross income, and SEK 8.8 b. in adjusted EBITA.

Parent Company

Income after financial items January – December 2025, was SEK 31.3 (6.6) b.

At the end of the quarter, gross cash (cash, cash equivalents plus interest-bearing securities, current and non-current) amounted to SEK 77.8 (58.7) b.

There was a decrease in intercompany lending of SEK 0.8 b. and an increase in intercompany borrowing of SEK 17.2 b. in the quarter.

At the end of the year, non-restricted equity amounted to SEK 43.1 (22.3) billion, and total equity amounted to SEK 91.4 (70.6) b.

The holding of treasury stock on December 31, 2025, was 38,002,276 Class B shares.

Dividend, AGM, and Annual Report

The Ericsson Board of Directors has undertaken a review of the capital allocation priorities and balance sheet structure during 2025.

The capital allocation principles are; (1) Maintain technology leadership and ensure strong customer confidence through continued investments in R&D, even during periods of increased market volatility or low visibility; (2) Stable to progressive ordinary dividends; (3) Selective inorganic investments to complement the existing product portfolio and/or market footprint; and (4) Ensure capital discipline through distributing excess cash to shareholders.

Ericsson strives for a solid net cash position over time to secure its top priorities of technology leadership and customer confidence, while remaining committed to an investment grade credit rating.

Based on the review and the full-year 2025 results, and in line with the updated capital allocation principles, the Board has concluded there is excess cash available to distribute to shareholders.

The Board of Directors will propose to the Annual General Meeting (AGM) an ordinary dividend to shareholders of SEK 3.00 (2.85) per share for the financial year 2025. The dividend is proposed to be paid in two installments, SEK 1.50 per share with the record date April 2, 2026, and SEK 1.50 per share with the record date September 29, 2026. Should the Annual General Meeting decide in favor of the proposals, the payment of the dividend is expected to be made on April 9, 2026, and on October 2, 2026. The proposed dividend takes into consideration 2025 earnings, the balance sheet, future business plans, and expected economic developments.

Ericsson's Board of Directors will further propose to the AGM to authorize the Board to initiate a share buyback program to repurchase shares, with purchases expected to begin following the publication of the Q1 2026 report. The proposed program targets to return up to SEK 15 b. of cash to shareholders over the period extending to the 2027 Annual General Meeting at the latest, with a formal mandate to buy back a maximum of 10% of shares outstanding. The share repurchase is proposed to include Class B shares traded on Nasdaq Stockholm. The repurchased shares are expected to be canceled or partially used to fund approved LTV programs.

In total, the proposals amount to a potential distribution to shareholders of up to SEK 25.0 b. for the financial year 2025. Adjusted for the proposed shareholder distributions, the net cash position at year end 2025 remains at a solid level when considering future investments to maintain technology leadership.

Ericsson Annual General Meeting

The Annual General Meeting of shareholders will be held on March 31, 2026. Additional information about the Annual General Meeting of shareholders will be made available on Ericsson's website.

Annual Report

The annual report will be made public and available on the Ericsson website www.ericsson.com.

Other information

Legal proceedings involving governmental authorities

In February 2022, Ericsson publicly disclosed that an internal investigation in 2019 included a review of the conduct of Ericsson employees, vendors and suppliers in Iraq during the period between 2011 to 2019. The investigators could not determine the ultimate recipients of any payments, nor identify that any Ericsson employee was directly involved in financing terrorist organizations. The Company's 2019 internal Iraq investigation did not conclude that Ericsson made or was responsible for any payments to any terrorist organization.

The Company continues to fully cooperate with the DOJ in its investigation into matters discussed in the 2019 internal Iraq investigation report and related topics concerning jurisdictions including Iraq, and the Company is providing additional documents and other information which continue to be requested by the DOJ. As additional information continues to be identified and evaluated in continued cooperation with the DOJ during its ongoing investigation, it is expected that there will not be any conclusive determinations on the outcome until the investigation is completed. The scope and duration of the investigation remains uncertain.

In April 2019, Ericsson was informed by China's State Administration for Market Regulation Anti-monopoly Bureau (SAMR) that SAMR has initiated an investigation into Ericsson's patent licensing practices in China. Ericsson is cooperating with the investigation, which is still in a fact-finding phase. The next steps include continued fact-finding and meetings with SAMR in order to facilitate the authority's assessment and conclusions. In case of adverse findings, SAMR has the power to impose behavioral and financial remedies.

Legal proceedings not involving governmental authorities

In August 2022, a civil lawsuit was filed in the United States District Court for the District of Columbia against Telefonaktiebolaget LM Ericsson and Ericsson Inc. (collectively, the "Ericsson defendants"). The lawsuit was brought by US military service members, employees of US government contractors and other civilians who were killed or injured in terrorist attacks in Iraq, Afghanistan and Syria from 2005 to 2021, as well as by their family members. The lawsuit asserts claims against the Ericsson defendants under the U.S. Anti-Terrorism Act alleging that the Ericsson defendants made payments that ultimately aided the terrorist organizations that committed, planned or authorized the attacks. In November 2022, the Ericsson defendants filed a motion to dismiss the complaint. On December 20, 2022, plaintiffs filed an amended complaint, which added additional plaintiffs, including a plaintiff injured in Turkey, and also named Ericsson AB (collectively with the Ericsson defendants, the "Ericsson corporate defendants"), President and CEO Börje Ekholm and a former employee (who has not been served with process) as additional defendants and also asserted additional allegations and claims. In March 2023, the Ericsson corporate defendants and Mr. Ekholm filed motions to dismiss the amended complaint. Plaintiffs filed their oppositions to defendants' motions to dismiss the amended complaint in June 2023, and defendants filed reply briefs in support of their motions to dismiss in July 2023. All briefing has been submitted, and resolution of the matter is pending with the District Court. All defendants will continue to vigorously defend this matter.

In February 2024, a second civil lawsuit also alleging violations of the U.S. Anti-Terrorism Act was filed in the United States District Court for the District of Columbia. The lawsuit was filed by the same law firm and involves substantially similar factual allegations and claims as those made in the Anti-Terrorism Act lawsuit originally filed in August 2022, and similarly names the same Ericsson

corporate defendants, President and CEO Börje Ekholm and a former employee as defendants. The new lawsuit was brought by additional US military service members, employees of US government contractors and other civilians who were killed or injured in terrorist attacks in Iraq, Afghanistan, Syria, Turkey, Niger, and France from 2005 to 2021, as well as by their family members. The District Court for the District of Columbia has stayed the proceedings in this matter pending its decision on the motions to dismiss in the earlier-filed suit. The defendants will vigorously defend this matter.

In November 2025, a third civil lawsuit also alleging violations of the US Anti-Terrorism Act was filed in the US District Court for the District of Columbia. The lawsuit was filed by a law firm not involved in the August 2022 and February 2024 lawsuits and involves substantially similar factual allegations and claims to those made in the Anti-Terrorism Act lawsuits filed in August 2022 and February 2024, and similarly names the same Ericsson corporate defendants, CEO Börje Ekholm and a former employee as defendants. The new lawsuit was brought by additional US military service members, employees of US government contractors and other civilians who were killed or injured in terrorist attacks in France, Afghanistan, and Belgium from 2012 to 2018, as well as by their family members. The District Court for the District of Columbia has stayed the proceedings in this matter pending its decision on the motions to dismiss in the earlier-filed suit. The defendants will vigorously defend this matter.

Beginning on August 4, 2023, a number of civil lawsuits have been filed against Telefonaktiebolaget LM Ericsson in Solna District Court, Sweden. 93 claimants have filed suit, which are coordinated and financed by a UK-based litigation funder. The claimants consist of a group of non-Swedish funds and financial institutions that allegedly are or have been shareholders of the Company. Their damages claims are primarily based on alleged inadequate disclosure of the contents of the Company's 2019 internal Iraq investigation report. Ericsson filed its statement of defense on March 15, 2024. On February 14, 2025, the District Court ordered Ericsson to produce the 2019 internal Iraq investigation report to the claimants' external counsel. Ericsson appealed the decision and on August 15, 2025, the Court of Appeal overturned the District Court's decision. The claimants have appealed the decision to the Supreme Court. Proceedings on the merits of the case are stayed pending final resolution of the document production issue. Ericsson will continue to vigorously defend this matter.

The Company actively manages its IPR portfolio and its need for third-party licenses and is involved from time to time, in the ordinary course of business, in litigation related thereto, as plaintiff, defendant and other capacities.

In addition to the proceedings discussed above, the Company is, and in the future may be, involved in various other regulatory investigations, enforcement actions, lawsuits, claims (including claims by third-parties the Company has indemnified against infringement liability or provided guarantees to) and proceedings incidental to the ordinary course of business and transactions.

PRESS RELEASES

Nov 11, 2025	Ericsson announces change to the Executive Team
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POST-CLOSING EVENT

PRESS RELEASE Jan 15, 2026

[Ericsson announces proposed headcount reduction in Sweden](#)

Risk factors

Ericsson is exposed to a number of risks in its activities. To stimulate identification and support cross-functional treatment within the Ericsson Group, risks are grouped in a number of categories, including, for example, risks relating to technology, IPR, compliance, project execution, operations, products and services, treasury and accounting, the geopolitical environment, M&A, cybersecurity and occupational health and safety. Ericsson's risk management is embedded into strategy development and operational processes, and material Group risks are regularly assessed and reviewed by executives as required by Ericsson's Material Group Risk Protocol to ensure accountability, effectiveness, efficiency, business continuity and compliance. Risks are defined in both a short-term and long-term perspective and are related to long-term objectives and strategic direction as well as to short-term objectives. Risk factors and uncertainties of relevance to Ericsson are described in the Ericsson Annual Report 2024 and in the Annual Report on Form 20-F for the year ended December 31, 2024 (in the following, the "Annual Report 2024"). See also the risks set out in the section titled "Forward-looking statements."

Stockholm, January 23, 2026

Telefonaktiebolaget LM Ericsson

Börje Ekholm, President and CEO

Org. No. 556016-0680

Date for next report: April 17, 2026

Editor's note

Media and analyst briefing

Ericsson invites media, investors and analysts to a conference call and live video webcast at 09:00 AM CEST on January 23, 2026.

Link to the webcast, dial-in to audio conference, supporting material and replay will be available at:

www.ericsson.com/investors and
www.ericsson.com/newsroom

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Forward-looking statements

This report includes forward-looking statements. All statements other than statements of historical fact are forward-looking statements. The words "believe," "expect," "foresee," "anticipate," "assume," "intend," "likely," "projects," "may," "could," "plan," "estimate," "forecast," "will," "should," "would," "predict," "aim," "ambition," "seek," "potential," "target," "might," "continue," or, in each case, their negative or variations, and similar words or expressions are used to identify forward-looking statements. These statements are subject to risks and uncertainties that could cause actual results to differ materially and adversely from those expressed in, or implied or projected by, the forward-looking statements, including, in particular the following:

- Potential material additional liability resulting from past conduct, including allegations of past conduct that remains unresolved or unknown in multiple jurisdictions including Iraq, which remains the subject of ongoing investigations by Ericsson and US governmental authorities
- Risks related to internal controls and governance, including the potential to incur material liability in connection with internal controls surrounding payments made to third parties in connection with past conduct in multiple jurisdictions including Iraq which remains the subject of ongoing investigations by Ericsson and US governmental authorities
- The risk that the ongoing investigations by Ericsson and US governmental authorities result in a conclusion by Ericsson or US governmental authorities that the Company's past conduct included making or having responsibility for making payments to a terrorist organization or other improper payments, which could lead to material additional liability
- Risks related to our ongoing compliance with obligations under the National Security Agreement entered into in connection with Ericsson's acquisition of Vonage, which may adversely affect the Vonage business and subject the Company to additional liabilities
- Our goals, strategies, planning assumptions and operational or financial performance expectations
- Macroeconomic conditions, including inflationary pressures and effects on customer investments, market recovery and growth
- Ongoing geopolitical and trade uncertainty, including challenging global economic conditions, market trends and the imposition of tariffs and sanctions
- Continued growth of mobile communications, the success of our existing and targeted customer base, and our ability to maintain technology leadership
- Success in implementing key strategies, including improving profitability, capturing 5G market opportunities, capitalizing on network API and Enterprise opportunities, and expected benefits from restructuring activities
- Risks related to cybersecurity and privacy, security and data localization
- Industry trends, future characteristics and development of the markets in which we operate

- Risks of global operations, including legal and regulatory requirements and uncertainties, and unfavorable lawsuits and legal proceedings
- Our future liquidity, capital resources, capital expenditures, cost savings and profitability, and risks related to financial condition
- The expected demand for our existing and new products and services as well as plans to launch new products and services including research and development expenditures
- Our ability to deliver on future plans and achieve future growth
- The expected operational or financial performance of strategic cooperation activities and joint ventures
- Risks related to acquisitions and divestments that may be disruptive and incur significant expenses, including our ability to successfully consummate such transactions, protect the value of acquisitions during integration, or achieve the value anticipated with an acquisition
- Trends related to our industry, including our regulatory environment, competition and customer structure
- Intense competition from existing competitors, and new entrants, including vendor consolidation
- Limited number of third-party suppliers, large, multi-year agreements with limited number of key customers, and operator consolidation
- Risks related to intellectual property, key employees, and unforeseen risks and disruptions due to natural or man-made events
- Risks related to environmental, social and business conduct
- Extent of impairment impacts on cash flow and dividend capacity in future periods, which is assessed based on full-year performance and is impacted by a variety of factors, including earnings, business outlook and financial position
- Other factors included in our filings with the SEC, including the factors described throughout this report, included in the section Risk Factors, and in "Risk Factors" in the Annual Report 2024, as updated by subsequent reports filed with the SEC.

These forward-looking statements also represent our estimates, assumptions and expectations only as of the date that they were made, and to the extent they represent third-party data, we have not undertaken to independently verify such third-party data and do not intend to do so. Given these risks and uncertainties, readers are cautioned not to place undue reliance on such forward-looking statements and are urged to carefully review and consider the various disclosures made in this report and in other documents we file from time to time with our regulators that disclose risks and uncertainties that may affect our business. We expressly disclaim a duty to provide updates to these forward-looking statements, and the estimates and assumptions associated with them, after the date of this report, to reflect events or changes in circumstances or changes in expectations or the occurrence of anticipated events, whether as a result of new information, future events or otherwise, except as required by applicable law or stock exchange regulations.

Auditors' Review Report

Introduction

We have reviewed the condensed interim financial information (year-end report) of Telefonaktiebolaget LM Ericsson (publ.) as of December 31, 2025, and the twelve months period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the year-end report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this year-end report based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*.

A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that would make

us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the year-end report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Stockholm, January 23, 2026

Deloitte AB

Jonas Ståhlberg
Authorized Public Accountant

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Financial statements (unaudited)

Condensed consolidated income statement

SEK million	Note	Q4			Jan-Dec	
		2025	2024	Change	2025	2024
Net sales	2	69,285	72,913	-5%	236,681	247,880
Cost of sales		-36,580	-40,206	-9%	-124,013	-138,515
Gross income	2	32,705	32,707	0%	112,668	109,365
Research and development expenses ¹⁾		-13,098	-13,877	-6%	-48,852	-53,514
Selling and administrative expenses ¹⁾		-8,971	-10,512	-15%	-33,685	-51,657
Impairment reversals/losses on trade receivables		127	-2	-	239	-265
Operating expenses		-21,942	-24,391	-10%	-82,298	-105,436
Other operating income and expenses ²⁾		420	-50	-	8,210	630
Share of earnings of associated companies		-22	-308	-93%	54	-246
Earnings before financial items and income tax (EBIT)	2	11,161	7,958	40%	38,634	4,313
Financial income and expenses, net	3	-80	-391	-80%	-332	-1,724
Income after financial items		11,081	7,567	46%	38,302	2,589
Income tax ¹⁾		-2,510	-2,688	-7%	-9,588	-2,215
Net income		8,571	4,879	76%	28,714	374
Net income attributable to:						
Owners of the Parent Company		8,563	4,779		28,428	20
Non-controlling interests		8	100		286	354
Other information						
Average number of shares, basic (million)	8	3,333	3,333		3,333	3,332
Earnings per share, basic (SEK) ³⁾	8	2.57	1.44		8.53	0.01
Earnings per share, diluted (SEK) ^{3) 4)}	8	2.57	1.44		8.51	0.01

¹⁾ Jan-Dec 2024 includes an impairment of intangible assets reported in the second quarter, of which R&D expenses SEK -1.2 billion, SG&A expenses SEK -12.6 billion and Income tax SEK 3.7 billion.

²⁾ Jan-Dec 2025 includes a gain of SEK 7.6 billion due to the divestment of iconectiv, and one divestment of a minority interest in Q4 2025. Jan-Dec 2024 includes a goodwill impairment of SEK -1.3 billion reported in the second quarter, and a one-time gain of SEK 1.9 billion reported in the first quarter from the resolution of a commercial dispute.

³⁾ Based on net income attributable to owners of the Parent Company.

⁴⁾ Potential ordinary shares are not considered when their conversion to ordinary shares would improve earnings per share.

Condensed statement of comprehensive income

SEK million		Q4		Jan-Dec	
		2025	2024	2025	2024
Net income		8,571	4,879	28,714	374
Other comprehensive income					
<i>Items that will not be reclassified to profit or loss</i>					
Remeasurements of defined benefit pension plans		1,863	-371	6,744	877
Revaluation of credit risk on borrowings		32	-128	30	-567
Tax on items that will not be reclassified to profit or loss		-250	141	-1,380	-28
<i>Items that have been or may be reclassified to profit or loss</i>					
Cash flow hedge reserve					
Gains/losses arising during the period		363	-3,128	5,047	-3,892
Reclassification adjustments on gains/losses included in profit or loss		-481	249	-218	725
Translation reserves					
Changes in translation reserves		-1,794	5,188	-12,721	6,461
Reclassification to profit or loss		37	155	1,395	73
Share of other comprehensive income of associated companies		-29	29	-93	40
Tax on items that have been or may be reclassified to profit or loss		24	593	-995	652
Total other comprehensive income, net of tax		-235	2,728	-2,191	4,341
Total comprehensive income		8,336	7,607	26,523	4,715
Total comprehensive income attributable to:					
Owners of the Parent Company		8,367	7,619	26,125	4,515
Non-controlling interests		-31	-12	398	200

Condensed consolidated balance sheet

		Dec 31 2025	Dec 31 2024
SEK million	Note		
Assets			
Non-current assets			
Intangible assets			
Capitalized development expenses		3,866	4,593
Goodwill		46,882	56,077
Customer relationships, IPR and other intangible assets		5,631	7,954
Property, plant and equipment		8,789	10,545
Right-of-use assets		6,738	6,487
Financial assets			
Investments in associated companies		1,507	1,179
Other investments in shares and participations	5	1,909	2,029
Customer finance, non-current	5	238	190
Interest-bearing securities, non-current	5	37,298	19,440
Other financial assets, non-current	5	5,960	5,161
Deferred tax assets		16,851	24,412
		135,669	138,067
Current assets			
Inventories		23,451	27,125
Contract assets		7,333	6,924
Trade receivables	5	40,327	44,151
Customer finance, current	5	852	4,332
Current tax assets		5,030	6,083
Other current receivables		9,920	9,261
Interest-bearing securities, current	5	12,715	12,546
Cash and cash equivalents	5	43,926	43,885
		143,554	154,307
Total assets		279,223	292,374
Equity and liabilities			
Equity			
Stockholders' equity		109,535	94,284
Non-controlling interest in equity of subsidiaries		729	-1,301
		110,264	92,983
Non-current liabilities			
Post-employment benefits		18,648	24,448
Provisions, non-current	4	2,993	3,511
Deferred tax liabilities		152	1,295
Borrowings, non-current	5	29,165	31,904
Lease liabilities, non-current		5,772	5,363
Other non-current liabilities		1,292	996
		58,022	67,517
Current liabilities			
Provisions, current	4	5,691	8,204
Borrowings, current	5	3,538	6,137
Lease liabilities, current		1,789	2,132
Contract liabilities		36,867	41,229
Trade payables	5	26,335	30,173
Current tax liabilities		2,679	3,322
Other current liabilities		34,038	40,677
		110,937	131,874
Total equity and liabilities		279,223	292,374

Condensed consolidated statement of cash flows

SEK million	Note	Q4		Jan-Dec	
		2025	2024	2025	2024
Operating activities					
Net income		8,571	4,879	28,714	374
Adjustments for					
Taxes		2,724	2,563	10,074	2,540
Earnings/dividends in associated companies		27	387	57	459
Depreciation, amortization and impairment losses	6	2,185	2,815	9,241	25,734
Other		-735	528	-8,579	1,884
		12,772	11,172	39,507	30,991
Changes in operating net assets					
Inventories		3,667	2,876	929	10,208
Customer finance, current and non-current		406	-225	3,033	2,755
Trade receivables and contract assets		-3,288	-3,041	-4,301	2,576
Trade payables		1,568	2,580	462	496
Provisions and post-employment benefits		1,743	958	-1,435	-53
Contract liabilities		-2,913	-407	1,485	4,598
Other operating assets and liabilities, net		5,175	5,088	205	2,237
		6,358	7,829	378	22,817
Interest received		716	518	2,283	1,800
Interest paid		-407	-543	-2,205	-3,043
Taxes paid		-2,932	-1,463	-7,009	-6,304
Cash flow from operating activities		16,507	17,513	32,954	46,261
Investing activities					
Investments in property, plant and equipment	6	-849	-667	-2,630	-2,340
Sales of property, plant and equipment		56	14	192	116
Acquisitions/divestments of subsidiaries and other operations, net		338	-95	10,539	-311
Product development	6	-352	-323	-1,138	-1,300
Purchase of interest-bearing securities		-10,310	-6,642	-38,758	-19,622
Sales of interest-bearing securities		4,867	2,605	16,688	11,247
Other investing activities		1,216	-3,219	3,670	-3,742
Cash flow from investing activities		-5,034	-8,327	-11,437	-15,952
Financing activities					
Proceeds from issuance of borrowings		200	485	398	3,615
Repayment of borrowings		-3,001	-373	-3,538	-15,917
Sale of own shares	6	-	-	6	-
Dividends paid		-4,734	-4,514	-9,545	-9,233
Repayment of lease liabilities		-461	-626	-2,115	-2,492
Other financing activities		-853	-419	571	162
Cash flow from financing activities		-8,843	-5,447	-14,223	-23,865
Effect of exchange rate changes on cash		-1,399	2,823	-7,253	2,251
Net change in cash and cash equivalents		1,231	6,562	41	8,695
Cash and cash equivalents, beginning of period		42,695	37,323	43,885	35,190
Cash and cash equivalents, end of period		43,926	43,885	43,926	43,885

Condensed consolidated statement of changes in equity

SEK million	Jan-Dec	
	2025	2024
Opening balance	92,983	97,408
Total comprehensive income	26,523	4,715
Sale/repurchase of own shares	-116	-21
Share issue, net	116	21
Long-term variable compensation plans	179	93
Dividends to shareholders	-9,545	-9,233
Transactions with non-controlling interests	124	-
Closing balance	110,264	92,983

Condensed consolidated income statement – isolated quarters

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Cost of sales	-36,580	-29,462	-29,483	-28,488	-40,206	-33,609	-34,033	-30,667
Gross income	32,705	26,777	26,649	26,537	32,707	28,185	25,815	22,658
Research and development expenses ¹⁾	-13,098	-11,510	-12,212	-12,032	-13,877	-13,140	-14,926	-11,571
Selling and administrative expenses ¹⁾	-8,971	-7,913	-8,180	-8,621	-10,512	-9,380	-23,074	-8,691
Impairment reversals/losses on trade receivables	127	46	34	32	-2	78	-84	-257
Operating expenses	-21,942	-19,377	-20,358	-20,621	-24,391	-22,442	-38,084	-20,519
Other operating income and expenses ²⁾	420	7,715	67	8	-50	4	-1,299	1,975
Share of earnings of associated companies	-22	36	33	7	-308	27	49	-14
Earnings (loss) before financial items and income tax (EBIT)	11,161	15,151	6,391	5,931	7,958	5,774	-13,519	4,100
Financial income and expenses, net	-80	-212	34	-74	-391	-501	-361	-471
Income (loss) after financial items	11,081	14,939	6,425	5,857	7,567	5,273	-13,880	3,629
Income tax ³⁾	-2,510	-3,639	-1,799	-1,640	-2,688	-1,392	2,881	-1,016
Net income (loss)	8,571	11,300	4,626	4,217	4,879	3,881	-10,999	2,613
Net income (loss) attributable to:								
Owners of the Parent Company	8,563	11,149	4,567	4,149	4,779	3,814	-11,132	2,559
Non-controlling interests	8	151	59	68	100	67	133	54
Other information								
Average number of shares, basic (million)	3,333	3,333	3,333	3,333	3,333	3,333	3,332	3,331
Earnings (loss) per share, basic (SEK ³⁾	2.57	3.34	1.37	1.25	1.44	1.14	-3.34	0.77
Earnings (loss) per share, diluted (SEK ^{3) 4)}	2.57	3.33	1.37	1.24	1.44	1.14	-3.34	0.77

¹⁾ Q2 2024 includes an impairment of intangible assets, of which R&D expenses SEK -1.2 billion, SG&A expenses SEK -12.6 billion and income tax SEK 3.7 billion.

²⁾ Q4 2025 includes one divestment of a minority interest. Q3 2025 includes a gain of SEK 7.6 billion due to the divestment of iconectiv. Q2 2024 includes a one-time gain of SEK 1.9 billion from the resolution of a commercial dispute.

³⁾ Based on net income attributable to owners of the Parent Company.

⁴⁾ Potential ordinary shares are not considered when their conversion to ordinary shares would increase earnings per share.

Condensed consolidated statement of cash flows – isolated quarters

	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Isolated quarters, SEK million								
Operating activities								
Net income (loss)	8,571	11,300	4,626	4,217	4,879	3,881	-10,999	2,613
Adjustments for								
Taxes	2,724	3,647	1,949	1,754	2,563	1,397	-2,693	1,273
Earnings/dividends in associated companies	27	50	-22	2	387	110	-41	3
Depreciation, amortization and impairment losses	2,185	2,129	2,177	2,750	2,815	2,292	18,015	2,612
Other	-735	-7,549	-410	115	528	592	424	340
	12,772	9,577	8,320	8,838	11,172	8,272	4,706	6,841
Changes in operating net assets								
Inventories	3,667	-680	210	-2,268	2,876	1,358	3,239	2,735
Customer finance, current and non-current	406	372	391	1,864	-225	1,211	-365	2,134
Trade receivables and contract assets	-3,288	-889	188	-312	-3,041	3,524	1,857	236
Trade payables	1,568	1,102	-636	-1,572	2,580	-3	1,941	-4,022
Provisions and post-employment benefits	1,743	-565	-298	-2,315	958	955	304	-2,270
Contract liabilities	-2,913	-2,869	-1,329	8,596	-407	-117	-1,398	6,520
Other operating assets and liabilities, net	5,175	3,047	-1,187	-6,830	5,088	859	890	-4,600
	6,358	-482	-2,661	-2,837	7,829	7,787	6,468	733
Interest received	716	433	458	676	518	506	385	391
Interest paid	-407	-328	-699	-771	-543	-526	-677	-1,297
Taxes paid	-2,932	-1,261	-1,268	-1,548	-1,463	-1,642	-1,606	-1,593
Cash flow from operating activities	16,507	7,939	4,150	4,358	17,513	14,397	9,276	5,075
Investing activities								
Investments in property, plant and equipment	-849	-491	-561	-729	-667	-540	-699	-434
Sales of property, plant and equipment	56	57	40	39	14	36	42	24
Acquisitions/divestments of subs. and other operations, net	338	10,064	141	-4	-95	-62	-48	-106
Product development	-352	-286	-193	-307	-323	-264	-327	-386
Purchase of interest-bearing securities	-10,310	-9,633	-12,295	-6,520	-6,642	-5,517	-5,845	-1,618
Sales of interest-bearing securities	4,867	3,549	2,568	5,704	2,605	4,937	1,501	2,204
Other investing activities	1,216	-106	-562	3,122	-3,219	1,113	-611	-1,025
	-5,034	3,154	-10,862	1,305	-8,327	-297	-5,987	-1,341
Financing activities								
Proceeds from issuance of borrowings	200	-	198	-	485	1,161	2	1,967
Repayment of borrowings	-3,001	-26	-432	-79	-373	-5,127	-16	-10,401
Sale of own shares	6	-	-	-	-	-	-	-
Dividends paid	-4,734	-1	-4,810	-	-4,514	-8	-4,711	-
Repayment of lease liabilities	-461	-507	-554	-593	-626	-607	-658	-601
Other financing activities	-853	-643	2,127	-60	-419	356	-313	538
Cash flow from financing activities	-8,843	-1,177	-3,471	-732	-5,447	-4,225	-5,696	-8,497
Effect of exchange rate changes on cash	-1,399	-841	-787	-4,226	2,823	-1,288	-705	1,421
Net change in cash and cash equivalents	1,231	9,075	-10,970	705	6,562	8,587	-3,112	-3,342
Cash and cash equivalents, beginning of period	42,695	33,620	44,590	43,885	37,323	28,736	31,848	35,190
Cash and cash equivalents, end of period	43,926	42,695	33,620	44,590	43,885	37,323	28,736	31,848

Condensed Parent Company income statement

SEK million	Q4		Jan-Dec	
	2025	2024	2025	2024
Net sales	-	-	-	-
Cost of sales	-	-	-	-
Gross income	-	-	-	-
Operating expenses	-455	-337	-1,692	-1,320
Other operating income and expenses	644	582	2,600	4,827
EBIT	189	245	908	3,507
Financial net	2,259	10,411	30,408	3,138
Income after financial items	2,448	10,656	31,316	6,645
Transfers to (-) / from untaxed reserves	-528	-2,415	-528	-2,415
Income tax	15	180	-499	-488
Net income	1,935	8,421	30,289	3,742

Condensed Parent Company statement of comprehensive income

SEK million	Q4		Jan-Dec	
	2025	2024	2025	2024
Net income	1,935	8,421	30,289	3,742
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	1,935	8,421	30,289	3,742

Condensed Parent Company balance sheet

	Dec 31 2025	Dec 31 2024
SEK million		
Assets		
Fixed assets		
Intangible assets	151	160
Tangible assets	300	295
Financial assets ¹⁾	135,029	121,721
	135,480	122,176
Current assets		
Receivables	19,323	19,876
Short-term investments	12,651	12,222
Cash and cash equivalents	27,807	27,073
	59,781	59,171
Total assets	195,261	181,347
Stockholders' equity, provisions and liabilities		
Equity		
Restricted equity	48,351	48,235
Non-restricted equity	43,051	22,335
	91,402	70,570
Provisions	60	144
Non-current liabilities	29,164	31,884
Current liabilities	74,635	78,749
Total stockholders' equity, provisions and liabilities	195,261	181,347
¹⁾ Of which interest-bearing securities, non-current	37,298	19,439

Accounting policies and Explanatory notes (unaudited)

Note 1 – Accounting policies and Other changes

Accounting policies

The Group

This condensed consolidated interim financial report for the reporting period ended December 31, 2025, has been prepared in accordance with International Accounting Standard IAS 34 "Interim Financial Reporting". The term "IFRS Accounting Standards" used in this document refers to IFRS® Accounting standards as issued by the International Accounting Standards Board (IASB) as well as interpretations of these standards as issued by IASB's Standards Interpretation Committee (SIC) and IFRS Interpretations Committee (IFRIC). The accounting policies adopted are consistent with those of the annual report for the year ended December 31, 2024, and should be read in conjunction with that annual report. Amendments to IFRS Accounting Standards that became effective during 2025 do not have a material impact on the result and financial position of the Company.

Changes applied from Q1 2025

New market area structure implemented in Q1 2025

On February 25, 2025, it was announced that effective March 15, 2025, two new market areas are created – market area Americas and market area Europe, Middle East and Africa. This is done by merging market area Europe and Latin America, market area North America, and market area Middle East and Africa. From Q1 2025 the following market area structure is presented:

- Americas
- Europe, Middle East and Africa
- South East Asia, Oceania and India
- North East Asia

The financial reporting by market areas is reflecting the new structure and prior quarters have been restated accordingly.

Updated definitions of Alternative performance measures (APMs)

Starting from Q1 2025 the Company has decided to update the definitions of the following APMs. The Company believes the updated definitions better reflect the underlying results of the Company's operations over time.

- Return on capital employed (ROCE)
- Capital turnover (CTO)
- Inventory turnover days (ITO)
- Days sales outstanding (DSO)
- Days payables outstanding (DPO)
- Operating working capital days

The APMs are now based on a rolling average rather than an average of the beginning and the end of the period. Prior periods have been updated accordingly. In addition, Operating working capital has been added as an APM. For more information, see the APM section in this report.

Note 2 – Segment information

Net sales by segment by quarter

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	44,200	35,424	35,747	35,643	46,797	40,016	37,679	33,715
Of which Products	33,275	26,531	27,622	28,060	36,592	31,242	28,583	25,397
Of which Services	10,925	8,893	8,125	7,583	10,205	8,774	9,096	8,318
Cloud Software and Services	20,031	15,346	14,363	12,975	19,457	14,953	15,180	13,045
Of which Products	8,459	5,431	5,407	4,719	7,826	5,240	4,814	4,529
Of which Services	11,572	9,915	8,956	8,256	11,631	9,713	10,366	8,516
Enterprise	4,578	5,058	5,548	5,933	6,090	6,319	6,484	5,970
Other	476	411	474	474	569	506	505	595
Total	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Sequential change, percent								
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	25%	-1%	0%	-24%	17%	6%	12%	-25%
Of which Products	25%	-4%	-2%	-23%	17%	9%	13%	-27%
Of which Services	23%	9%	7%	-26%	16%	-4%	9%	-19%
Cloud Software and Services	31%	7%	11%	-33%	30%	-1%	16%	-33%
Of which Products	56%	0%	15%	-40%	49%	9%	6%	-36%
Of which Services	17%	11%	8%	-29%	20%	-6%	22%	-32%
Enterprise	-9%	-9%	-6%	-3%	-4%	-3%	9%	-11%
Other	16%	-13%	0%	-17%	12%	0%	-15%	-5%
Total	23%	0%	2%	-25%	18%	3%	12%	-26%
Year over year change, percent								
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	-6%	-11%	-5%	6%	4%	-4%	-11%	-21%
Of which Products	-9%	-15%	-3%	10%	5%	-2%	-13%	-21%
Of which Services	7%	1%	-11%	-9%	-1%	-10%	-6%	-19%
Cloud Software and Services	3%	3%	-5%	-1%	-1%	-4%	0%	-3%
Of which Products	8%	4%	12%	4%	11%	5%	-7%	2%
Of which Services	-1%	2%	-14%	-3%	-7%	-8%	4%	-5%
Enterprise	-25%	-20%	-14%	-1%	-9%	-5%	2%	0%
Other	-16%	-19%	-6%	-20%	-9%	-28%	-2%	-14%
Total	-5%	-9%	-6%	3%	1%	-4%	-7%	-15%
Year to date, SEK million								
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	151,014	106,814	71,390	35,643	158,207	111,410	71,394	33,715
Of which Products	115,488	82,213	55,682	28,060	121,814	85,222	53,980	25,397
Of which Services	35,526	24,601	15,708	7,583	36,393	26,188	17,414	8,318
Cloud Software and Services	62,715	42,684	27,338	12,975	62,635	43,178	28,225	13,045
Of which Products	24,016	15,557	10,126	4,719	22,409	14,583	9,343	4,529
Of which Services	38,699	27,127	17,212	8,256	40,226	28,595	18,882	8,516
Enterprise	21,117	16,539	11,481	5,933	24,863	18,773	12,454	5,970
Other	1,835	1,359	948	474	2,175	1,606	1,100	595
Total	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Year over year change, percent								
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	-5%	-4%	0%	6%	-8%	-12%	-16%	-21%
Of which Products	-5%	-4%	3%	10%	-7%	-12%	-17%	-21%
Of which Services	-2%	-6%	-10%	-9%	-9%	-12%	-13%	-19%
Cloud Software and Services	0%	-1%	-3%	-1%	-2%	-2%	-1%	-3%
Of which Products	7%	7%	8%	4%	3%	0%	-3%	2%
Of which Services	-4%	-5%	-9%	-5%	-4%	-3%	0%	-5%
Enterprise	-15%	-12%	-8%	-1%	-3%	-1%	1%	0%
Other	-16%	-15%	-14%	-20%	-14%	-16%	-9%	-14%
Total	-5%	-4%	-2%	3%	-6%	-9%	-11%	-15%

Gross income by segment by quarter

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	21,648	17,705	17,638	18,112	22,326	19,332	17,139	14,851
Cloud Software and Services	8,636	6,463	5,964	5,069	7,243	5,537	5,407	4,834
Enterprise	2,386	2,609	3,045	3,338	3,306	3,307	3,310	2,865
Other	35	0	2	18	-168	9	-41	108
Total	32,705	26,777	26,649	26,537	32,707	28,185	25,815	22,658

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	75,103	53,455	35,750	18,112	73,648	51,322	31,990	14,851
Cloud Software and Services	26,132	17,496	11,033	5,069	23,021	15,778	10,241	4,834
Enterprise	11,378	8,992	6,383	3,338	12,788	9,482	6,175	2,865
Other	55	20	20	18	-92	76	67	108
Total	112,668	79,963	53,186	26,537	109,365	76,658	48,473	22,658

EBIT (loss) by segment by quarter

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	9,318	7,075	6,376	7,040	9,267	7,492	4,750	4,156
Cloud Software and Services	3,364	1,721	840	71	1,099	-443	-728	-363
Enterprise	-1,526	6,649	-870	-1,014	-1,876	-1,201	-17,424	-1,582
Other	5	-294	45	-166	-532	-74	-117	1,889
Total	11,161	15,151	6,391	5,931	7,958	5,774	-13,519	4,100

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	29,809	20,491	13,416	7,040	25,665	16,398	8,906	4,156
Cloud Software and Services	5,996	2,632	911	71	-435	-1,534	-1,091	-363
Enterprise	3,239	4,765	-1,884	-1,014	-22,083	-20,207	-19,006	-1,582
Other	-410	-415	-121	-166	1,166	1,698	1,772	1,889
Total	38,634	27,473	12,322	5,931	4,313	-3,645	-9,419	4,100

Net sales by market area by quarter *

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Americas	22,928	19,837	19,809	20,859	25,836	23,484	19,902	16,519
Europe, Middle East and Africa ^{1) 2)}	23,350	16,730	16,193	14,475	21,865	16,893	17,265	15,287
South East Asia, Oceania and India	8,986	7,097	5,505	7,226	8,449	7,702	7,694	8,565
North East Asia	5,205	3,825	3,766	3,215	7,090	3,686	4,561	3,424
Other ^{1) 2)}	8,816	8,750	10,859	9,250	9,673	10,029	10,426	9,530
Total	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
^{1) Of which in Sweden}	1,374	863	686	461	597	432	583	729
^{2) Of which in EU}	10,663	8,213	8,223	7,566	10,935	8,157	8,606	7,566
Sequential change, percent								
Americas	16%	0%	-5%	-19%	10%	18%	20%	-11%
Europe, Middle East and Africa ^{1) 2)}	40%	3%	12%	-34%	29%	-2%	13%	-33%
South East Asia, Oceania and India	27%	29%	-24%	-14%	10%	0%	-10%	-27%
North East Asia	36%	2%	17%	-55%	92%	-19%	33%	-62%
Other ^{1) 2)}	1%	-19%	17%	-4%	-4%	-4%	9%	-1%
Total	23%	0%	2%	-25%	18%	3%	12%	-26%
^{1) Of which in Sweden}	59%	26%	49%	-23%	38%	-26%	-20%	115%
^{2) Of which in EU}	30%	0%	9%	-31%	34%	-5%	14%	-25%
Year over year change, percent								
Americas	-11%	-16%	0%	26%	38%	37%	11%	-17%
Europe, Middle East and Africa ^{1) 2)}	7%	-1%	-6%	-5%	-4%	-8%	-3%	-1%
South East Asia, Oceania and India	6%	-8%	-28%	-16%	-28%	-44%	-44%	-38%
North East Asia	-27%	4%	-17%	-6%	-22%	-31%	-10%	-22%
Other ^{1) 2)}	-9%	-13%	4%	-3%	1%	1%	7%	6%
Total	-5%	-9%	-6%	3%	1%	-4%	-7%	-15%
^{1) Of which in Sweden}	130%	100%	18%	-37%	76%	-5%	58%	19%
^{2) Of which in EU}	-2%	1%	-4%	0%	8%	4%	7%	-8%
Year to date, SEK million								
Americas	83,433	60,505	40,668	20,859	85,741	59,905	36,421	16,519
Europe, Middle East and Africa ^{1) 2)}	70,748	47,398	30,668	14,475	71,310	49,445	32,552	15,287
South East Asia, Oceania and India	28,814	19,828	12,731	7,226	32,410	23,961	16,259	8,565
North East Asia	16,011	10,806	6,981	3,215	18,761	11,671	7,985	3,424
Other ^{1) 2)}	37,675	28,859	20,109	9,250	39,658	29,985	19,956	9,530
Total	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
^{1) Of which in Sweden}	3,584	2,010	1,147	461	2,341	1,744	1,312	729
^{2) Of which in EU}	34,665	24,002	15,789	7,566	35,264	24,329	16,172	7,566
Year to date, year over year change, percent								
Americas	-3%	1%	12%	26%	16%	9%	-4%	-17%
Europe, Middle East and Africa ^{1) 2)}	-1%	-4%	-6%	-5%	-4%	-4%	-2%	-1%
South East Asia, Oceania and India	-11%	-17%	-22%	-16%	-39%	-42%	-41%	-38%
North East Asia	-15%	-7%	-13%	-6%	-22%	-21%	-15%	-22%
Other ^{1) 2)}	-5%	-4%	1%	-3%	4%	4%	6%	6%
Total	-5%	-4%	-2%	3%	-6%	-9%	-11%	-15%
^{1) Of which in Sweden}	45%	15%	-13%	-37%	32%	22%	34%	19%
^{2) Of which in EU}	-2%	-1%	-2%	0%	3%	1%	-1%	-8%

* Q1-Q3 2025 and 2024 have been restated to reflect changes in the market area structure. On February 25, 2025, the new market area structure was announced, and during Q4 2025 one additional country was added to Americas.

Net sales by market area by segment

SEK million	Q4 2025					Jan-Dec 2025				
	Networks	Cloud Software and Services	Enterprise	Other	Total	Networks	Cloud Software and Services	Enterprise	Other	Total
Americas	17,058	5,679	192	-1	22,928	64,700	18,248	486	-1	83,433
Europe, Middle East and Africa	14,486	8,618	246	0	23,350	42,485	27,387	876	0	70,748
South East Asia, Oceania and India	5,973	3,003	10	0	8,986	19,269	9,499	46	0	28,814
North East Asia	3,327	1,876	2	0	5,205	11,691	4,308	12	0	16,011
Other ¹¹	3,356	855	4,128	477	8,816	12,869	3,273	19,697	1,836	37,675
Total	44,200	20,031	4,578	476	69,285	151,014	62,715	21,117	1,835	236,681
Share of total	64%	29%	7%	0%	100%	64%	26%	9%	1%	100%

¹¹ Includes primarily IPR licensing revenues and a major part of segment Enterprise.

Sequential change, percent	Q4 2025				
	Networks	Cloud Software and Services	Enterprise	Other	Total
Americas	12%	25%	123%	-	16%
Europe, Middle East and Africa	46%	30%	45%	-	40%
South East Asia, Oceania and India	34%	14%	11%	-	27%
North East Asia	9%	140%	100%	-	36%
Other	19%	16%	-14%	16%	1%
Total	25%	31%	-9%	16%	23%

Year over year change, percent	Q4 2025					Jan-Dec 2025				
	Networks	Cloud Software and Services	Enterprise	Other	Total	Networks	Cloud Software and Services	Enterprise	Other	Total
Americas	-13%	-4%	-27%	-	-11%	-3%	-2%	-21%	-101%	-3%
Europe, Middle East and Africa	11%	0%	-6%	-	7%	0%	-1%	-7%	-100%	-1%
South East Asia, Oceania and India	4%	11%	-38%	-	6%	-17%	4%	24%	-	-11%
North East Asia	-40%	24%	-75%	-100%	-27%	-19%	4%	-33%	-100%	-15%
Other	19%	13%	-26%	-13%	-9%	13%	8%	-15%	-7%	-5%
Total	-6%	3%	-25%	-16%	-5%	-5%	0%	-15%	-16%	-5%

Top 5 countries in sales

Country, percentage of net sales ¹⁾	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
United States	36%	40%	44%	45%	39%	44%	38%	37%
India	5%	5%	4%	7%	4%	5%	6%	10%
United Kingdom	4%	4%	4%	4%	4%	4%	3%	4%
Japan	4%	3%	4%	3%	4%	3%	6%	4%
China	3%	3%	3%	3%	5%	3%	3%	3%

Country, percentage of net sales ¹⁾	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
United States	41%	43%	44%	45%	40%	40%	38%	37%
India	5%	5%	6%	7%	6%	7%	8%	10%
United Kingdom	4%	4%	4%	4%	4%	3%	3%	4%
Japan	4%	4%	4%	3%	4%	4%	5%	4%
China	3%	3%	3%	3%	4%	3%	3%	3%

¹⁾ Based on Jan-Dec 2025. Includes IPR licensing revenues.

IPR licensing revenues by segment by quarter

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	2,733	2,569	3,987	2,606	2,870	2,853	3,187	2,539
Cloud Software and Services	600	564	875	572	630	626	700	557
Total	3,333	3,133	4,862	3,178	3,500	3,479	3,887	3,096

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	11,895	9,162	6,593	2,606	11,449	8,579	5,726	2,539
Cloud Software and Services	2,611	2,011	1,447	572	2,513	1,883	1,257	557
Total	14,506	11,173	8,040	3,178	13,962	10,462	6,983	3,096

Note 3 – Financial income and expenses, net

Financial income and expenses, net

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Financial income	620	662	579	619	587	724	742	681
Financial expenses	-580	-735	-927	-805	-984	-991	-1,029	-1,099
Net foreign exchange gains/losses	-120	-139	382	112	6	-234	-74	-53
Total	-80	-212	34	-74	-391	-501	-361	-471

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Financial income	2,480	1,860	1,198	619	2,734	2,147	1,423	681
Financial expenses	-3,047	-2,467	-1,732	-805	-4,103	-3,119	-2,128	-1,099
Net foreign exchange gains/losses	235	355	494	112	-355	-361	-127	-53
Total	-332	-252	-40	-74	-1,724	-1,333	-832	-471

Note 4 – Provisions

Provisions

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Opening balance	7,823	8,652	9,093	11,715	10,544	10,200	10,065	11,706
Additions	3,005	847	1,830	1,055	3,329	2,761	2,472	783
Utilization	-1,605	-1,311	-1,853	-3,009	-1,830	-1,872	-1,448	-2,140
<i>Of which restructuring</i>	-721	-813	-837	-1,201	-1,201	-1,286	-755	-932
Reversal of excess amounts	-357	-370	-273	-256	-651	-333	-411	-364
Reclassification, translation difference and other	-182	5	-145	-412	323	-212	-478	80
Closing balance	8,684	7,823	8,652	9,093	11,715	10,544	10,200	10,065
<i>Of which restructuring</i>	1,889	1,710	2,429	2,720	3,872	3,897	3,757	2,953

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Opening balance	11,715	11,715	11,715	11,715	11,706	11,706	11,706	11,706
Additions	6,737	3,732	2,885	1,055	9,345	6,016	3,255	783
Utilization	-7,778	-6,173	-4,862	-3,009	-7,290	-5,460	-3,588	-2,140
<i>Of which restructuring</i>	-3,572	-2,851	-2,038	-1,201	-4,174	-2,973	-1,687	-932
Reversal of excess amounts	-1,256	-899	-529	-256	-1,759	-1,108	-775	-364
Reclassification, translation difference and other	-734	-552	-557	-412	-287	-610	-398	80
Closing balance	8,684	7,823	8,652	9,093	11,715	10,544	10,200	10,065
<i>Of which restructuring</i>	1,889	1,710	2,429	2,720	3,872	3,897	3,757	2,953

Note 5 – Financial risk management

There have been no changes to the fair value hierarchy categorization from that presented in the latest Annual Report. Where Level 2 and Level 3 fair value hierarchies apply, the inputs and valuation methods used remained unchanged. The book values and fair values of financial instruments are as follows:

Financial instruments

SEK billion	Dec 31				Dec 31			
	2025				2024			
	Fair value hierarchy level				Fair value hierarchy level			
	Carrying value	Level 1	Level 2	Level 3	Carrying value	Level 1	Level 2	Level 3
Assets at fair value through profit or loss								
Customer finance ¹	1.1	-	-	1.1	4.5	-	-	4.5
Interest-bearing securities	49.9	45.4	4.5	-	31.7	30.4	1.3	-
Cash equivalents ²	25.3	-	25.3	-	24.3	0.3	24.0	-
Other financial assets	1.9	-	-	1.9	2.7	0.8	-	1.9
Other current assets	2.9	-	2.9	-	0.2	-	0.2	-
Assets at fair value through OCI								
Trade receivables	40.3	-	-	40.3	44.2	-	-	44.2
Assets at amortized costs								
Interest-bearing securities	0.1	-	-	-	0.3	-	-	-
Other financial assets	0.1	-	-	-	0.3	-	-	-
Total financial assets	121.6				108.2			
Financial liabilities at designated FVTPL								
Parent company borrowings	-29.6	-18.8	-10.8	-	-35.7	-19.7	-16.0	-
Financial liabilities at FVTPL								
Other current liabilities	-0.2	-	-0.2	-	-3.3	-	-3.3	-
Liabilities at amortized cost								
Trade payables	-26.3	-	-	-	-30.2	-	-	-
Borrowings	-3.1	-	-	-	-2.3	-	-	-
Total financial liabilities	-59.2				-71.5			

¹⁾ Year to date movements of customer finance receivables are as follows: additions of SEK 18.1 billion, disposals and repayments of SEK 21.2 billion and revaluation loss of SEK 0.3 billion.

²⁾ Total Cash and cash equivalent is SEK 43.9 (43.9) billion, of which SEK 25.3 (24.3) billion relating to Cash equivalents are presented in the table above.

Exchange rates used in the consolidation

	Jan-Dec	
	2025	2024
SEK/EUR - closing rate	10.82	11.49
SEK/USD - closing rate	9.19	10.99

Note 6 – Cash flow

Information on investments

Investments in assets subject to depreciation, amortization, impairment and write-downs

	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Isolated quarters, SEK million								
Additions								
Property, plant and equipment	849	491	561	729	667	540	699	434
Capitalized development expenses	352	286	193	307	323	264	327	386
IPR, brands and other intangible assets	48	81	301	57	93	78	45	1
Total	1,249	858	1,055	1,093	1,083	882	1,071	821
Depreciation, amortization and impairment losses								
Property, plant and equipment	814	812	826	1,029	1,117	924	1,161	941
Capitalized development expenses	446	449	451	444	409	410	349	312
Goodwill, IPR, brands and other intangible assets	439	365	373	721	666	429	15,945	793
Right-of-use assets	486	503	527	556	623	529	560	566
Total	2,185	2,129	2,177	2,750	2,815	2,292	18,015	2,612
<hr/>								
Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Additions								
Property, plant and equipment	2,630	1,781	1,290	729	2,340	1,673	1,133	434
Capitalized development expenses	1,138	786	500	307	1,300	977	713	386
IPR, brands and other intangible assets	487	439	358	57	217	124	46	1
Total	4,255	3,006	2,148	1,093	3,857	2,774	1,892	821
Depreciation, amortization and impairment losses								
Property, plant and equipment	3,481	2,667	1,855	1,029	4,143	3,026	2,102	941
Capitalized development expenses	1,790	1,344	895	444	1,480	1,071	661	312
Goodwill, IPR, brands and other intangible assets	1,898	1,459	1,094	721	17,833	17,167	16,738	793
Right-of-use assets	2,072	1,586	1,083	556	2,278	1,655	1,126	566
Total	9,241	7,056	4,927	2,750	25,734	22,919	20,627	2,612

Note 7 – Contingent liabilities and Assets pledged as collateral

Contingent liabilities and Assets pledged as collateral

	Dec 31	Dec 31
SEK million	2025	2024
Contingent liabilities	4,091	3,559
Assets pledged as collateral	8,695	9,438

Note 8 – Share information

Number of shares and earnings per share

	Q4		Jan-Dec	
	2025	2024	2025	2024
Number of shares, end of period (million)	3,371	3,348	3,371	3,348
Of which class A-shares (million)	262	262	262	262
Of which class B-shares (million)	3,110	3,086	3,110	3,086
Number of treasury shares, end of period (million)	38	16	38	16
Number of shares outstanding, basic, end of period (million)	3,333	3,333	3,333	3,333
Numbers of shares outstanding, diluted, end of period (million)	3,342	3,339	3,342	3,339
Average number of treasury shares (million)	38	16	31	15
Average number of shares outstanding, basic (million)	3,333	3,333	3,333	3,332
Average number of shares outstanding, diluted (million) ¹⁾	3,342	3,339	3,342	3,339
Earnings per share, basic (SEK) ²⁾	2.57	1.44	8.53	0.01
Earnings per share, diluted (SEK) ¹⁾	2.57	1.44	8.51	0.01

¹⁾ Potential ordinary shares are not considered when their conversion to ordinary shares would increase earnings per share.

²⁾ Based on net income attributable to owners of the Parent Company.

The AGM 2025 resolved to issue 23,100,000 Class C shares for the Long-Term Variable Compensation Programs LTV II 2025 and LTV 2024 for Ericsson's executive team and other executives. In accordance with an authorization from the AGM, the Board of Directors resolved to repurchase the new issued shares, which were subsequently converted into Class B shares. The quotient value of the repurchased shares was SEK 5.00, totalling SEK 115.5 million.

The proposed dividend for 2024 of SEK 2.85 per share was approved by the AGM on March 25, 2025. The dividend was paid in two installments. The first dividend payment of SEK 1.43 per share was made with the record date of March 27, 2025, with a payment date of April 1, 2025. The second dividend payment of SEK 1.42 per share was made with the record date September 29, 2025, with a payment date of October 2, 2025.

Note 9 – Employee information

Number of employees

End of period	2025				2024 ²⁾			
	Dec 31	Sep 30	Jun 30	Mar 31	Dec 31	Sep 30	Jun 30	Mar 31
Americas	15,050	15,346	15,926	15,857	16,034	16,554	16,791	17,051
Europe, Middle East and Africa ¹⁾	39,045	39,489	40,413	40,677	41,387	41,993	43,017	42,989
South East Asia, Oceania and India	25,189	25,358	25,591	25,991	26,389	26,327	26,558	27,016
North East Asia	9,542	9,705	10,007	10,341	10,426	11,110	11,619	12,084
Total	88,826	89,898	91,937	92,866	94,236	95,984	97,985	99,140
¹⁾ Of which in Sweden	12,806	12,967	13,476	13,222	13,420	13,633	14,109	13,849

²⁾ 2024 has been restated to reflect the changes in the market area structure, see note 1 "Accounting policies and Other changes" for more information.

Note 10 – Information on non-adjusting event

On January 15, 2026, Ericsson announced a proposed headcount reduction in Sweden. Ericsson has submitted a notice to the Swedish Public Employment Service. Approximately 1,600 positions could be impacted in Sweden.

Alternative performance measures (unaudited)

In this section, the Company presents its Alternative Performance Measures (APMs), which are not recognized measures of financial performance under IFRS. The presentation of APMs has limitations as analytical tools and should not be considered in isolation or as a substitute for related financial measures prepared in accordance with IFRS.

APMs are presented to enhance an investor's evaluation of ongoing operating results, to aid in forecasting future periods and to facilitate meaningful comparison of results between periods.

Management uses these APMs to, among other things, evaluate ongoing operations in relation to historical results, for internal planning and forecasting purposes and in the calculation of certain performance-based compensation. APMs should not be viewed as substitutes for income statement or cash flow items computed in accordance with IFRS.

This section also includes a reconciliation of the APMs to the most directly reconcilable line items in the financial statements. For more

information about non-IFRS key operating measures, see Ericsson Annual Report 2024.

From Q1 2025, the definition of Return on capital employed (ROCE) and Capital turnover (CTO) have been updated and is based on a rolling average rather than an average of the beginning and the end of the period. Prior periods have been updated accordingly. Operating working capital has been added as an APM.

From Q1 2025, the definitions of Inventory turnover days (ITO), Days sales outstanding (DSO), Days payables outstanding (DPO) and Operating working capital days have been updated and can be found in the end of this report. Prior periods have been updated accordingly.

The Company believes the updated definitions better reflect the underlying results of the Company's operations over time

Sales growth adjusted for comparable units and currency

Sales growth adjusted for the impact of acquisitions and divestments as well as the effects of foreign currency fluctuations. Also named organic sales growth.

	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Isolated quarters, year over year change								
Reported net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Acquired business	-	-	-	-	-	-	-	-
Net FX impact	6,801	4,213	4,672	-1,817	683	1,832	22	740
Comparable net sales, excluding FX impact	76,086	60,452	60,804	53,208	73,596	63,626	59,870	54,065
Comparable quarter net sales adj. for acq/div business	71,474	61,794	59,848	53,325	71,881	64,473	64,444	62,553
Organic sales growth (%)	6%	-2%	2%	0%	2%	-1%	-7%	-14%
Year to date, year over year change								
Reported net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Acquired business	-	-	-	-	-	-	-	-
Net FX impact	13,869	7,068	2,855	-1,817	3,277	2,594	762	740
Comparable net sales, excluding FX impact	250,550	174,464	114,012	53,208	251,157	177,561	113,935	54,065
Comparable quarter net sales adj. for acq/div business	246,441	174,967	113,173	53,325	263,351	191,470	126,997	62,553
Organic sales growth (%)	2%	0%	1%	0%	-5%	-7%	-10%	-14%

Items excluding restructuring charges and impairments of goodwill and intangible assets

Gross income, operating expenses, and EBIT are presented excluding restructuring charges, and for certain measures, as a percentage of net sales. EBIT is also presented excluding restructuring charges and impairments of goodwill and intangible assets.

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Gross income	32,705	26,777	26,649	26,537	32,707	28,185	25,815	22,658
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Gross margin (%)	47.2%	47.6%	47.5%	48.2%	44.9%	45.6%	43.1%	42.5%
Gross income	32,705	26,777	26,649	26,537	32,707	28,185	25,815	22,658
Restructuring charges included in cost of sales	538	271	310	158	1,034	424	466	122
Adjusted gross income	33,243	27,048	26,959	26,695	33,741	28,609	26,281	22,780
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Adjusted gross margin (%)	48.0%	48.1%	48.0%	48.5%	46.3%	46.3%	43.9%	42.7%
Operating expenses	-21,942	-19,377	-20,358	-20,621	-24,391	-22,442	-38,084	-20,519
Restructuring charges included in R&D expenses	300	-41	300	20	358	966	805	-10
Restructuring charges included in selling and administrative expenses	259	73	46	103	234	163	357	93
Operating expenses excluding restructuring charges	-21,383	-19,345	-20,012	-20,498	-23,799	-21,313	-36,922	-20,436
EBIT (loss)	11,161	15,151	6,391	5,931	7,958	5,774	-13,519	4,100
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
EBIT margin (%)	16.1%	26.9%	11.4%	10.8%	10.9%	9.3%	-22.6%	7.7%
EBIT (loss)	11,161	15,151	6,391	5,931	7,958	5,774	-13,519	4,100
Total restructuring charges	1,097	303	656	281	1,626	1,553	1,628	205
Adjusted EBIT (loss)	12,258	15,454	7,047	6,212	9,584	7,327	-11,891	4,305
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Adjusted EBIT margin (%)	17.7%	27.5%	12.6%	11.3%	13.1%	11.9%	-19.9%	8.1%
Adjusted EBIT (loss)	12,258	15,454	7,047	6,212	9,584	7,327	-11,891	4,305
Impairment of goodwill and intangible assets	-	-	-	-	213	-	15,120	-
Adjusted EBIT excluding impairments of goodwill and intangible assets	12,258	15,454	7,047	6,212	9,797	7,327	3,229	4,305
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Adjusted EBIT margin excluding impairments of goodwill and intangible assets (%)	17.7%	27.5%	12.6%	11.3%	13.4%	11.9%	5.4%	8.1%
Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Gross income	112,668	79,963	53,186	26,537	109,365	76,658	48,473	22,658
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Gross margin (%)	47.6%	47.8%	47.8%	48.2%	44.1%	43.8%	42.8%	42.5%
Gross income	112,668	79,963	53,186	26,537	109,365	76,658	48,473	22,658
Restructuring charges included in cost of sales	1,277	739	468	158	2,046	1,012	588	122
Adjusted gross income	113,945	80,702	53,654	26,695	111,411	77,670	49,061	22,780
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Adjusted gross margin (%)	48.1%	48.2%	48.3%	48.5%	44.9%	44.4%	43.4%	42.7%
Operating expenses	-82,298	-60,356	-40,979	-20,621	-105,436	-81,045	-58,603	-20,519
Restructuring charges included in R&D expenses	579	279	320	20	2,119	1,761	795	-10
Restructuring charges included in selling and administrative expenses	481	222	149	103	847	613	450	93
Operating expenses excluding restructuring charges	-81,238	-59,855	-40,510	-20,498	-102,470	-78,671	-57,358	-20,436
EBIT (loss)	38,634	27,473	12,322	5,931	4,313	-3,645	-9,419	4,100
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
EBIT margin (%)	16.3%	16.4%	11.1%	10.8%	1.7%	-2.1%	-8.3%	7.7%
EBIT (loss)	38,634	27,473	12,322	5,931	4,313	-3,645	-9,419	4,100
Total restructuring charges	2,337	1,240	937	281	5,012	3,386	1,833	205
Adjusted EBIT (loss)	40,971	28,713	13,259	6,212	9,325	-259	-7,586	4,305
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Adjusted EBIT margin (%)	17.3%	17.2%	11.9%	11.3%	3.8%	-0.1%	-6.7%	8.1%
Adjusted EBIT (loss)	40,971	28,713	13,259	6,212	9,325	-259	-7,586	4,305
Impairment of goodwill and intangible assets	-	-	-	-	15,333	15,120	15,120	-
Adjusted EBIT excluding impairments of goodwill and intangible assets	40,971	28,713	13,259	6,212	24,658	14,861	7,534	4,305
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Adjusted EBIT margin excluding impairments of goodwill and intangible assets (%)	17.3%	17.2%	11.9%	11.3%	9.9%	8.5%	6.7%	8.1%

EBITA and EBITA margin / Adjusted EBITA and Adjusted EBITA margin

Earnings before interest, income tax, amortizations and write-downs of acquired intangibles (including goodwill) also expressed as a percentage of net sales.

Adjusted EBITA also expressed as a percentage of net sales.

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net income (loss)	8,571	11,300	4,626	4,217	4,879	3,881	-10,999	2,613
Income tax	2,510	3,639	1,799	1,640	2,688	1,392	-2,881	1,016
Financial income and expenses, net	80	212	-34	74	391	501	361	471
Amortizations and write-downs of acquired intangibles	440	365	372	721	665	429	15,945	793
Of which segment Enterprise	406	338	346	389	549	378	15,916	762
EBITA	11,601	15,516	6,763	6,652	8,623	6,203	2,426	4,893
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
EBITA margin (%)	16.7%	27.6%	12.0%	12.1%	11.8%	10.0%	4.1%	9.2%
Restructuring charges	1,097	303	656	281	1,626	1,553	1,628	205
Adjusted EBITA	12,698	15,819	7,419	6,933	10,249	7,756	4,054	5,098
Adjusted EBITA margin (%)	18.3%	28.1%	13.2%	12.6%	14.1%	12.6%	6.8%	9.6%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Net income (loss)	28,714	20,143	8,843	4,217	374	-4,505	-8,386	2,613
Income tax	9,588	7,078	3,439	1,640	2,215	-473	-1,865	1,016
Financial income and expenses, net	332	252	40	74	1,724	1,333	832	471
Amortizations and write-downs of acquired intangibles	1,898	1,458	1,093	721	17,832	17,167	16,738	793
Of which segment Enterprise	1,479	1,073	735	389	17,605	17,056	16,678	762
EBITA	40,532	28,931	13,415	6,652	22,145	13,522	7,319	4,893
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
EBITA margin (%)	17.1%	17.3%	12.1%	12.1%	8.9%	7.7%	6.5%	9.2%
Restructuring charges	2,337	1,240	937	281	5,012	3,386	1,833	205
Adjusted EBITA	42,869	30,171	14,352	6,933	27,157	16,908	9,152	5,098
Adjusted EBITA margin (%)	18.1%	18.0%	12.9%	12.6%	11.0%	9.7%	8.1%	9.6%

Additionally, Ericsson provides forward-looking targets for adjusted EBITA margin and Free cash flow before M&A as a percentage of net sales, which are non-IFRS financial measures. Ericsson has not provided quantitative reconciliation of these targets to the most directly comparable IFRS measures because certain information needed to reconcile these non-IFRS financial measures to the most comparable IFRS financial measures are dependent on specific items or impacts that are not yet determined, are subject to incarceration and variability in timing and amount due to their nature, are outside of Ericsson's control or cannot be predicted, including items and impacts such as currency exchange rate changes, acquisitions and disposals, and charges such as impairments or acquisition related charges. Accordingly, reconciliation of these non-IFRS forward-looking financial measures are not available without unreasonable efforts. Such unavailable reconciling items could significantly impact our results of operations and financial condition.

Rolling four quarters of net sales and adjusted EBITA margin (%)

Net sales, EBITA margin and restructuring charges as a sum of last four quarters.

Rolling four quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net sales	236,681	240,309	245,864	249,580	247,880	246,848	249,527	254,123
EBITA	40,532	37,554	28,241	23,904	22,145	20,216	17,841	15,957
Restructuring charges	2,337	2,866	4,116	5,088	5,012	4,906	4,241	5,746
Adjusted EBITA	42,869	40,420	32,357	28,992	27,157	25,122	22,082	21,703
Adjusted EBITA margin (%)	18.1%	16.8%	13.2%	11.6%	11.0%	10.2%	8.8%	8.5%

Gross cash and net cash, end of period

Gross cash: Cash and cash equivalents plus interest-bearing securities (current and non-current).

Net cash: Cash and cash equivalents plus interest-bearing securities (current and non-current) less borrowings (current and non-current).

SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Cash and cash equivalents	43,926	42,695	33,620	44,590	43,885	37,323	28,736	31,848
+ Interest-bearing securities, current	12,715	8,345	6,790	5,147	12,546	10,063	13,838	8,948
+ Interest-bearing securities, non-current	37,298	37,370	32,859	24,436	19,440	14,806	11,146	11,177
Gross cash, end of period	93,939	88,410	73,269	74,173	75,871	62,192	53,720	51,973
- Borrowings, current	3,538	6,680	7,285	5,597	6,137	3,134	8,067	8,491
- Borrowings, non-current	29,165	29,872	29,944	29,929	31,904	33,524	32,520	32,675
Net cash, end of period	61,236	51,858	36,040	38,647	37,830	25,534	13,133	10,807

Capital employed

Total assets less non-interest-bearing provisions and liabilities (which includes non-current provisions, deferred tax liabilities, contract liabilities, other non-current liabilities, current provisions, trade payables, current tax liabilities and other current liabilities).

SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Total assets	279,223	282,476	270,555	277,978	292,374	272,450	278,486	299,523
Less: Non-interest-bearing provisions and liabilities								
Provisions, non-current	2,993	2,478	2,365	2,541	3,511	3,036	2,642	3,952
Deferred tax liabilities	152	1,349	1,390	1,365	1,295	1,255	1,295	3,999
Other non-current liabilities	1,292	899	870	888	996	889	865	839
Provisions, current	5,691	5,345	6,287	6,552	8,204	7,508	7,558	6,113
Contract liabilities	36,867	40,642	44,370	46,757	41,229	39,540	40,704	42,538
Trade payables	26,335	25,352	24,804	26,450	30,173	25,888	26,731	25,305
Current tax liabilities	2,679	6,069	3,609	2,664	3,322	3,821	3,710	3,810
Other current liabilities	34,038	34,605	32,521	41,655	40,677	36,903	38,485	35,786
Capital employed	169,176	165,737	154,339	149,106	162,967	153,610	156,496	177,181

Capital turnover

Rolling four quarters of net sales divided by five-point average for capital employed.

The definition is updated from Q1 2025. Prior periods are updated accordingly. Refer to the clarification provided at the beginning of the APM section.

SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Net sales, rolling four quarters	236,681	240,309	245,864	249,580	247,880	246,848	249,527	254,123
Average capital employed, rolling five quarters								
Capital employed at end of period -4	162,967	153,610	156,496	177,181	177,965	170,926	197,676	195,403
Capital employed at end of period -3	149,106	162,967	153,610	156,496	177,181	177,965	170,926	197,676
Capital employed at end of period -2	154,339	149,106	162,967	153,610	156,496	177,181	177,965	170,926
Capital employed at end of period -1	165,737	154,339	149,106	162,967	153,610	156,496	177,181	177,965
Capital employed at end of period	169,176	165,737	154,339	149,106	162,967	153,610	156,496	177,181
Average capital employed, rolling five quarters	160,265	157,152	155,304	159,872	165,644	167,236	176,049	183,830
Capital turnover (times)	1.5	1.5	1.6	1.6	1.5	1.5	1.4	1.4

Return on capital employed

Rolling four quarters of EBIT divided by five-point average for capital employed.

The definition is updated from Q1 2025. Prior periods are updated accordingly. Refer to the clarification provided at the beginning of the APM section.

SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
EBIT (loss), rolling four quarters	38,634	35,431	26,054	6,144	4,313	2,203	-32,479	-19,272
Average capital employed, rolling five quarters								
Capital employed at end of period -4	162,967	153,610	156,496	177,181	177,965	170,926	197,676	195,403
Capital employed at end of period -3	149,106	162,967	153,610	156,496	177,181	177,965	170,926	197,676
Capital employed at end of period -2	154,339	149,106	162,967	153,610	156,496	177,181	177,965	170,926
Capital employed at end of period -1	165,737	154,339	149,106	162,967	153,610	156,496	177,181	177,965
Capital employed at end of period	169,176	165,737	154,339	149,106	162,967	153,610	156,496	177,181
Average capital employed, rolling five quarters	160,265	157,152	155,304	159,872	165,644	167,236	176,049	183,830
Return on capital employed (%)	24.1%	22.5%	16.8%	3.8%	2.6%	1.3%	-18.4%	-10.5%

Equity ratio

Equity expressed as a percentage of total assets.

SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Total equity	110,264	102,494	85,699	84,858	92,983	85,355	82,467	107,639
Total assets	279,223	282,476	270,555	277,978	292,374	272,450	278,486	299,523
Equity ratio (%)	39.5%	36.3%	31.7%	30.5%	31.8%	31.3%	29.6%	35.9%

Return on equity

Annualized net income attributable to owners of the Parent Company as a percentage of average stockholders' equity.

Annualization factor of four is used for isolated quarter.

Annualization factor of four is used for Jan-Mar, two is used for Jan-Sep and one is used for Jan-Dec.

	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Isolated quarters, SEK million								
Net income (loss) attributable to owners of the Parent Company	8,563	11,149	4,567	4,149	4,779	3,814	-11,132	2,559
Annualized	34,252	44,596	18,268	16,596	19,116	15,256	-44,528	10,236
Average stockholders' equity								
Stockholders' equity, beginning of period	102,658	86,748	86,039	94,284	86,630	83,840	109,137	98,673
Stockholders' equity, end of period	109,535	102,658	86,748	86,039	94,284	86,630	83,840	109,137
Average stockholders' equity	106,097	94,703	86,394	90,162	90,457	85,235	96,489	103,905
Return on equity (%)	32.3%	47.1%	21.1%	18.4%	21.1%	17.9%	-46.1%	9.9%
Year to date, SEK million	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Net income (loss) attributable to owners of the Parent Company	28,428	19,865	8,716	4,149	20	-4,759	-8,573	2,559
Annualized	28,428	26,487	17,432	16,596	20	-6,345	-17,146	10,236
Average stockholders' equity								
Stockholders' equity, beginning of period	94,284	94,284	94,284	94,284	98,673	98,673	98,673	98,673
Stockholders' equity, end of period	109,535	102,658	86,748	86,039	94,284	86,630	83,840	109,137
Average stockholders' equity	101,910	98,471	90,516	90,162	96,479	92,652	91,257	103,905
Return on equity (%)	27.9%	26.9%	19.3%	18.4%	0.0%	-6.8%	-18.8%	9.9%

Operating working capital

Inventories, contract assets, trade receivables, customer finance (current and non-current), advances to suppliers and prepaid expenses less contract liabilities and trade payables.

Operating working capital is added from Q1 2025. Refer to the clarification provided at the beginning of the APM section.

SEK million	2025				2024			
	Dec 31	Sep 30	Jun 30	Mar 31	Dec 31	Sep 30	Jun 30	Mar 31
Inventories	23,451	27,519	27,068	27,649	27,125	29,004	30,897	34,564
Contract assets	7,333	7,494	6,618	5,735	6,924	7,568	6,851	6,715
Trade receivables	40,327	38,136	39,107	41,428	44,151	38,018	43,578	46,246
Customer finance, current	852	1,290	1,879	2,396	4,332	3,843	4,590	3,717
Customer finance, non-current	238	242	78	27	190	221	843	1,406
Advance payments to suppliers ¹⁾	46	39	41	46	47	108	146	167
Prepaid expenses ¹⁾	2,390	2,443	3,025	3,749	2,659	2,737	3,244	3,501
Less: Contract liabilities	36,867	40,642	44,370	46,757	41,229	39,540	40,704	42,538
Less: Trade payables	26,335	25,352	24,804	26,450	30,173	25,888	26,731	25,305
Operating working capital	11,435	11,169	8,642	7,823	14,026	16,071	22,714	28,473

¹⁾ Part of Other current receivables in the consolidated balance sheet.

Free cash flow before M&A / Free cash flow after M&A / Free cash flow before M&A (% of net sales)

Free cash flow before M&A: Cash flow from operating activities less net capital expenditures, other investments (excluding M&A) and repayment of lease liabilities.

Free cash flow after M&A: Cash flow from operating activities less net capital expenditures, other investments and repayment of lease liabilities.

Free cash flow before M&A (% of net sales): Free cash flow before M&A as a percentage of net sales.

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Cash flow from operating activities	16,507	7,939	4,150	4,358	17,513	14,397	9,276	5,075
Net capital expenditures and other investments (excl. M&A)								
Investments in property, plant and equipment	-849	-491	-561	-729	-667	-540	-699	-434
Sales of property, plant and equipment	56	57	40	39	14	36	42	24
Product development	-352	-286	-193	-307	-323	-264	-327	-386
Other investments ¹⁾	-47	-81	-301	-64	-87	-78	-39	-7
Repayment of lease liabilities	-462	-507	-554	-593	-626	-607	-658	-601
Free cash flow before M&A	14,853	6,631	2,581	2,704	15,824	12,944	7,595	3,671
Acquisitions/divestments of subs and other operations, net	338	10,064	141	-4	-95	-62	-48	-106
Free cash flow after M&A	15,191	16,695	2,722	2,700	15,729	12,882	7,547	3,565
Net sales	69,285	56,239	56,132	55,025	72,913	61,794	59,848	53,325
Free cash flow before M&A (% of net sales)	21.4%	11.8%	4.6%	4.9%	21.7%	20.9%	12.7%	6.9%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Cash flow from operating activities	32,954	16,447	8,508	4,358	46,261	28,748	14,351	5,075
Net capital expenditures and other investments (excl. M&A)								
Investments in property, plant and equipment	-2,630	-1,781	-1,290	-729	-2,340	-1,673	-1,133	-434
Sales of property, plant and equipment	192	136	79	39	116	102	66	24
Product development	-1,138	-786	-500	-307	-1,300	-977	-713	-386
Other investments ¹⁾	-493	-446	-365	-64	-211	-124	-46	-7
Repayment of lease liabilities	-2,116	-1,654	-1,147	-593	-2,492	-1,866	-1,259	-601
Free cash flow before M&A	26,769	11,916	5,285	2,704	40,034	24,210	11,266	3,671
Acquisitions/divestments of subs and other operations, net	10,539	10,201	137	-4	-311	-216	-154	-106
Free cash flow after M&A	37,308	22,117	5,422	2,700	39,723	23,994	11,112	3,565
Net sales	236,681	167,396	111,157	55,025	247,880	174,967	113,173	53,325
Free cash flow before M&A (% of net sales)	11.3%	7.1%	4.8%	4.9%	16.2%	13.8%	10.0%	6.9%

¹⁾ Other investments is part of the line item Other investing activities in the Consolidated cash flow statement. The differences are movements in other interest-bearing assets, which are not to be part of the definition of Free cash flow.

Sales growth by segment adjusted for comparable units and currency

Isolated quarter, year over year change, percent	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	4%	-5%	3%	3%	5%	-1%	-11%	-19%
Cloud Software and Services	12%	9%	1%	-3%	0%	-1%	0%	-2%
Enterprise	2%	-7%	-6%	-7%	-7%	-3%	0%	1%
Other	-10%	-15%	-1%	-23%	-10%	-26%	-5%	-14%
Total	6%	-2%	2%	0%	2%	-1%	-7%	-14%

Year to date, year over year change, percent	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	1%	0%	3%	3%	-6%	-10%	-15%	-19%
Cloud Software and Services	6%	2%	-1%	-3%	-1%	-1%	-1%	-2%
Enterprise	-5%	-7%	-6%	-7%	-2%	-1%	1%	1%
Other	-13%	-14%	-13%	-23%	-15%	-16%	-10%	-14%
Total	2%	0%	1%	0%	-5%	-7%	-10%	-14%

Sales growth by market area adjusted for comparable units and currency *

Isolated quarter, year over year change, percent	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Americas	-1%	-8%	10%	20%	40%	42%	10%	-16%
Europe, Middle East and Africa	13%	3%	-1%	-7%	-4%	-6%	-4%	-1%
South East Asia, Oceania and India	19%	1%	-22%	-17%	-28%	-43%	-44%	-37%
North East Asia	-16%	10%	-15%	-8%	-22%	-29%	-3%	-16%
Other	13%	-2%	15%	-6%	3%	5%	7%	8%
Total	6%	-2%	2%	0%	2%	-1%	-7%	-14%

Year to date, year over year change, percent	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Americas	4%	6%	14%	20%	18%	10%	-4%	-16%
Europe, Middle East and Africa	3%	-2%	-4%	-7%	-4%	-4%	-3%	-1%
South East Asia, Oceania and India	-4%	-13%	-19%	-17%	-38%	-41%	-41%	-37%
North East Asia	-9%	-5%	-12%	-8%	-19%	-16%	-9%	-16%
Other	5%	3%	5%	-6%	6%	6%	7%	8%
Total	2%	0%	1%	0%	-5%	-7%	-10%	-14%

* Q1-Q3 2025 and 2024 have been restated to reflect changes in the market area structure. On February 25, 2025, the new market area structure was announced, and during Q4 2025 one additional country was added to Americas.

Rolling four quarters of net sales by segment

Rolling four quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	151,014	153,611	158,203	160,135	158,207	156,408	157,929	162,690
Cloud Software and Services	62,715	62,141	61,748	62,565	62,635	62,736	63,347	63,275
Enterprise	21,117	22,629	23,890	24,826	24,863	25,471	25,825	25,720
Other	1,835	1,928	2,023	2,054	2,175	2,233	2,426	2,438
Total	236,681	240,309	245,864	249,580	247,880	246,848	249,527	254,123

Gross margin by segment by quarter

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	49.0%	50.0%	49.3%	50.8%	47.7%	48.3%	45.5%	44.0%
Cloud Software and Services	43.1%	42.1%	41.5%	39.1%	37.2%	37.0%	35.6%	37.1%
Enterprise	52.1%	51.6%	54.9%	56.3%	54.3%	52.3%	51.0%	48.0%
Other	7.4%	0.0%	0.4%	3.8%	-29.5%	1.8%	-8.1%	18.2%
Total	47.2%	47.6%	47.5%	48.2%	44.9%	45.6%	43.1%	42.5%

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	49.7%	50.0%	50.1%	50.8%	46.6%	46.1%	44.8%	44.0%
Cloud Software and Services	41.7%	41.0%	40.4%	39.1%	36.8%	36.5%	36.3%	37.1%
Enterprise	53.9%	54.4%	55.6%	56.3%	51.4%	50.5%	49.6%	48.0%
Other	3.0%	1.5%	2.1%	3.8%	-4.2%	4.7%	6.1%	18.2%
Total	47.6%	47.8%	47.8%	48.2%	44.1%	43.8%	42.8%	42.5%

EBIT margin by segment by quarter

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	21.1%	20.0%	17.8%	19.8%	19.8%	18.7%	12.6%	12.3%
Cloud Software and Services	16.8%	11.2%	5.8%	0.5%	5.6%	-3.0%	-4.8%	-2.8%
Enterprise	-33.3%	131.5%	-15.7%	-17.1%	-30.8%	-19.0%	-268.7%	-26.5%
Other	1.1%	-71.5%	9.5%	-35.0%	-93.5%	-14.6%	-23.2%	317.5%
Total	16.1%	26.9%	11.4%	10.8%	10.9%	9.3%	-22.6%	7.7%

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	19.7%	19.2%	18.8%	19.8%	16.2%	14.7%	12.5%	12.3%
Cloud Software and Services	9.6%	6.2%	3.3%	0.5%	-0.7%	-3.6%	-3.9%	-2.8%
Enterprise	15.3%	28.8%	-16.4%	-17.1%	-88.8%	-107.6%	-152.6%	-26.5%
Other	-22.3%	-30.5%	-12.8%	-35.0%	53.6%	105.7%	161.1%	317.5%
Total	16.3%	16.4%	11.1%	10.8%	1.7%	-2.1%	-8.3%	7.7%

EBITA and EBITA margin by segment by quarter

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	9,348	7,096	6,397	7,367	9,375	7,536	4,771	4,179
Cloud Software and Services	3,368	1,726	845	76	1,107	-436	-721	-355
Enterprise	-1,120	6,987	-524	-625	-1,327	-823	-1,508	-820
Other	5	-293	45	-166	-532	-74	-116	1,889
Total	11,601	15,516	6,763	6,652	8,623	6,203	2,426	4,893

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	21.1%	20.0%	17.9%	20.7%	20.0%	18.8%	12.7%	12.4%
Cloud Software and Services	16.8%	11.2%	5.9%	0.6%	5.7%	-2.9%	-4.7%	-2.7%
Enterprise	-24.5%	139.1%	-9.4%	-10.5%	-21.8%	-13.0%	-23.3%	-13.7%
Other	1.1%	-71.3%	9.5%	-35.0%	-93.5%	-14.6%	-23.0%	317.5%
Total	16.7%	27.6%	12.0%	12.1%	11.8%	10.0%	4.1%	9.2%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	30,208	20,860	13,764	7,367	25,861	16,486	8,950	4,179
Cloud Software and Services	6,015	2,647	921	76	-405	-1,512	-1,076	-355
Enterprise	4,718	5,838	-1,149	-625	-4,478	-3,151	-2,328	-820
Other	-409	-414	-121	-166	1,167	1,699	1,773	1,889
Total	40,532	28,931	13,415	6,652	22,145	13,522	7,319	4,893

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	20.0%	19.5%	19.3%	20.7%	16.3%	14.8%	12.5%	12.4%
Cloud Software and Services	9.6%	6.2%	3.4%	0.6%	-0.6%	-3.5%	-3.8%	-2.7%
Enterprise	22.3%	35.3%	-10.0%	-10.5%	-18.0%	-16.8%	-18.7%	-13.7%
Other	-22.3%	-30.5%	-12.8%	-35.0%	53.7%	105.8%	161.2%	317.5%
Total	17.1%	17.3%	12.1%	12.1%	8.9%	7.7%	6.5%	9.2%

Restructuring charges by function

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Cost of sales	-538	-271	-310	-158	-1,034	-424	-466	-122
Research and development expenses	-300	41	-300	-20	-358	-966	-805	10
Selling and administrative expenses	-259	-73	-46	-103	-234	-163	-357	-93
Total	-1,097	-303	-656	-281	-1,626	-1,553	-1,628	-205

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Cost of sales	-1,277	-739	-468	-158	-2,046	-1,012	-588	-122
Research and development expenses	-579	-279	-320	-20	-2,119	-1,761	-795	10
Selling and administrative expenses	-481	-222	-149	-103	-847	-613	-450	-93
Total	-2,337	-1,240	-937	-281	-5,012	-3,386	-1,833	-205

Restructuring charges by segment

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	-710	-79	-109	-108	-738	-585	-481	-95
of which cost of sales	-270	-45	-67	-55	-645	-163	-214	-68
of which operating expenses	-440	-34	-42	-53	-93	-422	-267	-27
Cloud Software and Services	-349	-193	-538	-74	-695	-863	-816	-60
of which cost of sales	-240	-222	-243	-102	-348	-243	-246	-49
of which operating expenses	-109	29	-295	28	-347	-620	-570	-11
Enterprise	-5	-27	-9	-97	-150	-38	-285	-38
of which cost of sales	-1	0	0	1	-2	-1	-3	-5
of which operating expenses	-4	-27	-9	-98	-148	-37	-282	-33
Other	-33	-4	0	-2	-43	-67	-46	-12
of which cost of sales	-27	-4	0	-2	-39	-17	-3	0
of which operating expenses	-6	0	0	0	-4	-50	-43	-12
Total	-1,097	-303	-656	-281	-1,626	-1,553	-1,628	-205

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	-1,006	-296	-217	-108	-1,899	-1,161	-576	-95
of which cost of sales	-437	-167	-122	-55	-1,090	-445	-282	-68
of which operating expenses	-569	-129	-95	-53	-809	-716	-294	-27
Cloud Software and Services	-1,154	-805	-612	-74	-2,434	-1,739	-876	-60
of which cost of sales	-807	-567	-345	-102	-886	-538	-295	-49
of which operating expenses	-347	-238	-267	28	-1,548	-1,201	-581	-11
Enterprise	-138	-133	-106	-97	-511	-361	-323	-38
of which cost of sales	0	1	1	1	-11	-9	-8	-5
of which operating expenses	-138	-134	-107	-98	-500	-352	-315	-33
Other	-39	-6	-2	-2	-168	-125	-58	-12
of which cost of sales	-33	-6	-2	-2	-59	-20	-3	0
of which operating expenses	-6	0	0	0	-109	-105	-55	-12
Total	-2,337	-1,240	-937	-281	-5,012	-3,386	-1,833	-205

Adjusted gross income and Adjusted gross margin by segment

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	21,918	17,750	17,705	18,167	22,971	19,495	17,353	14,919
Cloud Software and Services	8,876	6,685	6,207	5,171	7,591	5,780	5,653	4,883
Enterprise	2,387	2,609	3,045	3,337	3,308	3,308	3,313	2,870
Other	62	4	2	20	-129	26	-38	108
Total	33,243	27,048	26,959	26,695	33,741	28,609	26,281	22,780

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	49.6%	50.1%	49.5%	51.0%	49.1%	48.7%	46.1%	44.3%
Cloud Software and Services	44.3%	43.6%	43.2%	39.9%	39.0%	38.7%	37.2%	37.4%
Enterprise	52.1%	51.6%	54.9%	56.2%	54.3%	52.4%	51.1%	48.1%
Other	13.0%	1.0%	0.4%	4.2%	-22.7%	5.1%	-7.5%	18.2%
Total	48.0%	48.1%	48.0%	48.5%	46.3%	46.3%	43.9%	42.7%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	75,540	53,622	35,872	18,167	74,738	51,767	32,272	14,919
Cloud Software and Services	26,939	18,063	11,378	5,171	23,907	16,316	10,536	4,883
Enterprise	11,378	8,991	6,382	3,337	12,799	9,491	6,183	2,870
Other	88	26	22	20	-33	96	70	108
Total	113,945	80,702	53,654	26,695	111,411	77,670	49,061	22,780

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	50.0%	50.2%	50.2%	51.0%	47.2%	46.5%	45.2%	44.3%
Cloud Software and Services	43.0%	42.3%	41.6%	39.9%	38.2%	37.8%	37.3%	37.4%
Enterprise	53.9%	54.4%	55.6%	56.2%	51.5%	50.6%	49.6%	48.1%
Other	4.8%	1.9%	2.3%	4.2%	-1.5%	6.0%	6.4%	18.2%
Total	48.1%	48.2%	48.3%	48.5%	44.9%	44.4%	43.4%	42.7%

Adjusted EBIT (loss) and Adjusted EBIT margin by segment

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	10,028	7,154	6,485	7,148	10,005	8,077	5,231	4,251
Cloud Software and Services	3,713	1,914	1,378	145	1,794	420	88	-303
Enterprise	-1,521	6,676	-861	-917	-1,726	-1,163	-17,139	-1,544
Other	38	-290	45	-164	-489	-7	-71	1,901
Total	12,258	15,454	7,047	6,212	9,584	7,327	-11,891	4,305

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	22.7%	20.2%	18.1%	20.1%	21.4%	20.2%	13.9%	12.6%
Cloud Software and Services	18.5%	12.5%	9.6%	1.1%	9.2%	2.8%	0.6%	-2.3%
Enterprise	-33.2%	132.0%	-15.5%	-15.5%	-28.3%	-18.4%	-264.3%	-25.9%
Other	8.0%	-70.6%	9.5%	-34.6%	-85.9%	-1.4%	-14.1%	319.5%
Total	17.7%	27.5%	12.6%	11.3%	13.1%	11.9%	-19.9%	8.1%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	30,815	20,787	13,633	7,148	27,564	17,559	9,482	4,251
Cloud Software and Services	7,150	3,437	1,523	145	1,999	205	-215	-303
Enterprise	3,377	4,898	-1,778	-917	-21,572	-19,846	-18,683	-1,544
Other	-371	-409	-119	-164	1,334	1,823	1,830	1,901
Total	40,971	28,713	13,259	6,212	9,325	-259	-7,586	4,305

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	20.4%	19.5%	19.1%	20.1%	17.4%	15.8%	13.3%	12.6%
Cloud Software and Services	11.4%	8.1%	5.6%	1.1%	3.2%	0.5%	-0.8%	-2.3%
Enterprise	16.0%	29.6%	-15.5%	-15.5%	-86.8%	-105.7%	-150.0%	-25.9%
Other	-20.2%	-30.1%	-12.6%	-34.6%	61.3%	113.5%	166.4%	319.5%
Total	17.3%	17.2%	11.9%	11.3%	3.8%	-0.1%	-6.7%	8.1%

Rolling four quarters of adjusted EBITA margin by segment (%)

Rolling four quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	20.7%	20.4%	20.4%	19.3%	17.5%	16.0%	14.0%	13.4%
Cloud Software and Services	11.4%	8.5%	6.1%	4.0%	3.2%	3.6%	3.6%	3.0%
Enterprise	23.0%	21.2%	-12.6%	-15.0%	-16.0%	-14.1%	-13.2%	-11.7%
Other	-20.2%	-46.5%	-30.4%	-35.5%	61.4%	62.0%	43.6%	43.9%
Total	18.1%	16.8%	13.2%	11.6%	11.0%	10.2%	8.8%	8.5%

Adjusted EBITA and Adjusted EBITA margin by segment

Isolated quarters, SEK million	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	10,058	7,175	6,506	7,475	10,113	8,121	5,252	4,274
Cloud Software and Services	3,717	1,919	1,383	150	1,802	427	95	-295
Enterprise	-1,115	7,014	-515	-528	-1,177	-785	-1,223	-782
Other	38	-289	45	-164	-489	-7	-70	1,901
Total	12,698	15,819	7,419	6,933	10,249	7,756	4,054	5,098

Isolated quarters, as percentage of net sales	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Networks	22.8%	20.3%	18.2%	21.0%	21.6%	20.3%	13.9%	12.7%
Cloud Software and Services	18.6%	12.5%	9.6%	1.2%	9.3%	2.9%	0.6%	-2.3%
Enterprise	-24.4%	139.7%	-9.3%	-8.9%	-19.3%	-12.4%	-18.9%	-13.1%
Other	8.0%	-70.3%	9.5%	-34.6%	-85.9%	-1.4%	-13.9%	319.5%
Total	18.3%	28.1%	13.2%	12.6%	14.1%	12.6%	6.8%	9.6%

Year to date, SEK million	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	31,214	21,156	13,981	7,475	27,760	17,647	9,526	4,274
Cloud Software and Services	7,169	3,452	1,533	150	2,029	227	-200	-295
Enterprise	4,856	5,971	-1,043	-528	-3,967	-2,790	-2,005	-782
Other	-370	-408	-119	-164	1,335	1,824	1,831	1,901
Total	42,869	30,171	14,352	6,933	27,157	16,908	9,152	5,098

Year to date, as percentage of net sales	2025				2024			
	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar	Jan-Dec	Jan-Sep	Jan-Jun	Jan-Mar
Networks	20.7%	19.8%	19.6%	21.0%	17.5%	15.8%	13.3%	12.7%
Cloud Software and Services	11.4%	8.1%	5.6%	1.2%	3.2%	0.5%	-0.7%	-2.3%
Enterprise	23.0%	36.1%	-9.1%	-8.9%	-16.0%	-14.9%	-16.1%	-13.1%
Other	-20.2%	-30.0%	-12.6%	-34.6%	61.4%	113.6%	166.5%	319.5%
Total	18.1%	18.0%	12.9%	12.6%	11.0%	9.7%	8.1%	9.6%

Operating working capital days

Inventory turnover days (ITO): Five quarter average inventory divided by four quarter rolling absolute value of cost of sales excluding restructuring charges multiplied by 365, expressed as number of days.

Days sales outstanding (DSO): Five quarter average of contract assets, trade receivables and customer finance (current and non-current) less contract liabilities divided by four quarter rolling net sales multiplied by 365, expressed as number of days.

Days payables outstanding (DPO): Five quarter average of advances to suppliers and prepaid expenses less trade payables divided by four quarter rolling absolute value of cost of sales excluding restructuring charges multiplied by 365, expressed as number of days.

Operating working capital days: ITO plus DSO less DPO

The definition is updated from Q1 2025. Prior periods are updated accordingly. Refer to the clarification provided at the beginning of the APM section.

	2025				2024			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Inventory turnover days (ITO)	79	80	80	81	84	92	97	100
Days sales outstanding (DSO)	12	11	14	17	23	26	29	30
Less: Days payables outstanding (DPO)	71	68	66	64	64	63	64	65
Operating working capital days	20	23	28	34	43	55	62	65