



E/LHS Acquisition GmbH

Frankfurt am Main

Notification pursuant to section 23(1) sentence 1 no. 1 of the German Securities Acquisition and Takeover Act (Wertpapiererwerbs- und Übernahmegesetz, WpÜG)

On July 9, 2007, E/LHS Acquisition GmbH, Frankfurt am Main, ("*Bidder*") has published the offer document regarding the voluntary public takeover offer ("*Offer*") to the shareholders of LHS Aktiengesellschaft, Frankfurt am Main, for the acquisition of all ordinary bearer shares with no par value in LHS Aktiengesellschaft (ISIN DE000LHS4000 / WKN LHS400) ("*LHS Shares*"). The acceptance period ends on September 17, 2007, 24:00 hours (Central European Time), unless it is extended pursuant to the statutory provisions of the WpÜG.

As of August 3, 2007, 18:00 hours (Central European Time) ("*Reference Date*"), the Offer has been accepted for 1,136,425 LHS Shares. This corresponds to approximately 7.81% of the registered share capital of LHS Aktiengesellschaft and of the voting rights.

As of the Reference Date, the Bidder held 407,149 LHS Shares, corresponding to approximately 2.8% of the registered share capital of LHS Aktiengesellschaft and of the voting rights. The voting rights of the afore-mentioned 407,149 LHS Shares shall be attributed to Telefonaktiebolaget L M Ericsson (publ), Stockholm, Sweden, pursuant to section 30(1) sentence 1 no. 1 WpÜG. Beyond that, as of the Reference Date, no further LHS Shares are held by the Bidder, any persons acting in concert with the Bidder within the meaning of section 2(5) WpÜG or their subsidiaries, and no further voting rights of third parties are attributed to the Bidder pursuant to section 30 WpÜG. Persons acting jointly with the Bidder according to section 2(5) WpÜG are Telefonaktiebolaget L M Ericsson (publ), Stockholm, Sweden, and its direct and indirect subsidiaries listed in Appendix 2 of the offer document.

As of the Reference Date, the total number of LHS Shares for which the Offer has been accepted as well as of LHS Shares which are already held by the Bidder therefore amounts to 1,543,574 LHS Shares. This corresponds to approximately 10.6% of the registered share capital of LHS Aktiengesellschaft and of the voting rights.

In addition, on June 5, 2007 the Bidder entered into a share purchase agreement, which is subject to closing conditions and which has not yet been consummated, regarding the acquisition of further 8,008,488 LHS Shares. This corresponds to approximately 55.1% of the registered share capital of LHS Aktiengesellschaft and of the voting rights.

Further, on June 5, 2007 the Bidder entered into irrevocable undertakings, according to which the Offer will be accepted for 2,909,835 LHS Shares. This corresponds to approximately 20% of the registered share capital of LHS Aktiengesellschaft and of the voting rights. As of the Reference Date, the Offer has been accepted by at least one partner of these irrevocable undertakings for 1.000.000 LHS Shares. This is already reflected in the above-mentioned number of 1,136,425 LHS Shares. If and to the extent that the Offer has been accepted by further partners of these irrevocable undertakings as of the Reference Date, this has also already been reflected in the above-mentioned number of 1,136,425 LHS Shares. However, the Bidder does not have reliable means to ascertain whether and to what extent further partners of these irrevocable undertakings have accepted the Offer as of the Reference Date.

Frankfurt am Main, August 6, 2007

E/LHS Acquisition GmbH