

Item 11

Proposal by the Board of Directors for a reverse split of shares 1:5 and changes in the articles of association

The Board of Directors of Telefonaktiebolaget LM Ericsson (the "Company") proposes that the Annual General Meeting resolve on a reverse split of shares 1:5, meaning that five shares of series A and five shares of series B, respectively, are consolidated into one share of series A and one share of series B, respectively.

The resolution shall be registered by the Companies Registration Office on 28 May, 2008 and the record date for the reverse split is proposed to be 4 June 2008.

As a result of the rights issue in 2002, the number of shares in the Company increased from approximately 8 billion shares to more than 16 billion shares. Further the ratio between the share of series B and an American Depositary Share (ADS), traded on NASDAQ, was also changed from 1:1 to 10:1. In connection with the reverse split, the ratio will be changed back to 1:1. These measures are intended to increase transparency as to the pricing of the Company's share of series B and ADS, respectively, and will at the same time result in a number of shares more suitable for the Company.

For those shareholders who on the record date on 4 June 2008 do not hold a number of shares of series A and shares of series B, respectively, equally divisible by five, the surplus shares will be sold at the Company's expense and the proceeds of the sale will be distributed among those shareholders around 19 June 2008.

Following the reverse split of shares, the number of shares in the Company will be reduced from 16 132 258 678 shares to 3 226 451 735 shares, of which 261 755 983 are shares of series A and 2 964 695 752 shares of series B. Therefore, the Board further proposes that the wording of the articles of association (§§ 5 and 6) as regards the number of shares be changed, pursuant to the following proposal.

Current wording

§ 5

The number of Shares shall amount to no less than *6,000,000,000* and no more than *24,000,000,000*.

Proposed wording

§ 5

The number of Shares shall amount to no less than *3,000,000,000* and no more than *12,000,000,000*.

§ 6

Shares may be issued in three classes, series A, series B and series C. Shares of series A may be issued to a maximum amount of 24,000,000,000, Shares of series B to a maximum amount of 24,000,000,000, and Shares of series C to a maximum amount of 158,000,000. In voting at a General Meeting each Share of series A confers one vote, each Share of series B one tenth part of one vote and each Share of series C one thousandth part of one vote.

§ 6

Shares may be issued in three classes, series A, series B and series C. Shares of series A may be issued to a maximum amount of 12,000,000,000, Shares of series B to a maximum amount of 12,000,000,000, and Shares of series C to a maximum amount of 30,000,000. In voting at a General Meeting each Share of series A confers one vote, each Share of series B one tenth part of one vote and each Share of series C one thousandth part of one vote.

The resolution by the Annual General Meeting of Shareholders on reverse split of shares and changes in the articles of association shall be taken jointly as one resolution. In order for the resolution to be valid, shareholders holding at least two-thirds of the votes cast and shares represented at the Meeting must vote in favor of the proposal.

Finally, the Board of Directors proposes that the President be authorized to make such minor adjustments to the resolutions above as may prove necessary in connection with registration with the Companies Registration Office and VPC AB.

Stockholm February 2008
BOARD OF DIRECTORS