

Item 12

The Board of Directors' proposal for resolution on transfer of treasury stock in relation to the resolutions on the Long Term Incentive Plan 2006 and the Long Term Variable Compensation Programs 2007, 2008 and 2009

Background

The Annual General Meeting of Shareholders 2006, the Extraordinary General Meeting of Shareholders 2007 as well as the Annual General Meetings of Shareholders 2008 and 2009 resolved on a right for the Company to transfer in total not more than 11 500 000¹ shares of series B in the Company on a stock exchange to cover certain payments, mainly social security charges, that may occur in relation to the Long Term Incentive Plan 2006 and the Long Term Variable Compensation Programs 2007, 2008 and 2009.

Each resolution has for legal reasons only been valid up to the following Annual General Meeting of Shareholders. Resolutions on transfer of treasury stock for the purpose of the above mentioned plan and programs have therefore been repeated at the subsequent Annual General Meetings of Shareholders.

In accordance with the resolutions on transfer of in total not more than 11 500 000 shares, 4 056 187 shares of series B have been transferred up to March 5, 2010.

Proposal

The Board of Directors proposes that the Annual General Meeting of Shareholders resolve that Telefonaktiebolaget L M Ericsson shall have the right to transfer, prior to the Annual General Meeting of Shareholders 2011, not more than 7 443 813 shares of series B in the Company, or the lower number of shares of series B, which as per April 13, 2010 remains of the original 11 500 000 shares, for the purpose of covering certain payments, primarily social security charges that may occur in relation to the Long Term Incentive Plan 2006 and the Long Term Variable Compensation Programs 2007, 2008 and 2009. Transfer of shares shall be effected on NASDAQ OMX Stockholm at a price within the, at each time, prevailing price interval for the share.

Majority rules

The resolution of the Annual General Meeting of Shareholders on a transfer of treasury stock requires that shareholders holding at least two-thirds of the votes cast as well as the shares represented at the Meeting vote in favor of the proposal.

Stockholm, March 2010
BOARD OF DIRECTORS

¹ Recalculated for the 2008 reverse split of shares 1:5