



Corporate Action Announcement

Citibank, N.A., acting as depositary bank, announces the following:

Date: July 10, 2007
Announcement For: [Redemption, Stock Split](#)

Company Information

Company Name:	Sandvik AB
Ticker Symbol:	SDVKY
CUSIP Number:	800212201
Country:	Sweden
Listing Exchange:	OTC
Ratio (ADR:ORD):	1:1
Underlying Share Symbol:	SANDB SS
Underlying Share ISIN:	SE0000667891
DR ISIN:	US800212201
Custodian(s):	Svenska Handelsbanken, Skandinaviska Enskilda Banken

Sandvik AB Details: 2:1 share split and subsequent redemption was approved at the Annual General Meeting held on April 26, 2007.

Shareholders will receive:

- each Sandvik share will be divided into two shares: one ordinary share and one redemption share
- hence, shareholders will receive one ordinary share and one redemption share for every share held as of the record date

ADR holders will receive:

- ADR holders will receive one (non-issuable) redemption share for every ADR held as of the record date.
- The redemption shares are not being made available to to ADR holders or to U.S. persons.
- The redemption share will be redeemed for SEK 3 (mandatory)



Dates:

Ordinary Share Record Date: May 22, 2007
ADR Record Date: May 22, 2007

Ordinary Share Payable Date: May 23, 2007
ADR Redemption/Cash Payable Date: July 12, 2007

Redemption Share Trading Period: May 23 – June 12

Pursuant to the above referenced offer, the following details the Redemption proceeds distributed:

Cash Redemption Rate:

Gross Rate \$:	0.4398568	0.4398568	0.4398568
Tax Rate:	0%	15%	30%
Tax \$:	0.0000000	0.0659785	0.1319570
Dividend Fee \$:	0.0100000	0.0100000	0.0100000
Tax Relief at Source Fee \$:	0.0035000	0.0035000	0.0000000
Net Dividend Rate \$:	0.4263568	0.3603783	0.2978998

Qualified beneficial owners are entitled to a reduced tax treaty rate of 15% rather than the Unfavorable w/tax rate of 30%. U.S. Pensions qualify for 0% w/tax in Sweden.

Note: Tax Relief at Source Processing Fee of \$0.0035 per share is applicable for those electing the Favorable Tax Rate of 0% Tax Exempt or 15%.

Cash Distribution Date: July 12, 2007

Shareholder Services

Questions may be directed to Shareholder Services toll free at 1-877-248-4237

For further information on Citi's Depository Receipt Services, visit www.citi.com/adr.