

QUARTERLY MANAGEMENT REPORT Q1 • 2009



This is an in-house translation of the Swedish report "Kvartalsredogörelse Q1 2009", dated May 26, 2009. In the event of any discrepancies between the Swedish and the English versions, the Swedish version shall prevail.

The President of Tigran Technologies AB (publ) hereby submits the quarterly management report for the first quarter of 2009.

Summary of the Accounts for the first quarter of 2009

(Comparative figures are missing for the first quarter as no quarterly accounts were drawn up for the first quarter of 2008. The Company was not listed on the equities market place AktieTorget at that time and was therefore not subject to the quarterly management reports regulations.)

- Invoicing amounted to TSEK 247.2
- The result for the period amounted to TSEK -6,279
- Earnings per share (number of shares at end of period) SEK -0.05
- Number of shares outstanding at end of period 131,384,565

Business operations during the first quarter of 2009

Turnover

The turnover during the first quarter amounted to TSEK 247.2. During the first quarter, agreements have been made with distributors in Iran and Turkey. A large order of MSEK 0.5 was placed by the French distributor in March.

Clinical Trials

During the period the clinical trials have progressed as planned.

Annual General Meeting

At the Annual General Meeting on March 25, Knut Ramel resigned from the Board at his own request and was replaced by Anders Williamsson. The meeting further resolved to amend the company's articles of association whereby the limitation on voting was discarded.

Loan Agreement

A loan agreement was entered in March with Gilera Trading Corp., a company affiliated with the Chairman of the Board Jan-Eric Österlund, regarding a bridge financing to the company of TEUR 300. The duration of the loan is 1.5 months and the loan is subject to an annual interest of 12 percent and shall be repaid no later than May 31, 2009.

Significant Events after the end of the period

Ordertaking

Received orders during 2009 amount to MSEK 1.2.

Extraordinary Shareholders' Meeting April 17

At the Extraordinary Shareholders' Meeting in Tigran on April 17, 2009, a decision was made to amend the articles of association and to introduce a new class of shares (preference shares). Further, the shareholders' meeting resolved on a new issue of preference shares and warrants with pre-emptive rights for the Company's shareholders.

The decision implies that the company's share capital is increased with not more than SEK 4,926,921.15 by the issuance of not more than 98,538,423 preference shares. Furthermore, the decision implies that not more than 98,538,423 warrants of series 2009/2010 are issued, entitling to subscription of not more than 98,538,423 preference shares in the company. The Company's share capital may be increased by an additional not more than SEK 4,926,921.15 through the exercise of warrants of series 2009/2010 included in the issue.

Each preference share entails preferential right to dividend over the common shares with a total amount of SEK 0.30 with an addition of 15 percent per annum calculated as from February 1, 2010. Dividends after deduction of the dividend pertaining to the preference shares shall be equally distributed among all shares of the Company, regardless of share class.

In the event of a liquidation or dissolution of the company, each preference share included in the issue will entail preferential right to dividend over the common shares with a total amount of SEK 0.30 with an addition of 15 percent per annum calculated as from February 1, 2010, with deduction of the dividend that previously has been paid on the preference shares.

The shareholders' meeting also resolved to authorize the board for the period up to the next annual shareholders' meeting to adopt decisions, whether on one or several

occasions and whether with or without pre-emptive rights for the shareholders, to issue new common shares, preference shares and/or warrants. Such an issue resolution may include provision on payment in kind, by way of set-off or other conditions. The authorization may not be utilized to a greater extent than that a total amount of not more than 50,000,000 shares are issued and/or may be issued through the utilization of warrants issued pursuant to the authorization. The purpose of the authorization is to enable and give flexibility in connection with the continued financing of the Company and thereby enable commercialization and further development of the Company's projects and to enable the Company to create incentives for the Company's strategic partners through directed issues of shares and/or warrants.

Share Issue

Tigran's new issue of preference shares and warrants (units) with pre-emptive rights for the Company's shareholders was completed in the middle of May. The new issue was oversubscribed with more than 7 percent. Accordingly, none of the issue guarantees made towards Tigran had to be utilized. The share issue is not yet registered.

As an increased ownership diversification and further capital contributions are considered to be in the best of Tigran's and its shareholders' interests, on May 20, the Board based on the issue authorization granted by the extraordinary general meeting on April 17, 2009, resolved to expand the new issue and issue a further not more than 7,221,369 preference shares and not more than 7,221,369 warrants, with cash payment, to the subscribers that did not receive any allotment in the new issue.

FDA

A FDA-submission (510(k)) was handed in to the FDA, the Federal Drug Administration, during April.

Audit

This Quarterly Management Report has not been reviewed by the Company's auditors.

Future reports

The Report for the first half of 2009 will be submitted on August 25, 2009.