

CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY OF TOMTOM NV

(€ in thousands)	Notes	Share capital	Share premium	Legal reserves	Stock compensation reserve	Retained earnings	Total
Balance as at 31 December 2005		21,456	115,091	1,813	11,589	156,394	306,343
Translation differences		0	0	379	0	0	379
Transfer to legal reserves		0	0	612	0	-612	0
Net income (expense) recognised directly in equity		0	0	991	0	-612	379
Profit for the year		0	0	0	0	222,181	222,181
Total recognised income and expense		0	0	991	0	221,569	222,560
Stock compensation reserve	21	0	0	0	21,321	0	21,321
Issue of share capital	20	1,128	-16	0	-546	0	566
Balance as at 31 December 2006		22,584	115,075	2,804	32,364	377,963	550,790
Translation differences		0	0	-1,548	0	0	-1,548
Transfer to legal reserves		0	0	4,576	0	-4,576	0
Net income (expense) recognised directly in equity		0	0	3,028	0	-4,576	1,548
Profit for the year		0	0	0	0	317,242	317,242
Total recognised income and expense		0	0	3,028	0	312,666	315,694
Stock compensation reserve	21	0	0	0	27,208	6,031	33,239
Issue of share capital	20	1,773	451,661	0	-807	0	452,627
Balance as at 31 December 2007		24,357	566,736	5,832	58,765	696,660	1,352,350

Statutory provisions with respect to appropriation of results

According to the Company's Articles of Association, the Company's reserves may be distributed to shareholders, provided that total shareholders' equity exceeds the called-up and paid-up capital of the Company, increased by legal and statutory reserves.

Legal reserves

Legal reserves are non-distributable reserves that have been recorded for the amount of capitalised internal software development costs and cumulative translation adjustments.

Stock compensation reserve

The stock compensation reserve represents the cumulative expense of issued share options that have been granted but not exercised, together with the amount of tax benefit relating to the tax deduction that exceeds the related cumulative expense.