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Interim Report Q2 2020

Johan Forssell, CEO

Helena Saxon, CFO

Covid-19



- The crisis has had significant impact on people and society. Governments and companies have in many ways tried to support
- Rebound in leading indicators and economic activity, but the sustainability and strength of the recovery remain uncertain
- Our companies have taken decisive actions to adapt

Q2 2020 Performance

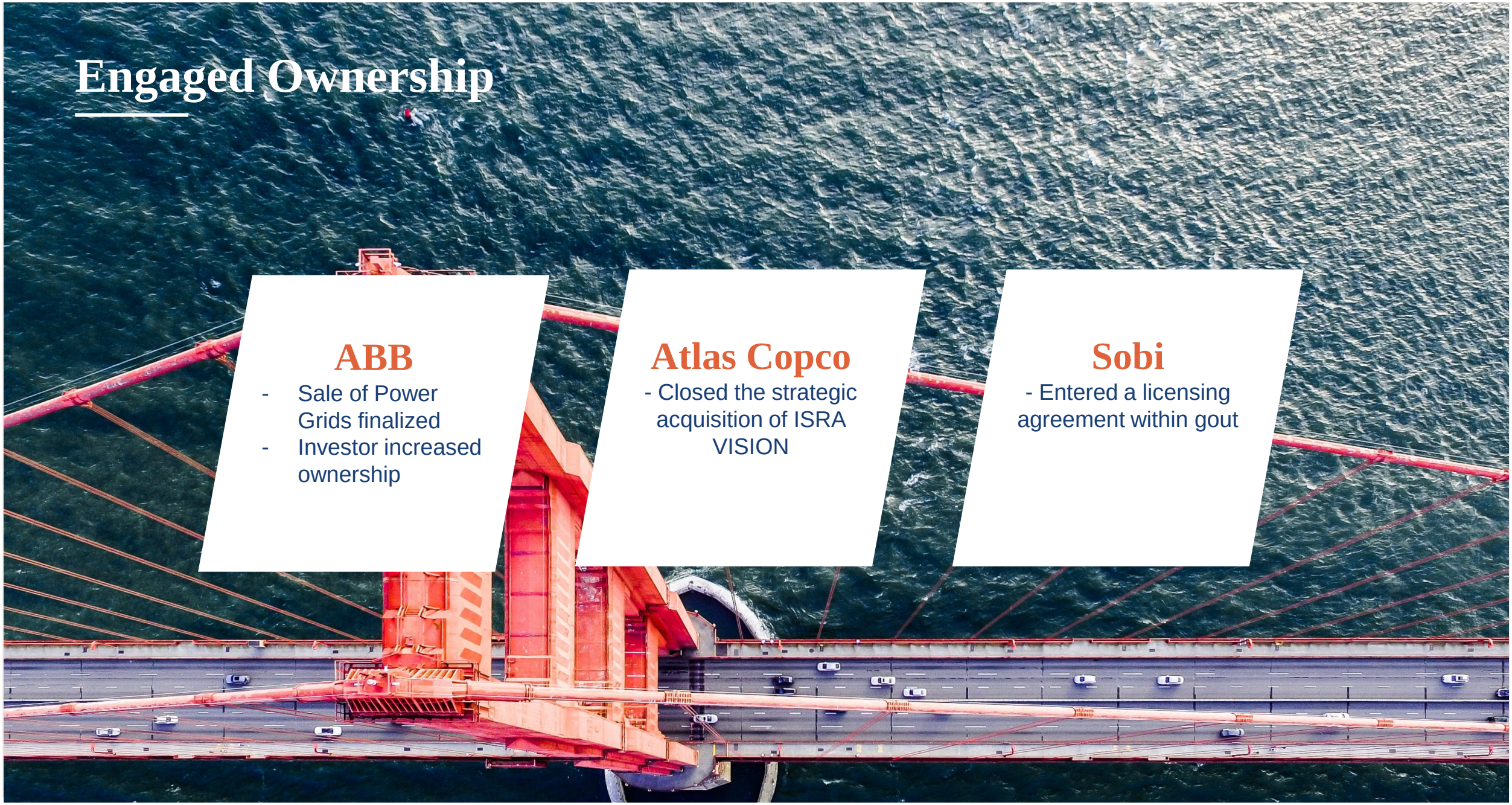


Listed Companies

351 SEK bn

68% of tot. adjusted assets

Engaged Ownership



ABB

- Sale of Power Grids finalized
- Investor increased ownership

Atlas Copco

- Closed the strategic acquisition of ISRA VISION

Sobi

- Entered a licensing agreement within gout

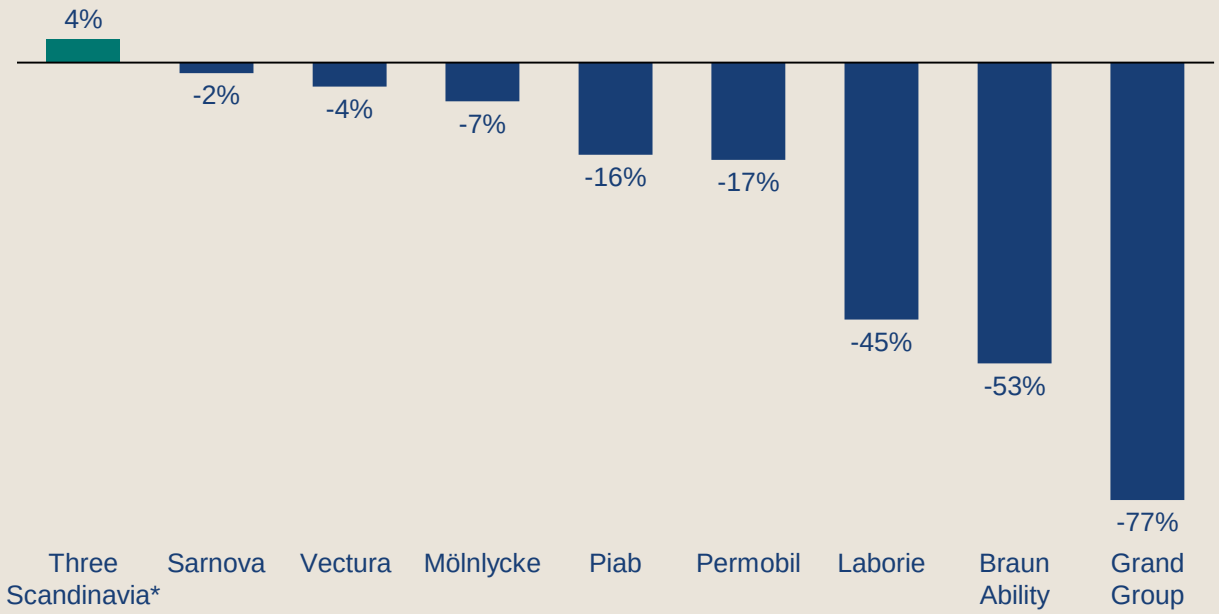
Patricia Industries

115	22%
SEK bn	of tot. adjusted assets

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Patricia Industries – Operational Development Q2 2020

Organic sales growth



-19%
Organic sales growth in constant currency

-25%
EBITA subsidiaries

-18%
EBITDA, subsidiaries and 40% ownership in Three Scandinavia

*Service revenue

Covid-19 Impact

As presented in Q1

Resilient

~70%
Estimated market value
Patricia Industries

Mölnlycke®

sarnova

3

Less resilient

~30%
Estimated market value
Patricia Industries

LABORIE

piab

permobil

BraunAbility

	Organic growth Q2, %	Margins, %	Q2 2020	Q2 2019
Mölnlycke®	-7	EBITDA	28.8	*29.6*
		EBITA	24.7	*25.8*
sarnova	-2	EBITDA	12.9	*11.6*
		EBITA	11.6	*10.4*
3	+4	EBITDA	36.6	*35.9*

Resilient performance in Q2

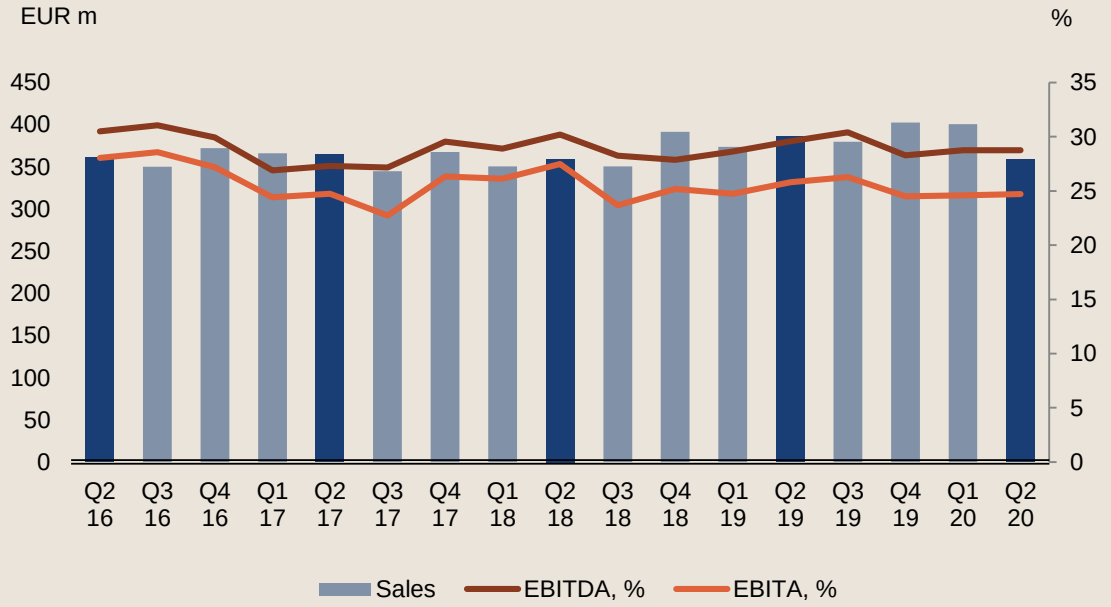
	Organic growth Q2, %	Margins, %	Q2 2020	Q2 2019
piab	-16	EBITDA	27.5	*29.2*
		EBITA	23.9	*26.7*
permobil	-17	EBITDA	18.2	*21.0*
		EBITA	13.1	*16.5*
LABORIE	-45	EBITDA	17.3	*26.4*
		EBITA	13.7	*23.1*
BraunAbility	-53	EBITDA	1.4	*10.7*
		EBITA	-2.6	*8.9*

Decisive actions to mitigate significant revenue declines

A provider of advanced products for treatment and prevention of wounds and single-use surgical solutions

Q2 2020

- Organic sales growth -7 percent in constant currency. All regions contributed negatively, except Emerging Markets. Decline primarily caused by fewer elective surgical procedures and restricted access to hospitals
- New customer agreements within PPE to add significantly to sales during the remainder of 2020. Strong sales growth for the group expected in Q3 2020
- EBITA margin almost in line with last year despite lower sales
- Cash flow generation was strong
- Zlatko Rihter, currently CEO of Cellavision, appointed new CEO



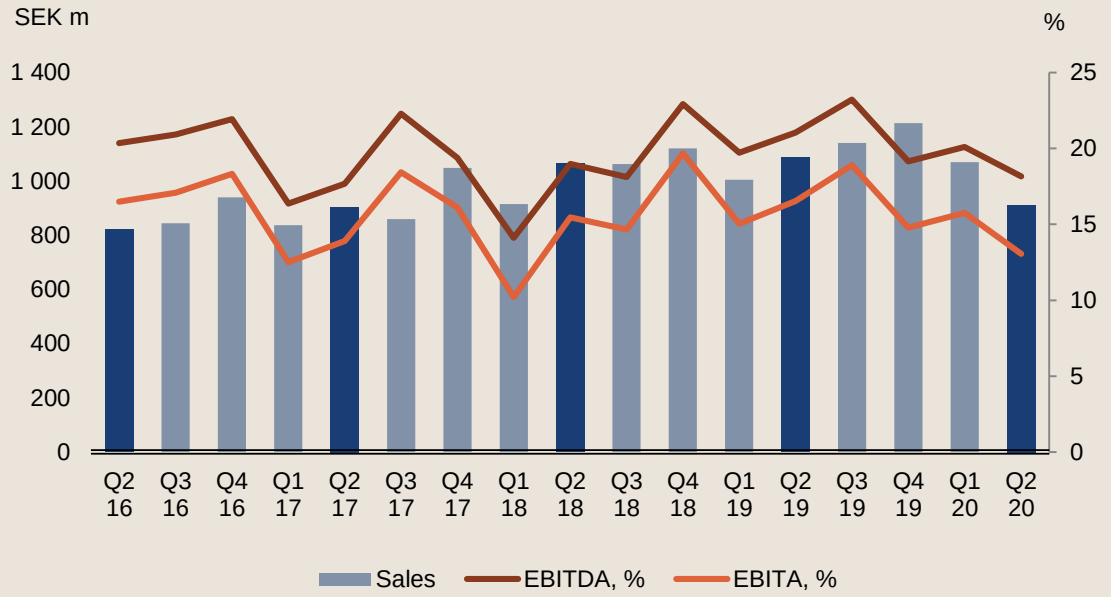
IFRS 16 implemented as of the first quarter 2019

permobil

A provider of advanced mobility and seating rehab solutions

Q2 2020

- Organic sales growth -17 percent in constant currency. Social distancing measures severely restricted possibility to market and sell across all regions. Continued strong growth in APAC. Increased market activity towards the end of quarter
- EBITA margin declined compared to last year as a result of lower sales. Cost reduction initiatives mitigated the margin drop
- M1 power wheelchair introduced in EMEA



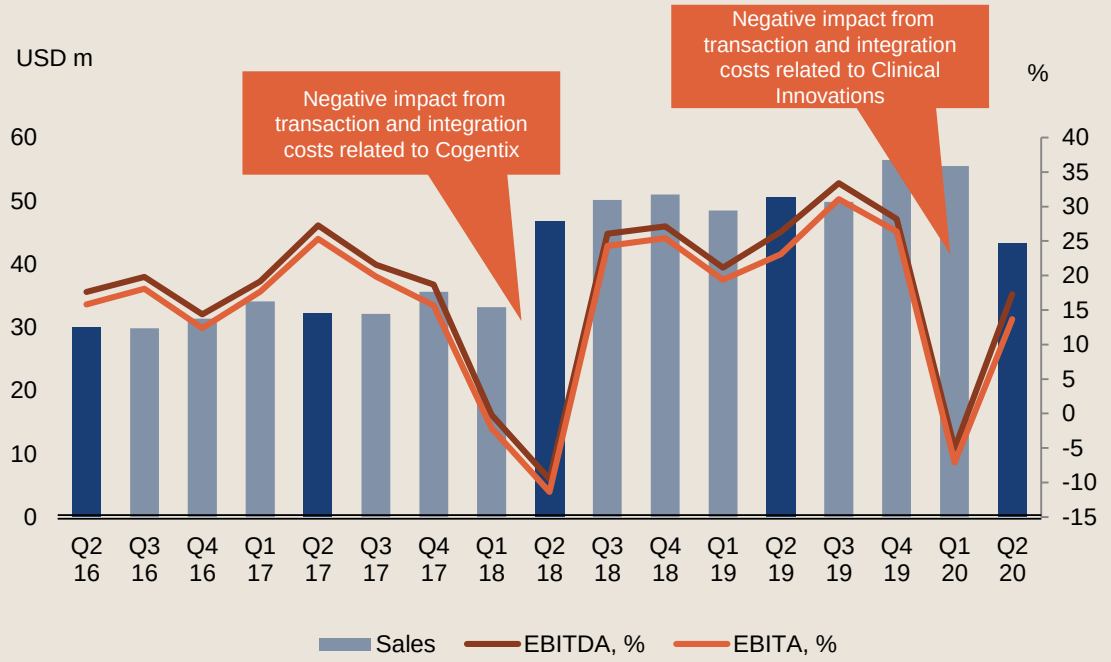
IFRS 16 implemented as of the first quarter 2019

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A provider of innovative capital equipment and consumables for the diagnosis and treatment of urologic and gastrointestinal disorders

Q2 2020

- Organic sales growth -45 percent in constant currency due to significant decline in elective procedures within both Urology and Gastrointestinal due to covid-19. Sequential sales growth during the quarter, but June still well below last year
- Clinical Innovations less impacted, performance close to last year's level
- EBITA margin declined due to sharply lower sales, partly offset by cost containment and strong performance in Clinical Innovations

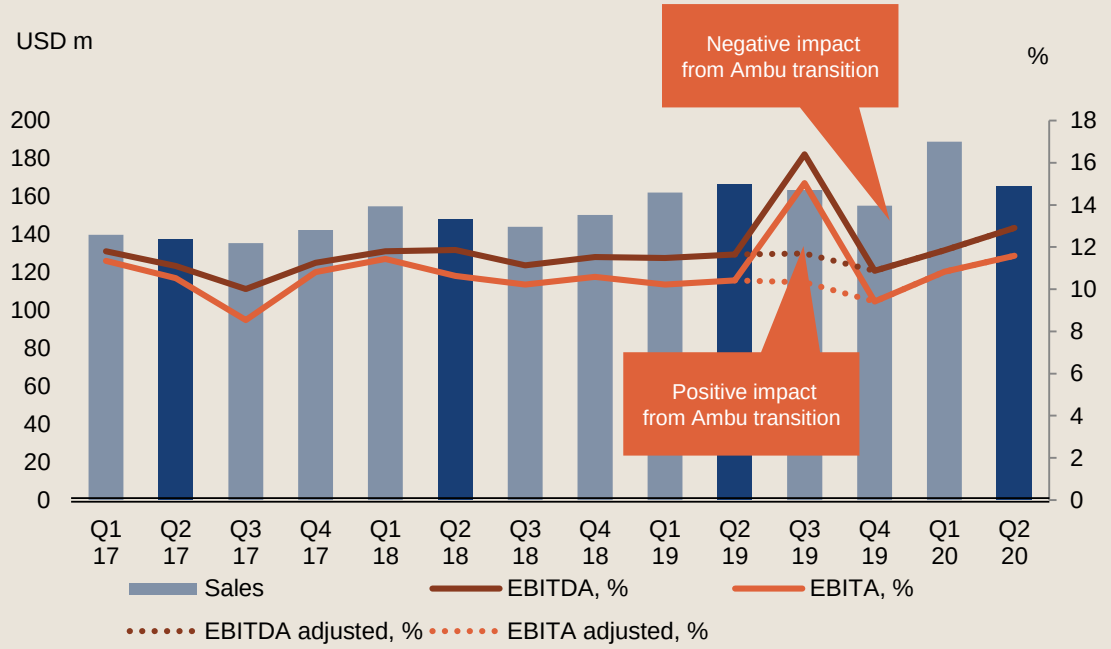


IFRS 16 implemented as of the first quarter 2019

A specialty distributor of healthcare products in the U.S.

Q2 2020

- Organic sales growth -2 percent in constant currency
- EBITA margin expansion despite continued negative impact from investments in commercial resources, digital platform enhancements, warehouse optimization



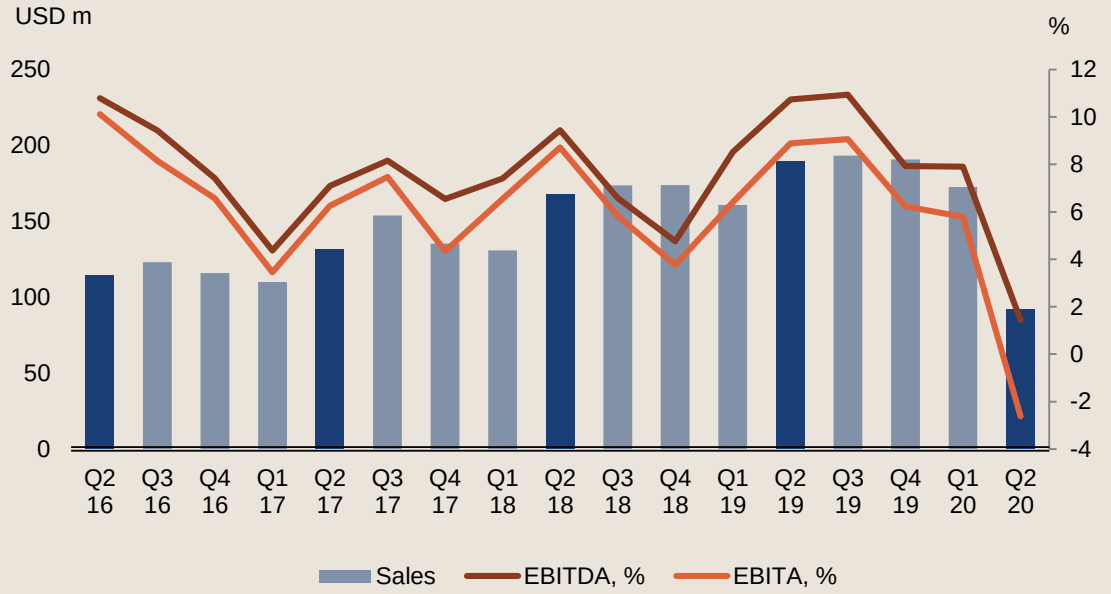
IFRS 16 implemented as of the first quarter 2019

BraunAbility

A manufacturer of wheelchair accessible vehicles and wheelchair lifts

Q2 2020

- Organic sales growth -53 percent in constant currency impacted by covid-19-related lockdowns and decreased customer demand
- EBITA margin negatively impacted by sharply lower sales. Negative impact partly offset by significant cost containment measures

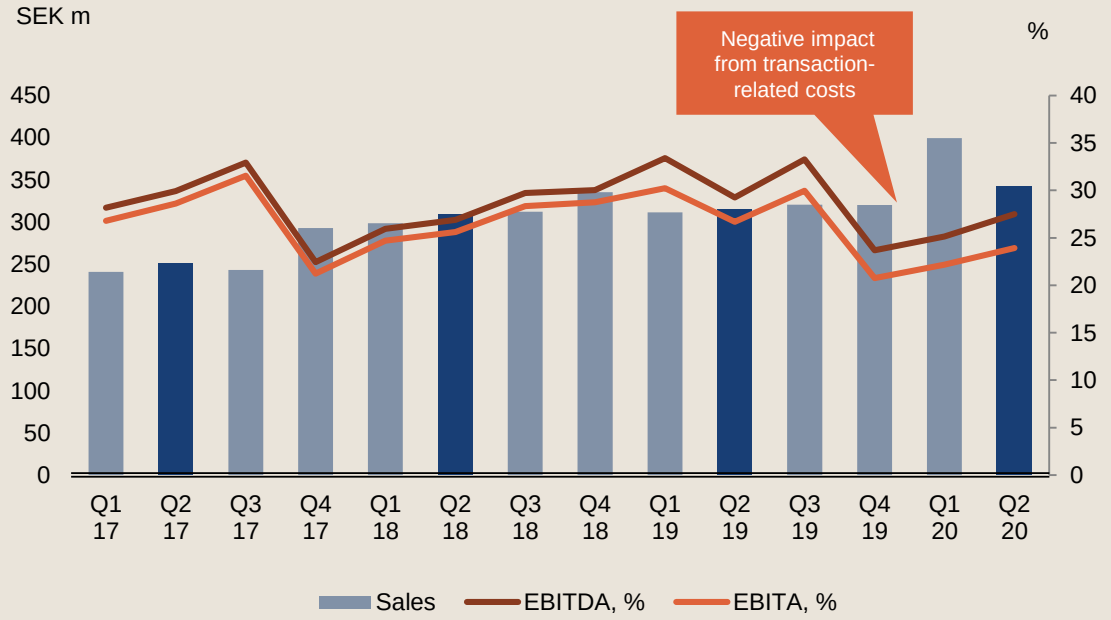


IFRS 16 implemented as of the first quarter 2019

A provider of gripping and moving solutions for automated manufacturing and logistics processes

Q2 2020

- Organic sales growth -16 percent in constant currency as many customer groups were impacted by covid-19. Solid growth in APAC. Americas and Europe declined. Vacuum Conveying grew, the other divisions declined. Increased customer demand towards the end of the quarter
- Despite significant sales drop, EBITA margin of 24 percent supported by active cost management
- Launch of piFLOW®i/f range of vacuum conveyors

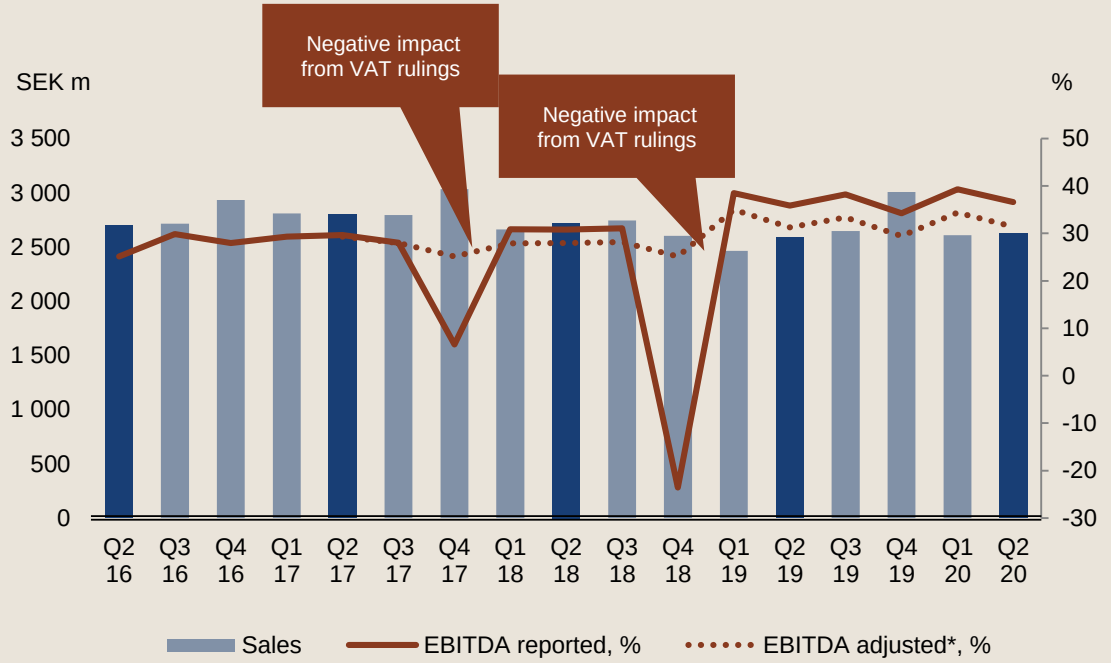


IFRS 16 implemented as of the first quarter 2019

A provider of mobile voice and broadband services in Sweden and Denmark

Q2 2020

- Subscription base +2,000 during the quarter. +37,000 in Sweden, 41,000 inactive SIM-cards in Denmark disconnected
- Service revenue +4 percent
- EBITDA +3 percent
- Sweden's largest 5G network launched
- SEK 494m distribution to owners, of which SEK 198m to Patricia Industries



IFRS 16 implemented as of the first quarter 2019

Investments in EQT

49 SEK bn | **9%** of tot. adjusted assets

Investments in EQT

16%

Total value change (19% constant currency)

42%

Total Return EQT AB

-11%

Value change, investments in EQT funds (reported with a one-quarter lag)

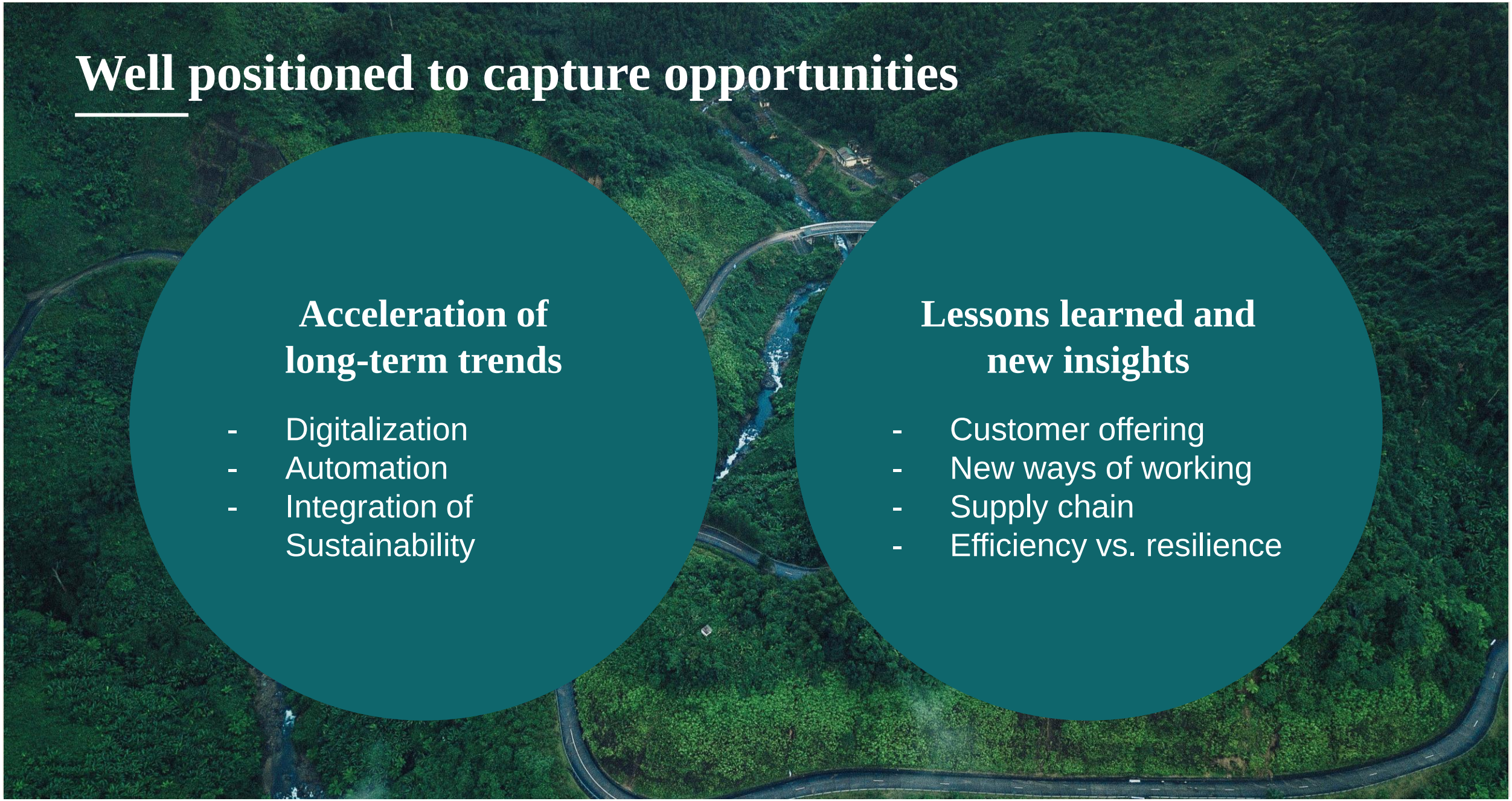
-1.6

SEK bn
Net cash flow

Going forward


Signs of recovery but uncertainty remains high
Strong financial position
Strong and well positioned companies
Supporting our companies as an engaged owner

Well positioned to capture opportunities



Acceleration of long-term trends

- Digitalization
- Automation
- Integration of Sustainability

Lessons learned and new insights

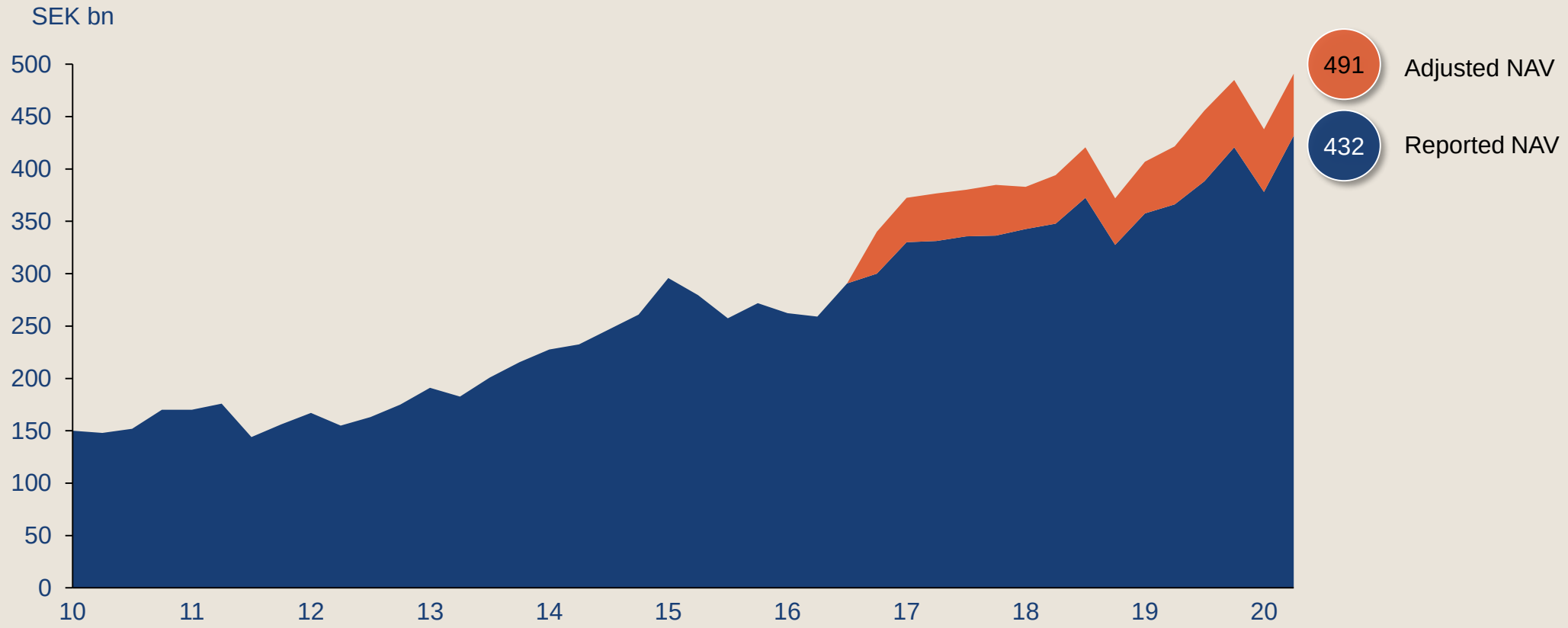
- Customer offering
- New ways of working
- Supply chain
- Efficiency vs. resilience

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Interim Report Q2 2020

Helena Saxon, CFO

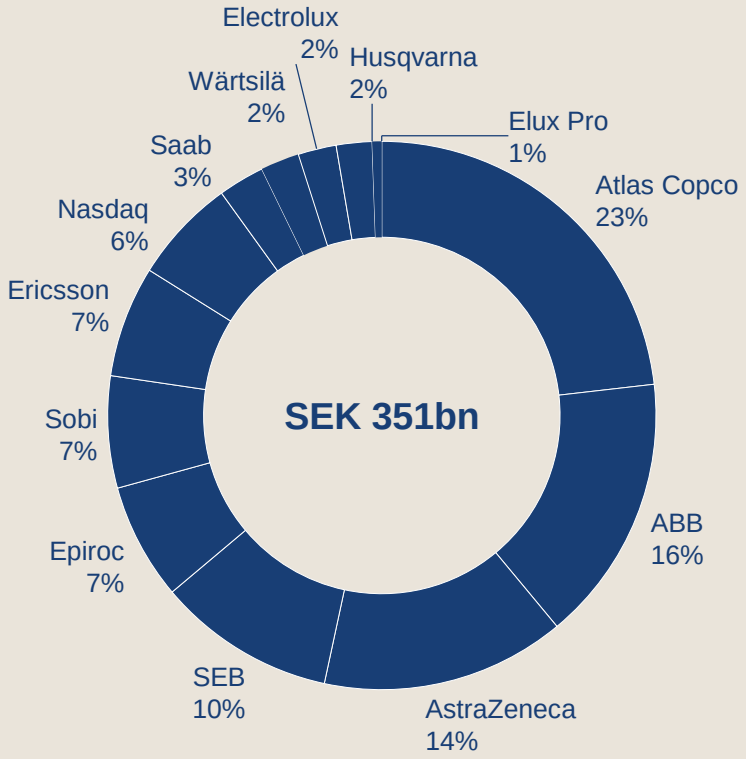
10-year Net Asset Value Development

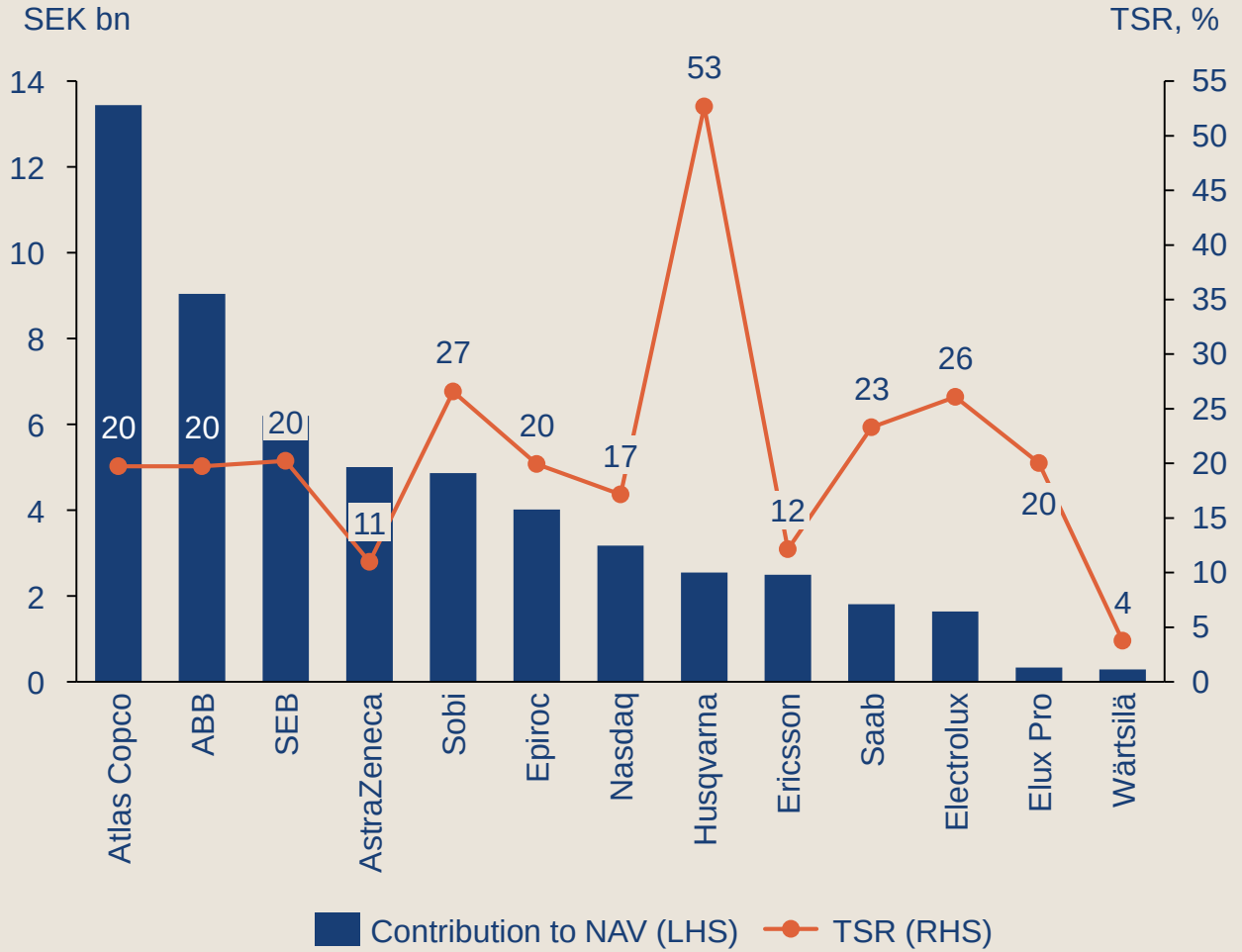


Listed Companies

Q2 2020 Summary

- Total contribution to NAV SEK 55bn
- Listed Companies TSR 19%, SIXRX 17%





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Patricia Industries – Development in Q2 2020



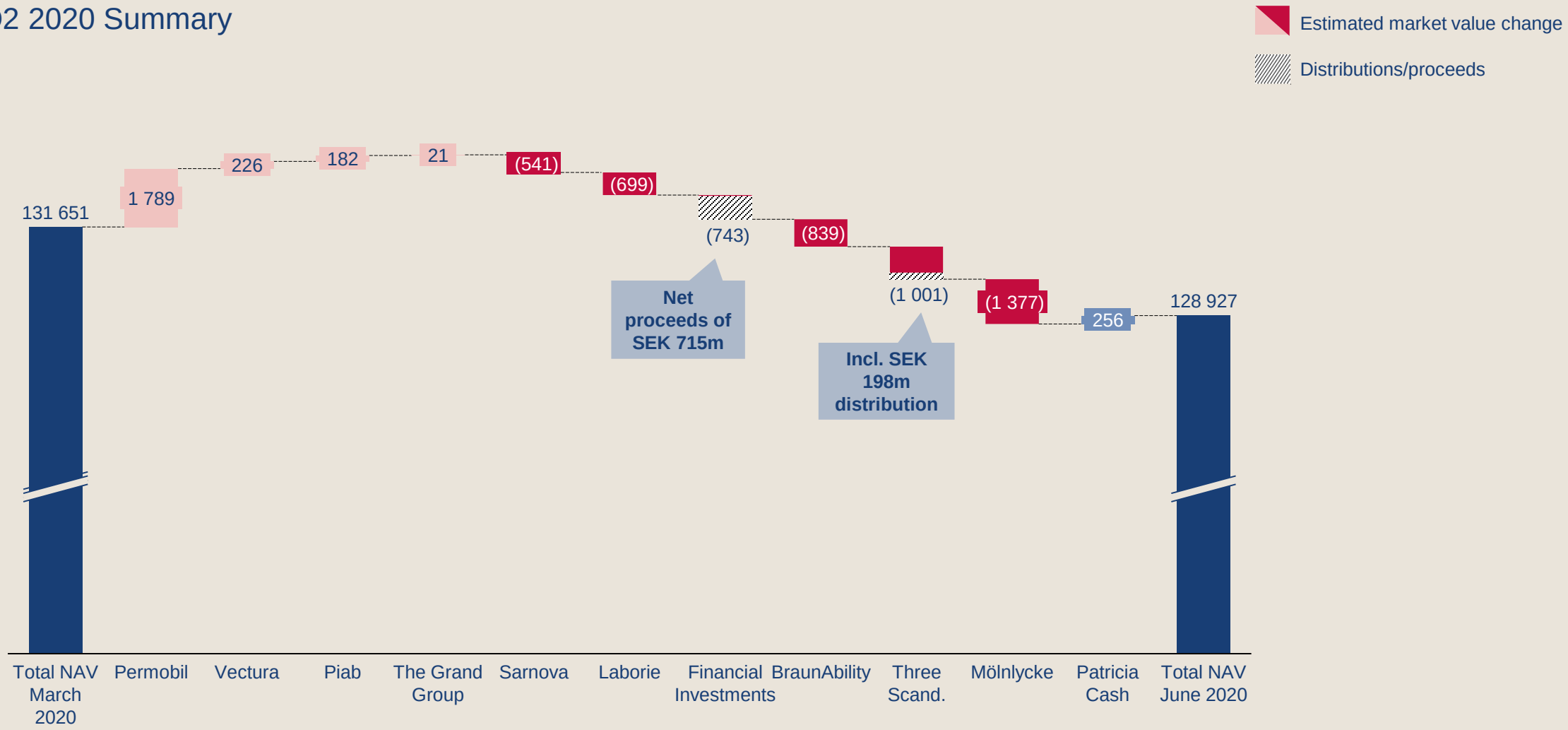
-2%

Total return, excl. cash (-2 percent incl. cash)

- Earnings impacted negatively
- Currency impacted negatively
- Multiples impacted positively

Patricia Industries – Change in Estimated Market Values

Q2 2020 Summary



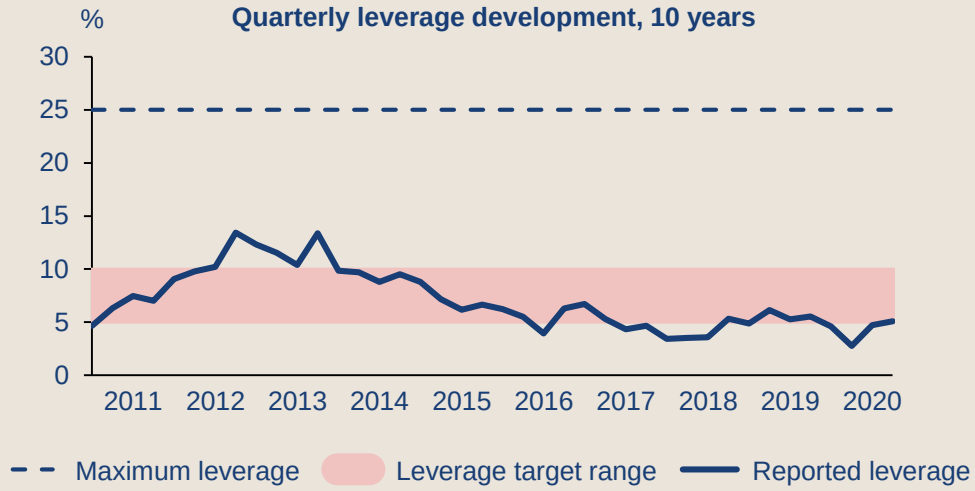
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Major Drivers of Estimated Market Values Q2 2020

Company	Est. market value change Q2 2020 vs. Q1 2020	Major drivers
permobil	SEK 1.8bn	Higher multiples and cash flow impacted positively, lower profit impacted negatively
LABORIE	SEK -0.7bn	Lower profit and currency impacted negatively, higher multiples impacted positively
BraunAbility	SEK -0.8bn	Lower profit and currency impacted negatively, higher multiples impacted positively
3	SEK -1.0bn	Lower multiples impacted negatively, higher profit impacted positively. SEK 198m capital distribution
Mölnlycke	SEK -1.4bn	Currency and lower profit impacted negatively, multiples and cash flow generation impacted positively

Financial Position as of June 30, 2020

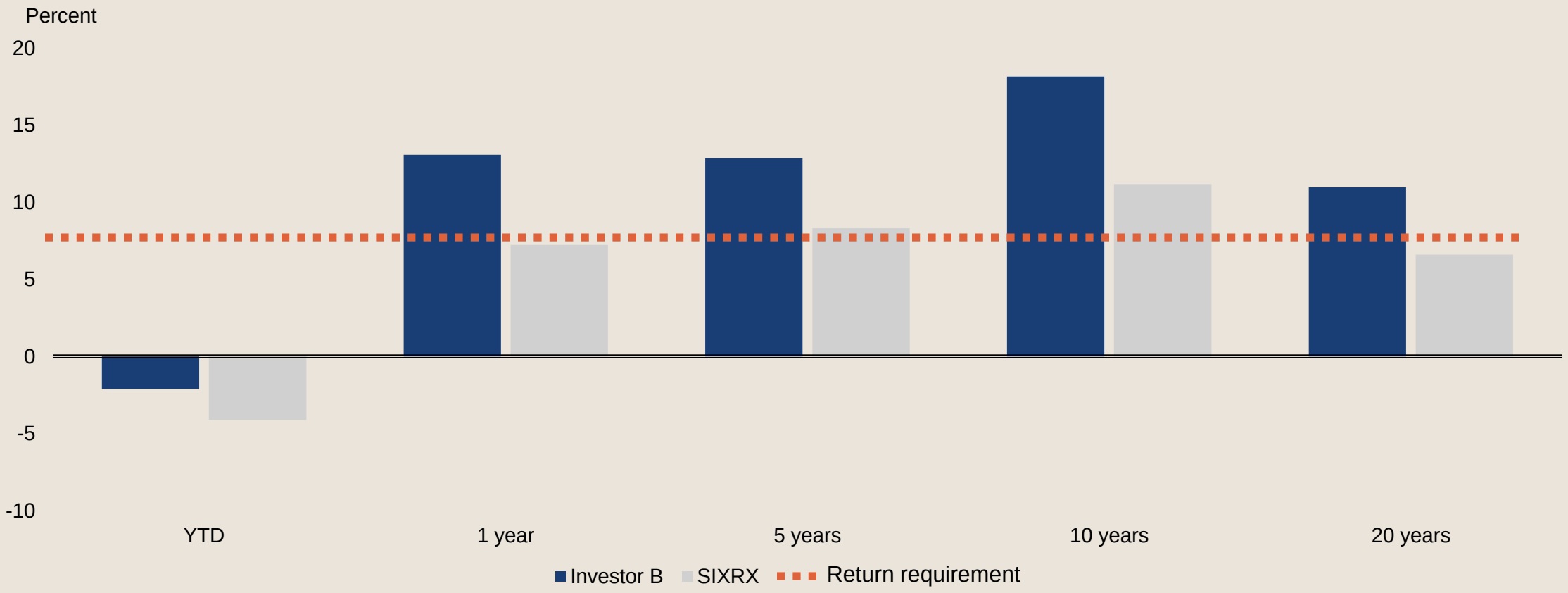
- Leverage 5.1% (2.8% Dec 31, 2019)
- Net debt SEK 23.2bn
- Gross cash SEK 13.7bn
- Average maturity of the debt portfolio 10.6 years



Current rating	
Standard & Poor's	AA-
Moody's	Aa3

Average Annual Total Shareholder Return

As of June 30, 2020




We create value
for people and society
by building
strong and sustainable
businesses
investor

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Financial Calendar

2020-10-19
Interim Management Statement
January-September 2020

2021-01-21
Year End Report 2020

2021-04-20
Interim Management Statement
January-March 2021

2021-07-15
Interim Report
January-June 2021

2020-11-13
Capital Markets Day