

LEAX GROUP AB

Interim Financial Report

Q4 2023



INTERIM FINANCIAL REPORT Q4 2023

“RESULTS IMPROVING, EXECUTING OUR LONG-TERM STRATEGY REMAINS TOP PRIORITY”

- ROGER BERGGREN, ACTING GROUP PRESIDENT AND CEO

The quarter October–December

- Net Sales increased to SEK 577.3 million (501.0)
- Operating profit increased to SEK 3.8 million (-10.9)
- Earnings before tax (EBT) increased to SEK -13.8 million (-17.9)
- Net income for the period increased to SEK -16.9 million (-67.2)
- Cash flow from operating activities amounted to SEK 60.1 million (30.5)

The period January–December

- Net Sales increased to SEK 2,182.5 million (1,923.5)
- Operating profit increased to SEK 43.5 million (2.3)
- Earnings before tax (EBT) increased to SEK -0.7 million (-17.1)
- Net income for the period increased to SEK -12.9 million (-72.3)
- Cash flow from operating activities amounted to SEK 183.1 million (116.8)

Significant events during and after the quarter

- Press release November 9, 2023, LEAX Group appoints new Executive Vice President (EVP) & Chief Financial Officer (CFO)
- Press release November 9, 2023, LEAX Group appoints Vice President Procurement
- Press release February 2, 2024, LEAX CEO leaves his position

Key Ratios, MSEK	Oct-Dec		Jan-Dec	
	2023	2022	2023	2022
Net Sales	577.3	501.0	2,182.5	1,923.5
Operating profit	3.8	-10.9	43.5	2.3
EBT	-13.8	-17.9	2.3	-17.1
Net Income	-16.9	-67.2	-0.7	-72.3
Cash flow from operating activities	59.9	30.5	183.1	116.8
Earnings per share before dilution, SEK	-1.31	-5.33	-1.01	-5.77
Earnings per share after dilution, SEK	-0.80	-3.24	-0.61	-3.50
Number of shares before dilution	12,593,750	12,593,750	12,593,750	12,593,750
Number of shares after dilution	20,755,126	20,755,126	20,755,126	20,755,126

For full key ratios table and descriptions of alternative performance measures, see page 16.

COMMENTS FROM GROUP PRESIDENT AND CEO

Results improving, executing our long-term strategy remains top priority

In Q4 2023, LEAX continues to execute on its strategic plans to develop products with higher engineering content and diversify our markets. Net sales for the fourth quarter were SEK 577.3 million (501.0) which is an increase of 15.2% compared to the same period last year. The increase is derived from higher sales in Heavy Commercial Vehicles and inflation recovery but offset by weaker sales in our largest Battery Electric Vehicle (BEV) passenger car program.

In the fourth quarter Operating profit increased to SEK 3.8 million (-10.9) a solid improvement compared to same period last year. The increase was driven by higher volume in Heavy Commercial Vehicle markets, weaker inflation, and cost recovery. Our results were negatively impacted by lower sales in our BEV passenger car program and higher costs related to new product introductions.

For the full year of 2023, Net sales increased to SEK 2,182.5 million (1,923.5) an increase of 13.5% year over year. The increase was driven mainly by strong demand for Heavy Commercial Vehicles, greater supply chain stability within this market and by pricing to recover inflationary costs. Sales were down with our Passenger car and Mining & Construction customers compared to 2022.

Operating profit for the full year increased to SEK 43.5 million (2.3). The significant improvement in our result can be attributed to more stable volumes and lower volatility within the Heavy Commercial Vehicle supply chain. Inflationary cost recovery was positive as implementation of pricing was lagging the impact of inflation that affected us in 2022. Lower volumes of passenger car components and higher project costs were negatives to our operating profit versus 2022.

The fourth quarter of 2023 is reflective of the past several years starting with the pandemic years of 2020 and 2021. Cyclicity and seasonality have been replaced by uncertainty

and volatility. The world is seemingly jumping from crisis to crisis which impacts performance in unpredictable ways. Our entire organisation has performed admirably and, in many cases, outstandingly during this period. We have become more agile, flexible, and faster to respond to changes in order patterns and deal with cost pressures.

LEAX continues to operate with excellence as recognized by many of our customers during the quarter and year. Through hard work and commitment to our core values we have been acknowledged through supplier of the year awards and with significant new business wins.

As of February 2, I have taken on the role of CEO following Tony Nicol's resignation. Tony's expertise has played a significant role in the company's growth, particularly in expanding our end markets and strengthening our product portfolio. As Tony moves on from LEAX, our strategic plan remains our top priority. We have strengthened our management team, and we are excited to meet the challenges that lie ahead.



Roger Berggren, Acting Group president and CEO

THIS IS LEAX GROUP

LEAX is a supplier of systems, advanced components, and mechanical solutions, and operates within several major end customer markets such as Heavy Commercial Vehicles, Passenger Cars, Mining & Construction, Agricultural and General Industry. The company's products and solutions are applicable in various applications and can be adapted to the end market and the needs that arise in the customers' value chain.

LEAX supplies components and subsystems to our various end markets and focuses on highly complex and sustainable solutions.

The Group consists of nine operating companies, three real estate companies and two associated companies that individually develop and run their operations. However, the companies within LEAX cooperate to a large extent to realize the synergies that exist within the Group.

LEAX governance/follow-up and allocation of resources is based on the Group as a whole and the responsibility of the CEO. For operational purposes, the Group is divided into two business areas and three support areas. The two business areas are International and Nordics/South America. The CEO reports to the Board of Directors of LEAX. The Board consists of seven members, whereof one employee representative. Four are independent both in relation to the company's major shareholders and in relation to the company and its executive management. All members appointed by the annual general meeting are proposed by a nomination committee.

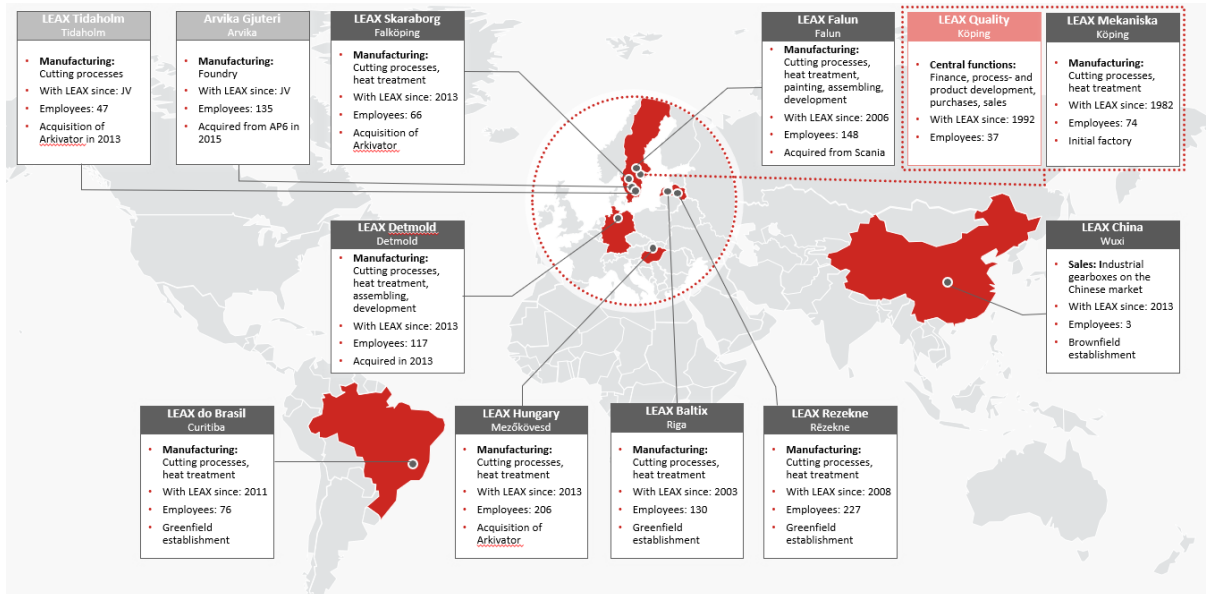
Vision and Mission

LEAX Vision is "To be a recognized leader in the design, development and industrialization of advanced manufacturing solutions and superior products for global mobility and industrial markets" and our Mission is "To exceed our customers' expectations through the continuous pursuit of excellence in every aspect of our business and by maximizing value for all stakeholders".

Strategic geographic presence

LEAX has laid the foundation for a broad product portfolio combined with a global presence to be able to deliver to its international customer base. LEAX has established the right conditions to develop the company in line with LEAX strategy. As part of the company's growth with its existing customers LEAX has established itself in geographically strategic locations. LEAX is now active on three continents: Europe, South America and Asia, with local production in Sweden, Germany, Brazil, China, Hungary and Latvia. Through the local presence, the platform is established for LEAX to develop and gain market share in South America and Asia, among others.

Overview of LEAX factories and offices



Customers in	Production in	Approximately
~ 40	10	1 100
Countries (150 including indirect deliveries through customers)	Factories on two continents	LEAX employees

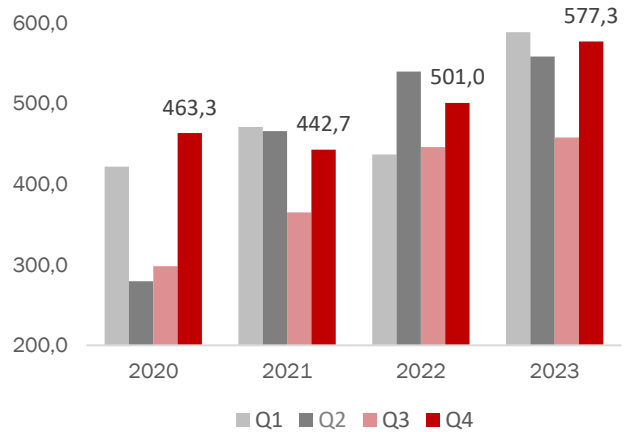
FINANCIAL INFORMATION

NET SALES

Net sales for the fourth quarter amounted to SEK 577.3 million (501.0) which is an increase of 15.2% compared to the same period last year. The increase is derived from higher sales in Heavy Commercial Vehicles and inflation recovery, but somewhat offset by weaker sales in our largest Battery Electric Vehicle (BEV) passenger car program.

Net sales for the full year amounted to SEK 2,182.5 million (1,923.5) which is an increase of 13.5% compared to the same period last year.

Net Sales per quarter, MSEK

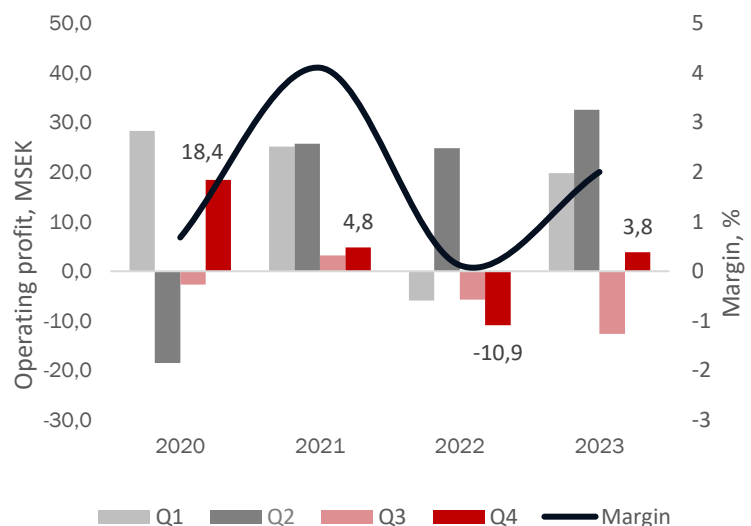


OPERATING PROFIT

In the fourth quarter Operating profit increased to SEK 3.8 million (-10.9) which is an increase of 134.8% compared to same period last year. The increase was driven by higher volume in Heavy Commercial Vehicle markets, weaker inflation, and cost recovery. Our results were negatively impacted by lower sales in our BEV passenger car program and higher costs related to new product introductions.

Operating profit for the full year amounted to SEK 43.5 million (2.3) which is an increase of 1,772.4% compared to same period last year. The increase can be explained by more stable volumes in Heavy Commercial Vehicles, as well as recovery from inflationary pressure and electricity compensation. The increase has been somewhat offset by lower volumes in BEV Passenger Cars and Mining & Construction. The operating profit have also been impacted by ramp up cost from new projects and last year's onetime cost to raise equity.

Operating profit per quarter



FINANCIAL INCOME & EXPENSES AND EARNINGS BEFORE TAX

Net financial income and expenses for the fourth quarter amounted to SEK -17.6 million (-7.0). The amount includes unrealised currency effect of SEK -5.1 million (1,9). The unrealised currency effect mainly relates to group internal loans. Net financial income and expenses for the full year amounted to SEK -44.3 million (-19.4). The amount includes unrealised currency effect of SEK 1.4 million (20.9).

Earnings before tax (EBT) for the fourth quarter amounted to SEK -13.8 million (-17.9) and for the full year SEK -0.7 million (-17.1).

INCOME TAXES

Income taxes for the full year amounted to SEK -12.2 million (-55.2). Income taxes are related both to corporate taxes and deferred taxes on group level.

CASH FLOW

Cash flow from operating activities for the fourth quarter amounted to SEK 60.1 million (30.5). Cash flow from investing activities amounted to SEK -19.3 million (-24.5). Cash flow from financing activities amounted to SEK -36.9 million (-10.1). Cash flow from operating activities for the full year amounted to SEK 183.1 million (116.8). Cash flow from investing activities amounted to SEK -105.1 million (-122.6). Cash flow from financing activities amounted to SEK -74.8 million (3.2).

FINANCIAL POSITION

As of December 31, 2023, the Group's balance sheet total amounted to SEK 1,632.3 million (1,657.3). The Group's equity amounted to SEK 514.0 million (539.0). At the end of the period, net debt was SEK 595.4 million (637.7) and the Group's cash and cash equivalents amounted to SEK 12.8 million (9.2).

The Board of Directors assesses that the Group is financially stable enough to meet its obligations and continue its business for the foreseeable future.

OTHER INFORMATION

RISKS AND UNCERTAINTY FACTORS

The company does not consider that there are any material changes during the reporting period in the risks and uncertainty factors presented in the annual report. Market forecasts are based on current visibility, which is low. Uncertainty is significant due to difficulty in assessing supply chain capacity, effects from the Covid-19 pandemic and the war in Ukraine and the company sees a continued risk caused by supply chain volatility. For information regarding the most significant risks and uncertainty factors, please read the description in the annual report for 2022.

PARENT COMPANY

LEAX Group AB directly or indirectly owns all companies in the Group. Equity amounted to SEK 495.7 million (491.5).

THE COMPANY'S MAJOR SHAREHOLDERS

LEAX Group AB (publ) has its registered office in Köping, Sweden. At the end of the quarter, the Berggren and Seger families directly or indirectly owned 64.6% of the shares, with a voting right of 85.9%. AMF owns 28.9% of the shares with a voting right of 4.5%. The remaining part is owned by key persons active in the group.

DIVIDEND

A directed dividend related to the preference shares during 2023 for the fiscal year 2022 was decided at the annual general meeting at a value of SEK 2.50 per share, in total SEK 20.4 million. No other dividend is suggested for the fiscal year 2022. The dividend was settled in July 2023.

For the full year 2023, the Board proposes a directed dividend on the preference shares of SEK 3.00 per share, in total SEK 24.5 million. No other dividend is proposed for the fiscal year 2023.

MARKET DEVELOPMENT AND PROSPECTS

Business activity including new customer inquiries remains high. We continue to win new business in all the markets we serve. Our push towards higher engineering content in our products and services remains in focus. LEAX continues to operate with excellence as recognized by many of our customers during the quarter and year. Through hard work and commitment to our core values we have been acknowledged through supplier of the year awards and with significant new business wins.

ANNUAL GENERAL MEETING

The Annual General Meeting took place on May 9, 2023, at Nya Hamnvägen 4 in Köping, Sweden.

It was resolved to re-elect Roger Berggren, Lars Davidsson, Jonas Lundgren, Lars Wrebo and Jessica Alenius and new election of Lina Ankargren as board members until the end of the next annual general meeting.

Bent Wessel-Aas has declined re-election. Roger Berggren was re-elected as the working chairman of the board for the same period.

OTHER

The functional currency of the parent company is the Swedish krona which also is the reporting currency for the group and the parent company. All amounts, if nothing else is stated, are presented in SEK million with one decimal. The amounts in tables and reports do not always sum up exactly to the total amount due to rounding. The purpose is that each amount should equal its origin and rounding differences can therefore occur.

This report has not been reviewed by the company's auditors.

THE BOARD OF DIRECTORS AND THE CEO ASSURANCE

The Board of Directors and the CEO assure that this interim report provides a true and fair view of the Group's and the parent company's operations, position and results and describes the significant risks and uncertainties facing the parent company and the companies that are part of the Group.

Köping, February 27, 2024

Roger Berggren
Board member
Acting Group President and CEO

Lars Davidsson
Chairman of the Board

Jonas Lundgren
Board member

Lina Ankargren
Board member

Jessica Alenius
Board member

Lars Wrebo
Board member

Jonas Neiström
Board member

INCOME STATEMENT FOR THE GROUP

Consolidated statement of comprehensive income for the group

MSEK	Note	2023	2022	2023	2022
		Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net Sales	2	577.3	501.0	2,182.5	1,923.5
Other operating income		13.4	3.1	46.0	37.1
Change in work in progress and finished goods		-4.6	18.4	2.5	15.8
Capitalized work for own account		1.1	1.2	4.8	5.1
Raw material and consumables		-322.9	-299.5	-1,199.3	-1,017.0
Other external costs		-86.6	-72.4	-335.3	-335.4
Employee benefits		-132.2	-113.7	-490.2	-439.1
Depreciation, amortization and write down of fixed assets		-38.7	-37.7	-158.2	-154.1
Other operating expenses		-3.6	-6.0	-24.5	-23.0
Share according to the equity method		0.6	-5.3	15.2	-10.5
Operating profit		3.8	-10.9	43.5	2.3
Financial income		0.4	0.6	3.4	1.8
Financial expenses		-18.1	-7.5	-47.7	-21.3
Financial income and expenses, net		-17.6	-7.0	-44.3	-19.4
Earnings before tax, EBT		-13.8	-17.9	-0.7	-17.1
Income taxes		-3.1	-49.3	-12.2	-55.2
Net income		-16.9	-67.2	-12.9	-72.3
Of which attributable to					
Owners of the parent		-16.5	-67.2	-12.7	-72.7
Non-controlling interests		-0.4	0.0	-0.2	0.4
Net income		-16.9	-67.2	-12.9	-72.3
Earnings per share					
before dilution (SEK)		-1.31	-5.33	-1.01	-5.77
after dilution (SEK)		-0.80	-3.24	-0.61	-3.50
Earnings per share from continuing operations					
before dilution (SEK)		-1.31	-5.33	-1.01	-5.77
after dilution (SEK)		-0.80	-3.24	-0.61	-3.50

Consolidated statement of other comprehensive income for the group

MSEK	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net income	-16.9	-67.2	-12.9	-72.3
Other comprehensive income				
Items that may be subsequently reclassified to profit or loss				
Translation differences	-14.7	10.9	8.3	27.1
Other comprehensive income for the period	-14.7	10.9	8.3	27.1
Total comprehensive income for the period	-31.6	-56.3	-4.6	-45.2
Total comprehensive income for the period attributable to:				
Owners of the parent	-31.5	-56.0	-5.1	-39.5
Non-controlling interests	-0.1	-0.3	0.5	-5.2
Total comprehensive income for the period	-31.6	-56.3	-4.6	-44.7

BALANCE SHEET FOR THE GROUP

Consolidated statement of financial position for the group

<i>MSEK</i>	<i>Note</i>	2023	2022
		Dec 31	Dec 31
Assets			
Intangible fixed assets	2	44.2	37.9
Tangible fixed assets	2	848.4	875.6
Other right-of-use assets	2	48.0	64.1
Shares in associated companies		45.6	30.4
Deferred tax asset		27.9	32.4
Non-current receivables		20.9	20.0
Other financial assets		7.9	3.3
Other long-term receivables		0.2	0.3
Total fixed assets		1,043.1	1,063.9
Inventories		345.2	328.3
Trade receivables		190.4	198.3
Current tax assets		13.5	13.2
Other current receivables		9.7	27.7
Prepaid expenses and accrued income		17.5	16.6
Cash and cash equivalents		12.8	9.2
Total current assets		589.2	593.4
Total assets		1,632.3	1,657.3
Equity			
Share capital		41.5	41.5
Translation reserve		27.1	18.8
Retained earnings incl net income		442.7	475.8
Total equity attributable to owners of the parent		511.3	536.1
Non-controlling interests		2.7	2.9
Total equity		514.0	539.0
Provisions			
Provisions for deferred taxes		9.8	10.8
Other provisions		0.3	0.1
Total provisions		10.1	11.0
Liabilities			
Interest-bearing liabilities, non-current		520.9	555.6
Other non-current liabilities		33.4	40.6
Total non-current liabilities		554.2	596.1
Interest-bearing liabilities, current		87.4	91.4
Advances from customers		0.4	6.6
Trade payables		237.7	242.0
Current tax liabilities		2.4	4.0
Other current liabilities		157.8	100.9
Accrued expenses and deferred income		68.2	66.3
Total current liabilities		554.0	511.2
Total liabilities		1,108.2	1,107.3
Total equity and liabilities		1,632.3	1,657.3

CHANGES IN EQUITY FOR THE GROUP

Consolidated statement of changes in equity for the group

2022	Total equity						
	MSEK	Share capital	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Opening balance January 1, 2022		25.2	-13.3	166.7	178.6	7.8	186.4
Comprehensive income							
Net income for the period				-72.7	-72.7	0.4	-72.3
Other comprehensive income			32.1	0.2	32.3	-5.2	27.1
<i>Total comprehensive income</i>			32.1	-72.5	-40.4	-4.9	-45.2
Transactions with shareholders							
Dividends				-3.2	-3.2		-3.2
New share issue		16.3			16.3		16.3
Share premium				384.7	384.7		384.7
Closing balance December 31, 2022		41.5	18.8	475.7	536.1	2.9	539.0

2023	Total equity						
	MSEK	Share capital	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Opening balance January 1, 2023		41.5	18.8	475.8	536.1	2.9	539.0
Comprehensive income							
Net income for the period				-12.7	-12.7	-0.2	-12.9
Other comprehensive income			8.3	–	8.3	0.0	8.3
<i>Total comprehensive income</i>			8.3	-12.7	-4.4	-0.2	-4.6
Dividends				-20.4	-20.4		-20.4
Closing balance December 31, 2023		41.5	27.1	442.7	511.3	2.7	514.0

CASH FLOW STATEMENT FOR THE GROUP

Consolidated cash flow statement for the group

<i>MSEK</i>	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Operating activities				
Earnings before tax	-13.8	-17.9	-0.7	-17.1
Adjustment for non-cash items	37.8	28.8	134.0	148.8
Income taxes paid	11.8	-1.5	-7.1	-7.7
	35.8	9.4	126.1	123.9
Increase (-) /Decrease (+) of inventories	-6.0	-7.1	-14.2	-21.5
Increase (-) /Decrease (+) of operating assets	23.5	16.9	27.2	-36.8
Increase (+) /Decrease (-) of operating liabilities	6.8	11.3	44.0	51.2
Cash flow from operating activities	60.1	30.5	183.1	116.8
Investing activities				
Investments in tangible and intangible fixed assets	-11.8	-23.9	-110.3	-106.0
Investments in other right-of-use assets	-2.3	-1.6	-4.3	-7.9
Disposals of tangible and intangible fixed assets	0.0	0.4	0.4	2.6
Acquisition of shares in subsidiaries	–	-0.5	–	-7.1
Disposal of other right-of-use assets	-0.8	–	-0.8	–
Investments in financial fixed assets	-4.3	0.0	-4.4	-5.2
Disposals of other financial fixed assets	–	1.1	14.4	1.1
Cash flow from investing activities	-19.3	-24.5	-105.1	-122.6
Financing activities				
New share issue	–	–	–	300.0
Change in overdraft facility	-15.2	-4.3	-14.2	68.0
New borrowings	–	18.2	47.9	31.9
Repayment of borrowings	-17.5	-17.5	-76.1	-358.4
Paid out dividend	–	–	-20.4	-3.2
Change in lease liability	-4.2	-6.5	-12.0	-35.1
Cash flow from financing activities	-36.9	-10.1	-74.8	3.2
Cash flow for the period	4.0	-4.1	3.2	-2.6
Cash and cash equivalents at the beginning of the period	9.0	13.8	9.2	10.6
Translation difference on cash and cash equivalents	-0.1	-0.5	0.4	1.2
Cash and cash equivalents at the end of the period	12.8	9.2	12.8	9.2

KEY RATIOS FOR THE GROUP

Key Ratios

MSEK	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
EBITDA ¹	42.5	26.8	201.7	156.4
EBITDA margin % ¹	7.4	5.3	9.2	8.1
Operating margin % ¹	0.7	-2.2	2.0	0.1
EBT margin % ¹	-2.4	-3.6	0.0	-0.9
Net Sales Growth % ¹	15.2	7.5	13.5	47.7
Net Debt ¹	595.4	637.7	595.4	637.7
Net Sales by customer end markets in % ¹				
Heavy Commercial Vehicles (%)	75.4	66.9	65.1	61.2
General Industry (%)	15.4	17.7	20.6	20.8
Mining & Construction (%)	1.5	2.7	1.4	2.9
Agriculture (%)	0.3	0.7	0.7	0.8
Passenger Cars (%)	7.4	12.0	12.1	14.4
Net Debt / Equity ¹	1.2	1.2	1.2	1.2
Net Debt / EBITDA LTM ¹	3.0	4.1	3.0	4.1

¹ Non-IFRS financial measures are reconciled at the end of this report to the most directly reconcilable line items in the financial statements

NOTES

Note 1 Accounting policies

The interim report for the group has been prepared in accordance with IAS 34 Interim Financial Reporting. The interim report for the parent company has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Financial Accounting Standards Council's recommendation RFR 2 Accounting for Legal Entities.

The group applies the International Financial Reporting Standards (IFRS) adopted by the EU and the Swedish Annual Accounts Act.

The term "IFRS" in this document includes the application of IAS and IFRS, as well as the interpretations of these standards as published by IASB's Standards Interpretation Committee (SIC) and the International Financial Reporting Interpretations Committee (IFRIC).

The group and the parent company apply the same accounting policies and calculation models as in the annual report for 2022.

Governmental packages due to Covid-19 and other support are reported in the income statement under other operating income or as reduction of cost depending on the classification. The income or reduction is reported in the period in which it was received.

No new or revised IFRS entering into force during 2023 have had any material effect on the group. The group has not applied any standards in advance, that have been published but not yet come into force.

For a more detailed description of the group's applied accounting policies as well as new and coming accounting standards we refer to note 1 in the Annual Report for 2022.

Note 2 Net Sales

LEAX customers are mainly leading large multinational companies with sales and production worldwide that are active in the premium segments in their respective markets.

The Net Sales by Country or Region table is based on the customers' geographical location.

Fixed Assets by Country or Region are the sum of intangible fixed assets, tangible fixed assets, and other right-of-use assets.

Net Sales and Fixed Assets by Country or Region

<i>MSEK</i>	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net Sales by Country or Region				
Sweden	306.9	260.7	1,097.7	960.5
Germany	38.2	27.9	136.8	108.1
France	41.3	18.9	124.5	76.0
Netherlands	68.9	62.9	275.9	225.0
Rest of Europe	38.8	32.7	172.6	125.4
South America	74.4	60.3	234.5	202.9
Asia	2.7	31.0	100.0	182.8
Rest of World	6.1	6.7	40.5	42.8
	577.3	501.0	2,182.5	1,923.5

<i>MSEK</i>	2023	2022
	Dec 31	Dec 31
Fixed Assets by Country or Region		
Sweden	330.4	333.3
Rest of Europe	544.8	581.8
Rest of World	65.4	62.5
	940.6	977.6

Note 3 Transactions with related parties

No changes in transactions between LEAX and related parties which significantly have affected the company's position and earnings have taken place. For a more detailed description of the transactions with related parties we refer to note 25 in the Annual Report for 2022.

Note 4 Acquisitions during the quarter

No acquisitions were made during the quarter.

Note 5 Significant events after the end of the period

Tony Nicol has per February 2, 2024, left his role as President and CEO for a new job outside of LEAX. Tony Nicol joined LEAX in 2020 and has been President and CEO of LEAX since 2021. To ensure a safe handover, Tony will continue to work at LEAX during the spring of 2024, while the recruitment of a replacement is now underway.

The company's Chairman of the Board, Roger Berggren, has stepped in as acting CEO until a new CEO is appointed. Deputy Chairman Lars Davidsson replaces Roger Berggren as Chairman of the Board during this period.

INCOME STATEMENT FOR THE PARENT COMPANY

Income statement, parent company

<i>MSEK</i>	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Other operating income	0.2	0.1	0.6	0.4
Other external costs	0.0	-0.9	-0.4	-5.1
Other operating expenses	0.0	0.0	-0.6	-0.1
Operating profit	0.2	-0.8	-0.4	-4.8
Financial income and expenses, net	16.4	-4.9	26.5	11.4
Earnings before tax, EBT	16.6	-5.7	26.0	6.6
Appropriations	-1.4	-1.5	-1.4	-1.5
Income taxes	–	-13.1	–	-13.1
Net income	15.2	-20.3	24.6	-8.0

BALANCE SHEET FOR THE PARENT COMPANY

Balance sheet, parent company

<i>MSEK</i>	2023	2022
	Dec 31	Dec 31
Assets		
Shares in group companies	500.2	500.2
Shares in associated companies	3.5	3.5
Receivables from group companies	304.8	336.0
Receivables from associated companies	17.2	30.5
Deferred tax assets	–	–
Other financial assets	7.9	3.2
Total fixed assets	833.5	873.4
Receivables from group companies	25.0	–
Other current receivables	0.3	–
Prepaid expenses and accrued income	1.1	1.2
Total current assets	26.5	1.2
Total assets	859.9	874.6
Equity		
Share capital	41.5	41.5
Revaluation reserve	18.0	18.0
Retained earnings	411.6	439.9
Net income	24.6	-8.0
Total equity	495.7	491.5
Liabilities		
Non-current interest-bearing liabilities	296.2	317.1
Liabilities to group companies	27.5	27.7
Total non-current liabilities	323.7	344.8
Current interest-bearing liabilities	22.1	22.1
Liabilities to group companies	18.1	14.3
Current tax liabilities	0.3	0.3
Other current liabilities	–	1.6
Accrued expenses and deferred income	0.0	–
Total current liabilities	40.5	38.4
Total liabilities	364.2	383.1
Total equity and liabilities	859.9	874.6

DEFINITION OF ALTERNATIVE PERFORMANCE MEASURES

Definitions of key ratios not calculated according to IFRS for LEAX

Key ratios not calculated according to IFRS	Definition	Explanation
EBITDA	Earnings before interest, taxes, depreciation and amortisation	To improve the analysis and comparability between other EBITDA key ratios below
EBITDA margin %	EBITDA divided by Net Sales	To improve the analysis and comparability between other EBITDA key ratios below
Operating margin %	Operating profit divided by Net sales	To analyse the profitability of the operations and to compare the margin between different reporting periods
EBT margin %	Earnings before tax divided by Net Sales	To compare the margin between difference reporting periods
Net Sales Growth %	Change in net sales divided by net sales for the previous period.	To analyse LEAX growth
Net debt	Interest-bearing liabilities reduced by cash and cash equivalents	To improve the analysis and comparability between other Net Debt key ratios below.
Net Sales by customer end markets in %	Net Sales by customer end markets in % of total Net Sales for customer end markets stated below: <ul style="list-style-type: none"> - Heavy Commercial Vehicles - General Industry - Mining & Construction - Agriculture - Passenger Cars 	The Group monitors sales related to end customers
Net Debt/Equity	Net Debt/Equity	LEAX monitors this key ratio as an additional way to measure the debt/equity ratio
Net Debt/EBITDA LTM	Net Debt/EBITDA excl. for the last twelve months	LEAX monitors this key ratio to measure the debt/equity ratio.

RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

The section below includes a reconciliation of the Alternative Performance Measures to the most directly reconcilable line items in the financial statements.

Key Ratios

EBITDA

Earnings before interest, taxes, depreciation and amortisation

	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
MSEK				
Net Sales	577.3	501.0	2,182.5	1,923.5
Other operating income	13.4	3.1	46.0	37.1
Change in work in progress and finished goods	-4.6	18.4	2.5	15.8
Capitalized work for own account	1.1	1.2	4.8	5.1
Raw material and consumables	-322.9	-299.5	-1,199.3	-1,017.0
Other external costs	-86.6	-72.4	-335.3	-335.4
Employee benefits	-132.2	-113.7	-490.2	-439.1
Other operating expenses	-3.6	-6.0	-24.5	-23.0
Income from associated companies	0.6	-5.3	15.2	-10.5
EBITDA	42.5	26.8	201.7	156.4

EBITDA margin %

EBITDA/Net sales

	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
MSEK				
Net Sales	577.3	501.0	2,182.5	1,923.5
EBITDA	42.5	26.8	201.7	156.4
EBITDA margin %	7.4	5.3	9.2	8.1

Operating margin %

Operating profit / Net Sales

	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
MSEK				
Operating profit	3.8	-10.9	43.5	2.3
Net Sales	577.3	501.0	2,182.5	1,923.5
Operating margin %	0.7	-2.2	2.0	0.1

EBT margin %

EBT divided by Net Sales

	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
MSEK				
Net Sales	577.3	501.0	2,182.5	1,923.5
EBT	-13.8	-17.9	-0.7	-17.1
EBT margin %	-2.4	-3.6	0.0	-0.9

Net Sales Growth %

Change in Net Sales compared to previous period in %

	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
MSEK				
Net Sales	577.3	501.0	2,182.5	1,923.5
Change	76.3	34.8	259.0	178.3
Growth %	15.2	7.5	13.5	10.2

Net Debt

Interest bearing liabilities, including lease liabilities, less cash and cash equivalents

MSEK	2023	2022	2023	2022
	Dec 31	Dec 31	Dec 31	Dec 31
Interest-bearing liabilities, non-current	520.9	555.6	520.9	555.6
Interest-bearing liabilities, current	87.4	91.4	87.4	91.4
Cash and cash equivalents	12.8	9.2	12.8	9.2
Net Debt	595.4	637.7	595.4	637.7

Net Sales by customer end markets in %

Net Sales by customer end markets in % of total Net Sales for the end markets stated below:

%	2023	2022	2023	2022
	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Heavy Commercial Vehicles (%)	75.4	66.9	65.1	61.2
General Industry (%)	15.4	17.7	20.6	20.8
Mining & Construction (%)	1.5	2.7	1.4	2.9
Agriculture (%)	0.3	0.7	0.7	0.8
Passenger Cars (%)	7.4	12.0	12.1	14.4
Net Sales by customer end markets in %	100.0	100.0	100.0	100.0

Net Debt/Equity

Net Debt/Equity

MSEK	2023	2022	2023	2022
	Dec 31	Dec 31	Dec 31	Dec 31
Equity	514.0	539.0	514.0	539.0
Net Debt	595.4	637.7	595.4	637.7
Net Debt/Equity	1.2	1.2	1.2	1.2

Net Debt/EBITDA LTM

Adjusted Net Debt/Adjusted EBITDA LTM

MSEK	2023	2022	2023	2022
	Dec 31	Dec 31	Dec 31	Dec 31
Net Debt	595.4	637.7	595.4	637.7
EBITDA LTM	201.7	156.4	201.7	156.4
Net Debt/EBITDA LTM	3.0	4.1	3.0	4.1

Financial calendar		Contact information
Interim Report October–December 2023	February 27, 2024	Roger Berggren, Board member & Acting Group President and CEO Phone: +46 (0)70 655 99 71 Mail: roger.berggren@leax.com
Annual Report 2023	April 5, 2024	
Annual General Meeting	May 8, 2024	
Interim Report January–March 2024	May 8, 2024	



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