

Consolidated income statement, condensed

Income statement SEKm	3 months ending		6 months ending		12 months ending	
	30 Jun 21	30 Jun 20	30 Jun 21	30 Jun 20	30 Jun 21	31 Dec 20
Net sales	2,276	1,248	4,012	2,301	6,984	5,273
Cost of sales	-1,482	-836	-2,595	-1,520	-4,530	-3,455
Gross profit	794	412	1,417	781	2,454	1,818
Selling expenses	-438	-209	-701	-437	-1,138	-874
Administrative expenses	-102	-60	-171	-120	-324	-273
Research and Development	-10	-5	-18	-11	-31	-24
Other operating income and expenses	9	13	17	12	30	25
Operating profit	253	151	544	225	991	672
Financial income and expenses	-16	-2	-20	-7	-26	-13
Profit after financial items	237	149	524	218	965	659
Tax	-59	-29	-120	-44	-215	-139
Profit for the period	178	120	404	174	750	520
<i>Attributable to:</i>						
<i>Equity holders of the Parent Company</i>	<i>177</i>	<i>119</i>	<i>403</i>	<i>173</i>	<i>748</i>	<i>518</i>
<i>Non-controlling interests</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>2</i>	<i>2</i>
Earnings per share (EPS) before dilution, SEK	1.47	1.07	3.46	1.55	6.55	4.63
Earnings per share (EPS) after dilution, SEK	1.46	1.06	3.44	1.55	6.51	4.61
Average number of shares after repurchases, '000s	121,154	111,765	116,846	111,965	114,548	112,127
Number of shares at end of the period, '000	121,943	112,124	121,943	112,124	121,943	112,487
EBITA	332	181	658	287	1,173	802
Depreciations included in operating expenses						
- property, plant and equipment	-53	-36	-91	-71	-164	-144
- intangible non-current assets from acquisitions	-71	-27	-101	-54	-157	-110
- other intangible non-current assets	-8	-3	-13	-8	-25	-20

Statement of comprehensive income

SEKm	3 months ending		6 months ending		12 months ending	
	30 Jun 21	30 Jun 20	30 Jun 21	30 Jun 20	30 Jun 21	31 Dec 20
Profit for the period	178	120	404	174	750	520
Components that may be reclassified to profit for the period						
Foreign currency translation differences for the period	-44	-40	7	-30	-45	-82
Components that will not be reclassified to profit for the period						
Revaluations of defined benefit pension plans	6	-	6	-	1	-5
Tax attributable to items not to be reversed in profit or loss	-1	-	-1	-	0	1
Other comprehensive income	-39	-40	12	-30	-44	-86
Total comprehensive income	139	80	416	144	706	434
<i>Attributable to:</i>						
<i>Equity holders of the Parent Company</i>	<i>139</i>	<i>80</i>	<i>415</i>	<i>143</i>	<i>704</i>	<i>432</i>
<i>Non-controlling interests</i>	<i>0</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>2</i>	<i>2</i>

Consolidated Balance sheet, Condensed

SEKm	30 Jun 21	31 Dec 20	30 Jun 20
Goodwill	4,317	1,100	1,007
Other intangible non-current assets	2,518	903	800
Property, plant and equipment	627	434	370
Financial non-current assets	26	20	24
Total non-current assets	7,488	2,457	2,201
Inventories	1,175	640	563
Current receivables	1,310	837	779
Cash and cash equivalents	224	216	54
Total current assets	2,709	1,693	1,396
Total assets	10,197	4,150	3,597
Total equity	3,919	1,890	1,619
Interest-bearing provisions	107	110	106
Non-interest-bearing provisions	452	161	123
Non-current interest-bearing liabilities	813	242	188
Non-current non-interest-bearing liabilities	2	1	1
Total non-current liabilities	1,374	514	418
Non-interest-bearing provisions	12	9	7
Current interest-bearing liabilities	3,316	564	723
Current non-interest-bearing liabilities	1,576	1,173	830
Total current liabilities	4,904	1,746	1,560
Total equity and liabilities	10,197	4,150	3,597

Statement of change in Group equity

Statement of change in Group equity, SEKm	1 Jan 21 – 30 Jun 21			1 Jan 20 – 31 Dec 20		
	Equity excl. non-controlling interests	Non-controlling interests	Total equity	Equity excl. non-controlling interests	Non-controlling interests	Total equity
Amount at beginning of period	1,882	8	1,890	1,467	9	1,476
Non-cash issue	1,524	–	1,524	–	–	–
Exercised and issued call options	-5	–	-5	58	–	58
Repurchase of treasury shares	–	–	–	-31	–	-31
Disposal of treasury shares	281	–	281	12	–	12
Dividend	-183	-4	-187	-56	-3	-59
Non-controlling interests	–	0	0	–	0	0
Total comprehensive income	415	1	416	432	2	434
Amount at the end of the period	3,914	5	3,919	1,882	8	1,890

Cash flow statement, condensed

Cash flow statement, condensed SEKm	3 months ending		6 months ending		12 months ending	
	30 Jun 21	30 Jun 20	30 Jun 21	30 Jun 20	30 Jun 21	31 Dec 20
Profit after financial items	238	149	525	218	966	659
Adjustment for items not included in cash flow	134	80	237	148	369	280
Income tax paid	-71	-12	-107	-32	-172	-97
Changes in working capital	-101	-89	-271	-126	-37	108
Cash flow from operating activities	200	128	384	208	1,126	950
Net investments in non-current assets	-37	-14	-64	-35	-113	-84
Acquisitions and disposals	-2,508	0	-2,514	-66	-2,781	-333
Cash flow from investing activities	-2,545	-14	-2,578	-101	-2,894	-417
Dividend paid to shareholders	-183	–	-183	–	-240	-57
Exercised and issued call options	–	32	-5	32	21	58
Repurchase of treasury shares	–	–	–	-31	0	-31
Other financing activities	2,398	-173	2,381	-147	2,174	-354
Cash flow from financing activities	2,215	-141	2,193	-146	1,955	-384
Cash flow for the period	-130	-27	-1	-39	187	149
Cash and cash equivalents at beginning of period	364	90	216	99	54	99
Exchange differences on cash and cash equivalents	-10	-9	9	-6	-17	-32
Cash and cash equivalents at end of the period	224	54	224	54	224	216

Key financial indicators

	12 months up until				
	30 Jun 21	31 Dec 20	30 Jun 20	31 Dec 19	31 Dec 18
Net sales, SEKm	6,984	5,273	4,091	3,479	2,482
EBITA, SEKm	1,173	802	454	305	245
EBITA margin, %	16.8%	15.2%	11.1%	8.8%	9.9%
Profit growth, EBITA, %	158%	163%	73%	25%	5%
Return on working capital (P/WC), %	115%	103%	67%	51%	62%
Profit for the period, SEKm	750	520	250	142	129
Return on equity, %	33%	31%	17%	10%	16%
Financial net liabilities, SEKm	4,012	700	963	902	882
Financial net liabilities/EBITDA, multiple	3.0	0.7	1.6	2.1	3.3
Net debt/equity ratio, multiple	1.0	0.4	0.6	0.6	0.9
Equity ratio, %	38%	46%	45%	45%	35%
Average number of employees	1,191	1,004	949	903	620
Number of employees at end of the period	1,744	1,112	985	932	873

Key indicators include IFRS 16 from 2019, previous comparative figures have not been restated.

Key ratio definitions can be found [here](#).

Key financial indicators per share

	12 months up until				
	30 Jun 21	31 Dec 20	30 Jun 20	31 Dec 19	31 Dec 18
Earnings per share (EPS), SEK	6.55	4.63	2.23	1.28	1.29
Diluted EPS, SEK	6.51	4.61	2.22	1.28	1.29
Cash flow per share from operating activities, SEK	9.84	8.47	3.96	3.61	1.76
Shareholders' equity per share, SEK	32.10	16.73	14.34	13.07	9.08
Average number of shares after repurchases, '000s	114,548	112,127	112,154	111,083	100,458
Average number of shares adjusted for repurchases and dilution, '000s	115,305	112,652	112,441	111,297	100,458
Number of shares outstanding at end of the period, '000s	121,943	112,487	112,124	112,237	102,586

The number of shares from a historical perspective has been restated to take the bonus issue into account (i.e. the value of the subscription right) in the completed new share issue in 2019, as well as the share split (1:4) completed in May 2020 and has been used in all calculations of metrics for SEK per share. The conversion factor is 4.041.

Parent company

The Parent Company's net sales for the interim period amounted to SEK 26m (21) and profit after financial items amounted to SEK 8m (-1). At the end of the interim period, the Parent Company's net financial debt amounted to SEK 3,094m (575). The share capital at the end of the interim period was SEK 62m (58).

Income statement

SEKm	3 months ending		6 months ending		12 months ending	
	30 Jun 21	30 Jun 20	30 Jun 21	30 Jun 20	30 Jun 21	31 Dec 20
Net sales	12	10	26	21	46	41
Administrative expenses	-17	-15	-32	-28	-65	-61
Operating profit/loss	-5	-5	-6	-7	-19	-20
Interest income/expenses and similar items	12	5	14	6	17	9
Profit/loss after financial items	7	0	8	-1	-2	-11
Appropriations	-	-	-	-	135	135
Profit/loss before taxes	7	0	8	-1	133	124
Income tax expense	-1	0	-1	0	-27	-26
Profit/loss for the period	6	0	7	-1	106	98

Balance sheet

Balance sheet, SEKm	30 Jun 21	31 Dec 20	30 Jun 20
Intangible non-current assets	0	0	0
Tangible non-current assets	0	0	0
Non-current financial assets	6,693	2,100	2,026
Total non-current assets	6,693	2,100	2,026
Current receivables	184	343	134
Total current assets	184	343	134
Total assets	6,877	2,443	2,160
Equity	2,857	1,233	1,144
Untaxed reserves	96	96	56
Interest-bearing long-term liabilities	115	76	65
Non-interest-bearing long-term liabilities	1	1	4
Total long-term liabilities	116	77	69
Interest-bearing short-term liabilities	3,774	987	874
Non-interest-bearing short-term liabilities	34	50	17
Total short-term liabilities	3,808	1,037	891
Total equity and liabilities	6,877	2,443	2,160

Fair values on financial instruments

SEKm	30 Jun 21			31 Dec 20		
	Carrying amount	Level 2	Level 3	Carrying amount	Level 2	Level 3
Derivatives measured at fair value through profit or loss	0	0	-	0	0	-
Total financial assets at fair value per level	0	0	-	0	0	-
Derivatives measured at fair value through profit or loss	0	0	-	2	2	-
Contingent considerations	297	-	297	86	-	86
Total financial liabilities at fair value per level	297	0	297	88	2	86

The fair value and carrying amount are recognized in the balance sheet as shown in the table above.

For quoted securities, the fair value is determined on the basis of the asset's quoted price in an active market, level 1. As at the reporting date the Group had no items in this category. For currency contracts and embedded derivatives, the fair value is determined on the basis of observable market data, level 2. For contingent considerations, a cash-flow-based valuation is performed, which is not based on observable market data, level 3. For the Group's other financial assets and liabilities, fair value is estimated to be the same as the carrying amount.

Contingent considerations

SEKm	3 months ending		6 months ending		12 months ending	
	30 Jun 21	30 jun 20	30 Jun 21	30 Jun 20	30 Jun 21	31 dec 20
Carrying amount, opening balance	83	18	86	18	31	18
Acquisitions during the period	213	14	213	14	271	72
Consideration paid	-	-	-6	-	-6	-
Revaluation through profit or loss	2	-	2	-	3	1
Reversed through profit or loss	-	-	-	-	0	0
Interest expenses	2	-	3	-	3	0
Exchange differences	-3	-1	-1	-1	-5	-5
Carrying amount, closing balance	297	31	297	31	297	86

Pledged assets and contingent liabilities in the Group

SEKm	30 Jun 21	31 Dec 20	30 Jun 20
Contingent liabilities	41	41	43

Reconciliation key ratios

Return on equity	Profit/loss after tax attributable to shareholders, as a percentage of shareholders' proportion of average equity.		
	30 Jun 21	31 Dec 20	30 Jun 20
Profit/loss for the period (roll 12 months)	750	520	250
Average equity	2,261	1,683	1,547
Return on equity	750/2,261=33%	520/1,683=31%	250/1,547=17%

Return on working capital (P/WC)	EBITA in relation to average working capital.		
	30 Jun 21	31 Dec 20	30 Jun 20
EBITA	1,173	802	454
Average working capital (WC)	1,023	781	680
P/WC	1,173/1,023=115%	802/781=103%	454/680=67%

EBITA	Operating profit before amortization of intangible assets.		
	30 Jun 21	31 Dec 20	30 Jun 20
Operating profit (12 months rolling)	991	672	334
Amortization of intangible assets	182	130	120
EBITA	1,173	802	454

EBITA margin	Operating profit before amortization of intangible assets.		
	30 Jun 21	31 Dec 20	30 Jun 20
EBITA	1,173	802	454
Net sales	6,984	5,273	4,091
EBITA margin	1,173/6,984=16.8%	802/5,273=15.2%	454/4,091=11.1%

Definitions

EBITA

Operating profit before amortization of intangible assets.

EBITDA

Operating profit before depreciation and amortization

Equity per share

Shareholders' proportion of equity divided by the number of shares outstanding at the end of the reporting period

Cash flow per share

Cash flow from operating activities, divided by the average number of shares.

Net debt/equity ratio

Financial net liabilities in relation to shareholders' equity

Earnings per share (EPS)

Shareholders' proportion of profit/loss for the year in relation to the average number of shares outstanding

Profit growth EBITA

This year's EBITA decreased by last year's EBITA divided by last year's EBITA.

Financial net liabilities

Interest-bearing liabilities and interest-bearing provisions, less cash and cash equivalents.

Equity ratio

Equity as a percentage of total assets.

The key figures presented above are central in order to understand and evaluate AddLife's business and financial position. The key figures are presented in the "Key financial indicators" table and they are commented on in other parts of interim report.

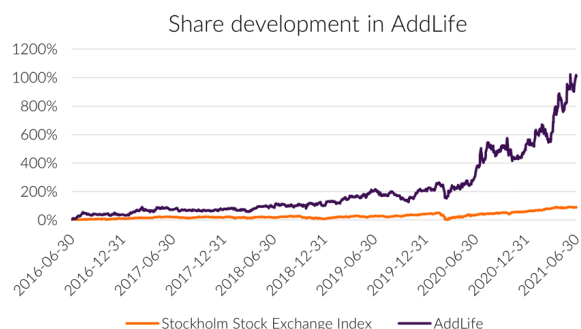
The comparison figures for income and expense items relate to values for the period January–June 2020 and for balance sheet items as at 31 December 2020 if nothing else is stated.

The Share

The share capital at the end of the interim period amounted to SEK 62 million (58).

The number of repurchased own shares amounts to 507,149 Class B, corresponding to 0.4 percent of the total number of shares and 0.3 percent of the votes. The average purchase price for shares held in treasury amounts to SEK 52.12 per share. The average number of treasury shares held during the interim period was 1,294,850 (2,332,428). The share price at 30 June 2021 was SEK 263.00 and the most recent price paid for the AddLife share on 14 July 2021 was SEK 300.00.

During the quarter, two new issues of class B shares were carried out, which have been used to pay for Healthcare 21 and Vision Ophthalmology Group, in accordance with the mandate given to the Board of Directors at the Annual General Meeting in May 2020. After the two new issues, the share capital amounts to SEK 62,358,949.47. The total number of shares amounts to 122,450,250, with the number of class A shares unchanged at 4,615,136, while the number of class B shares increased from 109,883,156 to 117,835,114. Shares held in treasury have decreased from 2,007,149 to 507,149 class B shares after 1,500,000 class B shares were used as part of the payment for the shares in Vision Ophthalmology Group.



Turnover and trading

Jan-Jun
2021

Lowest price, SEK	146.20
Highest price, SEK	267.00
Average daily turnover, SEK	40,701,812
Number of traded shares, no	26,365,857
Number of transactions, no	117,664

AddLife has four outstanding call option programmes totalling 2,824,000 Class B shares. Issued call options for treasury shares have resulted in a calculated dilution effect based on average share price for the interim period of approximately 0.7 percent (0.3). 880 options from the 2017/2021 program have been exercised during the interim period, corresponding to 3,696 B-shares. The remaining 55,323 options outstanding at the beginning of the interim period were repurchased at a price corresponding to market value.

Outstanding programmes	Number of warrants	Corresponding number of shares	Percentage of total number of shares	Exercise price	Exercise period
2021/2025	250,000	250,000	0.2%	259.0	10 Jun 2024 - 28 Feb 2025
2020/2024	250,000	1,000,000	0.9%	98.40	19 Jun 2023 - 28 Feb 2024
2019/2023	215,000	860,000	0.8%	76.60	20 Jun 2022 - 28 Feb 2023
2018/2022	170,000	714,000	0.6%	56.00	16 Jun 2021 - 28 Feb 2022
Total	885,000	2,824,000			

On 30 June 2021, the number of shareholders amounted to 11,625, where of 57 percent are Swedish owners with respect to capital share. The 10 biggest shareholders controlled 55 percent of number of capital and 65 percent of votes.

Shareholders 2021-03-31	Class A-shares	Class B-shares	Share in %	
			of capital	of votes
Roosgruppen AB	2,160,604	3,924,727	4.97	15.57
Tom Hedelius	2,066,572	23,140	1.71	12.62
SEB Fonder	0	11,733,975	9.59	7.16
State Street Bank & Trust Company	0	10,705,086	8.74	6.53
Verdipapirfond Odin	0	9,830,008	8.03	5.99
Swedbank Fonder	0	8,798,944	7.19	5.37
NTC Fidelity Funds Northern Trust	0	6,409,650	5.23	3.91
Handelsbanken fonder	0	5,626,254	4.59	3.43
CBNY-Fidelity over	0	3,640,072	2.97	2.22
Sandrew AB	0	2,800,000	2.29	1.71
Total the 10 biggest shareholders	4,227,176	63,491,856	55.31	64.51
Other shareholders	387,960	53,836,109	44.28	35.18
Total outstanding shares	4,615,136	117,327,965	99.59	99.69
Repurchased own shares Class B	-	507,149	0.41	0.31
Total registered shares	4,615,136	117,835,114	100.00	100.00

Source: Euroclear

Accounting policies

This interim report was prepared in accordance with IFRS and IAS 34 Interim Financial Reporting. Information in accordance with IAS 34.16A exist, except in the financial statements and the related notes also in other parts of the year end report. The interim report for the parent company was prepared in accordance with the Swedish Annual Accounts Act (1995:1554) and the Securities Market Act (2007:528) in compliance with recommendation RFR 2 Accounting for Legal Entities of the Swedish Financial Reporting Board. The accounting policies and basis for calculations applied in the 2020 annual report for AddLife AB were also used in the interim report. The amendments to IFRSs applicable from 1 January, 2021 have no effects to AddLife's financial reports for the interim period ended 30 June, 2021.

Alternative performance measures

AddLife presents certain financial measures in the interim report that are not defined according to IFRS. The Company believes that these measures provide valuable supplemental information to investors and the Company's management as they allow for evaluation of trends and the Company's performance. Since all companies do not calculate financial measures in the same way these are not always comparable to measures used by other companies. These financial measures should therefore not be considered as a replacement for measurements as defined under IFRS. This report provides information in greater detail regarding definitions of financial performance measures.

Transactions with related parties

No transactions with related parties that materially affected the Group's financial position and earnings took place during the interim period.

Events after the end of the interim period

No other events of significance to the Group occurred after the end of the interim period.

Risks and uncertainties

AddLife's earnings and financial position, as well as its strategic position, are affected by various internal factors within AddLife's control and various external factors over which AddLife has limited influence. AddLife's most significant external risks are the state of the economy and market trends combined with public sector contracts and policy decisions, as well as competition. The risks and uncertainties are the same as in previous periods. For more information, see the section "Risks and uncertainties" in the administration report, in AddLife's annual report 2020. The Parent Company is indirectly affected by the above risks and uncertainties through its function in the Group.

Affirmation

The Board of Directors and the President deem that the interim report gives a true and fair picture of the Company's and the Group's operations, position and earnings, and describes the significant risks and uncertainty factors to which the Company and the Group are exposed.

Stockholm 15 July 2021

Johan Sjö
Chairman of the Board

Birgit Stattin Norinder
Director

Håkan Roos
Director

Eva Nilsagård
Director

Eva Elmstedt
Director

Stefan Hedelius
Director

Kristina Willgård
President and CEO

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Conference call

Investors, analysts and the media are invited to a conference call where CEO Kristina Willgård and CFO Martin Almgren will present the interim report. The presentation will be held in English and takes about 20 minutes, after which there will be an opportunity to ask questions. It will be recorded and made available online. If this is your first time using Teams, you will be asked to download an app.

The teleconference will be at 10:00 a.m. on 15 July 2021

If you wish to participate via teleconference, [please follow this link](#)>>
Or call in (only sound) +46 8 505 376 58 Conferens-ID: 321 695 644#

The presentation is also available on [AddLife YouTube](#) >>

Financial calendar

- The interim report for 1 January - 30 September 2021 will be published on 22 October 2021
- The year-end report for 1 January - 31 December 2021 will be published on 4 February 2022

For further information, please contact:

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This information is information that AddLife AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the agency of the contact person set out above, at 7:45 a.m. CET on 15 July, 2021.

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