

Consolidated income statement, condensed

Income statement SEKm	3 months ending		9 months ending		12 months ending	
	30 Sep 21	30 Sep 20	30 Sep 21	30 Sep 20	30 Sep 21	31 Dec 20
Net sales	1,850	1,241	5,862	3,542	7,593	5,273
Cost of sales	-1,190	-811	-3,785	-2,331	-4,909	-3,455
Gross profit	660	430	2,077	1,211	2,684	1,818
Selling expenses	-359	-188	-1,060	-625	-1,309	-874
Administrative expenses	-94	-64	-265	-184	-354	-273
Research and Development	-7	-5	-25	-16	-33	-24
Other operating income and expenses	7	-4	24	8	41	25
Operating profit	207	169	751	394	1,029	672
Financial income and expenses	-27	-4	-47	-11	-49	-13
Profit after financial items	180	165	704	383	980	659
Tax	-41	-38	-161	-82	-218	-139
Profit for the period	139	127	543	301	762	520
<i>Attributable to:</i>						
<i>Equity holders of the Parent Company</i>	<i>138</i>	<i>126</i>	<i>541</i>	<i>300</i>	<i>759</i>	<i>518</i>
<i>Non-controlling interests</i>	<i>1</i>	<i>1</i>	<i>2</i>	<i>1</i>	<i>3</i>	<i>2</i>
Earnings per share (EPS) before dilution, SEK	1.13	1.14	4.58	2.69	6.50	4.63
Earnings per share (EPS) after dilution, SEK	1.13	1.13	4.56	2.68	6.47	4.61
Average number of shares after repurchases, '000s	121,943	112,226	118,564	112,053	116,994	112,127
Number of shares at end of the period, '000	121,952	112,242	121,952	112,242	121,952	112,487
EBITA	286	199	944	486	1,260	802
Depreciations included in operating expenses						
- property, plant and equipment	-51	-34	-142	-105	-181	-144
- intangible non-current assets from acquisitions	-73	-24	-174	-78	-206	-110
- other intangible non-current assets	-6	-6	-19	-14	-25	-20

Statement of comprehensive income

SEKm	3 months ending		9 months ending		12 months ending	
	30 Sep 21	30 Sep 20	30 Sep 21	30 Sep 20	30 Sep 21	31 Dec 20
Profit for the period	139	127	543	301	762	520
Components that may be reclassified to profit for the period						
Foreign currency translation differences for the period	34	0	41	-30	-11	-82
Components that can not be reclassified to profit for the period						
Revaluations of defined benefit pension plans	-	-	6	-	1	-5
Tax attributable to items not to be reversed in profit or loss	-	-	-1	-	0	1
Other comprehensive income	34	0	46	-30	-10	-86
Total comprehensive income	173	127	589	271	752	434
<i>Attributable to:</i>						
<i>Equity holders of the Parent Company</i>	<i>172</i>	<i>126</i>	<i>587</i>	<i>270</i>	<i>749</i>	<i>432</i>
<i>Non-controlling interests</i>	<i>1</i>	<i>1</i>	<i>2</i>	<i>1</i>	<i>3</i>	<i>2</i>

Consolidated balance sheet, Condensed

SEKm	30 Sep 21	31 Dec 20	30 Sep 20
Goodwill	4,427	1,100	1,007
Other intangible non-current assets	2,583	903	783
Property, plant and equipment	610	434	364
Financial non-current assets	26	20	24
Total non-current assets	7,646	2,457	2,178
Inventories	1,173	640	553
Current receivables	1,139	837	792
Cash and cash equivalents	237	216	76
Total current assets	2,549	1,693	1,421
Total assets	10,195	4,150	3,599
Total equity	4,084	1,890	1,754
Interest-bearing provisions	108	110	106
Non-interest-bearing provisions	466	161	118
Non-current interest-bearing liabilities	785	242	179
Non-current non-interest-bearing liabilities	2	1	1
Total non-current liabilities	1,361	514	404
Non-interest-bearing provisions	13	9	7
Current interest-bearing liabilities	3,343	564	605
Current non-interest-bearing liabilities	1,394	1,173	829
Total current liabilities	4,750	1,746	1,441
Total equity and liabilities	10,195	4,150	3,599

Statement of change in Group equity

Statement of change in Group equity, SEKm	1 Jan 21 – 30 Sep 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	-12	–	-12	58	–	58
Repurchase of treasury shares	–	–	–	-31	–	-31
Disposal of treasury shares	281	–	281	12	–	12
Dividend	-183	-5	-188	-56	-3	-59
Non-controlling interests	–	0	0	–	0	0
Total comprehensive income	587	2	589	432	2	434
Amount at the end of the period	4,079	5	4,084	1,882	8	1,890

Cash flow statement, condensed

Cash flow statement, condensed SEKm	3 months ending		9 months ending		12 months ending	
	30 Sep 21	30 Sep 20	30 Sep 21	30 Sep 20	30 Sep 21	31 Dec 20
Profit after financial items	179	165	704	383	980	659
Adjustment for items not included in cash flow	105	81	342	229	393	280
Income tax paid	-40	-20	-147	-52	-192	-97
Changes in working capital	-11	-43	-282	-169	-5	108
Cash flow from operating activities	233	183	617	391	1,176	950
Net investments in non-current assets	-29	-20	-93	-55	-122	-84
Acquisitions and disposals	-146	-8	-2,660	-74	-2,919	-333
Cash flow from investing activities	-175	-28	-2,753	-129	-3,041	-417
Dividend paid to shareholders	–	–	-183	–	-240	-57
Exercised and issued call options	-7	8	-12	40	6	58
Repurchase of treasury shares	–	–	–	-31	–	-31
Borrowings	-9	-120	2,669	-208	3,142	265
Repayments on loans	-1	-1	-237	-10	-841	-614
Other financing activities	-34	-20	-95	-70	-30	-5
Cash flow from financing activities	-51	-133	2,142	-279	2,037	-384
Cash flow for the period	7	22	6	-17	172	149
Cash and cash equivalents at beginning of period	224	54	216	99	76	99
Exchange differences on cash and cash equivalents	6	0	15	-6	-11	-32
Cash and cash equivalents at end of the period	237	76	237	76	237	216

Key financial indicators

	12 months up until				
	30 Sep 21	31 Dec 20	30 Sep 20	31 Dec 19	31 Dec 18
Net sales, SEKm	7,593	5,273	4,530	3,479	2,482
EBITA, SEKm	1,260	802	588	305	245
EBITA margin, %	16.6%	15.2%	13.0%	8.8%	9.9%
Profit growth, EBITA, %	114%	163%	113%	25%	5%
Return on working capital (P/WC), %	105%	103%	81%	51%	62%
Profit for the period, SEKm	762	520	348	142	129
Return on equity, %	28%	31%	22%	10%	16%
Financial net liabilities, SEKm	3,998	700	814	902	882
Financial net liabilities/EBITDA, multiple	2.8	0.7	1.1	2.1	3.3
Net debt/equity ratio, multiple	1.0	0.4	0.4	0.6	0.9
Equity ratio, %	40%	46%	49%	45%	35%
Average number of employees	1,365	1,004	965	903	620
Number of employees at end of the period	1,778	1,112	988	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 Sep 21	31 Dec 20	30 Sep 20	31 Dec 19	31 Dec 18
Earnings per share (EPS), SEK	6.50	4.63	3.13	1.28	1.29
Diluted EPS, SEK	6.47	4.61	3.12	1.28	1.29
Cash flow per share from operating activities, SEK	10.05	8.47	5.06	3.61	1.76
Shareholders' equity per share, SEK	33.46	16.73	15.54	13.07	9.08
Average number of shares after repurchases, '000s	116,994	112,127	112,099	111,083	100,458
Average number of shares adjusted for repurchases and dilution, '000s	117,547	112,652	112,434	111,297	100,458
Number of shares outstanding at end of the period, '000s	121,952	112,487	112,242	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 38m (32) and loss after financial items amounted to SEK -11m (-1). At the end of the interim period, the Parent Company's net financial debt amounted to SEK 3,139m (407). The share capital at the end of the interim period was SEK 62m (58).

Income statement

SEKm	3 months ending		9 months ending		12 months ending	
	30 Sep 21	30 Sep 20	30 Sep 21	30 Sep 20	30 Sep 21	31 Dec 20
Net sales	12	11	38	32	47	41
Administrative expenses	-16	-13	-48	-41	-68	-61
Operating profit/loss	-4	-2	-10	-9	-21	-20
Interest income/expenses and similar items	-15	2	-1	8	0	9
Profit/loss after financial items	-19	0	-11	-1	-21	-11
Appropriations	-	-	-	-	135	135
Profit/loss before taxes	-19	0	-11	-1	114	124
Income tax expense	3	0	2	0	-24	-26
Profit/loss for the period	-16	0	-9	-1	90	98

Balance sheet

Balance sheet, SEKm	30 Sep 21	31 Dec 20	30 Sep 20
Intangible non-current assets	0	0	0
Tangible non-current assets	0	0	0
Non-current financial assets	6,742	2,100	2,125
Total non-current assets	6,742	2,100	2,125
Current receivables	213	343	191
Total current assets	213	343	191
Total assets	6,955	2,443	2,316
Restricted equity	62	58	58
Unrestricted equity	2,772	1,175	1,101
Total equity	2,834	1,233	1,159
Untaxed reserves	96	96	56
Interest-bearing long-term liabilities	165	76	75
Non-interest-bearing long-term liabilities	1	1	0
Total long-term liabilities	166	77	75
Interest-bearing short-term liabilities	3,831	987	1,008
Non-interest-bearing short-term liabilities	28	50	18
Total short-term liabilities	3,859	1,037	1,026
Total equity and liabilities	6,955	2,443	2,316

Fair values on financial instruments

SEKm	30 Sep 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	-
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	339	-	339	86	-	86
Total financial liabilities at fair value per level	339	0	339	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 essentially correspond to the carrying amount.

Contingent considerations

SEKm	3 months ending		9 months ending		12 months ending	
	30 Sep 21	30 Sep 20	30 Sep 21	30 Sep 20	30 Sep 21	31 dec 20
Carrying amount, opening balance	297	31	86	18	31	18
Acquisitions during the period	34	-	247	14	305	72
Consideration paid	-	-	-6	-	-6	-
Revaluation through profit or loss	4	-	6	-	7	1
Reversed through profit or loss	-	-	-	-	0	0
Interest expenses	2	-	5	-	5	0
Exchange differences	2	-	1	-1	-3	-5
Carrying amount, closing balance	339	31	339	31	339	86

Pledged assets and contingent liabilities in the Group

SEKm	30 Sep 21	31 Dec 20	30 Sep 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 Sep 21	31 Dec 20	30 Sep 20
Profit/loss for the period (roll 12 months)	762	520	350
Average equity	2,755	1,683	1,605
Return on equity	762/2,755=28%	520/1,683=31%	350/1,605=22%
Return on working capital (P/WC)	EBITA in relation to average working capital.		
	30 Sep 21	31 Dec 20	30 Sep 20
EBITA	1,260	802	588
Average working capital (WC)	1,203	781	728
P/WC	1,260/1,203=105%	802/781=103%	588/728=81%
EBITA	Operating profit before amortization of intangible assets.		
	30 Sep 21	31 Dec 20	30 Sep 20
Operating profit (12 months rolling)	1,029	672	467
Amortization of intangible assets	231	130	121
EBITA	1,260	802	588
EBITA margin	Operating profit before amortization of intangible assets.		
	30 Sep 21	31 Dec 20	30 Sep 20
EBITA	1,260	802	588
Net sales (12 months rolling)	7,593	5,273	4,530
EBITA margin	1,260/7,593=16.6%	802/5,273=15.2%	588/4,530=13.0%
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.		
COVID-19 related sales	Big orders of PPE and COVID-19 tests		

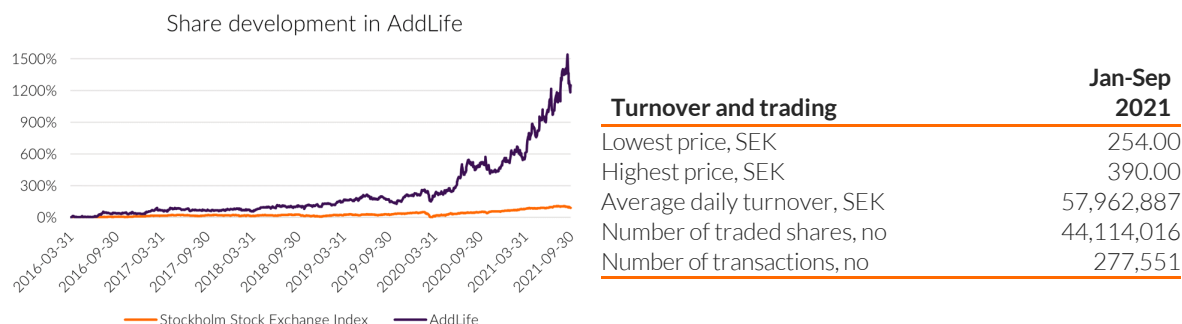
The key figures presented above are central in order to understand and evaluate AddLife's business and financial position. The key figures are presented in the "Key financial indicators" table and they are commented on in other parts of interim report. For additional information regarding chosen key ratios, please refer to AddLife's annual report 2020. The comparison figures for income and expense items relate to values for the period January–September 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 498,749 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 1,029,367 (2,271,999). The share price at

30 September 2021 was SEK 321.20 and the most recent price paid for the AddLife share on 21 October 2021 was SEK 343.00.



AddLife has four outstanding call option programmes totalling 2,128,690 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 0.5 percent (0.4). 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. 2,000 share options from the 2018/2022 program have been exercised during the interim period corresponding to 8,400 B-shares and 163,550 options 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	4,450	18,690	0.0%	56.00	16 Jun 2021 - 28 Feb 2022
Total	719,450	2,128,690			

On 30 September 2021, the number of shareholders amounted to 13,686, where of 56 percent are Swedish owners with respect to capital share. The 10 biggest shareholders controlled 53 percent of number of capital and 63 percent of votes.

Shareholders 2021-09-30	Class A-shares	Class B-shares	Share in %	
			of capital	of votes
Roosgruppen AB	2,160,604	2,724,727	3.99	14.84
Tom Hedelius	2,066,572	23,140	1.71	12.62
State Street Bank & Trust Company	0	11,472,618	9.37	7.00
SEB Fonder	0	11,198,949	9.14	6.83
Swedbank Fonder	0	8,880,447	7.25	5.42
Verdipapirfond Odin	0	8,713,921	7.11	5.31
NTC Fidelity Funds Northern Trust	0	5,932,164	4.84	3.62
Handelsbanken fonder	0	5,393,279	4.40	3.29
CBNY-Fidelity over	0	3,173,372	2.59	1.94
Sandrew AB	0	2,800,000	2.29	1.71
Total the 10 biggest shareholders	4,227,176	60,312,617	52.69	62.58
Other shareholders	387,960	57,023,748	46.90	37.12
Total outstanding shares	4,615,136	117,336,365	99.59	99.70
Repurchased own shares Class B	-	498,749	0.41	0.30
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 September, 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. For additional information regarding chosen key ratios, please refer to AddLife's annual report 2020. 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.

Nomination committee

The 2021 Annual General Meeting authorised the Board Chairman to establish a nomination committee for upcoming elections to the Board, by appointing members from among representatives of the five shareholders who controlled the

largest number of votes in the Company at 30 September 2021, to serve with the Chairman on the nomination committee. In accordance with the above, the Committee comprises these appointed members: Johan Sjö, (Chairman of the Board), Stefan Hedelius (appointed by Tom Hedelius), Håkan Roos (appointed by RoosGruppen AB), Hans Christian Bratterud (appointed by Odin Fonder), Christoffer Geijer (appointed by SEB Investment Management) and Celia Grip (appointed by Swedbank Robur Fonder). Information on how to contact the Nomination Committee is available on the AddLife website, www.add.life/en/investors/

Events after the end of the interim period

No 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.

Review report

AddLife AB (publ)
Corp. id 556996-8126

Introduction

We have reviewed the condensed interim financial information (interim report) of AddLife AB (publ) as of 30 September 2021 and the nine-month period then ended. The Board of Directors and the Managing Director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements ISRE 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing practices and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, for the Group in accordance with IAS 34 and the Annual Accounts Act, and for the Parent Company in accordance with the Annual Accounts Act.

Stockholm 22 October 2021

KPMG AB

KPMG AB

Håkan Olsson Reising
Authorized Public Accountant
Auditor in charge

Jonas Eriksson
Authorized Public Accountant

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 22 October 2021

If you wish to participate via teleconference, [please follow this link](#) > >

Or call in (only sound) +46 8 505 376 58 Conferens-ID: : 238 396 409#

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

Financial calendar

- The year-end report for 1 January - 31 December 2021 will be published on 4 February 2022
- The interim report for 1 January - 31 March 2022 will be published on 28 April 2022
- The Annual General Meeting (AGM) of AddLife AB (publ) will be held on 5 May 2022, 4 PM, Stockholm
- The interim report for 1 January - 30 June 2022 will be published on 15 July 2022

For further information, please contact:

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Martin Almgren, CFO, +46 70 228 15 45

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 22 October, 2021.

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