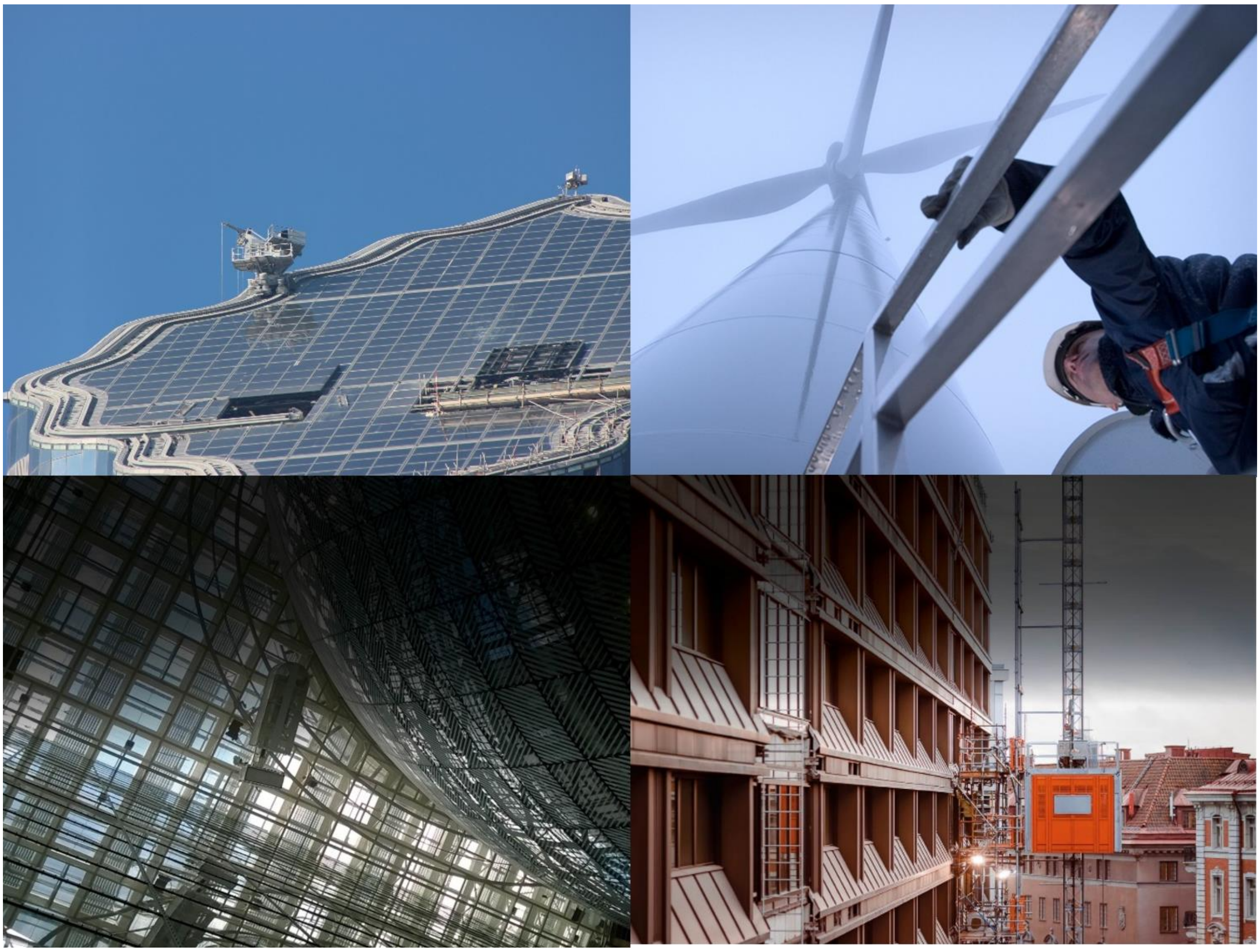
Alimak Group AB
ALIG, SE0007158910

Interim Report
January – March 2017

Q1



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Per Ekstedt, CFO, Phone: +46 (0)8 402 14 57 / Sofia Wretman, Head of IR, Phone: +46 (0)8 402 14 41

Q1 2017 - Solid performance

FIRST QUARTER

- Order intake increased by 66% to MSEK 942.8 (569.4)
- Revenue increased by 71% to MSEK 776.6 (455.3) with organic growth of 6.4% (0.4)
- EBITA adj. increased to MSEK 90.9 (60.3), margin 11.7% (13.2)
- EBITA increased to MSEK 85.8 (60.3), margin 11.0% (13.2)
- EBIT increased by 32% to MSEK 79.0 (60.0), margin 10.2% (13.2)
- Net profit amounted to MSEK 50.4 (29.2) impacted by M&A activities
- Earnings per share amounted to SEK 1.16 (0.67)[1]
- Operating cash flow amounted to MSEK 43.6 (30.5)[1]
- Avanti Wind Systems was consolidated from 1 February 2017
- Facade Access Group was consolidated from 1 March 2017

- *Management assessment: If the acquired companies would have been fully consolidated by 1 January 2016: organic order intake growth YoY, would have been 26%* and *organic revenue growth YoY, would have been 3%*, please find proforma figures on page 17, table 2)

[1] Prior period numbers not including acquisitions & divestments

KEY FIGURES, GROUP	Q1 2017	Q1 2016	Δ
Order intake, MSEK	942.8	569.4	66%
Revenue, MSEK	776.6	455.3	71%
Whereof:			
Volume & price, %	6.4%	0.4%	
Exchange rate, %	2.9%	-2.0%	
Acquisition & divestment, %	61.3%	0.0%	
EBITA adj, MSEK[2]	90.9	60.3	51%
EBITA margin adj, %[2]	11.7%	13.2%	
EBITA, MSEK	85.8	60.3	42%
EBITA margin, %	11.0%	13.2%	
EBIT, MSEK	79.0	60.0	32%
EBIT margin, %	10.2%	13.2%	
Net profit, MSEK	50.4	29.2	72%
Earnings per share before dilution, SEK	1.16	0.67	75%
Earnings per share after dilution, SEK[1]	1.16	0.67	75%
Cash flow from operations, MSEK	43.6	30.5	43%
Net debt/EBITDA, ratio	2.91	1.04	180%

[1] Calculated to existing number of shares as of 31 Mar 2017, 43 326 289
[2] Before items affecting comparability

Comments by the CEO

In Focus: Mid-term Financial Targets

Revenue growth target	EBITA margin target	Leverage target (net debt/EBITDA)
6%	15%	2.0x
The Group's mid-term target is to have an average annual organic revenue growth of at least 6%.	The Group's mid-term target is to reach an operating EBITA margin of at least 15%.	The company will maintain an effective capital structure with a net debt of around 2.0x EBITDA. The capital structure will be flexible and allow for strategic initiatives.

In Q1 2017 we see the first result of a stronger and more diversified Alimak. Group results for the first quarter were solid with an EBITA margin adj. of 11.7% due to lower margin levels in the acquired businesses and in line with our expectations.

We achieved an organic order growth of +14%, excluding acquired and divested business, as result of continued strong demand in both Construction Equipment and After Sales. Revenue increased by 6% year-on-year organically, with contribution from all business areas. The acquired businesses contributed significantly to Group order intake and sales.

The acquired businesses, Avanti Wind Systems and Facade Access Group were consolidated in the business operation part of the first quarter. The integration of the businesses is progressing according to plan and we have, among many other things, initiated a review of the global supplier base.

Construction Equipment continued to develop well with a strong growth in orders of +56%, consisting of solid underlying demand in all regions. Revenue was stable, but flat in comparison with the first quarter last year, mainly due to the timing of a few large projects with expected delivery in the coming quarters.

Industrial Equipment is today a more dynamic and diversified business area with a stronger focus on renewable energy and trends within the building construction segment. The organic order intake declined 16% in the quarter but for the second quarter in a row we experienced a quarter-on-quarter increase. The EBITA margin adj. increased to 3.5%, positively affected by the acquired businesses and higher volumes in oil & gas and general industry.

After Sales EBITA margin adj. declined to 27.3% (30.1), caused by lower margins in acquired businesses. We are focused on developing the after sales businesses which we believe have attractive long-term potential.

Revenue in business area Rental increased with 2% despite the impact of -9%, due to the divestment of the US Rental operation. The EBITA margin adj. decreased to 8.6%, mainly due to introduction of new products and to some extent a delay of new customer projects.

During March, we carried out a share issue with preferential rights for existing shareholders which was fully subscribed. The company has received proceeds amounting to approximately MSEK 790 before issue costs and has repaid the bridge loan facility in full in April 2017. We see this successful share issue as evidence that our shareholders and the market support our strategic initiatives and revised financial targets.

Tormod Gunleiksrud, President & CEO

Key figures Q1, January – March 2017

KEY MESSAGES FIRST QUARTER

- The integration of the acquired businesses progressed according to plan
  - Avanti Wind Systems was consolidated from 1 February 2017
  - Facade Access Group was consolidated from 1 March 2017
- EBITA margin adj. of 11.7% (13.2), due to lower margins in the acquired businesses and in line with company expectations
- Organic revenue growth was 6%, while reported revenues increased 71%
- Organic order intake growth was 14% excluding acquired and divested business, while reported order intake grew 66%
- The acquired companies contributed significantly to Group order intake and sales
- *If the acquired companies would have been fully consolidated in the Group by 1 January 2016 the order intake growth YoY, would have been 26% and the revenue growth YoY, would have been 3% (please find proforma figures on page 17, table 2)*

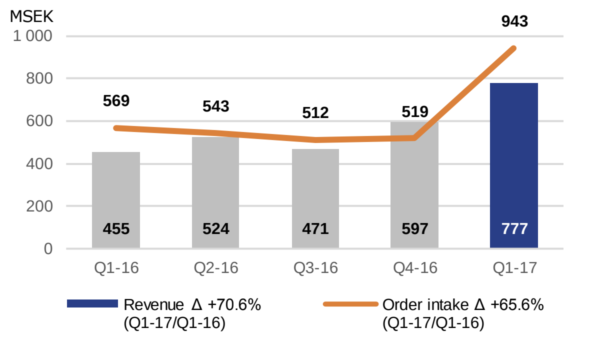
ORDER INTAKE	Q1	
	2017	2016
Orders, MSEK	**942.8**	**569.4**
Change, MSEK	373.4	33.6
Change, %	65.6%	6.3%
Whereof:		
Volume & price, %	13.7%	8.1%
Exchange rate, %	3.0%	-1.8%
Acquisition & divestment, %	48.9%	0.0%

REVENUE	Q1	
	2017	2016
Revenue, MSEK	**776.6**	**455.3**
Change, MSEK	321.4	-7.0
Change, %	70.6%	-1.5%
Whereof:		
Volume & price, %	6.4%	0.4%
Exchange rate, %	2.9%	-2.0%
Acquisition & divestment, %	61.3%	0.0%

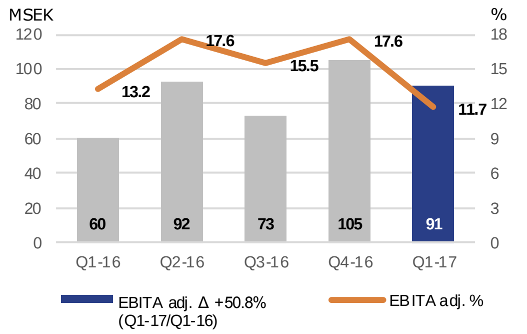
EBIT & EBITA adj.[1]	Q1	
	2017	2016
EBIT, MSEK	**79.0**	**60.0**
EBIT margin, %	**10.2%**	**13.2%**
EBITA adj, MSEK	**90.9**	**60.3**
EBITA margin adj, %	**11.7%**	**13.2%**
Change, MSEK	30.7	-15.7
Change, %	50.8%	-20.7%
Whereof:		
Volume & price, %	0.5%	-20.3%
Exchange rate, %	2.9%	-0.4%
Acquisition & divestment, %	47.5%	0.0%

[1] Before items affecting comparability

Order intake & Revenue by Quarters



EBITA adj. & EBITA margin adj. by Quarters



OPERATING PROFIT/LOSS

EBIT in the first quarter was MSEK 79.0 (60.0).

EBITA adj. was MSEK 90.9 (60.3). Earnings were positively impacted by the higher volumes derived from the acquired businesses. The organic volume growth in Industrial Equipment and After Sales also improved the operating profit meanwhile the lower margins in Rental had a negative impact. EBITA margin adj. was 11.7% (13.2).

Items affecting comparability included MSEK 5.1 (0) of expenses related to acquisition and integration costs for the acquired companies. Amortization increased to MSEK 6.8 (0.3) because of the acquired business.

NET PROFIT

Profit after tax for the first quarter increased to MSEK 50.4 (29.2), mainly effected by M&A activities. Net financial expenses were MSEK 4.3 (12.1). Tax expense was MSEK 24.2 (18.7).

INVESTMENTS

Investments of fixed assets in the first quarter of 2017 totaled MSEK 9.0 (11.9).

FINANCIAL POSITION

Net debt totaled MSEK 1,905.6 (350.6) as of 31 March 2017. The equity ratio was 41.4% (64.9).

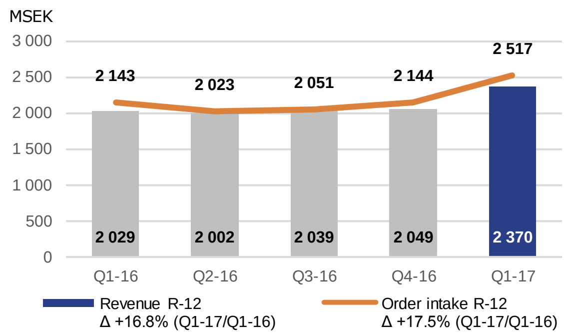
CASH FLOW

Cash flow from operating activities was MSEK 43.6 (30.5).

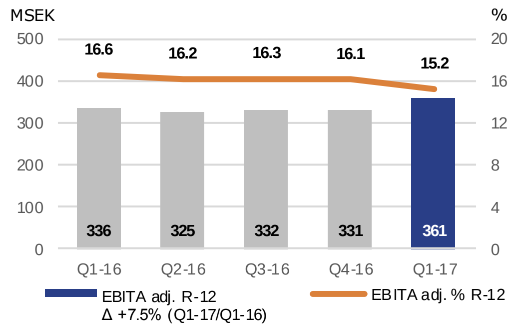
EMPLOYEES

As of 31 March, 2017 there were 2,325 (1,166) employees.

Order intake & Revenue by rolling 12 months



EBITA adj. & EBITA margin adj. by rolling 12 months



Construction Equipment

- EBITA margin adj. of 9.0% (8.9)
- Stable revenue of MSEK 156.6 (157.2), impacted by the timing of a few large projects
- Continued strong order intake of +56%, consisting of solid underlying demand

Construction Equipment continued to develop well with a strong growth in orders of +56%, consisting of solid underlying demand in all regions. The markets in Scandinavia, Europe and Americas showed very good growth. The demand was buoyant for both modular premium hoists as well as standard hoists. The growth continued as result of a strengthened sales organisation and extended distributor network.

Revenue was stable but flat in comparison with the first quarter last year, mainly due to the timing of large projects consisting of tailormade premium hoists with expected delivery in the coming quarters.

The EBITA margin adj. is stable, 9.0% (8.9).

Business area Construction Equipment is not affected by the acquisitions of Facade Access Group and Avanti Wind Systems.

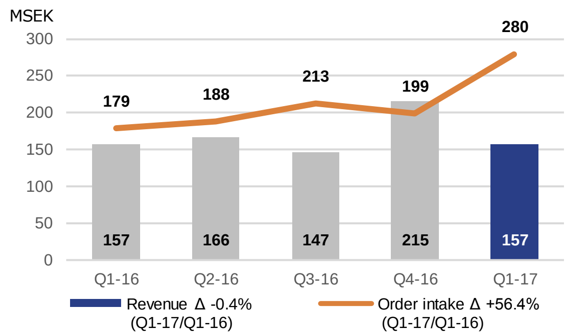
ORDER INTAKE	Q1	
	2017	2016
Orders, MSEK	**279.8**	**178.9**
Change, MSEK	100.9	18.1
Change, %	56.4%	11.3%
Whereof:		
Volume & price, %	54.5%	12.7%
Exchange rate, %	1.9%	-1.4%
Acquisition & divestment, %	0.0%	0.0%

REVENUE	Q1	
	2017	2016
Revenue, MSEK	**156.6**	**157.2**
Change, MSEK	-0.6	30.6
Change, %	-0.4%	24.2%
Whereof:		
Volume & price, %	-1.1%	25.9%
Exchange rate, %	0.7%	-1.7%
Acquisition & divestment, %	0.0%	0.0%

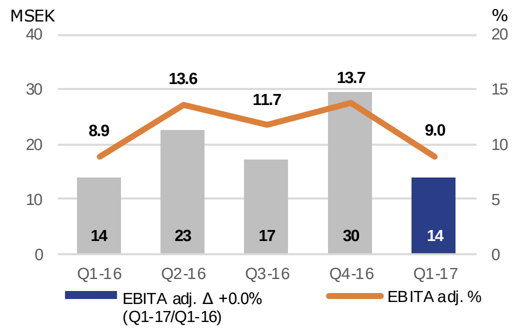
EBITA adj.[1]	Q1	
	2017	2016
EBITA adj, MSEK	**14.1**	**14.0**
EBITA margin adj, %	**9.0%**	**8.9%**
Change, MSEK	0.1	2.4
Change, %	0.7%	20.6%
Whereof:		
Volume & price, %	1.3%	19.5%
Exchange rate, %	-0.6%	1.1%
Acquisition & divestment, %	0.0%	0.0%

[1] Before items affecting comparability

Order intake & Revenue by quarters



EBITA adj. & EBITA margin adj. by quarters



Industrial Equipment

- Increased EBITA margin adj. of 3.5% (-16.7)
  - positively affected by the acquired businesses
  - higher volumes in oil & gas and general industry
- Organic revenue growth was 27%, while reported revenue increased 392%
- Organic order intake declined 16%, while reported order intake increased 192%

Industrial Equipment is today a more dynamic and diversified business area with a stronger focus on renewable energy and trends within the building construction segment, due to the acquired businesses.

The organic order intake declined 16% in the quarter but for the second quarter in a row we experienced a quarter-on-quarter increase. The oil & gas segment continued to struggle with low price levels. Main orders were received from refineries and chemical plants. Within general industry order intake was mainly driven by sales to the container crane market. The wind segment and the BMU-segment contributed to Group order intake and revenue in line with company expectations.

Organic revenue growth was 27% in comparison with first quarter last year. The EBITA margin adj. increased to 3.5%, positively affected by the acquired businesses which contributed according to plan.

If the acquired companies would have been fully consolidated in the Group by 1 January 2016 the order intake growth YoY, would have been 28% and organic revenue growth YoY, would have been 0% (please find quarterly figures on page 17, table 2).

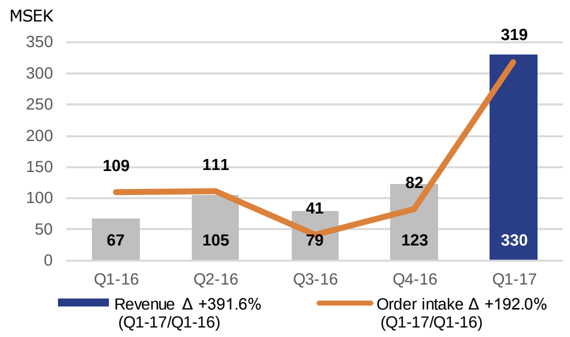
ORDER INTAKE	Q1	
	2017	2016
Orders, MSEK	**318.8**	**109.2**
Change, MSEK	209.6	22.5
Change, %	192.0%	26.0%
Whereof:		
Volume & price, %	-15.6%	26.8%
Exchange rate, %	1.6%	-0.8%
Acquisition & divestment, %	206.0%	0.0%

REVENUE	Q1	
	2017	2016
Revenue, MSEK	**330.0**	**67.1**
Change, MSEK	262.9	-32.3
Change, %	391.7%	-32.5%
Whereof:		
Volume & price, %	26.9%	-30.7%
Exchange rate, %	3.6%	-1.8%
Acquisition & divestment, %	361.2%	0.0%

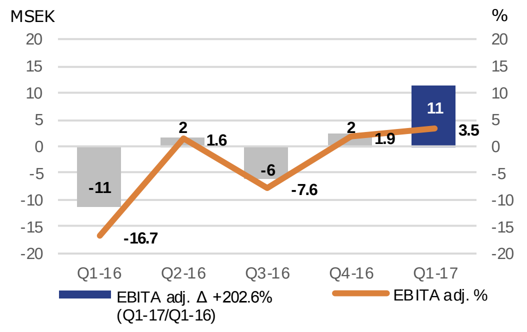
EBITA adj.[1]	Q1	
	2017	2016
EBITA adj, MSEK	**11.5**	**-11.2**
EBITA margin adj, %	**3.5%**	**-16.7%**
Change, MSEK	22.7	-17.3
Change, %	202.7%	-285.1%
Whereof:		
Volume & price, %	12.5%	-283.9%
Exchange rate, %	1.0%	-1.2%
Acquisition & divestment, %	189.2%	0.0%

[1] Before items affecting comparability

Order intake & Revenue by quarters



EBITA adj. & EBITA margin adj. by quarters



After Sales

- EBITA margin adj. declined to 27.3% (30.1), caused by lower margins in the acquired businesses
- Organic revenue growth was 5%, while reported revenue increased 37%
- Organic order intake growth was 11%, while reported order intake increased 54%

Organic order intake in After Sales increased by 11% with strong demand in onshore refurbishment business and construction. The offshore market continued to perform at historically low levels with very little movement. Construction remained buoyant and we continued to grow in this sector.

Organic revenue during the first quarter increased by 5% with the main positive impacts coming from onshore refurbishment and sales into the construction sector.

The EBITA margin adj. declined to 27.3%, due to the impact from a lower margin in the acquired businesses.

If the acquired companies would have been fully consolidated in the Group by 1 January 2016 the order intake growth YoY, would have been 24% and the revenue growth YoY, would have been 12%.

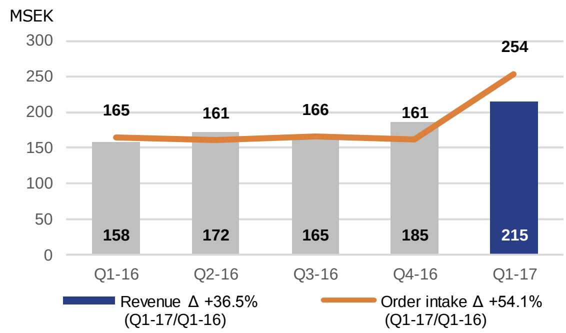
ORDER INTAKE	Q1	
	2017	2016
Orders, MSEK	**253.8**	**164.7**
Change, MSEK	89.1	-43.9
Change, %	54.1%	-21.1%
Whereof:		
Volume & price, %	11.4%	-19.7%
Exchange rate, %	4.2%	-1.4%
Acquisition & divestment, %	38.5%	0.0%

REVENUE	Q1	
	2017	2016
Revenue, MSEK	**215.1**	**157.6**
Change, MSEK	57.5	-7.6
Change, %	36.5%	-4.6%
Whereof:		
Volume & price, %	5.2%	-3.0%
Exchange rate, %	3.9%	-1.6%
Acquisition & divestment, %	27.4%	0.0%

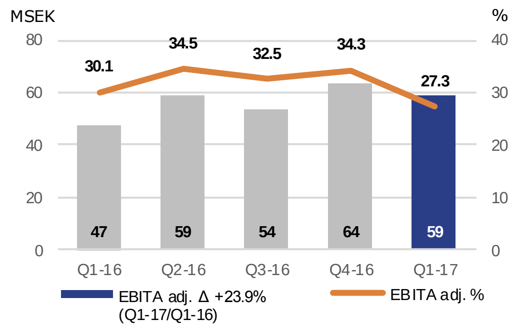
EBITA adj.[1]	Q1	
	2017	2016
EBITA adj, MSEK	**58.8**	**47.5**
EBITA margin adj, %	**27.3%**	**30.1%**
Change, MSEK	11.3	-7.9
Change, %	23.9%	-14.3%
Whereof:		
Volume & price, %	15.0%	-14.2%
Exchange rate, %	3.6%	-0.1%
Acquisition & divestment, %	5.3%	0.0%

[1] Before items affecting comparability

Order intake & Revenue by quarters



EBITA adj. & EBITA margin adj. by quarters



Rental

- EBITA margin adj. decreased to 8.6% (13.6), mainly due to introduction of new products and delay of new customer projects
- Revenue increased by 2% to MSEK 75.0, despite the impact of -9%, due to the divestment of the US Rental operation
- Order intake declined 22%, impacted by a high comparable in Q1 2016, and including the impact of -9% related to the divestment of US Rental operation

Order intake declined 22% in the first quarter, impacted by a high comparable in the first quarter 2016. Order intake was also impacted, -9%, by the divestment of US Rental Operation, with effect from the fourth quarter 2016.

Revenue was stable and increased with 2% in the first quarter despite the impact of -9%, due to the divestment of the US Rental operation

The EBITA margin adj. decreased to 8.6%, mainly due to introduction of new products and a delay of new customer projects.

Business area Rental is not affected by the acquisitions of Facade Access Group and Avanti Wind Systems.

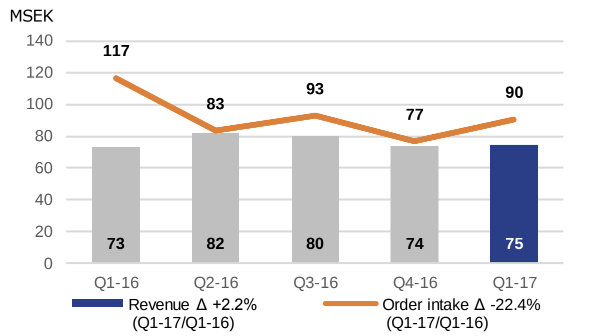
ORDER INTAKE	Q1 2017	Q1 2016
Orders, MSEK	**90.5**	**116.6**
Change, MSEK	-26.2	36.9
Change, %	-22.4%	46.3%
Whereof:		
Volume & price, %	-18.0%	51.4%
Exchange rate, %	4.3%	-5.1%
Acquisition & divestment, %	-8.7%	0.0%

REVENUE	Q1 2017	Q1 2016
Revenue, MSEK	**75.0**	**73.3**
Change, MSEK	1.6	2.3
Change, %	2.2%	3.2%
Whereof:		
Volume & price, %	6.0%	6.6%
Exchange rate, %	5.1%	-3.4%
Acquisition & divestment, %	-8.8%	0.0%

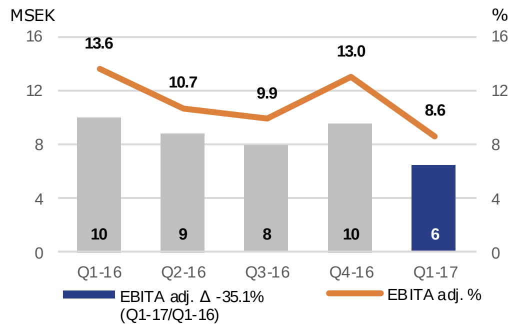
EBITA adj.[1]	Q1 2017	Q1 2016
EBITA adj, MSEK	**6.5**	**10.0**
EBITA margin adj, %	**8.6%**	**13.6%**
Change, MSEK	-3.5	7.1
Change, %	-35.1%	241.2%
Whereof:		
Volume & price, %	-28.7%	252.7%
Exchange rate, %	2.1%	-11.5%
Acquisition & divestment, %	-8.6%	0.0%

[1] Before items affecting comparability

Order intake & Revenue by quarters



EBITA adj. & EBITA margin adj. by quarters



Group summary

PARENT COMPANY

Net sales for the first quarter 2017 amounted to MSEK 2.5 (1.8) and profit for the period was MSEK -11.3 (-5.0).

SIGNIFICANT EVENTS DURING THE REPORTING PERIOD

EXTRA GENERAL MEETING

On 23 January 2017, Alimak Group held an Extraordinary General Meeting. The meeting passed a resolution to authorise the Board to resolve to issue new shares on one or more occasions before the next Annual General Meeting.

RIGHTS ISSUE

On 8 March 2017, the Board resolved to undertake a share issue with preferential rights for existing shareholders. A prospectus was published on 13 March 2017 and the subscription price was set at SEK 73.0 per share for a maximum of 10,831,572 shares. The subscription period ended on 31 March 2017 and the share issue was fully subscribed. Alimak has thus received proceeds amounting to approximately MSEK 791 before issue costs.

DIVIDEND PROPOSAL TO THE ANNUAL GENERAL MEETING

The Board of Directors proposes a dividend of 86,652,578 SEK which corresponds to 1.60 SEK per share for a total of 54,157,861 shares being the number of shares entitled to dividend following completion of the registration of the fully subscribed issue of new shares.

ACQUISITION OF AVANTI WIND SYSTEMS FINALIZED

The acquisition of Avanti Wind Systems was finalized on 30 January, 2017 and the business operation was consolidated as of 1 February, 2017.

REVISED FINANCIAL TARGETS

On 23 February, 2017 Alimak Group presented its revised financial targets reflecting the new business mix including Facade Access Group and Avanti Wind Systems.

ACQUISITION OF FACADE ACCESS GROUP FINALIZED

The acquisition of Facade Access Group was finalized on 28 February, 2017 and the business operation was consolidated as of 1 March, 2017.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

NOTICE OF ANNUAL GENERAL MEETING

The Annual General Meeting of Alimak Group AB will be held on Thursday, 11 May 2017 at 4 pm at Klara Strand, Sankta Clara, Klarabergsviadukten 90, Stockholm.

REPAYMENT OF BRIDGE LOAN FACILITY

The acquisition of Avanti Wind Systems was financed by a Bridge loan facility of MSEK 800, to be repaid with proceeds from the issue of new shares. The loan has been repaid in full in April 2017.

NUMBER OF SHARES AND VOTES IN ALIMAK GROUP

The number of shares and votes in Alimak Group AB has changed as a result of the recently completed rights issue. By 28 April, the last trading day of the month, there are in total 54,157,861 shares in the company, entitling to a total of 54,157,861 votes. The company holds no own shares.

FINANCIAL TARGETS 2017

The Group’s mid-term target is to have an average annual organic revenue growth of at least 6%. The Company aims to gradually reach its mid-term financial targets over a time span of 3-4 years. The financial targets have been amended in 2017 due to the acquisitions of Facade Access Group and Avanti affecting the business mix. The prolonged downturn in oil and gas is also reflected in our revised growth target. Growth will remain a central pillar of our strategy also in the future, but there will be an increased focus on profitability going forward.

The Company has chosen to use EBITA as a new profitability target instead of EBIT, due to the acquisitions and the related amortizations from the acquisitions. The proforma EBITA margin including the acquisitions was 12% in 2016.

REVENUE GROWTH
The Group's mid-term target is to have an average annual organic revenue growth of at least 6%.

EBITA MARGIN
The Group's mid-term target is to reach an operating EBITA margin of at least 15%.

LEVERAGE (NET DEBT/EBITDA)
The company will maintain an effective capital structure with a net debt of around twice EBITDA. The capital structure will be flexible and allow for strategic initiatives.

DIVIDEND POLICY
The company has a target of paying a dividend of approximately 50% of its net profit for the current period to its shareholders. Decisions on dividend payment will take account of the company's financial position, cash flow, acquisition opportunities, strategic considerations and prospects.

RISKS
For a description of risks and uncertainties please refer to Alimak Group AB's 2016 Annual Report.

DECLARATION

The Board of Directors and the CEO declare that the year-end report presents a true and fair view of the operations, financial position and results of the Parent Company and Group, and describes the significant risks and uncertainties facing the Parent Company and the companies forming part of the Group.

Stockholm, 26 April 2017

Alimak Group AB corporate identity number 556714-1857

Anders Thelin
Chairman of the Board

Carl Johan Falkenberg
Board member

Anders Jonsson
Board member

Eva Lindqvist
Board member

Helena Nordman-Knutson
Board member

Joakim Rosengren
Board member

Örjan Fredriksson
Employee representative

Greger Larsson
Employee representative

Tormod Gunleiksrud
President and CEO

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

Condensed statement of comprehensive income, Group

Amounts in MSEK	Q1 2017	Q1 2016
Revenue	776.6	455.3
Cost of goods sold	-509.5	-272.5
Gross Profit	**267.1**	**182.8**
Total operating expenses	-188.2	-122.8
Operating profit (EBIT)	**79.0**	**60.0**
Net financial items	-4.3	-12.1
Result before tax (EBT)	**74.7**	**48.0**
Tax on profit for the period	-24.2	-18.7
Profit for the period	**50.4**	**29.2**
Attributable to the parent company's shareholders	50.4	29.2
Earnings per share, SEK[1]	1.16	0.67
Other comprehensive income for the period		
Items that will be returned to net income		
Translation differences	1.5	-10.3
Cash flow hedging	-0.2	1.3
Deferred tax attributable to hedging	0.1	-0.3
Total	**1.3**	**-9.3**
Items not to be returned to net income		
Revaluation of pension plans	-6.7	-3.3
Deferred tax attributable to revaluation of pension plans	1.3	0.7
Total	**-5.3**	**-2.6**
Other comprehensive income, net after tax	**-4.0**	**-11.9**
Total comprehensive income for the period	**46.4**	**17.3**
Attributable to the parent company's shareholders	46.4	17.3

[1] Calculated to existing number of shares as of 31 Mar 2017, 43 326 289

Condensed statement of financial position, Group

Amounts in MSEK	31 Mar 2017	31 Mar 2016
ASSETS		
Intangible fixed assets	3,005.8	1,717.7
Tangible fixed assets	389.0	266.6
Financial and other non-current assets	81.0	75.7
Total non-current assets	**3,475.7**	**2,060.0**
Inventories	830.6	358.8
Other receivables	1,361.1	481.2
Cash and cash equivalents	331.2	287.3
Total current assets	**2,522.9**	**1,127.2**
TOTAL ASSETS	**5,998.6**	**3,187.3**
EQUITY AND LIABILITIES		
Shareholders equity	**2,482.1**	**2,069.3**
Non-current liabilities		
Interest bearing debts	1,381.7	559.0
Other long term liabilities	423.4	111.2
Total non-current liabilities	**1,805.2**	**670.2**
Current liabilities		
Interest bearing debts	855.1	78.9
Other current liabilities	856.3	368.8
Total current liabilities	**1,711.4**	**447.7**
TOTAL EQUITY AND LIABILITIES	**5,998.6**	**3,187.3**

Condensed statement of changes in equity, Group

Amounts in MSEK	Share capital	Ongoing share issue	Other paid-in capital	Translation reserve	Hedging reserve	Retained earnings and profit for the period	Total equity
Opening balance, 1 Jan 2016	**0.9**	**0.0**	**2,175.4**	**91.4**	**0.4**	**-216.0**	**2,052.1**
Profit for the period						29.2	29.2
Changes of fair value					1.3	-2.7	-1.4
Tax attributable to cash flow hedging					-0.3		-0.3
Translation difference				-10.3			-10.3
Total comprehensive income	**0.0**	**0.0**	**0.0**	**-10.3**	**1.0**	**26.5**	**17.2**
Closing balance, 31 Mar 2016	**0.9**	**0.0**	**2,175.4**	**81.1**	**1.4**	**-189.5**	**2,069.3**
Opening balance, 1 Jan 2017	**0.9**	**0.0**	**2,175.4**	**158.3**	**-1.5**	**-130.9**	**2,202.1**
Ongoing share issue[1]		233.6					233.6
Profit for the period						50.4	50.4
Changes of fair value				1.5	-0.2	-5.3	-4.1
Tax attributable to cash flow hedging					0.1		0.1
Translation difference							0.0
Total comprehensive income	**0.0**	**0.0**	**0.0**	**1.5**	**-0.2**	**45.1**	**46.4**
Closing balance, 31 Mar 2017	**0.9**	**233.6**	**2,175.4**	**159.8**	**-1.7**	**-85.8**	**2,482.1**

[1]The subscription period for new issue of 10,831,572 shares for SEK 73.0 per share ended 31 March 2017. As of this date MSEK 247.6 was paid and held for Alimak Group by Financial Adviser Handelsbanken. This amount net for issue costs of MSEK 14.0 is reported as Ongoing share issue. On 6 April 2017 the remaining MSEK 543.1 was received in full and on 12 April 2017 the registration of new shares was completed.

Cash flow statement, Group

Amounts in MSEK	Q1 2017	Q1 2016
Operating activities:		
Profit before tax	74.7	48.0
Reversal of depreciation and amortisation	23.6	12.8
Taxes paid	-12.7	-7.9
Adjustments for other non-cash items	33.5	-10.4
Cash flow from operating actvities before change in working capital	**119.0**	**42.5**
Change in working capital:		
Change in inventory	-38.8	-17.3
Change in operating receivables	-117.6	41.3
Change in operating liabilities	80.9	-36.0
Cash flow from working capital	**-75.5**	**-12.0**
Cash flow from operating activities	**43.6**	**30.5**
Investing activities:		
Business acquisitions, net of cash aquired	-1,094.5	-
Investment in intangible fixed assets	-0.1	-0.1
Investment in tangible fixed assets	-9.5	-12.6
Sales/disposal of tangible fixed assets	0.6	0.7
Changes in financial fixed assets	0.0	0.0
Cash flow from investing activities	**-1,103.5**	**-11.9**
Financing activities:		
Dividend	-	-
New loans and repayments, net	1,155.3	-177.8
Cash flow from financing activities	**1,155.3**	**-177.8**
Cash flow for the period	**95.3**	**-159.2**
Cash & cash equivalents at beginning of period	230.6	450.0
Translation differences	5.4	-3.5
Cash & cash equivalents at end of period	331.2	287.3

Key figures

Quarterly data	2017	2016			
	Q1	Q4	Q3	Q2	Q1
Order intake, MSEK	942.8	518.8	512.5	543.1	569.4
Revenue, MSEK	776.6	597.5	471.4	524.5	455.3
EBITA adj, MSEK	90.9	105.0	73.0	92.4	60.3
EBITA margin adj, %	11.7%	17.6%	15.5%	17.6%	13.2%
EBITA, MSEK	85.8	75.4	79.8	92.4	60.3
EBITA margin, %	11.0%	12.6%	16.9%	17.6%	13.2%
EBIT, MSEK	79.0	75.1	79.6	92.1	60.0
EBIT, %	10.2%	12.6%	16.9%	17.6%	13.2%
Net profit, MSEK	50.4	48.4	51.2	65.2	29.2
Total comprehensive income, MSEK	46.4	79.5	64.1	75.6	17.3
Cash flow from operations, MSEK	43.6	134.6	-7.6	66.5	30.5
Total cash flow, MSEK	95.3	23.5	-40.5	-62.2	-159.2
Undiluted/diluted number of shares, thousand's	43,326	43,326	43,326	43,326	43,326
Average amount of undiluted/diluted number of shares, thousand's	43,326	43,326	43,326	43,326	43,326
Earnings per share before dilution, SEK	1.16	1.12	1.18	1.51	0.67
Earnings per share after dilution, SEK[1]	1.16	1.12	1.18	1.51	0.67
Total cash flow per share, SEK[1]	2.20	0.54	-0.93	-1.44	-3.67
Equity per share, SEK[1]	57.29	50.83	48.99	47.52	47.82
Total assets, MSEK	5,998.6	3,276.2	3,291.2	3,204.4	3,187.3
Cash and cash equivalents end of period, MSEK	331.2	230.6	200.7	232.3	287.3
Equity, MSEK	2,482.1	2,202.1	2,122.5	2,058.8	2,069.3
Capital employed, MSEK	4,387.7	2,496.7	2,521.8	2,443.7	2,419.9
Net debt, MSEK	1,905.6	294.6	399.3	385.0	350.6
Equity ratio, %	41.4%	67.2%	64.5%	64.2%	65.0%
Return on equity, %	9.5%	9.1%	10.7%	10.3%	10.7%
Return on capital employed goodwill excluded, %	23.2%	43.3%	45.0%	45.3%	39.8%
Return on capital employed, %	9.6%	12.5%	13.6%	13.3%	11.7%
Interest coverage ratio, times	2.76	6.64	7.05	7.35	4.49
Net debt/EBITDA ratio	2.91	0.82	1.02	1.02	1.04
Number of employees	2,325	1,171	1,193	1,204	1,166

[1] Calculated to existing number of shares as of 31 Mar 2017, 43 326 289

Rolling 4 Quarters	2017	2016			
	Q1	Q4	Q3	Q2	Q1
Order intake, MSEK	2,517.3	2,143.9	2,050.7	2,022.9	2,142.7
Revenue, MSEK	2,370.0	2,048.6	2,038.7	2,001.6	2,029.3
EBITA adj, MSEK	361.3	330.7	331.7	324.7	336.2
EBITA margin adj, %	15.2%	16.1%	16.3%	16.2%	16.6%
EBIT, MSEK	325.8	306.8	336.2	322.6	284.2
EBIT, %	13.7%	15.0%	16.5%	16.1%	14.0%
Net profit, MSEK	215.2	194.0	217.7	202.7	159.5
Total comprehensive income, MSEK	265.6	236.5	268.2	253.1	194.8
Cash flow from operations, MSEK	237.1	224.0	207.9	282.0	257.4
Total cash flow, MSEK	16.2	-238.4	-142.0	-151.7	-61.9

Historical quarterly data 2015 – 2017

Amounts in MSEK	2017	2016				2015			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Order Intake									
Construction Equipment	280	199	213	188	179	134	134	119	161
Industrial Equipment	319	82	41	111	109	84	84	277	87
After Sales	254	161	166	161	165	159	159	175	209
Rental	90	77	93	83	117	50	108	92	80
Total	**943**	**519**	**512**	**543**	**569**	**426**	**485**	**663**	**536**
Revenue									
Construction Equipment	157	215	147	166	157	156	91	179	127
Industrial Equipment	330	123	79	105	67	168	102	116	99
After Sales	215	185	165	172	158	177	167	179	165
Rental	75	74	80	82	73	86	74	78	71
Total	**777**	**597**	**471**	**524**	**455**	**588**	**434**	**552**	**462**
EBITA adj.									
Construction Equipment	14	30	17	23	14	20	4	24	12
Industrial Equipment	12	2	-6	2	-11	16	7	13	6
After Sales	59	64	54	59	47	58	49	61	55
Rental	6	10	8	9	10	12	6	6	3
Total	**91**	**105**	**73**	**92**	**60**	**106**	**66**	**104**	**76**
EBIT									
Construction Equipment	14	19	17	23	14	20	4	5	9
Industrial Equipment	1	-6	-6	2	-11	16	7	-1	5
After Sales	58	57	54	59	47	57	49	49	55
Rental	6	5	15	9	10	12	6	0	3
Total	**79**	**75**	**80**	**92**	**60**	**104**	**66**	**54**	**72**

MANAGEMENT ASSESSMENT (PROFORMA), UNAUDITED, ONLY FOR REFERENCE* 2016 - 2017

Amounts in MSEK	2017	2016			
	Q1	Q4	Q3	Q2	Q1
Order Intake					
Construction Equipment	280	199	213	188	179
Industrial Equipment	622	448	566	593	485
After Sales	290	240	250	244	234
Rental	90	77	93	83	117
Total	**1,281**	**963**	**1,121**	**1,108**	**1,015**
Revenue					
Construction Equipment	157	215	147	166	157
Industrial Equipment	504	512	459	523	502
After Sales	255	273	257	262	228
Rental	75	74	80	82	73
Total	**990**	**1,074**	**943**	**1,033**	**961**

*If the acquired companies would have been fully consolidated by 1 January 2016, organic order intake growth YoY would have been 26% and organic revenue growth YoY would have been 3%

Income statement, parent company

Amounts in MSEK	Q1 2017	Q1 2016
Revenue	2.5	1.8
Operating expenses	-21.8	-6.6
Operating profit/loss (EBIT)	**-19.3**	**-4.8**
Net financial items	0.8	-1.6
Profit/loss after financial items	**-18.5**	**-6.4**
Group contribution	-	-
Result before tax (EBT)	**-18.5**	**-6.4**
Tax on profit/loss for the period	7.2	1.4
Profit/loss for the period	**-11.3**	**-5.0**

Balance sheet, parent company

Amounts in MSEK	31 Mar 2017	31 Mar 2016
Non-current assets		
Shares in group companies	1,898.4	1,898.4
Other non-current assets	7.6	32.2
Total non-current assets	**1,906.0**	**1,930.6**
Current assets		
Receivables from group companies	1,408.4	661.9
Other short term receivables	251.7	-
Cash and cash equivalents	71.6	80.5
Total current assets	**1,731.7**	**742.4**
TOTAL ASSETS	**3,637.7**	**2,673.1**
EQUITY AND LIABILITIES		
Shareholders equity	2,427.7	2,180.8
Non-current liabilities, interest bearing	-	46.2
Current liabilities, interest bearing	792.0	-
Liabilities to group companies	394.7	440.0
Other current liabilities	23.3	6.1
TOTAL EQUITY AND LIABILITIES	**3,637.7**	**2,673.1**

Notes

NOTE 1. ACCOUNTING POLICIES

This year-end report was prepared in accordance with IFRS, applying IAS 34, Interim Financial Reporting. The same accounting and valuation policies were applied as in the most recent annual report except for new and revised standards and interpretations effective from January 1, 2017.

The year-end report for the parent company has been prepared in accordance with the Annual Accounts and with standard RFR 2 Reporting by a legal entity, issued by the Swedish Financial Reporting Board.

NOTE 2. RELATED-PARTY TRANSACTIONS

Significant related-party transactions are described in Note 24 to the consolidated accounts in the Company's 2016 Annual Report. No material changes have taken place in relations or transactions with related parties compared with the description in the 2016 Annual Report.

NOTE 3. FINANCIAL INSTRUMENTS

Amounts in MSEK	Total carrying amount		Fair value	
	31 Mar 2017	31 Mar 2016	31 Mar 2017	31 Mar 2016
FINANCIAL ASSETS				
Derivative financial instruments	1.1	7.7	1.1	7.7
Other financial receivables	1,264.3	454.1	1,264.3	454.1
Cash and cash equivalents	331.2	287.3	331.2	287.3
Total	**1,596.6**	**749.1**	**1,596.6**	**749.1**
FINANCIAL LIABILITIES				
Derivative financial instruments	9.0	4.4	9.0	4.4
Interest bearing debts	2,236.8	637.9	2,244.8	642.7
Other financial liabilities	646.6	234.3	646.6	234.3
Total	**2,892.4**	**876.6**	**2,900.4**	**881.4**

FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE

31 Mar 2017	Level 2
Financial assets	
Currency derivatives	1.1
Total	**1.1**
Financial liabilities	
Currency derivatives	9.0
Total	**9.0**

31 Mar 2016	Level 2
Financial assets	
Currency derivatives	7.7
Total	**7.7**
Financial liabilities	
Currency derivatives	4.4
Total	**4.4**

Level 1 - quoted prices in active markets for identical financial instruments

Level 2 - inputs other than quoted prices included in level 1 that are observable for the financial instrument, either directly (i.e. as prices) or indirect (i.e. derived from prices).

Level 3 – inputs for the financial instrument that are not based on observable market data (unobservable inputs)
Currency derivatives are valued at fair value by discounting the difference between the contracted forward rate and the rate that can be subscribed for on the balance sheet date for the remaining contract term.

NOTE 4. ACQUISTIONS

In the first quarter 2017 the acquisitions of Avanti Wind Systems and Facade Access Group have been finalized. The acquisitions broaden and diversifies the product portfolio of Alimak Group's business area Industrial Equipment and offers an expansion into a growing area of renewable energy. Opportunities related to cost synergies in the supply chain as well as an expanded after sales offering will be captured.

Goodwill related to both acquisitions is mainly pertaining to cost synergies in the supply chain area, leveraging of after sales business model, know-how and additional sales to non-relationship customers. Goodwill is not expected to be deductible for tax purposes.

Avanti Wind Systems

The acquisition of Avanti Wind Systems, headquartered in Denmark, was finalized on 30 January, 2017. The acquisition of Avanti comprises 100% of the voting shares and the business is consolidated as of 1 February, 2017. Acquisition costs of approximately MSEK 1.5 have been charged to the consolidated operating costs for the first quarter 2017. For the fourth quarter 2016 such costs amounted to about MSEK 10.0. Further costs for ongoing closing accounts work will affect coming periods.

Avanti is the global market leader in vertical access solutions for wind turbine towers and has more than 30,000 service lifts installed globally. Avanti's revenue for the year 2016 totalled 918 MSEK.

The purchase price allocation is in process and has not yet been finalized. A provisional purchase price allocation is presented below. The purchase consideration as well as fair values are indicative and subject to change following the preparation of closing accounts and further analysis of net assets acquired.

Purchase Price Allocation - provisional	MSEK
Consideration transferred - Cash	**670.6**
Fair value of identified assets acquired and liabilities assumed:	
Tangible fixed assets	33.7
Trade name	129.2
Customer relationships	220.0
Technology	38.4
Net working capital	262.8
Cash and cash equivalents	47.8
Deferred tax liability	-87.1
Interest bearing liabilities	-190.4
Assets acquired and liabilities assumed, net	454.4
Goodwill	216.2
Total consideration transferred	**670.6**

From the date of acquisition 1 February 2017, Avanti Wind Systems has contributed MSEK 192.8 of revenue. If the acquisition had taken place at the beginning of the year, the contribution to net sales would have been MSEK 261.0.

Facade Access Group

The acquisition of Facade Access Group, headquartered in Melbourne, Australia, was finalized on 28 February, 2017. The acquisition of Facade Access Group comprises 100% of the voting shares and the business is consolidated as of 1 March, 2017. Acquisition costs of approximately MSEK 3.0 have been charged to the consolidated operating costs for the first quarter 2017. For the fourth quarter 2016 such costs amounted to about MSEK 20.0. Further costs for ongoing closing accounts work will affect coming periods.

With the trademarks CoxGomyl and Manntech, Facade Access Group is a global market leader in permanently installed facade maintenance solutions (Building Maintenance Units – BMUs). Revenue for Facade Access Group for the calendar year 2016 were approximately MSEK 1,044 (pro forma).

The purchase price allocation is in process and has not yet been finalized. A provisional purchase price allocation is presented below. The purchase consideration as well as fair values are indicative and subject to change following the preparation of closing accounts and further analysis of net assets acquired.

Purchase Price Allocation - provisional	MSEK
Consideration paid - Cash	**531.4**
Fair value of identified assets acquired and liabilities assumed:	
Tangible fixed assets	140.9
Trade name	159.6
Customer relationships	104.1
Technology	62.5
Net working capital	161.0
Cash and cash equivalents	52.7
Deferred tax liability	-86.8
Bank debt	-311.6
Assets acquired and liabilities assumed, net	282.4
Goodwill	249.0
Total consideration transferred	**531.4**

From the date of acquisition 1 March 2017, Facade Access Group has contributed MSEK 92.8 of revenue. If the acquisition had taken place at the beginning of the year, the contribution to net sales would have been MSEK 247.4.

FINANCIAL CALENDAR

- The Annual General Meeting will be held on 11 May 2017.
- The Interim Report for the second quarter of 2017 will be published on 17 August 2017.
- The Interim Report for the third quarter of 2017 will be published on 25 October 2017.

Alimak Group's financial calendar is available at www.alimakgroup.com

WELCOME TO ALIMAK´S PRESENTATION OF THE INTERIM REPORT FOR JANUARY – MARCH 2017.

A telephone conference / audiocast will be held on Wednesday 26 April at 10.00 CET.
CEO Tormod Gunleiksrud and CFO Per Ekstedt will present and comment on the report.

The presentation, that will be held in English, can also be followed via audiocast.

To participate by phone – please call:

SE: +46856642696

UK: +442030089806

Link to audiocast:

https://wonderland.videosync.fi/alimak-group-q1-report-2017

DEFINITIONS

Alimak presents certain financial measures that are not defined in the interim report in accordance with IFRS. Alimak believes that these measures provide useful supplemental information to investors and the company's management when they allow evaluation of trends and the company's performance. As not all companies calculate the financial measures in the same way, these are not always comparable to measures used by other companies. These financial measures should not be seen as a substitute for measures defined under IFRS. For definitions of key figures that Alimak uses, please visit www.alimakgroup.com

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This information is information that Alimak Group AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact persons set out above, at 08.00 CET at 26 April 2017.

About Alimak Group
Alimak Group is a world-leading provider of vertical access solutions for industrial and construction industries. With presence in more than 100 countries, Alimak develops, manufactures, sells and provides service to vertical access solutions with focus on adding customer value through greater safety, higher productivity and improved cost efficiency. The Group´s products and solutions are sold under the brands Alimak Hek, CoxGomyl, Manntech and Avanti. Alimak has an installed base of more than 60,000 elevators, hoists, platforms, service lifts and building maintenance units around the world. Founded in Sweden 1948 Alimak has its headquarters in Stockholm, 12 manufacturing facilities in 8 countries and 2,400 employees around the world www.alimakgroup.com.

ALIMAK GROUP