

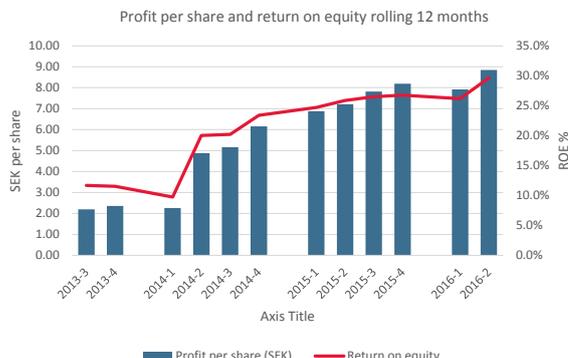
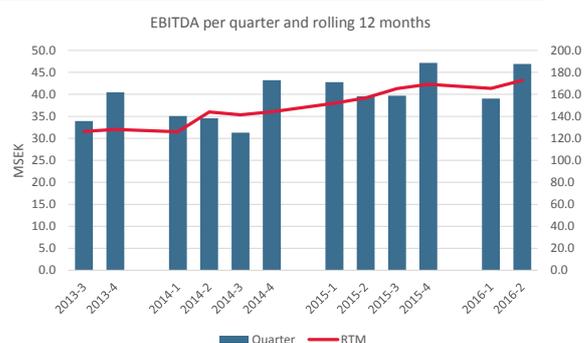
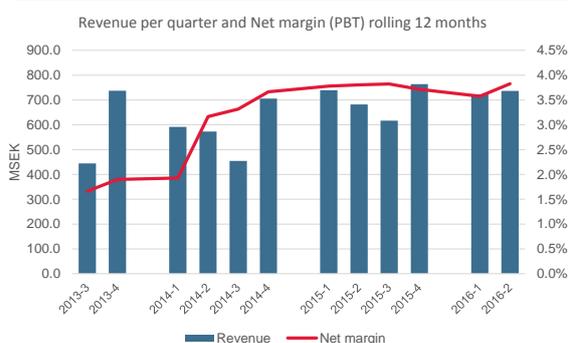
Half-yearly report, January – June 2016

The second quarter in brief

- Revenue increased by 8 % to SEK 737 (682) million, revenue increased by 12 % adjusted for currency effects.
- EBITDA increased by 18 % to SEK 46.9 (39.6) million.
- Profit before tax increased by 36 % to SEK 34.4 (25.4) million.
- Profit after tax increased by 48 % to SEK 27.4 (18.5) million.
- Profit per share amounted to SEK 2.91 (1.98).

The first six months in brief

- Revenue increased by 3 % to SEK 1,459 (1,422) million, revenue increased by 6 % adjusted for currency effect.
- EBITDA increased by 4 % to SEK 85.9 (82.4) million.
- Profit before tax increased by 9 % to SEK 55.7 (51.1) million. Profit before tax amounted to SEK 61.5 (51.1) million adjusted for items affecting comparability, representing an increase of 20%.
- Profit after tax increased by 16 % to SEK 42.2 (36.2) million.
- Profit per share amounted to SEK 4.45 (3.80).
- Items affecting comparability, expenses attributable to the change of Group President, have adversely affected the operating profit for the first six months in the sum of SEK 5.8 (-) million.
- Return on equity over the last 12 months amounted to 29.7 (25.9) %.



Report by Jason Clark, CEO of Proact

Stable development in revenues and profit continuing

It is a great pleasure to once again present a record quarter for the company. This excellent profit development means that we have made significant progress towards our 5 % profit before tax target margin.

Profit before tax for the second quarter amounted to SEK 34.4 million, representing an increase of 36 % compared with the corresponding period last year. This means that the company's margin, profit before tax, amounts to 4.7 %. The excellent development in profits has been achieved thanks to two primary reasons. Firstly, a structured and driven approach to operational efficiency and delivering higher quality customer service utilising the strength and depth of the group. Secondly, a greater focus on the go to market around services has resulted in higher revenues and greater profitability in this area of this business.

I can state that our specialist expertise and market-leading offering are appreciated by customers old and new alike. The company's total revenues developed well during the quarter and amounted to SEK 737 million, representing an increase of 8 % compared to the same period last year. It is pleasing to see that total revenues for service operations have developed positively and amounted to SEK 261 million, representing an increase of 16 %. Service revenues relating to cloud services amounted to SEK 91 million, representing an increase of 25 %. System revenues also developed well and amounted to SEK 475 million, representing an increase of 4 %.

The daily focus is to develop the company according to our established strategy. Part of our strategy involves working as "One Proact". This involves using well-defined processes and procedures to create a consistent, cost-effective organisation, thereby ensuring that we have a clear, high-quality offering to the market. To improve profitability, another part of our strategy involves increasing the percentage of contracted revenues. We will achieve this by further reinforcing the company's offering and the way we are operating, mainly within the field of support and cloud services. Another element of our strategy involves increasing revenues in respect of datacentres, with associated consultancy and support services. We have successfully implemented a number of customer projects in the above fields during the quarter. Examples of projects implemented can be found in the section entitled "Events during the quarter".

Overall, it is clear to me that internal initiatives implemented in fields such as innovation, sales and business streamlining are continuing to pay off, making us even more competitive. Our ability to help our customers to minimise risks and reduce costs, and also to supply flexible IT services and products, places us in a strong position on the European market, giving us good opportunities for continued positive development in terms of both revenues and profits.

About Proact

Proact is Europe's leading independent datacentre and cloud services provider. Proact supplies business benefits by helping companies and authorities to reduce risk and costs, and above all to supply them with flexible, accessible and secure IT services. Proact's cloud service operations manage 70 petabytes of information. Proact has completed more than 3,500 successful projects all over the world to date.

The Proact Group has more than 720 employees and operates in 15 countries in Europe and in the USA. Proact was founded in 1994, and its parent company Proact IT Group AB (publ) has been listed on Nasdaq Stockholm under the symbol PACT since 1999.

For further information about Proact's activities please visit us at www.proact.eu

Market review

The rapid digitisation taking place in the majority of industries means that IT and its activities are strategically important nowadays as IT is at the very heart of business. Information volumes are also continuing to increase, which means that IT infrastructures are becoming more and more complex. Essentially, all companies and authorities are dependent on access to information of various kinds to allow their operations to work, and accessibility and security are particularly important for business-critical information. As a result, more and more companies and authorities are evaluating options for using new fields of technology and various services in order to simplify their IT operations and ensure that their supply of IT services meets the requirements defined by business operations.

One clear market trend – among others – is that more and more customers are requesting the datacentre concept (a combination of storage, servers and networks). Various parts of the IT infrastructure used to be managed as separate elements. This concept provides the opportunity to reduce implementation times, simplify administration and reduce the risk of production problems due to the fact that the various subcomponents are integrated and tested with one another, which in turn will have

cost benefits. Another market trend is seeing new fields of technology – such as Flash – developing at an incredible pace. This technology involves storing information on a memory chip instead of a traditional hard disk. This technology provides improved integration with various types of application and is more cost-effective compared with traditional hard disks.

More and more customers are wanting to offer IT as a service, where users themselves order and consume different types of IT service based on the needs of each individual user. To facilitate the supply of IT as a service, companies and authorities are implementing a combination of private and public cloud services, known as hybrid clouds, to an ever-increasing extent. The aim of this is to automate IT processes and hence offer cost-effective, flexible IT services to both internal and external users.

The need for ongoing streamlining, as well as a growing demand for solutions and services in Proact's specialist fields, is indicating major potential for growth for the company. Proact has established methods, processes and services to offer so as to meet demand on the market and provide the most effective support to its customers.

Major events during the quarter

A number of major contracts have been concluded in the past quarter, with enterprises such as Herning Kommun and the National Bank in Denmark, Swedbank, Telema and Telia in Estonia, KELA and Polar Electro in Finland, Lettelecom and Rietumu Banka in Latvia, Bol.com and Media Markt in the Netherlands, Nordic Semiconductor and the Norwegian Tax Administration in Norway, Cortefiel, Samsung and SIX Servix in Spain, the Hut Group and William Grant & Sons in the United Kingdom, Karlstad University, Telia and Volvo in Sweden, and OnSemiconductor, the City of Ostrava and TEVA in the Czech Republic.

Events during the quarter

Proact supplies backup as a service to Munters

Munters is a world leading supplier of energy-efficient air conditioning solutions. Its biggest customers include food companies and pharmaceutical companies. Munters has been a pioneer in the air environment field since the company was founded in 1955. The company

now has around 2,700 staff and has manufacturing and sales operations in more than 30 countries.

Proact has been entrusted with the task of supplying backup as a service to Munters. Following a thorough evaluation, Munters decided to invest in a cloud service instead of traditional systems. This cloud service will give Munters

greater security and flexibility while also allowing its IT operations to focus on more business-linked issues. Munters also has the opportunity to extend the service and so cover the backup needs of the entire group in the longer term. Munters is using the cloud service for its Swedish arm and three subsidiaries in Europe initially, but its aim is to extend the service to include more countries at a later date. The cloud service also includes improved disaster recovery as copies of information are automatically stored securely in a location outside Munters' own IT infrastructure.

Proact wins MTM procurement procedure

The Swedish Agency for Accessible Media, MTM, is working on behalf of the Ministry of Culture to ensure that all citizens have access to literature and community information on the basis of their own needs, irrespective of their reading abilities or any disabilities. Among other things, MTM offers a range of services involving talking newspapers, talking books and Braille documents to help people who have problems with reading.

Proact's acquisition of Compose IT System AB allowed Proact to successfully meet MTM's needs and requirements in respect of modern, reliable IT support. This service includes operational responsibility for all MTM servers and databases, including round-the-clock monitoring for the most business critical systems such as the "Legimus" digital library. Network and communication functions and firewall protection are also included. The new IT support will give MTM's users faster, more secure access to literature and community information while also enhancing quality.

Holland Colours chooses Proact for hybrid cloud service

Holland Colours (HCA) specialises in the manufacture of pigments and additives for colouring silicone and PVC products such as PET packaging. HCA is a global listed company with nine subsidiaries in America, Asia and Europe. HCA has more than 2,000 customers in over 80 countries.

HCA's business has developed positively over the past few years, making new demands of its

IT structure in terms of scalability, accessibility and performance. Another stringent demand is that the IT supplied should be cost-effective. Proact has been entrusted with the task of supplying a new IT infrastructure in combination with a cloud service providing backup and disaster recovery. The new infrastructure is based on the datacentre concept, which is a reference architecture in which components such as storage, servers and networks are all integrated and thoroughly tested with one another. Proact will also be responsible for backup and disaster recovery in the form of a cloud service, which will be supplied in accordance with agreed service levels. The new IT infrastructure and cloud service will allow HCA to focus on its core business while also maintaining the required security, accessibility and cost effectiveness.

The contract also includes implementation and configuration of the new service.

Proact keeps British Rail Company on track

A leading British rail company has chosen Proact as its partner for the supply of disaster recovery and backup as a cloud service.

The rail company had an ageing IT infrastructure and was no longer able to guarantee that the company's IT services would be run effectively, and so it decided to evaluate various alternative suppliers.

Following an extensive evaluation procedure, Proact was chosen as the supplier thanks to its well-established and mature cloud service portfolio, extensive industry experience and the lowest overall cost over three years. The cloud services supplied by Proact will allow the rail company to focus on its core business while also achieving the required security, accessibility and cost effectiveness. In the longer term, the aim is to include further areas – such as the primary datacentre – in the contract which has now been concluded.

The contract also includes implementation and configuration of the new service.

Financial overview

Revenues

Over the second quarter of 2016, total revenues amounted to SEK 737 (682) million, an increase of 8 %. Revenues increased by 12 % adjusted for currency effects.

Revenues for the first six months of 2016 amounted to SEK 1,459 (1,422) million, an increase of 3 %. Adjusted for currency effects, revenues increased by 6 %.

Industry segments

Proact has good revenue distribution in respect of its various industry segments. The four biggest industry segments are Public Sector (21%), Trade & Services (21%), Telecoms (16%) and Manufacturing Industry (14%).

Business Units

Nordics continues to perform well. Service revenues increased during the second quarter, cloud services in particular have undergone positive development. In addition system revenues have developed favourably during the quarter.

In the UK, total revenues have increased during the second quarter, primarily service revenues had a positive development during the period.

In West, total revenues have increased slightly compared with the same period last year.

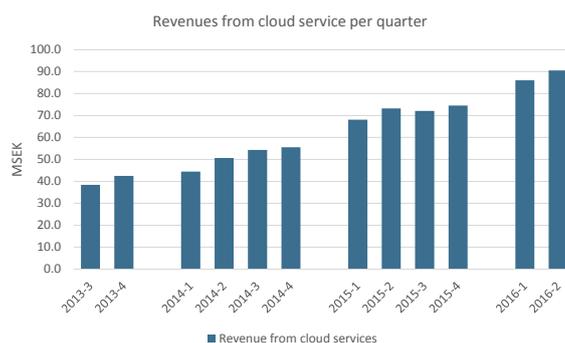
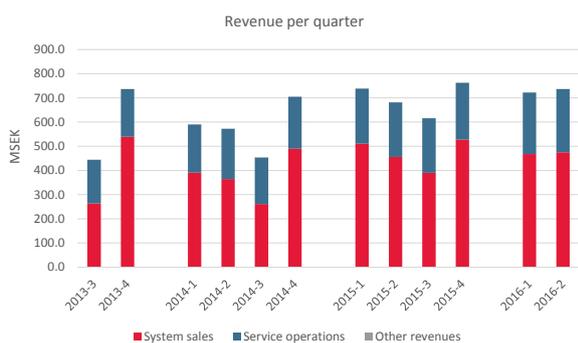
For East, the total revenues have decreased slightly during the quarter. Service revenues are unchanged while system revenues have declined.

Future contracted cash flows from Proact Finance amount to SEK 136 (126) million, representing an increase of 8 %.

Operating segment

System revenues increased by 4 % to SEK 475 (456) million in the second quarter. Adjusted for currency effects, system revenues increased by 7 %. Service revenues increased by 16 % to SEK 261 (225) million during the same period. When adjusted for currency effects, service revenues increased by 20 %. Service revenues amount to 35% of total company revenues for the quarter.

New contracts relating to cloud services worth SEK 50 million, with terms of three to five years, have been concluded during the quarter. Total revenues in respect of cloud services amounted to SEK 91 (73) million during the quarter, representing an increase of 25 % compared with the corresponding period in the previous year. Revenues from cloud services amount to SEK 323 million over a period of 12 consecutive months.



Revenue per Business Unit	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
Nordics	421	384	828	825	1,602	1,598
UK	167	159	339	334	647	643
West	123	120	220	221	446	448
East	28	30	77	59	159	140
Proact Finance	30	21	47	37	105	95
Group-wide	-32	-32	-51	-54	-120	-123
Total revenue	737	682	1,459	1,422	2,839	2,802

Revenue per operating segment	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
System sales	475	456	942	966	1,860	1,884
Services operations	261	225	516	454	976	914
Other revenue	1	1	1	2	4	4
Total revenue	737	682	1,459	1,422	2,839	2,802

Comprehensive income

EBITDA increased over the quarter by 18 % to SEK 46.9 (39.6) million. Profit before tax increased by 36 % to SEK 34.4 (25.4) million.

EBITDA for the first six months increased by 4 % to SEK 85.9 (82.4) million. Profit before tax increased by 9 % to SEK 55.7 (51.1) million. Adjusted for items affecting comparability, profit before tax amounted to SEK 61.5 (51.1) million, representing an increase of 20 %.

Business Units

Profits have developed positively for Nordics during the quarter. This is due to improved profitability in the service operations as well as stable profitability in the system sales operation. Lower sales and administration costs have also contributed favourably.

In the UK profits have developed positively. Mainly through increased profitability in the services operation in combination with lower sales and administration costs.

Profits have increased for West, primarily due to increased profitability in the system sales operation. The Netherlands continues to show good profitability, at the same time the other countries show negative results.

In East the profitability was unchanged compared with the corresponding quarter last year.

Proact Finance is continuing to develop well and is demonstrating stable profitability.

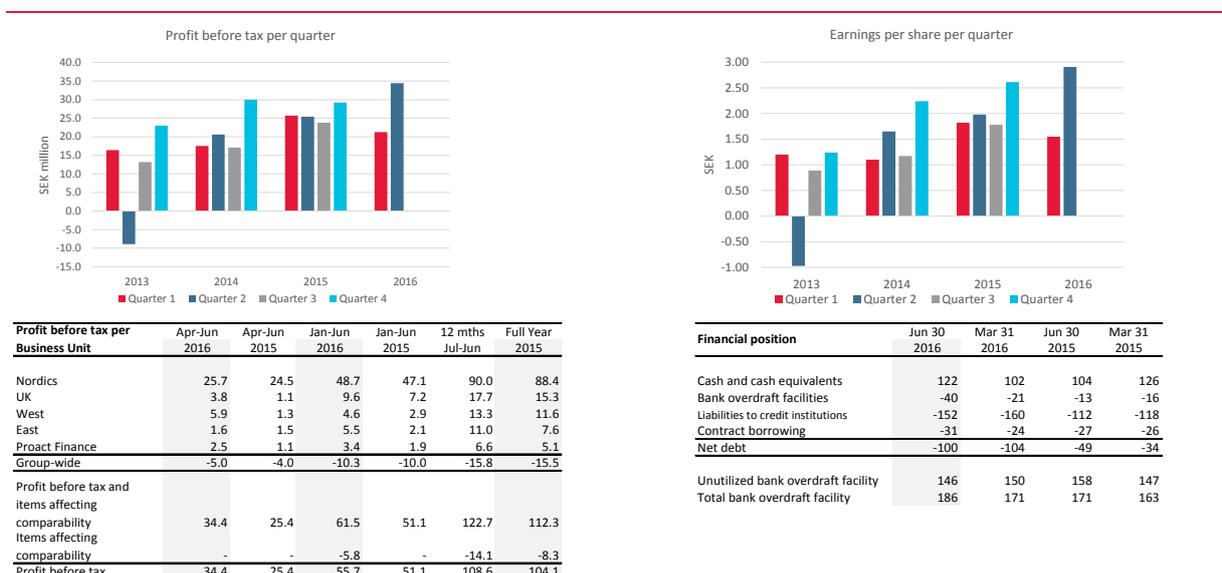
Balance sheet and cash flow

Cash and equivalents amounted to SEK 122 million as at 30 June 2016, compared with SEK 104 million previous year. Of total bank overdraft facilities of SEK 186 million, SEK 40 million has been utilised. Bank loans amounted to SEK 151 million, of which SEK 31 million are due within 12 months. Contract borrowing is being used to finance Proact's finance company. Investments in IT equipment for cloud operations are being financed by means of operational leasing agreements, which means that these investments have no direct impact on the balance sheet.

Cash flow amounted to SEK 17 (-21) million during the quarter, of which SEK 44 (43) million from operating activities. Cash flow amounted to SEK -44 (-35) million during the first six months of which SEK -6 (40) million from operating activities. Cash flow amounted to SEK 19 million over a period of 12 consecutive months.

During the first six months, SEK 33 (31) million has been invested in fixed assets, and SEK 42 (21) million has been paid out in respect of additional purchase prices and acquisition of further shares in subsidiaries. Change in bank loans and use of overdraft facilities have together contributed to cash flow with SEK 55 million. Dividends amounting to SEK 25 million have been paid to the parent company's shareholders.

The Group's equity ratio at the end of the period was 19 (19) %. The equity ratio was 19% as at 31 December 2015.



Buy-back of own shares

At the Annual General Meeting held on 2 May 2016, the Board of Directors was authorised to acquire up to 10% of the company's shares by the next Annual General Meeting. As at 30 June 2016, no shares have been acquired under this authorisation.

The company holds 40,144 shares in its own custody as at 30 June 2016, which is equivalent to 0.4% of the total number of shares.

Employees

The company employed 728 (669) people as at 30 June 2016, of whom 67 employees joined the company as part of the acquisition of companies in 2015.

Parent Company in brief

Parent Company's total revenues for the period amounted to SEK 39.7 (37.5) million. Profit before tax amounted to SEK -8.9 (9.5) million.

Parent Company's liabilities in a joint group currency account amounted to SEK 324 (300) million.

At the end of the period, the number of people employed by the parent company totalled 21 (17).

Parent Company's operations have remained unchanged over the period. There have been no significant transactions with related parties.

Risks and uncertainty factors within the enterprise

The company has in the current situation difficulties to assess consequences' of United Kingdom's possible exit from EU. Short term however, currency rate effects will affect the group's financial statements. Otherwise no risks or uncertainty factors have altered, by comparison with those commented upon in the last Annual Report issued. For a more detailed description of significant risks and uncertainty factors, please see Proact's annual report for 2015, page 19.

Other information

This half-yearly report has not been audited.

Annual General Meeting, 2 May 2016

The following Board members were re-elected: Anders Hultmark, Eva Elmstedt, Pia Gideon, Christer Hellström and Christer Holmén.

A decision was made to pay a dividend of SEK 2.70 (1.70) per share.

The Board members and Managing Director were granted discharge from liability for the 2015 business year

For further information on the general meeting and the minutes from this meeting, please see the company's website at www.proact.se

Forthcoming reports

19 Oct 2016 Interim report, Q3 2016
9 Feb 2017 Year-end report 2016

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The Board of Directors and the Managing Director guarantee that this half-yearly report provides a true and fair view of the activities, position and profits of Proact and the Group. The Board of Directors has in the current situation difficulties to assess consequences' of United Kingdom's possible exit from EU. Short term however, currency rate effects will affect the group's financial statements. Otherwise no new risks or uncertainty factors have arisen over the first six months of the year, by comparison with those commented upon in the last Annual Report issued.

The information in this interim report is such information as Proact IT Group (publ) shall publish in accordance with *lagen om värdepappersmarknad*, the Securities Market Act, and/or *lagen om handel med finansiella instrument*, the Act on Trading in Financial Instruments. This information was submitted for publication at 13:00 (CET) on 13 July 2016.

Kista, 13 July 2016

Proact IT Group AB (publ)

Jason Clark
CEO

Anders Hultmark
Chairman

Christer Hellström

Christer Holmén

Eva Elmstedt

Pia Gideon

Financial reports (SEK million)

Consolidated Statement of Comprehensive Income

	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
System income	475.1	456.0	942.5	966.1	1,860.0	1,883.6
Service income	261.1	225.3	515.6	453.8	975.9	914.1
Other operating income	0.6	0.9	1.3	1.7	3.7	4.0
Total income	736.7	682.2	1,459.4	1,421.6	2,839.5	2,801.7
Cost of goods and services sold	-559.6	-515.2	-1,109.1	-1,083.0	-2,153.4	-2,127.2
Gross profit	177.2	167.0	350.3	338.6	686.1	674.4
Sales and marketing expenses	-91.4	-92.4	-186.0	-188.2	-367.7	-369.9
Administration expenses	-52.0	-48.7	-99.7	-96.4	-186.1	-182.7
Items affecting comparability	-	-	-5.8	-	-14.1	-8.3
Operating profit/loss, EBIT	33.7	25.9	58.8	54.1	118.2	113.5
Net financial items	0.7	-0.5	-3.1	-2.9	-9.6	-9.5
Profit before tax	34.4	25.4	55.7	51.1	108.6	104.1
Income tax	-7.1	-6.9	-13.5	-14.9	-24.2	-25.6
Comprehensive income for the period	27.4	18.5	42.2	36.2	84.4	78.4
<i>Other comprehensive income</i>						
<i>Items which may be reversed later in the income statement</i>						
Change of hedging reserve (net investment in foreign operations)	-0.1	0.2	-0.8	0.8	-1.4	0.2
Tax effect of change of reserve (net investment in foreign operations)	0.0	-0.0	0.2	-0.2	0.3	-0.1
Translation differences	3.5	-1.9	4.2	-3.4	-3.1	-10.7
Total items which may be reversed later in the income statement	3.5	-1.7	3.6	-2.7	-4.2	-10.5
Total comprehensive income for the period	30.8	16.8	45.8	33.5	80.2	67.9
<i>Profit attributable to:</i>						
Shareholders of the Parent company	27.0	18.2	41.4	34.9	81.8	75.3
Holdings without a controlling influence	0.3	0.3	0.8	1.3	2.6	3.1
<i>Total comprehensive income for the period attributable to:</i>						
Shareholders of the Parent company	30.4	16.8	45.4	32.3	78.4	65.3
Holdings without a controlling influence	0.4	-0.0	0.4	1.1	1.8	2.6

Data per share*

	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
Earnings per share for the period attributable to the shareholders of the parent company, SEK	2.91	1.98	4.45	3.80	8.82	8.20
Equity per share, SEK	31.35	28.49	31.35	28.49	31.35	32.87
Cash flow from operations per share, SEK	4.70	4.66	-0.68	4.31	14.77	19.88
Number of outstanding shares at end of period	9,293,742	9,185,268	9,293,742	9,185,268	9,293,742	9,293,742
Weighted average number of outstanding shares	9,293,742	9,185,268	9,293,742	9,185,268	9,272,130	9,192,876

* Proact does not have any outstanding warrants, convertible debentures or other instrument that could give rise to dilution.

Consolidated Balance Sheet in Brief

	Jun 30 2016	Jun 30 2015	Dec 31 2015
ASSETS			
<u>Fixed assets</u>			
Goodwill	316.2	287.4	334.3
Other intangible fixed assets	126.1	118.1	121.6
Tangible fixed assets	53.3	53.1	54.2
Other long-term receivables	56.5	82.7	96.0
Deferred tax receivables	21.3	14.7	15.0
<u>Current assets</u>			
Inventories	11.5	6.5	12.3
Trade and other receivables	832.2	756.1	858.5
Cash and cash equivalents	122.3	103.9	158.8
Total assets	1,539.6	1,422.6	1,650.7
EQUITY AND LIABILITIES			
Equity attributable to the shareholders of the parent company	291.4	261.7	305.5
Equity attributable to holdings without a controlling influence	5.1	10.9	11.3
Total equity	296.5	272.6	316.8
<u>Long-term liabilities</u>			
Long-term liabilities, interest-bearing	146.9	87.7	122.9
Long-term liabilities, non-interest-bearing	1.8	5.0	1.3
Deferred tax liabilities	24.4	24.0	23.4
<u>Short-term liabilities</u>			
Short-term liabilities, interest-bearing	91.1	67.4	56.4
Short-term liabilities, non-interest-bearing	978.8	965.8	1,130.0
Total equity and liabilities	1,539.6	1,422.6	1,650.7

Consolidated Statement of Changes in Equity

	Jan - Jun 2016	Jan - Jun 2015	Full Year 2015
At beginning of period	316.8	269.3	269.3
Total comprehensive income for the period	45.8	33.5	67.9
Dividend	-25.1	-15.6	-15.6
Dividend to holdings without a controlling influence	-0.7	-1.4	-1.8
Financial liability to holdings without a controlling influence	-0.0	-	0.0
Acquisition from holdings without a controlling influence	-40.3	-13.1	-17.0
Share savings and share option programs	-	-	14.0
At end of period	296.5	272.6	316.8

Holdings without a controlling influence: Proact Latvia Ltd 15 %, Proact Lietuva UAB 26.14 % and Proact Estonia AS 15 %.

Consolidated Cash Flow Statement in Brief

	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
Cash flow from operating activities before changes in working capital	44.5	37.2	74.7	71.1	158.7	155.1
Cash flow from changes in working capital	-0.8	5.6	-81.0	-31.5	-21.8	27.7
Cash flow from operating activities	43.7	42.8	-6.3	39.6	136.9	182.8
Cash flow from investing activities	-19.3	-24.2	-35.5	-38.4	-127.0	-129.9
Cash flow from financing activities	-7.9	-39.3	-2.0	-35.9	8.6	-25.2
Total cash flow for the period	16.5	-20.7	-43.8	-34.6	18.6	27.7
Cash and cash equivalents at beginning of the period	101.6	126.0	158.8	142.9	103.9	142.9
Currency translation difference in cash and cash equivalents	4.2	-1.4	7.3	-4.3	-0.2	-11.8
Cash and cash equivalents at end of the period	122.3	103.9	122.3	103.9	122.3	158.8

Key Figures

	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
Total revenue, SEK millions	737	682	1,459	1,422	2,839	2,802
EBITDA, SEK millions	46.9	39.6	85.9	82.4	172.7	169.2
EBITDA margin, %	6.4	5.8	5.9	5.8	6.1	6.0
EBITA, SEK millions	40.7	32.3	73.2	66.7	146.9	140.4
EBITA margin, %	5.5	4.7	5.0	4.7	5.2	5.0
EBIT, SEK millions	33.7	25.9	58.8	54.1	118.2	113.5
EBIT marginal, %	4.6	3.8	4.0	3.8	4.2	4.1
Profit before tax, SEK millions	34.4	25.4	55.7	51.1	108.6	104.1
Net margin, %	4.7	3.7	3.8	3.6	3.8	3.7
Profit after tax, SEK millions	27.4	18.5	42.2	36.2	84.4	78.4
Profit margin, %	3.7	2.7	2.9	2.5	3.0	2.8
Equity ratio, %	19.3	19.2	19.3	19.2	19.3	19.2
Capital turnover rate, times	0.5	0.5	0.9	1.0	1.9	1.8
Return on equity, %	9.3	6.6	13.8	13.4	29.7	26.8
Return on capital employed, %	6.7	6.2	11.9	13.2	25.5	25.6
Investments in fixed assets, SEK millions	16.7	19.1	38.1	30.7	157.8	150.4
Financial costs included in net financial items, SEK millions	0.5	2.1	5.5	5.5	14.2	14.2
Profit before tax per employee, SEK thousands	48	39	77	78	155	156
Average number of employees	719	659	726	656	701	669

For a five-year summary, see Note 8. Definitions of key ratios and figures are set out in the Annual Report 2015.

Amortizations and depreciations included in Consolidated Statement of Comprehensive Income are specified in Note 4.

Key figures Proact reports and monitors the business by are common key figures used by the industry and by companies' listed on Nasdaq Stockholm.

Parent Company's Income Statement and Balance Sheet, in brief

	Jan-Jun 2016	Jan-Jun 2015	Full Year 2015
Net sales	39.7	37.5	73.3
Cost of goods and services sold	-	-	-
Gross profit	39.7	37.5	73.3
Administration expenses	-49.8	-38.2	-77.1
Operating profit	-10.1	-0.6	-3.8
Net financial items	1.2	10.2	20.6
Profit after financial items	-8.9	9.5	16.8
Provisions	-	-	6.0
Profit before tax	-8.9	9.5	22.8
Income tax	2.6	-0.9	-0.2
Comprehensive income for the period	-6.3	8.6	22.6

	Jun 30 2016	Jun 30 2015	Dec 31 2015
ASSETS			
Fixed assets	674.0	538.7	640.8
Current assets	84.3	154.6	102.0
Total assets	758.3	693.3	742.8
EQUITY AND LIABILITIES			
Equity	230.2	233.9	261.6
Long-term liabilities	128.4	83.6	114.4
Short-term liabilities	399.7	375.8	366.8
Total equity and liabilities	758.3	693.3	742.8

Explanatory information

Note 1. General information

Proact IT Group AB (publ) (co. reg. no. 556494-3446) has its registered office in the municipality of Stockholm. Since July 1999, the Company has been listed on Nasdaq Stockholm and the Small Cap list under the PACT symbol.

Note 2. Accounting policies

The consolidated accounts for the interim report, like the annual report for 2014, have been compiled in accordance with International Financial Reporting Standards (IFRS) as endorsed by the EU, and the Swedish Annual Accounts Act. The Parent Company's accounts have been compiled in accordance with the Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2 (Accounting for Legal Entities).

The present interim report has been prepared in accordance with IAS 34, Interim Reporting, and the Swedish Company 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 the IASB's Standards Interpretation Committee (SIC) and Internal Reporting Interpretations Committee (IFRIC). The Group applies the same accounting principles as those described in the annual report for 2015.

Financial instruments

Proact's financial instruments consist of derivatives, accounts receivable, cash and cash equivalents, accounts payable, accrued trade creditors and interest-bearing liabilities. Derivatives are valued at fair value at level 2 as defined by IFRS 7, i.e. fair value determined using valuation techniques with observable market data, either directly (as prices) or indirectly (derived to price). All other financial assets have been classified as loans and receivables, which includes accounts receivable and cash and cash equivalents. All other financial liabilities have been classified as other financial liabilities valued at accrued cost, which includes accounts payable, accrued trade creditors and liabilities to credit institutions. Liabilities to credit institutions have variable interest rates, and the reported interest rate is on a par with the current interest rate on liabilities to credit institutions, and other financial assets and liabilities have short terms. On the basis of this, the book values of all financial assets and liabilities are deemed to be a reasonable estimate of their fair values.

Note 3. Revenues per industry

Revenue per industry	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Apr-Mar	Full Year 2015
Public sector	113	177	298	340	609	652
Trading & Services	167	157	295	305	606	617
Telecom	132	67	244	237	442	435
Manufacturing	95	93	185	165	390	370
Bank and Finance	62	67	148	133	274	260
Oil and Energy	46	62	93	90	169	167
Media	12	27	27	60	62	95
Other	109	32	170	92	287	206
Total revenue	737	682	1,459	1,422	2,839	2,802

Note 4. Depreciations and write-downs of fixed assets

	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	12 mths Jul-Jun	Full Year 2015
Depreciation intangible fixed assets	7.0	6.4	14.5	12.7	28.7	26.9
Depreciation tangible fixed assets	6.2	7.3	12.7	15.7	25.8	28.8
Total	13.2	13.7	27.2	28.3	54.5	55.7

Note 5. Income tax

The group's tax expense includes total current tax and deferred tax calculated on the basis of applicable tax rates in the respective countries. The revised tax cost for first six months 2016 amounts to SEK 13.5 (14.9) million.

Note 6. Transactions with related parties

No transactions between Proact and related parties which have significantly affected the Group's position and profits have taken place during the period.

Note 7. Operating segments

Nordics:	Sweden, Norway, Finland, USA and Denmark
UK:	United Kingdom
East:	Estonia, Latvia, Lithuania, Czech Republic and Slovakia
West:	Nederländerna, Belgien, Spanien och Tyskland
Proact Finance:	Proact's finance company under its own auspices is reported separately as this company supports all geographical regions.

Jan-Jun 2016	Nordics	UK	West	East	Proact Finance	Group-wide	Eliminations	Group
Total revenue	828	339	220	77	47	62	-113	1,459
Profit before tax and items affecting comparability	48.7	9.6	4.6	5.5	3.4	-10.3	-	61.5
Items affecting comparability	-	-	-0.1	-	-	-5.7	-	-5.8
Profit before tax	48.7	9.6	4.5	5.5	3.4	-16.1	-	55.7
Tax								-13.5
Comprehensive income for the period								42.2

Jan-Jun 2015	Nordics	UK	West	East	Proact Finance	Group-wide	Eliminations	Group
Total revenue	825	334	221	59	37	66	-121	1,422
Profit before tax	47.1	7.2	2.9	2.1	1.9	-10.0	-	51.1
Tax								-14.9
Comprehensive income for the period								36.2

Note 8. Five-year summary

	Jul-Jun 2015/2016	Jan-Dec 2015	Jan-Dec 2014	Jan-Dec 2013	Jan-Dec 2012
Total revenue, MSEK	2,839	2,802	2,325	2,305	2,433
EBITDA, MSEK	172.7	169.2	144.2	128.0	144.5
EBITDA margin, %	6.1	6.0	6.2	5.6	5.9
EBITA, MSEK	146.9	140.4	109.5	82.8	93.1
EBITA margin, %	5.2	5.0	4.7	3.6	3.8
EBIT, MSEK	118.2	113.5	84.9	54.0	70.7
EBIT margin, %	4.2	4.1	3.7	2.3	2.9
Profit before tax, MSEK	108.6	104.1	85.2	43.7	61.0
Net margin, %	3.8	3.7	3.7	1.9	2.5
Profit after tax, MSEK	84.4	78.4	59.9	27.2	41.8
Profit margin, %	3.0	2.8	2.6	1.2	1.7
Equity ratio, %	19.3	19.2	17.5	16.9	15.3
Capital turnover rate, times	1.9	1.8	1.6	1.6	1.6
Return on equity, %	29.7	26.8	23.4	11.6	18.9
Return on capital employed, %	25.5	25.6	21.3	13.8	17.4
Dividend to shareholders of the Parent company, MSEK ¹⁾	25.1	15.6	11.2	10.2	9.3
Investments in fixed assets, MSEK	157.8	150.4	69.1	54.8	62.0
Financial costs included in net financial items, SEK millions	14.2	14.2	3.7	13.2	12.3
Profit before tax per employee, SEK thousands	155	156	132	67	92
Average number of employees	701	669	646	649	660
Earnings per share for the period, SEK ²⁾	8.82	8.20	6.16	2.36	3.96

2) Calculated on the basis of the weighted average number of outstanding shares. Proact does not have any outstanding warrants, convertible debentures or other instrument that could give rise to dilution.

Note 9. Events after balance sheet date

No events of significance to the Group have occurred since the end of the report period.

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