

## Interim Report January-March 2022

### First quarter

- Order intake amounted to SEK 1,441 (1,027) million, an increase of 40 percent
- Net sales declined 12 percent to SEK 1,135 (1,291) million. Based on constant exchange rates, net sales decreased 19 percent
- EBIT amounted to SEK 206 (498) million and EBIT margin was 18 (39) percent
- Earnings per share were SEK 1.69 (3.99)

"We had a strong start to the year, with an increase in order intake of 40 percent, where all divisions contributed to the development. Net sales decreased 12 percent during the quarter, which was attributable to lower net sales in Pattern Generators. We previously stated that this changed sales mix in the Group, with a decline in Pattern Generators' share of total net sales, will characterize the year. During the first quarter, this meant that EBIT declined to SEK 206 million, with an EBIT margin of 18 percent. In February, we finalized the divestment of AEi, which resulted in a capital gain and had a positive impact on EBIT of SEK 25 million. The Group's direct exposure to the war in Ukraine is limited. We have no personnel in Russia, Belarus or Ukraine and only marginal sales to these countries. Similarly, we currently do not believe that a potential shortage of inert gases from Ukraine will have a direct impact on Pattern Generators", says Anders Lindqvist, President and CEO.

### Outlook 2022

It remains the Board of Directors' opinion that consolidated net sales for 2022 will be at a level of SEK 5 billion, based on exchange rates at the end of 2021. Due to the product mix of announced orders in Pattern Generators with deliveries in 2022, the Group's EBIT margin is expected to be slightly above the long-term financial goal of >15 percent.

	Q1		Rolling 12 month	Jan-Dec 2021
	2022	2021		
<b>Group summary</b>				
Order intake, SEK million	1,441	1,027	4,919	4,506
Net Sales, SEK million	1,135	1,291	4,479	4,635
Book-to-bill	1.3	0.8	1.1	1.0
Order backlog, SEK million	2,217	1,706	2,217	1,975
Gross margin, %	43.7%	59.8%	44.8%	49.3%
EBIT, SEK million	206	498	756	1,049
EBIT margin, %	18.1%	38.6%	16.9%	22.6%
Earnings per share before/after dilution, SEK	1.69	3.99	6.17	8.48
Cash Flow, SEK million	204	311	-769	-662
<b>Changes in Net Sales</b>				
Total growth, %	-12%	75%	1%	19%
Organic growth, %	-28%	88%	-9%	16%
Growth from acquisitions, %	10%	-	9%	7%
Currency effects, %	6%	-12%	1%	-3%

## CEO comments



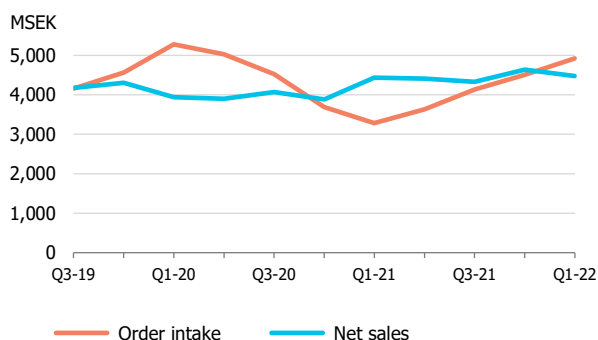
We had a strong start to the year, with an increase in order intake of 40 percent, where all divisions contributed to the development. Net sales decreased 12 percent during the quarter, which was attributable to lower net sales in Pattern

Generators. We previously stated that this changed sales mix in the Group, with a decline in Pattern Generators' share of total net sales, will characterize the year. During the first quarter, this meant that EBIT declined to SEK 206 million, with an EBIT margin of 18 percent. In February, we finalized the divestment of AEI, which resulted in a capital gain and had a positive impact on EBIT of SEK 25 million. The Group's direct exposure to the war in Ukraine is limited. We have no personnel in Russia, Belarus or Ukraine and only marginal sales to these countries. Similarly, we currently do not believe that a potential shortage of inert gases from Ukraine will have a direct impact on Pattern Generators.

A continued healthy level of activity was noted for the photomask market for semiconductors. Since the launch in 2019, Pattern Generators has delivered ten SLX systems, which have been well received by customers. The SLX comes with an energy efficient solid state laser which significantly lowers the environmental impact compared with the majority of the installed base. There were also signs of a positive development in the photomask market for displays. During the quarter, Pattern Generators received orders for three SLX semiconductor mask writers and one Prexision Lite 8 Evo display mask writer. At the same time, the division delivered two SLXs during the quarter, compared with one Prexision 800 Evo, one Prexision Lite 8 Evo, and one SLX during the corresponding period of the preceding year.

During the first quarter of the year, the market for High Flex remained strong and the division's customers have well-

### Order intake and net sales, rolling 12 months



filled order books. Positive market momentum within jet printing and pick-and-place solutions contributed to a good order intake during the quarter.

The electronics industry in China had a stable development during the first quarter, despite uncertainty related to Covid-19. High Volume has engaged in close dialogue on future projects with existing customers in the automotive and consumer electronics industries. In mid-March, the authorities imposed a week's lockdown in Shenzhen, China, where High Volume has its base. The impact on the division was limited.

Regarding Global Technologies, the market for tele and data communications in die bonding continued its strong performance, mainly driven by investments in data centers. At the same time, the aerospace and defense industry showed signs of good growth going forward. The market for electrical testing demonstrated continued strength, driven by a robust demand for PCBs and substrates and with a strong recovery in Europe.

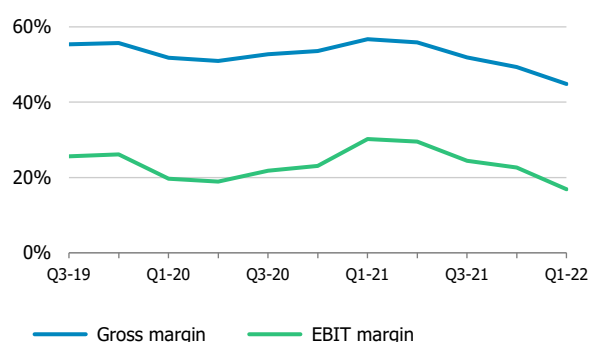
Despite a continued shortage of production personnel, component supplies related to the pandemic, and challenges regarding distribution logistics, we mostly succeeded in delivering production equipment to our customers according to plan during the quarter.

We have a strong position for continued sustainable and profitable growth and a clear growth strategy characterized by a combination of organic and acquisition-driven growth. We are seeking actively within attractive areas to complement and broaden our offering through carefully selected acquisitions.

For 2022, it remains my assessment and that of the Board of Directors that Mycronic's net sales will be at a level of SEK 5 billion based on exchange rates at the end of 2021. I look forward to the rest of the year with confidence.

Anders Lindqvist, President and CEO

### Gross and EBIT margin, rolling 12 months



## Financial performance

### GROUP

	Q1		Rolling	Jan-Dec
	2022	2021	12 month	2021
Order intake, SEK million	1,441	1,027	4,919	4,506
Order backlog, SEK million	2,217	1,706	2,217	1,975
Net Sales, SEK million	1,135	1,291	4,479	4,635
Gross profit, SEK million	496	772	2,008	2,284
Gross margin, %	43.7%	59.8%	44.8%	49.3%
EBIT, SEK million	206	498	756	1,049
EBIT margin, %	18.1%	38.6%	16.9%	22.6%
EBITDA, SEK million	263	543	973	1,254

Order intake increased by 40 percent to SEK 1,441 (1,027) million during the year's first quarter, where all divisions contributed to the development. Order intake excluding acquisitions and divestments increased 25 percent. The Group's order backlog at the end of the quarter was SEK 2,217 (1,706) million.

Net sales declined 12 percent to SEK 1,135 (1,291) million, which was attributable to lower net sales within Pattern Generators. Organic net sales declined 28 percent. Net sales were positively impacted by currency effects in the amount of SEK 83 million.

Due to a changed sales mix, with a substantial reduction of Pattern Generators' share of the Group's net sales, the Group's gross margin declined to 44 (60) percent during the quarter.

EBIT for the quarter amounted to SEK 206 (498) million and EBIT margin was 18 (39) percent. Acquisition-related costs amounted to SEK 16 (7) million. The divestment of AEi, which was finalized at the beginning of February, resulted in a capital gain and had a positive impact on EBIT of SEK 25 million.

#### Cash flow and financial position

Consolidated cash and cash equivalents at the end of the quarter amounted to SEK 907 (1,645) million. Cash flow

amounted to SEK 204 (311) million. Cash flow from operating activities amounted to SEK 73 (385) million. Working capital increased by SEK 96 (35) million during the quarter.

The divestment of AEi generated SEK 215 million in cash flow and explains, together with investments in tangible assets of SEK 58 (7) and capitalization of product development of SEK 10 (14) million, the positive SEK 147 million in cash flow from investing activities. Financing activities utilized SEK 17 (53) million.

#### Sustainability

Recently, targeted stakeholder dialogues were conducted regarding sustainability with Mycronic's customers, employees, suppliers and investors. The result of the dialogues showed that all stakeholder groups value environmental consideration in connection with innovation and product design, as well as responsible sourcing as the two most important areas. Climate impact from own operations and employee health and safety were also areas that were highlighted. In addition, more than 350 comments and ideas were collected. The stakeholder dialogues will be reflected in the company's prioritization of sustainability work going forward.

## PATTERN GENERATORS

	Q1		Rolling 12 month	Jan-Dec 2021
	2022	2021		
Order intake, SEK million	383	233	1,383	1,233
Order backlog, SEK million	807	797	807	744
Net Sales, SEK million	320	592	1,373	1,645
Gross profit, SEK million	188	476	817	1,105
Gross margin, %	58.8%	80.4%	59.5%	67.2%
EBIT, SEK million	125	419	538	832
EBIT margin, %	39.0%	70.8%	39.2%	50.6%
EBITDA	135	427	578	870
R&D expenditures, SEK million	-49	-52	-215	-219
R&D costs, SEK million	-48	-47	-203	-201

A continued healthy level of activity was noted for the photomask market for semiconductors. Since the launch in 2019, Pattern Generators has delivered ten SLX systems, which have been well received by customers. There were also signs of a positive development in the photomask market for displays.

During the first quarter, Pattern Generators received orders for three SLX semiconductor mask writers and one Prexision Lite 8 Evo display mask writer. Order intake increased 64 percent to SEK 383 (233) million during the quarter.

At the end of the quarter, the order backlog amounted to SEK 807 (797) million and contained 14 systems with planned deliveries as follows:

**2022 Q2:** 5 SLXs

**2022 Q3:** 3 SLXs

**2022 Q4:** 2 SLXs, 1 Prexision Lite 8 Evo

**2023 Q1:** 2 SLXs, 1 Prexision Lite 8 Evo

The deliveries of a Prexision Lite 8 Evo and an SLX announced earlier have been moved from the first quarter of 2023 to the fourth quarter of 2022.

Pattern Generators delivered two SLXs during the quarter, compared with one Prexision 800 Evo, one Prexision Lite 8 Evo, and one SLX during the corresponding period of the preceding year. Net sales declined by 46 percent as a result of the strong comparative period and amounted to SEK 320 (592) million. Net sales for the quarter were positively impacted by currency effects of SEK 17 million.

Component shortages and increased transportation costs did not significantly impact operations during the quarter. A potential shortage of inert gases due to the war in Ukraine is not expected to have any direct impact on the division. The gross margin declined to 59 (80) percent due to the less advantageous product mix.

The change in the product mix and lower net sales had an impact on EBIT, which declined to SEK 125 (419) million, corresponding to an EBIT margin of 39 (71) percent.

R&D costs for the quarter amounted to SEK 48 (47) million, while the capitalization of development costs amounted to SEK 1 (6) million.

## HIGH FLEX

	Q1		Rolling	Jan-Dec
	2022	2021	12 month	2021
Order intake, SEK million	374	323	1,272	1,220
Order backlog, SEK million	216	134	216	130
Net Sales, SEK million	288	276	1,189	1,176
Gross profit, SEK million	113	110	472	469
Gross margin, %	39.3%	40.1%	39.7%	39.9%
EBIT, SEK million	19	35	120	136
EBIT margin, %	6.6%	12.7%	10.1%	11.6%
EBITDA	28	44	157	174
R&D expenditures, SEK million	-46	-43	-180	-177
R&D costs, SEK million	-38	-36	-153	-151

During the first quarter of the year, the market remained strong and High Flex customers have well-filled order books. Positive market momentum within jet printing and pick-and-place solutions contributed to an increase of 16 percent in order intake to SEK 374 (323) million. At the end of the quarter, the order backlog totaled SEK 216 (134) million.

High Flex has only limited sales to Russia, Belarus and Ukraine, which means that the direct impact of the war is marginal. Net sales rose 5 percent during the quarter and amounted to SEK 288 (276) million. Net sales were positively impacted by currency effects of SEK 20 million.

Supply chain issues have had some impact on the possibilities to deliver during the quarter. The gross margin was 39 (40) percent.

In January, High Flex participated in the APEX trade show in San Diego, which increased sales costs compared with the corresponding period in the preceding year. This, combined with a worse impact than last year related to realized and unrealized currency gains and losses, contributed to a decline in EBIT to SEK 19 (35) million, corresponding to an EBIT margin of 7 (13) percent.

R&D costs for the quarter amounted to SEK 38 (36) million and the capitalization of development costs amounted to SEK 9 (8) million.

## HIGH VOLUME

	Q1		Rolling 12 month	Jan-Dec 2021
	2022	2021		
Order intake, SEK million	441	391	1,386	1,336
Order backlog, SEK million	885	692	885	809
Net Sales, SEK million	365	368	1,197	1,200
Gross profit, SEK million	131	165	475	508
Gross margin, %	35.9%	44.8%	39.6%	42.3%
EBIT, SEK million	55	90	197	231
EBIT margin, %	15.2%	24.4%	16.4%	19.3%
EBITDA	62	94	219	251
R&D expenditures, SEK million	-33	-28	-112	-107
R&D costs, SEK million	-35	-29	-118	-112

The electronics industry in China had a stable development during the first quarter, despite uncertainty related to Covid-19. High Volume has engaged in close dialogue on future projects with existing customers in the automotive and consumer electronics industries. Order intake increased 13 percent during the quarter and amounted to SEK 441 (391) million. Order intake excluding acquisitions increased 6 percent. At the end of the quarter, the order backlog totaled SEK 885 (692) million.

In mid-March, the authorities imposed a week's lockdown in Shenzhen, China, where High Volume has its base. The impact on the division was limited. High Volume's net sales declined 1 percent during the quarter to SEK 365 (368)

million. Organic net sales declined 16 percent. Net sales for the quarter were positively impacted by currency effects of SEK 40 million.

The gross margin during the quarter amounted to 36 (45) percent, which was attributable to a less favorable sales mix compared with the strong corresponding period of the preceding year.

EBIT declined 38 percent to SEK 55 (90) million, with an EBIT margin of 15 (24) percent.

R&D costs for the quarter amounted to SEK 35 (29) million.

## GLOBAL TECHNOLOGIES

	Q1		Rolling 12 month	Jan-Dec 2021
	2022	2021		
Order intake, SEK million	260	90	930	761
Order backlog, SEK million	308	82	308	291
Net Sales, SEK million	179	66	770	657
Gross profit, SEK million	64	21	243	200
Gross margin, %	35.6%	32.1%	31.5%	30.4%
EBIT, SEK million	31	-14	42	-3
EBIT margin, %	17.3%	-21.7%	5.5%	-0.4%
EBITDA	44	-9	87	34
R&D expenditures, SEK million	-18	-12	-74	-68
R&D costs, SEK million	-24	-14	-94	-84

Regarding die bonding, the market for tele and data communications continued its strong performance, mainly driven by investments in data centers. At the same time, the aerospace and defense industry showed signs of good growth going forward. The market for electrical testing demonstrated continued strength, driven by a robust demand for PCBs and substrates and a strong recovery in Europe. The order intake for the first quarter of the year amounted to SEK 260 (90) million. Order intake excluding acquisitions and divestments increased 56 percent. The order backlog amounted to SEK 308 (82) million.

Net sales amounted to SEK 179 (66) million and organic net sales increased 17 percent. Net sales for the quarter were positively impacted by currency effects of SEK 7 million.

Due to challenges in the form of shortages of production personnel due to the pandemic and component supplies, Global Technologies did not fully succeed in completing its product deliveries during the quarter. The gross margin amounted to 36 (32) percent.

At the beginning of February, Global Technologies finalized the divestment of AEi, which resulted in a positive impact on EBIT of SEK 25 million. EBIT increased to SEK 31 (-14) million and the EBIT margin was 17 (-22) percent. Acquisition-related costs amounted to SEK 10 million.

R&D costs for the quarter amounted to SEK 24 (14) million.

## The electronics industry

The global electronics industry is estimated to have grown 12.3 percent in 2021 to USD 2,480 billion<sup>1</sup>. For full-year 2021, the semiconductor market is estimated to have grown 26.7 percent to the equivalent of USD 556 billion<sup>1</sup>.

### OUTLOOK

Annual growth for the electronics industry is forecast at 3.9 percent for the period 2021-2026<sup>1</sup>. Segments with the strongest expected growth during this five-year period are electronics for data center and wireless communication infrastructure, the automotive industry and industrial applications. The electronics industry is forecast to grow 2.4 percent in 2022. The semiconductor market is expected to grow 9.0 percent in full-year 2022 compared with 2021 and is forecast to be positive during the 2022-2026 period as a whole, with annual growth of 4.9 percent<sup>1</sup>. The display market is estimated to have grown 24.1 percent in 2021 to USD 155 billion<sup>2</sup>. For 2022, negative growth of 5.8 percent is forecast due to a reduction in the prices of LCD displays. During the 2021-2025 period, the display market is expected to remain at roughly the same level as in 2021, with the long-term trend towards a larger share of advanced AMOLED displays expected to continue.

Size/growth	2022F	2021	2020
Electronics industry, percentual change <sup>1</sup>	+2.4%	+12.3%	+1.8%
Semiconductor industry, percentual change <sup>1</sup>	+9.0%	+26.7%	+6.5%
SMT component mounting, percentual change <sup>3</sup>	NA	+26.7%	+7.2%
Dispensing, USD million <sup>4</sup>	NA	910	730
Displays, USD, billion <sup>2</sup>	146	155	125
Photomasks for displays, percentual change in value <sup>5</sup>	+8.7%	+4.5%	-10.6%
Photomasks for semiconductors, percentual change in value <sup>6</sup>	+8.2%	+12.7%	+8.0%
Display photomask area, thousand sq. meters <sup>5</sup>	19.3	18.2	17.0

### SMT AND DISPENSING MARKET AREA

The global market for SMT equipment has annual sales of approximately USD 5,000 million<sup>7</sup>. The segment SMT robots for component mounting grew 26.7 percent in 2021 to USD 3,732 million<sup>3</sup>, with the strongest development in the Americas, followed by the markets in Europe and China. The dispensing equipment market increased 24.7 percent and had sales of USD 910 million<sup>8</sup> in 2021.

### ASSEMBLY AUTOMATION AND TEST MARKET AREA

Components for optical communication are expected to grow from USD 9.4 billion in 2020 to USD 19.4 billion in 2026, which corresponds to annual growth of 12.9 percent<sup>9</sup>. The global market for printed circuit boards and substrates is expected to grow by 5.2 percent in 2022 to USD 84.6 billion<sup>10</sup> and show annual growth of 4,8 percent<sup>10</sup> during the 2021-2026 period.

### PATTERN GENERATORS MARKET AREA

#### PHOTOMASKS FOR DISPLAYS

The assessment is that the market for photomasks showed growth of 4.5 percent, from USD 821 million to USD 858 million<sup>5,11</sup>, in 2021. The positive trend is largely related to the increase in demand for photomasks in 2021, since the display manufacturers began to re-focus on developing new models after a period with priority on production of existing models. In addition, there is an ongoing shift toward a higher proportion of advanced displays that require more, and more advanced, photomasks. The expectations for 2022 are that the photomask market will continue to grow and show positive growth of 8.7 percent to USD 933 million<sup>5,11</sup>. The market is driven primarily by a higher proportion of advanced photomasks for AMOLED displays. The forecast for the total area growth amounts to an average of 2.9 percent per year for 2021-2025<sup>5</sup>. Strong growth for AMOLED photomasks is expected, with an annual average area growth of 12.4 percent for 2021-2025<sup>5</sup>, which drives the need for photomasks produced by advanced mask writers.

#### PHOTOMASKS FOR SEMICONDUCTORS

The assessment is that, in 2021, the market showed positive growth of 12.7 percent from USD 5.4 billion to USD 6.1 billion<sup>6</sup>. Despite the pandemic, the market trend was strong, primarily driven by robust growth for the most advanced photomasks, although the market for mature technology nodes was also positive. The expectations for 2022 are that the market will continue to perform positively, with growth of 8.2 percent to USD 6.6 billion<sup>6</sup>. The market will also remain primarily driven by higher volumes of the most advanced photomasks, which are mainly produced by E-beam mask writers.

- 1) Prismark, latest forecast March 2022
- 2) Omdia, latest forecast January 2022.
- 3) Protec MDC, January 2022
- 4) Prismark, May and December 2020
- 5) Omdia, June 2021 (annual update)
- 6) VLSI research, April 2021 (annual update)
- 7) Prismark April 2019, Protec MDC January 2021, Mycronic analysis
- 8) Prismark, April 2022
- 9) Lightcounting, October 2021
- 10) Prismark, February 2022
- 11) 110 YEN/USD used by Mycronic for conversion



## Other

### PARENT COMPANY

Mycronic AB is the Group's Parent Company.

The Parent Company's net sales for the quarter amounted to SEK 531 (792) million. EBIT amounted to SEK 94 (425) million.

Cash and cash equivalents at the end of the quarter amounted to SEK 298 million, compared with SEK 116 million at the end of 2021.

### ANNUAL GENERAL MEETING 2022

The Annual General Meeting will be held on May 5, 2022. The notification was published on March 24 and is available on Mycronic's website, [www.mycronic.com](http://www.mycronic.com).

In line with the dividend policy, the Board of Directors is proposing to the Annual General Meeting a dividend of SEK 3.00 (3.00) per share, totaling SEK 293.7 (293.7) million.

The record date for entitlement to the dividend is proposed as May 9, 2022. Provided the Meeting resolves in favor of the dividend proposal, the dividend will be paid on May 12, 2022.

### FINANCIAL INFORMATION

Mycronic AB (publ) is listed on Nasdaq Stockholm, Large Cap. The information in this report is published in accordance with the EU Market Abuse Regulation and the Swedish Securities Act. The information was submitted for publication, through the contact persons stated below at 8:00 a.m. CEST on April 21, 2022.

Financial reports and press releases are published in Swedish and English and are available on [www.mycronic.com](http://www.mycronic.com).

Täby, April 21, 2022

Mycronic AB (publ)

Anders Lindqvist  
President and CEO

This report was not reviewed by the company's auditor.

### CONFERENCE CALL

Mycronic will hold a teleconference at 10:00 a.m. CEST on April 21, 2022, with President and CEO Anders Lindqvist and CFO & Sr VP Corporate Development Pierre Brorsson. To take part of the presentation, please dial one of the numbers or watch via the web link below.

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<https://mycronic-external.creo.se/220421>

### FINANCIAL CALENDAR

Annual General Meeting 2022	May 5, 2022
Interim Report January–June 2022	July 14, 2022
Capital Markets Day	September 5, 2022
Interim Report January–Sept. 2022	October 20, 2022
Year-end report 2022	February 10, 2023

### FOR ADDITIONAL INFORMATION, PLEASE CONTACT

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## Group

Consolidated profit and loss accounts in summary, SEK million	Note	Q1		Rolling	Jan-Dec
		2022	2021	12 month	2021
Net sales	5, 6	1,135	1,291	4,479	4,635
Cost of goods sold		-639	-519	-2,471	-2,351
<b>Gross profit</b>		<b>496</b>	<b>772</b>	<b>2,008</b>	<b>2,284</b>
Research and development	7	-145	-126	-568	-548
Selling expenses		-132	-123	-536	-526
Administrative expenses		-62	-57	-248	-243
Other income and expenses		49	32	100	82
<b>EBIT</b>		<b>206</b>	<b>498</b>	<b>756</b>	<b>1,049</b>
Financial income and expenses		-1	0	-4	-2
<b>Profit/loss before tax</b>		<b>204</b>	<b>498</b>	<b>753</b>	<b>1,046</b>
Tax		-40	-108	-151	-219
<b>Net Profit/loss</b>		<b>164</b>	<b>390</b>	<b>601</b>	<b>827</b>
Earnings per share before/after dilution, SEK		1.69	3.99	6.17	8.48
Average number of outstanding shares, thousand		97,635	97,685	97,636	97,649
Results attributable to owners of the Parent Company		165	390	603	828
Results attributable to non-controlling interests		0	-	-1	-1
		<b>164</b>	<b>390</b>	<b>601</b>	<b>827</b>

Consolidated statement of comprehensive income in summary, SEK million	Q1		Rolling	Jan-Dec
	2022	2021	12 month	2021
<b>Net Profit/loss</b>	<b>164</b>	<b>390</b>	<b>601</b>	<b>827</b>
<b>Other comprehensive income</b>				
<b>Items not to be reclassified to profit/loss, after tax</b>				
Actuarial profit/loss from defined benefits to employees	-	-	1	1
<b>Items to be reclassified to profit/loss, after tax</b>				
Translation differences at translating foreign entities	64	90	166	191
Hedging of net investment in foreign entities	-	-	-6	-6
Changes in cash flow hedges	-1	-52	-25	-76
<b>Total comprehensive income</b>	<b>228</b>	<b>428</b>	<b>738</b>	<b>938</b>
Total comprehensive income attributable to owners of the Parent Company	227	428	736	936
Total comprehensive income attributable to non-controlling interests	1	-	2	2
	<b>228</b>	<b>428</b>	<b>738</b>	<b>938</b>

Consolidated statements of financial position in summary, SEK million	31 Mar 22	31 Mar 21	31 Dec 21
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible assets	2,319	1,310	2,296
Tangible assets	474	457	429
Non-current receivables	56	42	55
Deferred tax assets	143	133	145
<b>Total fixed assets</b>	<b>2,991</b>	<b>1,942</b>	<b>2,926</b>
<b>Current assets</b>			
Inventories	1,419	1,187	1,363
Trade receivables	787	615	658
Other current receivables	369	308	320
Cash and cash equivalents	907	1,645	683
<b>Total current assets</b>	<b>3,483</b>	<b>3,755</b>	<b>3,024</b>
Assets held for sale*	-	-	186
<b>Total assets</b>	<b>6,473</b>	<b>5,697</b>	<b>6,136</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	<b>4,227</b>	<b>3,754</b>	<b>3,997</b>
<b>Long-term liabilities</b>			
Long-term interest-bearing liabilities	176	181	181
Deferred tax liabilities	329	271	329
Other non-current liabilities	46	52	59
<b>Total long-term liabilities</b>	<b>552</b>	<b>504</b>	<b>570</b>
<b>Short-term liabilities</b>			
Short-term interest-bearing liabilities	66	80	62
Trade payables	450	284	295
Other current liabilities	1,179	1,074	1,186
<b>Total current liabilities</b>	<b>1,695</b>	<b>1,438</b>	<b>1,544</b>
Liabilities directly associated with the assets held for sale*	-	-	26
<b>Total liabilities</b>	<b>2,247</b>	<b>1,942</b>	<b>2,139</b>
<b>Total equity and liabilities</b>	<b>6,473</b>	<b>5,697</b>	<b>6,136</b>

\*Pertains to the divestment of AEi, which was completed at the beginning of February 2022.

Consolidated cash flow statements in summary, SEK million	Q1		Rolling	Jan-Dec
	2022	2021	12 month	2021
Profit/loss before tax	204	498	753	1,046
Adjustments for non-cash items and				
paid income tax	-35	-78	64	20
Change in working capital	-96	-35	-129	-68
<b>Cash flow from operating activities</b>	<b>73</b>	<b>385</b>	<b>687</b>	<b>998</b>
Cash flow from investing activities	147	-21	-1,055	-1,223
Cash flow from financing activities	-17	-53	-400	-437
<b>Cash flow for the period</b>	<b>204</b>	<b>311</b>	<b>-769</b>	<b>-662</b>
Cash and cash equivalents, opening balance*	692	1,303	1,645	1,303
Exchange difference for cash and cash equivalents	11	32	30	51
Cash and cash equivalents classified as assets held for sale	-	-	-	-9
<b>Cash and cash equivalents, closing balance</b>	<b>907</b>	<b>1,645</b>	<b>907</b>	<b>683</b>

\*Including cash and cash equivalents classified as assets held for sale.

Consolidated statement of changes in equity in summary, SEK million	Jan-Mar		Jan-Dec
	2022	2021	2021
<b>Opening balance</b>	<b>3,997</b>	<b>3,378</b>	<b>3,378</b>
Dividend to owners	-	-	-294
Dividend to non-controlling interests	-	-	-4
Change of non-controlling interests*	-	-53	-13
Swap agreement related to own shares	-	-	10
Repurchase of own shares	-	-	-23
Equity-settled share based payments	2	2	6
Total comprehensive income	228	428	938
<b>Closing balance</b>	<b>4,227</b>	<b>3,754</b>	<b>3,997</b>
Of which holdings of non-controlling interests	42	-	42

\*Pertains to the acquisition of the non-controlling interest in Axxon Piezoelectric Technology and the non-controlling interest in HC Xin.

Other key figures *	Jan-Mar		Jan-Dec
	2022	2021	2021
Equity per share, SEK	43.29	38.43	40.94
Return on equity (rolling 12 months), %	15.1%	30.8%	22.4%
Return on capital employed (rolling 12 months), %	18.1%	36.2%	26.9%
Net cash, SEK million	664	1,384	440
Average number of employees	1,930	1,535	1,683

\*In addition to Key Figures presented on page 1. See calculations on page 18.

## Parent Company

Profit/loss accounts in summary, Parent Company, SEK million	Q1		Rolling	Jan-Dec
	2022	2021	12 month	2021
Net sales	531	792	2,296	2,557
Cost of goods sold	-287	-254	-1,198	-1,165
<b>Gross profit</b>	<b>244</b>	<b>537</b>	<b>1,098</b>	<b>1,392</b>
Other operating expenses	-149	-112	-635	-598
<b>EBIT</b>	<b>94</b>	<b>425</b>	<b>463</b>	<b>794</b>
Result from financial items	8	4	145	140
<b>Profit/loss after financial items</b>	<b>103</b>	<b>428</b>	<b>608</b>	<b>934</b>
Appropriations	-	-	-199	-199
<b>Profit/loss before tax</b>	<b>103</b>	<b>428</b>	<b>409</b>	<b>735</b>
Tax	-21	-88	-68	-135
<b>Net Profit/loss</b>	<b>82</b>	<b>340</b>	<b>341</b>	<b>600</b>
<b>Total comprehensive income</b>	<b>82</b>	<b>340</b>	<b>341</b>	<b>600</b>

Balance sheets in summary, Parent Company, SEK million	31 Mar 22	31 Mar 21	31 Dec 21
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible and tangible assets	157	156	119
Financial assets	2,843	1,896	2,915
<b>Total fixed assets</b>	<b>3,000</b>	<b>2,052</b>	<b>3,034</b>
<b>Current assets</b>			
Inventories	542	493	512
Current receivables	614	725	641
Cash and cash equivalents	298	938	116
<b>Total current assets</b>	<b>1,454</b>	<b>2,156</b>	<b>1,269</b>
<b>TOTAL ASSETS</b>	<b>4,454</b>	<b>4,208</b>	<b>4,303</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	<b>2,571</b>	<b>2,530</b>	<b>2,486</b>
<b>Untaxed reserves</b>	<b>1,275</b>	<b>1,076</b>	<b>1,275</b>
Long-term interest-bearing liabilities	-	9	-
Other non-current liabilities	2	1	1
<b>Total long-term liabilities</b>	<b>2</b>	<b>10</b>	<b>1</b>
Short-term interest bearing liabilities	8	17	8
Other current liabilities	598	575	532
<b>Total current liabilities</b>	<b>606</b>	<b>592</b>	<b>540</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,454</b>	<b>4,208</b>	<b>4,303</b>

## Notes

**NOTE 1 ACCOUNTING POLICIES**

The interim report for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting together with applicable provisions in the Swedish Annual Accounts Act. The report for the Parent Company has been prepared in accordance with Chapter 9 of the Swedish Annual Accounts Act. For the Group and Parent Company, accounting policies, valuation policies and assumptions were applied in accordance with the latest annual report. The accounting principles of the segments are the same as for the Group, with the exception of IFRS 16 Leases. The segments and the Parent Company recognize lease payments as a cost on a straight-line basis over the period of the lease. The right-of-use asset and the lease liability are thus not reported in the balance sheet.

The nature of financial assets and liabilities is, in all material respects, the same as on December 31, 2021. The carrying amounts and fair values are deemed to essentially correspond with one another.

**NOTE 2 TRANSACTIONS WITH RELATED PARTIES**

Transactions with related parties are described in Note 8 of the 2021 Annual Report. The scope and focus of these transactions did not change significantly during the period.

**NOTE 3 RISKS AND UNCERTAINTY FACTORS**

There are a number of risks and uncertainty factors of an operational and financial character to which the Group is exposed through its operations, which are described in the 2021 Annual Report. Mycronic is for example exposed to country-specific risks such as political decisions or overarching changes to the regulatory framework, both geographically and product-wise. Mycronic is also exposed to effects from the COVID-19 outbreak.

**NOTE 4 EVENTS AFTER THE END OF THE PERIOD**

There have been no events after the end of the period which have any significant effects on the Group's results or financial position.

**NOTE 5 REVENUE FROM CONTRACTS WITH CUSTOMERS**

	<b>Q1</b>		<b>Rolling</b>	<b>Jan-Dec</b>
<b>Revenue by geographical market, SEK million</b>	<b>2022</b>	<b>2021</b>	<b>12 month</b>	<b>2021</b>
EMEA	182	126	699	642
North and South America	182	100	752	669
Asia	771	1,065	3,029	3,323
	<b>1,135</b>	<b>1,291</b>	<b>4,479</b>	<b>4,635</b>
<b>Revenue by type of good/service, SEK million</b>				
System	767	1,020	3,086	3,340
Aftermarket	368	271	1,393	1,295
	<b>1,135</b>	<b>1,291</b>	<b>4,479</b>	<b>4,635</b>
<b>Timing of revenue recognition, SEK million</b>				
Goods transferred at a point in time	899	1,111	3,606	3,817
Services transferred over time	236	180	874	818
	<b>1,135</b>	<b>1,291</b>	<b>4,479</b>	<b>4,635</b>

# NOTE 6 SEGMENT REPORTING

SEK million	Q1		Rolling 12 month	Jan-Dec 2021
	2022	2021		
<b>Net sales by Division</b>				
Pattern Generators	320	592	1,373	1,645
High Flex	288	276	1,189	1,176
High Volume	365	368	1,197	1,200
Global Technologies	179	66	770	657
Internal net sales between divisions	-17	-10	-51	-44
	<b>1,135</b>	<b>1,291</b>	<b>4,479</b>	<b>4,635</b>
<b>EBIT by Division</b>				
Pattern Generators	125	419	538	832
High Flex	19	35	120	136
High Volume	55	90	197	231
Global Technologies	31	-14	42	-3
Group functions etc	-25	-30	-144	-149
Amortization of previously acquired intangible assets	-	-1	-1	-2
Effects from IFRS 16	1	0	4	3
<b>Group</b>	<b>206</b>	<b>498</b>	<b>756</b>	<b>1,049</b>
<b>SEK million</b>	<b>31 Mar 22</b>	<b>31 Mar 21</b>	<b>31 Dec 21</b>	
<b>Assets by Division</b>				
<b>Capitalized Development Costs</b>				
Pattern Generators	68	72	72	
High Flex	58	49	54	
	<b>127</b>	<b>121</b>	<b>126</b>	
<b>Inventories</b>				
Pattern Generators	421	402	411	
High Flex	275	257	244	
High Volume	562	402	568	
Global Technologies	170	128	148	
	<b>1,419</b>	<b>1,187</b>	<b>1,363</b>	
<b>Trade Receivables</b>				
Pattern Generators	202	261	182	
High Flex	264	219	240	
High Volume	199	93	117	
Global Technologies	123	42	118	
	<b>787</b>	<b>615</b>	<b>658</b>	

## NOTE 7 RESEARCH AND DEVELOPMENT EXPENSES

	Q1		Rolling	Jan-Dec
Research and development costs, SEK million	2022	2021	12 month	2021
<b>R&amp;D expenditures</b>				
Pattern Generators	-49	-52	-215	-219
High Flex	-46	-43	-180	-177
High Volume	-33	-28	-112	-107
Global Technologies	-18	-12	-74	-68
	<b>-146</b>	<b>-135</b>	<b>-580</b>	<b>-570</b>
<b>Capitalization of Development Costs</b>				
Pattern Generators	1	6	12	17
High Flex	9	8	31	29
	<b>10</b>	<b>14</b>	<b>43</b>	<b>46</b>
<b>Amortization of Acquired Technology</b>				
High Flex	-1	-1	-4	-4
High Volume	-2	-1	-6	-5
Global Technologies	-6	-2	-21	-16
	<b>-9</b>	<b>-4</b>	<b>-30</b>	<b>-25</b>
<b>Reported cost</b>	<b>-145</b>	<b>-126</b>	<b>-568</b>	<b>-548</b>



## **NOTE 8 DEFINITIONS AND RECONCILIATION ALTERNATIVE PERFORMANCE MEASURES, ETC**

The European Securities and Markets Authority (ESMA) has issued guidelines regarding alternative performance measures for listed companies.

These relate to financial key figures used by management, to control and evaluate the Group's business, which cannot be directly inferred from the financial statements. Alternative performance measures are also considered to be of interest to external investors and analysts who monitor the company. For definitions of other key ratios, please refer to the Annual Report.

### **Acquisition-related costs**

Acquisition-related costs include expensing of acquired inventories at fair value, amortization and impairment of acquired intangible assets, changes in value and revaluation of contingent considerations and transaction expenses.

### **Book-to-bill**

Order intake in relation to net sales. Indicates future development of net sales.

### **Capital employed**

Balance sheet total less non-interest bearing liabilities. Used to show a company's ability to meet capital needs from operations.

### **Earnings per share**

Net result attributable to the owners of the Parent Company divided by the average number of outstanding shares before and after dilution. Used to show a company's results per share.

### **EBITDA**

Operating result, EBIT, before depreciation and amortization. EBITDA is a component used in expressing the company's financial goals and dividend policy.

### **Equity per share**

Equity on balance day divided by the number of outstanding shares at the end of the period. Used to measure the value of the company per share.

### **Net cash**

Cash and cash equivalents less interest-bearing liabilities.

### **Order backlog**

Remaining orders for goods, valued at the closing date exchange rate. Used to show secured future net sales of goods.

### **Order intake**

Received orders for goods and services, valued at average exchange rates. The order intake also includes revaluation of the order backlog at closing date exchange rates. Used to show orders received.

### **Organic growth**

Change in net sales excluding increase related to acquisitions, recalculated to the previous year's currency rates, as a percentage of the previous year's net sales. Net sales from acquired companies are included in the calculation of organic growth as of the first day of the first month which falls 12 months after the date of acquisition.

### **Return on capital employed**

Earnings before financial expenses as a percentage of average capital employed. Used to show return on capital needed for operations.

### **Return on equity**

Net profit/loss as a percentage of average equity. Used to demonstrate return on shareholder capital over time.

### **Underlying EBIT and underlying EBIT margin**

Underlying EBIT consists of operating result excluding acquisition-related costs and gains/losses from divestments of subsidiaries. The underlying EBIT margin is underlying EBIT as a percentage of net sales. Used to describe how operations are developing and performing excluding acquisition-related costs and gains/losses from divestments.

	Jan-Mar		Rolling	Jan-Dec
	2022	2021	12 month	2021
<b>Return on equity</b>				
Net profit/loss (rolling 12 months)	601	1,053	601	827
Average shareholders' equity	3,991	3,418	3,991	3,687
	<b>15.1%</b>	<b>30.8%</b>	<b>15.1%</b>	<b>22.4%</b>
<b>Return on capital employed</b>				
Profit/loss before tax (rolling 12 months)	753	1,334	753	1,046
Financial expenses	13	13	13	14
<b>Profit/loss before financial expenses</b>	<b>766</b>	<b>1,348</b>	<b>766</b>	<b>1,060</b>
Average balance sheet total	6,085	5,477	6,085	5,728
Average non-interest-bearing liabilities	1,843	1,757	1,843	1,787
<b>Average capital employed</b>	<b>4,242</b>	<b>3,720</b>	<b>4,242</b>	<b>3,941</b>
	<b>18.1%</b>	<b>36.2%</b>	<b>18.1%</b>	<b>26.9%</b>
<b>Book-to-bill</b>				
Order intake	1,441	1,027	4,919	4,506
Net sales	1,135	1,291	4,479	4,635
	<b>1.3</b>	<b>0.8</b>	<b>1.1</b>	<b>1.0</b>
<b>EBITDA</b>				
EBIT	206	498	756	1,049
Depreciation/Amortization	57	45	217	205
	<b>263</b>	<b>543</b>	<b>973</b>	<b>1,254</b>
<b>Underlying EBIT</b>				
EBIT	206	498	756	1,049
Acquisition-related costs included in:				
Cost of goods sold	-	-	30	30
Operating expenses	16	7	76	67
	<b>16</b>	<b>7</b>	<b>106</b>	<b>97</b>
Gains from divestments of subsidiaries	-25	-	-25	-
	<b>196</b>	<b>505</b>	<b>837</b>	<b>1,146</b>
<b>Equity per share</b>				
Equity at balance day	4,227	3,754	4,227	3,997
No. of outstanding shares at end of period, thousand	97,635	97,685	97,635	97,635
	<b>43.29</b>	<b>38.43</b>	<b>43.29</b>	<b>40.94</b>
<b>Earnings per share before/after dilution, SEK</b>				
Net Profit/loss attributable to owners of the Parent Company	165	390	603	828
Average no. of outstanding shares before dilution, thousand	97,635	97,685	97,636	97,649
Average no. of outstanding shares after dilution, thousand	97,647	97,685	97,700	97,709
	<b>1.69</b>	<b>3.99</b>	<b>6.17</b>	<b>8.48</b>
<b>Net cash, SEK million</b>				
Cash and cash equivalents	907	1,645	907	683
Interest-bearing liabilities	-243	-261	-243	-243
	<b>664</b>	<b>1,384</b>	<b>664</b>	<b>440</b>

Quarterly data	Q1 22	Q4 21	Q3 21	Q2 21	Q1 21	Q4 20	Q3 20	Q2 20
<b>Order intake</b>								
Pattern Generators	383	384	407	209	233	403	122	111
High Flex	374	284	334	279	323	269	296	171
High Volume	441	328	236	381	391	163	235	314
Global Technologies	260	245	282	144	90	51	89	74
Internal order intake between divisions	-17	-7	-17	-11	-10	-20	-4	-19
	<b>1,441</b>	<b>1,234</b>	<b>1,242</b>	<b>1,002</b>	<b>1,027</b>	<b>865</b>	<b>739</b>	<b>651</b>
<b>Order Backlog</b>								
Pattern Generators	807	744	759	617	797	1,156	1,138	1,522
High Flex	216	130	214	150	134	86	148	81
High Volume	885	809	759	758	692	669	711	708
Global Technologies	308	291	299	249	82	57	100	114
	<b>2,217</b>	<b>1,975</b>	<b>2,030</b>	<b>1,774</b>	<b>1,706</b>	<b>1,969</b>	<b>2,096</b>	<b>2,425</b>
<b>Net Sales</b>								
Pattern Generators	320	399	265	389	592	385	506	503
High Flex	288	368	271	262	276	331	237	248
High Volume	365	283	235	315	368	203	224	225
Global Technologies	179	252	232	107	66	93	104	128
Internal net sales between divisions	-17	-7	-17	-11	-10	-20	-4	-19
	<b>1,135</b>	<b>1,295</b>	<b>986</b>	<b>1,064</b>	<b>1,291</b>	<b>992</b>	<b>1,068</b>	<b>1,086</b>
<b>Gross Profit</b>								
Pattern Generators	188	224	154	252	476	283	404	361
High Flex	113	152	111	97	110	136	98	99
High Volume	131	91	87	166	165	68	84	98
Global Technologies	64	86	52	41	21	32	35	49
	<b>496</b>	<b>553</b>	<b>405</b>	<b>555</b>	<b>772</b>	<b>519</b>	<b>622</b>	<b>605</b>
<b>Gross Margin</b>								
Pattern Generators	58.8%	56.0%	58.0%	64.6%	80.4%	73.6%	79.7%	71.7%
High Flex	39.3%	41.2%	40.8%	36.9%	40.1%	41.0%	41.2%	39.9%
High Volume	35.9%	32.1%	37.2%	52.6%	44.8%	33.3%	37.3%	43.4%
Global Technologies	35.6%	34.1%	22.6%	37.9%	32.1%	34.4%	33.6%	38.2%
	<b>43.7%</b>	<b>42.7%</b>	<b>41.0%</b>	<b>52.1%</b>	<b>59.8%</b>	<b>52.3%</b>	<b>58.3%</b>	<b>55.7%</b>
<b>R&amp;D expenses</b>								
Pattern Generators	-48	-52	-45	-57	-47	-51	-35	-38
High Flex	-38	-37	-36	-42	-36	-36	-35	-45
High Volume	-35	-26	-28	-29	-29	-30	-22	-18
Global Technologies	-24	-29	-26	-15	-14	-15	-39	-20
<b>Total R&amp;D expenses</b>	<b>-145</b>	<b>-143</b>	<b>-136</b>	<b>-144</b>	<b>-126</b>	<b>-132</b>	<b>-130</b>	<b>-122</b>
Selling expenses	-132	-152	-120	-132	-123	-76	-101	-117
Administrative expenses	-62	-65	-66	-55	-57	-66	-52	-61
Other income/expenses	49	11	23	17	32	-31	9	-24
<b>EBIT</b>	<b>206</b>	<b>204</b>	<b>106</b>	<b>241</b>	<b>498</b>	<b>214</b>	<b>348</b>	<b>281</b>
Of which EBIT Pattern Generators	125	146	94	174	419	201	364	273
Of which EBIT High Flex	19	59	31	11	35	25	24	-15
Of which EBIT High Volume	55	17	30	94	90	30	38	57
Of which EBIT Global Technologies	31	21	-16	7	-14	-8	-57	-2
Of which EBIT Group functions	-25	-40	-34	-44	-30	-35	-22	-30
EBIT margin	18.1%	15.8%	10.7%	22.7%	38.6%	21.5%	32.6%	25.8%
Equity per share	43.29	40.94	38.10	36.96	38.43	34.58	33.54	33.07
Earnings per share before/after dilution	1.69	1.82	0.82	1.84	3.99	1.80	2.71	2.18
Closing share price	176.00	211.00	218.40	258.20	205.00	245.40	211.40	175.70