

INTERIM REPORT JANUARY–MARCH 2023

- Revenue amounted to €419.3m (€381.7m), an increase of 9.9% with an organic growth of 4.6%.
- Operating profit (EBIT) was €10.7m (€22.2m), representing an operating margin of 2.6% (5.8%).
- Net profit amounted to €2.1m (€12.0m), which represents a margin of 0.5% (3.1%).
- EBITDA was €54.3m (€62.3m), a decrease by 12.8%. EBITDA margin was 12.9% (16.3%).
- EBITDAaL amounted to €30.6m (€42.6m), corresponding to an EBITDAaL margin of 7.3% (11.1%).
- Net cash flow from operating activities was €61.4m (€45.8m).
- Basic/diluted earnings per share were €0.010 (€0.080).

REVENUE AND EARNINGS

| € millions (€m) | Q1 2023 | Q1 2022 ¹⁾ | Variance | LTM ²⁾ | FY 2022 ¹⁾ |
|-------------------------------------|---------|-----------------------|----------|-------------------|-----------------------|
| Revenue | 419.3 | 381.7 | 10% | 1,547.8 | 1,510.2 |
| Operating profit (EBIT) | 10.7 | 22.2 | -52% | 43.7 | 55.2 |
| Operating profit margin | 2.6% | 5.8% | | 2.8% | 3.7% |
| Net profit | 2.1 | 12.0 | -82% | 3.8 | 13.7 |
| Net profit margin | 0.5% | 3.1% | | 0.3% | 0.9% |
| Basic/diluted earnings per share, € | 0.010 | 0.080 | -88% | 0.010 | 0.079 |
| EBITDA | 54.3 | 62.3 | -13% | 209.1 | 217.1 |
| EBITDA margin | 12.9% | 16.3% | | 13.5% | 14.4% |
| Adjusted EBITDA | 57.4 | 67.2 | -15% | 224.1 | 233.9 |
| Adjusted EBITDA margin | 13.7% | 17.6% | | 14.5% | 15.5% |
| EBITDAaL | 30.6 | 42.6 | -28% | 118.9 | 130.9 |
| EBITDAaL margin | 7.3% | 11.1% | | 7.7% | 8.7% |
| Adjusted EBITDAaL | 33.7 | 47.5 | -29% | 133.9 | 147.7 |
| Adjusted EBITDAaL margin | 8.0% | 12.4% | | 8.7% | 9.8% |
| EBITA | 16.0 | 31.7 | -50% | 65.2 | 80.9 |
| EBITA margin | 3.8% | 8.3% | | 4.2% | 5.4% |

Definition and reconciliation of alternative performance measures are available at www.medicover.com/financial-information.

¹⁾ 2022 is restated for IFRS 17 *Insurance contracts*. For further information, refer to note 1.

²⁾ LTM: last twelve months (1 April 2022-31 March 2023)

Medicover is a leading international healthcare and diagnostic services company and was founded in 1995. Medicover operates a large number of ambulatory clinics, hospitals, specialty-care facilities, laboratories and blood-drawing points and the largest markets are Poland, Germany, Romania and India. In 2022, Medicover had revenue of €1,510 million and more than 44,000 employees. For more information, go to www.medicover.com

CEO STATEMENT



Covid-19 is no longer a factor for our trading, allowing the great underlying strength and growth to be more apparent in both revenue and margin. Covid-19 was only around one per cent of revenue this quarter and has largely become part of the normal testing portfolio.

What clearly stands out is the strength of the underlying business (excluding Covid-19). To illustrate over the 4 years since Q1 2019 (the last undisturbed first quarter before Covid-19), we have more than doubled the size of the underlying business from just under €200m to now over €400m for the quarter, a CAGR of 20% revenue growth. This is despite all the negative impacts on the underlying business from Covid-19 restrictions and the war in Ukraine. Furthermore, organic growth in the underlying business this quarter versus the prior year quarter was an outstanding 24.6%, again illustrating the strength of our business model and markets.

Clearly we manage cost inflation with the price increases already implemented and continue to actively mitigate inflation. Underlying EBITDA margin for the Group and both divisions (excluding Covid-19) expanded robustly versus the prior year quarter. The Group's underlying EBITDA margin expanded 129 bps versus the prior year quarter. This is despite a significant drag from immature units, in particular Medicover Hospitals in India and Hospital Services in Romania. As commented throughout the second half of 2022, the impact from price increases would be visible from early 2023.

Our commitment to continuing our growth pace is clear with the investments made over the last year in new facilities with medical service space up 34.2% versus the start of the prior year and with units starting to mature supporting margin growth. We are very encouraged with the progress we make to fill the new capacity, with for example the two new recently opened large hospitals in Maharashtra India, in Navi Mumbai and Pune, expected to break even at an EBITDAaL level into the third quarter. This would then be achieved within less than 12 months of starting those greenfield operations, an excellent outcome. In India in the next 9 months we will be opening a greenfield women & child hospital, a greenfield general hospital, a repurposed unit changed to a cancer center of excellence and possibly taking over 2 existing hospitals, potentially adding 5 new hospitals by year end. The new large hospital in Bucharest will commence operations during the second quarter.

Revenue for the quarter grew by 9.9% to €419.3m (€381.7m), with an organic growth of 4.6%. EBITDA was €54.3m (€62.3m), decreased by 12.8%, representing an EBITDA margin of 12.9% (16.3%). EBITDA excluding Covid-19 was €53.0m (€36.3m) a margin of 12.8% (11.5%).

Healthcare Services revenue grew by 32.7% to €276.1m (€208.1m), with an organic growth of 20.7%. Organic revenue growth excluding Covid-19 was an even more impressive 27.7%, with price representing approximately 12.1 percentage points of this growth. Members grew to 1.7 million with 36 thousand new members over the quarter. EBITDA grew by 34.5% to €34.2m (€25.4m), an EBITDA margin of 12.4% (12.2%). It is very positive to see margin expansion despite the dilution of new units with lower occupancy, pre-opening costs and cost inflation. Healthcare Services EBITDA for the underlying business expanded a healthy 53 bps to 12.4% (11.8%).

Diagnostic Services revenue amounted to €149.1m (€178.5m) a decrease by 16.5%, with a negative organic growth of 13.7%. Underlying organic revenue growth excluding Covid-19 revenue was strong and amounted to 19.5% with good performance across all large units and almost all smaller units. Underlying test volume (excluding Covid-19) was up 5.4% at 31.2 million (29.6 million). Covid-19 testing has largely receded, now being more in line with a normal testing service. EBITDA amounted to €26.5m (€44.2m), a decrease of 40.1%, an EBITDA margin of 17.7% (24.7%). Underlying EBITDA was €25.2m (€20.3m) and a margin of 17.4% (16.3%) an increase of 109 bps compared to prior year quarter.

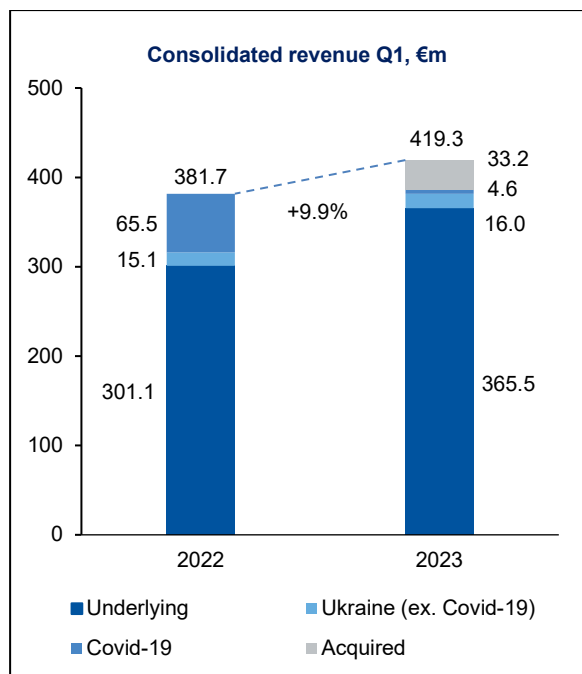
Despite the ongoing war in Ukraine, our colleagues continue their extraordinary commitment and ability to gradually rebuild our activities in the country.

The strength of Medicover's model and markets is showing in this quarter and will continue as we move through 2023.

Fredrik Rågmark, CEO

REVENUE FIRST QUARTER 2023

Consolidated revenue amounted to €419.3m (€381.7m), up 9.9% with an organic growth of 4.6%. Revenue from Covid-19 services amounted to €4.6m (€65.5m), 7% of the Q1 22 levels.



Acquired revenue and strong organic revenue growth have more than compensated for the reduced Covid-19 revenue. Illustrating this, organic growth excluding Covid-19 amounted to a very strong 24.6%.

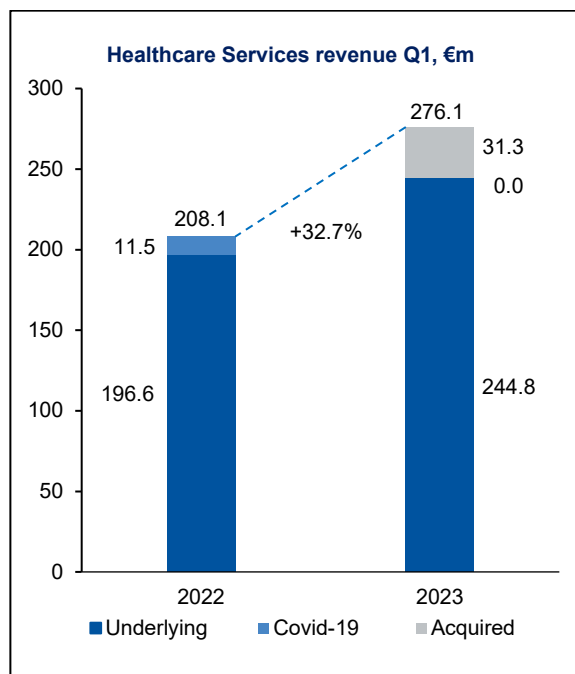
Inflation is still high, with headline inflation running at 16.1% annualised for Poland in March 2023, which has reduced from the prior quarter. Core inflation (net of food and energy prices) is however still trending up at 12.3% for March 2023. Inflation has been experienced in all sectors of the economy and is evident in strong wage growth. Price indexations in the larger employer paid Polish business occurred during Q4 2022 which compensated for the cost increases in 2022.

Acquired revenue amounted to €33.2m. The Group also continued to invest in greenfield infrastructure. During the quarter, a dental business and a gym club were acquired in Poland, both acquisitions being minor.

Foreign exchange fluctuations had a negative impact of 2.5% with weakness for the Polish zloty, the Ukrainian hryvna and the Indian rupee.

Healthcare Services revenue reached €276.1m (€208.1m), up 32.7% with an impressive organic growth of 20.7%. Revenue from Covid-19 services was negligible at €0.0m (€11.5m). Organic growth

excluding Covid-19 revenue was an even more impressive 27.7%, with price representing approximately 12.1pp of this growth.



Employment and economic activity has been robust in European markets despite raising interest rates, with a significant lack of labour and widespread wage pressure.

Member growth remains strong with an increase of 8.2% to 1,708K (1,579K), with 36K new members added in this quarter and 129K over the last twelve months.

FFS activities have performed well with good demand levels. In Poland, the number of dental chairs rose to 472 (an increase of 18 since previous quarter) and to 218 in Germany (an increase of 3 since previous quarter). Further dental greenfield openings are scheduled in 2023.

| | 31 Mar 2023 | 31 Mar 2022 | FY 2022 |
|---------------------|-------------|-------------|---------|
| Clinics | 176 | 137 | 175 |
| Hospitals | 41 | 36 | 41 |
| Beds (commissioned) | 5,805 | 5,434 | 5,805 |
| Fertility clinics | 30 | 25 | 28 |
| Dental clinics | 109 | 66 | 107 |
| Dental chairs | 690 | 373 | 669 |
| Gyms | 131 | 89 | 126 |
| Other facilities | 115 | 95 | 112 |
| Members (thousands) | 1,708 | 1,579 | 1,672 |

Acquired revenue amounted to €31.3m. The rate of expansion of organic revenue is supported by the

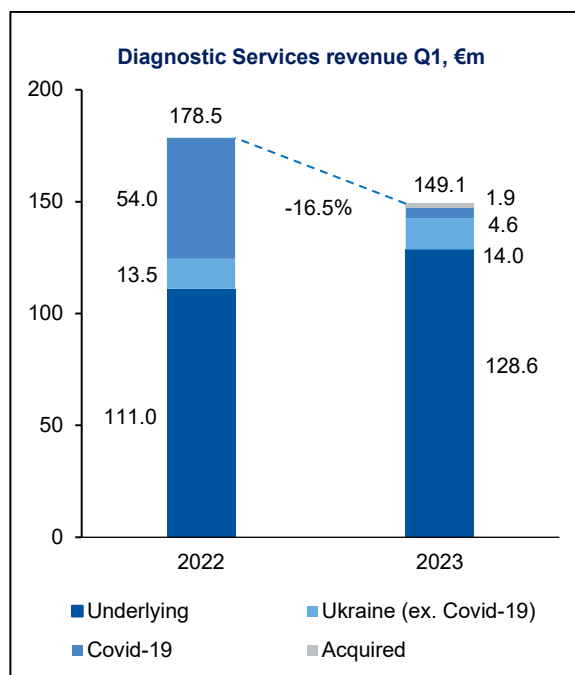
organic growth investments made in 2022 and earlier. Deployments and openings are scheduled in 2023, such as the large scale Bucharest hospital in Q2 and hospitals in India (2 new greenfield hospitals, a cancer hospital and potentially others) later this year. These and other facility additions will further support organic expansion.

Foreign exchange fluctuations had a negative impact of 3.0% with weakness for the Polish zloty and the Indian rupee.

Diagnostic Services revenue amounted to €149.1m (€178.5m), a decrease of 16.5%, with an organic reduction of 13.7% due to a sharp reduction in Covid-19 services. Revenue from Covid-19 services amounted to €4.6m (€54.0m). Testing for Covid-19 has now largely become a normal business service. Revenue in Ukraine amounted to €14.4m (€18.0m), approximately 80% of prior year levels. The Russian war started on 24 February 2022, hence measuring against a more normalised level, revenue was just over half of pre-war euro levels.

The disposal of the business in Belarus was closed in February 2023 with one month of revenue reflected in the quarter for €1.6m (€5.5m).

Organic growth excluding Covid-19 revenue was strong amounting to 19.5%, with good underlying performance across all business units. Germany noticed higher underlying activity towards the end of the quarter with prices being largely unchanged. In FFS-based markets, revenue increased through strong growth in volume/mix of tests and price increases, partially offset by foreign exchange weakness. The 2022 comparative figures were dampened slightly due to the outbreak of the Russian war against Ukraine. Excluding Germany and some smaller markets, all have replaced the Covid-19 business of 2022 with strong underlying business growth. The price component represented approximately 2.7pp of the organic growth.



Indexation has been applied to FFS prices and some commercial contracts over the last twelve months. Except for some minor changes, public pricing has not been indexed yet despite increasing inflation. German reimbursement rates have not changed and no price indexation has been indicated in the near term, besides some minor increases in clinical services. This is consistent across the entire German healthcare reimbursement system.

The laboratory test volume decreased by 1.8% to 31.4 million (32.0 million). Covid-19 tests were 0.2 million (2.4 million). Excluding Covid-19 testing, volume increased by 5.4% despite the disposal of the business in Belarus.

| | 31 Mar 2023 | 31 Mar 2022 | FY 2022 |
|---------------------|-------------|-------------|---------|
| Labs | 103 | 104 | 104 |
| BDPs | 830 | 687 | 876 |
| Clinics | 27 | 24 | 27 |
| Lab tests (million) | 31.4 | 32.0 | 119.3 |

The table above includes operational facilities. The reduction in BDPs since year-end mainly relates to the sale of the business in Belarus with 58 BDPs.

In Ukraine 2 labs and 26 BDPs were non-operational as at 31 March 2023 (3 labs and 199 BDPs at March 2022).

Acquired revenue amounted to €1.9m.

Foreign exchange fluctuations had a negative impact of 2.0% with weakness for the Ukrainian hryvna.

Revenue from external customers, recognised over time as services are rendered, by division, by payer and by country is disclosed in the following table. Funded revenue includes revenue from insurance contracts as per IFRS 17.

| €m | Q1 2023 | Q1 2022 | Variance | LTM | FY 2022 |
|--|--------------|--------------|---------------|--------------|--------------|
| Healthcare Services | | | | | |
| Revenue | 276.1 | 208.1 | | 985.1 | 917.1 |
| Inter-segment revenue | -0.3 | -0.2 | | -1.2 | -1.1 |
| Revenue from external customers | 275.8 | 207.9 | 32.6% | 983.9 | 916.0 |
| By payer: | | | | | |
| Public | 37.4 | 23.3 | 60.7% | 129.2 | 115.1 |
| Private | 238.4 | 184.6 | 29.1% | 854.7 | 800.9 |
| Funded | 85.2 | 71.9 | 18.4% | 314.6 | 301.3 |
| Fee-For-Service (FFS) | 117.9 | 96.3 | 22.4% | 426.9 | 405.3 |
| Other services | 35.3 | 16.4 | 115.3% | 113.2 | 94.3 |
| By country: | | | | | |
| Poland | 178.4 | 134.4 | 32.7% | 636.7 | 592.7 |
| India | 42.6 | 36.3 | 17.4% | 172.3 | 166.0 |
| Romania | 28.7 | 24.2 | 18.5% | 99.7 | 95.2 |
| Other countries | 26.1 | 13.0 | 100.6% | 75.2 | 62.1 |
| Diagnostic Services | | | | | |
| Revenue | 149.1 | 178.5 | | 583.1 | 612.5 |
| Inter-segment revenue | -5.7 | -4.8 | | -19.4 | -18.5 |
| Revenue from external customers | 143.4 | 173.7 | -17.4% | 563.7 | 594.0 |
| By payer: | | | | | |
| Public | 45.4 | 65.0 | -30.2% | 188.4 | 208.0 |
| Private | 98.0 | 108.7 | -9.7% | 375.3 | 386.0 |
| Fee-For-Service (FFS) | 87.6 | 96.5 | -9.2% | 327.0 | 335.9 |
| Other services | 10.4 | 12.2 | -14.0% | 48.3 | 50.1 |
| By country: | | | | | |
| Germany | 70.9 | 93.8 | -24.5% | 290.5 | 313.4 |
| Romania | 24.5 | 22.1 | 10.9% | 84.7 | 82.3 |
| Ukraine | 14.4 | 18.0 | -19.8% | 44.8 | 48.4 |
| Poland | 13.9 | 13.3 | 4.4% | 52.3 | 51.7 |
| Other countries | 19.7 | 26.5 | -25.2% | 91.4 | 98.2 |

PROFIT DEVELOPMENT FIRST QUARTER 2023

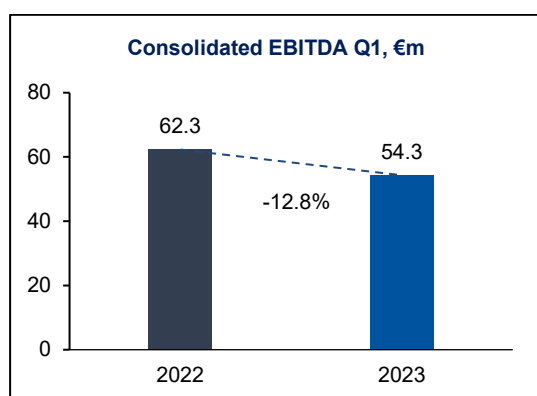
Operating profit (EBIT) was €10.7m (€22.2m), an operating margin of 2.6% (5.8%).

Net profit amounted to €2.1m (€12.0m), which represented a margin of 0.5% (3.1%). Other income/(costs) of €7.9m included a gain of €7.8m relating to the sale of the business in Belarus. Total financial result amounted to €-15.6m (€-6.7m) of which €-11.9m (€-7.5m) was related to interest expense and commitment fees on the Group's debt and other discounted liabilities. Within the interest expense €-6.1m (€-4.8m) was related to lease liabilities. As the Group has expanded its capacity and facilities significantly over the past years, including its leased premises, the interest expense allocated to lease liabilities has increased. Foreign exchange losses were €-4.6m (€-2.2m) of which €-4.8m was relating to accumulated translation differences on net assets relating to the disposal of the business in Belarus and €0.5m (€-1.4m) to euro-denominated lease liabilities mainly in Poland as the zloty strengthened over the quarter.

The Group has recognised an income tax charge of €-0.9m (€-4.8m) which corresponds to an effective tax rate for the quarter of 28.7% (28.4%).

Basic/diluted earnings per share amounted to €0.010 (€0.080).

Consolidated EBITDA was €54.3m (€62.3m), an EBITDA margin of 12.9% (16.3%). Adjusted EBITDA amounted to €57.4m (€67.2m) a margin of 13.7% (17.6%).



EBITDAaL was €30.6m (€42.6m), a margin of 7.3% (11.1%). Adjusted EBITDAaL was €33.7m (€47.5m), a margin of 8.0% (12.4%).

Covid-19 services have largely disappeared and are more or less part of the normal testing portfolio. EBITDA excluding Covid-19 was €53.0m (€36.3m), an increase of 45.9% and a margin of 12.8% (11.5%), highlighting the strong underlying development of the Group.

Items affecting comparability

The disposal of the business in Belarus was closed in February 2023. A gain of €7.8m was recognised in other income/(costs) and €-4.8m of foreign exchange losses have been recycled from equity to other financial income/(expense) with a corresponding positive movement in other comprehensive income. EBITDA for the business in Belarus amounted to €0.1m (€2.0m).

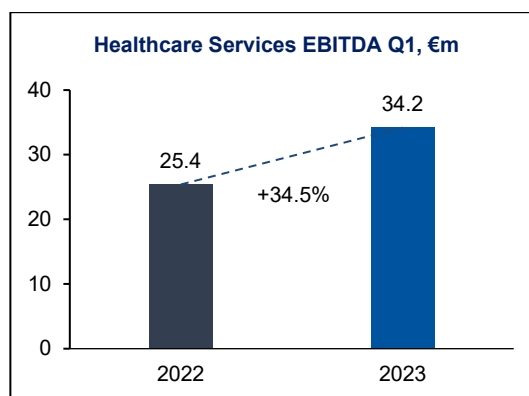
In Q1 2022 the Group recognised an impairment of €-5.1m relating to damaged and destroyed assets as well as assets not under its control in occupied regions of Ukraine, of which €-4.0m was included in medical provision costs and €-1.1m in administrative costs.

Until January 2022 NIPD was accounted for as an associate using the equity method. In January 2022 the share of ownership was increased to 87.2% and subsequently consolidated. Upon consolidation, the Group's previously held interest of 18.9%, with a carrying value of €7.9m, was remeasured to its acquisition fair value of €12.3m, resulting in a gain of €4.4m in Q1 2022 which was recognised as other income/(costs).

Acquisition related expenses were €-0.4m (€-2.9m).

Equity settled share-based payments charges relating to long-term performance-based share programmes were €-2.7m (€-2.0m).

EBITDA for **Healthcare Services** grew well to €34.2m (€25.4m) with a maintained EBITDA margin of 12.4% (12.2%) despite the strong roll out of new units. EBITDA excluding Covid-19 was €34.2m (€23.3m), an increase of 46.7% and a margin of 12.4% (11.8%) with 53bps of margin expansion.



Acquisitions made in the last 12 months and increases in volume/price have offset the negative

impact on profit from the new expansion activities (new unit losses and pre-opening costs) and inflation impacts on the cost base. During the quarter there was no contribution from Covid-19.

The medical cost ratio (MCR) to revenue was 81.3% (80.7%), an increase of 0.6pp, with new project-related property costs representing half of the increase. The remaining increase is due to staffing and other costs for these new units. The reduction in contribution from Covid-19 services is offset with slightly lower utilisation levels within corporate prepaid business compared to prior year quarter.

EBITDAaL was €16.9m (€12.5m), a margin of 6.1% (6.0%). Adjusted EBITDAaL was €17.7m (€13.1m), a margin of 6.4% (6.3%).

The EBITDAaL margin on a like for like basis increased to 7.4% (6.2%), demonstrating the indexation impact and the pick up on performance of prior investments.

| EBITDAaL | €m | Margin |
|--|-------------|-------------|
| Q1 2022 as reported | 12.5 | 6.0% |
| Covid-19 | -2.1 | |
| New units | 0.5 | |
| Pre-opening costs | 0.7 | |
| Q1 2022 like for like comparative | 11.6 | 6.2% |
| Q1 2023 as reported | 16.9 | 6.1% |
| Covid-19 | 0.0 | |
| New units | 3.8 | |
| Pre-opening costs | 0.7 | |
| Acquisitions ¹⁾ | -3.5 | |
| Q1 2023 like for like comparative | 17.9 | 7.4% |

¹⁾Acquisitions made during the last 12 months, excluding the new hospital in Cluj, Romania included under "New units".

The segment has expanded significantly with start-ups and early-stage projects over the twelve months. Total losses on these new units represent approximately an EBITDAaL of €-3.8m. Out of the 4 hospitals opened in India within the last 12 months, the first one launched has turned to a positive EBITDAaL during the quarter, however still dilutive, while the other 3 are loss making.

Additionally, pre-opening costs were expensed for units being built including a 200-bed hospital under construction in Bucharest scheduled to open in Q2 2023. Two hospitals are in the construction phase in India, to be opened early on in the second half of 2023. These incurred an EBITDAaL loss of €-0.7m.

Medicover Sports is observing a good increase in demand for sports benefits packages which are

sold alongside Medicover healthcare benefits to the same employer base. The integration of the different gyms acquired in 22/23 will increase performance over 2023 further enhanced with a gain in market share of the sports/fitness corporate benefit plans.

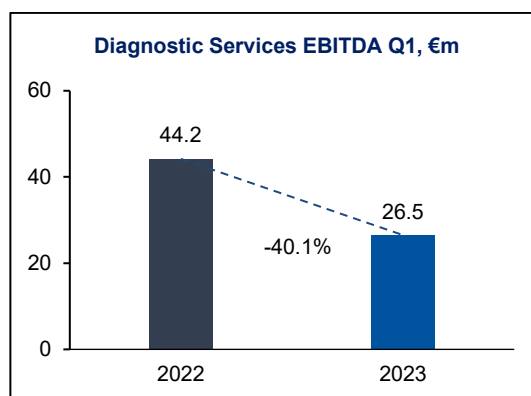
Indexation of corporate prepaid contracts occurred during Q4 2022. Utilisation levels in the employer paid business have been slightly lower compared to the prior year quarter.

Several other units have performed well, the Polish dental business has expanded at a fast pace with new unit openings offsetting mature unit profit growth. During the quarter one dental clinic was acquired and one new greenfield location was launched in Poland. 8 greenfield units were launched in the last twelve months.

The established inpatient facilities in Poland and Romania have performed well even with the newer unit in Cluj (Romania) still at a loss-making stage.

Operating profit was to €4.7m (€3.8m), a margin of 1.7% (1.8%).

EBITDA for **Diagnostic Services** was €26.5m (€44.2m), an EBITDA margin of 17.7% (24.7%). EBITDA excluding Covid-19 was €25.2m (€20.3m), an increase of 23.8% and a margin of 17.4% (16.3%) with 109bps margin expansion.



EBITDAaL was €20.1m (€37.5m), a margin of 13.5% (21.0%). Adjusted EBITDAaL was €20.8m (€38.0m), a margin of 14.0% (21.3%).

The EBITDAaL margin on a like for like basis increased from 10.9% to 13.0%. The factors having the largest impact on profit for the segment are the significant decline in Covid-19 activity and inflation impacts on the cost base.

| EBITDAaL | €m | Margin |
|--|-------------|---------------|
| Q1 2022 as reported | 37.5 | 21.0% |
| Covid-19 | -23.9 | |
| Q1 2022 like for like comparative | 13.6 | 10.9% |
| Q1 2023 as reported | 20.1 | 13.5% |
| Covid-19 | -1.3 | |
| Acquisitions | -0.3 | |
| Q1 2023 like for like comparative | 18.5 | 13.0% |

The growth in the underlying margin has been supported by growth in both the mix of tests and strong volume despite the disposal of the business in Belarus. The growth in underlying margin has been dampened by labour cost increases and other inflationary costs with minor price indexation for publicly financed testing. Outside Germany, FFS prices have been indexed passing some of the increased costs onto clients.

Operating profit was €12.9m (€26.1m), a margin of 8.6% (14.6%).

KEY FINANCIAL DATA

| Medicover, €m | Jan-Mar 2023 | Jan-Mar 2022 ¹⁾ | Variance | LTM | FY 2022 ¹⁾ |
|-------------------------------------|-----------------|-------------------------------|----------|---------|--------------------------|
| Revenue | 419.3 | 381.7 | 10% | 1,547.8 | 1,510.2 |
| Operating profit (EBIT) | 10.7 | 22.2 | -52% | 43.7 | 55.2 |
| Operating profit margin | 2.6% | 5.8% | | 2.8% | 3.7% |
| Net profit | 2.1 | 12.0 | -82% | 3.8 | 13.7 |
| Net profit margin | 0.5% | 3.1% | | 0.3% | 0.9% |
| Basic/diluted earnings per share, € | 0.010 | 0.080 | -88% | 0.010 | 0.079 |
| EBITDA | 54.3 | 62.3 | -13% | 209.1 | 217.1 |
| EBITDA margin | 12.9% | 16.3% | | 13.5% | 14.4% |
| Adjusted EBITDA | 57.4 | 67.2 | -15% | 224.1 | 233.9 |
| Adjusted EBITDA margin | 13.7% | 17.6% | | 14.5% | 15.5% |
| EBITDAaL | 30.6 | 42.6 | -28% | 118.9 | 130.9 |
| EBITDAaL margin | 7.3% | 11.1% | | 7.7% | 8.7% |
| Adjusted EBITDAaL | 33.7 | 47.5 | -29% | 133.9 | 147.7 |
| Adjusted EBITDAaL margin | 8.0% | 12.4% | | 8.7% | 9.8% |
| EBITA | 16.0 | 31.7 | -50% | 65.2 | 80.9 |
| EBITA margin | 3.8% | 8.3% | | 4.2% | 5.4% |
| Adjusted EBITA | 19.1 | 36.6 | -48% | 80.2 | 97.7 |
| Adjusted EBITA margin | 4.5% | 9.6% | | 5.2% | 6.5% |
| EBITAaL | 9.9 | 26.9 | -63% | 41.8 | 58.8 |
| EBITAaL margin | 2.4% | 7.0% | | 2.7% | 3.9% |
| Adjusted EBITAaL | 13.0 | 31.8 | -59% | 56.8 | 75.6 |
| Adjusted EBITAaL margin | 3.1% | 8.3% | | 3.7% | 5.0% |
| Healthcare Services, €m | | | | | |
| Revenue | 276.1 | 208.1 | 33% | 985.1 | 917.1 |
| Operating profit (EBIT) | 4.7 | 3.8 | 24% | 26.3 | 25.4 |
| Operating profit margin | 1.7% | 1.8% | | 2.7% | 2.8% |
| EBITDA | 34.2 | 25.4 | 34% | 134.4 | 125.6 |
| EBITDA margin | 12.4% | 12.2% | | 13.6% | 13.7% |
| EBITDAaL | 16.9 | 12.5 | 36% | 69.9 | 65.5 |
| EBITDAaL margin | 6.1% | 6.0% | | 7.1% | 7.1% |
| Adjusted EBITDAaL | 17.7 | 13.1 | 35% | 73.0 | 68.4 |
| Adjusted EBITDAaL margin | 6.4% | 6.3% | | 7.4% | 7.5% |
| EBITA | 9.1 | 7.5 | 23% | 43.4 | 41.8 |
| EBITA margin | 3.3% | 3.6% | | 4.4% | 4.6% |
| Members (period end) (000's) | 1,708 | 1,579 | 8% | 1,708 | 1,672 |
| Diagnostic Services, €m | | | | | |
| Revenue | 149.1 | 178.5 | -16% | 583.1 | 612.5 |
| Operating profit (EBIT) | 12.9 | 26.1 | -51% | 45.7 | 58.9 |
| Operating profit margin | 8.6% | 14.6% | | 7.8% | 9.6% |
| EBITDA | 26.5 | 44.2 | -40% | 101.0 | 118.7 |
| EBITDA margin | 17.7% | 24.7% | | 17.3% | 19.4% |
| EBITDAaL | 20.1 | 37.5 | -46% | 75.5 | 92.9 |
| EBITDAaL margin | 13.5% | 21.0% | | 12.9% | 15.2% |
| Adjusted EBITDAaL | 20.8 | 38.0 | -45% | 78.1 | 95.3 |
| Adjusted EBITDAaL margin | 14.0% | 21.3% | | 13.4% | 15.6% |
| EBITA | 13.8 | 32.0 | -57% | 50.0 | 68.2 |
| EBITA margin | 9.2% | 17.9% | | 8.6% | 11.1% |
| Lab tests (period volume) (m) | 31.4 | 32.0 | -2% | 118.7 | 119.3 |

¹⁾ 2022 is restated for IFRS 17 *Insurance contracts*. For further information, refer to note 1.

CASH FLOW

Cash generated from operations before working capital changes amounted to €46.6m (€62.7m), being 85.7% of EBITDA (100.5%). Tax paid was higher than prior year at €11.5m (€4.0m). Net working capital decreased by €14.8m (increased by €16.9m). Net cash from operating activities was €61.4m (€45.8m).

Investments in property, plant and equipment and intangible assets continued at a steady pace and amounted to €29.6m (€27.3m) with approximately 71% being growth capital investment and 29% being maintenance investment. €22.0m (€20.1m) was invested in Healthcare Services and €7.6m (€7.2m) in Diagnostic Services. Cash outflow for

acquisitions of subsidiaries amounted to €5.1m (€106.1m) relating to acquisitions closed in the quarter and payments for earlier closed transactions. €13.6m net of cash was received for the disposal of the business in Belarus.

Net loans repaid amounted to €-12.0m (net loans drawn €70.0m). Lease liabilities repaid were €15.2m (€11.5m). Interest paid amounted to €8.9m (€6.1m), of which €6.1m (€4.8m) related to lease liabilities.

Cash and cash equivalents increased by €4.6m to €45.1m.

FINANCIAL POSITION

Consolidated equity as at 31 March 2023 amounted to €511.6m (€508.5m). The increase in equity includes a positive movement of €2.5m mainly relating to the recycling of accumulated translation differences upon the disposal of the business in Belarus as well as the strengthening of the Polish zloty, offset by the weakness of the Indian rupee. In addition, total equity attributable to owners of the parent includes a negative movement of €1.7m relating to fair value changes of put option liquidity obligations with non-controlling interests.

Inventories amounted to €52.6m (€58.2m).

Short-term investments were €10.5m (€8.7m), representing euro-denominated government bonds.

Loans payable amounted to €502.5m (€515.7m). €235.5m (€235.5m) is at fixed interest rates and €34.8m (€36.0m) is non-interest bearing (deferred/contingent consideration payable).

Loans payable net of cash and liquid short-term investments amounted to €446.9m (€466.6m). The ratio of loans payable net of cash and liquid short-term investments to adjusted EBITDAaL for the prior twelve months was 3.3x (3.2x level at year-end 2022).

The Group has utilised €20.2m (€13.4m) under its 2bn SEK commercial paper programme. At the end of the quarter, the Group has undrawn committed credit facilities of €234.1m, liquid short-term investments and cash and cash equivalents of €55.6m, totalling to €289.7m (€263.3m).

Lease liabilities amounted to €429.5m (€424.3m). The increase is mainly due to additional units and inflation indexation of existing contracts.

The total financial debt was €932.0m (€940.0m).

PARENT COMPANY

There was no significant revenue. The loss for the quarter amounted to €-4.0m (€-3.1m). At the end of the quarter €20.2m (€13.4m) has been utilised under the commercial paper programme. The

proceeds of the programme have been lent to the Company's subsidiary on the same maturity as the programme drawings. Equity as at 31 March 2023 was €595.4m (€596.9m).

RISKS

The Group's business is exposed to risks that could impact its operations, performance or financial position. Management of these risks enables Medicover to execute its strategy, maintain its ethical reputation, reach financial targets and secure continuous development and profitability in the long term. Group entities monitor and manage risks in its operations. In addition, the Group has a centralised risk management process, which is a systematic and structured framework used to identify, assess, measure, mitigate, monitor and report risks. Identified risks are categorised as follows:

Operational risks – such as ability to recruit and retain staff, armed conflict, energy risk, health data loss, insurance risk, IT systems failure, market risk, medical license/certification and accreditation risk,

medical quality, natural disaster/force majeure, pandemic and disease contagion and supply chain.

Strategy and M&A risks – such as M&A due diligence and post-acquisition integration.

Financial risks – such as credit risk, currency risk, interest rate risk and liquidity and financing risk.

Legal, compliance and political risks – such as anti-bribery/corruption and political risk.

Environmental risks – such as climate change and environmental risk.

Further information on risks and risk management is available in the annual report 2022, section 'Risks and risk management' (pages 78-86).



The chief executive officer declares that the interim report for January-March 2023 gives a fair overview of the parent company's and Group's operations, financial position and results of operations and describes significant risks and uncertainties facing the parent company and companies included in the Group.

Stockholm on 27 April 2023

Fredrik Rågmark
CEO and board member

This report has not been subject to review by the Company's auditor.

This is information that Medicover 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 person set out below at 7.45 (CEST) on 27 April 2023. This interim report and other information about Medicover is available at medicover.com.

Financial calendar

| | |
|-------------------------------|-----------------|
| Annual general meeting | 27 April 2023 |
| Interim report April-June | 26 July 2023 |
| Interim report July-September | 3 November 2023 |

For further information, please contact:

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Conference call: A conference call for analysts and investors will be held today at 09.30 CEST. To listen in please register [here](#). To ask questions please register [here](#).

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This report may contain certain forward-looking statements and opinions. Forward-looking statements are statements that do not relate to historical facts and events and such statements and opinions pertaining to the future. Forward-looking statements are based on current estimates and assumptions made according to the best of Medicover's knowledge. Such forward-looking statements are subject to risks, uncertainties, and other factors that could cause the actual results, including Medicover's cash flow, financial position and results of operations, to differ materially from the results, or fail to meet expectations expressly or implicitly assumed or described in those statements or to turn out to be less favourable than the results expressly or implicitly assumed or described in those statements.

In light of the risks, uncertainties and assumptions associated with forward-looking statements, it is possible that the future events mentioned in this presentation may not occur. Actual results, performance or events may differ materially from those in such statements due to, without limitation, changes in general economic conditions, in particular economic conditions in the markets on which Medicover operates, changes affecting interest rate levels, changes affecting currency exchange rates, changes in competition levels, changes in laws and regulations, and occurrence of accidents or environmental damages.

The information, opinions and forward-looking statements contained in this announcement speak only as at its date and are subject to change without notice.

CONDENSED FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENT

| €m | Jan-Mar 2023 | Jan-Mar 2022 ¹⁾ | LTM | Jan-Dec 2022 ¹⁾ |
|---|-----------------|-------------------------------|----------------|-------------------------------|
| Revenue | 419.3 | 381.7 | 1,547.8 | 1,510.2 |
| Operating expenses | | | | |
| Medical provision costs | -329.5 | -288.2 | -1,216.2 | -1,174.9 |
| Gross profit | 89.8 | 93.5 | 331.6 | 335.3 |
| Distribution, selling and marketing costs | -18.4 | -15.9 | -69.0 | -66.5 |
| Administrative costs | -60.7 | -55.4 | -218.9 | -213.6 |
| Operating profit (EBIT) | 10.7 | 22.2 | 43.7 | 55.2 |
| Other income/(costs) | 7.9 | 1.3 | 3.4 | -3.2 |
| Interest income | 0.9 | 0.6 | 3.0 | 2.7 |
| Interest expense | -11.9 | -7.5 | -38.9 | -34.5 |
| Other financial income/(expense) | -4.6 | 0.2 | -5.7 | -0.9 |
| Total financial result | -15.6 | -6.7 | -41.6 | -32.7 |
| Share of profit of associates | - | 0.0 | 0.2 | 0.2 |
| Profit before income tax | 3.0 | 16.8 | 5.7 | 19.5 |
| Income tax | -0.9 | -4.8 | -1.9 | -5.8 |
| Profit for the period | 2.1 | 12.0 | 3.8 | 13.7 |
| Profit attributable to: | | | | |
| Owners of the parent | 1.5 | 11.9 | 1.4 | 11.8 |
| Non-controlling interests | 0.6 | 0.1 | 2.4 | 1.9 |
| Profit for the period | 2.1 | 12.0 | 3.8 | 13.7 |
| Earnings per share: | | | | |
| Basic/diluted, € | 0.010 | 0.080 | 0.010 | 0.079 |

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| €m | Jan-Mar 2023 | Jan-Mar 2022 ¹⁾ | LTM | Jan-Dec 2022 ¹⁾ |
|---|-----------------|-------------------------------|-------------|-------------------------------|
| Profit for the period | 2.1 | 12.0 | 3.8 | 13.7 |
| Other comprehensive income/(loss): | | | | |
| Items that may be reclassified subsequently to income statement: | | | | |
| Exchange differences on translating foreign operations | 2.5 | -6.6 | -10.8 | -19.9 |
| Cash flow hedge | -0.1 | - | 1.2 | 1.3 |
| Income tax relating to these items | 0.0 | 0.1 | 0.2 | 0.3 |
| Other comprehensive income/(loss) for the period, net of tax | 2.4 | -6.5 | -9.4 | -18.3 |
| Total comprehensive income/(loss) for the period | 4.5 | 5.5 | -5.6 | -4.6 |
| Total comprehensive income/(loss) attributable to: | | | | |
| Owners of the parent | 4.4 | 5.3 | -5.3 | -4.4 |
| Non-controlling interests | 0.1 | 0.2 | -0.3 | -0.2 |
| Total comprehensive income/(loss) for the period | 4.5 | 5.5 | -5.6 | -4.6 |

¹⁾ 2022 is restated for IFRS 17 *Insurance contracts*. For further information, refer to note 1.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| €m | 31 Mar 2023 | 31 Mar 2022 ¹⁾ | 31 Dec 2022 ¹⁾ |
|---|----------------|------------------------------|------------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Goodwill | 496.6 | 437.7 | 495.9 |
| Other intangible assets | 122.6 | 115.9 | 126.0 |
| Property, plant and equipment | 439.9 | 350.4 | 445.0 |
| Right-of-use assets | 399.0 | 349.7 | 395.6 |
| Deferred tax assets | 17.3 | 13.5 | 16.2 |
| Investments in associates | 0.7 | 0.6 | 0.8 |
| Other assets | 0.6 | 0.0 | 0.0 |
| Other financial assets | 18.1 | 15.1 | 17.5 |
| Total non-current assets | 1,494.8 | 1,282.9 | 1,497.0 |
| Current assets | | | |
| Inventories | 52.6 | 67.4 | 58.2 |
| Other financial assets | 1.2 | 3.1 | 0.0 |
| Trade and other receivables | 221.2 | 212.9 | 227.9 |
| Short-term investments | 10.5 | 156.9 | 8.7 |
| Cash and cash equivalents | 45.1 | 79.6 | 40.4 |
| Total current assets | 330.6 | 519.9 | 335.2 |
| Total assets | 1,825.4 | 1,802.8 | 1,832.2 |
| EQUITY | | | |
| Equity attributable to owners of the parent | 477.6 | 510.1 | 472.4 |
| Non-controlling interests | 34.0 | 48.1 | 36.1 |
| Total equity | 511.6 | 558.2 | 508.5 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Loans payable | 451.6 | 381.2 | 473.4 |
| Lease liabilities | 364.6 | 322.1 | 364.7 |
| Deferred tax liabilities | 39.3 | 41.6 | 42.0 |
| Provisions | 1.9 | 2.7 | 1.9 |
| Other financial liabilities | 83.3 | 87.3 | 82.4 |
| Other liabilities | 0.1 | 5.9 | 2.9 |
| Total non-current liabilities | 940.8 | 840.8 | 967.3 |
| Current liabilities | | | |
| Loans payable | 50.9 | 112.0 | 42.3 |
| Lease liabilities | 64.9 | 48.9 | 59.6 |
| Deferred revenue | 8.4 | 8.5 | 7.3 |
| Insurance contract liability | 19.1 | 16.3 | 18.9 |
| Corporate tax payable | 15.4 | 32.7 | 25.5 |
| Other financial liabilities | 21.9 | 5.7 | 20.5 |
| Trade and other payables | 189.6 | 179.7 | 182.3 |
| Other liabilities | 2.8 | - | - |
| Total current liabilities | 373.0 | 403.8 | 356.4 |
| Total liabilities | 1,313.8 | 1,244.6 | 1,323.7 |
| Total equity and liabilities | 1,825.4 | 1,802.8 | 1,832.2 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| €m | Share capital | Treasury shares | Share premium | Retained earnings | Non-controlling interests put option reserve | Translation reserve | Hedging reserve | Other reserves | Total equity attributable to owners of the parent | Non-controlling interests | Total equity |
|---|---------------|-----------------|---------------|-------------------|--|---------------------|-----------------|----------------|---|---------------------------|--------------|
| Opening balance as at 1 January 2022 | 30.4 | -0.7 | 458.7 | 141.3 | -78.2 | -49.2 | - | 15.3 | 517.6 | 44.5 | 562.1 |
| IFRS 17 adjustment | - | - | - | -2.0 | - | - | - | - | -2.0 | - | -2.0 |
| Opening balance as at 1 January 2022, restated | 30.4 | -0.7 | 458.7 | 139.3 | -78.2 | -49.2 | - | 15.3 | 515.6 | 44.5 | 560.1 |
| Profit for the period, restated | - | - | - | 11.9 | - | - | - | - | 11.9 | 0.1 | 12.0 |
| Other comprehensive income/(loss) | - | - | - | - | - | -6.6 | - | - | -6.6 | 0.1 | -6.5 |
| Total comprehensive income/(loss) for the period | - | - | - | 11.9 | - | -6.6 | - | - | 5.3 | 0.2 | 5.5 |
| Transactions with owners in their capacity as owners: | | | | | | | | | | | |
| Business combinations | - | - | - | - | - | - | - | - | - | 4.7 | 4.7 |
| Changes in interests in subsidiaries | - | - | - | -4.2 | - | - | - | - | -4.2 | -1.0 | -5.2 |
| Share capital increase in non-controlling interests | - | - | - | - | - | - | - | - | - | 0.7 | 0.7 |
| Changes in put option and liquidity obligation with non-controlling interests | - | - | - | - | -8.4 | - | - | - | -8.4 | -1.0 | -9.4 |
| Share-based payments | - | - | - | - | - | - | - | 1.8 | 1.8 | - | 1.8 |
| Total transactions with owners in their capacity as owners | - | - | - | -4.2 | -8.4 | - | - | 1.8 | -10.8 | 3.4 | -7.4 |
| Closing balance as at 31 March 2022, restated | 30.4 | -0.7 | 458.7 | 147.0 | -86.6 | -55.8 | - | 17.1 | 510.1 | 48.1 | 558.2 |
| Opening balance as at 1 January 2023 | 30.4 | -0.6 | 458.6 | 124.9 | -96.3 | -66.7 | 1.3 | 20.8 | 472.4 | 36.1 | 508.5 |
| Profit for the period | - | - | - | 1.5 | - | - | - | - | 1.5 | 0.6 | 2.1 |
| Other comprehensive income/(loss) | - | - | - | - | - | 3.0 | -0.1 | - | 2.9 | -0.5 | 2.4 |
| Total comprehensive income/(loss) for the period | - | - | - | 1.5 | - | 3.0 | -0.1 | - | 4.4 | 0.1 | 4.5 |
| Transactions with owners in their capacity as owners: | | | | | | | | | | | |
| Changes in interests in subsidiaries | - | - | - | - | - | - | - | - | - | -1.0 | -1.0 |
| Changes in put option and liquidity obligation with non-controlling interests | - | - | - | - | -1.7 | - | - | - | -1.7 | -1.2 | -2.9 |
| Share-based payments | - | - | - | - | - | - | - | 2.5 | 2.5 | - | 2.5 |
| Total transactions with owners in their capacity as owners | - | - | - | - | -1.7 | - | - | 2.5 | 0.8 | -2.2 | -1.4 |
| Closing balance as at 31 March 2023 | 30.4 | -0.6 | 458.6 | 126.4 | -98.0 | -63.7 | 1.2 | 23.3 | 477.6 | 34.0 | 511.6 |

CONSOLIDATED CASH FLOW STATEMENT

| €m | Jan-Mar 2023 | Jan-Mar 2022 ¹⁾ | LTM | Jan-Dec 2022 ¹⁾ |
|--|-----------------|-------------------------------|---------------|-------------------------------|
| Profit before income tax | 3.0 | 16.8 | 5.7 | 19.5 |
| Adjustments for: | | | | |
| Depreciation, amortisation and impairment | 43.6 | 40.1 | 165.4 | 161.9 |
| Share-based payments | 2.7 | 2.0 | 10.3 | 9.6 |
| Net interest expense | 11.0 | 6.9 | 35.9 | 31.8 |
| Unrealised foreign exchange (gain)/loss | -0.7 | 3.4 | -0.2 | 3.9 |
| Other non-cash transactions | -1.5 | -2.5 | 3.2 | 2.2 |
| Income tax paid | -11.5 | -4.0 | -26.6 | -19.1 |
| Cash generated from operations before working capital changes | 46.6 | 62.7 | 193.7 | 209.8 |
| Changes in operating assets and liabilities: | | | | |
| Decrease in inventories | 2.3 | 5.7 | 9.3 | 12.7 |
| Increase in trade and other receivables | -2.0 | -9.4 | -19.3 | -26.7 |
| Increase/(decrease) in trade and other payables | 14.5 | -13.2 | 2.1 | -25.6 |
| Net cash from operating activities | 61.4 | 45.8 | 185.8 | 170.2 |
| Investing activities: | | | | |
| Payment for acquisition of intangible assets and property, plant and equipment | -29.6 | -27.3 | -142.9 | -140.6 |
| Proceeds from disposal of intangible assets and property, plant and equipment | 0.9 | 0.1 | 3.8 | 3.0 |
| Dividends received from associates | 0.1 | 0.0 | 0.2 | 0.1 |
| Payment for other financial assets | - | 0.0 | -0.5 | -0.5 |
| Proceeds from other financial assets | - | - | 0.5 | 0.5 |
| Payment for acquisition of subsidiaries, net of cash acquired | -5.1 | -106.1 | -128.1 | -229.1 |
| Disposal of subsidiaries, net of cash | 13.6 | - | 13.6 | - |
| Payment for short-term investments | -5.5 | -0.4 | -11.4 | -6.3 |
| Proceeds from short-term investments | 4.2 | 36.1 | 154.5 | 186.4 |
| Interest received | 0.7 | 0.3 | 2.1 | 1.7 |
| Net cash used in investing activities | -20.7 | -97.3 | -108.2 | -184.8 |
| Financing activities: | | | | |
| Acquisition of non-controlling interests | - | -1.6 | -6.1 | -7.7 |
| Repayment of loans | -64.1 | -60.7 | -438.1 | -434.7 |
| Proceeds from loans received | 52.1 | 130.7 | 445.5 | 524.1 |
| Repayment of leases | -15.2 | -11.5 | -54.3 | -50.6 |
| Interest paid | -8.9 | -6.1 | -35.2 | -32.4 |
| Dividend paid | - | - | -17.8 | -17.8 |
| Distribution to non-controlling interests | - | - | -6.0 | -6.0 |
| Proceeds from non-controlling interests | - | 0.7 | 0.1 | 0.8 |
| Net cash from/(used in) financing activities | -36.1 | 51.5 | -111.9 | -24.3 |
| Total cash flow | 4.6 | 0.0 | -34.3 | -38.9 |
| Cash and cash equivalents | | | | |
| Cash balance as at beginning of the period | 40.4 | 81.9 | 79.6 | 81.9 |
| Net effects of exchange gain/(loss) on cash balances | 0.1 | -2.3 | -0.2 | -2.6 |
| Cash balance as at end of the period | 45.1 | 79.6 | 45.1 | 40.4 |
| Increase/(decrease) in cash and cash equivalents | 4.6 | 0.0 | -34.3 | -38.9 |

PARENT COMPANY INCOME STATEMENT

| €m | Jan-Mar 2023 | Jan-Mar 2022 | LTM | Jan-Dec 2022 |
|--|-----------------|-----------------|--------------|-----------------|
| Revenue | 0.1 | 0.1 | 0.7 | 0.7 |
| Operating expenses | -4.0 | -3.2 | -16.3 | -15.5 |
| Operating loss | -3.9 | -3.1 | -15.6 | -14.8 |
| Income from participation in group companies | - | - | 10.8 | 10.8 |
| Interest income from group companies | 0.1 | 0.1 | 0.1 | 0.1 |
| Interest expense | -0.2 | -0.1 | -0.4 | -0.3 |
| Profit/(loss) after financial items | -4.0 | -3.1 | -5.1 | -4.2 |
| Income tax | - | - | - | - |
| Profit/(loss) for the period | -4.0 | -3.1 | -5.1 | -4.2 |

As the loss for the period corresponds with the amount in total comprehensive income, no separate statement of comprehensive income is presented.

PARENT COMPANY BALANCE SHEET

| €m | 31 Mar 2023 | 31 Mar 2022 | 31 Dec 2022 |
|-------------------------------------|----------------|----------------|----------------|
| Property, plant and equipment | 0.0 | 0.0 | 0.0 |
| Investments in subsidiaries | 584.8 | 434.8 | 584.8 |
| Total non-current assets | 584.8 | 434.8 | 584.8 |
| Current receivables | 33.9 | 219.5 | 28.5 |
| Cash and bank | 0.0 | 0.0 | 0.0 |
| Total current assets | 33.9 | 219.5 | 28.5 |
| Total assets | 618.7 | 654.3 | 613.3 |
| Restricted equity | 30.4 | 30.4 | 30.4 |
| Non-restricted equity | 565.0 | 578.4 | 566.5 |
| Total equity | 595.4 | 608.8 | 596.9 |
| Current liabilities | 23.3 | 45.5 | 16.4 |
| Total liabilities | 23.3 | 45.5 | 16.4 |
| Total equity and liabilities | 618.7 | 654.3 | 613.3 |

NOTES

1. Basis of preparation and accounting policies

Basis of preparation

Medicover AB (publ) ("the Company") together with its subsidiaries are referred to as "the Group". Medicover AB (publ) is a company domiciled in Sweden, with its head office in Stockholm. The reporting and functional currency of the Company is the euro.

This interim report has been prepared in accordance with IAS 34 *Interim Financial Reporting* and should be read together with the Group's consolidated financial statements 2022.

The report does not include all disclosures that would otherwise be required in a complete set of financial statements.

Information on pages 1-12 is an integral part of this report.

Accounting policies, use of estimates and judgements

The Group applies the International Financial Reporting Standards (IFRS) as adopted by the European Union.

From 1 January 2023, the Group applies IFRS 17 *Insurance contracts*. The standard is applied retrospectively and comparative figures for 2022 have been restated in this interim report. As the Group's insurance contracts are short-term contracts and the criteria for applying the premium allocation approach is met, there are no material changes to the amounts recognised. In the consolidated statement of financial position, the

insurance contract liability is presented separately, it consists of the liability for unearned premiums and incurred claims. For additional information, refer to note 38 *Transition to IFRS 17 Insurance contracts* in the annual report 2022. In addition, some amendments to existing standards became applicable as from 1 January 2023, however none of these have a material impact on the consolidated financial statements. Apart from above, the accounting policies and methods of computation applied in this report are the same as those applied by the Group in its consolidated financial statements 2022.

The preparation of interim reports requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Group's accounting policies. Refer to the Group's consolidated financial statements 2022 for further information on the use of estimates and judgements.

The parent company applies the Swedish Annual Accounts Act and the Financial Reporting Board's Recommendation RFR 2 *Accounting for Legal Entities*.

Alternative performance measures (APMs) are presented in this interim report since these are considered as important supplemental measures of the Company's performance. For definition and reconciliation of APMs, refer to www.medicover.com/financial-information.

2. Segment information

| | Jan-Mar 2023 | | | | Jan-Mar 2022 ¹⁾ | | | |
|---|---------------------|---------------------|----------------|--------------|----------------------------|---------------------|----------------|--------------|
| €m | Healthcare Services | Diagnostic Services | Central/ other | Group total | Healthcare Services | Diagnostic Services | Central/ other | Group total |
| Revenue | 276.1 | 149.1 | 0.1 | | 208.1 | 178.5 | 0.1 | |
| Inter-segment revenue | -0.3 | -5.7 | 0.0 | | -0.2 | -4.8 | 0.0 | |
| Revenue from external customers | 275.8 | 143.4 | 0.1 | 419.3 | 207.9 | 173.7 | 0.1 | 381.7 |
| By payer: | | | | | | | | |
| Private | 238.4 | 98.0 | 0.1 | 336.5 | 184.6 | 108.7 | 0.1 | 293.4 |
| Public | 37.4 | 45.4 | - | 82.8 | 23.3 | 65.0 | - | 88.3 |
| By country: | | | | | | | | |
| Poland | 178.4 | 13.9 | 0.0 | 192.3 | 134.4 | 13.3 | 0.0 | 147.7 |
| Germany | 11.2 | 70.9 | - | 82.1 | - | 93.8 | - | 93.8 |
| Romania | 28.7 | 24.5 | - | 53.2 | 24.2 | 22.1 | - | 46.3 |
| India | 42.6 | - | - | 42.6 | 36.3 | - | - | 36.3 |
| Ukraine | 2.0 | 14.4 | - | 16.4 | 1.5 | 18.0 | - | 19.5 |
| Other countries | 12.9 | 19.7 | 0.1 | 32.7 | 11.5 | 26.5 | 0.1 | 38.1 |
| Operating profit | 4.7 | 12.9 | -6.9 | 10.7 | 3.8 | 26.1 | -7.7 | 22.2 |
| <i>Margin</i> | <i>1.7%</i> | <i>8.6%</i> | | <i>2.6%</i> | <i>1.8%</i> | <i>14.6%</i> | | <i>5.8%</i> |
| Depreciation, amortisation and impairment | 29.5 | 13.6 | 0.5 | 43.6 | 21.6 | 18.1 | 0.4 | 40.1 |
| EBITDA | 34.2 | 26.5 | -6.4 | 54.3 | 25.4 | 44.2 | -7.3 | 62.3 |
| <i>Margin</i> | <i>12.4%</i> | <i>17.7%</i> | | <i>12.9%</i> | <i>12.2%</i> | <i>24.7%</i> | | <i>16.3%</i> |
| Right-of-use depreciation/impairment | -12.2 | -5.4 | - | -17.6 | -9.0 | -5.8 | -0.1 | -14.9 |
| Interest on lease liabilities | -5.1 | -1.0 | 0.0 | -6.1 | -3.9 | -0.9 | 0.0 | -4.8 |
| Segment result: EBITDAaL | 16.9 | 20.1 | -6.4 | 30.6 | 12.5 | 37.5 | -7.4 | 42.6 |
| <i>Margin</i> | <i>6.1%</i> | <i>13.5%</i> | | <i>7.3%</i> | <i>6.0%</i> | <i>21.0%</i> | | <i>11.1%</i> |
| Other income/(costs) | | | | 7.9 | | | | 1.3 |
| Net interest expense | | | | -11.0 | | | | -6.9 |
| Other financial income/(expense) | | | | -4.6 | | | | 0.2 |
| Share of profit of associates | | | | - | | | | 0.0 |
| Income tax | | | | -0.9 | | | | -4.8 |
| Profit for the period | | | | 2.1 | | | | 12.0 |

¹⁾ 2022 is restated for IFRS 17 *Insurance contracts*. For further information, refer to note 1.

| | LTM | | | | Jan-Dec 2022 ¹⁾ | | | |
|---|---------------------|---------------------|----------------|----------------|----------------------------|---------------------|----------------|----------------|
| €m | Healthcare Services | Diagnostic Services | Central/ other | Group total | Healthcare Services | Diagnostic Services | Central/ other | Group total |
| Revenue | 985.1 | 583.1 | 0.8 | | 917.1 | 612.5 | 0.8 | |
| Inter-segment revenue | -1.2 | -19.4 | -0.6 | | -1.1 | -18.5 | -0.6 | |
| Revenue from external customers | 983.9 | 563.7 | 0.2 | 1,547.8 | 916.0 | 594.0 | 0.2 | 1,510.2 |
| By payer: | | | | | | | | |
| Private | 854.7 | 375.3 | 0.2 | 1,230.2 | 800.9 | 386.0 | 0.2 | 1,187.1 |
| Public | 129.2 | 188.4 | - | 317.6 | 115.1 | 208.0 | - | 323.1 |
| By country: | | | | | | | | |
| Poland | 636.7 | 52.3 | 0.0 | 689.0 | 592.7 | 51.7 | 0.0 | 644.4 |
| Germany | 22.0 | 290.5 | - | 312.5 | 10.8 | 313.4 | - | 324.2 |
| Romania | 99.7 | 84.7 | - | 184.4 | 95.2 | 82.3 | - | 177.5 |
| India | 172.3 | - | - | 172.3 | 166.0 | - | - | 166.0 |
| Ukraine | 7.2 | 44.8 | - | 52.0 | 6.7 | 48.4 | - | 55.1 |
| Other countries | 46.0 | 91.4 | 0.2 | 137.6 | 44.6 | 98.2 | 0.2 | 143.0 |
| Operating profit | 26.3 | 45.7 | -28.3 | 43.7 | 25.4 | 58.9 | -29.1 | 55.2 |
| <i>Margin</i> | 2.7% | 7.8% | | 2.8% | 2.8% | 9.6% | | 3.7% |
| Depreciation, amortisation and impairment | 108.1 | 55.3 | 2.0 | 165.4 | 100.2 | 59.8 | 1.9 | 161.9 |
| EBITDA | 134.4 | 101.0 | -26.3 | 209.1 | 125.6 | 118.7 | -27.2 | 217.1 |
| <i>Margin</i> | 13.6% | 17.3% | | 13.5% | 13.7% | 19.4% | | 14.4% |
| Right-of-use depreciation/impairment | -45.0 | -21.6 | -0.2 | -66.8 | -41.8 | -22.0 | -0.3 | -64.1 |
| Interest on lease liabilities | -19.5 | -3.9 | 0.0 | -23.4 | -18.3 | -3.8 | 0.0 | -22.1 |
| Segment result: EBITDAaL | 69.9 | 75.5 | -26.5 | 118.9 | 65.5 | 92.9 | -27.5 | 130.9 |
| <i>Margin</i> | 7.1% | 12.9% | | 7.7% | 7.1% | 15.2% | | 8.7% |
| Other income/(costs) | | | | 3.4 | | | | -3.2 |
| Net interest expense | | | | -35.9 | | | | -31.8 |
| Other financial income/(expense) | | | | -5.7 | | | | -0.9 |
| Share of profit of associates | | | | 0.2 | | | | 0.2 |
| Income tax | | | | -1.9 | | | | -5.8 |
| Profit for the period | | | | 3.8 | | | | 13.7 |

¹⁾ 2022 is restated for IFRS 17 *Insurance contracts*. For further information, refer to note 1.

3. Share capital

Share capital as at 31 March 2023 was €30.4m (€30.4m) and corresponded to the following shares:

| | Class A shares | Class B shares | Class C* shares | Total |
|---|-------------------|-------------------|--------------------|--------------------|
| 1 January 2022 | 77,569,276 | 70,781,275 | 3,584,644 | 151,935,195 |
| Conversion of class A to class B shares | -20,000 | 20,000 | | |
| 31 March 2022 | 77,549,276 | 70,801,275 | 3,584,644 | 151,935,195 |
| 1 January 2023 | 77,374,876 | 71,578,691 | 2,981,628 | 151,935,195 |
| 31 March 2023 | 77,374,876 | 71,578,691 | 2,981,628 | 151,935,195 |

* held by the Company as treasury shares.

Celox Holding AB owned 47,157,365 shares and 55.6% of the voting rights (47,157,365 shares and 55.6% of the voting rights at year-end 2022).

The number of shares used to calculate the basic earnings per share was 148,953,567 (148,350,551)

and 149,646,883 (148,350,551) for the diluted earnings per share for the quarter.

The quota value was €0.2 (€0.2) per share.

4. Related party transactions

The Group has transactions with non-controlling interests in MHI. The purchase of material and services amounted to €-10.4m (€-8.8m) for the

quarter. As at 31 March 2023 trade payables were €7.3m (€6.2m).

5. Financial assets and liabilities

| Note | €m | 31 Mar 2023 | | | 31 Mar 2022 | | | 31 Dec 2022 | | |
|------|--|--------------|--------------|----------------|--------------|--------------|----------------|--------------|--------------|----------------|
| | | Non-current | Current | Total | Non-current | Current | Total | Non-current | Current | Total |
| | Financial assets at fair value through profit or loss | | | | | | | | | |
| | Short-term investments | - | 10.5 | 10.5 | - | 156.9 | 156.9 | - | 8.7 | 8.7 |
| a) | Other financial assets | 2.2 | - | 2.2 | 5.5 | - | 5.5 | 2.2 | - | 2.2 |
| | Total | 2.2 | 10.5 | 12.7 | 5.5 | 156.9 | 162.4 | 2.2 | 8.7 | 10.9 |
| | Interest rate swaps used for hedging | - | 1.2 | 1.2 | - | - | - | - | 1.0 | 1.0 |
| | Total financial assets at fair value | 2.2 | 11.7 | 13.9 | 5.5 | 156.9 | 162.4 | 2.2 | 9.7 | 11.9 |
| | Financial assets at amortised cost | | | | | | | | | |
| | Other financial assets | 15.9 | 0.0 | 15.9 | 9.6 | 3.1 | 12.7 | 15.3 | 0.0 | 15.3 |
| | Trade and other receivables ¹⁾ | - | 185.5 | 185.5 | - | 180.0 | 180.0 | - | 186.4 | 186.4 |
| | Total | 15.9 | 185.5 | 201.4 | 9.6 | 183.1 | 192.7 | 15.3 | 186.4 | 201.7 |
| | Cash and cash equivalents | - | 45.1 | 45.1 | - | 79.6 | 79.6 | - | 40.4 | 40.4 |
| | Total financial assets | 18.1 | 242.3 | 260.4 | 15.1 | 419.6 | 434.7 | 17.5 | 236.5 | 254.0 |
| | Financial liabilities at fair value through profit or loss | | | | | | | | | |
| | Foreign currency swaps | - | 0.2 | 0.2 | - | 0.3 | 0.3 | - | 0.2 | 0.2 |
| b) | Contingent consideration payable ²⁾ | 17.4 | 7.3 | 24.7 | 17.2 | 6.9 | 24.1 | 18.5 | 6.7 | 25.2 |
| | Total | 17.4 | 7.5 | 24.9 | 17.2 | 7.2 | 24.4 | 18.5 | 6.9 | 25.4 |
| c) | Put option liquidity obligations with non-controlling interests (with movement through equity) ³⁾ | 82.5 | 15.1 | 97.6 | 87.1 | 0.8 | 87.9 | 81.7 | 15.0 | 96.7 |
| | Total financial liabilities at fair value | 99.9 | 22.6 | 122.5 | 104.3 | 8.0 | 112.3 | 100.2 | 21.9 | 122.1 |
| | Financial liabilities at amortised cost | | | | | | | | | |
| | Borrowings ²⁾ | 426.9 | 40.8 | 467.7 | 361.2 | 101.5 | 462.7 | 447.7 | 32.0 | 479.7 |
| | Lease liabilities | 364.6 | 64.9 | 429.5 | 322.1 | 48.9 | 371.0 | 364.7 | 59.6 | 424.3 |
| | Other financial liabilities | 0.8 | 6.6 | 7.4 | - | 4.9 | 4.9 | 0.7 | 5.5 | 6.2 |
| | Trade and other payables ¹⁾ | - | 59.7 | 59.7 | - | 54.4 | 54.4 | - | 64.4 | 64.4 |
| | Deferred consideration payable ²⁾ | 7.3 | 2.8 | 10.1 | 2.8 | 3.6 | 6.4 | 7.2 | 3.6 | 10.8 |
| | Total | 799.6 | 174.8 | 974.4 | 686.1 | 213.3 | 899.4 | 820.3 | 165.1 | 985.4 |
| | Total financial liabilities | 899.5 | 197.4 | 1,096.9 | 790.4 | 221.3 | 1,011.7 | 920.5 | 187.0 | 1,107.5 |

¹⁾ Amount does not reconcile with amount in the statement of financial position due to non-financial items.

²⁾ Presented as loans payable in the statement of financial position.

³⁾ Presented as other financial liabilities in the statement of financial position.

Financial assets and liabilities carried at amortised cost are considered to have carrying values that materially correspond to fair value, with the exception for the long-term schuldschein debt at fixed interest rates where the carrying value

amounted to €235.0m (€235.0m) and fair value to €214.7m (€214.2m).

Recognised fair value measurements - valuation technique and principal inputs

A breakdown of how fair value is determined is indicated in the following three levels:

Level 1: Short-term investments of €10.5m (€8.7m) include government bonds. Fair value hierarchy level 1 is used when the valuation is based on quoted prices in active markets.

Level 2: The Group has foreign currency- and interest rate swaps where the valuation is based on level 2. Fair value hierarchy level 2 is used when inputs, other than the quoted prices included in level 1, are observable.

Level 3: The Group has the following financial assets and liabilities measured using level 3, where fair value is not based on observable market data:

a) Other financial assets include €2.2m (€2.2m) relating to 14% (14%) of the voting rights in a dialysis clinic in Germany.

b) The contingent consideration payable resulting from current year and past business combinations is mainly based on the estimated outcome of future performance targets.

c) The put option liquidity obligations with non-controlling interests consist of:

- The Group is contractually obliged, at a future date, to acquire a non-controlling interest in

one of the Group's German subsidiaries at market price determined at that future date.

Fair value amounted to €25.9m (€25.8m).

60% of the put options can be exercised from 1 November 2023 and the remaining 40% (which corresponds to €10.8m) from 1 November 2024.

- A put option liquidity obligation with non-controlling interests in Medicover Hospitals India ("MHI") of €55.6m (€54.4m). Half of the put options can be exercised in June 2024 at the earliest and the remaining half (which corresponds to €40.5m) from June 2027.
- Put option liquidity obligations with non-controlling interests in subsidiaries in Norway, Cyprus and Bosnia-Herzegovina of €16.1m (€16.5m), estimated to be exercised in 2026 and 2027.

In determining the fair value of the obligations, estimations of key variables were made, of which the most significant are the growth rate of the business to determine its profitability at the future date of exercise and the discount rate applied to the nominal value.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements:

| Description | Fair Value (€m) | | | Inputs | | Sensitivity |
|--|-----------------|-------------|------------------------------|-------------|-------------|---|
| | 31 Mar 2023 | 31 Dec 2022 | | 31 Mar 2023 | 31 Dec 2022 | Relationship of unobservable inputs to fair value (FV) |
| Put option liquidity obligation with non-controlling interests in a subsidiary in Germany | 25.9 | 25.8 | Earnings growth factor | 2.0% | 2.0% | Increase of 1% point in profit growth = increase in FV liability of €0.3m |
| | | | Risk adjusted discount rate | 1.5% | 1.5% | Decrease of 1% point in discount rate = increase in FV liability of €0.2m |
| Put option liquidity obligation with non-controlling interests in MHI, India | 55.6 | 54.4 | 6-year projected CAGR EBITDA | 47.6% | 47.6% | Increase of 10% in CAGR EBITDA = increase in FV liability of €6.2m |
| | | | Risk adjusted discount rate | 13.7% | 13.8% | Decrease of 1% point in discount rate = increase in FV liability of €1.7m |
| Put option liquidity obligation with non-controlling interests in a subsidiary in Norway | 9.6 | 10.2 | 4-year projected CAGR EBITDA | 29.7% | 29.7% | Increase of 10% in CAGR EBITDA = increase in FV liability of €1.0m |
| | | | Risk adjusted discount rate | 7.4% | 7.6% | Decrease of 1% point in discount rate = increase in FV liability of €0.3m |
| Put option liquidity obligation with non-controlling interests in a subsidiary in Cyprus | 6.1 | 5.9 | 5-year projected revenue | 12.9% | 12.9% | Increase of 10% in revenue = no change in FV liability |
| | | | Risk adjusted discount rate | 13.3% | 13.7% | Decrease of 1% point in discount rate = increase in FV liability of €0.2m |
| Put option liquidity obligation with non-controlling interests in a subsidiary in Bosnia-Herzegovina | 0.4 | 0.4 | Risk adjusted discount rate | 21.7% | 22.3% | Decrease of 1% point in discount rate = increase in FV liability of €0.0m |
| Contingent consideration payable | 24.7 | 25.2 | Risk adjusted discount rate | 5.5%-11.8% | 5.5%-11.8% | Decrease of 1% point in discount rate = increase in FV liability of €0.4m |

No additional significant changes have been made to valuation techniques, inputs or assumptions in 2023. No financial assets or liabilities have been

reclassified between the different levels in the fair value hierarchy.

6. Net financial debt and other financial liabilities

| €m | 31 Mar 2023 | 31 Mar 2022 | 31 Dec 2022 |
|--|----------------|----------------|----------------|
| Non-current loans payable | 451.6 | 381.2 | 473.4 |
| Current loans payable | 50.9 | 112.0 | 42.3 |
| Total loans payable | 502.5 | 493.2 | 515.7 |
| Less: short-term investments | -10.5 | -156.9 | -8.7 |
| Less: cash and cash equivalents | -45.1 | -79.6 | -40.4 |
| Loans payable net of cash and liquid short-term investments | 446.9 | 256.7 | 466.6 |
| Non-current lease liabilities | 364.6 | 322.1 | 364.7 |
| Current lease liabilities | 64.9 | 48.9 | 59.6 |
| Total lease liabilities | 429.5 | 371.0 | 424.3 |
| Financial debt | 932.0 | 864.2 | 940.0 |
| Less: short-term investments | -10.5 | -156.9 | -8.7 |
| Less: cash and cash equivalents | -45.1 | -79.6 | -40.4 |
| Net financial debt | 876.4 | 627.7 | 890.9 |

| €m | 31 Mar 2023 | 31 Mar 2022 | 31 Dec 2022 |
|------------------------------------|----------------|----------------|----------------|
| Other financial liabilities | | | |
| Non-current | 83.3 | 87.3 | 82.4 |
| Current | 21.9 | 5.7 | 20.5 |
| Total | 105.2 | 93.0 | 102.9 |