

# Francks Kylindustri Holding AB (publ)

Interim Report for the period January to June 2025

*Continued strong order intake and execution with improved margins in the business.*



# Key figures

## April - June 2025

- **PF Net sales** amounted to SEK 585m (504)
- **PF Adj. EBITDA** amounted to SEK 72m (57)
- **Cashflow from operating activities** amounted to SEK -41m (-61)
- **Order intake** amounted to SEK 346m (296)
- **Order backlog** amounted to SEK 795m (564)

## January - June 2025

- **PF Net sales** amounted to SEK 1 089m (932)
- **PF Adj. EBITDA** amounted to SEK 121m (89)
- **Cashflow from operating activities** amounted to SEK -4m (-21)
- **Order intake** amounted to SEK 650m (584)

Amounts in SEK thousands	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	LTM Jul 2024- 30 Jun 2025	1 Jan 2024- 31 Dec 2024
Net sales	584 661	484 201	1 088 638	891 371	1 961 857	1 764 590
PF net sales	584 661	504 298	1 088 638	931 547	1 892 970	1 816 627
EBITDA	67 735	55 024	111 417	77 032	181 972	147 587
PF Adj EBITDA	71 883	56 615	120 589	88 899	204 775	173 084
PF Adj EBITDA margin, %	12,3%	11,2%	11,1%	9,5%	10,8%	9,5%
EBITA	52 082	42 085	81 259	51 181	124 036	93 958
EBIT	48 801	40 975	74 102	49 061	111 436	86 395
Cash flow from operating activities	-40 936	-60 804	-4 000	-20 898	117 990	101 092
Net debt, interest bearing	595 145	596 927	595 145	596 927		564 435
Order intake	346 053	296 212	650 064	584 177		1 289 551
Order backlog	795 006	564 336	795 006	564 336		850 921

For definitions of key figures, see note 8.

"PF": Pro Forma adjustments of acquisitions (added) and divestments (subtracted) made as of 30 June 2025, calculated as if these acquisitions and divestments had occurred at the beginning of all the periods presented, in order to provide a like-for-like comparison between periods. Acquisitions/divestments made during the period included on a PF basis are the acquisition of NH3 Kølegruppen ApS, Florö Kjølleservice, Svedan Industri Køleanlæg A/S, Naturlig Kulde and Storm Kulde as well as the divestment of Kyl & Värmepumpservice i Halmstad AB and Lundair Freeze AB.

"Adj.": Adjustment of items affecting comparability, including M&A, green field as well as restructuring costs. Figures in parentheses in the report refer to comparison period, i.e the same period last year unless otherwise stated

# Statement by the CEO

***Continued strong order intake and execution. Orders up 17% and PF adj EBITDA reaching 12,3% in Q2.***

## **Sales and EBITDA increasing YoY, EBITDA margin at 12,3%**

Francks reported a PF net sales of SEK 585m in the quarter (SEK 504m), driven by project sales in Denmark.

Our PF Adj. EBITDA reached SEK 72m, translating to a 12,3% EBITDA margin.

This profitability boost is a result of higher volumes in the construction business, firm operational execution across all geographies, and our ongoing efforts to simplify and harmonize our business operations.

## **Market momentum continues, project order intake growing 17% YoY.**

Project order intake for Q2 reached SEK 346 million, a 17% increase year-over-year, with all our geographies recording growth. Project backlog remains strong, and now stands at SEK 795 million, up 41% from last year.

## **Operating cash flow**

Our cash flow from operating activities came in at SEK -41 (-61m), positively impacted by operating profit. High level of projects in production is affecting the working capital level negatively.

## **IK Partners to acquire Francks Kyindustri**

In August, IK Partners signed an agreement to invest in Francks Kyindustri as the majority owner, succeeding Amplio. I look forward to entering the next phase of growth as we aim to further strengthen our position as a leading Nordic specialist in industrial and commercial refrigeration. We are proud of everything we have achieved so far, having successfully completed 31 acquisitions and established eight new operations, supported by the team at Amplio. With IK's expertise and strong track record of investments both within and outside the Nordics, we are confident in our ability to achieve further growth and continue providing high-quality services and solutions to our loyal customers.



**Sören Jensen, CEO**

# Operations and financial performance

## Operations

Francks Kylindustri Holding AB (publ) ("Francks Kylindustri" or the "Group") is a wholly owned subsidiary of Francks Kylindustri Group Holding AB (Corp. reg. no 559174-4759), which is privately owned. Francks Kylindustri is a leading industrial and commercial cooling specialist in the Nordics with operations in Sweden, Norway, Denmark and Finland offering services within cooling, heating and energy-efficient installations. The company's offering covers the full lifecycle of the cooling systems and consists of two main areas:

- Contracting (c. 50 % of net sales): projects covering consultation, design, construction, installation, and automation of cooling systems, with a focus on system solutions based on natural refrigerants.
- Aftermarket services (c. 50 % of net sales): service of existing cooling systems, including maintenance work, regularly scheduled services and check-ups of equipment and replacement of worn-out parts, generating recurring revenues.

## Operations and financial performance

Francks Kylindustri was founded in the 1950s and has since established a market-leading position within industrial and commercial cooling in the Nordics through a combination of organic growth and acquisitions with 31 add-on acquisitions completed since 2019.

## Financial performance for the second quarter 2025

### Net sales

Net sales amounted to SEK 585m (484). PF net sales amounted to SEK 585m (504) with higher volumes in contracting.

### Earnings

EBITDA increased from SEK 55m to SEK 68m with higher sales and improvement in operating margins.

### Net financial expense

Net financial expense for the period amounted to an expense of SEK -18m (-22) and pertained primarily to lower interest expenses on the bond.

### Earnings before and after tax

Profit before tax amounted to SEK 31m (19) and profit for the period amounted to SEK 25m (15).

### Cash flow from operating activities

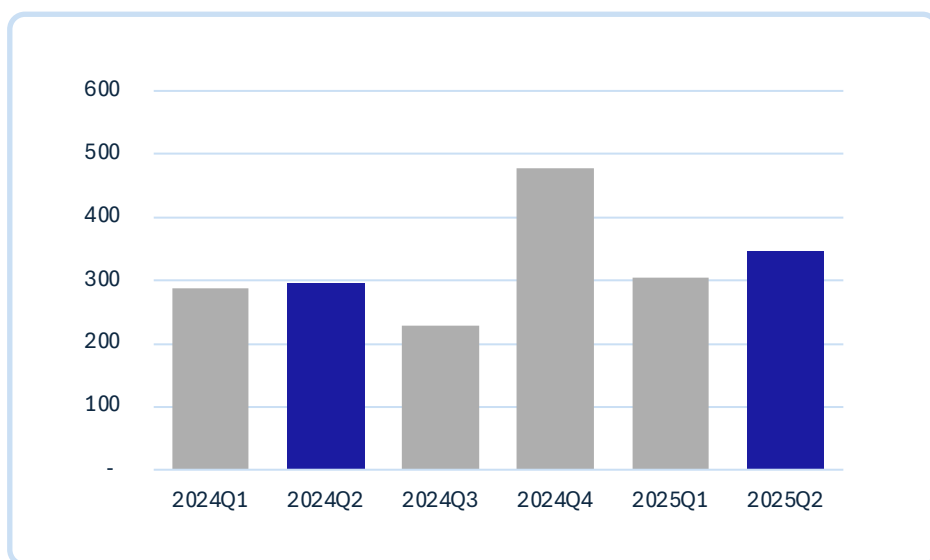
Cash flow from operating activities amounted to SEK -41m (-61) and was positively impacted by operating profit.

### Liquidity and financial position

Net debt amounted to SEK 595m (597). Cash and cash equivalents amounted to SEK 96m (100). A committed bank overdraft facility of SEK 100m is in place but was not utilized on the balance sheet date. Total assets at the end of the period amounted to SEK 1 471m (1 389), of which SEK 610m (574) pertained to intangible assets. Current assets amounted to SEK 692m (646), of which SEK 297m (337) pertained to trade receivables.

At the balance sheet date, equity amounted to SEK 323m (271).

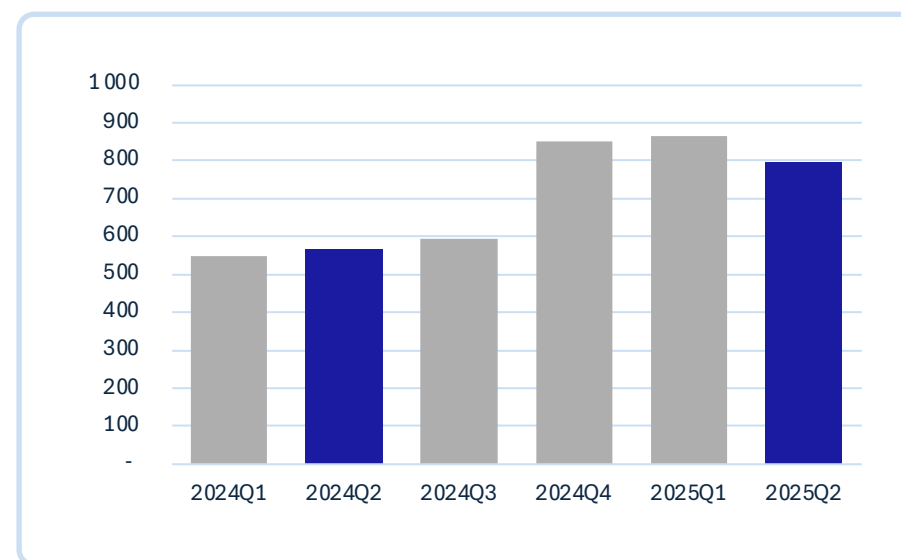
### Order intake, in Msek



#### Order intake

In the second quarter, orders received amounted to SEK 346m (296), which was an increase of 17%.

### Order backlog, in Msek



#### Order backlog

At the end of the period, the order book amounted to SEK 795m (564) which was an increase of 41%.

# Financial performance for the period (January- June) 2025

## Financial performance for the period

### Net sales

Net sales amounted to SEK 1 089m (891). PF net sales amounted to SEK 1 089m (932) with higher volumes in both service and contracting.

### Earnings

EBITDA increased from SEK 77m to SEK 111m with higher sales and improvement in operating margins.

### Net financial expense

Net financial expense for the period amounted to an expense of SEK -38m (-33) and pertained primarily to interest expenses on the bond.

### Earnings before and after tax

Profit before tax amounted to SEK 36m (16) and profit for the period amounted to SEK 25m (12).

### Cash flow from operating activities

Cash flow from operating activities amounted to SEK -4m (-21) and was positively impacted by operating profit. Income tax paid had a negative impact compared to last year.

## Employees

The Group is dependent on its ability to attract and retain highly skilled and experienced employees. At the end of the period, the Group had 635 (597) employees. The breakdown between white-collar and blue-collar workers was 225/410 (208/389).

## Related party transaction

No related party transactions with a material impact on the Group's earnings or financial position took place during the period.

## Material risks and uncertainties

Through its operations, the Group is exposed to both business and financial risks. Business risks can include potential poor performance in installation projects and service agreements impacting profitability as well as liability risks related to performance guarantees. Francks continually monitors the financial status of projects to ensure that individual project calculations are not exceeded.

Other business risks include, among others, the ability to retain and attract skilled personnel as well as environmental risks. Management of such risks is part of Francks' business process.

Financial risks include, among others, liquidity and credit risks as well as macroeconomic factors such as fluctuations in raw material prices, interest rates and currency. Francks continuously works on risk identification and assessment to minimize these risks.

## Outlook

The Group has not published any forecast for 2025.

## Significant events in the second quarter

No significant events during the quarter.

# Condensed consolidated statement of comprehensive income

Amounts in SEK thousands	Note	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	LTM Jul 2024- 30 Jun 2025	1 Jan 2024- 31 Dec 2024
Net sales	2	584 661	484 201	1 088 638	891 371	1 961 857	1 764 590
Other operating income		3 274	5 900	5 728	8 835	12 564	15 671
<b>Total</b>		<b>587 935</b>	<b>490 101</b>	<b>1 094 366</b>	<b>900 206</b>	<b>1 974 422</b>	<b>1 780 261</b>
<b>Operating expenses</b>							
Cost of Goods		-304 169	-256 986	-565 776	-470 099	-995 354	-899 677
Other external expenses		-68 205	-46 826	-114 451	-88 689	-204 284	-178 523
Personnel costs		-147 140	-129 048	-299 059	-261 512	-588 216	-550 669
Amortisation of intangible assets and depreciation of property, plant and equipment		-18 934	-14 049	-37 315	-27 971	-70 536	-61 192
Other operating expenses		-687	-2 216	-3 664	-2 874	-4 595	-3 804
<b>Operating profit</b>		<b>48 801</b>	<b>40 975</b>	<b>74 102</b>	<b>49 061</b>	<b>111 436</b>	<b>86 395</b>
Financial income		389	1 127	3 802	1 522	12 835	10 555
Financial expense		-18 630	-23 446	-42 294	-34 885	-84 934	-77 525
<b>Net financial expense</b>		<b>-18 240</b>	<b>-22 319</b>	<b>-38 492</b>	<b>-33 363</b>	<b>-72 099</b>	<b>-66 970</b>
<b>Profit before tax</b>		<b>30 561</b>	<b>18 656</b>	<b>35 610</b>	<b>15 698</b>	<b>39 337</b>	<b>19 425</b>
Income tax		-5 102	-3 628	-10 084	-3 548	-20 456	-13 921
<b>Profit for the period</b>		<b>25 459</b>	<b>15 027</b>	<b>25 526</b>	<b>12 149</b>	<b>18 881</b>	<b>5 504</b>
Other comprehensive income							
<i>Items that may be reclassified to profit or loss:</i>							
Foreign exchange differences on translation of foreign operations		2 573	3 781	-8 166	566	-14 366	-5 633
<b>Other comprehensive income for the period</b>		<b>2 573</b>	<b>3 781</b>	<b>-8 166</b>	<b>566</b>	<b>-14 366</b>	<b>-5 633</b>
<b>Total comprehensive income for the period</b>		<b>28 032</b>	<b>18 808</b>	<b>17 360</b>	<b>12 715</b>	<b>4 515</b>	<b>-130</b>
Net profit for the period attributable to:							
Shareholders of the Parent Company		25 559	15 155	25 847	12 536	18 844	5 533
Non-controlling interests		-99	-127	-321	-387	36	-30
Total comprehensive income attributable to:							
Shareholders of the Parent Company		28 128	18 920	17 734	13 090	4 579	-65
Non-controlling interests		-97	-112	-374	-375	-64	-65

# Condensed consolidated statement of financial position

## ASSETS

Amounts in SEK thousands	Note	30 Jun 2025	30 Jun 2024	31 Dec 2024
<b>Non-current assets</b>				
Goodwill		576 303	551 938	583 123
Other intangible assets		33 479	22 225	39 966
Right-of-use assets		140 875	152 216	155 371
Property, plant and equipment		19 772	14 900	16 788
Investment in associates		15	0	15
Deferred tax asset		8 533	1 645	9 070
<b>Total non-current assets</b>		<b>778 976</b>	<b>742 923</b>	<b>804 333</b>
<b>Current assets</b>				
Inventories		43 217	32 467	41 188
Trade receivables		296 760	336 898	351 868
Derivative instruments	3	57	57	0
Contract assets		163 894	98 581	77 070
Current tax assets		8 793	0	2 115
Other current receivables		8 771	20 815	14 325
Prepaid expenses and accrued income		74 764	56 663	48 807
Cash and cash equivalents		95 578	100 182	139 095
<b>Total current assets</b>		<b>691 834</b>	<b>645 663</b>	<b>674 468</b>
<b>TOTAL ASSETS</b>		<b>1 470 810</b>	<b>1 388 586</b>	<b>1 478 801</b>



## EQUITY AND LIABILITIES

Amounts in SEK thousands	Note	30 Jun 2025	30 Jun 2024	31 Dec 2024
<b>Equity</b>				
Share capital		540	540	540
Additional paid-in capital		347 896	299 916	338 531
Reserves		-33 927	-19 662	-25 814
Retained earnings (including profit/loss for the period)		7 026	-11 794	-18 821
<b>Total equity attributable to shareholders of the Parent Company</b>		<b>321 535</b>	<b>269 000</b>	<b>294 436</b>
Non-controlling interests		1 574	1 638	1 948
<b>Total equity</b>		<b>323 109</b>	<b>270 638</b>	<b>296 384</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Bonds	4	543 010	539 223	541 116
Lease liabilities		90 156	101 295	101 783
Other provisions		2 698	1 865	2 877
Other non-current liabilities		0	1 980	935
Deferred tax liability		22 508	16 070	24 342
<b>Total non-current liabilities</b>		<b>658 373</b>	<b>660 433</b>	<b>671 053</b>
<b>Current liabilities</b>				
Liabilities to credit institutions	4	0	0	0
Trade payables		196 323	138 846	133 316
Lease liabilities		50 566	45 814	51 747
Contract liabilities		90 435	85 359	126 150
Derivative instruments	3	469	693	198
Current tax liabilities		10 776	16 713	16 415
Liability to shareholders		0	17 387	9 365
Other current liabilities		52 970	62 691	82 436
Other provisions		10 792	7 461	11 507
Accrued expenses and deferred income		76 997	82 551	80 231
<b>Total current liabilities</b>		<b>489 328</b>	<b>457 515</b>	<b>511 365</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1 470 810</b>	<b>1 388 586</b>	<b>1 478 801</b>

# Condensed consolidated statement of changes in equity

Amounts in SEK thousands	Share capital	Additional paid-in capital	Reserves	Retained earnings (including profit for the period)	Total	Non-controlling interests	Total
<b>Opening balance at 1 Jan 2024</b>	<b>540</b>	<b>299 916</b>	<b>-20 216</b>	<b>-24 330</b>	<b>255 910</b>	<b>2 013</b>	<b>257 923</b>
Profit for the period				12 536	12 536	-387	12 149
Other comprehensive income			554		554	12	566
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>554</b>	<b>12 536</b>	<b>13 090</b>	<b>-375</b>	<b>12 715</b>
<b>Transactions with shareholders</b>							
Shareholder contributions					0		0
<b>Total transactions with shareholders</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Closing balance at 30 June 2024</b>	<b>540</b>	<b>299 916</b>	<b>-19 662</b>	<b>-11 794</b>	<b>269 000</b>	<b>1 638</b>	<b>270 638</b>
<b>Opening balance at 1 Jan 2025</b>	<b>540</b>	<b>338 531</b>	<b>-25 814</b>	<b>-18 821</b>	<b>294 436</b>	<b>1 948</b>	<b>296 384</b>
Profit for the period				25 847	25 847	-321	25 526
Other comprehensive income			-8 113		-8 113	-53	-8 166
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>-8 113</b>	<b>25 847</b>	<b>17 734</b>	<b>-374</b>	<b>17 360</b>
<b>Transactions with shareholders</b>							
Shareholder contributions	0	9 365	0	0	9 365	0	9 365
<b>Total transactions with shareholders</b>	<b>0</b>	<b>9 365</b>	<b>0</b>	<b>0</b>	<b>9 365</b>	<b>0</b>	<b>9 365</b>
<b>Closing balance at 30 June 2025</b>	<b>540</b>	<b>347 896</b>	<b>-33 927</b>	<b>7 026</b>	<b>321 535</b>	<b>1 574</b>	<b>323 109</b>

# Condensed consolidated statement of cash flows

Amounts in SEK thousands	Note	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	LTM Jul 2024- Jun 2025	1 Jan 2024- 31 Dec 2024
<b>Cash flow from operating activities</b>							
Operating profit		48 801	40 975	74 102	49 061	111 436	86 395
Adjustment for non-cash items		19 974	11 019	36 484	24 396	72 122	60 034
Interest received		131	729	458	1 124	4 190	4 856
Interest paid		-15 497	-23 653	-32 463	-35 335	-68 996	-71 868
Income taxes paid		-6 404	1 107	-22 746	-3 838	-42 629	-23 721
<b>Cash flow from operating activities before changes in working capital</b>		<b>47 005</b>	<b>30 177</b>	<b>55 835</b>	<b>35 408</b>	<b>76 123</b>	<b>55 696</b>
<b>Cash flow from changes in working capital</b>							
Increase/decrease in inventories		-2 402	930	-1 338	719	-7 463	-5 406
Increase/decrease in trade receivables		-45 610	-58 477	54 563	-50 651	75 319	-29 895
Increase/decrease in current receivables		-70 625	-26 343	-106 832	-44 371	-72 936	-10 475
Increase/decrease in trade payables		57 705	-11 762	65 299	21 246	54 930	10 877
Increase/decrease in current liabilities		-27 010	4 671	-71 527	16 751	-7 983	80 295
<b>Total changes in working capital</b>		<b>-87 942</b>	<b>-90 981</b>	<b>-59 835</b>	<b>-56 306</b>	<b>41 867</b>	<b>45 396</b>
<b>Cash flow from operating activities</b>		<b>-40 936</b>	<b>-60 804</b>	<b>-4 000</b>	<b>-20 898</b>	<b>117 990</b>	<b>101 092</b>
<b>Cash flow from investing activities</b>							
Acquisition of subsidiaries net of acquired cash and cash equivalents		0	-2 872	-3 750	-8 483	-57 360	-62 093
Sale of subsidiaries		0	18 468	0	18 468	0	18 468
Investments in intangible assets		0	0	0	0	0	0
Sale of intangible assets		0	0	0	55	509	564
Investments in property, plant and equipment		-3 396	-2 579	-5 069	-3 631	-8 160	-6 722
Sale of property, plant and equipment		722	1 155	1 453	1 741	3 306	3 594
Investments in non-current financial assets		0	0	0	0	0	0
Sales of non-current financial assets		0	0	0	0	0	0
<b>Cash flow from investing activities</b>		<b>-2 674</b>	<b>14 172</b>	<b>-7 366</b>	<b>8 150</b>	<b>-61 705</b>	<b>-46 189</b>

# Condensed consolidated statement of cash flows (Cont.)

Amounts in SEK thousands	Note	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	LTM Jul 2024- Jun 2025	1 Jan 2024- 31 Dec 2024
<b>Cash flow from financing activities</b>							
Repayment of lease liabilities		-15 686	-13 533	-29 135	-26 858	-58 039	-55 762
Borrowings (liabilities to credit institutions)		0	0	0	0	0	0
Repayment of borrowings (liabilities to credit institutions)		0	-409 694	0	-412 207	0	-412 207
Change in overdraft facility		0	0	0	-9 635	0	-9 635
Borrowings (bonds)		0	550 000	0	550 000	0	550 000
Share issue in cash		0	0	0	0	0	0
<b>Cash flow from financing activities</b>		<b>-15 686</b>	<b>126 773</b>	<b>-29 135</b>	<b>101 300</b>	<b>-58 039</b>	<b>72 396</b>
<b>Decrease/increase in cash and cash equivalents</b>		<b>-59 296</b>	<b>80 141</b>	<b>-40 501</b>	<b>88 552</b>	<b>-1 754</b>	<b>127 299</b>
Cash and cash equivalents at beginning of period		154 660	19 729	139 095	11 466	100 182	11 466
Foreign exchange difference in cash and cash equivalents		214	312	-3 016	164	-2 850	330
<b>Cash and cash equivalents at end of period</b>		<b>95 578</b>	<b>100 182</b>	<b>95 578</b>	<b>100 182</b>	<b>95 578</b>	<b>139 095</b>



# Notes

## Note 1: Accounting Policies

The Group's interim report has been prepared in accordance with 'IAS 34 Interim Financial Reporting'. The Group's consolidated statements have been prepared according to the same accounting policies and calculation methods as were applied in the preparation of the 2024 Annual Report.

Disclosures in accordance with IAS 34 appear in the financial statements and the accompanying notes as well as in other parts of the interim report.

## Note 2: Segment information and net sales

The Group's chief operating decision maker is the CEO, who uses EBITA to assess the performance of the operating segments.

Segment information is reported in a manner consistent with the internal reports provided to the chief operating decision maker. The chief operating decision maker is the function responsible for allocating resources and assessing the performance of the operating segments. In the Group, this function has been identified as the Chief Executive Officer (CEO), who assesses the Group's financial position and makes strategic decisions. The CEO has defined the operating segments based on the information handled by the CEO, which is used as a basis for decisions on the allocation of resources and for assessing performance. The CEO assesses the business on the basis of the four operating segments Sweden, Norway, Denmark and Finland. Finland was established in 2024 and did not generate any revenue in 2024.

The revenue from external parties reported to the CEO is measured in the same way as in the consolidated statement of comprehensive income. The Group's main revenue streams are sales from construction contracts and service. All revenue is recognised over time.

## Note 2: Segment information and net sales (Cont.)

### 1 Apr 2024-30 Jun 2024

	Sweden	Norway	Denmark	Finland	Total
Revenue by segment	343 156	120 287	29 178	0	492 622
Of which revenue from other segments	-1 634	0	-6 786	0	-8 420
<b>Revenue from external customers</b>	<b>341 522</b>	<b>120 287</b>	<b>22 392</b>	<b>0</b>	<b>484 202</b>
Depreciation of property, plant and equipment	-8 363	-3 725	-851	0	-12 939
<b>EBITA</b>	<b>34 773</b>	<b>9 298</b>	<b>-1 984</b>	<b>0</b>	<b>42 087</b>
EBITA margin, %	10%	8%	neg		9%

### 1 Apr 2025-30 Jun 2025

	Sweden	Norway	Denmark	Finland	Total
Revenue by segment	325 018	117 613	133 279	8 802	584 712
Of which revenue from other segments	-53	0	0	0	-53
<b>Revenue from external customers</b>	<b>324 965</b>	<b>117 613</b>	<b>133 279</b>	<b>8 802</b>	<b>584 660</b>
Depreciation of property, plant and equipment	-10 490	-3 463	-1 286	-413	-15 653
<b>EBITA</b>	<b>36 397</b>	<b>12 443</b>	<b>5 672</b>	<b>-2 430</b>	<b>52 082</b>
EBITA margin, %	11%	11%	4%	neg	9%

### 1 Jan 2024-30 Jun 2024

	Sweden	Norway	Denmark	Finland	Total
Revenue by segment	645 603	220 852	38 670	0	905 126
Of which revenue from other segments	-3 268	0	-10 487	0	-13 755
<b>Revenue from external customers</b>	<b>642 335</b>	<b>220 852</b>	<b>28 183</b>	<b>0</b>	<b>891 371</b>
Depreciation of property, plant and equipment	-16 734	-7 441	-1 676	0	-25 851
<b>EBITA</b>	<b>46 429</b>	<b>9 905</b>	<b>-5 153</b>	<b>0</b>	<b>51 181</b>
EBITA margin, %	7%	4%	neg		6%

## Note 2: Segment information and net sales (Cont.)

### 1 Jan 2025-30 Jun 2025

	Sweden	Norway	Denmark	Finland	Total
Revenue by segment	619 230	259 046	200 128	13 192	1 091 596
Of which revenue from other segments	-2 959	0	0	0	-2 959
<b>Revenue from external customers</b>	<b>616 271</b>	<b>259 046</b>	<b>200 128</b>	<b>13 192</b>	<b>1 088 638</b>
Depreciation of property, plant and equipment	-19 732	-7 264	-2 522	-639	-30 158
<b>EBITA</b>	<b>54 727</b>	<b>23 313</b>	<b>8 005</b>	<b>-4 786</b>	<b>81 259</b>
EBITA margin, %	9%	9%	4%	neg	7%

### 1 Jan 2024-31 Dec 2024

	Sweden	Norway	Denmark	Finland	Total
Revenue by segment	1 195 728	470 534	115 580	0	1 781 842
Of which revenue from other segments	-6 534	0	-10 718	0	-17 252
<b>Revenue from external customers</b>	<b>1 189 194</b>	<b>470 534</b>	<b>104 862</b>	<b>0</b>	<b>1 764 590</b>
Depreciation of property, plant and equipment	-35 467	-14 864	-3 298	0	-53 629
<b>EBITA</b>	<b>71 723</b>	<b>29 953</b>	<b>-5 873</b>	<b>-1 844</b>	<b>93 959</b>
EBITA margin, %	6%	6%	neg	neg	5%

The CEO uses EBITA as the measure for assessing the performance of the operating segments. Interest income and interest expense are not allocated to the segments, as this type of activity is driven by the central treasury function, which manages the Group's liquidity.

## Note 2: Segment information and net sales (Cont.)

A reconciliation between EBITA and profit before tax is provided below:

	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	1 Jan 2024- 31 Dec 2024
<b>EBITA</b>	<b>52 082</b>	<b>42 087</b>	<b>81 259</b>	<b>51 181</b>	<b>93 959</b>
Amortisation of intangible assets	-3 281	-1 110	-7 157	-2 120	-7 563
Net financial expense	-18 240	-22 319	-38 492	-33 363	-66 970
<b>Profit before tax</b>	<b>30 561</b>	<b>18 657</b>	<b>35 611</b>	<b>15 698</b>	<b>19 425</b>

The following is a breakdown of revenue by significant category of revenue

<b>1 Apr 2024-30 Jun 2024</b>	<b>Sweden</b>	<b>Norway</b>	<b>Denmark</b>	<b>Finland</b>	<b>Total</b>
Construction	176 577	60 343	17 678	0	254 598
Service	164 945	59 944	4 714	0	229 604
<b>Revenue from external customers</b>	<b>341 522</b>	<b>120 287</b>	<b>22 392</b>	<b>0</b>	<b>484 202</b>

<b>1 Apr 2025-30 Jun 2025</b>	<b>Sweden</b>	<b>Norway</b>	<b>Denmark</b>	<b>Finland</b>	<b>Total</b>
Construction	168 800	62 286	117 401	6 839	355 326
Service	156 165	55 327	15 878	1 963	229 334
<b>Revenue from external customers</b>	<b>324 965</b>	<b>117 613</b>	<b>133 279</b>	<b>8 802</b>	<b>584 660</b>

<b>1 Jan 2024-30 Jun 2024</b>	<b>Sweden</b>	<b>Norway</b>	<b>Denmark</b>	<b>Finland</b>	<b>Total</b>
Construction	350 266	108 815	21 442	0	480 523
Service	292 069	112 037	6 741	0	410 848
<b>Revenue from external customers</b>	<b>642 335</b>	<b>220 852</b>	<b>28 183</b>	<b>0</b>	<b>891 371</b>



## Note 2: Segment information and net sales (Cont.)

1 Jan 2025-30 Jun 2025	Sweden	Norway	Denmark	Finland	Total
Construction	332 572	144 925	169 122	8 134	654 753
Service	283 699	114 121	31 006	5 058	433 885
<b>Revenue from external customers</b>	<b>616 271</b>	<b>259 046</b>	<b>200 128</b>	<b>13 192</b>	<b>1 088 638</b>

1 Jan 2024-31 Dec 2024	Sweden	Norway	Denmark	Finland	Total
Construction	623 970	229 762	76 067	0	929 799
Service	565 224	240 772	28 795	0	834 791
<b>Revenue from external customers</b>	<b>1 189 194</b>	<b>470 534</b>	<b>104 862</b>	<b>0</b>	<b>1 764 590</b>

### Note 3: Financial instruments

#### Calculation of and information on fair value

The table below shows financial instruments at fair value based on the classification in the fair value hierarchy. The levels are defined as follows:

**a. Level 1 financial instruments**

Quoted prices (unadjusted) in active markets for identical assets or liabilities.

**b. Level 2 financial instruments**

Inputs other than quoted market prices included in Level 1 that are observable for the asset or liability, either directly in the form of quoted prices or indirectly, i.e. derived from quoted prices.

**c. Level 3 financial instruments**

Where one or more significant inputs are not based on observable market information.

The following table shows the Group's financial assets and liabilities at fair value through profit or loss:

	Level	30 Jun 2025	30 Jun 2024	31 Dec 2024
<b>Financial assets</b>				
Derivative instruments, forward exchange contracts	2	57	57	0
<b>Total</b>		<b>57</b>	<b>57</b>	<b>0</b>
<b>Financial liabilities</b>				
Derivative instruments, forward exchange contracts	2	469	693	198
<b>Total</b>		<b>469</b>	<b>693</b>	<b>198</b>

### Note 3: Financial instruments (Cont.)

Specific measurement techniques used to value financial instruments include:

The fair value of forward exchange contracts is calculated as the present value of estimated future cash flows based on forward exchange rates at the balance sheet date.

For all loans, the carrying amount is considered to approximate the fair value as the interest rate on these borrowings is variable and the credit risk on the loans has not changed materially since the loans were taken out. The carrying amounts and fair values are presented below. The bond were listed in April 2025 and have a quoted market price.

	Carrying amount			Fair value		
	30 Jun 2025	30 Jun 2024	31 Dec 2024	30 Jun 2025	30 Jun 2024	31 Dec 2024
Liabilities to credit institutions	0	0	0	0	0	0
Bonds	543 010	539 223	541 116	550 000	550 000	550 000
<b>Total</b>	<b>543 010</b>	<b>539 223</b>	<b>541 116</b>	<b>550 000</b>	<b>550 000</b>	<b>550 000</b>

The difference between the fair value and the carrying amount consists of transaction costs that are netted against the loan.

## Note 4: Borrowings

<b>Secured long-term borrowings</b>	<b>30 Jun 2025</b>	<b>30 Jun 2024</b>	<b>31 Dec 2024</b>
Bonds	543 010	539 223	541 116
Liabilities to credit institutions (bank loans)	0	0	0
<b>Total</b>	<b>543 010</b>	<b>539 223</b>	<b>541 116</b>

<b>Secured short-term borrowings</b>	<b>30 Jun 2025</b>	<b>30 Jun 2024</b>	<b>31 Dec 2024</b>
Liabilities to credit institutions (bank loans)	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>Borrowings by currency</b>	<b>30 Jun 2025</b>	<b>30 Jun 2024</b>	<b>31 Dec 2024</b>
Borrowings (SEK)	543 010	539 223	541 116
Borrowings (NOK)	0	0	0
<b>Total</b>	<b>543 010</b>	<b>539 223</b>	<b>541 116</b>



## Note 5: Business combinations

### Business combinations during January - June 2025

Revenue and earnings are not presented for business combinations that are asset acquisitions, or where the acquired company was merged in the same year in which it was acquired, as it is impracticable to obtain the information.

#### NR kyl AB

On 4 February 2025, the operations of NR kyl AB, a company operating in the refrigeration industry, were acquired through an assets acquisition by Francks Kylindustri i Göteborg. Identified premiums are linked to customer relationships and trademarks.

The table below summarises the consideration paid for NR kyl AB and the fair values of assets acquired and liabilities assumed recognised at the acquisition date.

#### Consideration

Cash and cash equivalents	3 750
Deferred consideration	1 760
<b>Total consideration paid</b>	<b>5 510</b>

#### Fair values of identifiable assets acquired and liabilities assumed

Cash and cash equivalents	0
Intangible assets (trademarks and customer relationships)	2 132
Property, plant and equipment (excl. right-of-use assets)	1 225
Trade and other receivables	1 443
Deferred tax liabilities	-439
Trade and other payables (excl. lease liabilities)	-1 422
<b>Total</b>	<b>2 939</b>
Goodwill	2 571
<b>Acquired net assets</b>	<b>5 510</b>

#### Goodwill

Goodwill is mainly attributable to future earnings capacity through competitive advantages, technical expertise and synergies. No portion of the recognised goodwill is expected to be tax-deductible.

## Note 5: Business combinations (Cont.)

### Acquisition-related costs

Acquisition-related costs of kSEK 111 are included in Other external expenses in the consolidated statement of comprehensive income and in operating activities in the statement of cash flows.

#### Consideration - cash outflow

Cash flow for acquisition of subsidiaries, net of acquired cash and cash equivalents:

Cash consideration	3 750
Less: Acquired cash and cash equivalents	0
<b>Net outflow of cash and cash equivalents - investing activities</b>	<b>3 750</b>

No acquisitions were made during the second quarter.

## Note 6: Related party transactions

No significant transactions with related parties took place during the period.

## Note 7: Events after the end of the period

In August IK Partners through the IK X Fund signed an agreement to invest in Francks Kyindustri. IK Partner will succeed Segulah V advised by Amplio Private Equity AB as the majority shareholder. Financial terms of the transaction are not disclosed.

## Note 8: Reconciliation of alternative performance measures (APM)

In addition to financial performance measures prepared in accordance with IFRS, Francks Kyindustri presents non-IFRS financial performance measures. These alternative performance measures are considered to be important performance indicators for investors and other users of the interim report. These alternative performance measures are deemed to provide useful supplemental information since they enable the evaluation of trends and the Groups performance. Alternative performance measures can be defined in different ways by other companies and, therefore, may not be comparable with similar measures used by other companies.

Consolidated Amounts in SEK thousands	1 Apr 2025- 30 Jun 2025	1 Apr 2024- 30 Jun 2024	1 Jan 2025- 30 Jun 2025	1 Jan 2024- 30 Jun 2024	LTM Jul 2024- 30 Jun 2025	1 Jan 2024- 31 Dec 2024
<b>PF net sales</b>						
Net sales	584 661	484 201	1 088 638	891 371	1 961 857	1 764 590
PF Adj.	0	20 097	0	40 176	11 861	52 037
<b>PF net sales</b>	<b>584 661</b>	<b>504 298</b>	<b>1 088 638</b>	<b>931 547</b>	<b>1 892 970</b>	<b>1 816 627</b>
<b>EBITDA</b>						
Operating profit (EBIT)	48 801	40 975	74 102	49 061	111 436	86 395
Amortisation and depreciation	18 934	14 049	37 315	27 971	70 536	61 192
<b>EBITDA</b>	<b>67 735</b>	<b>55 024</b>	<b>111 417</b>	<b>77 032</b>	<b>181 972</b>	<b>147 587</b>
<b>PF EBITDA</b>						
Operating profit (EBIT)	48 801	40 975	74 102	49 061	111 436	86 395
Amortisation and depreciation	18 934	14 049	37 315	27 971	70 536	61 192
PF Adjustments	0	-420	-567	8 033	2 467	11 067
<b>PF EBITDA</b>	<b>67 735</b>	<b>54 604</b>	<b>110 850</b>	<b>85 065</b>	<b>184 439</b>	<b>158 654</b>
<b>Items affecting comparability</b>						
M&A and Green field related costs	3 590	572	8 661	1 887	17 246	10 472
Restructuring costs	0	903	0	1 363	918	2 281
Other items affecting comparability	557	536	1 078	584	2 171	1 677
<b>Items affecting comparability</b>	<b>4 147</b>	<b>2 011</b>	<b>9 739</b>	<b>3 834</b>	<b>20 335</b>	<b>14 430</b>
<b>PF Adj. EBITDA</b>						
PF EBITDA	67 735	54 604	110 850	85 065	184 439	158 654
Items affecting comparability	4 147	2 011	9 739	3 834	20 335	14 430
<b>PF Adj. EBITDA</b>	<b>71 883</b>	<b>56 615</b>	<b>120 589</b>	<b>88 899</b>	<b>204 775</b>	<b>173 084</b>
<b>PF Adj. EBITDA margin, %</b>						
PF Adj. EBITDA	71 883	56 615	120 589	88 899	204 775	173 084
PF net sales	584 661	504 298	1 088 638	931 547	1 892 970	1 816 627
<b>PF Adj. EBITDA margin, %</b>	<b>12,3%</b>	<b>11,2%</b>	<b>11,1%</b>	<b>9,5%</b>	<b>10,8%</b>	<b>9,5%</b>
<b>EBITA</b>						
Operating profit (EBIT)	48 801	40 975	74 102	49 061	111 436	86 395
Amortisation of intangible assets	3 281	1 110	7 157	2 120	12 600	7 563
<b>EBITA</b>	<b>52 082</b>	<b>42 085</b>	<b>81 259</b>	<b>51 181</b>	<b>124 036</b>	<b>93 958</b>
<b>Net debt, interest bearing</b>						
Interest bearing liabilities	550 000	550 000				550 000
Lease liabilities	140 723	147 109				153 530
Cash & cash equivalents	-95 578	-100 182				-139 095
<b>Net debt, interest bearing</b>	<b>595 145</b>	<b>596 927</b>				<b>564 435</b>

## Note 8: Reconciliation of alternative performance measures (APM), (Cont.)

KPI	Definition	Purpose
PF net sales	"PF": Pro forma adjustments of acquisitions (added) and disposals (deducted) to net sales during the period. Calculated as if these acquisitions and disposals had occurred at the beginning of all periods presented	Enables consistent year-over-year comparisons by neutralizing the impact of structural changes
EBITA	Earnings before interest and taxes, representing the company's profit from operations excluding financial and tax-related effects	Measures the underlying profitability of core business operations before the impact of financial leverage and taxation
EBITDA	Earnings Before Interest, Taxes, Depreciation and Amortization	Mainly reflects cash-generating results from operations, offering a proxy for operating cash flow
Items affecting comparability	Adjustment of items affecting comparability, including M&A, green field and restructuring costs	Used to provide an equivalent comparison between periods by eliminating irregular or non-recurring items
PF EBITDA	Pro forma operating profit before depreciation and amortization	Used to provide an equivalent comparison between periods by removing the effects of acquisitions, divestments, and structural changes
PF Adj. EBITDA	Pro forma adjusted operating profit before depreciation and amortization with adjustment for items affecting comparability	Used to provide an equivalent comparison between periods
PF Adj. EBITDA margin, %	PF Adj. EBITDA as % of pro forma adjusted net sales	Used to evaluate a company's profitability in relation to its sales
Net debt, interest bearing	Interest-bearing liabilities (including lease liabilities) less cash and cash equivalents	Measures the total amount of debt that incurs interest, minus any cash or cash equivalents



## Certification

The Board of Directors and the CEO assure that the interim report provides a fair overview of the Groups operations, positions and results and describes significant risks and uncertainties that are facing the companies of the Group.

Norrköping, August 29, 2025

Francks Kylindustri Holding AB (publ)

Sören Jensen  
**CEO**

Tomas Johansson  
**Chairman of the Board**

Håkan Bergqvist  
**Member of the Board**

Marcus Planting-Bergloo  
**Member of the Board**

Jacob Andersson  
**Member of the Board**

*This report has not been subject to special review by the Group's auditors.*

## Financial calendar 2025

Interim report January-September 28 November 2025

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**Francks Kylindustri** is the leading industrial and commercial refrigeration specialist in the Nordic region, with operations in Sweden, Norway, Denmark and Finland. In 2024, Francks Kylindustri had a turnover of approximately 1.8 billion SEK and employed 600+ people.

