

QUANT™

Smart services for a sustainable world



INTERIM REPORT Q2
APRIL – JUNE 2023

INTERIM OVERVIEW

All numbers, unless expressly stated, refer to Continuing operations*

April - June

- Net sales for the quarter improved to EUR 50.1 (43.6) million. Organically, net sales increased by 15.6%
- During the quarter the contract portfolio value decreased by net EUR 29.1 million. No contracts were won, seven contracts were renewed, and three contracts were lost. Portfolio run rate annualized net sales at the end of the quarter was EUR 184.8 million, compared to EUR 188.8 million prior year, and EUR 213.9 million at the end of the first quarter of 2023
- Operating profit for the quarter amounted to EUR -1.6 million, compared to EUR -0.2 million prior year
- Adjusted EBITDA amounted to EUR 1.9 million compared to EUR 0.8 million prior year, excluding the effect of implementation of IFRS 16 Leases. In constant currencies, Adjusted EBITDA for the quarter was EUR 1.7 (0.8) million. Adjusted EBITDA with IFRS 16 implementation was EUR 2.2 (1.4) million
- Cash flow from operating activities amounted to EUR -2.6 (-0.5) million, of which change in working capital amounted to EUR 0.6 (-0.2) million
- Net loss for the continuing business amounted to EUR -4.2 million compared to EUR -5.8 million prior year
- The Adjusted EBITDA for discontinued operations was EUR -0.1 (-0.1) million and the net profit was EUR -0.1 (-0.1) million, which is not included in the reported numbers above
- Group net income for the quarter, including discontinued operations, was EUR -4.2 (-5.9) million

January - June

- Net sales for the period improved to EUR 108.9 (84.4) million. Organically, net sales increased by 27.8%
- Operating profit amounted to EUR 1.0 million, compared to EUR 1.2 million prior year

- Adjusted EBITDA amounted to EUR 5.7 million compared to EUR 3.2 million prior year, excluding the effect of implementation of IFRS 16 Leases. In constant currencies, Adjusted EBITDA for the period was EUR 5.4 (3.3) million. Adjusted EBITDA with IFRS 16 implementation was EUR 6.3 (4.4) million
- Cash flow from operating activities amounted to EUR 0.9 (2.3) million, of which change in working capital amounted to EUR 2.6 (3.0) million
- Net loss for the continuing business amounted to EUR -3.6 million compared to a loss of EUR -5.0 million prior year
- The Adjusted EBITDA for Discontinued operations was EUR -0.2 (-0.2) million and the net loss was EUR -0.2 (-0.2) million, which is not included in the reported numbers above
- Group net loss for the period, including discontinued operations, was EUR -3.8 (-5.2) million

Significant events during the quarter

On 28 April it was announced that Alcoa Mosjøen, a customer in region Europe & Middle East, will insource its maintenance operations after the completion of the contract period. Quant will continue to manage the maintenance on the site until 30 November 2023 to ensure the completion of the current contract and smooth handover of the maintenance operation. Quant reduced its contract portfolio value by approximately EUR 8.7 million in the second quarter of 2023.

On 29 May it was announced that Quant Service Peru S.A.C (“Quant”) and Pesquera Exalmar S.A.A. (“Exalmar”) have mutually agreed to end the maintenance service contract as of 31 May 2023 due to extreme weather conditions affecting the entire fishing industry. Quant reduced its contract portfolio value by approximately EUR 10.9 million in the second quarter of 2023.

KEUR	Q2		Jan-Jun		LTM	Jan-Dec
	2023	2022	2023	2022	Jun 2023	2022
Net sales	50,061	43,561	108,858	84,414	203,818	179,374
Operating profit (loss)	-1,604	-232	1,045	1,187	-9,823	-9,681
Adjusted EBITDA	1,895	780	5,680	3,233	7,119	4,672
<i>Adjusted EBITDA, %</i>	<i>3.8%</i>	<i>1.8%</i>	<i>5.2%</i>	<i>3.8%</i>	<i>3.5%</i>	<i>2.6%</i>
Adjusted EBITDA IFRS 16	2,209	1,364	6,330	4,389	8,629	6,688
<i>Adjusted EBITDA IFRS 16, %</i>	<i>4.4%</i>	<i>3.1%</i>	<i>5.8%</i>	<i>5.2%</i>	<i>4.2%</i>	<i>3.7%</i>
Cash flow from operating activities	-2,630	-476	875	2,287	6,285	7,698
Net debt	73,667	128,334	73,667	128,334	73,667	71,938
Net debt / Adjusted EBITDA, times	-	-	10	15	10.3	15.4
Net debt / Adjusted EBITDA IFRS 16, times	-	-	9	11	8.7	11.1
Discontinued operations						
Operating profit (loss)	-86	-56	-159	-248	549	461
Adjusted EBITDA	-86	-56	-159	-248	549	461
Adjusted EBITDA IFRS 16	-86	-56	-159	-248	549	461

A detailed presentation of the alternative performance measures Adjusted EBITDA, Net Debt and Net Debt /Adjusted EBITDA, together with other measures, is found on page 15.

*In January 2021 Quant took the decision to discontinue operations in China and from January 1, 2021 operations in China are reported as Discontinued operations, and are reported separately in the income statement, balance sheet and cash flow. Historical comparison periods for the income statement and the cash flow statement have been adjusted accordingly.

CEO COMMENTS

TOMAS RÖNN
CEO
QUANT AB (PUBL)



At Quant We Keep Machines Working. Through our work in industrial maintenance we partner in a broad range of industries throughout the countries we operate in. In the current economic climate, we see customers whose order books are at all-time highs, and customers with more challenging outlooks. Increased cost caused by inflation and higher interest rates have impacted both Quant and our customers. This market environment therefore continues to emphasize the importance of focusing on cost control and operational efficiency in our operations and for our clients.

For the first six months of the year revenue increased by 28% compared to the same period last year. We performed well in our contracts, delivering results to both our customers and Quant. However, during the quarter Quant had three contract terminations with a total portfolio value impact of EUR 25.4 million. For a Norwegian contract ending in November 2023 discussions on the handover to in-house maintenance are ongoing. Also ongoing in relation to this contract are discussions of continuing a smaller portion of services targeted both to the contract and to external customers. If this offering is discontinued, it will decrease the portfolio value by EUR 4.5 million. The termination of the Chilean contract unfortunately led to a dispute which is currently in arbitration. The unlawfully terminated contract was demobilized during June and the cost relating to this extraordinary event has been reported as a non-recurring item. Quant presently has a shutdown contract for the same site with the same customer which is currently under discussion. If the shutdown contract is discontinued, it will decrease the portfolio value by EUR 4.2 million. In May the maintenance agreement with Exalmar in Peru was terminated as the extreme weather conditions of the El Niño weather phenomena caused the availability of fish for the fishing industry to become very limited.

During the second quarter of 2023 Adjusted EBITDA came in at EUR 1.9 million compared to EUR 0.8 million in 2022. In region Europe & Middle East revenue decreased as a result of contracts lost last year. However, good contract management meant that

profitability for the region was in line with last year for the quarter and improved for the first half year of 2023. Region Americas revenue increased compared to last year due to large new contracts mobilized during the second half of 2022. Profitability, after adjusting for the demobilization of the disputed contract termination in Chile, increased because of the new contracts and good contract management in existing contracts. Region Finland & Baltics increased revenue because of contract price inflation clauses and contract upselling. Profitability was lower compared to last year due to initial investments for a service center setup in Finland leading to an increase in overhead costs.

During the quarter the contract portfolio decreased by EUR 29.1 million. No contract was won, seven contracts were renewed, and three contracts were lost. Change in running contracts decreased. The portfolio value at the end of the quarter amounted to EUR 184.8 million.

As part of our normal process, we have a strategy review during the autumn every year. This work has now been initiated. During this process we review how we are tracking against our targets and determine if there is a need for some fine-tuning of our initiatives, considering variables such as global developments and business success.

Although we have experienced some unexpected developments in our contract portfolio this year, we are convinced that we are on the right path and have the right strategy and we will continue to execute our main initiatives.

I would like to thank my colleagues for the great work they do every day.

Tomas Rönn
CEO

SECOND QUARTER OF 2023

Net sales and profit

Net sales during the quarter increased to EUR 50.1 million from EUR 43.6 million prior year. The increase was mainly due to new contracts in region Americas and Europe & Middle East, higher upsell in existing contracts, but also annual contract price inflation clauses which went into effect early during the year in region Finland & Baltics. This was partially offset by lost contracts. Organically, i.e. adjusted for acquisitions, non-recurring adjustments and currency, net sales increased by 15.6% compared to the same quarter last year.

For the first six months net sales amounted to EUR 108.9 million, compared to EUR 84.4 million prior year mainly due to new contracts, more projects and upselling in existing contracts. This was partially offset by contracts lost prior year. Organically, net sales increased with 27.8%.

Gross profit for the quarter amounted to EUR 4.3 million, down from EUR 4.7 million prior year, mainly due to costs in connection with early termination of one contract in Chile. This was partially offset by new contracts in the same region. Gross profit was also positively impacted by currency fluctuations on revaluations of internal receivables and payables in the amount of EUR 0.3 (-0.3) million. Gross profit includes cost amounting to EUR 2.4 million reclassified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information.

For the first six months gross profit was EUR 12.1 million, an increase from EUR 10.9 million last year. This was mainly due to new contracts in region Americas and Europe & Middle East, upsell with improved profitability in existing contracts and annual contract price inflation clauses. This was partially offset by lost contracts in region Americas and Europe & Middle East. Gross profit was also positively impacted from changes in currency fluctuations which were EUR 0.4 million compared to EUR 0.9 million last year. Gross profit includes cost amounting to EUR 2.4 million reclassified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information.

Operating profit for the quarter was EUR -1.6 million, compared to EUR -0.2 million last year. This was driven by lower gross profit and higher general and administrative expenses.

Operating profit for the first six months amounted to EUR 1.0 (1.2) million as gross profit was higher offset by higher general and administrative expenses.

Quarterly adjusted EBITDA, excluding the impact from IFRS 16, was EUR 1.9 million from EUR 0.8 million prior year mainly due to higher gross profit, partially offset by higher general and administrative expenses. There was a positive impact from currency fluctuations on revaluation of internal receivables/payables of EUR 0.3 (-0.3) million. In constant currency the adjusted EBITDA was EUR 1.7 (0.8) million. Quarterly adjusted EBITDA with IFRS 16 was EUR 2.2 (1.4) million.

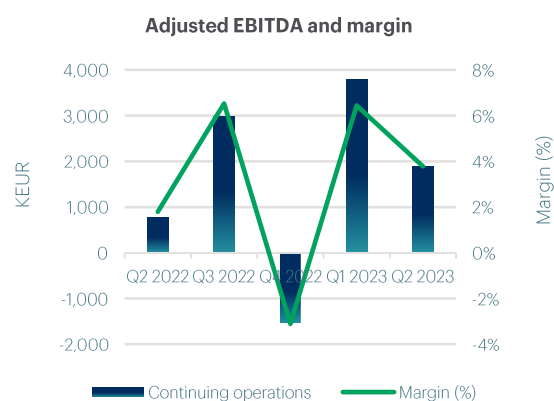
For the first six months adjusted EBITDA, excluding the impact from IFRS 16, was EUR 5.7 million, compared to EUR 3.2 million prior year mainly due to higher gross profit offset by higher general and administrative expenses. In constant currency the adjusted EBITDA was EUR 5.4 (3.3) million. Adjusted EBITDA with IFRS 16 was EUR 6.3 (4.4) million.

Net financial items for the quarter were EUR -2.6 million compared to EUR -5.3 million last year. The impact on revaluations of internal loans to subsidiaries due to exchange rate fluctuations was EUR -0.1 for the quarter, compared to EUR -1.6 previous year. A nearly EUR 1 million reduction in interest expense on loans, EUR 2.3 million in the second quarter of this year compared to 3.2 million previous year, is due to the reduction of debt as a result of the ownership change last year.

For the first six months net financial items amounted to EUR -4.6 (-5.6) million.

Net loss in the quarter amounted to EUR -4.2 million compared to EUR -5.8 million prior year. The improvement was due to a EUR 2.5 million improved net financial items mainly driven by lower interest expense, offset by a EUR 1.3 million decrease in operating profit. Net loss for the first six months was EUR -3.6 million from EUR -5.0 million prior primarily due to reduced interest and tax expenses.

The Adjusted EBITDA for discontinued operations was EUR -0.1 (-0.1) million in the quarter and for the first six months the Adjusted EBITDA was EUR -0.2 (-0.2) million. For discontinued operations, the net profit in the quarter was EUR -0.1 (-0.1) million and the net loss for the first six months was EUR -0.2 (-0.2) million.



Cash flow

Cash flow from operating activities for the quarter amounted to EUR -2.6 (-0.5) million. Change in working capital was EUR 0.6 (-0.2) million for the quarter. Cash flow from operating activities for the first six months amounted to EUR 0.9 (2.3) million. Change in net working capital was EUR 2.6 (3.0) million for the period mostly due to an increase in operational liabilities.

For the total Group, including both continuing and discontinued operations, cash flow for the quarter was EUR -3.6 (1.8) million. On 30 June 2023 the loan amount drawn on the revolving working capital facility amounted to EUR 0.0 (0.0) million.

For the total Group, including both continuing and discontinued operations, cash flow for the first six months was EUR -1.3 (4.0) million.

Contract portfolio

During the quarter, Quant had 74 sites in operation worldwide. A standard contract has a duration of three to five years, usually with extension possibilities after the initial period. In outsourced maintenance, changes to the contract portfolio are a natural part of doing business, as contracts are won and lost. New contract wins

and losses of existing contracts do not coincide in the short term, whereby it is necessary to consider the long-term trend. Contracts with annualized net sales of EUR 29.4 (40.1) million are scheduled for renewal during the next twelve months.

During the second quarter no contracts were won, seven contracts were renewed, three contracts were lost with annualized net sales of EUR -25.4 million. The combined effect of these changes, including scope changes in existing contracts and exchange rate effects totalling EUR -3.8 million, amount to a decrease in the contract portfolio annualized net sales of EUR -29.1 million to end of quarter annualized run rate of EUR 184.8 million, compared to EUR 213.9 million at the end of the first quarter of 2023.

During the first six months one contract was won with annualized net sales of EUR 3.2 million, ten contracts were renewed with a reduced scope corresponding to an annualized net sale of EUR -0.6 million. Three contracts were lost with annualized net sales of EUR -25.4 million. The combined effect of these changes, including scope changes in existing contracts and exchange rate effects totalling EUR -2.1 million, amount to a decrease in the contract portfolio annualized net sales of EUR -24.9 million to end of quarter annualized run rate of EUR 184.8 million, compared to EUR 209.7 million at the end of the fourth quarter of 2022.

Financial position

Interest-bearing liabilities after deduction of financing costs, and excluding lease liabilities, amounted to EUR 86.7 (142.1) million. Net debt excluding the impact of IFRS 16 implementation amounted to EUR 73.7 (128.3) million, whereas Net debt with IFRS 16 effects included (Net Debt IFRS 16) amounted to EUR 75.2 (130.8) million (see separate table for calculation of Net debt and other Alternative Performance Measures).

The substantial decrease in interest-bearing liabilities is due to the ownership change in 2022. In December 2022 the final step of the majority owner change and refinancing was finalized as the former holding company was merged into Quant AB (publ). The merger completed all obligations under the transaction, for instance that junior bonds and shareholder loans totaling EUR 59 million were extinguished which meant an implicit contribution of liabilities in Quant AB recorded in equity.

The maturity date for the super senior working capital facility was incorrectly stated as 16 September 2024 in the agreement, and by consequence in the Annual Report 2022 Note 28 *Interest-bearing liabilities*. The maturity date has been rectified to 16 November 2024.

Items affecting comparability

Items affecting comparability includes events and transactions with significant effects, which are affecting the possibility to accurately compare income for the current period with previous periods, including restructuring initiatives, costs related to M&A significant impairment, and other major non-recurring income or costs. Items affecting comparability are recorded as non-recurring items, which amounted to EUR 2.4 (-0.0) million for the Group in the quarter.

In early May a customer in Chile terminated a contract with immediate effect. The act of terminating the contract and the cause of the termination have been questioned by Quant and its legal counsel, who considers it as an unlawful termination. Quant and the former customer have entered into litigation which is currently in arbitration. The inability to conduct the demobilization of the site caused additional challenges and cost for Quant. The cost for this extraordinary event – consisting of severance payments, union cost, personnel cost for demobilizing the site, and other demobilization costs – has been recorded as non-recurring cost and amount EUR 2.4 million.

Outstanding operational receivables and accrued income amounting to EUR 1.0 million for services delivered during the contract period are expected to be recovered and therefore have not been impaired.

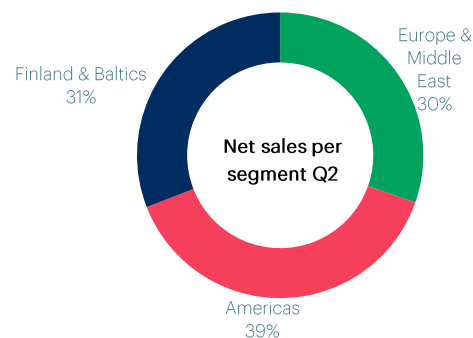
Parent company and ownership

Quant AB offers headquarter functions for the group and includes group management as well as group-wide functions. Cash and cash equivalents at 30 June 2023 amounted to EUR 0.6 (7.0) million. Quant AB is owned by Quibot Topco AB. The ultimate beneficial owners of Quibot Topco AB are Permira Credit Solutions II Master Sub S.A.

SEGMENTS

Quant’s customer contracts consist of providing maintenance outsourcing services, and as such net sales is recognized over time as the services are performed.

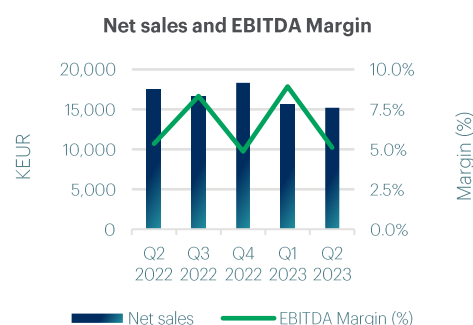
Quant is organized in a geographic setup, which is reflected in the reporting of financials in geographic segments. The reporting segment Other refers primarily to costs for headquarters functions that have not been operationally allocated to the geographic segments and eliminations. Assets held for sale and discontinued are reported separately as Discontinued operations.



Europe & Middle East

Net sales in the quarter amounted to EUR 15.2 million, compared to EUR 17.4 million prior year. The decrease was due to lost contracts from 2022, which was partially offset new contracts. For the first six months net sales amounted to EUR 30.9 million, compared to EUR 34.1 million prior year, due to lost contracts from 2022, partially offset by new contracts and increased upselling in existing contracts.

Adjusted EBITDA for the quarter was EUR 0.8 million, compared to EUR 0.9 million prior year. The decrease in adjusted EBITDA was due to lower gross profit because of lost contracts in 2022, partly offset by improved profitability in a Norwegian contract, upsell with improved profitability in existing contracts and less selling expenses. For the first six months EBITDA was EUR 2.2 million, up from EUR 1.8 million, due to improved profitability in existing contracts, new contracts, and lower selling expenses, partially offset by lost contracts.

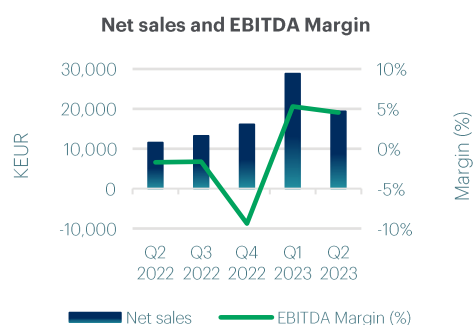


KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net sales	15,203	17,435	30,853	34,082	69,060
Operating profit (loss)	743	901	2,105	1,731	3,944
Adjusted EBITDA	776	931	2,174	1,788	4,067
Adjusted EBITDA %	5.1%	5.3%	7.0%	5.2%	5.9%

Americas

Net sales in the quarter increased to EUR 19.4 million, from EUR 11.5 million prior year. This was mainly due to new contracts that mobilized in the first quarter of 2023 and the fourth quarter 2022, as well as higher revenue from projects and upselling in existing contracts, which was partially offset by lost contracts. For the first six months nets sales were EUR 48.2 (22.2) million, the increase is due to the above reasons.

Adjusted EBITDA for the quarter was EUR 0.9 million, compared to EUR -0.2 million prior year mainly due to new contracts as well as improved performance in existing contracts due to higher upselling and less penalties. This was partially offset by increased selling, general and administrative expenses. Costs of EUR 2.4 million connected to one customer’s early termination is recorded as non- recurring items. See Items affecting comparability for more information. For the first six months adjusted EBITDA was EUR 2.4 (0.0) million due to above mentioned explanations.



KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net sales	19,385	11,517	48,153	22,164	51,437
Operating profit (loss)	-1,649	-254	-290	-121	-2,080
Adjusted EBITDA	876	-193	2,400	5	-1,714
Adjusted EBITDA %	4.5%	-1.7%	5.0%	0.0%	-3.3%

Finland & Baltics

Net sales in the quarter improved to EUR 15.5 million, from EUR 14.6 million in the same period last year, driven by annual contract price inflation clauses which went into effect early in the year and higher upsell in existing contracts, partly dampened by lost contracts. For the first six months net sales improved compared to prior year and amounted to EUR 29.9 (28.2) million due to the above reasons.

Adjusted EBITDA in the quarter decreased to EUR 0.5 million, compared to EUR 0.7 million prior year, driven by higher general and administration expenses due to investment in service center setup. For the first six months adjusted EBITDA was EUR 1.6 million, up from EUR 1.4 million prior year due to the above-mentioned contract price inflation clauses and higher upsell in existing contracts.

Net sales and EBITDA Margin



KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net sales	15,472	14,610	29,853	28,169	58,876
Operating profit (loss)	410	629	1,463	1,237	2,531
Adjusted EBITDA	459	706	1,560	1,389	2,820
Adjusted EBITDA %	3.0%	4.8%	5.2%	4.9%	4.8%

SEGMENT OVERVIEW

Net Sales

KEUR	Q2		Jan-Jun		LTM	Jan-Dec
	2023	2022	2023	2022	Jun 2023	2022
Europe & Middle East	15,203	17,435	30,853	34,082	65,831	69,060
Americas	19,385	11,517	48,153	22,164	77,426	51,437
Finland & Baltics	15,472	14,610	29,853	28,169	60,560	58,876
Other	-	-	-	-	-	-
Group (continuing operations)	50,061	43,561	108,858	84,414	203,818	179,374

Operating profit (loss)

KEUR	Q2		Jan-Jun		LTM	Jan-Dec
	2023	2022	2023	2022	Jun 2023	2022
Europe & Middle East	743	901	2,105	1,731	4,317	3,944
Americas	-1,649	-254	-290	-121	-2,249	-2,080
Finland & Baltics	410	629	1,463	1,237	2,757	2,531
Other	-1,109	-1,507	-2,232	-1,659	-14,648	-14,075
Operating profit	-1,604	-232	1,045	1,187	-9,823	-9,681
Financial items	-2,546	-5,295	-4,638	-5,644	-12,230	-13,236
Profit/loss before tax (continuing operations)	-4,150	-5,527	-3,593	-4,456	-22,053	-22,917

Adjusted EBITDA

KEUR	Q2		Jan-Jun		LTM	Jan-Dec
	2023	2022	2023	2022	Jun 2023	2022
Europe & Middle East	776	931	2,174	1,788	4,452	4,067
Americas	876	-193	2,400	5	681	-1,714
Finland & Baltics	459	706	1,560	1,389	2,991	2,820
Other	-216	-664	-453	51	-1,005	-501
Group (continuing operations)	1,895	780	5,680	3,233	7,119	4,672
Group, %	3.8%	1.8%	5.2%	3.8%	3.5%	2.6%
Adjusted EBITDA IFRS 16 (continuing operations)	2,209	1,364	6,330	4,389	8,629	6,688
Adjusted EBITDA IFRS 16 (continuing operations) %	4.4%	3.1%	5.8%	5.2%	4.2%	3.7%

SIGNATURE PAGE

The condensed set of financial statements in this interim report were prepared in accordance with IFRS, as approved by the EU and with generally accepted accounting practices and give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group and the company. The half-yearly financial report includes a description and impact of important events that have occurred during the first six months of the financial year together with a description of the principal risk and uncertainties for the remaining six months of the financial year.

Stockholm, August 25, 2023

Bo Elisson
Chairman of the Board

Samuel Gross
Board member

Alexander Bell
Board member

Pierre Schöld
Board member

Tomas Rönn
Board member and CEO

The report has not been subject to review by the Company's auditors.

Contact Information



Investor Relations:
André Strömgren, CFO, ir@quantservice.com, +46 708 410 796
Postal and visiting address: S:t Göransgatan 66, 112 33 Stockholm, Sweden
Website: www.quantservice.com
Quant AB, organization number: 556975-5654

Financial Calendar



Interim report Q3 2023 July – September: November 24, 2023
Interim report Q4 2023 September – December: February 23, 2024

CONSOLIDATED ACCOUNTS

Condensed Consolidated Income Statement

KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Continuing operations					
Net sales	50,061	43,561	108,858	84,414	179,374
Cost of sales	-45,773	-38,908	-96,722	-73,532	-159,391
Gross profit	4,288	4,654	12,136	10,883	19,983
General and administration expenses	-5,232	-4,091	-9,832	-8,095	-16,536
Selling expenses	-651	-742	-1,280	-1,471	-2,870
Research and development costs	-2	-70	-4	-148	-297
Other operating items	-7	17	25	19	-9,961
Operating profit (loss)	-1,604	-232	1,045	1,187	-9,681
Net financial items	-2,546	-5,295	-4,638	-5,644	-13,236
Profit (loss) before tax	-4,150	-5,527	-3,593	-4,456	-22,917
Tax	-12	-303	-26	-585	1,033
Net profit (loss), continuing operations	-4,162	-5,830	-3,619	-5,041	-21,884
Net profit (loss), discontinued operations	-85	-56	-157	-178	621
Net profit (loss), Group total	-4,247	-5,886	-3,775	-5,220	-21,263
Net profit (loss) attrib to parent company shareholders	-4,247	-5,886	-3,775	-5,220	-21,263
Earnings per share basic*, EUR					
Continuing operations	-0.83	-4.89	-0.72	-5.94	-7.44
Earnings per share basic*, EUR Discontinued operations	-0.02	-0.05	-0.03	-0.21	0.21
*As no potential shares exist, there is no dilution effect.					
Number of shares at end of period	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Number of shares average	5,000,000	1,192,308	5,000,000	848,066	2,941,096

Condensed Consolidated Statement of Comprehensive income

KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net profit (loss)	-4,247	-5,886	-3,775	-5,220	-21,263
Other comprehensive income					
Translations differences pertaining to foreign operations	-799	796	-847	-2,267	-2,424
Items that will be reclassified to profit or loss	-799	796	-847	-2,267	-2,424
Revaluation of defined benefit plans	-	-	-	-	1,386
Tax pertaining to items that will not be reallocated to profit/loss	-	-	-	-	-271
Items that will not be reclassified to profit or loss	-	-	-	-	1,114
Other comprehensive income	-799	796	-847	-2,267	-1,310
Total comprehensive income	-5,046	-5,090	-4,623	-7,486	-22,573

Condensed Consolidated Statement of Changes in Equity

KEUR	30 Jun 2023	30 Jun 2022	31 Dec 2022
Opening Shareholder's equity	-8,649	-55,231	-55,231
Net income/loss for the period	-3,775	-5,220	-21,263
Other comprehensive income	-847	-2,267	-1,310
Total comprehensive income	-4,623	-7,486	-22,573
Capital injection	-	10,000	10,000
Merger result	-	-	59,155
Closing Shareholder's equity	-13,272	-52,717	-8,649

Condensed Consolidated Statement of Financial Position

KEUR	30 Jun 2023	30 Jun 2022	31 Dec 2022
Non-current assets			
Intangible fixed assets	71,197	84,778	73,084
Tangible fixed assets	2,974	1,691	2,597
Right of use assets	1,427	2,278	1,893
Financial fixed assets	2,937	1,796	2,819
Total non-current assets	78,535	90,543	80,394
Current assets			
Inventories	2,534	1,706	1,632
Current receivables	46,123	36,619	34,113
Cash and bank	12,987	13,764	14,389
Assets held for sale	218	223	218
Total current assets	61,862	52,313	50,352
Total assets	140,397	142,855	130,746
Equity	-13,272	-52,717	-8,649
Non-current liabilities			
Long term borrowings	86,654	137,525	86,327
Provisions for pensions and similar obligations	1,321	2,542	1,294
Provisions for taxes	2,400	3,121	2,809
Leasing liabilities	647	1,032	841
Other non interest bearing liabilities, external	-	-	-
Total non-current liabilities	91,022	144,221	91,272
Current liabilities			
Accounts payable, trade	14,710	10,241	10,303
Short term borrowings	-	4,573	-
Leasing liabilities	847	1,388	1,148
Other provisions	977	675	835
Other current liabilities	45,460	33,612	35,180
Liabilities related to assets held for sale	652	862	656
Total current liabilities	62,646	51,352	48,123
Total Liabilities	153,668	195,573	139,395
Total Liabilities and Equity	140,397	142,855	130,746

Condensed Consolidated Cashflow Statement

KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Continuing operations					
Profit (loss) after financial items	-4,150	-5,527	-3,593	-4,456	-22,917
<i>Adjustments for non-cash items</i>					
Reversal of depreciation, amortization, impairment	1,129	1,123	2,317	2,229	14,679
Reversal of depreciation Right of Use Assets	263	489	546	973	1,689
Change in provisions	105	154	137	118	-952
Unrealized exchange rate differences	-751	1,406	-1,445	-3,483	-4,104
Other	173	2,067	386	4,032	9,929
Total items not affecting cash	920	5,239	1,941	3,868	21,241
Taxes paid	-10	38	-84	-152	-439
Changes in Working Capital					
Change in inventories	-674	-14	-958	-340	-293
Change in receivables	48	-4,873	-12,718	-4,055	-1,704
Change in liabilities	1,236	4,662	16,286	7,422	11,809
Cash flow from changes in working capital	611	-226	2,610	3,027	9,812
CASH FLOW FROM OPERATING ACTIVITIES	-2,630	-476	875	2,287	7,698
Investing activities					
Change in subsidiaries	-11	0	-11	0	-
Change in intangible assets	-524	-568	-842	-573	-1,413
Change in tangible assets	-123	16	-695	-339	-1,708
Change in financial fixed assets	65	-3	56	-3	-8
CASH FLOW FROM INVESTING ACTIVITIES	-592	-555	-1,492	-914	-3,129
Financing activities					
Capital injection	-	9,525	-	9,525	9,525
New share issue	-	475	-	475	475
Expenses related to extension of Senior Bond	-	-2,688	-	-2,688	-4,779
Change in loans	-0	-4,000	-	-4,000	-4,000
Change in financial leases	-277	-443	-572	-924	-1,777
CASH FLOW FROM FINANCING ACTIVITIES	-277	2,868	-572	2,387	-555
TOTAL CASH FLOW, continuing operations	-3,500	1,838	-1,190	3,760	4,013
CASH FLOW, discontinued operations	-64	6	-159	215	818
CASH FLOW FOR THE PERIOD, Group total	-3,564	1,844	-1,348	3,975	4,831
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD					
	16,737	12,050	14,389	9,648	9,648
<i>Cash flow for the period</i>					
	-3,564	1,844	-1,348	3,975	4,831
Exchange rate effects	-187	-129	-54	142	-89
CASH & CASH EQUIVALENTS AT END OF PERIOD	12,987	13,764	12,987	13,764	14,389

PARENT COMPANY

Condensed Parent Company Income Statement

KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net sales	3,154	2,608	5,997	5,062	9,932
Cost of sales	-849	-687	-1,511	-1,289	-2,497
Gross profit	2,305	1,921	4,486	3,773	7,435
General and administration expenses	-1,242	-1,025	-2,465	-2,118	-4,272
Selling expenses	-98	-113	-198	-218	-403
Research and development costs	-	-72	-	-150	-302
Other operating items	85	-83	201	299	231
Operating profit (loss)	1,051	629	2,023	1,586	2,688
Interest income	598	606	1,240	1,208	2,700
Interest expenses	-2,192	-3,270	-4,206	-6,411	-13,018
Other financial items	-2,148	-441	-2,330	-816	-17,295
Foreign exchange gains/losses	8	-613	-621	1,783	993
Net financial items	-3,735	-3,718	-5,916	-4,236	-26,619
Profit (loss) before tax	-2,684	-3,090	-3,893	-2,650	-23,931
Tax	-6	29	-10	-431	-229
Net profit (loss)	-2,690	-3,061	-3,903	-3,081	-24,160

Condensed Parent Company Statement of Comprehensive Income

KEUR	Q2		Jan-Jun		Jan-Dec
	2023	2022	2023	2022	2022
Net profit (loss)	-2,690	-3,061	-3,903	-3,081	-24,160
Total comprehensive income	-2,690	-3,061	-3,903	-3,081	-24,160

Condensed Parent Company Statement of Financial Position

KEUR	30 Jun 2023	30 Jun 2022	31 Dec 2022
Intangible fixed assets	2,249	568	1,408
Tangible fixed assets	296	444	370
Financial fixed assets	80,470	96,509	80,470
Total non-current assets	83,015	97,521	82,248
Inventories	-	-	-
Current receivables	107,991	105,630	107,829
Cash and bank	580	6,953	2,546
Total current assets	108,571	112,583	110,376
Total assets	191,586	210,104	192,624
Equity	86,574	52,402	90,478
Long term borrowings	86,654	137,525	86,327
Provisions for pensions and similar obligations	-	-	-
Deferred tax liability	-	-	-
Other non interest bearing liabilities, external	124	279	203
Total non-current liabilities	86,778	137,804	86,531
Accounts payable, trade	1,629	947	844
Short term borrowings	-	4,573	-
Other provisions	-	-	-
Other current liabilities	16,604	14,377	14,772
Total current liabilities	18,234	19,897	15,616
Total Liabilities	105,012	157,702	102,147
Total Liabilities and Equity	191,586	210,104	192,624

ALTERNATIVE PERFORMANCE MEASURES

Quant uses certain alternative performance measures (APMs) not defined in the rules for financial reporting adopted by Quant. APMs, i.e. performance measures not based on financial statements standards, provide meaningful supplemental information by excluding items that may not be indicative of the operating result or cash flows of Quant. Alternative performance measures enhance comparability from period to period and are frequently used by analysts, investors and other parties. These APMs, as defined, cannot be fully compared with other companies' APMs and should not be considered as a substitute for measures of performance in accordance with IFRS.

Alternative Performance Measure	Definition	Reason for use
EBITDA	Earnings before interest, tax, depreciation and amortization, and before write-down of intangible and tangible assets.	Shows the operational profitability that the business primarily can affect
Adjusted EBITDA	EBITDA excluding items affecting comparability (non-recurring items) and the effect of IFRS 16 Leases	Related to the underlying performance and cash generation ability of the business
Adjusted EBITDA Margin	Adjusted EBITDA as a percentage of Net Sales	Enables comparability of underlying profitability for different size segments
Adjusted EBITDA IFRS 16	EBITDA excluding items affecting comparability (non-recurring items), but including the effect of IFRS 16 Leases, with expenses related to leases in Depreciation and Interest cost	Related to the underlying performance and cash generation ability of the business, aligned with updated IFRS standards
Net debt	Interest-bearing liabilities, excluding lease liabilities, less cash and cash equivalents	Indicates how much debt the group has net of cash and is an important measure for bond holders
Net debt IFRS 16	Interest-bearing liabilities, including lease liabilities, less cash and cash equivalents	Indicates how much debt the group has net of cash, with lease liabilities recorded as debt in accordance with IFRS 16, aligned with adjusted EBITDA IFRS 16
Net debt/adjusted EBITDA / Net Debt / Adjusted EBITDA IFRS 16	Net debt in relation to adjusted EBITDA / Net debt IFRS 16 in relation to adjusted EBITDA IFRS 16	Shows the ability to service debt, an important measure for bond holders, both without and with application of IFRS 16
Growth excluding structural and other non-recurring adjustments	Growth excluding structural changes and other non-recurring adjustments shows the change in net sales, excluding changes related to acquisitions, divestments, and other non-recurring adjustments, such as accounting related changes	Shows the actual growth, including currency effects, of the business
Organic growth	Organic growth refers to growth in net sales excluding (i) growth related to acquisitions and divestments and other non-recurring adjustments and (ii) growth related to fluctuations in currency exchange rates	Shows the actual growth of the business, excluding currency effects
Local currency/constant currencies	Excludes the impact of changes in exchange rates when translating net sales and profits of entities with reporting currencies other than Euro, to the group currency Euro	Shows growth excluding currency effects
Contract Portfolio	The annualized net sales of current customer contracts, adjusted for (i) signed new contracts, included at date of contract signing, irrespective of start date; (ii) terminated contracts, excluded at date of formal notification, irrespective of end date; (iii) changes formally agreed with the customers of existing contracts, included at date of agreement. This includes changes due to renewals of contracts or other reasons	Shows current recurring annual net sales adjusted for short- and medium-term changes
Items affecting comparability/non-recurring items	Items affecting comparability are of a one-off, non-recurring, non-operational, extraordinary, unusual or exceptional nature (including restructuring expenditures).	Shows the value of items which affect the comparability of Quant's result and profitability between periods

RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

KEUR	Q2		Jan-Jun		LTM	Jan-Dec
	2023	2022	2023	2022	Jun 2023	2022
Continuing operations						
Operating profit (loss)	-1,604	-232	1,045	1,187	-9,823	-9,681
Depreciation & amortization	1,392	1,612	2,864	3,202	5,943	6,281
Non recurring items	2,422	-17	2,422	-	2,422	-
Reversal of Write-down intangible assets	-	-	-	-	10,087	10,087
Reversal of Write-down tangible assets	-	-	-	-	-	-
Adjusted EBITDA IFRS 16	2,209	1,364	6,330	4,389	8,629	6,688
Effect from IFRS 16	-314	-583	-650	-1,156	-1,510	-2,015
Adjusted EBITDA	1,895	780	5,680	3,233	7,119	4,672
Net sales	50,061	43,561	108,858	84,414	203,818	179,374
Adjusted EBITDA margin	3.8%	1.8%	5.2%	3.8%	3.5%	2.6%
Discontinued operations						
Operating profit (loss)	-86	-56	-159	-248	549	461
Depreciation & amortization	-	-	-	-	-	-
Non recurring items	-	-	-	-	-	-
Reversal of Write-down intangible assets	-	-	-	-	-	-
Reversal of Write-down tangible assets	-	-	-	-	-	-
Adjusted EBITDA IFRS 16	-86	-56	-159	-248	549	461
Effect from IFRS 16	-	-	-	-	-	-
Adjusted EBITDA	-86	-56	-159	-248	549	461
Net sales	-	-	-	-	-	-
Adjusted EBITDA margin	-	-	-	-	-	-
Group total						
Operating profit (loss)	-1,691	-288	886	940	-9,274	-9,220
Depreciation & amortization	1,392	1,612	2,864	3,202	5,943	6,281
Non recurring items	2,422	-17	2,422	-	2,422	-
Reversal of Write-down intangible assets	-	-	-	-	10,087	10,087
Reversal of Write-down tangible assets	-	-	-	-	-	-
Adjusted EBITDA IFRS 16	2,123	1,307	6,171	4,141	9,178	7,149
Effect from IFRS 16	-314	-583	-650	-1,156	-1,510	-2,015
Adjusted EBITDA	1,809	724	5,520	2,985	7,669	5,133
Net sales	50,061	43,561	108,858	84,414	203,818	179,374
Adjusted EBITDA margin	3.6%	1.7%	5.1%	3.5%	3.8%	2.9%

KEUR	30 Jun		LTM	Jan-Dec
	2023	2022	Jun 2023	2022
Net Debt				
Cash and bank	12,987	13,764	12,987	14,389
Financial assets	12,987	13,764	12,987	14,389
Long term borrowings	86,654	137,525	86,654	86,327
Short term borrowings	-	4,573	-	-
Adjusted financial liabilities	86,654	142,098	86,654	86,327
Net Debt	73,667	128,334	73,667	71,938
Lease liabilities	1,494	2,421	1,494	1,990
Net Debt IFRS 16	75,161	130,754	75,161	73,928
Net Debt	-	-	73,667	71,938
Adjusted EBITDA Continued operations	-	-	7,119	4,672
Net Debt / Adjusted EBITDA, times	-	-	10.3	15.4
Net Debt IFRS 16	-	-	75,161	73,928
Adjusted EBITDA IFRS 16 Continued operations	-	-	8,629	6,688
Net Debt IFRS 16/ Adjusted EBITDA IFRS 16, times			8.7	11.1

KEUR	Q2 2023	Jan-Jun 2023
Changes in net sales		
Net sales	50,061	108,858
Net sales in comparative period of previous year	43,561	84,414
Net sales, change	6,499	24,444
Minus: Structural changes and other non-recurring adjustments	-	-
Plus: Changes in exchange rates	279	-943
Organic Growth	6,778	23,500
Structural changes and other Non-recurring adjustments, %	-	-
Organic Growth, %	15.6%	27.8%
Net sales	50,061	108,858
Plus: Changes in exchange rates	279	-943
Net sales in constant currency	50,340	107,915
Adjusted EBITDA	1,895	5,680
Plus: Changes in exchange rates	-164	-286
Adjusted EBITDA in constant currency	1,732	5,394

NOTES

Accounting principles

This interim report has been prepared under International Financial Reporting Standards (IFRS), in accordance with IAS 34 Interim Financial Reporting. The accounting policies and methods of calculation used in the preparation of the latest annual report have been applied, with the exception of new and amended standards and interpretations effective on 1 January 2023. The interim report for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Securities Market Act, which is in compliance with RFR 2 Accounting for Legal Entities, issued by the Swedish Financial Reporting Board. New or revised IFRS standards that came into force in 2023 did not have any material impact on the Group's financial reporting.

Transactions with related parties

During the first quarter of 2023 a payment of 500 KEUR for services rendered was made to the joint venture partner of Quant Gulf Equipment and General Maintenance LLC in United Arab Emirates. There have been no other transactions between Quant and related parties that have significantly affected the Company's position and results during the period.

Employees

The number of full-time employees (FTEs) for the quarter was 3,133 compared to 3,185 during the first quarter of 2023. The number of employees as of 30 June 2023 was 3,084 compared to 3,205 on 31 March 2022.

Risks and uncertainties

The significant risks and uncertainties to which the Quant Group is exposed include global economic and market risks, operational risks, technology risks, and disputes and litigation risks. Through its operations, Quant is exposed to a number of different financial risks: market risk (primarily currency risk and interest rate risk), financing risk, credit risk and liquidity risk. Financial risks arise when refinancing and credit risks as well as changes in interest

rates and exchange rates affect the group's earnings, cash flow and value.

Efficient mobilization of recent large contract wins, as well as the ability to attract qualified personnel for these new contracts, are important to avoid cost overruns and penalties which may affect the Group's profitability.

A full description of the risks to which the Group is exposed can be found in Quant's Annual report 2022.

Fair value of financial instruments

The Group has no financial instruments that are measured at fair value in the balance sheet. For borrowing, there is no material difference between the carrying amount and fair value, as the Group's borrowings are at variable interest rates. Nor does the Group have any other off-balance sheet financial assets or liabilities.

Business combinations and discontinued operations

During the second quarter Quant Hungary Kft, an administrative entity with six employees and no operational activities, was sold to local management for EUR 11 thousand.

Discontinued operations

KEUR	Q2		Jan-June		Jan-Dec
	2023	2022	2023	2022	2022
Discontinued operations					
Net sales	-	-	-	-	-
Operating profit (loss)	-86	-56	-159	-248	461
Profit (loss) before tax	-85	-56	-157	-248	462
Net profit (loss)	-85	-56	-157	-178	621
Cash flow from operating activities	-64	6	-159	215	818
Cash flow from investing activities	-	-	-	-	-
Cash flow from financing activities	-	-	-	-	-
Total cash flow	-64	6	-159	215	818

QUANT™

Quant's vision is to build Smart Services for a Sustainable World.

Smart services are services that are delivered safely and efficiently, on time every time.

The service is data driven, using cutting edge digital tools, to deliver right the first time in a service minded and professional way.

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