

First quarter 2021

MYCRONIC

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CEO & President **Anders Lindqvist**



Agenda

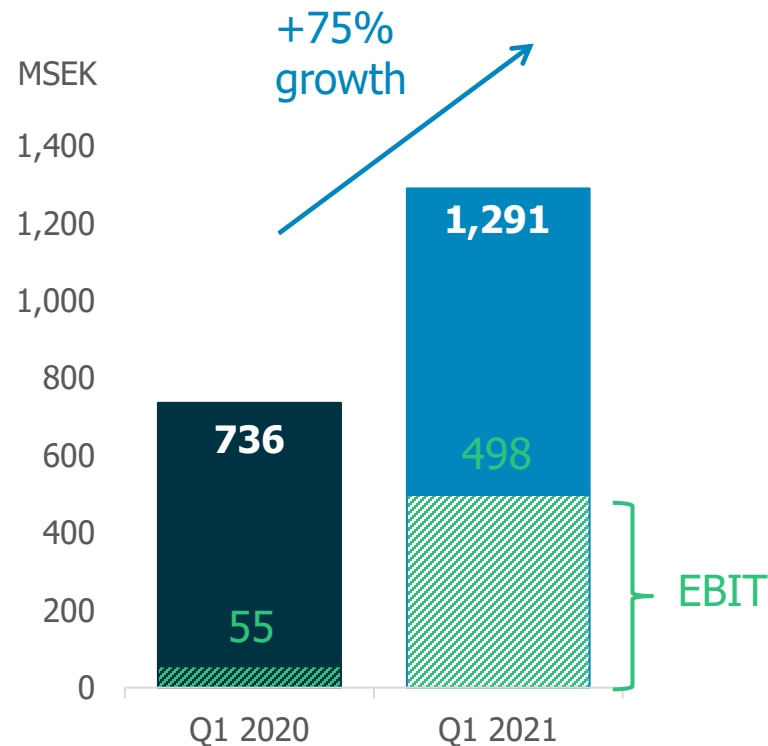
- Q1 in short
- Divisional development
- Financial details
- Strong platform
- Q&A



A woman with dark hair tied back, wearing a white t-shirt, is looking down at a black smartwatch on her left wrist. She is standing on a reddish-brown running track. The background shows a grassy field, stadium lights, and buildings under a warm, golden sunset sky. The text "Bringing tomorrow's electronics to life" is overlaid in white, bold font, with a thin white horizontal line underneath it.

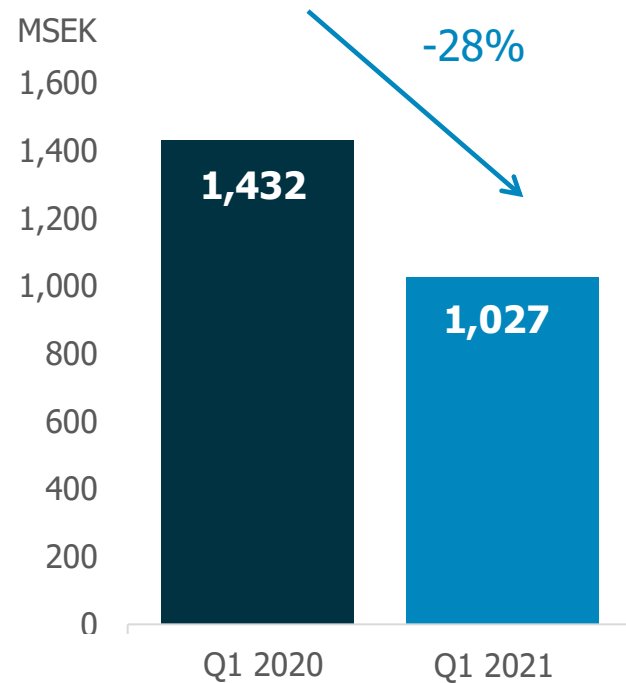
Bringing tomorrow's electronics to life

Net Sales and EBIT



- Robust development fueled by
 - 3 mask writer deliveries including a Prexision 800 Evo
 - Strong High Volume performance in the Chinese market
- Strong EBIT at SEK 498 (55) million with a 39% (8) margin
 - Favorable product mix and higher volumes
 - 13% total EBIT margin in former Assembly Solutions
- Headwind currency effect of SEK 90 million on net sales

Order intake

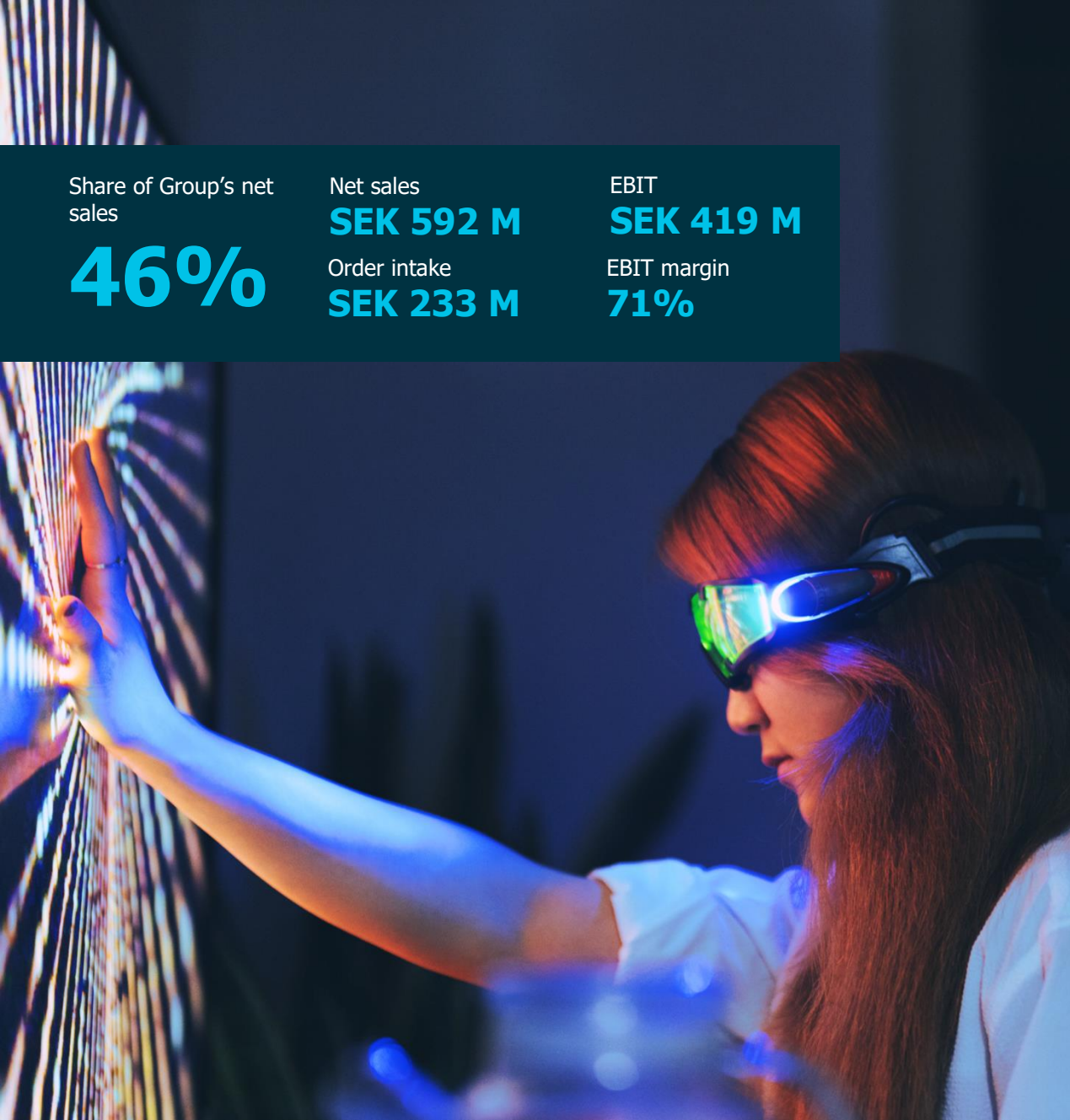


- Stable and mixed performance
 - Challenging comparison from 5 mask writers last year
 - Significant High Flex orders in North America and China
 - Two new SLX orders
 - Good High Volume momentum from automation trend in China
- Backlog on SEK 1,706 (2,860) million
 - 12 mask writers

An aerial photograph of a city skyline at sunset. The sun is low on the left, casting a warm orange glow over the scene. In the foreground, a multi-lane highway interchange curves through the frame. The city skyline in the background features several prominent skyscrapers, including a tall, blue-tinted building. The overall atmosphere is serene and modern.

Decentralized divisions

Close to customers, short decision-making paths



Share of Group's net sales

46%

Net sales
SEK 592 M

Order intake
SEK 233 M

EBIT
SEK 419 M

EBIT margin
71%

Pattern Generators

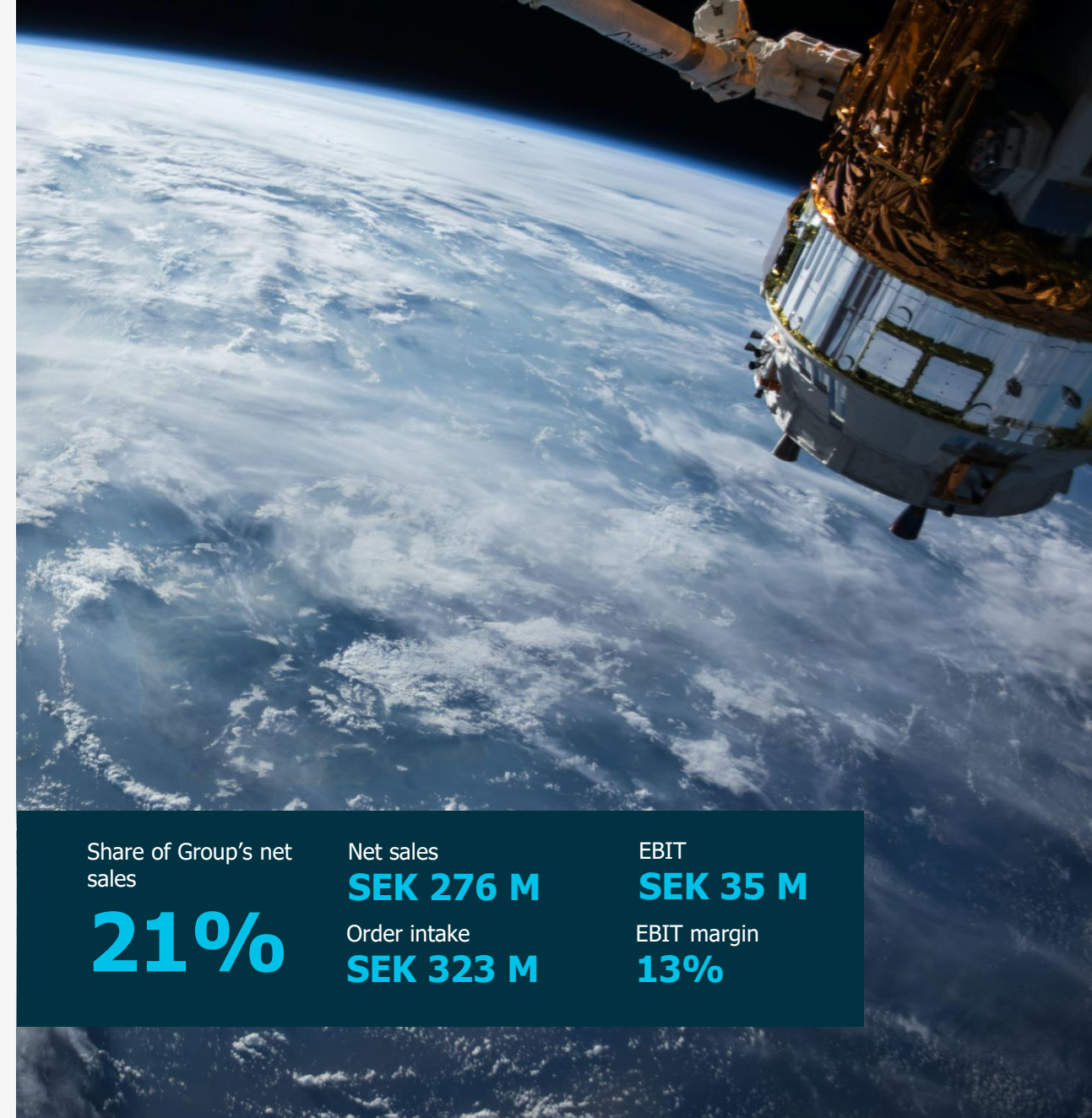
Strong performance

- Strong deliveries with a Precision 800 Evo, the first Precision Lite 8 Evo and an SLX
 - Strong quarter and large variations between quarter explains 251% net sales increase
- Stable order intake with two SLX
 - Challenging comparison from last year's 5 mask writers behind decline
- Backlog on SEK 797 (1,915) million
 - One SLX moved from H1 into the third quarter
 - 13 systems including April SLX order

High Flex

Positive development and improved demand

- Improved market climate in USA and China
 - Order intake flat from last year
 - Significant orders in USA and China
 - Eastern Europe slower
- Improved earnings
 - EBIT on SEK 35 million and 13% margin
 - Good cost control
- Healthy backlog of SEK 134 (166) million



Share of Group's net sales

29%

Net sales

SEK 368 M

Order intake

SEK 391 M

EBIT

SEK 90 M

EBIT margin

24%

High Volume

Stable and strong performance

- Stable domestic market
 - Automation trend increase investment confidence
 - Order intake increase 44%
- Capitalizing on leading position
 - Net sales growth of 67%
 - EBIT up by 63% with a 24% margin

Global Technologies

Slow camera module market

- Automotive industry affects performance
 - Camera modules improved slightly from low levels
- Optoelectronics market develops well
 - Strong US market driven by 5G and cloud investments
 - Slower development in China
 - New customers in defense and aerospace
- Trade conflicts adds uncertainty
- Actions implemented for recovery during H2



Targets confirmed

Growth
SEK 5 bn
Latest by 2023

Profitability
>15%
Over business cycle

Capital
structure
<3x EBITDA

Outlook 2021
SEK 3.9 bn

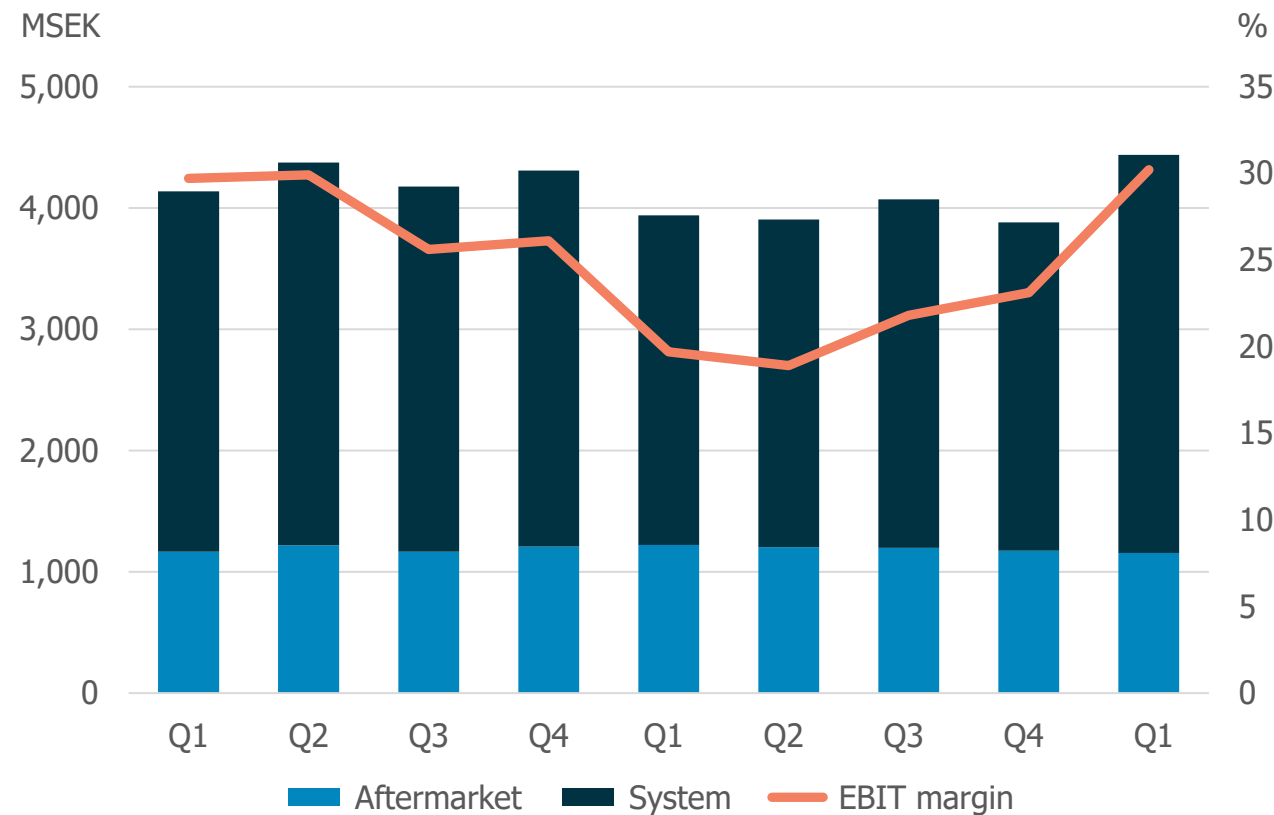
Bringing tomorrow's electronics to life

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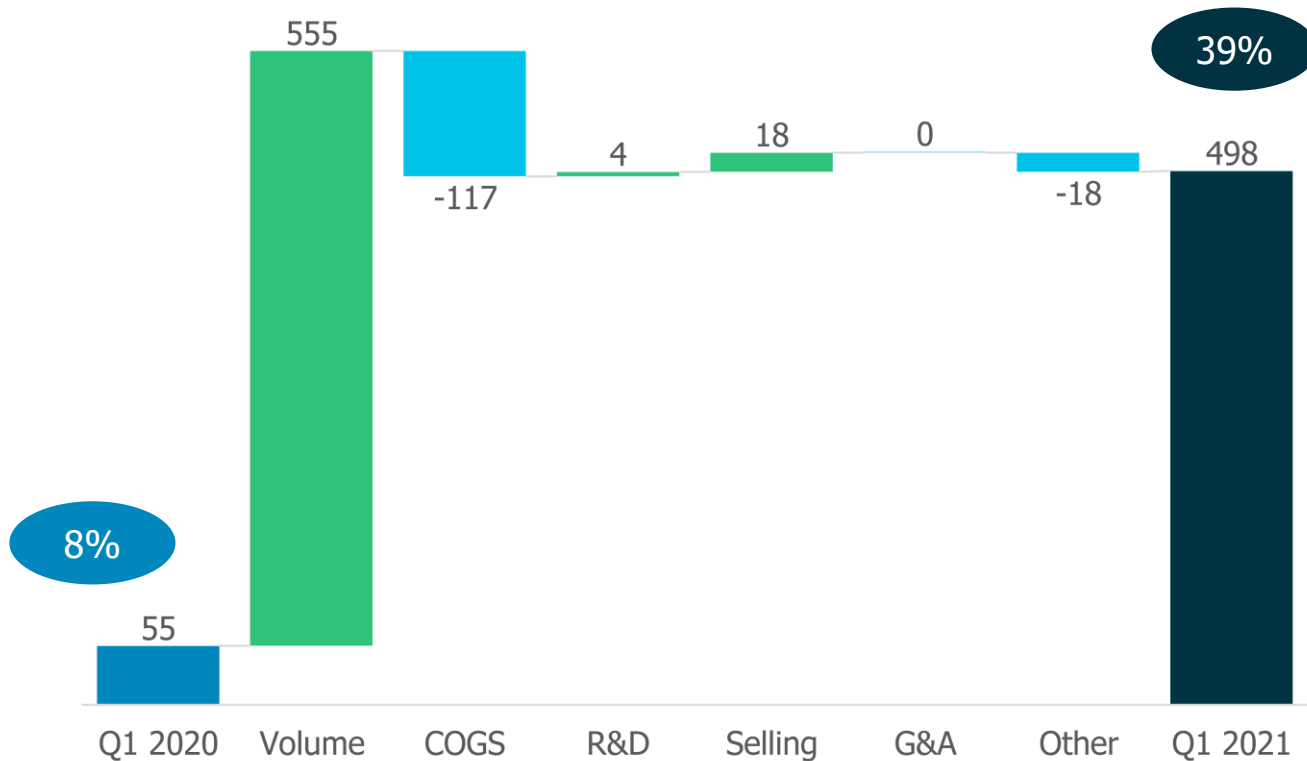
CFO Torbjörn Wingårdh

Net sales and EBIT margin rolling 12 months



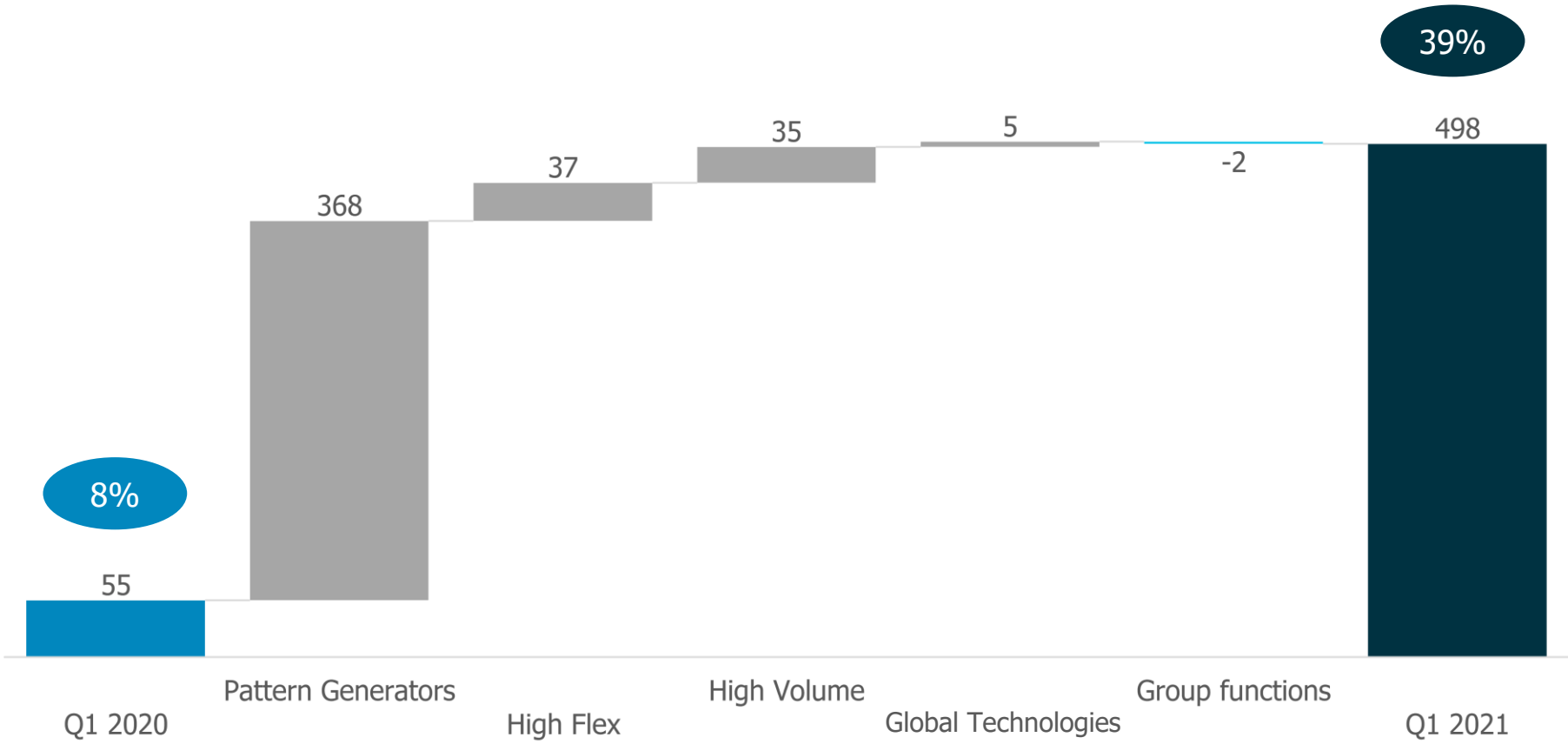
- Net sales R12 amounted to SEK 4,437 million
- 39% EBIT margin in the first quarter and 30% on R12
- Positive margin development from improving performance in High Flex and High Volume
- Aftermarket provide a stable base of recurring revenue

Strong EBIT growth

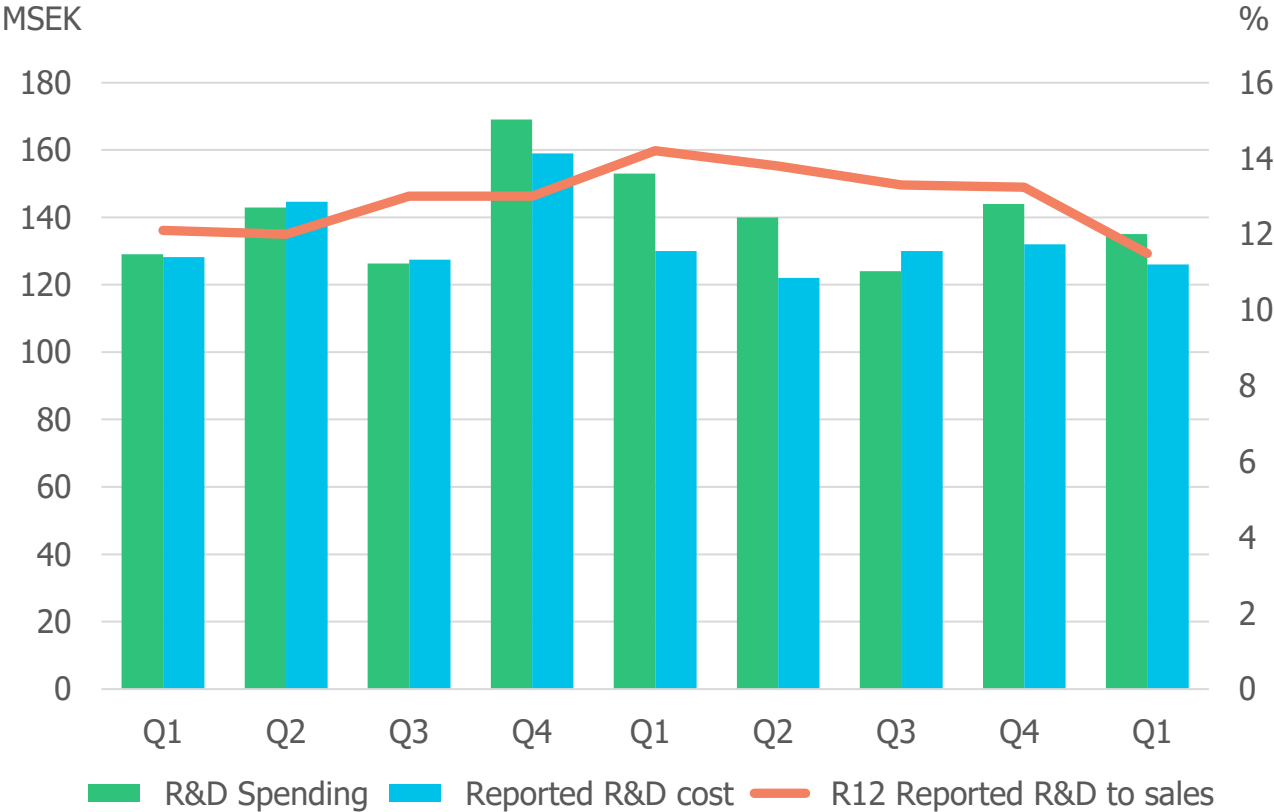


- Positive volume effect from Pattern Generators and High Volume
- COGS increase in line with volumes
- R&D investments stable
- Short term cost saving from travel restrictions and less industry fairs

Divisional EBIT contribution



R&D for innovation and growth



- R&D spending decreased from Q1 2020
- Capitalization of SEK 14 million and amortization of SEK 4 million
- Rolling R&D cost-to-sales ratio at 11.5% (14.2)

Strong cash position

MSEK	Q1 2021	Q1 2020
Cash flow from operations		
before change in working capital	420	-41
Change in working capital	-35	326
Cash flow from operations	385	285
Investing activities	-21	-43
Financing activities	-53	-14
Cash flow for the period	311	228
Cash, opening balance	1,303	655
Exchange difference	32	28
Cash at end of period	1,645	911

- Working capital increased with SEK 35 million, driven primarily by lower advances from customers
- Financing activities include SEK 39 million for the acquisition of the minority interest in Axxon Piezoelectric
- Net cash of SEK 1,4 bn



CEO & President **Anders Lindqvist**



Well positioned for continued strong performance

- ✓ Customer-centric, scalable and decentralized organization
- ✓ Competitive product portfolio
- ✓ Combination of organic and acquisition-driven growth
- ✓ Dynamic, innovative and responsible culture



Q&A
