

Interim report January - March

Q1, 2023

FIRST QUARTER 2023

- As of January 1, 2023, the accounting currency and presentation currency is Euro.
- Net sales amounted to EUR 30,534 thousand (34,959), a decrease of 12.7% compared with the same period last year. Organic growth amounted to -9.6%.
- Operating earnings (EBIT) amounted to EUR -3,600 thousand (-2,757), corresponding to an EBIT margin of -11.8% (-7.9).
- Operating earnings before depreciation (EBITDA) amounted to EUR -2,023 thousand (-1,243), corresponding to an EBITDA margin of -6.6% (-3.6).
- Underlying earnings before depreciation (underlying EBITDA) amounted to EUR -1,742 thousand (130), corresponding to an underlying EBITDA margin of -5.7% (0.4).
- Order intake amounted to EUR 43,330 thousand (64,219), a decrease of 32.5% compared with the same period last year. Organic growth amounted to -30.3%.

COMMENTS FROM THE CEO

Good demand, however, with lower sales related to GeoTechnical Solutions' sales development compared to the previous year, resulting in a volume- and inflation-driven weaker operating earnings.



ViaCon has a clear seasonal variation throughout the year that follows weather conditions, which vary between quarters and between years. The first quarter of the year followed a more normal seasonal pattern with a long winter that has affected the quarter negatively. Compared to the first quarter 2022, with a record high order intake driven by concerns for material availability and the invasion of Ukraine, the year 2023 started in line with our expectation and demand was good for the season and the prevailing economic situation.

Sales for the quarter amounted to EUR 30,534 thousand (34,959), a decrease of 12.7% on the previous year. The sales development was mainly related to GeoTechnical Solutions with an organic growth of -24.0%, while Bridges & Culverts Solutions and StormWater Solutions had good organic growth of 5.1% and 10.6% respectively. ViaCon's acquired operations have contributed to a turnover of EUR 496 thousand, but we have also chosen to leave, and divest, non-core operations with a turnover of around EUR 650 thousand in the corresponding period of the previous year. By continuing to leave product groups with low profitability, we increase our product margins. Organic growth amounted to -9.6% adjusted for divestments and acquisitions.

The operating earnings (EBIT) amounted to EUR -3,600 thousand (-2,757), corresponding to an EBIT margin of -11.8% (-7.9). The adjusted operating earnings amounted to EUR -3,320 thousand (-1,384), corresponding to an adjusted EBIT margin of -10.9% (-4.0). The operating earnings were affected by the lower sales as a result of the quarter's unfavorable weather conditions and high inflation. The quarter's cash flow was affected by the quarter's results and seasonal build-up of working capital.

There are several infrastructure investments taking place around Europe as there is a great need to renew and expand an ageing infrastructure in many countries. Order intake during the quarter amounted to EUR 43,330 thousand (64,219), of which organic growth was -30.3%. Demand and order intake for 2022

was high, but unevenly distributed between the quarters.

The availability and pricing of input goods has stabilized and efficiency activities are underway to offset the gradually realized inflationary pressure. Given the geopolitical and macroeconomic situation, uncertainty remains high and the caution of some of our customers remains.

ViaCon is an entrepreneurial company with a history of meeting challenges in a flexible, dynamic way. This is also made possible by our strong market position, and the solid, long-term customer relationships we have in the markets where we operate.

There are a large number of projects underway in Europe that aim to strengthen the economy and improve an infrastructure that

is neglected. Our strategy gives us confidence in being able to deliver continued good development as the leading European provider, with more sustainable solutions compared to alternative types of materials. This, combined with gradually broadening our market presence and our customer offering, means that we aim to grow faster than the market. ViaCon is determined to be at the forefront of contributing to sustainable development in the infrastructure sector, an area where we can make a difference for our customers and our environment.

Stefan Nordström
President and CEO

TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 - MAR 23	2022
Net sales	30,534	34,959	214,015	218,440
Earnings before depreciation (EBITDA)	-2,023	-1,243	21,736	22,516
EBITDA margin	-6.6%	-3.6%	10.2%	10.3%
Items excluded from underlying EBITDA	280	1,372	3,254	4,346
Underlying earnings before depreciation (underlying EBITDA)	-1,742	130	24,990	26,862
Underlying EBITDA margin	-5.7%	0.4%	11.7%	12.3%
Operating earnings EBIT	-3,600	-2,757	15,914	16,758
EBIT margin	-11.8%	-7.9%	7.4%	7.7%
Items excluded from underlying EBIT	280	1,372	3,254	4,346
Underlying operating earnings (underlying EBIT)	-3,320	-1,384	19,168	21,104
Underlying EBIT margin	-10.9%	-4.0%	9.0%	9.7%
Order intake	43,330	64,219	194,878	215,767

Comments on the report

NET SALES, EARNINGS AND PROFITABILITY JANUARY – MARCH

Net sales for the Group amounted to EUR 30,534 thousand (34,959), a decrease of 12.7% compared to the corresponding period last year. During the quarter, the acquired operations in the Netherlands 2022 has contributed EUR 496 thousand to net sales. ViaCon has chosen to leave and divest non-core business with sales of around EUR 650 thousand in the corresponding period last year. Adjusted for currency effects, divestments and acquisitions, organic growth was -9.6% for the quarter.

The Group's earnings before depreciation and amortisation amounted to EUR -2,023 thousand (-1,243), equating to an EBITDA margin of -6.6% (-3.6). Net sales and operating earnings for the quarter were negatively affected by the cold weather conditions and increased inflation. Non-recurring items that burdened the quarterly profit amounted to EUR -280 (-1,372) thousand.

After adjustment of non-recurring items the underlying earnings before depreciation and amortisation amounted to EUR -1,742 thousand (130), which resulted in an underlying EBITDA margin of -5.7% (0.4). Operating earnings amounted to EUR -3,600 thousand (-2,757), which equates to an operating margin of -11.8% (-7.9). Underlying operating earnings totalled EUR -3,320 thousand (-1,384), with an operating margin of -10.9% (-4.0).

The Group's net financial items amounted to EUR -3,390 thousand (-3,110). The net effect of exchange differences amounted to EUR -727 thousand (-715) and the interest net amounted to EUR -2,593 thousand (-2,272), of which interest expenses for lease liabilities were EUR -199 thousand (-192).

The Group's profit/loss before tax amounted to EUR -6,991 thousand (-5,867) and profit/loss after tax to EUR -6,381 (-5,367).

CASH FLOW AND INVESTMENTS JANUARY – MARCH

Cash flow from operating activities for the period was EUR -8,088 thousand (-7,812), of which the cash flow effect of the change in working capital amounted to EUR -2,718 thousand (-3,482). Cash flow for the period was affected by the earnings for the quarter and seasonal build-up of working capital.

Cash flow from investing activities totalled EUR -705 thousand (-829), of which investments in intangible and tangible assets amounted to EUR -827 thousand (-1,274).

FINANCIAL POSITION

The Group's net debt amounted to EUR 101,494 thousand (108,178). Adjusted net debt excluding lease liabilities amounted to EUR 91,284 thousand (94,040).

Cash and cash equivalents amounted to EUR 18,513 thousand (20,119). In addition, the Group

has undrawn revolving credit facilities of EUR 5,000 thousand (5,000), which meant that cash and cash equivalents available to the Group totalled EUR 23,513 thousand (25,119).

MARKET AND OUTLOOK

ViaCon strives to strengthen its market-leading position with strengthened profitability on the European market. Through strategic priorities, ViaCon will grow the business within the Bridges & Culverts Solutions business unit, improve profitability within GeoTechnical Solutions and build the business within StormWater Solutions.

During late 2021 and in 2022, ViaCon has been affected by disruptions in supply chains, long delivery times and some raw material shortages, as well as all-time-high prices among suppliers, but the situation has now stabilized. We do, however, anticipate continued market volatility and geopolitical uncertainty, which are expected to entail high levels of cost inflation and interest rates. Recent inflation and interest rate rises have caused delays in customers' financing solutions for infrastructure projects, which we deem to be more short-term in nature, although this could have more of an impact on privately funded business in the StormWater Solutions business unit.

In the previous year, there was very uneven demand and order intake with strong growth in the first half of 2022. Compared to the first quarter of 2022, with a record high order intake and

sales driven by concerns about the availability of materials with rising prices and the invasion of Ukraine, 2023 started in line with our expectation and demand was good for the season and the current economic situation.

There are a large number of projects underway in Europe that aim to strengthen the economy and improve an infrastructure that is neglected, where innovative and sustainable projects in the strategic infrastructure sectors will play an important role.

We aim to strengthen profitability over time by working uniformly towards a common goal, and by improving internal production efficiency. We have reinforced our processes, our digital tools and our expertise in key areas like production, purchasing and logistics. ViaCon can thus become a stronger partner for all stakeholders in society and the company will further advance its position in terms of future solutions in each business unit. The market is continuing to grow in infrastructure throughout Europe and, in addition, ViaCon is gaining market share from competing solutions.

Business units

The Group operates in three separate business units: Bridges & Culverts Solutions, GeoTechnical Solutions, and StormWater Solutions. Through these, ViaCon offers reliable and long-lasting products and solutions that are applied in various types of infrastructure projects including, amongst others, roads, railways, airports and storm water management systems.



BRIDGES & CULVERTS SOLUTIONS

The Bridges & Culverts Solutions business unit accounts for approximately 39% of the Group's total sales. The business unit offers solutions for construction, reconstruction, and relining of culverts, bridges, viaducts, grade separations, ecological crossings, tunnels etc. that are used for establishing infrastructural connections and crossings.

The business unit has a pronounced seasonal variation, with the second and third quarters normally being the strongest. There are numerous infrastructure investments around Europe as there is a great need to renew and expand an aging infrastructure in many countries. The previous year's demand and order intake was high, but unevenly distributed between the quarters. In the first quarter of 2022, order intake was at a record high and clearly affected by concerns about the availability of materials due to the invasion of Ukraine. This year it is of a more normal nature and is described as good for the season and in the current economic situation.

The quarter's net sales amounted to EUR 9,768 thousand (9,532), an increase of 2.5%. Organic growth amounted to 5.1%. Earnings before depreciation amounted to EUR -2,055 thousand (-1,403), corresponding to an EBITDA margin of -21.0% (-14.7). However, the underlying earnings before depreciation amounted to EUR -1,954 thousand (-684), corresponding to an underlying EBITDA margin of -20.0% (-7.2). Order intake for the quarter amounted to EUR 15,951 thousand (31,630), a decrease of 49.6% compared to last year. Organic growth amounted to -48.3%.



TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 - MAR 23	2022
Net sales	9,768	9,532	82,907	82,672
Underlying earnings before depreciation (underlying EBITDA excl. IFRS 16)	-1,954	-684	13,494	14,764
Underlying EBITDA margin	-20.0%	-7.2%	16.3%	17.9%
Earnings before depreciation (EBITDA excl. IFRS 16)	-2,055	-1,403	11,440	12,092
EBITDA margin	-21.0%	-14.7%	13.8%	14.6%
Order intake	15,951	31,630	67,556	83,235

MARKET AND OUTLOOK

The business unit benefits from the increase in the use of ecological crossings in order to combine a high level of traffic safety (roads with fences) and protection of wildlife. In addition, many railway investments are being made as part of the total investments in infrastructure and many new high-speed lines are being built.

Renovation of older bridges, especially water bridges, through relining is increasing as the road and rail network in Europe ages (45% of Europe's motorways were built more than 40 years ago). Initiatives such as the EU's green giveaway and the EU's taxonomy are also expected to contribute to increased investment in environmentally friendly solutions.

The business unit's direct customers are road and railway contractors who work on behalf of road and railway authorities.

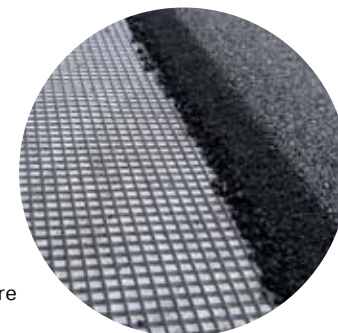


GEOTECHNICAL SOLUTIONS

The GeoTechnical Solutions business unit accounts for approximately 45% of the Group's total sales. The business unit offers customized solutions for soil reinforcement and groundwater protection and technical solutions for different areas of use, such as retaining walls, roads and railways, environmental engineering, as well as solutions with plastic pipes.

Also within this business unit, we can see a seasonal variation where the peak season is normally in the second and third quarters. In the previous year, the business unit had very uneven demand and order intake with strong growth in the first half of 2022. Compared to the first quarter of 2022, with a record high order intake and sales driven by concerns about the availability of materials with rising prices and the invasion of Ukraine, 2023 started in line with our expectation and demand was good for the season and the current economic situation. The sales focus has been on core products and solutions and being selective in projects, and thus shaping the business units' offerings to support the strategic goals. By pursuing our strategy of leaving product groups with low profitability in favor of more profitable customer solutions, we improve the business unit's product margins.

The quarter's net sales amounted to EUR 13,943 thousand (19,143), a decrease of 27.2%. Organic growth amounted to -24.0%. Earnings before depreciation amounted to EUR -590 thousand (-132), corresponding to an EBITDA margin of -4.2% (-0.7). However, the underlying earnings before depreciation amounted to EUR -572 thousand (220), corresponding to an underlying EBITDA margin of -4.1% (1.2). Order intake for the quarter amounted to EUR 18,500 thousand (24,767), a decrease of 25.3% compared to last year. Organic growth amounted to -21.8%.



TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 - MAR 23	2022
Net sales	13,943	19,143	95,841	101,041
Underlying earnings before depreciation (underlying EBITDA excl. IFRS 16)	-572	220	5,683	6,475
Underlying EBITDA margin	-4.1%	1.2%	5.9%	6.4%
Earnings before depreciation (EBITDA excl. IFRS 16)	-590	-132	4,999	5,457
EBITDA margin	-4.2%	-0.7%	5.2%	5.4%
Order intake	18,500	24,767	90,663	96,930

MARKET AND OUTLOOK

The business unit benefits from the stable and relatively good investment levels in infrastructure. Also, there is growing need for landfill and other environmental solutions where ViaCon offers competitive and sustainable solutions with decades of experience.

The customers are mainly contractors in the road and construction industry as well as project owners in landfills, mines and industry.



STORMWATER SOLUTIONS

The StormWater Solutions business unit accounts for approximately 16% of the Group's total sales. The business unit designs, manufactures and supports in the installation of retention, infiltration and firewater tanks, as well as oil and sand separators. These products are indispensable in solving increasingly common problems such as floodings caused by increased rainfalls due to climate change. Such tanks are mainly used in commercial areas with large, paved surfaces where water drainage, storage and cleaning solutions are required.

The business unit is gaining market shares in its established markets and has recently expanded into a number of new markets. The quarter's sales and order intake developed strongly during the quarter. Operating earnings have relatively improved compared to previous year, but have been affected by inflation and costs linked to the strategic initiatives to build up the business within StormWater Solutions.

The quarter's net sales amounted to EUR 6,822 thousand (6,283), an increase of 8.6%. Organic



growth amounted to 10.6%. Earnings before depreciation amounted to EUR -136 thousand (-512), corresponding to an EBITDA margin of -2.0% (-8.1). However, the underlying earnings before depreciation amounted to EUR 25 thousand (-211), corresponding to an underlying EBITDA margin of 0.4% (-3.4). Order intake for the quarter amounted to EUR 8,879 million (7,822), an increase of 13.5% compared to last year. Organic growth amounted to 16.5%.

TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 - MAR 23	2022
Net sales	6,822	6,283	35,266	34,727
Underlying earnings before depreciation (underlying EBITDA excl. IFRS 16)	25	-211	3,272	3,036
Underlying EBITDA margin	0.4%	-3.4%	9.3%	8.7%
Earnings before depreciation (EBITDA excl. IFRS 16)	-136	-512	2,756	2,381
EBITDA margin	-2.0%	-8.1%	7.8%	6.9%
Order intake	8,879	7,822	36,659	35,602

MARKET AND OUTLOOK

The business unit benefits from additional government regulations which claim to retain rainwater for irrigation, firefighting and infiltration to avoid floodings.

The end customers are investors of storage, industrial and commercial buildings but also of bigger residential buildings. The main customers are civil engineering contractors.

Other information

EMPLOYEES

The average number of employees (FTE) in the Group from January 1 to March 31, 2023 was 754 (782). On the balance sheet date, the number of employees was 774 (807), of whom 3 have been added by means of the acquisition in the Netherlands, 14 have left in connection to the disposal of Belarus.

RISK AND UNCERTAINTIES

ViaCon is subject to several operational and financial risks, which may affect parts or all of its activities. Exposure to risk is a natural part of running a business and this is reflected in ViaCon's approach to risk management. It aims to identify risks and prevent risks from occurring or to limit any damage resulting from these risks. Risks to the business can be categorised as industry, market and competitive risks, operational risks, strategic risks, sustainability risks and financial risk.

Through the Group's risk management and internal control framework, ViaCon aims to systematically identify, assess and manage risk throughout the Group. Responsibility for risk management and internal control rests primarily with the operation itself, i.e. with the CEO, managers and employees in the operational units and through the work they carry out in accordance with the roles, instructions and guidelines that apply to each of them.

The most significant risks are the economic impact on demand, access to and price variations on raw materials, risks within IT infrastructure and also geopolitical risks. Currency fluctuations and disruptions on the world's financial markets also constitute significant risks. The war in Ukraine has led to increased uncertainty regarding the Group's risks and uncertainties in general. A more detailed description of the Group's risks is found on the pages 50-52 and 79-81 in the Group's annual report for 2022.

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

Salomeh Tafazoli started on May 2, 2023 as Vice President of Bridges & Culverts Solutions. The acting Vice President of Bridges & Culverts Solutions Onur Başar will return to his previous role within the business unit.

Andrzej Rokosz will join on June 5, 2023 as Vice President of GeoTechnical Solutions. Harri Sara will continue in a new role within the business unit.

There were no other significant events to report after the end of the period.

PARENT COMPANY

As of January 1, 2023, the Parent company has change accounting currency to Euro.

Operating earnings in the Parent Company for the period amounted to EUR 173 thousand (-797) and earnings before tax to EUR -2,303 thousand (-3,571). The Parent Company's net debt amounted to EUR 107,579 thousand (104,359) and equity amounted to EUR 12,316 thousand (17,554). Cash and cash equivalents amounted to EUR 118 thousand (1) on the balance sheet date.

OWNERSHIP STRUCTURE AND NUMBER OF SHARES

ViaCon Group AB (publ), is a wholly owned subsidiary of the Norwegian company RI Holding AS with company registration number 923 991 484. ViaCon is part of the Group SRH BridgeCo AS, Oslo, Norway, which prepares consolidated financial statements for the highest level. SRH BridgeCo AS is owned by FSN Capital V. ViaCon's management and other representatives have an indirect ownership in the ViaCon Group by owning 4.9% of the Norwegian parent company RI Holding AS.

The Parent Company's share capital amounts to EUR 45 thousand, divided into 50,100 shares.

SEASONAL VARIATIONS

ViaCon has pronounced seasonal variations during the year, which tie in with the weather conditions and vary from quarter to quarter and from year to year. In addition, the outcome is affected by customers' strategic planning of infrastructure investments over the year. The lowest net sales and operating earnings are usually reflected in the first and fourth quarters.

CHANGE OF PRESENTATION CURRENCY AND PARENT COMPANY'S ACCOUNTING CURRENCY TO EURO

The Extraordinary General Meeting on October 6, 2022, resolved to replace the accounting currency from Swedish kronor to Euro in the Parent Company from January 1, 2023. Furthermore ViaCon has determined to use Euro as the presentation currency in the consolidated financial statements from this date.

The change of accounting currency from Swedish kronor to Euro has reduced the currency exposure in both the income statement and balance sheet as well as in other comprehensive income. It will also allow the Group to better match debt with net assets. The reason for the change is the accelerating globalisation of ViaCon's operations. About 45% of the Group's net assets in subsidiaries are denominated in Euros, as well as all financing in the Parent Company.

Historical values for previously reported periods have been translated at the exchange rates in force at that time. The balance sheet has been translated at the rate on the balance sheet date and the income statement to the average rate. The Group's income statement has been adjusted with previous financial translation differences regarding loans denominated in Euros. These adjustments and the translations effect due to the change of accounting currency in the Parent Company are reported as translation effect from change of presentation currency in the consolidated statement of changes in equity.

AUDIT REVIEW

This report has not been reviewed by ViaCon's auditors.

TRANSLATION

This report is a translation of the Swedish original and in the event of inconsistency or discrepancy between the English and Swedish version of this publication, the Swedish version shall prevail.

Gothenburg, May 24, 2023
ViaCon Group AB (publ)

Stefan Nordström
President and CEO

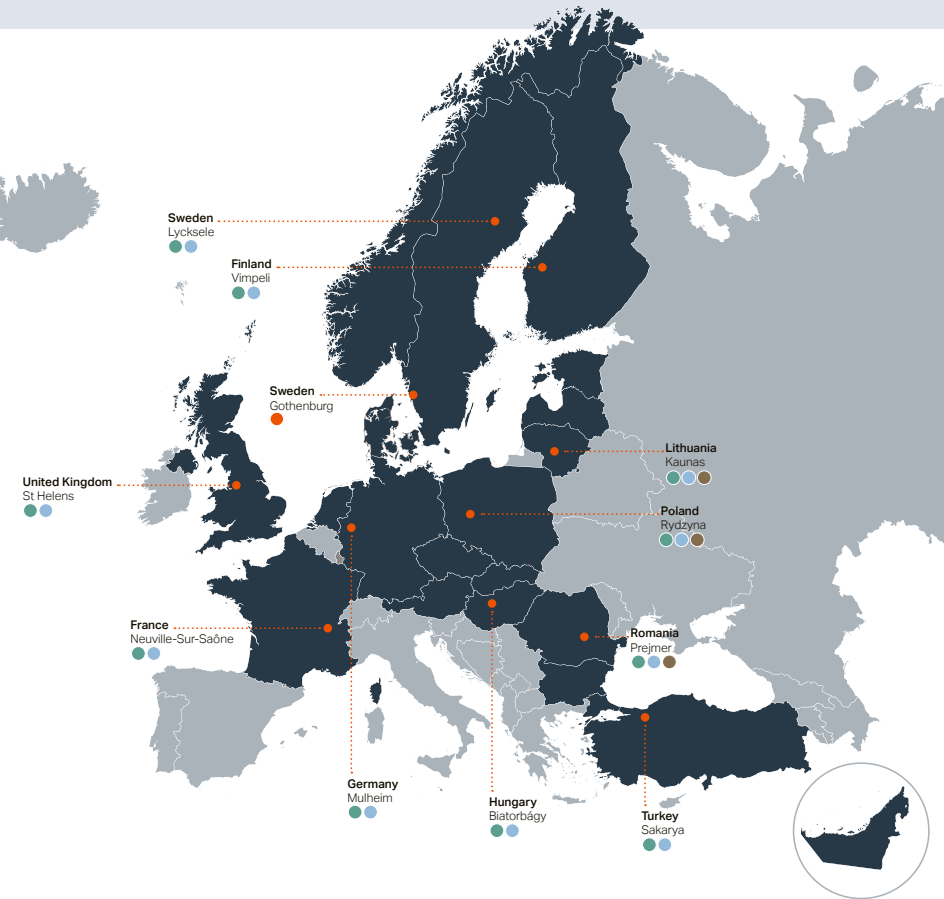
ViaCon in brief

ViaCon is a leading player in the European market with focus on production and technical sales of flexible corrugated steel structures and plastic pipes through the business units Bridges & Culverts Solutions, GeoTechnical Solutions and StormWater Solutions.

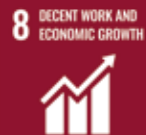
ViaCon aims at the highest standards when it comes to environmental awareness, health and safety. The solutions are designed to minimise carbon footprint with minimum disruptions of traffic at work site, hence handling negative effects on both environment and society.

ViaCon offers its customers a host of distinct state-of-the-art solutions that are long-lasting and designed to meet the challenges of a changing world. ViaCon's solutions support both its customers and the society in reaching the vital sustainable goals.

VIACON CONSTRUCTS CONNECTIONS. CONSCIOUSLY.



ViaCon has identified how the Company best can contribute to UN's 17 global Sustainable Development Goals (SDGs). ViaCon can contribute positively above all to the SDGs outlined below.



ViaCon focuses on safe working environments, code of conduct and long-term employment.



ViaCon creates value for our customers by providing them sustainable solutions tailored towards their specific needs.



ViaCon is a trusted partner to all our stakeholders with focus on sustainable solutions during all stages of our consumption, production, transport and utilisation.



ViaCon invests in new and existing plants and facilities to reduce emission from our own operations as well as from the use of our products. We focus on providing sustainable solutions, on recycling and training.

Consolidated income statement

TEUR	Note	JAN-MAR		12 M ROLLING	FULL YEAR
		2023	2022	APR 22 - MAR 23	2022
Net sales	2,4	30,534	34,959	214,015	218,440
Other operating income		284	499	1,443	1,657
Raw materials and consumables used	4	-16,976	-20,857	-123,415	-127,296
Personnel costs		-9,835	-9,312	-38,368	-37,845
Depreciation, amortisation and impairment		-1,578	-1,514	-5,822	-5,758
Other external expenses		-6,030	-6,531	-31,938	-32,440
Operating earnings		-3,600	-2,757	15,914	16,758
Financial income		1,479	507	5,349	4,376
Financial expenses		-4,869	-3,617	-17,655	-16,403
Net financial items*)		-3,390	-3,110	-12,307	-12,027
Earnings before tax		-6,991	-5,867	3,608	4,731
Tax on earnings for the year		610	500	-4,196	-4,306
Earnings for the period		-6,381	-5,367	-588	426
Earnings for the period attributable to:					
Equity holders of the parent company		-6,381	-5,367	-588	426
Non-controlling interests		-	-	-	-
		-6,381	-5,367	-588	426
*) of which translation differences in net financial items		-727	-715	-2,390	-2,378

Consolidated comprehensive income

TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 - MAR 23	2022
Earnings for the period	-6,381	-5,367	-588	426
Items that will not be reclassified to income statement in subsequent periods:				
Remeasurements of defined benefit pension plans, net of tax	-	-	153	153
Items to be reclassified to income statement in subsequent periods:				
Remeasurement of hyperinflation, net of tax	12	-	475	463
Exchange differences on translation of foreign operations	595	462	-1,495	-1,627
Other comprehensive income for the period, net of tax	607	462	-866	-1,011
Total comprehensive income for the period	-5,774	-4,905	-1,454	-585
Total comprehensive income attributable to:				
Equity holders of the parent company	-5,774	-4,905	-1,454	-585
	-5,774	-4,905	-1,454	-585

Consolidated balance sheet

TEUR	Note	31 MAR 2023	31 MAR 2022	31 DEC 2022	1 JAN 2022
ASSETS					
Non-current assets					
Intangible assets		42,991	40,686	42,984	40,985
Property, plant and equipment		26,144	25,045	26,084	24,854
Right-of-use assets		9,750	11,395	9,661	11,835
Financial assets		1,152	915	986	713
Deferred tax assets		2,688	3,071	2,077	2,595
Total non-current assets		82,725	81,112	81,792	80,982
Current assets					
Inventories		22,964	29,927	18,039	22,243
Accounts receivable		26,382	30,568	31,076	27,017
Other current receivables	4	7,710	5,193	5,009	5,067
Cash and cash equivalents		18,513	20,119	28,042	19,476
Total current assets		75,569	85,808	82,166	73,803
TOTAL ASSETS		158,294	166,920	163,958	154,785
EQUITY AND LIABILITIES					
Equity					
Equity attributable to Parent Company shareholders		-2,549	-10,330	3,225	-4,729
Total equity		-2,549	-10,330	3,225	-4,729
Liabilities					
Non-current liabilities					
Deferred tax liabilities		656	730	786	1,020
Pension obligations		649	840	628	812
Other provisions		840	752	820	769
Bond	3	97,656	96,388	97,421	96,141
Liabilities to credit institutions		23	173	48	198
Other non-current interest-bearing liabilities	4	8,388	16,899	8,133	17,000
Total non-current liabilities		108,213	115,782	107,837	115,941
Current liabilities					
Liabilities to credit institutions		12,621	12,706	12,321	2,753
Accounts payable		20,594	28,111	20,358	19,779
Other current interest-bearing liabilities		1,822	2,206	1,925	2,310
Other current liabilities	4	17,593	18,446	18,292	18,731
Total current liabilities		52,630	61,468	52,897	43,573
TOTAL EQUITY AND LIABILITIES		158,294	166,920	163,958	154,785

Consolidated statement of changes in equity

TEUR	31 MAR 2023	31 MAR 2022	31 DEC 2022
Opening balance as of beginning of period	3,225	-4,729	-4,729
Translation effect from change of presentation currency from SEK to EUR	-	-696	1,036
Comprehensive income			
Earnings for the period	-6,381	-5,367	426
Other comprehensive income net of tax	607	462	-1,011
Total comprehensive income	-5,774	-4,905	-585
Transactions with shareholders			
Shareholders' contribution	-	-	7,503
Total transactions with shareholders	-	-	7,503
Closing balance as of end of period	-2,549	-10,330	3,225
Attributable to:			
Equity holders of the parent company	-2,549	-10,330	3,225
Closing balance as of end of period	-2,549	-10,330	3,225

Consolidated net debt composition

TEUR	31 MAR 2023	31 MAR 2022	31 DEC 2022
Non-current interest-bearing liabilities	-106,067	-113,461	-105,602
Pension obligations	-649	-840	-628
Current interest-bearing liabilities	-14,443	-14,912	-14,247
Financial interest-bearing receivables	1,152	915	986
Cash and cash equivalents	18,513	20,119	28,042
Net debt (-)	-101,494	-108,178	-91,449

Consolidated cash flow statement

TEUR	JAN-MAR		FULL YEAR
	2023	2022	2022
Operating activities			
Earnings after financial items	-6,991	-5,867	4,731
Adjustments for items not included in cash flow*)	2,759	1,982	8,715
Taxes paid	-1,138	-445	-3,867
Cash flow from operating activities before changes in working capital	-5,369	-4,330	9,580
Cash flow from changes in working capital			
Increase (-)/ Decrease (+) in inventories	-4,997	-7,624	4,415
Increase (-)/ Decrease (+) in accounts receivable	3,911	-2,490	-4,833
Increase (+)/ Decrease (-) in accounts payable	264	8,289	192
Change in other current receivables and liabilities	-1,896	-1,657	-1,453
Cash flow from operating activities	-8,088	-7,812	7,900
Investing activities			
Acquisition of property, plant and equipment and intangible assets	-827	-1,274	-4,367
Acquisition of subsidiaries	-	-	-3,700
Disposal of subsidiaries	-	-	-346
Divestment of property, plant and equipment	122	444	810
Cash flow from investing activities	-705	-829	-7,603
Financing activities			
Proceeds from borrowings	387	11,683	18,339
Repayment of borrowings	-25	-1,818	-8,569
Paid group contributions	-	-	-42
Repayment of leases liabilities	-829	-863	-3,336
Cash flow from financing activities	-467	9,002	6,392
Net increase/decrease in cash	-9,260	360	6,689
Reconciliation of cash and cash equivalents			
Cash and cash equivalents as of beginning of the period	28,042	19,476	19,476
Cash flow for the period	-9,260	360	6,689
Translation differences in cash and cash equivalents	-269	284	1,877
Cash and cash equivalents at the end of the period	18,513	20,119	28,042
*) Adjustments for items not included in cash flow			
Depreciation of non-current assets	1,578	1,514	5,758
Net currency gains/ losses	753	337	1,757
Net financial items	443	583	936
Loss on sale of subsidiaries	-	-	967
Gains and losses on sale of tangible assets etc	-99	-262	-303
Impairment of inventory	62	-218	-186
Other	22	29	-213
Total	2,759	1,982	8,715

Alternative Performance Measures (APM)

Earnings before depreciation (EBITDA)

TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 -MAR 23	2022
Net sales	30,534	34,959	214,015	218,440
Operating earnings (EBIT)	-3,600	-2,757	15,914	16,758
Depreciation, amortisation and impairment	1,578	1,514	5,822	5,758
Earnings before depreciation (EBITDA)	-2,023	-1,243	21,736	22,516
EBITDA margin	-6.6%	-3.6%	10.2%	10.3%

Consolidated adjusted income statement

TEUR	JAN-MAR		12 M ROLLING	FULL YEAR
	2023	2022	APR 22 -MAR 23	2022
Net sales	30,534	34,959	214,015	218,440
Earnings before depreciation (EBITDA)	-2,023	-1,243	21,736	22,516
Items excluded from underlying EBITDA	280	1,372	3,254	4,346
Underlying earnings before depreciation (underlying EBITDA)	-1,742	130	24,990	26,862
Underlying EBITDA margin	-5.7%	0.4%	11.7%	12.3%
Operating earnings EBIT	-3,600	-2,757	15,914	16,758
Items excluded from underlying EBIT	280	1,372	3,254	4,346
Underlying operating earnings (underlying EBIT)	-3,320	-1,384	19,168	21,104
Underlying EBIT margin	-10.9%	-4.0%	9.0%	9.7%
Non-recurring items				
Implementation new strategy and restructuring	-	716	1,009	1,725
Capital efficiency	-	187	480	666
Acquisition	-	92	130	222
Divestment	-	-	959	959
Other	280	378	676	774
Total non-recurring items	280	1,372	3,254	4,346

APMs are used by ViaCon for annual and periodic financial reporting to provide a better understanding of the company's underlying financial performance for the period.

Underlying EBITDA and underlying EBIT are also used by management to drive performance in terms of target setting. These measures are adjusted IFRS measures defined, calculated and used in a consistent and transparent manner over time and across the Group where relevant. Operational measures such as volumes, prices and currency effects are not defined as non-recurring costs.

Alternative Performance Measures (APM) - cont.

Operating working capital

TEUR	31 MAR 2023	31 MAR 2022	31 DEC 2022
Inventories	22,964	29,927	18,039
Accounts receivables	26,382	30,568	31,076
Contract assets	2,294	354	1,553
Prepayment to suppliers	1,354	1,683	751
Accounts payable	-20,594	-28,111	-20,358
Contract liabilities	-3,131	-1,722	-2,055
Operating working capital (OPWC)	29,269	32,699	29,006

Consolidated liquidity

TEUR	31 MAR 2023	31 MAR 2022	31 DEC 2022
Cash and cash equivalents	18,513	20,119	28,042
Undrawn credit facilities	5,000	5,000	5,000
Total liquidity	23,513	25,119	33,042

Consolidated adjusted net debt composition

TEUR	31 MAR 2023	31 MAR 2022	31 DEC 2022
Net debt (-)	-101,494	-108,178	-91,449
Less interest-bearing liabilities attributable to lease liabilities	10,210	11,138	10,058
Adjusted net debt (-), excluding leases liabilities	-91,284	-97,040	-81,392

Group quarterly overview

TEUR	2023	2022				2021			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Income statement									
Net sales	30,534	59,783	62,607	61,091	34,959	46,113	61,659	53,030	31,068
Earnings before depreciation (EBITDA)	-2,023	8,020	7,842	7,898	-1,243	1,509	10,427	7,106	784
EBITDA margin	-6.6%	13.4%	12.5%	12.9%	-3.6%	3.3%	16.9%	13.4%	2.5%
Underlying earnings before depreciation (underlying EBITDA)	-1,742	8,587	8,937	9,209	130	3,172	11,130	8,030	1,254
Underlying EBITDA margin	-5.7%	14.4%	14.3%	15.1%	0.4%	6.9%	18.1%	15.1%	4.0%
Operating earnings EBIT	-3,600	6,537	6,441	6,536	-2,757	170	9,048	5,639	-429
EBIT margin	-11.8%	10.9%	10.3%	10.7%	-7.9%	0.4%	14.7%	10.6%	-1.4%
Underlying operating earnings (underlying EBIT)	-3,320	7,104	7,537	7,848	-1,384	1,833	9,751	6,563	41
Underlying EBIT margin	-10.9%	11.9%	12.0%	12.8%	-4.0%	4.0%	15.8%	12.4%	0.1%
Earnings for the period after tax	-6,381	2,460	968	2,365	-5,367	-3,452	4,025	4,886	-11,596
Balance sheet									
Non-current assets	82,725	81,792	82,156	83,727	81,112	80,982	69,119	65,426	60,323
Current assets	75,569	82,166	91,764	89,326	85,808	73,803	89,483	93,587	81,809
Equity	-2,549	3,225	-1,350	-471	-10,330	-4,729	588	-2,784	-32,209
Non-current liabilities	108,213	107,837	107,797	107,855	115,782	115,941	96,900	99,031	121,062
Current liabilities	52,630	52,897	67,473	65,670	61,468	43,573	61,114	62,766	53,280
Other									
Net debt (-)	-101,494	-91,449	-103,387	-111,694	-108,178	-99,026	-78,813	-86,704	-103,685
Adjusted net debt (-), excluding leases liabilities	-91,284	-81,392	-93,005	-100,852	-97,040	-87,462	-68,800	-79,043	-96,474

Segment reporting

As of January 2021, when a new organisation was implemented, the Group is divided into three different business units: Bridges & Culverts Solutions, GeoTechnical Solutions och StormWater Solutions. These three business units are the segments at which management and the Board carries out follow-ups. The chief operating decision maker in the Group is the President and CEO, who runs the operation together with the other members of the Group management

The segments' accounting policies adhere to the same policies as those applied in the preparation of the consolidated financial statements.

Key measures for management and reporting are net sales, underlying earnings before depreciation and underlying operating earnings.

The effect of IFRS 16 is applied at Group level and is not allocated to the different segments.

TEUR	Bridges & Culverts Solutions		GeoTechnical Solutions		StormWater Solutions		Not allocated items IFRS16		ViaCon Group	
	JAN-MAR		JAN-MAR		JAN-MAR		JAN-MAR		JAN-MAR	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Net sales	9,768	9,532	13,943	19,143	6,822	6,283	0	0	30,534	34,959
Earnings before depreciation (EBITDA)	-2,055	-1,403	-590	-132	-136	-512	759	804	-2,023	-1,243
EBITDA margin	-21.0%	-14.7%	-4.2%	-0.7%	-2.0%	-8.1%			-6.6%	-3.6%
Non-recurring items excluded from underlying EBITDA	101	719	18	352	161	301			280	1,372
Underlying earnings before depreciation (underlying EBITDA)	-1,954	-684	-572	220	25	-211	759	804	-1,742	130
Underlying EBITDA margin	-20.0%	-7.2%	-4.1%	1.2%	0.4%	-3.4%			-5.7%	0.4%
Depreciation, amortisation and impairment	409	382	277	209	274	284	618	639	1,578	1,514
Operating earnings (EBIT)	-2,464	-1,785	-867	-341	-411	-796	141	165	-3,600	-2,757
EBIT margin	-25.2%	-18.7%	-6.2%	-1.8%	-6.0%	-12.7%			-11.8%	-7.9%
Non-recurring items excluded from underlying EBIT	101	719	18	352	161	301	-	-	280	1,372
Underlying operating earnings (EBIT)	-2,363	-1,066	-849	11	-249	-495	141	165	-3,320	-1,384
Underlying EBIT margin	-24.2%	-11.2%	-6.1%	0.1%	-3.7%	-7.9%			-10.9%	-4.0%
Non-recurring items										
Implementation new strategy and restructuring	-	434	-	96	-	187	-	-	-	716
Capital efficiency	-	97	-	48	-	41	-	-	-	187
Acquisition	-	37	-	44	-	11	-	-	-	92
Divestment	-	-	-	-	-	-	-	-	-	-
Other	101	151	18	165	161	62	-	-	280	378
Total non-recurring items	101	719	18	352	161	301	-	-	280	1,372
Other disclosures										
Operating working capital assets	17,929	19,731	23,266	31,817	11,801	10,983	-	-	52,995	62,532
Operating working capital liabilities	-9,684	-8,461	-10,298	-16,823	-3,743	-4,549	-	-	-23,725	-29,833
Operating working capital (OPWC)	8,244	11,271	12,968	14,994	8,057	6,435	-	-	29,269	32,699

Segment reporting

TEUR	Bridges & Culverts Solutions		GeoTechnical Solutions		StormWater Solutions		Not allocated items IFRS16		ViaCon Group	
	12 M ROLLING	FULL YEAR	12 M ROLLING	FULL YEAR	12 M ROLLING	FULL YEAR	12 M ROLLING	FULL YEAR	12 M ROLLING	FULL YEAR
	APR 22 - MAR 23	2022	APR 22 - MAR 23	2022	APR 22 - MAR 23	2022	APR 22 - MAR 23	2022	APR 22 - MAR 23	2022
Net sales	82,907	82,672	95,841	101,041	35,266	34,727	-	-	214,015	218,440
Earnings before depreciation (EBITDA)	11,440	12,092	4,999	5,457	2,756	2,381	2,541	2,587	21,736	22,516
EBITDA margin	13.8%	14.6%	5.2%	5.4%	7.8%	6.9%			10.2%	10.3%
Non-recurring items excluded from underlying EBITDA	2,054	2,672	684	1,018	516	656	-	-	3,254	4,346
Underlying earnings before depreciation (underlying EBITDA)	13,494	14,764	5,683	6,475	3,272	3,036	2,541	2,587	24,990	26,862
Underlying EBITDA margin	16.3%	17.9%	5.9%	6.4%	9.3%	8.7%			11.7%	12.3%
Depreciation, amortisation and impairment	1,641	1,615	880	811	1,105	1,115	2,196	2,218	5,822	5,758
Operating earnings (EBIT)	9,799	10,477	4,119	4,646	1,651	1,266	345	369	15,914	16,758
EBIT margin	11.8%	12.7%	4.3%	4.6%	4.7%	3.6%			7.4%	7.7%
Non-recurring items excluded from underlying EBIT	2,054	2,672	684	1,018	516	656	-	-	3,254	4,346
Underlying operating earnings (EBIT)	11,853	13,149	4,803	5,664	2,168	1,922	345	369	19,168	21,104
Underlying EBIT margin	14.3%	15.9%	5.0%	5.6%	6.1%	5.5%			9.0%	9.7%
Non-recurring items										
Implementation new strategy and restructuring	457	890	409	504	143	330	-	-	1,009	1,725
Capital efficiency	247	345	128	176	105	146	-	-	480	666
Acquisition	101	138	-6	38	35	46	-	-	130	222
Divestment	959	959	-	-	-	-	-	-	959	959
Other	290	341	135	300	233	133	-	-	659	774
Total non-recurring items	2,054	2,672	666	1,018	516	656	-	-	3,236	4,346
Other disclosures										
Operating working capital assets	18,343	20,146	10,632	19,183	12,908	12,090	-	-	41,882	51,419
Operating working capital liabilities	-10,255	-9,032	-3,336	-9,861	-2,715	-3,521	-	-	-16,306	-22,413
Operating working capital (OPWC)	8,088	11,114	7,296	9,322	10,192	8,570	-	-	25,577	29,006

Condensed income statement parent company

TEUR	JAN-MAR		FULL YEAR
	2023	2022	2022
Net sales	-	-	-
Other operating income	2,231	1,461	8,112
Total operating income	2,231	1,461	8,112
Personnel costs	-1,213	-997	-4,164
Depreciation, amortisation and impairment	-4	-3	-15
Other external expenses	-841	-1,258	-8,952
Operating earnings	173	-797	-5,019
Dividend	-	-	9,410
Financial income	328	0	49
Financial expenses	-2,803	-2,774	-18,629
Net financial items	-2,476	-2,774	-9,170
Group contribution	-	-	1,035
Earnings before tax	-2,303	-3,571	-13,154
Tax on earnings for the period	-	-	-
Earnings for the period	-2,303	-3,571	-13,154

Other comprehensive income and net income are consistent since there are no items in other comprehensive income.

Condensed balance sheet parent company

TEUR	Note	31 MAR 2023	31 MAR 2022	31 DEC 2022	1 JAN 2022
ASSETS					
Non-current assets					
Property, plant and equipment		44	44	46	-
Participations in group companies		109,762	118,090	109,758	119,095
Other non-current receivables		237	69	192	-
Total non-current assets		110,043	118,202	109,996	119,095
Current assets					
Current receivables from group companies		3,128	14,470	14,700	5,650
Other current receivables		9,991	663	1,001	529
Cash and cash equivalents		118	1	69	-
Total current assets		13,238	15,134	15,770	6,179
TOTAL ASSETS		123,281	133,337	125,766	125,274
EQUITY AND LIABILITIES					
Equity					
Restricted equity		45	48	45	49
Non-restricted equity		12,271	17,506	14,570	21,305
Total equity		12,316	17,554	14,615	21,354
Liabilities					
Non-current liabilities					
Bond	3	97,656	94,330	97,421	94,457
Non-current liabilities to group companies		-	7,967	-	7,746
Other non-current liabilities		295	85	239	-
Total non-current liabilities		97,951	102,383	97,660	102,203
Current liabilities					
Liabilities to credit institutions		10,000	10,000	10,000	-
Current liabilities to group companies		1	283	147	101
Other current liabilities and provisions		3,013	3,117	3,344	1,616
Total current liabilities		13,014	13,400	13,491	1,717
TOTAL EQUITY AND LIABILITIES		123,281	133,337	125,766	125,274

NOTE 1

ACCOUNTING PRINCIPLES

This interim report has, for the Group, been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The financial reporting for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act and RFR 2 Accounting for legal entities. The accounting policies applied are unchanged compared to those outlined in the 2022 Annual report with the following exception:

As of January 1, 2023, ViaCon has changed the Group's presentation currency from Swedish kronor to Euro, which means that all financial reports will henceforth be presented in Euros. From the same date, the Parent company has also changed the accounting currency to Euros. For reporting comparative values in previously reported periods, IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors is applied.

All amounts in EUR thousand unless otherwise stated. Figures in parentheses refer to the previous year. Some figures are rounded, and amounts might not always appear to match when added up.

NOTE 2

NET SALES BY GEOGRAPHIC REGION

The Group receives most of its income from Eastern and Western Europe. Poland is the Group's single largest market with a share of 26,1% (21,8). There is no single customer in the Group whose revenue exceeds 10% of the Group's net sales.

The table below presents the distribution of the Group's income from external customers based on the geographic market.

	JAN-MAR	
	2023	2022
Sweden	2,537	3,600
Nordic (excl. Sweden)	2,879	4,912
Baltic	4,463	6,393
Eastern Europe (excl. Baltic)	13,461	12,919
Western Europe (excl. Nordic)	7,104	6,958
Other	90	178
Total	30,534	34,959

NOTE 3

FINANCIAL INSTRUMENTS

Financial liabilities are recognised at amortised cost. Financial liabilities include senior covered bonds with variable interest, issued on November 4, 2021 and due in 2025, to the value of EUR 100 million. The carrying amount of the bonds on March 31, 2023 amounted to EUR 97,656 thousand (96,388) and the fair value was EUR 92,630 thousand (97,880).

The parent company has in previous periods, up until December 2022, applied hedging of net investments in euros and thus the total bond loan has not been revalued at current exchange rates. Due to the company changing its accounting currency from Swedish kronor to euros as of January 1, 2023, the company has chosen to no longer apply hedge accounting of net investment as from December 2022 and has thus taken into account the entire revaluation of the corporate bond in the parent company.

NOTE 4

TRANSACTIONS WITH RELATED PARTIES

Related companies refer to companies owned by ViaCon's ultimate parent company SRH BridgeCo AS. It primarily concerns companies within the Saferoad group, a sister group to ViaCon.

	JAN - MAR	
	2023	2022
Sales of goods, services and other		
Related companies	11	11

	JAN - MAR	
	2023	2022
Purchase of goods, services and other		
Related companies	-2	-8

	JAN - MAR	
	2023	2022
Financial expense		
Related companies	0	-176

	RECEIVABLES		LIABILITIES	
	31 MAR 2023	31 MAR 2022	31 MAR 2023	31 MAR 2022
Balance sheet				
Related companies	138	3	53	8,676

DEFINITIONS

Average number of employees (FTE)

The total number of hours worked divided by normal annual working hours, expressed as the number of full-time positions.

EBIT margin (operating margin)

Operating earnings after depreciation and amortisation as a percentage of net sales for the year.

EBITDA margin (EBITDA margin)

Earnings before depreciation and amortisation as a percentage of net sales for the year.

Equity

Recognised equity including non-controlling interests.

Liquidity

Liquidity consist of cash and cash equivalents, undrawn credit facilities and marketable securities.

Net cash/net debt

Interest-bearing liabilities less interest-bearing assets, all calculated at year-end.

Organic growth

Change in core business adjusted for currency effects, investments and divestments.

Working capital

Current assets less current non-interest-bearing liabilities.

Operating working capital (OPWC)

Inventories, accounts receivable, and contract assets less prepayment to suppliers, accounts payable, and contract liabilities.

Alternative performance measures (APM)

APMs are used by ViaCon for annual and periodic financial reporting to provide a better understanding of the company's underlying financial performance for the period. Underlying EBITDA is also used by management to drive performance in terms of target setting. These measures are adjusted IFRS measures defined, calculated and used in a consistent and transparent manner over time and across the Group where relevant.

Earnings before depreciation and amortisation (EBITDA)

EBITDA is operating result before depreciation and amortisation of tangible and intangible assets.

Underlying operating earnings (underlying EBIT)

Underlying EBIT is defined as EBIT adjusted for material items which are not regarded as part of underlying business performance for the period, such as costs related to acquisitions and divestments, major restructuring costs and closure costs, gains and losses of disposals of businesses and operating assets as well as other major effects of a special nature.

Underlying earnings before depreciation and amortisation (underlying EBITDA)

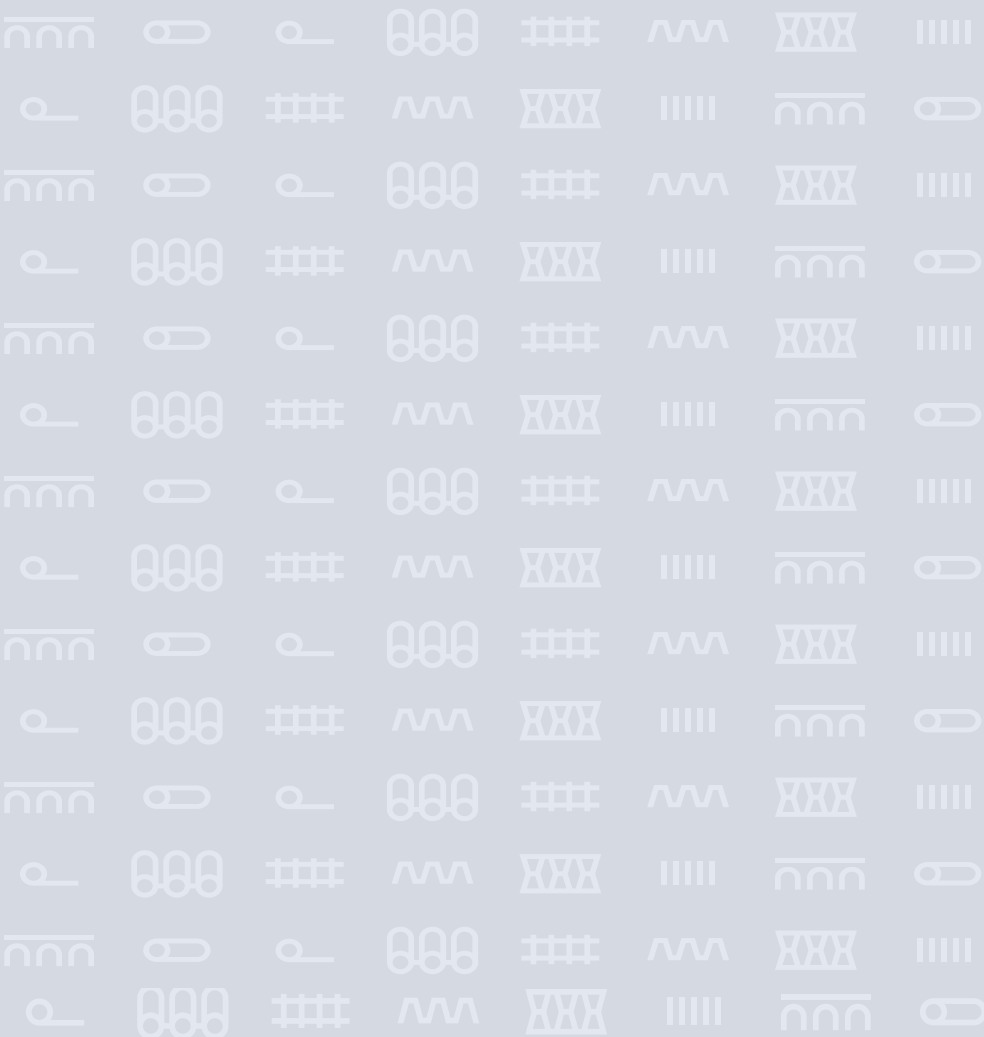
Underlying EBITDA is defined as EBITDA adjusted for material items which are not regarded as part of underlying business performance for the period, such as costs related to acquisitions and divestments, major restructuring costs and closure costs, gains and losses of disposals of businesses and operating assets as well as other major effects of a special nature.

Adjusted net cash/debt

Interest-bearing liabilities less interest-bearing assets, less lease liabilities, all calculated at year-end.

Operating working capital

Operating working capital include directly attributable items together with such items that can be reliably allocated to the respective segment. The items consist of inventories, accounts receivable, and contract assets less prepayment to suppliers, accounts payable, and contract liabilities.



This is information that ViaCon Group AB (publ) 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 above, at 11:30 CET on 24 May 2023.

Financial calendar

Half Year report, January - June 2023	August 30, 2023
Interim report, January - September 2023	November 16, 2023
Full Year report, January - December 2023	February 23, 2024

The reports can be found on ViaCon's website at www.viacongroup.com on their date of publication.

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Presentation of the report

A live presentation of the financial results and development for the period followed by a Q&A session will be held as follows:

Date: May 24, 2023
Time: 14:00 -15:00 CET
Presenters: CEO Stefan Nordström and CFO Philip Delborn
Link to webcast: <https://www.finwire.tv/webcast/viacon-group/q1-2023/>

The session will be recorded and available to watch on-demand via the link above.