

QUANT™

Smart services for a sustainable world



INTERIM REPORT Q4
OCTOBER - DECEMBER
2023

INTERIM OVERVIEW

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

October - December

- Net sales for the quarter decreased to EUR 45.6 (49.4) million. Organically, net sales decreased by -5.3%
- During the quarter the contract portfolio value decreased by net EUR -1.4 million. Three contracts were won and seven were renewed. Three contracts were lost. Portfolio run rate annualized net sales at the end of the quarter was EUR 168.2 million, compared to EUR 169.6 million at the end of the third quarter of 2023
- Operating profit for the quarter amounted to EUR -1.0 million, compared to EUR -12.7 million prior year
- Adjusted EBITDA amounted to EUR 0.2 (-1.5) million, excluding the effect of implementation of IFRS 16 Leases
- Cash flow from operating activities amounted to EUR 4.6 (5.8) million, of which change in working capital amounted to EUR 6.6 (8.2) million
- Net loss for the continuing business amounted to EUR -3.4 million compared to EUR -14.6 million prior year
- The Adjusted EBITDA for discontinued operations was EUR -0.1 (0.6) million and the net loss was EUR -0.6 (0.7) million, which is not included in the reported numbers above
- Group net income for the quarter, including discontinued operations, was EUR -4.0 (-13.9) million

January - December

- Net sales for the period improved to EUR 205.6 (179.4) million. Organically, net sales increased by 15.2%
- Operating profit amounted to EUR 1.7 million, compared to EUR -9.7 million prior year
- Adjusted EBITDA amounted to EUR 8.9 million compared to EUR 4.7 million prior year, excluding the effect of implementation of IFRS 16 Leases

- Cash flow from operating activities amounted to EUR 1.5 (7.7) million, of which change in working capital amounted to EUR 3.3 (9.8) million
- Net loss for the continuing business amounted to EUR -8.2 million compared to a loss of EUR -21.9 million prior year
- The Adjusted EBITDA for Discontinued operations was EUR -0.3 (0.5) million and the net loss was EUR -0.9 (0.6) million, which is not included in the reported numbers above
- Group net loss for the period, including discontinued operations, was EUR -9.1 (-21.3) million

Significant events during the quarter

Hitachi Energy and Quant have agreed to renew partnership agreements for maintenance, logistics and waste handling services. These agreements are expected to generate an average annual revenue of SEK 130 million (EUR 11.5 million) until 2026. As part of the contract renewal, Hitachi Energy and Quant have agreed on a long-term strategic development plan for how Quant will support Hitachi Energy's growth journey in the coming years.

Significant events after the quarter

On February 9, 2024, it was announced that Metsä Wood, part of Metsä Group, has informed Quant Finland about its intention to take a strategic decision to integrate the maintenance functions in-house, leading to the intention to terminate existing maintenance service agreements. Quant acknowledges Metsä Wood's intention and is dedicated to ensuring a seamless transition if the maintenance contracts are terminated. The scope of the transition will be agreed if a decision is taken. The annual revenue during 2023 from the Metsä Wood contracts amounted to EUR 24 million.

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net sales	45,597	49,372	205,638	179,374
Operating profit (loss)	-993	-12,701	1,647	-9,681
Adjusted EBITDA	235	-1,536	8,923	4,672
<i>Adjusted EBITDA, %</i>	<i>0.5%</i>	<i>-3.1%</i>	<i>4.3%</i>	<i>2.6%</i>
Adjusted EBITDA IFRS 16	522	-1,143	10,153	6,688
<i>Adjusted EBITDA IFRS 16, %</i>	<i>1.1%</i>	<i>-2.3%</i>	<i>4.9%</i>	<i>3.7%</i>
Cash flow from operating activities	4,585	5,839	1,541	7,698
Net debt	76,109	71,938	76,109	71,938
Net debt / Adjusted EBITDA, times	-	-	8.5	15.4
Net debt / Adjusted EBITDA IFRS 16, times	-	-	7.6	11.1
Discontinued operations				
Operating profit (loss)	-64	606	-307	461
Adjusted EBITDA	-64	606	-307	461
Adjusted EBITDA IFRS 16	-64	606	-307	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.

CEO COMMENTS

TOMAS RÖNN
CEO
QUANT AB (PUBL)



Reflecting on 2023, we weathered challenges and seized opportunities amidst a dynamic market landscape. As stewards of industrial maintenance excellence, our commitment to keeping machines working remained unwavering, guided by a steadfast dedication to our core values.

Safety is always highest on the agenda at Quant and I was happy to see a declining trend in our key indicator, LTI (Lost Time Incidents), during the year. The last quarter of 2023 was the best quarter for the past two years with regards to the LTI index. We stay committed to further improve our safety performance and I am looking forward to the safety month in April. We will have activities on all our sites, involving not only Quant colleagues, but also customers and other stakeholders.

Net sales for the quarter saw a decline of 5.3% year-on-year, totalling EUR 45.6 million, primarily due to the impact of lost contracts in the Europe & Middle East region. However, our annual net sales surged impressively by 15.2%, reaching EUR 205.6 million, as contracts mobilized in 2022 met their revenue expectations. Our contract portfolio decreased by EUR -1.4 million in the quarter, a result of three won contracts, seven renewals, and three lost contracts. The potential decision by Metsä Wood to insource industrial maintenance underscores the importance of our strategic plan to grow the portfolio, optimize existing contracts, and streamline costs. Additionally, we're pleased to announce the renewal of our partnership with Hitachi Energy, highlighting our commitment to long-term collaborative relationships and operational excellence.

Adjusted EBITDA for the quarter amounted to EUR 0.2 million, a significant improvement from last year's EUR -1.5 million. Similarly, for the full year, Adjusted EBITDA stood at EUR 8.9 million, up from EUR 4.7 million prior year. Region Europe & Middle East faced declining net sales due to lost contracts. Despite this, EBITDA for the region increased to EUR 1.2 million for the quarter and EUR 4.3 million for the year due to improved profitability in existing

contracts and diligent cost management. Similarly, Region Americas witnessed a decline in net sales for the quarter but marked a substantial annual increase reaching EUR 79.8 million compared to EUR 51.4 million last year. While the Americas had negative profitability in the quarter due to impairments related to lost contracts, it made a remarkable turnaround for the full year reaching an EBITDA of EUR 2.3 million compared to EUR -1.7 million last year. Region Finland & Baltics emerged as a success story, boasting improved net sales and profitability, attributed to good contract management and upselling initiatives. Net sales for the year climbed to EUR 63.8 million, with an EBITDA of EUR 3.6 million compared with EUR 2.8 million prior year.

The past year presented a rollercoaster journey, from record portfolio values to unforeseen losses stemming from environmental disasters and back to significant contract renewals. Quant almost doubled its EBITDA from the year before and remains steadfast in its mission to keep machines working. As we embark on a new fiscal year, we are guided by a clear vision: to grow our portfolio beyond EUR 200 million, ensure excellence in contract execution, and optimize our cost structure. These pillars will serve as our roadmap as we navigate the evolving industrial landscape and strive for sustainable growth and value creation.

I extend my heartfelt gratitude to every Quant colleague for their dedication and hard work. Together, we will continue to overcome challenges, seize opportunities, and reinforce Quant's position as a leader in maintenance services.

Tomas Rönn
CEO

FOURTH QUARTER OF 2023

Net sales and profit

Net sales during the quarter decreased to EUR 45.6 million from EUR 49.4 million prior year. The decrease was due to lost contracts in Americas and Europe & Middle East, partly mitigated by new contracts in region Europe & Middle East, high upselling in existing contracts as well as annual contract price inflation clauses which went into effect early during the year in region Finland & Baltics. Organically, i.e. adjusted for acquisitions, non-recurring adjustments and currency, net sales decreased by -5.3% compared to the same quarter last year.

For the full year net sales amounted to EUR 205.6 million, compared to EUR 179.4 million prior year mainly due to new contracts, more projects and upselling in existing contracts. This was partially offset by lost contracts. Organically, net sales increased with 15.2%.

Gross profit for the quarter amounted to EUR 4.1 million, compared to EUR 2.6 million prior year partly due to higher costs last year when new contracts in the Americas were mobilizing at the end of 2022, and partly due to improved profitability in existing contracts in Finland & Baltics. This was somewhat offset by lost contracts in Americas and Europe & Middle East. The Americas were negatively impacted by EUR 1.3 million reduction in revenue when operational receivables and accrued income were impaired due to a lost contract. Gross profit was also negatively impacted by currency fluctuations on revaluations of internal receivables and payables in the amount of EUR -0.3 (-0.6) million. Gross profit includes costs amounting to EUR 0.2 (0.0) million classified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information.

For the full year gross profit was EUR 22.5 million, an increase from EUR 20.0 million last year. This was mainly due to new contracts in region Americas, upsell with improved profitability in existing contracts and annual contract price inflation clauses, partially offset by lost contracts in region Americas and Europe & Middle East. During the period gross profit was negatively affected by changes in currency fluctuations at the amount of EUR -0.3 (0.5) million. Gross profit includes cost amounting to EUR 2.9 (0.0) million classified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information.

Operating loss for the quarter was EUR -1.0 million, compared to EUR -12.7 million last year. This was driven by a write-down of goodwill in Finland & Baltics of EUR 10 million in Q4 2022 as well as improved profitability on existing contracts and lower selling, general and administrative expenses.

Operating profit for the full year amounted to EUR 1.7 (-9.7) million as higher gross profit was offset by higher general and administrative expenses.

Quarterly adjusted EBITDA, excluding the impact from IFRS 16, was EUR 0.2 (-1.5) million mainly due to higher gross profit and lower general and administrative expenses. There was a negative impact from currency fluctuations on revaluation of internal receivables/payables of EUR -0.3 (-0.6) million. In constant currency the adjusted EBITDA was EUR 0.4 (-1.5) million. Quarterly adjusted EBITDA with IFRS 16 was EUR 0.5 (-1.1) million.

For the full year adjusted EBITDA, excluding the impact from IFRS 16, was EUR 8.9 million, compared to EUR 4.7 million prior year

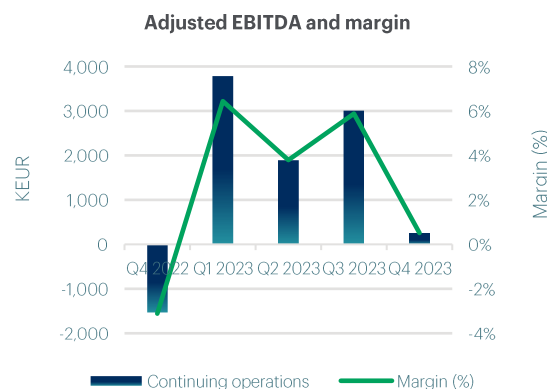
mainly due to higher gross profit offset by higher general and administrative expenses. In constant currency the adjusted EBITDA was EUR 8.4 (4.6) million. Adjusted EBITDA with IFRS 16 was EUR 10.2 (6.7) million.

Net financial items for the quarter were EUR -3.4 million compared to EUR -3.8 million last year. The impact on revaluations of internal loans to subsidiaries due to exchange rate fluctuations was EUR -0.5 for the quarter, compared to EUR 0.2 previous year. A EUR 0.7 million reduction in interest expense on loans, EUR 2.6 million in the fourth quarter of this year compared to EUR 3.3 million previous year, is due to the reduction of debt as a result of the ownership change last year.

For the full year net financial items amounted to EUR -11.0 (-13.2) million.

Net loss in the quarter amounted to EUR -3.4 million compared to EUR -14.6 million prior year. Adjusted for last year's EUR 10 million write down of goodwill, the improvement of almost EUR 2 million was due to better operational profitability and lower interest expenses. Net loss for the full year was EUR -8.2 million from EUR -21.9 million prior year primarily due to reduced interest in 2023 and last year's EUR 10 million write down of goodwill.

The Adjusted EBITDA for discontinued operations was EUR -0.1 (0.6) million in the quarter and for the full year the Adjusted EBITDA was EUR -0.3 (0.5) million. For discontinued operations, the net loss in the quarter was EUR -0.6 (0.7) million and the net loss for the full year was EUR -0.9 (0.6) million.



Cash flow

Cash flow from operating activities for the quarter amounted to EUR 4.6 (5.8) million. Change in working capital was EUR 6.6 (8.2) million for the quarter mainly due to a decrease in operational liabilities. Cash flow from operating activities for the full year amounted to EUR 1.5 (7.7) million. Change in net working capital was EUR 3.3 (9.8) million for the period mostly due to an increase in trade receivables.

For the total Group, including both continuing and discontinued operations, cash flow for the quarter was EUR 3.3 (3.6) million. On 31 December 2023 the loan amount drawn on the revolving working capital facility amounted to EUR 2.0 (0.0) million.

For the total Group, including both continuing and discontinued operations, cash flow for the full year was EUR -0.7 (4.8) million.

Contract portfolio

During the quarter, Quant had 71 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 49.1 (52.6) million are scheduled for renewal during the next twelve months.

During the fourth quarter three new contracts were won with annualized net sales of EUR 0.8 million. Three contracts were lost with annualized net sales of EUR -4.6 million. Seven contracts were renewed. The combined effect of these changes, including scope changes in existing contracts and exchange rate effects totalling EUR 2.3 million, amount to a decrease in the contract portfolio annualized net sales of EUR -1.4 million to end of quarter annualized run rate of EUR 168.2 million, compared to EUR 169.6 million at the end of the third quarter of 2023.

During the full year four contracts were won with annualized net sales of EUR 4.0 million. Seventeen contracts were renewed with a reduced scope corresponding to an annualized net sale of EUR -0.4 million. Eight contracts were lost with annualized net sales of EUR -44.2 million. The combined effect of these changes, including scope changes in existing contracts of EUR 3.5 million and exchange rate effects of EUR -4.4 million, amount to a decrease in the contract portfolio annualized net sales of EUR -41.5 million to end of quarter annualized run rate of EUR 168.2 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 87.1 (86.3) million. Net debt excluding the impact of IFRS 16 implementation amounted to EUR 76.1 (71.9) million, whereas Net debt with IFRS 16 effects included (Net Debt IFRS 16) amounted to EUR 77.5 (73.9) million (see separate table for calculation of Net debt and other Alternative Performance Measures).

The Group has a super senior working capital facility of EUR 10 million on which EUR 4.5 (2.8) million was drawn as at 31 December 2023. The drawn amount is comprised of EUR 2 (0) million in loans and EUR 2.5 (2.8) million in bank guarantees. The maturity date for the 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 0.2 (0.0) million for the Group in the quarter and EUR 2.9 (0.0) for the full year.

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 2.9 million during the full year of 2023.

Additionally, an EUR 1.3 million impairment of operational receivables and accrued income was made during the quarter as a result of the lost contract.

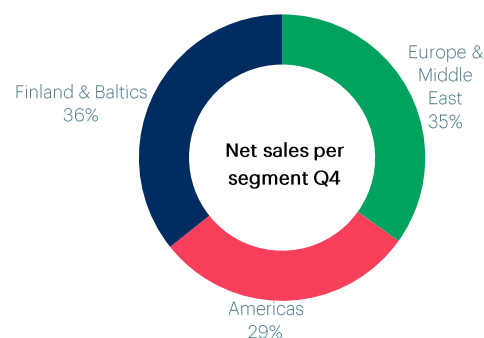
Parent company and ownership

Quant AB offers headquarter functions for the group and includes group management as well as group-wide functions. Cash and cash equivalents at 31 December 2023 amounted to EUR 1.1 (2.5) 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.

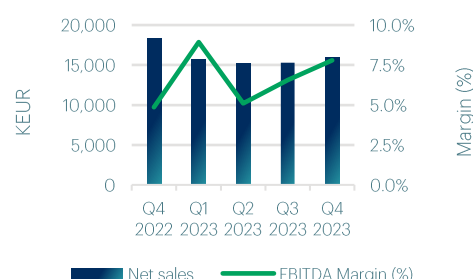


Europe & Middle East

Net sales in the quarter amounted to EUR 15.9 million, compared to EUR 18.3 million prior year. The decrease was mainly due to lost contracts which was partially offset by new contracts. For the full year net sales amounted to EUR 62.1 million, compared to EUR 69.1 million prior year, due to lost contracts, partially offset by new contracts and increased upselling in existing contracts.

Adjusted EBITDA for the quarter was EUR 1.2 million, compared to EUR 0.9 million prior year. The increase in adjusted EBITDA was due to higher gross profit because of improved profitability in existing contracts. For the full year EBITDA was EUR 4.4 million, compared to prior year at EUR 4.1 million. Higher gross profit due to higher profitability in existing contracts as well as lower selling, general and administrative expenses partly offset by lost contracts.

Net sales and EBITDA Margin



KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net sales	15,907	18,327	62,058	69,060
Operating profit (loss)	1,208	858	4,281	3,944
Adjusted EBITDA	1,241	893	4,418	4,067
Adjusted EBITDA %	7.8%	4.9%	7.1%	5.9%

Americas

Net sales in the quarter decreased to EUR 13.4 million, from EUR 16.1 million prior year. This was mainly due to lost contracts, including a EUR 1.3 million impairment of operational receivables and accrued income. This was partly mitigated by higher revenue from projects and upselling in existing contracts. Full year net sales were EUR 79.8 (51.4) million, the increase is due to new contracts and higher revenue from projects and upselling in existing contracts.

Adjusted EBITDA for the quarter was EUR -1.1 million, compared to EUR -1.5 million prior year. The above-mentioned impairment of operational receivables and accrued income dampened EBITDA but strong performance on one new contract mobilized in the fourth quarter of 2022 resulted in a positive outcome versus previous year. Costs of EUR 0.2 million related to one customer’s early termination as well as restructuring costs is classified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information. For the full year adjusted EBITDA was EUR 2.3 (-1.7) million due to new contracts mobilizing at the end of 2022 and beginning of 2023 as well as improved profitability in existing contracts offset by lost contracts. Costs of EUR 2.9 million related to one

customer’s early termination as well as restructuring costs is classified as non-recurring items in Adjusted EBITDA. See Items affecting comparability for more information.

Net sales and EBITDA Margin



KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net sales	13,408	16,081	79,781	51,437
Operating profit (loss)	-1,374	-1,684	-1,080	-2,080
Adjusted EBITDA	-1,129	-1,507	2,280	-1,714
Adjusted EBITDA %	-8.4%	-9.4%	2.9%	-3.3%

Finland & Baltics

Net sales in the quarter improved to EUR 16.3 million, from EUR 15.0 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 full year net sales improved compared to prior year and amounted to EUR 63.8 (58.9) million due to the above reasons.

Adjusted EBITDA in the quarter amounted to EUR 0.6 million, compared to EUR -0.1 million prior year, with improved gross profit driven by higher upsell in existing contracts and less selling expenses offset by higher general and administration expenses due to investment in service centre setup. For the full year adjusted EBITDA was EUR 3.8 million, up from EUR 2.8 million prior year due to the above-mentioned contract price inflation clauses and higher upsell in existing contracts, partly offset by higher general and administrative expenses.

Net sales and EBITDA Margin



KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net sales	16,282	14,963	63,800	58,876
Operating profit (loss)	578	-184	3,565	2,531
Adjusted EBITDA	626	-119	3,759	2,820
Adjusted EBITDA %	3.8%	-0.8%	5.9%	4.8%

SEGMENT OVERVIEW

Net Sales

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Europe & Middle East	15,907	18,327	62,058	69,060
Americas	13,408	16,081	79,781	51,437
Finland & Baltics	16,282	14,963	63,800	58,876
Other	-	-	-	-
Group (continuing operations)	45,597	49,372	205,638	179,374

Operating profit (loss)

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Europe & Middle East	1,208	858	4,281	3,944
Americas	-1,374	-1,684	-1,080	-2,080
Finland & Baltics	578	-184	3,565	2,531
Other	-1,405	-11,690	-5,120	-14,075
Operating profit	-993	-12,701	1,647	-9,681
Financial items	-3,440	-3,766	-11,039	-13,236
Profit/loss before tax (continuing operations)	-4,433	-16,466	-9,392	-22,917

Adjusted EBITDA

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Europe & Middle East	1,241	893	4,418	4,067
Americas	-1,129	-1,507	2,280	-1,714
Finland & Baltics	626	-119	3,759	2,820
Other	-503	-802	-1,534	-501
Group (continuing operations)	235	-1,536	8,923	4,672
Group, %	0.5%	-3.1%	4.3%	2.6%
Adjusted EBITDA IFRS 16 (continuing operations)	522	-1,143	10,153	6,688
Adjusted EBITDA IFRS 16 (continuing operations) %	1.1%	-2.3%	4.9%	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. This interim report includes a description and impact of important events that have occurred during the period together with a description of the principal risk and uncertainties faced by the Parent company and the Group.

Stockholm, February 23, 2024

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



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Financial Calendar



Annual Report 2023: April 26, 2024
Interim report Q1 2024 January – March: May 22, 2024
Interim report Q2 2024 April – June: August 30, 2024
Interim report Q3 2024 July – September: November 22, 2024

CONSOLIDATED ACCOUNTS

Condensed Consolidated Income Statement

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Continuing operations				
Net sales	45,597	49,372	205,638	179,374
Cost of sales	-41,506	-46,808	-183,132	-159,391
Gross profit	4,092	2,564	22,506	19,983
General and administration expenses	-4,491	-4,588	-18,475	-16,536
Selling expenses	-608	-715	-2,420	-2,870
Research and development costs	-	-72	-4	-297
Other operating items	14	-9,890	40	-9,961
Operating profit (loss)	-993	-12,701	1,647	-9,681
Net financial items	-3,440	-3,766	-11,039	-13,236
Profit (loss) before tax	-4,433	-16,466	-9,392	-22,917
Tax	1,058	1,867	1,172	1,033
Net profit (loss), continuing operations	-3,375	-14,600	-8,220	-21,884
Net profit (loss), discontinued operations	-636	696	-874	621
Net profit (loss), Group total	-4,011	-13,903	-9,095	-21,263
Net profit (loss) attrib to parent company shareholders	-4,011	-13,903	-9,095	-21,263
Earnings per share basic*, EUR Continuing operations	-0.67	-2.92	-1.64	-7.44
Earnings per share basic*, EUR Discontinued operations	-0.13	0.14	-0.17	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
Number of shares average	5,000,000	5,000,000	5,000,000	2,941,096

Condensed Consolidated Statement of Comprehensive income

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net profit (loss)	-4,011	-13,903	-9,095	-21,263
Other comprehensive income				
Translations differences pertaining to foreign operations	844	-453	243	-2,424
Items that will be reclassified to profit or loss	844	-453	243	-2,424
Revaluation of defined benefit plans	-103	1,386	-103	1,386
Tax pertaining to items that will not be reallocated to profit/loss	20	-271	20	-271
Items that will not be reclassified to profit or loss	-83	1,114	-83	1,114
Other comprehensive income	761	662	161	-1,310
Total comprehensive income	-3,250	-13,242	-8,934	-22,573

Condensed Consolidated Statement of Changes in Equity

KEUR	31 Dec 2023	31 Dec 2022
Opening Shareholder's equity	-8,649	-55,231
Net income/loss for the period	-9,095	-21,263
Other comprehensive income	161	-1,310
Total comprehensive income	-8,934	-22,573
Capital injection	-	10,000
Merger result	-	59,155
Closing Shareholder's equity	-17,583	-8,649

Condensed Consolidated Statement of Financial Position

KEUR	31 Dec 2023	31 Dec 2022
Non-current assets		
Intangible fixed assets	70,910	73,084
Tangible fixed assets	2,322	2,597
Right of use assets	1,379	1,893
Financial fixed assets	3,454	2,819
Total non-current assets	78,066	80,394
Current assets		
Inventories	1,627	1,632
Current receivables	40,606	34,113
Cash and bank	13,004	14,389
Assets held for sale	45	218
Total current assets	55,281	50,352
Total assets	133,346	130,746
Equity	-17,583	-8,649
Non-current liabilities		
Long term borrowings	87,112	86,327
Provisions for pensions and similar obligations	1,574	1,294
Provisions for taxes	1,572	2,809
Leasing liabilities	703	841
Other non interest bearing liabilities, external	-	-
Total non-current liabilities	90,962	91,272
Current liabilities		
Accounts payable, trade	12,368	10,303
Short term borrowings	2,000	-
Leasing liabilities	717	1,148
Other provisions	1,235	835
Other current liabilities	42,717	35,180
Liabilities related to assets held for sale	931	656
Total current liabilities	59,968	48,123
Total Liabilities	150,929	139,395
Total Liabilities and Equity	133,346	130,746

Condensed Consolidated Cashflow Statement

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Continuing operations				
Profit (loss) after financial items	-4,433	-16,466	-9,392	-22,917
<i>Adjustments for non-cash items</i>				
Reversal of depreciation, amortization, impairment	1,108	11,323	4,620	14,679
Reversal of depreciation Right of Use Assets	240	328	1,031	1,689
Change in provisions	356	-1,242	608	-952
Unrealized exchange rate differences	721	-77	993	-4,104
Other	296	3,849	985	9,929
Total items not affecting cash	2,720	14,181	8,237	21,241
<i>Taxes paid</i>	<i>-278</i>	<i>-65</i>	<i>-613</i>	<i>-439</i>
Changes in Working Capital				
Change in inventories	418	212	-2	-293
Change in receivables	3,748	438	-7,845	-1,704
Change in liabilities	2,410	7,540	11,156	11,809
Cash flow from changes in working capital	6,576	8,189	3,309	9,812
CASH FLOW FROM OPERATING ACTIVITIES	4,585	5,839	1,541	7,698
Investing activities				
Change in subsidiaries	0	-	-10	-
Change in intangible assets	-913	-523	-2,143	-1,413
Change in tangible assets	-73	-1,072	-770	-1,708
Change in financial fixed assets	-0	-5	64	-8
CASH FLOW FROM INVESTING ACTIVITIES	-986	-1,599	-2,859	-3,129
Financing activities				
Capital injection	-	-	-	9,525
New share issue	-	-	-	475
Expenses related to extension of Senior Bond	-	-800	-	-4,779
Change in loans	-0	-0	2,000	-4,000
Change in financial leases	-253	-534	-1,084	-1,777
CASH FLOW FROM FINANCING ACTIVITIES	-253	-1,335	916	-555
TOTAL CASH FLOW, continuing operations	3,347	2,905	-403	4,013
CASH FLOW, discontinued operations	-58	725	-296	818
CASH FLOW FOR THE PERIOD, Group total	3,288	3,630	-698	4,831
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD				
	9,981	11,016	14,389	9,648
Cash flow for the period	3,288	3,630	-698	4,831
Exchange rate effects	-266	-256	-687	-89
CASH & CASH EQUIVALENTS AT END OF PERIOD	13,004	14,389	13,004	14,389

PARENT COMPANY

Condensed Parent Company Income Statement

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net sales	3,335	2,301	12,499	9,932
Cost of sales	-980	-604	-3,475	-2,497
Gross profit	2,355	1,697	9,024	7,435
General and administration expenses	-1,547	-1,224	-4,913	-4,272
Selling expenses	-43	-83	-289	-403
Research and development costs	-	-74	-	-302
Other operating items	-133	-163	-112	231
Operating profit (loss)	632	153	3,710	2,688
Interest income	463	810	2,306	2,700
Interest expenses	-2,575	-3,276	-9,235	-13,018
Other financial items	-872	-16,778	-3,992	-17,295
Foreign exchange gains/losses	-748	-552	-1,114	993
Net financial items	-3,732	-19,796	-12,034	-26,619
Appropriations	-259	-	-259	-
Profit (loss) before tax	-3,360	-19,642	-8,584	-23,931
Tax	-122	230	-139	-229
Net profit (loss)	-3,482	-19,412	-8,723	-24,160

Condensed Parent Company Statement of Comprehensive Income

KEUR	Q4		Jan-Dec	
	2023	2022	2023	2022
Net profit (loss)	-3,482	-19,412	-8,723	-24,160
Total comprehensive income	-3,482	-19,412	-8,723	-24,160

Condensed Parent Company Statement of Financial Position

KEUR	31 Dec 2023	31 Dec 2022
Intangible fixed assets	3,552	1,408
Tangible fixed assets	222	370
Financial fixed assets	80,487	80,470
Total non-current assets	84,260	82,248
Current receivables	106,114	107,829
Cash and bank	1,097	2,546
Total current assets	107,211	110,376
Total assets	191,472	192,624
Equity	81,755	90,478
Untaxed reserves	539	-
Long term borrowings	87,112	86,327
Other non interest bearing liabilities, external	42	203
Total non-current liabilities	87,155	86,531
Accounts payable, trade	1,365	844
Short term borrowings	2,000	-
Other current liabilities	18,658	14,772
Total current liabilities	22,024	15,616
Total Liabilities	109,717	102,147
Total Liabilities and Equity	191,472	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	Q4		Jan-Dec	
	2023	2022	2023	2022
<i>Continuing operations</i>				
Operating profit (loss)	-993	-12,701	1,647	-9,681
Depreciation & amortization	1,348	1,564	5,651	6,281
Non recurring items	168	-	2,855	-
Reversal of Write-down tangible assets	-	-	-	-
Adjusted EBITDA IFRS 16	522	-1,143	10,153	6,688
Effect from IFRS 16	-287	-393	-1,230	-2,015
Adjusted EBITDA	235	-1,536	8,923	4,672
Net sales	45,597	49,372	205,638	179,374
Adjusted EBITDA margin	0.5%	-3.1%	4.3%	2.6%
<i>Discontinued operations</i>				
Operating profit (loss)	-64	606	-307	461
Depreciation & amortization	-	-	-	-
Non recurring items	-	-	-	-
Reversal of Write-down intangible assets	-	-	-	-
Reversal of Write-down tangible assets	-	-	-	-
Adjusted EBITDA IFRS 16	-64	606	-307	461
Effect from IFRS 16	-	-	-	-
Adjusted EBITDA	-64	606	-307	461
Net sales	-	-	-	-
Adjusted EBITDA margin	-	-	-	-
<i>Group total</i>				
Operating profit (loss)	-1,058	-12,095	1,339	-9,220
Depreciation & amortization	1,348	1,564	5,651	6,281
Non recurring items	168	-	2,855	-
Reversal of Write-down intangible assets	-	9,994	-	10,087
Reversal of Write-down tangible assets	-	-	-	-
Adjusted EBITDA IFRS 16	458	-537	9,846	7,149
Effect from IFRS 16	-287	-393	-1,230	-2,015
Adjusted EBITDA	171	-930	8,616	5,133
Net sales	45,597	49,372	205,638	179,374
Adjusted EBITDA margin	0.4%	-1.9%	4.2%	2.9%

KEUR	31 Dec		LTM	Jan-Dec
	2023	2022	Dec 2023	2022
Net Debt				
Cash and bank	13,004	14,389	13,004	14,389
Financial assets	13,004	14,389	13,004	14,389
Long term borrowings	87,112	86,327	87,112	86,327
Short term borrowings	2,000	-	2,000	-
Adjusted financial liabilities	89,112	86,327	89,112	86,327
Net Debt	76,109	71,938	76,109	71,938
Lease liabilities	1,420	1,990	1,420	1,990
Net Debt IFRS 16	77,529	73,928	77,529	73,928
Net Debt	-	-	76,109	71,938
Adjusted EBITDA Continued operations	-	-	8,923	4,672
Net Debt / Adjusted EBITDA, times	-	-	8.5	15.4
Net Debt IFRS 16	-	-	77,529	73,928
Adjusted EBITDA IFRS 16 Continued operations	-	-	10,153	6,688
Net Debt IFRS 16/ Adjusted EBITDA IFRS 16, times			7.6	11.1

KEUR	Q4	Jan-Dec
	2023	2023
Changes in net sales		
Net sales	45,597	205,638
Net sales in comparative period of previous year	49,372	179,374
Net sales, change	-3,774	26,264
Minus: Structural changes and other non-recurring adjustments	-	-
Plus: Changes in exchange rates	1,150	1,004
Organic Growth	-2,624	27,269
Structural changes and other Non-recurring adjustments, %	-	-
Organic Growth, %	-5.3%	15.2%
Net sales	45,597	205,638
Plus: Changes in exchange rates	1,150	1,004
Net sales in constant currency	46,747	206,642
Adjusted EBITDA	235	8,923
Plus: Changes in exchange rates	145	-507
Adjusted EBITDA in constant currency	380	8,415

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 2,744 compared to 2,946 during the third quarter of 2023. The number of employees as of 31 December 2023 was 2,661 compared to 2,977 on 30 September 2023.

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 of this year 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	Q4		Jan-Dec	
	2023	2022	2023	2022
Discontinued operations				
Net sales	-	-	-	-
Operating profit (loss)	-64	606	-307	461
Profit (loss) before tax	-330	607	-568	462
Net profit (loss)	-636	696	-874	621
Cash flow from operating activities	-232	725	-469	818
Cash flow from investing activities	174	725	174	818
Total cash flow	-58	725	-296	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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