

INCREASED SALES AND SIGNIFICANTLY IMPROVED EARNINGS

January – September

	2016	2015	Change (%)
Net sales	13,030	9,770	+33
Expenses	(31,325)	(31,646)	+1
EBITDA	(11,503)	(11,918)	+3
<i>EBITDA excluding legal fees and insurance reimbursement as well as non-recurring costs of SEK 2,306k for 2015</i>	(4,362)	(8,797)	+50
Operating loss	(12,472)	(16,652)	+25
<i>Operating loss excluding legal fees and insurance reimbursement as well as non-recurring costs of SEK 6,036k for 2015</i>	(5,331)	(9,801)	+46
Comprehensive income for the period	(12,634)	(16,825)	+25
<i>Comprehensive income for the period excluding legal fees and insurance reimbursement as well as non-recurring costs of SEK 6,036k for 2015</i>	(5,493)	(9,974)	+45
Comprehensive income per share based on a weighted average of the number of outstanding shares	(0.29)	(0.61)	+52
Cash flow from operating activities	(14,001)	(12,177)	(15)
Cash and cash equivalents for the period	6,599	6,145	+7

July – September

- **Net sales** increased by 38% to SEK 4,627k (3,358k).
- **Comprehensive income** was a loss of SEK 1,059 (loss: 6,470k).
- **Comprehensive income per share** totaled SEK -0.02 (-0.18).
- **Cash flow from operating activities** was SEK -3,003k (-2,698k).
- **Cash and cash equivalents including short-term investments** amounted to SEK 6,599k (6,145k) at the end of the period.

Events after the end of the period

Genovis has entered into a license agreement with Life Technologies, a wholly owned subsidiary of Thermo Fisher Scientific, and is launching a unique new technology for labeling antibodies.

January – September

- **Net sales** rose by about 33% to SEK 13,030k (9,770k).
- **Expenses** excluding legal fees¹⁾ and non-recurring costs²⁾ declined by SEK 853k to SEK 19,086k (19,939k). Recognized expenses for the period amounted to 31,325k (31,646k).
- **Operating result** excluding legal fees/reimbursement from the insurance company¹⁾ and non-recurring costs²⁾ amounted to a loss of 5,331k (loss: 9,801k). Recognized operating loss for the period was SEK 12,472k (loss: 16,652k).
- **Comprehensive income basic and diluted** excluding legal fees/reimbursement from the insurance company¹⁾ and non-recurring costs²⁾ amounted to a loss of 5,493k (loss: 9,974k). Recognized comprehensive income for the period was a loss of SEK 12,634k (loss: 16,825k).
- **Comprehensive income per share, basic and diluted**, excluding legal fees/reimbursement from the insurance company¹⁾ as well as non-recurring costs²⁾ totals SEK -0.13 (-0.58). Recognized comprehensive income per share basic and diluted totaled SEK -0.29 (-0.61).

¹⁾ Legal fees and reimbursement from the insurance company are attributable to the settled patent dispute in the US.

²⁾ Non-recurring costs relate to 2015 and amount to a total of SEK 6,036k.

Comments from CEO Fredrik Olsson

I am pleased to report that the past quarter is Genovis' best single quarter to date in terms of earnings. It is a clear sign that our strategic work with unique, high-quality products for pharmaceutical companies with a focus on biopharmaceuticals represents a market of the future and that Genovis is now well-positioned in this market. The third quarter demonstrates continued strong organic growth in the product portfolio and we can conclude that Genovis' revenue has increased for the eighth consecutive quarter compared with the corresponding period the previous year. Gross margin remains high and stable in the third quarter at 93 percent and sales increased across the board in every product category. In all, sales surged 38 percent compared with the previous year.

We are extremely pleased with and proud of the licensing agreement with Life Technologies, a subsidiary of Thermo Fisher Scientific, which was signed in early October. It is a clear stamp of quality that a world-leading industry colleague wants to collaborate with Genovis to introduce a new technology for labeling antibodies. As further confirmation in this collaborative effort, Life Technologies is recommending selling and marketing the product through Genovis – high praise for the value of our accumulated customer base and how customers perceive us as a company in this market. Our customer list includes all of the major pharmaceutical companies, representing both recognition of the customer value of our products, as well as our ability to reach out to a global pharmaceutical market.

The new product, GlyCLICK™, opens up a parallel business area for us and focuses on the same customer base that we currently have – pharmaceutical companies that develop biological drugs. I therefore expect that adoption by the market will be facilitated since these customers are already aware of Genovis and recognize our quality, service and knowledge. Our initial market strategy is to establish the product on the preclinical market to promote acceptance and confidence in the technology platform, thereby simplifying the step to clinical use where the value is of course much higher. It will be exciting to follow the growth of GlyCLICK™ moving forward.

Looking ahead, I see several signs of continued strong growth for Genovis. There are strong underlying driving forces in the development of biopharmaceuticals and in recent years we have seen several of the major pharmaceutical companies clearly position their product portfolios based on biologics, especially antibodies where Genovis is already well-established. New antibody formats such as antibody drug conjugates (ADC) and bispecific antibodies will further grow the market. During development and production of these various biologicals cost effective and safe analytical methods will be very important moving forward, och Genovis will be an important player in this segment.

I would like to take this opportunity to thank all our employees and shareholders for a highly successful quarter.

Genovis offers customers



Knowledge

Genovis is the most innovative company in the world for analysis of proteins. Because of their direct involvement in both the discovery and development of Genovis' enzymes, Genovis employees have extensive knowledge of both the specific activity of the enzymes and their applications for more efficient drug development. Genovis customers largely comprise pharmaceutical companies that develop biological drugs, such as Merck, Roche, Genentech, Johnson & Johnson and Pfizer.

Support

In addition to the ordered product, Genovis offers its combined expertise relating to the Company's enzymes and applications. During product development, Genovis places great emphasis on ensuring that the customer experience is as positive as possible, which means that the products must be robust, easy to use and stable during shipping and storage. Genovis also offers customers development of customized methods.

Thanks to Genovis' strategic placement of the parent company in Europe and the subsidiary in the US, global deliveries and technical support can always be provided within 24 hours.

Products

Genovis develops unique enzymes that are marketed under a common brand, SmartEnzymes. Currently the Company have seven different enzyme products for use in the development and analysis of biopharmaceuticals. All products provide faster analyses with higher quality than competing products can offer. The products can be ordered from a standard range or as custom-made products.

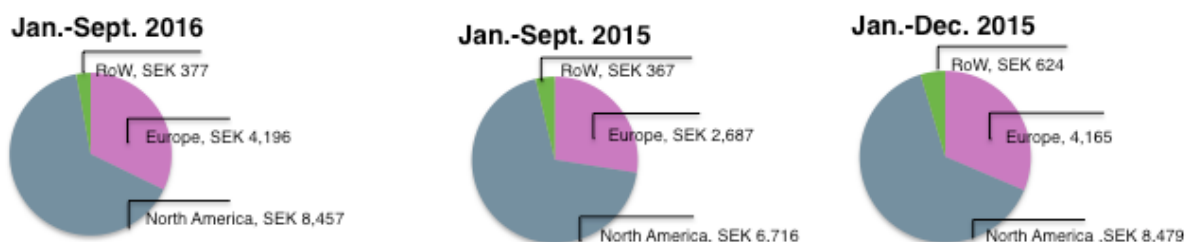
In October Genovis launched a new technology for labeling antibodies, GlyCLICK™. The product is aimed at customers who work with preclinical imaging and next-generation antibody-based drugs, known as Antibody Drug Conjugates (ADCs). The product, which further broadens Genovis' product portfolio, provides customers with a precise end product, which is something that industry has been demanding.

Sales

Net sales

Net sales for the period rose to SEK 13,030k (9,770k), an increase of 33 percent compared with the same period in 2015. Net sales for the third quarter rose to SEK 4,627k (3,358k), an increase of 38 percent compared with the same period in 2015.

Revenue per geographic area (SEK thousands)



Other operating income

Other operating income during the period amounted to SEK 5,482k (5,224k), of which the third quarter amounted to SEK 186k (3,374k).

Profit/loss

Operating profit/loss (EBIT)

Operating loss for the period was SEK 12,472k (loss: 16,652k). Excluding legal fees and reimbursement from the insurance company, as well as non-recurring costs of SEK 6,036k in 2015, the operating result was a loss of SEK 5,331k (loss: 9,801k). The operating result for the third quarter was a loss of SEK 1,070k (loss: 6,392k).

Financial income and expenses

Net financial expenses and income for the period amounted to SEK -131k (-33k) and for the third quarter SEK 0k (-2k).

Comprehensive income

Comprehensive income for the period was a loss of SEK 12,634k (loss: 16,825k). Excluding legal fees and reimbursement from the insurance company, as well as non-recurring costs of SEK 6,036k in 2015, comprehensive income was a loss of SEK 5,493k (loss: 9,974k). Earnings per share for the half year, based on a weighted average of the number of outstanding shares, totaled SEK -0.29 (-0.61). Excluding legal fees and reimbursement from the insurance company, comprehensive income per share was SEK -0.13 (-0.36).

Comprehensive income for the third quarter was a loss of SEK 1,059k (loss: 6,470k) and earnings per share based on a weighted average of the number of outstanding shares totaled SEK -0.02 (-0.18).

Expenses

Consolidated expenses for the period declined by SEK 321k to SEK 31,325k (31,646k). Excluding legal fees and non-recurring costs of SEK 6,036k recognized in 2015, Genovis reduced its expenses during the period by SEK 853k to SEK 19,086k (19,939k).

Operating expenses are allocated as follows: raw materials and consumables SEK 1,098k (1,646k).

Other external expenses totaled SEK 21,608k (14,723k), largely attributable to the patent dispute with Promega for which a settlement was reached in June. Personnel costs amounted to SEK 7,650k (10,493k).

Total expenses for the third quarter were SEK 6,385k (13,254k). Operating expenses are allocated as follows: raw materials and consumables SEK 362k (280k), other external expenses SEK 3,499k (5,760k) and personnel costs SEK 2,213k (3,203k).

Investments

Consolidated capital expenditure during the period totaled SEK 1,194k (1,533k), of which SEK 10k (109k) is attributable to property, plant, and equipment, primarily laboratory equipment and computers, and SEK 1,184k (1,424k) is attributable to investments in intangible assets. Net capital expenditure during the third quarter totaled SEK 340k (331k), of which SEK 0 (0) is attributable to property, plant, and equipment, and SEK 340k (331k) is attributable to investments in intangible assets.

Cash flow

Consolidated cash flow for the period totaled SEK 4,547k (5,457k). Cash flow from financing activities totaled SEK 19,742k (14,167k) and is largely attributable to the rights issues carried out in 2016 and 2015.

Cash flow for the third quarter was SEK -3,412k (-3,095k). Cash flow from financing activities totaled SEK -69k (-65k).

Financial position

Consolidated cash and cash equivalents including short-term investments at the end of the period amounted to SEK 6,599k (6,145k). The Board believes that the Group's current liquidity, taking into account expected revenues, is sufficient to run the Company over the next twelve months.

The Company does not have any interest-bearing liabilities.

Total shareholders' equity for the Group was SEK 17,929k after taking the result for the period into account.

The Group's equity ratio at the end of the period was 77 (67) percent and equity per share was SEK 0.41 (0.43), based on fully diluted average number of shares at the end of the period.

Taxes

The Group has a deferred tax asset arising from the parent company, amounting to SEK 1,718k (1,718k) at the end of the period.

Employees

On September 30, 2016, the Group had fifteen employees, compared with the same period the previous year, when the Group had thirteen employees.

Share capital and Share Performance

Share capital at the end of the period amounted to SEK 13,823,540.50. The total number of shares amounted to 55,294,162 with a par value of SEK 0.25. The Company has issued 450,000 warrants subscribed to by CEO Fredrik Olsson and former CEO Sarah Fredriksson. After the rights issue carried out in May-June 2016, Genovis' TO 2014/2017 warrant program has been recalculated. Each warrant entitles the holder to subscribe for 1.43 shares per warrant at the subscription price of SEK 4 (four). Exercised warrants will result in a dilution of 1.16 percent for the other shareholders.

Genovis shares are traded on Nasdaq First North Stockholm under the ticker symbol GENO. First North is an alternative market, operated by the various exchanges within Nasdaq OMX. Companies on First North are subject to the rules of First North and not the legal requirements for admission to trading on a regulated market. Consensus is the Certified Advisor for Genovis; T: +46 (0)31-745 50 00.

Parent company

Net sales and operating profit/loss in the parent company are attributable to the primary and only business area: sales and/or outlicensing of research-based innovations. According to Genovis, the company does not meet the definition of geographical areas under IAS 14 and therefore no secondary segment information is provided.

Revenue

Revenue for the period was SEK 15,839k (14,619k), of which SEK 10,016k (7,854k) was attributable to external sales, while SEK 5,482k (6,683k) relates to other revenue and SEK 341k (82k) represents changes in inventory, finished goods. Other revenue largely comprises insurance reimbursement received for the settled patent dispute between Genovis and Promega.

Revenue for the third quarter was SEK 3,997k (6,285k), of which SEK 3,291k (2,562k) was attributable to sales and SEK 204k (3,593k) relates to other revenue. Other revenue includes changes in inventory, finished goods of SEK 502k (130k).

Expenses

Operating expenses for the period totaled SEK 28,531k (29,382k) and expenses for the third quarter totaled SEK 5,606k (12,862k). The decline in expenses for the period is mainly attributable to the settled patent dispute.

Financial performance

Operating loss for the period was SEK 12,692k (loss: 14,763k) and loss after net financial items was SEK 12,821k (loss: 17,093k). Net capital expenditure totaled SEK 1,194k (705k). Cash and cash equivalents, including short-term investments at the end of the period totaled SEK 3,170k (3,697k). The operating loss for the third quarter was SEK 1,609k (loss: 6,577k) and loss after net financial items was SEK 1,609k (loss: 6,577k).

Taxes

The parent company has a deferred tax asset amounting to SEK 1,718k (1,718k) at the end of the half year, equivalent to a loss-carryforward of about SEK 7.8m, which is expected to be utilized in the foreseeable future. The Company's total tax loss amounts to SEK 146 million.

Subsidiary Genovis Inc.

The subsidiary Genovis Inc. handles all sales in the North American market.

Related party transactions

Genovis board member and principal owner Mikael Lönn, who holds a 22.59 percent stake in Genovis, owns 12.24 percent of the shares in Redeye, for which Mikael Lönn is also a board member. Genovis has purchased analysis services from Redeye for a total of SEK 248k. Genovis has repaid loans and paid SEK 64k in interest to director Kenth Petersson and SEK 65k in interest to Mikael Lönn. The guarantee fee of SEK 483k was paid to Mikael Lönn for the guarantee in the rights issue that was completed in June, 2016.

Nomination Committee

Nomination Committee prior to the 2017 Annual General Meeting:

Mikael Lönn

Göran Arvidsson, appointed by Hansa Medical AB

Peter Ragnarsson, appointed by LMK Forward AB

Gunnar Bergstedt, appointed by Aduno AB

The Nomination Committee had its first meeting, at which Mikael Lönn was appointed chairman.

Shareholders wishing to submit comments or proposals to the Nomination Committee should do so no later than March 2, 2017, by email to info@genovis.com or by letter to Genovis AB, Nomination Committee, Box 790, SE-220 07 Lund, Sweden.

Future reporting dates

Year-end Report	January 1 – December 31, 2016	February 27, 2017
First quarter interim report	January 1 – March 31, 2017	May 8, 2017
Annual General Meeting	Time and place to be announced	May 11, 2017

Interim reports may be ordered from the Company or downloaded at the Genovis web site:
www.genovis.com.

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Outlook

Although the Life Science field is relatively independent of business cycles, periods of uncertainty can influence our customers' appetite to invest in new technology. With all development projects proceeding according to plan, Genovis is positioned to make additional advances with respect to both new products and sales. Taken together, volume growth is expected to be positive in 2016.

Risk Factors

Genovis' general view of the financial risks that could affect operations has not changed since the description published in the most recent annual report. Genovis' business risks include the difficulties in retaining skilled personnel and the risk that anticipated revenue might not materialize since the Company is active in a market in which competing companies have substantially larger financial resources at their disposal. For a detailed overview of the Company's financial risks please refer to pages 52–53 in Genovis' 2015 annual report.

Accounting policies

This interim report for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting and the relevant provisions of the Swedish Annual Accounts Act. The interim report for the Parent Company has been prepared in accordance with chapter 9 of the Swedish Annual Accounts Act, Interim Reports. The accounting policies applied for the Group and the parent company are consistent with the accounting policies used in the preparation of the most recent annual report.

Consolidated statement of
comprehensive income
(SEK thousands)

	July-Sept.		Jan.-Sept.		Jan.-Dec.
	2016	2015	2016	2015	2015
Net sales	4,627	3,358	13,030	9,770	13,268
Change in inventory, finished goods	502	130	341	82	118
Other operating income	186	3,374	5,482	5,224	9,255
Raw materials and consumables	(362)	(280)	(1,098)	(1,646)	(2,577)
Gross profit/loss	4,953	6,582	17,755	13,430	20,064
Personnel costs	2,213	3,203	7,650	10,493	13,346
Other external expenses	3,499	5,760	21,608	14,723	21,493
Other operating expenses	18	51	0	132	0
Operating loss before depreciation and amortization (EBITDA),	(741)	(2,330)	(11,503)	(11,918)	(14,775)
Depreciation, amortization and impairment of plant, property, and equipment and intangible assets	329	4,062	969	4,734	5,049
Operating profit/loss (EBIT)	(1,070)	(6,392)	(12,472)	(16,652)	(19,824)
Net financial items	0	(2)	(131)	(33)	(34)
Profit/loss after financial items	(1,070)	(6,394)	(12,603)	(16,685)	(19,858)
Taxes	0	(73)	2	(159)	(48)
Profit/loss after tax	(1,070)	(6,467)	(12,601)	(16,844)	(19,906)
Other comprehensive income	11	(3)	(33)	19	(22)
Comprehensive income for the period	(1,059)	(6,470)	(12,634)	(16,825)	(19,928)
Attributable to shareholders in Genovis AB	(1,059)	(6,470)	(12,634)	(16,825)	(19,928)

	July-Sept.		Jan.-Sept.		Jan.-Dec.
	2016	2015	2016	2015	2015
Earnings per share based on weighted average of the number of outstanding shares (basic and diluted)*.	(0.02)	(0.18)	(0.29)	(0.61)	(0.66)

	July-Sept.		Jan.-Sept.		Jan.-Dec.
	2016	2015	2016	2015	2015
Number of outstanding shares					
Weighted average for the period	55,294,162	36,816,930	43,677,141	27,789,523	30,064,155
Number of shares at beginning of period	55,294,162	36,409,420	36,862,775	21,845,652	21,845,652
Number of shares at end of period	55,294,162	36,862,775	55,294,162	36,862,775	36,862,775
Share price at end of period, SEK	2.46	1.87	2.46	1.87	2.00

*The outstanding warrants do not entail any dilution of earnings per share since a conversion to shares would result in improved reported earnings per share.

Summary Consolidated Balance Sheet
 (SEK thousands)

Sept. 30

2016 2015

	2016	2015
Assets		
<i>Noncurrent assets</i>		
Intangible assets	3,358	2,687
Property, plant and equipment	1,245	1,854
Financial assets	1,718	1,718
Current assets	10,237	5,418
Cash and cash equivalents	6,599	6,145
Total assets	23,157	17,822

Equity and liabilities		
Shareholders' equity	17,929	11,925
Non-current liabilities	135	180
Current liabilities	5,093	5,717
Total equity and liabilities	23,157	17,822

 Consolidated statement of changes in equity
 (SEK thousands)

Amount at start of period	8,822	14,583
Rights issue	21,741	14,167
Currency differential	(43)	19
Profit/loss for the period	(12,591)	(16,844)
Amount at end of period	17,929	11,925
Attributable to shareholders in Genovis AB	17,929	11,925

Key financial figures

Equity/assets ratio (%)	77	67
Equity per share at end of period* (SEK)	0.41	0.43

* Based on weighted average of the number of outstanding shares (basic and diluted).

Summary Consolidated cash and cash equivalents

(SEK thousands)	July-Sept.		Jan.-Sept.		Jan.- Dec.
	2016	2015	2016	2015	2015
Cash flow from operations	(1,070)	(6,392)	(12,472)	(16,652)	(19,824)
Adjustment for items not affecting cash flow	340	4,061	936	4,753	5,026
Change in working capital	(2,273)	(365)	(2,334)	(245)	(1,285)
Net financial items	0	(2)	(131)	(33)	(34)
Cash flow from operating activities	(3,003)	(2,698)	(14,001)	(12,177)	(16,117)
Investing activities	(340)	(332)	(1,194)	3,467	3,314
Cash flow after investing activities	(3,343)	(3,030)	(15,195)	(8,710)	(12,803)
Financing activities	(69)	(65)	2,500	0	0
Rights issue	0	0	17,242	14,167	14,167
Cash flow for the period	(3,412)	(3,095)	4,547	5,457	1,364
Cash and cash equivalents at beginning of period	10,011	9,240	2,052	688	688
Cash and cash equivalents at end of period	6,599	6,145	6,599	6,145	2,052

Parent Company

Summary Income Statement

(SEK thousands)	July-Sept.		Jan.-Sept.		Jan.-Dec.
	2016	2015	2016	2015	2015
Operating income	3,997	6,285	15,839	14,619	21,525
Operating expenses	(5,606)	(12,862)	(28,531)	(29,382)	(39,195)
Operating loss	(1,609)	(6,577)	(12,692)	(14,763)	(17,670)
Net financial items	0	0	(129)	(2,330)	(2,330)
Profit/loss before tax	(1,609)	(6,577)	(12,821)	(17,093)	(20,000)
Profit/loss for the period	(1,609)	(6,577)	(12,821)	(17,093)	(20,000)

Summary Balance Sheet

(SEK thousands)

Assets	Sept. 30		Dec. 31
	2016	2015	2015
Noncurrent assets	6,283	6,152	6,007
Current assets	13,037	6,861	8,785
Cash and cash equivalents	3,170	3,697	1,194
Total assets	22,490	16,710	15,986

Equity and liabilities (SEK thousands)	Sept. 30		Dec. 31
	2016	2015	2015
Equity			
Restricted equity	13,824	15,056	15,055
Non-restricted equity	3,841	(3,404)	(6,310)
Liabilities			
Current liabilities	4,825	5,058	7,241
Total equity and liabilities	22,490	16,710	15,986

Statement of changes in equity

(SEK thousands)

(SEK thousands)	Sept. 30		Dec. 31
	2016	2015	2015
Amount at start of period	8,745	14,578	14,578
Rights issue	21,741	14,167	14,167
Profit/loss for the period	(12,821)	(17,093)	(20,000)
Amount at end of period	17,665	11,652	8,745
Attributable to shareholders in Genovis AB	17,665	11,652	8,745

Summary statement of cash flows Jan-Dec. (SEK thousands)	July-Sept.		Jan.-Sept.		Jan.- Dec.
	2016	2015	2016	2015	2015
Cash flow from operations	(1,609)	(6,577)	(12,692)	(14,763)	(17,671)
Adjustment for items not affecting cash flow	312	4,638	917	5,208	5381
Change in working capital	(3,345)	(2,062)	(4,667)	(5,793)	(5,409)
Net financial items	0	0	(129)	(30)	(30)
Cash flow from operating activities	(4,642)	(4,001)	(16,571)	(15,378)	(17,729)
Investing activities	(339)	(404)	(1,194)	4,294	4,142
Cash flow after investing activities	(4,981)	(4,405)	(17,765)	(11,084)	(13,587)
Financing activities	(69)	(65)	19,741	14,167	14,167
Cash flow for the period	(5,050)	(4,470)	1,976	3,083	580
Cash and cash equivalents at beginning of period	8,220	8,167	1,194	614	614
Cash and cash equivalents at end of period	3,170	3,697	3,170	3,697	1,194

Statement

The Board of Directors and the Chief Executive Officer certify that this interim report provides a true and fair overview of the development of the Parent Company's and the group's business activities, financial position and results of operations as well as the significant risks and uncertainties to which the Parent Company and the companies included in the Group are exposed.

Lund November 23, 2016

Genovis AB (publ.)

On behalf of the Board of Directors Fredrik Olsson, CEO
Chief Executive Officer

The Company's auditors have reviewed this report.

For more information, please contact:

Fredrik Olsson, CEO

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This information is information that Genovis AB is obliged to make public pursuant to the EU Market Abuse Regulation and the Swedish Securities Markets Act (Lagen om värdepappersmarknaden). The information was submitted for publication, through the agency of the contact person set out above, on November 23, 2016.

This press release is a translation of the Swedish original. In the event of any discrepancy between this translation and the Swedish original, the Swedish version shall prevail.

Report of Review of Interim Financial Information

Introduction

We have reviewed the condensed interim financial information (interim report) of Genovis Aktiebolag as of 30 September 2016 and the nine-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Malmö, November 23, 2016

PricewaterhouseCoopers

Magnus Willfors
Authorized Public Accountant
Auditor in charge

Sofia Götmar-Blomstedt
Authorized Public Accountant