

## Interim Report January-March 2021

### First quarter

- Order intake amounted to SEK 1,027 (1,432) million, a decline of 28 percent
- Net sales increased 75 percent to SEK 1,291 (736) million. Based on constant exchange rates the increase was 88 percent
- EBIT increased to SEK 498 (55) million and EBIT margin was 39 (8) percent
- Earnings per share were SEK 3.99 (0.40)

"We delivered a stable start to the year. We continue to focus on helping our customers address the challenges still being created by the pandemic. We delivered growth of 75 percent and the EBIT margin improved to 39 percent, which was largely explained by good growth in the High Volume division and a strong quarter for the Pattern Generator division attributed to the delivery of a Prexision 800 Evo. The order decline of 28 percent should be viewed in relation to a challenging comparison with the first quarter of 2020 when order intake included five mask writers. This is a result that I am very satisfied with, at the same time as I can see potential for further improvements, particularly in the High Flex and Global Technologies divisions," says Anders Lindqvist, President and CEO.

### Outlook 2021

It is the Board of Directors' opinion that consolidated net sales for 2021 will be at a level of SEK 3.9 billion, based on 2020 closing exchange rates.

Group summary	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	1,027	1,432	3,282	3,687
Net Sales, SEK million	1,291	736	4,437	3,882
Book-to-bill	0.8	1.9	0.7	0.9
Order backlog, SEK million	1,706	2,860	1,706	1,969
Gross margin, %	59.8%	45.4%	56.7%	53.6%
EBIT, SEK million	498	55	1,340	898
EBIT margin, %	38.6%	7.5%	30.2%	23.1%
Earnings per share before/after dilution, SEK	3.99	0.40	10.69	7.10
Cash Flow, SEK million	311	228	772	689
<b>Changes in Net Sales</b>				
Total growth, %	75%	-33%	13%	-10%
Organic growth, %	88%	-35%	18%	-8%
Growth from acquisitions, %	-	-	-	-
Currency effects, %	-12%	2%	-5%	-2%

## CEO comments



We delivered a stable start to the year. We continue to focus on helping our customers address the challenges still being created by the pandemic. We delivered growth of 75 percent and the EBIT margin improved to 39 percent, which was largely explained by good growth in the High Volume division and a strong quarter for the Pattern Generator division attributed to the delivery of a Prexision 800 Evo. The order decline of 28 percent should be viewed in relation to a challenging comparison with the first quarter of 2020 when order intake included five mask writers. This is a result that I am very satisfied with, at the same time as I can see potential for further improvements, particularly in the High Flex and Global Technologies divisions.

Our approach is characterized by a long-term perspective, while the divisionalization strengthened the prerequisites to individually and directly adapt Mycronic's various parts to the changes in each market. An ability to rapidly adjust, coupled with a healthy diversification of risk, creates resilience and contributes to our platform for future growth.

During the quarter, we noted varied development among our divisions. Pattern Generators delivered three mask writers during the quarter and received an additional two orders for mask writers for the semiconductor industry, which has continued to show a great deal of interest in SLX. In the display segment, we foresee continued positive long-term market development, although we did not receive any system orders during the quarter.

The former Assembly Solutions divisions recognized a combined EBIT margin of 13 percent, which is in line with the full-year objective. The High Flex division noted a stable trend, driven by significant orders from the US and Chinese markets. High Volume continued its strong and stable trend, mainly driven by investments in automation solutions in China. Although some improvement from low levels was noted, weak volumes for camera modules to the automotive industry continue to impact the Global Technologies division. In aerospace and defense, there was a strong

performance in the US market, at the same time as the Chinese optoelectronics market softness carried over from the fourth quarter, but started to improve towards the end of the first quarter.

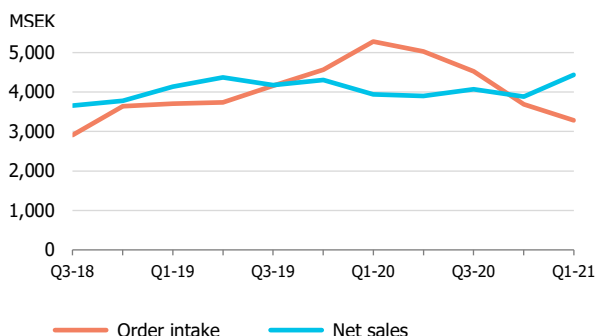
The objective for the accumulated EBIT margin in the former Assembly Solutions divisions is at least 10 percent and I foresee favorable opportunities to reach even higher levels in the long term. We continue to ensure that we have solid and active cost control, which can be rapidly adapted, and that we have the right expertise and organization to meet the market's demands and fluctuations. At the same time, we are continuing to implement a flexible product strategy that enables us to offer our solutions more broadly to new segments and geographies. The component shortages in the market has not affected our performance in the first quarter, but we foresee that it can lead to higher costs and longer lead times going forward.

During the past year, I have been impressed by how skilled our organization is at managing change. We have a dynamic, innovative and responsible culture with a high level of commitment and innovative strength. We have a scalable, customer-centric and decentralized organization that quite simply makes us faster and more flexible. Our product portfolio comprises leading, high-quality and effective product solutions and we are continuing in parallel to invest in solutions for the future of electronics. We have a clear growth strategy and are seeking actively within attractive areas to complement and broaden our offering through carefully selected acquisitions.

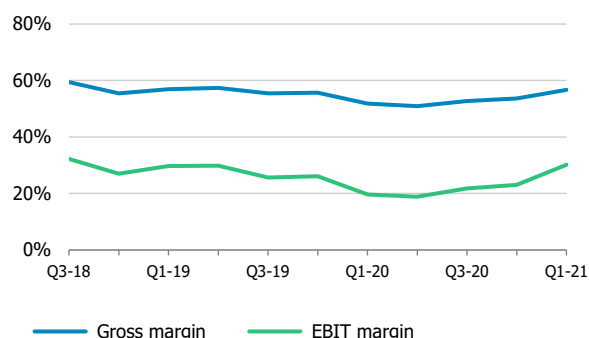
In summary, our start to the year has been strong and we have created a solid platform for profitable and sustainable growth, and I feel confident that we will achieve at least SEK 5 billion in net sales not later than in 2023. The Board of Directors reiterates the year's objective of net sales of SEK 3.9 billion based on exchange rates at year-end 2020, and I look forward to the remainder of the year with confidence.

Anders Lindqvist, President and CEO

**Order intake and net sales, rolling 12 months**



**Gross and EBIT margin, rolling 12 months**



## Financial performance

### GROUP

	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	1,027	1,432	3,282	3,687
Order backlog, SEK million	1,706	2,860	1,706	1,969
Net Sales, SEK million	1,291	736	4,437	3,882
Gross profit, SEK million	772	334	2,518	2,080
Gross margin, %	59.8%	45.4%	56.7%	53.6%
EBIT, SEK million	498	55	1,340	898
EBIT margin, %	38.6%	7.5%	30.2%	23.1%
EBITDA, SEK million	543	98	1,557	1,112

During the quarter, we noted varied development among our divisions. Pattern Generators delivered three mask writers during the period and received an additional two orders for mask writers for the semiconductor industry, which has continued to show a great deal of interest in SLX. In the display segment, we foresee continued positive long-term market development, although no system orders were received during the quarter.

High Flex noted a stable trend, driven by significant orders from the US and Chinese markets. High Volume continued its strong and stable trend, mainly driven by investments in automation in China. Although some improvement from low levels was noted, weak volumes for camera modules to the automotive industry continue to impact the Global Technologies division. In aerospace and defense, there was a strong performance in the US market, at the same time as the Chinese optoelectronics market softness carried over from the fourth quarter, but started to improve towards the end of the first quarter.

In total, this resulted in an order intake for the Group of SEK 1,027 (1,432) million. The decline of 28 percent should be viewed in relation to a challenging comparison with the first quarter of 2020 when order intake included five mask writers. The Group's order backlog amounted to SEK 1,706 (2,860) million at the end of the quarter.

A strong trend for High Volume, combined with the three delivered mask writers, contributed to an increase in net sales of 75 percent to SEK 1,291 (736) million. Based on constant exchange rates, the increase was 88 percent.

EBIT for the period improved 799 percent to SEK 498 (55) million, impacted by higher volumes in combination with an advantageous product mix, which also contributed to an EBIT margin of 39 (8) percent.

Acquisition-related costs, mainly attributable to the amortization of acquired intangible assets, amounted to SEK 7 (9) million.

### Cash flow and financial position

Consolidated cash and cash equivalents at the end of March amounted to SEK 1,645 (911) million. Cash flow was SEK 311 (228) million. Cash flow from operating activities amounted to SEK 385 (285) million. Working capital increased during the period by SEK 35 million, driven primarily by lower advances from customers, compared with a decrease of SEK 326 million last year.

Investments amounted to SEK 21 (43) million, of which capitalization of product development accounted for SEK 14 (29) million and investments in tangible assets for SEK 7 (10) million. Financing activities utilized SEK 53 (14) million, of which SEK 39 million pertained to the acquisition of the non-controlling interest in Axxon Piezoelectric Technology Co, Ltd.

### COVID-19

Mycronic is adhering to all official recommendations related to the pandemic and is also monitoring any development related to COVID-19. The company is taking a structured approach to reducing the risks to personnel and operations, while also implementing measures that will ensure future flexibility. Health and safety is our main priority.

Mycronic has a strong financial position, combined with its operations being well distributed over different segments and geographies, which is why the impact of COVID-19 on the Group differs substantially between its various parts. The virus has had an impact on the electronics industry and is creating uncertainty in the market, making forecasts and long-term effects difficult to assess.

## PATTERN GENERATORS

	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	233	725	868	1,361
Order backlog, SEK million	797	1,915	797	1,156
Net Sales, SEK million	592	169	1,986	1,563
Gross profit, SEK million	476	109	1,523	1,156
Gross margin, %	80.4%	64.6%	76.7%	74.0%
EBIT, SEK million	419	51	1,256	889
EBIT margin, %	70.8%	30.1%	63.3%	56.8%
R&D expenditures, SEK million	-52	-60	-214	-222
R&D costs, SEK million	-47	-39	-170	-163

Pattern Generators started the year by securing orders for two SLX mask writers. Order intake for the quarter totaled SEK 233 (725) million, which must be viewed in comparison with the very strong first quarter of 2020. The pandemic continues to involve some adjustments for planned deliveries and the SLX announced earlier for delivery during the first half of the year will instead be delivered in the third quarter of the year. At the end of the quarter, the order backlog amounted to SEK 797 (1,915) million and contained 12 systems. Including the disclosed order of an SLX on April 13 the backlog contained 13 systems with planned deliveries as follows:

**2021 Q2:** Prexision Lite 8 Evo, MMS G8, SLX, FPS 6100

**2021 Q3:** 2 SLX, Prexision Lite 8 Evo

**2021 H2:** SLX

**2021 Q4:** SLX

**2022 Q1:** 2 SLX

**2022 H1:** SLX

**2022 Q3:** SLX

Net sales during the first quarter of the year increased by 251 percent to SEK 592 (169) million, which must be viewed in relation to the first quarter of 2020 when no system deliveries occurred. Deliveries of one Prexision Lite 8 Evo, one Prexision 800 Evo and one SLX contributed to the strong sales. Net sales for the quarter were negatively impacted by currency effects of SEK 24 million.

EBIT for the quarter increased 724 percent and amounted to SEK 419 (51) million, corresponding to an EBIT margin of 71 (30) percent. The business is characterized by major variations between the quarters in terms of orders and deliveries, and development should therefore be viewed over a longer period.

R&D costs amounted to SEK 47 (39) million for the quarter and pertain mainly to the SLX, together with the development of the current and next generation of mask writers. The capitalization of development costs amounted to SEK 6 (21) million.

## HIGH FLEX

	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	323	297	1,059	1,032
Order backlog, SEK million	134	166	134	86
Net Sales, SEK million	276	263	1,092	1,079
Gross profit, SEK million	110	92	443	425
Gross margin, %	40.1%	35.1%	40.6%	39.4%
EBIT, SEK million	35	-2	69	33
EBIT margin, %	12.7%	-0.7%	6.4%	3.0%
R&D expenditures, SEK million	-43	-55	-174	-186
R&D costs, SEK million	-36	-49	-153	-165

High Flex delivered a stable performance, driven by significant orders from the US and Chinese markets. The order intake for the quarter increased 9 percent in comparison with the year-earlier period and amounted to SEK 323 (297) million. The order backlog amounted to SEK 134 (166) million.

Net sales for the quarter grew 5 percent and amounted to SEK 276 (263) million, driven by healthy deliveries. The first quarter's net sales were negatively impacted by currency effects of SEK 31 million.

The division's EBIT developed well and amounted to SEK 35 (-2) million, corresponding to an EBIT margin of 13 (-1) percent.

Research and development costs during the quarter amounted to SEK 36 (49) million and pertained to further development of existing products, together with investments in future growth. The capitalization of development costs amounted to SEK 8 (7) million.

## HIGH VOLUME

	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	391	271	1,103	983
Order backlog, SEK million	692	610	692	669
Net Sales, SEK million	368	220	1,020	873
Gross profit, SEK million	165	102	414	351
Gross margin, %	44.8%	46.2%	40.5%	40.2%
EBIT, SEK million	90	55	216	181
EBIT margin, %	24.4%	25.0%	21.1%	20.7%
R&D expenditures, SEK million	-28	-20	-95	-87
R&D costs, SEK million	-29	-21	-100	-92

High Volume continued its strong and stable trend, mainly driven by investments in automation solutions in China. Order intake during the first quarter of the year increased by 44 percent compared with the preceding year and amounted to SEK 391 (271) million. The order backlog amounted to SEK 692 (610) million.

The strong net sales growth of 67 percent reflected the division's leading position in the Chinese market and amounted to SEK 368 (220) million, of which currency effects had a negative impact of SEK 24 million.

EBIT improved 63 percent to SEK 90 (55) million, corresponding to an EBIT margin of 24 (25) percent.

Research and development costs during the quarter amounted to SEK 29 (21) million and pertained to further development of existing products, together with investments in future growth.

## GLOBAL TECHNOLOGIES

	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
Order intake, SEK million	90	143	304	357
Order backlog, SEK million	82	169	82	57
Net Sales, SEK million	66	87	391	412
Gross profit, SEK million	21	30	137	146
Gross margin, %	32.1%	34.8%	35.0%	35.5%
EBIT, SEK million	-14	-19	-82	-87
EBIT margin, %	-21.7%	-22.4%	-20.9%	-21.1%
R&D expenditures, SEK million	-12	-18	-61	-66
R&D costs, SEK million	-14	-21	-88	-95

Although some improvement from low levels was noted, weak volumes for camera modules to the automotive industry continue to impact the Global Technologies division. In aerospace and defense, there was a strong performance in the US market, at the same time as the Chinese optoelectronics market softness carried over from the fourth quarter, but started to improve towards the end of the first quarter.

During the quarter, orders from new customers were received for both camera modules and die bonding in the North American market. This contributed to a certain recovery in order intake, but nonetheless a decline of 37 percent was noted in relation to the first quarter of the preceding year. The quarter's order intake amounted

to SEK 90 (143) million and the order backlog was SEK 82 (169) million at the end of March.

Net sales declined 24 percent to SEK 66 (87) million, with healthy performance in optoelectronics partly offsetting a weak market for camera modules. The period's net sales were negatively impacted by currency effects of SEK 10 million.

EBIT for the quarter was SEK -14 (-19) million corresponding to an EBIT margin of -22 (-22) percent.

Research and development costs during the quarter amounted to SEK 14 (21) million and pertained to further development of existing products, together with investments in future growth.

## The electronics industry

It should be noted that the spread of COVID-19 has heightened uncertainty relating to market forecasts in general.

The global electronics industry is assessed to have declined 1.0 percent in 2020 to USD 2,150 billion<sup>1</sup>. For full-year 2020, the semiconductor market was forecasted to demonstrate a positive trend, with growth of 6.5 percent to the equivalent of USD 439 billion<sup>1</sup>.

### OUTLOOK

Annual growth for the electronics industry is forecast at 5.0 percent for the period 2020–2025<sup>1</sup>. Segments with the strongest expected growth during this five-year period are electronics for the automotive industry, data center and wireless communication infrastructure, industrial applications and medical devices. The electronics industry is forecast to demonstrate growth of 7.2 percent in 2021. The semiconductor market is expected to grow 11.2 percent in full-year 2021 compared with 2020 and is forecasted to be positive during the 2021–2025 period as a whole, with average annual growth of 4.4 percent<sup>1</sup>.

Size/growth	2021F	2020	2019
Electronics industry, percentual change <sup>1</sup>	+7.2%	-1.0%	+0.8%
Semiconductor industry, percentual change <sup>1</sup>	+11.2%	+6.5%	+12.1%
SMT, percentual change <sup>2</sup>	NA	+7%	-10%
Dispensing, USD million <sup>3</sup>	NA	730	800
Automotive camera modules, units, million <sup>3</sup>	236	172	189
Displays, USD, billion <sup>4</sup>	157	124	109
Photomasks, percentual change in value <sup>5</sup>	0%	+2%	+8%
Photomask area, thousand sq. meters <sup>5</sup>	17.7	17.9	17.4

### SMT AND DISPENSING MARKET AREA

The global market for SMT equipment has annual sales of approximately USD 5,000 million<sup>6</sup>. The segment SMT robots for component mounting grew by 7 percent in 2020 to USD 2,945 million<sup>2</sup>, driven primarily by strong Chinese development, while markets in America, Europe and Japan declined. The dispensing equipment market declined by 9 percent and had sales of USD 730 million<sup>9</sup> in 2020. Mycronic's product portfolio comprises production systems for component mounting, non-contact high-speed

dispensing of solder paste, inspection equipment, automated storage solutions, and equipment for dispensing, including coating of circuit boards.

### ASSEMBLY AUTOMATION MARKET AREA

Mycronic offers die-bonding systems with very high precision for the production of micro and optoelectronics that are used in, for example, the data and telecommunication, aerospace, defense and medical devices industries. With the development of data centers, 5G, artificial intelligence and IoT (Internet of Things), optical components for communication are expected to grow from USD 7.5 billion in 2019 to USD 12.9 billion in 2025, which corresponds to annual growth of 10 percent<sup>8</sup>. Mycronic also offers solutions for assembly and testing of camera modules including those for Advanced Driver Assistance Systems (ADAS) in the automotive market. The number of automotive camera modules manufactured is expected to increase from 189 million units in 2019 to 357 million in 2025, corresponding to 11 percent annual growth<sup>3</sup>.

### DISPLAYS MARKET AREA

After an initial decline in the market due to the outbreak of the pandemic, the market made a strong recovery in the second half of 2020, driven by healthy demand and rising prices, particularly for LCD displays. Growth for 2020 is estimated at 14 percent to USD 124 billion<sup>4</sup>. The positive trend in the display market is expected to continue in 2021, with growth of 27 percent to USD 157 billion<sup>4</sup>, largely driven by continued rising prices for LCD displays. The long-term trend toward a larger share of advanced displays is expected to continue. During 2021, AMOLED is expected to grow 25 percent to USD 38 billion<sup>4</sup>, driven by an increased share of AMOLED displays. Meanwhile, the total display area is also increasing, driven by larger screens and more screens in new products.

### PHOTOMASKS FOR DISPLAYS MARKET AREA

The market report from Omdia on photomasks for displays is updated annually during the second quarter. The current forecast from the second quarter of 2020 is for growth of 2 percent to USD 919 million<sup>5,7</sup> for 2020 and zero growth<sup>5,7</sup> for 2021. The market is driven primarily by a higher proportion of advanced photomasks for AMOLED. At the same time, predicted growth for G10 photomasks has been slower due to increased price pressure and the deferral of capacity build-outs<sup>5</sup>. The forecast for total area growth is an average of 2 percent per year for 2019–2024<sup>5</sup>. Strong growth for AMOLED photomasks is expected, with an annual average area growth of 12 percent for 2019–2024<sup>5</sup>, which

drives the need for photomasks produced by Prexision 80 and Prexision 800 systems.

- 1) Prismark, latest forecast March 2021
- 2) Protec MDC, January 2021
- 3) Prismark, May and December 2020
- 4) Omdia, latest forecast April 2021
- 5) Omdia, June 2020 (annual update)
- 6) Prismark April 2019, Protec MDC January 2021, Mycronic analysis
- 7) 110 YEN/USD used by Mycronic for conversion
- 8) Lightcounting, October 2020
- 9) Prismark, April 2021

## Other

### THE PARENT COMPANY

Mycronic AB is the Group's Parent Company.

The Parent Company's net sales amounted to SEK 792 (375) million during the quarter. EBIT amounted to SEK 425 (78) million.

Cash and cash equivalents at the end of quarter amounted to SEK 938 million, compared with SEK 719 million at the end of 2020.

### ANNUAL GENERAL MEETING 2021

The Annual General Meeting will be held on May 5, 2021. The notice was published on March 24 and is available on Mycronic's website, [www.mycronic.com](http://www.mycronic.com).

In line with the dividend policy, the Board of Directors is proposing to the Annual General Meeting a dividend of SEK 3.00 (2.00) per share, totaling SEK 293.7 (195.8) million.

The record date for entitlement to the dividend is proposed as May 7, 2021. Provided the Meeting resolves in favor of the dividend proposal, the dividend is expected to be paid as a single payment on May 12, 2021.

### FINANCIAL INFORMATION

Mycronic AB (publ) is listed on Nasdaq Stockholm, Large Cap. The information in this report is published in accordance with the EU Market Abuse Regulation and the

Swedish Securities Act. The information was submitted for publication through the contact persons stated below on April 22, 2021, at CET 8:00 a.m.

Financial reports and press releases are published in Swedish and English and are available on [www.mycronic.com](http://www.mycronic.com).

This report was not reviewed by the company's auditor.

### CONFERENCE CALL

Mycronic will host a web conference at 10:00-11:00 CET on April 22 with President and CEO Anders Lindqvist, and CFO Torbjörn Wingårdh. To take part of the presentation please dial the numbers or watch via the web link below.

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<https://mycronic-external.creo.se/210422>

### FINANCIAL CALENDAR

Annual General Meeting 2021	May 5, 2021
Interim Report January–June 2021	July 15, 2021
Interim Report January–Sept. 2021	October 21, 2021
Year-end report 2021	February 9, 2022

### ADDITIONAL INFORMATION, PLEASE CONTACT

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Täby, April 22, 2021  
Mycronic AB (publ)

Anders Lindqvist  
President and CEO

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## Group

Consolidated profit and loss accounts in summary, SEK million	Note	Q1		Rolling	Jan-Dec
		2021	2020	12 month	2020
Net sales	5, 6	1,291	736	4,437	3,882
Cost of goods sold		-519	-402	-1,919	-1,802
<b>Gross profit</b>		<b>772</b>	<b>334</b>	<b>2,518</b>	<b>2,080</b>
Research and development	7	-126	-130	-511	-514
Selling expenses		-123	-140	-417	-435
Administrative expenses		-57	-57	-236	-236
Other income and expenses		32	49	-15	3
<b>EBIT</b>		<b>498</b>	<b>55</b>	<b>1,340</b>	<b>898</b>
Financial income and expenses		0	-1	-6	-8
<b>Profit/loss before tax</b>		<b>498</b>	<b>54</b>	<b>1,334</b>	<b>890</b>
Tax		-108	-13	-281	-187
<b>Net Profit/loss</b>		<b>390</b>	<b>41</b>	<b>1,053</b>	<b>703</b>
Earnings per share before/after dilution, SEK		3.99	0.40	10.69	7.10
Average number of shares, thousand		97,685	97,775	97,720	97,743
Results attributable to owners of the Parent Company		390	39	1045	694
Results attributable to non-controlling interests		-	2	8	10
		<b>390</b>	<b>41</b>	<b>1,053</b>	<b>703</b>

Consolidated statement of comprehensive income in summary, SEK million	Q1		Rolling	Jan-Dec
	2021	2020	12 month	2020
<b>Net Profit/loss</b>	<b>390</b>	<b>41</b>	<b>1,053</b>	<b>703</b>
<b>Other comprehensive income</b>				
<b>Items not to be reclassified to profit/loss, after tax</b>				
Actuarial profit/loss from defined benefits to employees	-	-	3	3
<b>Items to be reclassified to profit/loss, after tax</b>				
Translation differences at translating foreign entities	90	125	-197	-161
Hedging of net investment in foreign entities	-	-	-	-
Changes in cash flow hedges	-52	-64	72	61
<b>Total comprehensive income</b>	<b>428</b>	<b>103</b>	<b>931</b>	<b>606</b>
Total comprehensive income attributable to owners of the Parent Company	428	101	924	597
Total comprehensive income attributable to non-controlling interests	-	2	7	9
	<b>428</b>	<b>103</b>	<b>931</b>	<b>606</b>

Consolidated statements of financial position in summary, SEK million	31 Mar 21	31 Mar 20	31 Dec 20
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible assets	1,310	1,471	1,253
Tangible assets	457	478	465
Non-current receivables	42	55	40
Deferred tax assets	133	118	128
<b>Total fixed assets</b>	<b>1,942</b>	<b>2,122</b>	<b>1,886</b>
<b>Current assets</b>			
Inventories	1,187	1,231	1,181
Trade receivables	615	768	601
Other current receivables	308	226	348
Cash and cash equivalents	1,645	911	1,303
<b>Total current assets</b>	<b>3,755</b>	<b>3,135</b>	<b>3,433</b>
<b>Total assets</b>	<b>5,697</b>	<b>5,257</b>	<b>5,319</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	<b>3,754</b>	<b>3,082</b>	<b>3,378</b>
<b>Long-term liabilities</b>			
Long-term interest-bearing liabilities	181	266	185
Deferred tax liabilities	271	219	281
Other non-current liabilities	52	61	41
<b>Total long-term liabilities</b>	<b>504</b>	<b>546</b>	<b>507</b>
<b>Short-term liabilities</b>			
Short-term interest-bearing liabilities	80	77	79
Trade payables	284	272	261
Other current liabilities	1,074	1,280	1,094
<b>Total current liabilities</b>	<b>1,438</b>	<b>1,629</b>	<b>1,434</b>
<b>Total liabilities</b>	<b>1,942</b>	<b>2,175</b>	<b>1,941</b>
<b>Total equity and liabilities</b>	<b>5,697</b>	<b>5,257</b>	<b>5,319</b>

Consolidated cash flow statements in summary, SEK million	Q1		Rolling	Jan-Dec
	2021	2020	12 month	2020
Profit/loss before tax	498	54	1,334	890
Adjustments for non-cash items and paid income tax	-78	-95	35	18
Change in working capital	-35	326	-143	218
<b>Cash flow from operating activities</b>	<b>385</b>	<b>285</b>	<b>1,226</b>	<b>1,126</b>
Cash flow from investing activities	-21	-43	-127	-150
Cash flow from financing activities	-53	-14	-327	-288
<b>Cash flow for the period</b>	<b>311</b>	<b>228</b>	<b>772</b>	<b>689</b>
Cash and cash equivalents, opening balance	1,303	655	911	655
Exchange difference for cash and cash equivalents	32	28	-38	-41
Cash and cash equivalents, closing balance	1,645	911	1,645	1,303

Consolidated statement of changes in equity in summary, SEK million	Jan-Mar		Jan-Dec
	2021	2020	2020
<b>Opening balance</b>	<b>3,378</b>	<b>2,978</b>	<b>2,978</b>
Dividend to owners	-	-	-196
Dividend to non-controlling interests	-	-	-1
Acquisition of holdings of non-controlling interests*	-53	-	-
Swap agreement related to own shares	-	-	-15
Equity-settled share based payments	2	1	5
Total comprehensive income	428	103	606
<b>Closing balance</b>	<b>3,754</b>	<b>3,082</b>	<b>3,378</b>
Of which holdings of non-controlling interests	-	8	14

\*Pertains to the acquisition of the non-controlling interest in Axxon Piezoelectric Technology Co, Ltd, of which SEK 39 million was paid during the quarter.

Other key figures *	Jan-Mar		Jan-Dec
	2021	2020	2020
Equity per share, SEK	38.43	31.52	34.58
Return on equity (rolling 12 months), %	30.8%	20.2%	22.1%
Return on capital employed (rolling 12 months), %	36.2%	24.8%	26.1%
Net cash, SEK million	1,384	568	1,039
Average number of employees	1,535	1,458	1,506

\*In addition to Key Figures presented on page 1. See calculations on page 18.

## Parent Company

Profit/loss accounts in summary, Parent Company, SEK million	Q1		Rolling	Jan-Dec
	2021	2020	12 month	2020
Net sales	792	375	2,797	2,381
Cost of goods sold	-254	-206	-1,018	-970
<b>Gross profit</b>	<b>537</b>	<b>169</b>	<b>1,780</b>	<b>1,411</b>
Other operating expenses	-112	-91	-829	-808
<b>EBIT</b>	<b>425</b>	<b>78</b>	<b>950</b>	<b>604</b>
Result from financial items	4	6	88	90
<b>Profit/loss after financial items</b>	<b>428</b>	<b>84</b>	<b>1,038</b>	<b>694</b>
Appropriations	-	-	-157	-157
<b>Profit/loss before tax</b>	<b>428</b>	<b>84</b>	<b>881</b>	<b>537</b>
Tax	-88	-18	-173	-103
<b>Net Profit/loss</b>	<b>340</b>	<b>66</b>	<b>707</b>	<b>434</b>
<b>Total comprehensive income</b>	<b>340</b>	<b>66</b>	<b>707</b>	<b>434</b>

Balance sheets in summary, Parent Company, SEK million	31 Mar 21	31 Mar 20	31 Dec 20
<b>ASSETS</b>			
<b>Fixed assets</b>			
Intangible and tangible assets	156	104	162
Financial assets	1,896	1,972	1,842
<b>Total fixed assets</b>	<b>2,052</b>	<b>2,076</b>	<b>2,005</b>
<b>Current assets</b>			
Inventories	493	541	494
Current receivables	725	883	722
Cash and cash equivalents	938	415	719
<b>Total current assets</b>	<b>2,156</b>	<b>1,840</b>	<b>1,936</b>
<b>TOTAL ASSETS</b>	<b>4,208</b>	<b>3,916</b>	<b>3,941</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	<b>2,530</b>	<b>2,027</b>	<b>2,188</b>
<b>Untaxed reserves</b>	<b>1,076</b>	<b>919</b>	<b>1,076</b>
Long-term interest-bearing liabilities	9	30	9
Other non-current liabilities	1	5	1
<b>Total long-term liabilities</b>	<b>10</b>	<b>35</b>	<b>10</b>
Short-term interest bearing liabilities	17	20	17
Other current liabilities	575	915	650
<b>Total current liabilities</b>	<b>592</b>	<b>935</b>	<b>667</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,208</b>	<b>3,916</b>	<b>3,941</b>

## Notes

**NOTE 1 ACCOUNTING POLICIES**

The interim report for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting together with applicable provisions in the Swedish Annual Accounts Act. The report for the Parent Company has been prepared in accordance with Chapter 9 of the Swedish Annual Accounts Act. For the Group and Parent Company, accounting policies, valuation policies and assumptions were applied in accordance with the latest annual report. The accounting principles of the segments are the same as for the Group, with the exception of IFRS 16 Leases. The segments and the Parent Company recognize lease payments as a cost on a straight-line basis over the period of the lease. The right-of-use asset and the lease liability are thus not reported in the balance sheet.

At the beginning of April 2020, a new organization was implemented according to which the Assembly Solutions business area was divided between the three divisions of High Flex, High Volume and Global Technologies, while Pattern Generators formed the fourth division. As a result of this reorganization, the company identified the four divisions as segments in accordance with IFRS 8. Comparative figures have been restated in this interim report.

The nature of financial assets and liabilities is, in all material respects, the same as on December 31, 2020. As was the case at the end of 2020, the carrying amounts and fair values are deemed to essentially correspond with one another.

**NOTE 2 TRANSACTIONS WITH RELATED PARTIES**

Transactions with related parties are described in Note 8 of the 2020 Annual Report. The scope and focus of these transactions did not change significantly during the period.

**NOTE 3 RISKS AND UNCERTAINTY FACTORS**

There are a number of risks and uncertainty factors of an operational and financial character to which the Group is exposed through its operations, these are described in the 2020 Annual Report. Mycronic is for example exposed to country-specific risks such as political decisions or overarching changes to the regulatory framework, both geographically and product-wise. Mycronic is also exposed to effects from the COVID-19 outbreak, see page 3.

**NOTE 4 EVENTS AFTER THE END OF THE PERIOD**

There have been no events after the end of the period which have any significant effects on the Group's results or financial position.

**NOTE 5 REVENUE FROM CONTRACTS WITH CUSTOMERS**

	<b>Q1</b>		<b>Rolling</b>	<b>Jan-Dec</b>
<b>Revenue by geographical market, SEK million</b>	<b>2021</b>	<b>2020</b>	<b>12 month</b>	<b>2020</b>
EMEA	126	155	551	580
North and South America	100	110	487	497
Asia	1,065	471	3,399	2,804
	<b>1,291</b>	<b>736</b>	<b>4,437</b>	<b>3,882</b>
<b>Revenue by type of good/service, SEK million</b>				
System	1,020	444	3,283	2,707
Aftermarket	271	292	1,154	1,174
	<b>1,291</b>	<b>736</b>	<b>4,437</b>	<b>3,882</b>
<b>Timing of revenue recognition, SEK million</b>				
Goods transferred at a point in time	1,111	546	3,687	3,122
Services transferred over time	180	189	751	760
	<b>1,291</b>	<b>736</b>	<b>4,437</b>	<b>3,882</b>

# NOTE 6 SEGMENT REPORTING

SEK million	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
<b>Net sales by Division</b>				
Pattern Generators	592	169	1,986	1,563
High Flex	276	263	1,092	1,079
High Volume	368	220	1,020	873
Global Technologies	66	87	391	412
Internal net sales between divisions	-10	-3	-52	-46
	<b>1,291</b>	<b>736</b>	<b>4,437</b>	<b>3,882</b>
<b>EBIT by Division</b>				
Pattern Generators	419	51	1,256	889
High Flex	35	-2	69	33
High Volume	90	55	216	181
Global Technologies	-14	-19	-82	-87
Group functions etc	-30	-28	-117	-115
Amortization of previously acquired intangible assets	-1	-1	-4	-4
Effects from IFRS 16	0	0	2	2
<b>Group</b>	<b>498</b>	<b>56</b>	<b>1,340</b>	<b>898</b>

SEK million	31 Mar 21	31 Mar 20	31 Dec 20
<b>Assets by Division</b>			
<b>Capitalized Development Costs</b>			
Pattern Generators	72	34	69
High Flex	49	42	47
	<b>121</b>	<b>76</b>	<b>116</b>
<b>Inventories</b>			
Pattern Generators	402	400	357
High Flex	257	322	292
High Volume	402	349	418
Global Technologies	128	162	117
	<b>1,187</b>	<b>1,231</b>	<b>1,181</b>
<b>Trade Receivables</b>			
Pattern Generators	261	294	247
High Flex	219	261	213
High Volume	93	97	89
Global Technologies	42	115	52
	<b>615</b>	<b>768</b>	<b>601</b>

**NOTE 7 RESEARCH AND DEVELOPMENT EXPENSES**

Research and development costs, SEK million	Q1		Rolling 12 month	Jan-Dec 2020
	2021	2020		
<b>R&amp;D expenditures</b>				
Pattern Generators	-52	-60	-214	-222
High Flex	-43	-55	-174	-186
High Volume	-28	-20	-95	-87
Global Technologies	-12	-18	-61	-66
	<b>-135</b>	<b>-153</b>	<b>-545</b>	<b>-561</b>
<b>Capitalization of Development Costs</b>				
Pattern Generators	6	21	44	60
High Flex	8	7	26	25
	<b>14</b>	<b>29</b>	<b>70</b>	<b>85</b>
<b>Amortization of Acquired Technology</b>				
High Flex	-1	-1	-4	-4
High Volume	-1	-1	-5	-5
Global Technologies	-2	-3	-9	-10
	<b>-4</b>	<b>-5</b>	<b>-18</b>	<b>-19</b>
<b>Impairment of Acquired Technology</b>				
Global Technologies	-	-	-18	-18
<b>Reported cost</b>	<b>-126</b>	<b>-130</b>	<b>-511</b>	<b>-514</b>

**NOTE 8 DEFINITIONS AND RECONCILIATION ALTERNATIVE PERFORMANCE MEASURES, ETC**

The European Securities and Markets Authority (ESMA) has issued guidelines regarding alternative performance measures for listed companies.

These relate to financial key figures used by management, to control and evaluate the Group's business, which cannot be directly inferred from the financial statements. Alternative performance measures are also considered to be of interest to external investors and analysts who monitor the company. For definitions of other key ratios, please refer to the Annual Report.

**Acquisition-related costs**

Acquisition-related costs include expensing of acquired inventories at fair value, amortization and impairment of acquired intangible assets, changes in value and revaluation of contingent considerations and transaction expenses.

**Book-to-bill**

Order intake in relation to net sales. Indicates future development of net sales.

**Capital employed**

Balance sheet total less non-interest bearing liabilities. Used to show a company's ability to meet capital needs from operations.

**Earnings per share**

Net result attributable to the owners of the Parent Company divided by the average number of outstanding shares before and after dilution. Used to show a company's results per share.

**EBITDA**

Operating result (EBIT) before depreciation and amortization, interest and tax. EBITDA is a component used in expressing the company's financial goals and dividend policy.

**Equity per share**

Equity on balance day divided by the number of outstanding shares at the end of the period. Used to measure the value of the company per share.

**Net cash**

Cash and cash equivalents less interest-bearing liabilities.

**Order backlog**

Remaining orders for goods, valued at the closing date exchange rate. Used to show secured future net sales of goods.

**Order intake**

Received orders for goods and services, valued at average exchange rates. The order intake also includes revaluation of the order backlog at closing date exchange rates. Used to show orders received.

**Organic growth**

Change in net sales excluding increase related to acquisitions, recalculated to the previous year's currency rates, as a percentage of the previous year's net sales. Net sales from acquired companies are included in the calculation of organic growth as of the first day of the first month which falls 12 months after the date of acquisition.

**Return on capital employed**

Earnings before financial expenses as a percentage of average capital employed. Used to show return on capital needed for operations.

**Return on equity**

Net profit/loss as a percentage of average equity. Used to demonstrate return on shareholder capital over time.

**Underlying EBIT and underlying EBIT margin**

Underlying EBIT consists of operating profit/loss excluding acquisition-related costs. The underlying EBIT margin is underlying EBIT as a percentage of net sales. Used to describe how operations are developing and performing excluding acquisition-related costs.

	Jan-Mar		Rolling	Jan-Dec
	2021	2020	12 month	2020
<b>Return on equity</b>				
Net profit/loss (rolling 12 months)	1,053	587	1,053	703
Average shareholders' equity	3,418	2,912	3,418	3,178
	<b>30.8%</b>	<b>20.2%</b>	<b>30.8%</b>	<b>22.1%</b>
<b>Return on capital employed</b>				
Profit/loss before tax (rolling 12 months)	1,334	771	1,334	890
Financial expenses	13	13	13	14
<b>Profit/loss before financial expenses</b>	<b>1,348</b>	<b>784</b>	<b>1,348</b>	<b>904</b>
Average balance sheet total	5,477	4,902	5,477	5,059
Average non-interest-bearing liabilities	1,757	1,734	1,757	1,591
<b>Average capital employed</b>	<b>3,720</b>	<b>3,167</b>	<b>3,720</b>	<b>3,469</b>
	<b>36.2%</b>	<b>24.8%</b>	<b>36.2%</b>	<b>26.1%</b>
<b>Book-to-bill</b>				
Order intake	1,027	1,432	3,282	3,687
Net sales	1,291	736	4,437	3,882
	<b>0.8</b>	<b>1.9</b>	<b>0.7</b>	<b>0.9</b>
<b>EBITDA</b>				
EBIT	498	55	1,340	898
Depreciation/Amortization	45	43	216	214
	<b>543</b>	<b>98</b>	<b>1,557</b>	<b>1,112</b>
<b>Underlying EBIT</b>				
EBIT	498	55	1,340	898
Acquisition-related costs included in:				
Cost of goods sold	-	-	-	-
Operating expenses	7	9	75	77
	<b>505</b>	<b>65</b>	<b>1,415</b>	<b>975</b>
<b>Equity per share</b>				
Equity at balance day	3,754	3,082	3,754	3,378
No. of shares at end of period, thousand	97,685	97,775	97,685	97,685
	<b>38.43</b>	<b>31.52</b>	<b>38.43</b>	<b>34.58</b>
<b>Earnings per share before/after dilution, SEK</b>				
Net Profit/loss attributable to owners of the Parent Company	390	39	1,045	694
Average no. of shares before dilution, thousand	97,685	97,775	97,720	97,743
Average no. of shares after dilution, thousand	97,685	97,775	97,741	97,763
	<b>3.99</b>	<b>0.40</b>	<b>10.69</b>	<b>7.10</b>
<b>Net cash, SEK million</b>				
Cash and cash equivalents	1,645	911	1,645	1,303
Interest-bearing liabilities	-261	-343	-261	-264
	<b>1,384</b>	<b>568</b>	<b>1,384</b>	<b>1,039</b>

Quarterly data	Q1 21	Q4 20	Q3 20	Q2 20	Q1 20	Q4 19
<b>Order intake</b>						
Pattern Generators	233	403	122	111	725	1,004
High Flex	323	269	296	171	297	357
High Volume	391	163	235	314	271	244
Global Technologies	90	51	89	74	143	107
Internal order intake between divisions	-10	-20	-4	-19	-3	-5
	<b>1,027</b>	<b>865</b>	<b>739</b>	<b>651</b>	<b>1,432</b>	<b>1,706</b>
<b>Order Backlog</b>						
Pattern Generators	797	1,156	1,138	1,522	1,915	1,359
High Flex	134	86	148	81	166	134
High Volume	692	669	711	708	610	560
Global Technologies	82	57	100	114	169	112
	<b>1,706</b>	<b>1,969</b>	<b>2,096</b>	<b>2,425</b>	<b>2,860</b>	<b>2,164</b>
<b>Net Sales</b>						
Pattern Generators	592	385	506	503	169	405
High Flex	276	331	237	248	263	421
High Volume	368	203	224	225	220	189
Global Technologies	66	93	104	128	87	172
Internal net sales between divisions	-10	-20	-4	-19	-3	-5
	<b>1,291</b>	<b>992</b>	<b>1,068</b>	<b>1,086</b>	<b>736</b>	<b>1,181</b>
<b>Gross Profit</b>						
Pattern Generators	476	283	404	361	109	277
High Flex	110	136	98	99	92	180
High Volume	165	68	84	98	102	68
Global Technologies	21	32	35	49	30	61
	<b>772</b>	<b>519</b>	<b>622</b>	<b>605</b>	<b>334</b>	<b>584</b>
<b>Gross Margin</b>						
Pattern Generators	80.4%	73.5%	79.7%	71.7%	64.6%	68.3%
High Flex	40.1%	41.0%	41.2%	39.9%	35.1%	42.8%
High Volume	44.8%	33.3%	37.3%	43.4%	46.2%	35.9%
Global Technologies	32.1%	34.4%	33.6%	38.2%	34.8%	35.2%
	<b>59.8%</b>	<b>52.3%</b>	<b>58.3%</b>	<b>55.7%</b>	<b>45.4%</b>	<b>49.4%</b>
<b>R&amp;D expenses</b>						
Pattern Generators	-47	-51	-35	-38	-39	-59
High Flex	-36	-36	-35	-45	-49	-56
High Volume	-29	-30	-22	-18	-20	-27
Global Technologies	-14	-15	-39	-20	-21	-15
<b>Total R&amp;D expenses</b>	<b>-126</b>	<b>-132</b>	<b>-130</b>	<b>-122</b>	<b>-130</b>	<b>-159</b>
Selling expenses	-123	-76	-101	-117	-140	-148
Administrative expenses	-57	-66	-52	-61	-57	-66
Other income/expenses	32	-31	9	-24	49	-8
<b>EBIT</b>	<b>498</b>	<b>214</b>	<b>348</b>	<b>281</b>	<b>55</b>	<b>204</b>
Of which EBIT Pattern Generators	419	201	364	273	51	186
Of which EBIT High Flex	35	25	24	-15	-2	34
Of which EBIT High Volume	90	30	38	57	55	29
Of which EBIT Global Technologies	-14	-8	-57	-2	-19	5
Of which EBIT Group functions	-30	-35	-22	-30	-29	-47
EBIT margin	38.6%	21.5%	32.6%	25.8%	7.5%	17.2%
Equity per share after tax	38.43	34.58	33.54	33.07	31.52	30.46
Earnings per share before/after dilution	3.99	1.80	2.71	2.18	0.40	1.57
Closing share price	205.00	245.40	211.40	175.70	121.10	185.10