

The Group
Income statement and other comprehensive income

Consolidated income statement and other comprehensive income

SEK millions	Note	Jan-Mar 2021	Jan-Mar 2020	Jan-Dec 2020
Net sales		100.6	118.4	400.5
Cost of sales		-55.9	-63.2	-223.3
Gross profit		44.7	55.2	177.2
<i>Gross margin</i>		44.4%	46.6%	44.2%

Other operating income

As the Group does not have any non-controlling interests, comprehensive income is wholly attributable to owners of the Parent Company.

Statement of financial position

Consolidated statement of financial position

SEK millions	31 Mar 2021	31 Mar 2020	31 Dec 2020
ASSETS			
NON-CURRENT ASSETS			
Intangible assets			
Capitalized development expenses	128.1	128.5	115.6
Goodwill	76.5	85.7	72.9
Total intangible assets	204.7	214.2	188.5
Property, plant and equipment			
Financial assets (Rent)	35.1	44.1	34.9
Plant and machinery	5.0	5.4	4.7
Equipment, tools, fixtures and fittings	11.0	13.0	11.0
Leasehold improvements	4.1	6.1	4.2
Total property, plant and equipment	55.2	68.6	54.7
Financial assets			
Investments in associates	0.0	39.5	0.0
Other financial assets	2.9	3.2	3.0
Non-current trade receivables (guaranteed 75-95% by EKN)	34.4	48.3	36.8
Deferred tax assets	0.0	-0.0	0.0
Total financial assets	37.2	91.0	39.8
Total non-current assets	297.1	373.9	283.1
CURRENT ASSETS			
Inventories			
Raw materials and supplies	32.5	45.2	35.8
Products in progress	5.4	3.9	3.9
Finished goods and merchandise	13.2	16.1	14.8
Total inventories	51.1	65.2	54.5
Current receivables			
Tax assets	5.0	4.8	3.0
Trade receivables	42.0	60.2	33.2
Trade receivables (guaranteed 75-95% by EKN)	64.7	77.2	60.4
Other receivables	4.7	4.5	3.5

Prepaid expenses and accrued income	18.3	15.2	8.9
Total current receivables	134.7	162.0	109.1
Cash and cash equivalents	31.5	26.6	33.0
Total current assets	217.3	253.8	196.6
TOTAL ASSETS	514.4	627.7	479.7

SEK millions	31 Mar 2021	31 Mar 2020	31 Dec 2020
TOTAL EQUITY AND LIABILITIES			
EQUITY			
Share capital	4.9	4.9	4.9
Other contributed capital	202.4	201.7	202.4
Translation reserve	11.0	32.3	3.1
Retained earnings, including profit for the period	59.2	114.3	58.9
Total equity	277.5	353.1	269.3
LIABILITIES			
Non-current liabilities			
Non-current interest-bearing liabilities	1.9	2.6	1.8
Non-current interest-bearing liabilities (for receivables guaranteed by EKN)	17.6	28.5	16.0
Non-current lease liabilities/rent	23.5	32.7	23.8
Provisions	3.3	3.8	3.3
Deferred tax liabilities	15.1	22.4	12.8
Total non-current liabilities	61.3	90.0	57.7
Current liabilities			
Current interest-bearing liabilities	6.1	2.3	10.3
Current interest-bearing liabilities (for receivables guaranteed by EKN)	65.7	76.2	61.2
Current lease liabilities/rent	12.6	12.7	12.3
Trade payables	38.6	44.8	29.4
Tax liabilities	5.2	2.9	3.3
Other liabilities	11.3	11.0	6.5
Accrued expenses and deferred income	34.9	33.6	28.7
Non-current provisions	1.3	1.0	1.1
Total current liabilities	175.6	184.6	152.7
Total liabilities	236.9	274.6	210.4
TOTAL EQUITY AND LIABILITIES	514.4	627.7	479.7

Consolidated statement of changes of equity

Consolidated statement of changes of equity

SEK millions	Share capital	Other contributed capital	Translation reserve	Retained earnings, incl. profit for the period	Total equity
EQUITY, JANUARY 1, 2020	4.9	201.7	19.5	106.8	332.9
Comprehensive income for the period					
Profit for the period				7.4	7.4
Other comprehensive income for the period			12.8		12.8
Comprehensive income for the period			12.8	7.4	20.2
Transactions with shareholders					
Option programs			0.0		0.0
Dividend				0.0	0.0
EQUITY, MARCH 31, 2020	4.9	201.7	32.3	114.2	353.1
EQUITY, JANUARY 1, 2021	4.9	202.4	3.1	58.9	269.3
Comprehensive income for the period					
Profit for the period				0.3	0.3
Other comprehensive income for the period			7.9		7.9
Comprehensive income for the period			7.9	0.3	8.2
Transactions with shareholders					
Option programs					0.0
Dividend				0.0	0.0
EQUITY, MARCH 31, 2021	4.9	202.4	11.0	59.2	277.5

Consolidated cash flow statement

Consolidated cash flow statement

SEK millions	Jan-Mar 2021	Jan-Mar 2020	Jan-Dec 2020
Operating activities			
Operating profit	6.8	15.2	-5.9
Adjustments for non-cash items	3.8	5.5	52.9
Interest received	0.1	0.1	0.4
Interest paid	-1.2	-1.4	-4.3
Income tax paid	-1.5	-2.1	-4.6
Cash flow from operating activities before changes in working capital	8.1	17.4	38.5
Cash flow from changes in working capital			
Increase (-)/Decrease (+) in inventories	4.6	-6.2	-1.4
Increase (-)/Decrease (+) in operating receivables	-17.8	-14.6	14.5
Increase (-)/Decrease (+) in operating receivables (guaranteed by EKN)	-1.8	-1.0	27.3
Increase (+)/Decrease (-) in operating liabilities	19.6	18.9	-3.7
Cash flow from operating activities	12.6	14.5	75.2
Investing activities			
Investments in associates	0.0	0.0	0.0
Acquisition of property, plant and equipment	-0.8	-1.3	-4.6
Investment in capitalized development expenses	-13.7	-10.8	-41.4
Cash flow from investing activities	-14.5	-12.0	-46.0
Financing activities			
Proceeds from borrowings/Repayment of borrowings	-0.0	0.0	11.0
Increase (+)/Decrease (-) in financial liabilities (EKN financing)	6.0	4.0	-23.5
Increase (+)/Decrease (-) in financial liabilities	-4.3	-0.2	8.7
Proceeds from borrowings/Repayment of borrowings and lease interest	-2.9	-2.8	-11.1
Dividend	0.0	0.0	0.0
Cash flow from financing activities	-1.2	1.0	-14.9
Cash flow for the period	-3.0	3.5	14.4
Cash and cash equivalents at beginning of period	33.0	21.6	21.6
Exchange differences in cash and cash equivalents	1.5	1.6	-2.9
Cash and cash equivalents at end of period	31.5	26.6	33.0

Parent Company

Parent Company Income Statement

Parent Company income statement

SEK millions	Jan-Mar 2021	Jan-Mar 2020	Jan-Dec 2020
Net sales	6.0	8.4	24.1
Administrative expenses	-5.7	-7.7	-23.1
Other operating expenses	-1.0	-0.4	-1.5
Operating profit	-0.6	0.4	-0.5
Anticipated dividend from subsidiaries			21.0
Profit/loss from associates	0.0	0.0	-54.4
Profit/loss from financial items	0.0	-0.0	-0.0
Profit/loss after financial items	-0.6	0.4	-33.9
Group contribution	0.0	0.0	0.0
Profit/loss before tax	-0.6	0.4	-33.9
Tax	0.0	-0.0	0.1
Net profit/loss	-0.6	0.4	-33.8

As no items are recognized in Other comprehensive income the Parent Company's profit and loss correspond to comprehensive income

Balance Sheet

Parent Company balance sheet

SEK millions	31 Mar 2021	31 Mar 2020	31 Dec 2020
NON-CURRENT ASSETS			
Intangible assets			
Capitalized development expenses	1.0	0.8	1.1
Total intangible assets	1.0	0.8	1.1
Property, plant and equipment			
Equipment	0.1	0.2	0.2
Total property, plant and equipment	0.1	0.2	0.2
Finansiella anläggningstillgångar			
Shares in Group companies	155.3	153.5	155.3
Shares in associates	0.0	54.4	0.0
Other financial assets	2.6	3.0	2.6
Deferred tax assets	0.1	0.0	0.1
Total financial assets	158.1	211.0	158.1
Total non-current assets	159.2	212.0	159.3
CURRENT ASSETS			
Skattefordringar	1.4	1.4	1.1
Receivables from Group companies	8.2	3.4	21.3
Other receivables	0.3	0.0	0.9
Prepaid expenses and accrued income	1.9	1.6	1.5
Total current receivables	11.7	6.3	24.8
Cash and bank balances	0.2	0.2	0.8
Total current assets	11.9	6.5	25.6
TOTAL ASSETS	171.1	218.5	184.9
EQUITY	157.2	191.2	157.8
LIABILITIES			
Non-current liabilities			
Other provisions	3.3	3.8	3.3
Total non-current liabilities	3.3	3.8	3.3
Current liabilities			
Trade payables	3.9	3.3	4.3
Liabilities to Group companies	0.3	12.0	14.0
Skulder till intressebolag	0.0	0.0	0.0
Other liabilities	0.4	0.9	0.7
Accrued expenses and deferred income	5.9	7.3	4.8
Total current liabilities	10.7	23.5	23.9
Total liabilities	13.9	27.2	27.1
TOTAL EQUITY AND LIABILITIES	171.1	218.5	184.9

Note 1 Accounting policies

Boule Diagnostics AB (publ.) applies IFRS (International Financial Reporting Standards) as adopted by the EU. This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting. The interim report for the Parent Company has been prepared in accordance with chapter 9 of the Swedish Annual Accounts Act and RFR 2 Accounting for Legal Entities. The interim report should be read alongside the annual report for the financial year ending December 31, 2020. The accounting policies are consistent with those applied in the previous financial year. The fair values of financial assets and liabilities are considered to be equal to their carrying amounts. The interim information on pages 1-8 forms an integral part of this financial report, which comprises pages 1- 21.

Note 2 Pledged assets and contingent liabilities

March 31, SEK millions	Group		Parent Company	
	2021	2020	2021	2020
Pledged assets	167.7	198.7	5.8	6.3
Contingent liabilities	0.0	0.0	83.8	105.1

Note 3 Revenue by region and product

Net sales by region, SEK million	Jan-Mar	Jan-Mar	change	Apr 20-	Apr 19-	change
	2021	2020		Mar 21	Mar 20	
USA	33.0	34.5	-4.4%	126.8	145.0	-12.5%
Asia	20.3	29.4	-30.9%	95.0	144.1	-34.1%
Eastern Europe	13.4	18.1	-26.2%	50.4	74.0	-31.9%
Latin America	13.2	12.5	6.0%	33.6	43.9	-23.5%
Western Europe	7.5	9.5	-21.3%	34.1	37.0	-7.7%
Africa/Middle East	13.2	14.3	-7.9%	42.8	54.6	-21.7%
Total	100.6	118.4	-15.0%	382.7	498.7	-23.2%

Net sales by product, SEK million						
Net sales by product, SEK million	Jan-Mar	Jan-Mar	change	Apr 20-	Apr 19-	change
	2021	2020		Mar 21	Mar 20	
Instruments	34.5	36.4	-5.1%	118.8	169.1	-29.8%
Consumables, own instruments	41.7	54.5	-23.5%	166.9	216.3	-22.8%
Consumables, OEM and CDS brand	13.9	16.6	-16.5%	59.7	67.3	-11.3%
Other	10.5	10.9	-3.4%	37.3	45.9	-18.7%
Total	100.6	118.4	-15.0%	382.7	498.7	-23.2%

Quarterly overview

Quarterly overview

	2021	2020				2019			
	Jan-Mar	Oct-Dec	Jul-Sep	Apr-Jun	Jan-Mar	Oct-Dec	Jul-Sep	Apr-Jun	Jan-Mar
Net sales, SEK million	100.6	92.7	98.8	90.6	118.4	129.3	131.2	119.7	118.6
Gross profit, SEK million	44.7	39.2	45.8	37.0	55.2	57.7	62.3	52.0	54.1
Gross margin, %	44.4	42.3	46.4	40.8	46.6	44.6	47.5	43.4	45.6
EBITDA, SEK million	12.3	3.6	28.9	2.4	20.8	20.3	37.8	11.6	21.7
EBITDA margin, %	12.3	3.9	29.3	2.7	17.5	15.7	28.8	9.7	18.3
Depreciation and impairment of property, plant and equipment, SEK million	4.2	4.2	4.4	4.4	4.5	4.1	4.5	4.7	4.1
EBITA, SEK million	8.1	-0.6	24.5	-1.9	16.2	16.2	33.3	6.9	17.7
EBITA margin, %	8.1	-0.6	24.8	-2.1	13.7	12.5	25.4	5.8	14.9
Amortization and impairment of intangible assets, SEK million ²	1.3	41.1	1.0	1.0	1.0	1.0	1.0	1.0	1.0
EBIT, SEK million	6.8	-41.6	23.5	-3.0	15.2	15.1	32.3	5.9	16.7
EBIT margin, %	6.8	-44.9	23.7	-3.3	12.9	11.7	24.6	5.0	14.1
Profit after tax, SEK million ²	0.3	-32.6	20.2	-43.0	7.4	7.2	20.3	0.3	9.8
Basic earnings per share, SEK	0.02	-1.68	1.04	-2.21	0.38	0.37	1.04	0.01	0.51
Diluted earnings per share, SEK	0.02	-1.68	1.04	-2.21	0.38	0.37	1.04	0.01	0.51
Cash flow from operating activities per share, SEK ¹	0.65	1.30	0.92	0.91	0.75	1.02	1.23	0.80	-0.25
Return on equity, %	0.1	-11.2	6.6	-13.2	2.2	2.2	6.4	0.1	3.2
Net debt/ EBIT (R12)	0.2	0.8	-0.1	0.2	0.0	0.1	0.4	0.7	0.3
Equity/assets ratio, %	54	56	56	53	56	57	56	55	57

¹ IFRS 16 is applied with effect from January 1, 2019, which affects the Group's financial statements, key figures and comparisons between quarters. For more information, see the 2019 Annual Report.

² Profit/loss from biosurfit and the impairment of the Group's holding in the associate in Q2 2020 are not included in the Group's operating profit. The impairment loss of SEK 36.6 million is recognized in net financial income together with biosurfit's profit/loss and is therefore only shown in profit after tax in the quarterly overview.

Definitions

Definitions

Use of alternative performance measures

The Boule Group's financial statements are prepared in accordance with IFRS. Only a small number of performance measures are defined in IFRS. Boule applies the ESMA (European Securities and Market Authority) Guidelines for Alternative Performance Measures. In brief, an alternative performance measure is a financial measure of historical or future earnings development, financial position or cash flow that is not defined or specified in IFRS. Boule presents certain non-IFRS performance measures in order to support management and other stakeholders in their analysis of the Group's development. Management believes that use of these measures facilitates this analysis. These alternative performance measures supplement the information presented in accordance with IFRS and do not replace IFRS performance measures. Boule's definitions of non-IFRS performance measures shown on page 19 may differ from those of other companies. Calculations for all performance measures can be reconciled to line items in the income statement and balance sheet.

Sales growth is net sales for the period divided by net sales for the comparative period, expressed as a percentage change

Gross profit is net sales less cost of sales

Gross margin is gross profit divided by net sales

EBITDA (Earnings before interest, taxes, depreciation and amortization) is profit before net financial items, taxes, depreciation of property, plant and equipment and amortization of intangible assets

EBITDA margin is EBITDA divided by net sales

EBITA (Earnings before interest, taxes and amortization) is operating profit before net financial items, taxes and amortization of intangible assets

EBITA margin is EBITA divided by net sales

EBIT (Earnings before interest and taxes) is operating profit before net financial items and taxes

EBIT margin (Operating margin) is EBIT divided by net sales

Working capital is inventories, trade receivables (current and non-current) and cash less trade payables

Interest coverage ratio is operating profit plus finance income divided by finance costs

Return on equity is profit after tax divided by average equity

Net debt is interest-bearing liabilities less cash and cash equivalents and current and non-current interest-bearing receivables guaranteed by EKN

Net debt/equity ratio is net debt divided by equity

Equity/assets ratio is equity divided by total assets.

Operating margin excluding non-recurring expenses is operating profit before non-recurring expenses divided by net sales

Operational cash flow is cash flow from operating activities, excluding net investments in intangible assets and property, plant and equipment, financing, non-recurring items and restructuring expenses, but including tax paid.