

Prevas | Hello Possibility.

YEAR END REPORT

2020

Strong results and a focus on growth.

Proposed dividend 2.00 SEK/share (0)

→ October - December 2020

- Net turnover 202.6 MSEK (213.8)
- Operating profit/loss excl. acquisition costs EBIT 18.5 MSEK (18.0)
- Operating profit/loss EBIT 15.5 MSEK (18.0)
- Operating margin EBIT 7.6 % (8.4)
- Profits after tax 13.4 MSEK (12.5)
- Profit per share 1.32 SEK (1.23)

→ January - December 2020

- Net turnover 771.7 MSEK (796.4)
- Operating profit/loss excl. acquisition costs EBIT 68.5 MSEK (47.0)
- Operating profit/loss EBIT 65.5 MSEK (47.0)
- Operating margin EBIT 8.5 % (5.9)
- Profits after tax 45.2 MSEK (32.4)
- Profit per share 4.55 SEK (3.16)



A word from the CEO

Not just *preparations*. Deliveries as well.

A very good result

Prevas' operating profit for the final quarter amounted to 18.5 MSEK, excluding acquisition costs of 3 MSEK. Including the acquisition costs, the operating profit is 15.5 MSEK. This can be compared to the final quarter of 2019, which was the strongest result in the company's history and ended up at 18.0 MSEK. Turnover for the quarter was 203 MSEK, which is slightly lower than the corresponding quarter in 2019 (214 MSEK). During the quarter, short-time work and furloughs were reduced to cease completely by the first of November. The operating margin during the fourth quarter amounted to 7.6 percent (8.4).

Based on the results and the financial position, the Board recommends a dividend of 2.00 SEK per share.

Focus on growth

The quarter was colored by intensive work to secure sales and deliveries in the context of increased concerns about the spread of Covid-19. Despite increasing infections short-time work and furloughs could be reduced and stopped completely during the quarter. This occurred with the help of good collaboration with both existing and new customers.

In addition to the daily work the first cadre who entered the leadership program have completed their leadership training. Investing in employees that grow and create a path for good leadership and business is a good investment for the future. The plan is to expand and continue to run the program during 2021.

The final quarter was also characterized by preparation prior to the merger with Tritech, Deva Mecaneyes and FiloProcess. Activities that have been carried out are things such as completing business, calling and holding an extraordinary general meeting, developing prospectuses and preparations for the integration. The preparations have included everything from system overviews to information and communication.

Business has developed well under the period and together with our customers we have found solutions for many needs. Communicated examples of that are our collaborations with Realheart and Outokumpu. Completely different industries but both needing help to resolve technically complex challenges. For five years Prevas has supported Realheart in the work to develop an artificial heart. Thanks to the combination of deep



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

electronic expertise and well equipped electronic and EMC labs, and long experience of medical technical projects and previous experience collaborations with startup and innovation companies, we can give Realheart the help they need. Outokumpu needed to secure operations through a new, module based system that was adapted to both present and future demands for digitalization and user-friendliness. Our experience and understanding of their operations, with a clear focus on the users, were important success factors when a needs based control system was developed, where Prevas combined traditional industry expertise with state-of-the-art through user experiences.

A stronger Prevas 2021

The merger with Trittech, Deva Mecaneyes and FiloProcess became a reality after the end of the period and was implemented as planned on January 4th. In simple terms it means an overnight increase in the number of employees of nearly 50% and a number of operational benefits. Prevas reinforces its position within product development and production development significantly and can offer the customers support for an even faster pace of change. The merger also gives increased opportunities for our employees to grow which is a foundation of journey towards the future.

Prevas maintains the decentralized culture and the new units will be strong units in a network. Some units will

remain and continue in their present form and others will be optimized with existing Prevas units, where appropriate. Three examples of specific strengths for 2021 can be illustrated here; two geographic and one industry.

In Västerås employee numbers increase from 50 to more than 150, who together build the region's leading development house with a unique combination of production development and product development. Most of the customers are in Mälardalen, but some of the services offered are so unique that the customers are from all over Europe. For example, reducing energy consumption for steelworks and developing transmissions for e-drive. The combination of Prevas and Deva forms a unique player within the digitalization and automation of industry. The region will be led by Magnus Welén who after leading roles in industrial companies such as Sandvik and Snap On Inc. has an impressive history in developing Deva Mecaneyes AB.

In Stockholm, employee numbers increase from 110 to nearly 250 where focus is on different aspects of product development. It is the Nordic area's largest region within the consultancy market and we increase our relative weight in the region and reinforce our presence markedly. The region is led by Dean Tosic who started as CEO at Trittech during March 2020. Dean is well-grounded in the region, has a background of heavy roles in the consultancy industry as well as international experience with Ericsson.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

The third area to mention is Life Science. Prevas increased turnover from 185 MSEK in 2019 to 218 MSEK in 2020. Prevas is becoming a priority partner in Sweden and Denmark when customers need help with advice, development and quality assurance within Life Science. Prevas' competitiveness is good with the structural capital, references and abilities that are in place. To manage this potential, emphasize the offer and further develop the area, a Director Life Science has been added during 2021 where the ambition is to increase the turnover and strengthen the position even more. The role will be filled

by Robert Tönhardt, Ph.D., who has a long and successful history within Prevas and a solid background within Life Science.

Thank you for 2020 and welcome to 2021

In "Word from the CEO" I want to thank all the interested parties, employees, owners, partners, customers for a special year in 2020. Thank you. We can look forward to a new year together where we can develop Prevas towards new conquests and to do our best together with our interested parties to use technology to do good!



Johan Strid, CEO Prevas AB

Forthcoming Reports

Interim report Jan-March,
May 6th 2021.
Interim report Jan-June,
July 21st 2021.
Interim report Jan-Sep,
Oct 28th 2021.
Year end report 2021,
February 11th 2022.

Annual General Meeting 2021

Prevas AB's Annual General
Meeting
Västerås, May 11th 2021.

Annual and Sustainability report

Available via the website three
weeks, week 17 2021, before the
Annual General Meeting. A dig-
ital version can also be ordered
via info@prevas.se.

Prevas AB

Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

//

We can look forward to a new year together where we can develop Prevas towards new conquests and to do our best together with our interested parties to use technology to do good!

Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com



Operations

Many opportunities in what remains a worried world.

Prevas is a development hub with ingenuity at its core. With high technical expertise and deep business understanding, we help customers from a wide variety of industries to benefit through continuous technological innovation. Benefits for people, the planet and the economy.

A world in constant change

The end of the year was influenced by increased infection rates around the world but at the same time increased hope for vaccination and a light at the end of the tunnel. Our assessment is that growing numbers of customers are positioning themselves for a brighter future and we are seeing increased demand. However, uncertainty is also growing and the picture is not unambiguous. Several major companies are implementing their previously announced rationalizations and reductions and many of them have their feet on the gas and brake pedals at the same time.

The basic requirement is growing steadily. Sustainability is a driving force and the increased degree of automa-

tion, digitalization, increased technology content in all things, increased degree of connectivity contributes to increased demand for advanced expertise. With this there is also an increased demand for half packaged capital structure that can be used to increase the flexibility, speed and efficiency in development of solutions.

The requirement for advanced expertise and need for capital structure are two trends that both indicate a strong future for Prevas. The ambition is to help customers to benefit from this and to offer employees exciting work tasks that can also contribute to a better world in different ways.



VISION

Ingenuity will save the world.

MISSION

We co-create technological advancement for the betterment of all; people, planet and profit.

VALUES

At Prevas we summarize our values with the acronym BOAT - Business Driven, Open Minded, Active and Team Player.

HELLO POSSIBILITY

We solve problems. Many people would say that we do so with different technical solutions - and that is correct. But innovation is perhaps even more important. That's what Prevas is really about. Together seeing things that others do not. About opportunities.

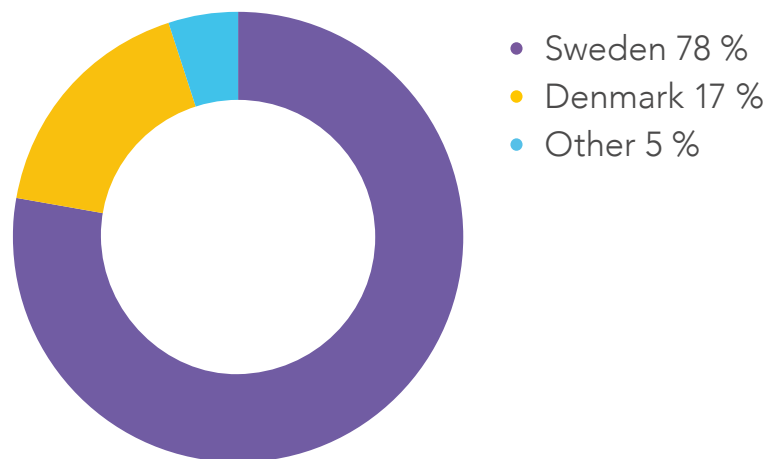
Prevas AB

Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

Turnover

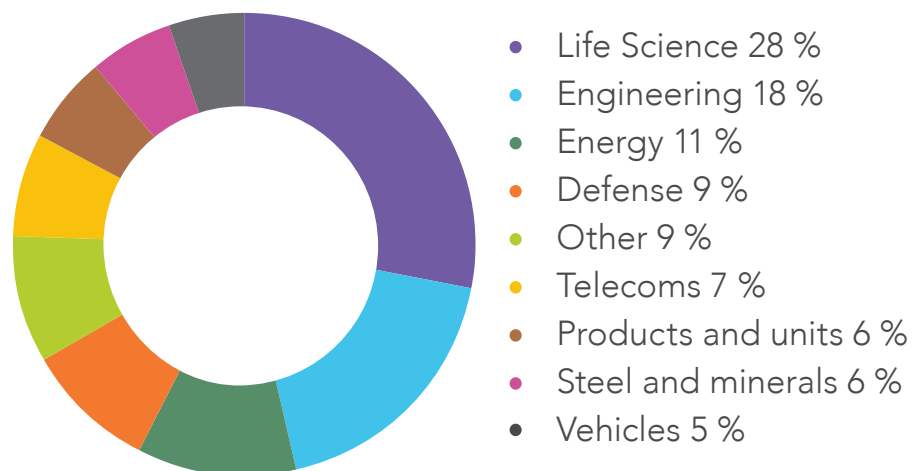
Divided by segment, 2020



The largest customers, 2020

Saab / Atlas Copco / Ericsson /
Ambu / Cytiva

Industry breakdown , 2020



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com



We co-create technological advancement for the betterment of all; people, planet and profit.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com



Industries

Understanding and being able to work with the latest technological and digital solutions is important. But we think that it is equally important to have experience of and understand what it is that drives our customer's operations and business.

Life science

The background requirement within Life Science is huge. In addition to the growing population, more people are sick at the same time, more are healthy and older, more need advanced treatments, there is a strong drive to streamline healthcare. Add the changes in regulatory requirements for medical technology products and need for advice and it is an area with very strong demand. This is an interesting area, where we are strongly positioned and our services continue to be evermore in demand.

Engineering

A major driving force in the engineering industry is the will to change. Sustainability, digitalization, automation, data-driven optimization, Internet of Things and more drive both the demand and the opportunities for investment and change. We are well positioned for the future with our solid background, understanding of the industry and ingenious approach to technological solutions.

Energy

Hopes for a greener world drive the development of renewable energy sources. There is also a strong platform in the Nordic energy industry where one can embrace digitalization and new technology. We are active in many areas of this industry and we have experience of products and solutions for production, managing and optimizing energy.

Vehicles

Self-driving vehicles, lower fuel consumption, electric/hybrid motors and higher safety requirements have become new focus areas for the automotive industry, together with lower emissions levels, higher quality requirements and lower production costs. Shorter development times, opportunities provided by new technologies and customer requirements for connected services are also examples of new challenges. We have long experience of supplying the automotive industry with high quality solutions.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Defense

The Nordic defense industry supplies the global market with world leading products, solutions and services. A focus area is continuously improving, developing and adapting new technology to satisfy the customers' needs in accordance with legal requirements. The combination of advanced technology and high demands for reliability and environmental sustainability fits well with our experience and expertise.

Products and units

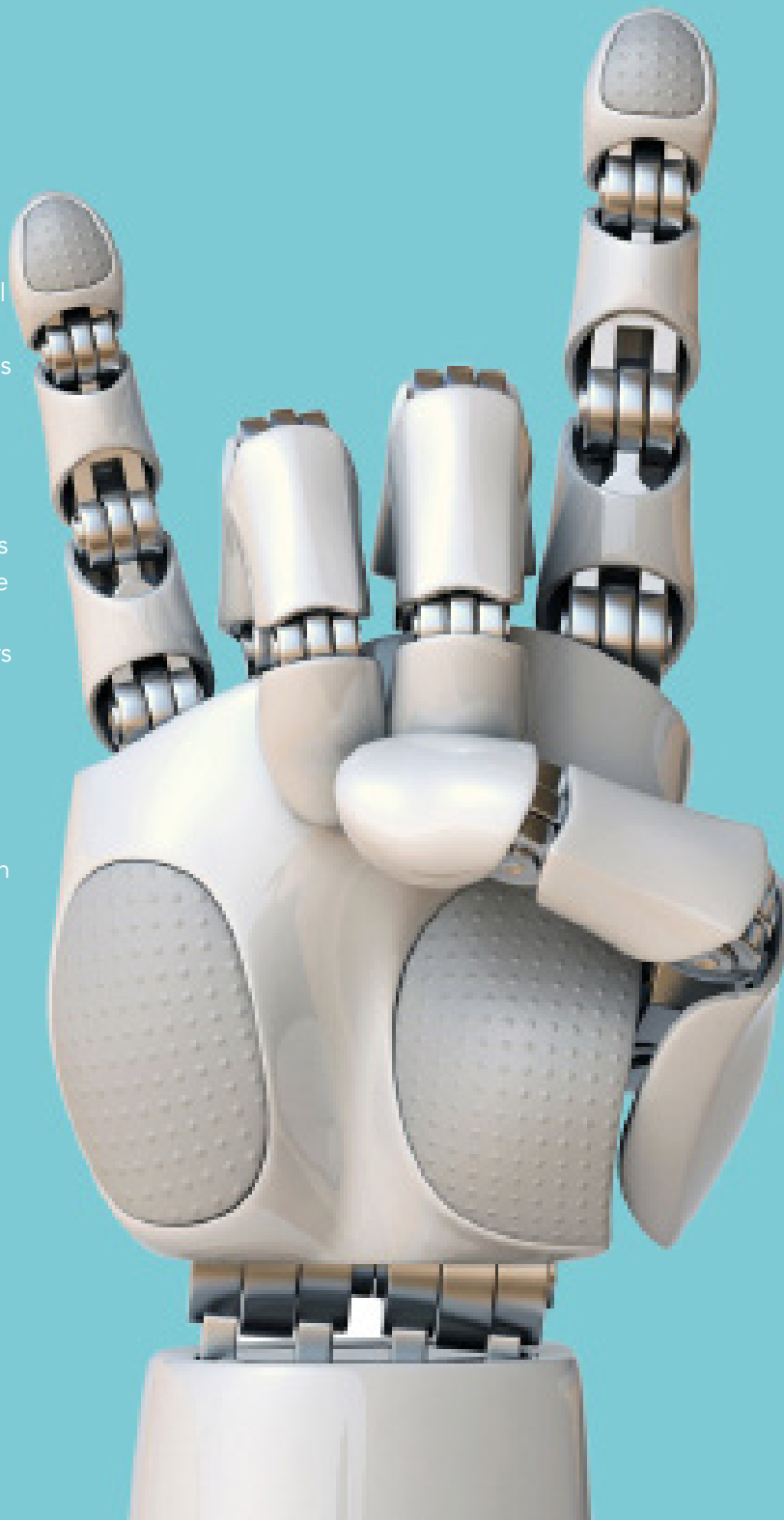
These days product development occurs in an ever more advanced combination of integrated software, design of materials and form as well as minimalist shaped electronics. The units are frequently connected and increasingly smart. We can include here, for example, web-cameras, lawnmowers, vacuum cleaners and cycle helmets. The user is often a private consumer, but could also be a professional user, or why not a thing that uses another thing.

Steel & Minerals

Metal and mineral producers still face major challenges, both in terms of competition and profitability. Our offer to this industry covers proven solutions and services with connection to operations control, production planning, project management, automation, environment & monitoring systems and reporting tools.

Telecoms

The telecom industry is changing at the same fast pace as digitalization and these days there are lots of opportunities to get access to content and data. New opportunities are created via connected systems within both 5G-technology and increased network infrastructure. We have long experience of complex consultancy services and solutions for telecoms companies.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com



Important events during the period

- **Uncertainty in the wake of Corona**

The present outbreak of Covid-19 in Sweden and around the world has affected Prevas in the fourth quarter to a similar degree to the second and third quarters of 2020. During the quarter the Group received state support of 1.0 MSEK (9.6 MSEK for the year) regarding the furloughing of employees that has been implemented. Furloughs were stopped during the quarter during the month of October. The company has used the funds available to minimize the effect on our customers, staff and the profitability and liquidity of the company, and if the market development was to change negatively the Company may apply for additional support in the future.

- **Prevas is growing. Entered an agreement for acquisition of Evotech and the remaining minority holdings in Trittech Technology and Deva Mecaneyes.**

On October 21st Prevas agreed to purchase all shares in the consultancy group Evotech and the remaining minority shares in the operational subsidiaries Trittech Technology and Deva Mecaneyes. The deal is dependent on a decision at an Extraordinary General Meeting of Prevas. With the acquisition, an extremely strengthened position in product and production development is achieved. The acquired

shares are valued at a total of 257 MSEK and payment will be made by a combination of shares in Prevas issued through a non-cash issue and cash. The acquisition was completed on January 4th 2021.

- **Summons to Extraordinary General Meeting to decide about non-cash issues.**

Due to the agreements entered for the purchase of all shares in the consultancy group Evotech AB and the remaining minority shares in the operational subsidiary companies Trittech Technology AB and Deva Mecaneyes AB that was made public on October 21st 2020, the Board of Prevas AB (publ) called an Extraordinary General Meeting on Tuesday November 24th 2020 at 1.00pm in Hörsalen in Kopparlunden, Kopparlundsvägen 13, Västerås.

- **Information from Prevas' Extraordinary General Meeting.**

Prevas AB's Extraordinary General Meeting took place on Tuesday November 24th 2020 at 1.00pm in Hörsalen in Kopparlunden, in Västerås. The EGM decided, in agreement with the Board's proposal, on three non-cash issues of B shares with the purpose of acquiring the shares in Evotech, Trittech and Deva Mecaneyes. The three decisions on non-cash issues mean that Prevas can issue a maximum of 2,634,532



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

B shares and the share capital can be increased by 6,586,330 SEK. In total the issue can amount to a total of 166,502,422 SEK.

- **Publishing of Prospectus.**

The Board of Prevas has drawn up a prospectus with information regarding the admission to trading up to 2,634,532 new issue B shares in Prevas AB (publ) on Nasdaq Stockholm. The prospectus is available on the company's website (www.prevas.se/ir) and the Finansinspektionen's (Swedish Financial Supervisory Authority) website (<https://fi.se/sv/vara-register/prospektregistret/>).

- **Changes to the Board of Prevas AB.**

Sven Ivar Mørch has informed the Board of Prevas AB that he will be standing down immediately as a Director because he is taking an operational role as CEO and Group President at HiQ. After Sven Ivar's departure the Board consists of five directors elected by Annual General Meetings and two employee representatives. Election of a replacement director will take place at the next Annual General Meeting.

- **Changes to the election committee Prevas AB.**

In accordance with the election committee's instructions decided at the Annual General Meeting on May 14th 2020 the election committee shall consist of the three largest voting eligible shareholders registered at the end of September 2020. All have accepted positions on the election committee which therefore consists of; Mikael Sundquist (election committee chairman) as representative of Länsförsäk-

ringar Bergslagen, Göran Lundin as representative for private and related parties ownership and Björn Andersson as representative for private ownership.

- **Record fast product development can save lives.**

In just four months Danish company Sentispec, in collaboration with Prevas, have developed the world's first full automatic fever scanner, ViraHawk. It can measure the temperature of passers by and identify any infection carriers. It only takes five minutes to install a ViraHawk and it is also GDPR secure, because it only saves images for a short time.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

Important events after the end of period.

- **Prevas completes the acquisition of Evotech and the remaining minority holdings in Trittech Technology and Deva Mecaneyes.**

On October 21st Prevas announced that it agreed to purchase Evotech and the remaining minority shares in the operational subsidiaries Trittech Technology and Deva Mecaneyes. All the conditions for the acquisition have been fulfilled with the result that Prevas on January 4th 2021 assumed the shares in the acquired companies. The acquisition gives an extremely strong position within product and production development.

The total value of the purchased shares were valued on the accession day was 257 MSEK and payment was made through a combination of new issue shares in Prevas and cash.

The combined purchase price of the acquisition amounted to 2,634,532 B shares in Prevas and 96,646,323 SEK. Based on the opening value price of Prevas B shares on January 4th 2021 the value of the transaction amounts to 256,825,868 SEK.

That part of the purchase price that consists of shares in Prevas was transferred to the sellers via non-cash issues. The non-cash issues entail a dilution effect of approximately 20.68 percent of the number of shares and approximately 14.60 percent of the number of votes in Prevas. Through the non-cash issues the number of outstanding B shares, total number of shares and number of votes in Prevas increases by 2,634,532. This means that the number of B shares has increased from 9,512,761 B shares to 12,147,293 B shares, the total number of shares has increased from 10,102,361 shares to 12,736,893 shares and the total number of votes has risen from 15,408,761 to 18,043,293. The company's share capital increases by SEK 6,586,330.00 from SEK 25,255,902.50 to SEK 31,842,232.50. The cash part

of the purchase price will be financed by an acquisition loan of 90 MSEK and available funds in Prevas.

A final acquisition analysis has not been made and will therefore be reported later.

For more information see the press releases, prospectus and teaser published on www.prevas.se/ir.

- **Changes to the election committee Prevas AB.**
After Prevas' acquisition of Evotech on 04-01-2021 DeVenture AB becomes the third largest vote eligible shareholder in Prevas. This means that the previously appointed member Björn Andersson leaves the election committee and that Stelio Demark, representing DeVenture, has been appointed to be the new member of the Prevas election committee. Remaining members are Mikael Sundquist (chair) as representative of Länsförsäkringar Bergslagen and Göran Lundin as representative for private and related parties ownership.
- **Change in the number of shares and votes in Prevas**
During the month of January 2021, 2,634,532 B shares were issued with the aim of compensating some of the purchase cost to the sellers in the previously announced and implemented acquisition of Evotech and the remaining minority in shares in the operational subsidiaries Trittech Technology and Deva Mecaneyes.
The number of B shares has risen from 9,512,761 B shares to 12,147,293 B shares. The number of A shares is unchanged at 589,600. In total there are 12,736,893 outstanding A and B shares in Prevas.
As a result of the issue of B shares, the number of votes in Prevas has increased from 15,408,761 votes to 18,043,293 votes.

Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com



Financial Information, group

Turnover

October - December

Net turnover amounted to 202.6 MSEK (213.8), a fall of 5 percent. The number of working days amounted to 63 (62). Net turnover per employee amounted to 403 TSEK (391).

January - December

Net turnover amounted to 771.7 MSEK (796.4), a fall of 3 percent. The number of working days amounted to 251 (250). Net turnover per employee amounted to 1,487 TSEK (1,478).

Results

October - December

Operating profit/loss EBIT amounted to 15.5 MSEK (18.0), which gives an operating margin of 7.6 percent (8.4). Profit before depreciation/amortization and write downs EBITDA amounted to 22.0 MSEK (25.9), which gives profit margin before depreciation/amortization and write downs of 10.8 percent (12.1). EBITDA has been affected by the implementation of IFRS 16, see page 14. Profits after tax amounted to 13.4 MSEK (12.5). Operations have continued to develop positively regarding consultancy and project operations but have reduced slightly due to Covid-19.

During the quarter the results were affected by acquisition costs of 3.0 MSEK relating to the acquisition of Evotech AB and certain minority holdings.

January - December

Operating profit/loss EBIT amounted to 65.5 MSEK (47.0), which gives an operating margin of 8.5 percent (5.9). Profit before depreciation/amortization and write downs EBITDA amounted to 92.2 MSEK (75.2) which gives a profit margin before depreciation/amortization and write downs of 11.9 percent (9.4). EBITDA has been affected by the implementation of IFRS 16, see page 14. Profits after tax amounted to 45.2 MSEK (32.4). The profits after tax have been negatively affected by changed allocation regarding the value of the synthetic options of 3.8 MSEK. The allocation is associated with the development of the Prevas share price and not the operational activities.

During the year the results were affected by acquisition costs of 3.0 MSEK relating to the acquisition of Evotech AB and certain minority holdings.

Cash flow, liquid funds and financing

The cash flow from ongoing operations for the year amounted to 118.0 MSEK (58.7). Liquid funds at year end amounted to 148.9 MSEK (52.2) of which an unused overdraft facility for 65 MSEK (51.3). In conjunction with the acquisition of Evotech AB and certain minority holdings, an acquisition loan of 90 MSEK was taken in January 2021 and the existing overdraft facility has been reduced by 20 MSEK. It is the judgment of the Board that Prevas has a financing situation appropriate for the company's future planning.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Financial position

Equity at period end amounted to 230.8 MSEK (188.6), which gives an equity ratio of 51 percent (47). Equity per share amounted to 22.75 SEK (18.49).

Employees

The average number of employees during the year amounted to 519 (539), of which 405 (418) were in Sweden, 75 (82) in Denmark, 19 (17) in Other segments and 20 (22) were central. The number of employees at period end amounted to 538 (578), of which the proportion who were women was 15 percent.

Investments

During the year, the group's investment in assets amounted to 2.0 MSEK (2.8), of which 2.0 MSEK (2.0) covered machinery and inventory and 0 MSEK (0.8) product development and intangible assets. Other investments refer to rights of use assets regarding IFRS16.

Operational strength key ratios, projects in time

Customer satisfaction, delivery precision and warranty work are continuously metered as part of the company's certified quality system. Since starting in 1985, Prevas has had a very high number of satisfied customers and unique high quality figures regarding delivery precision and warranty. Prevas' customer satisfaction rating has increased during the quarter and has risen to 8.8 (scale of 1 to 10) for the whole year. This combined with a large part of our deliveries being on time and of the correct quality, means that Prevas is rated highly by customers.

The Parent Company

October - December

Turnover amounted to 146.7 MSEK (150.4) and the result

after financial items amounted to 14.4 MSEK (11.3). Profits after tax amounted to 3.1 MSEK (6.1).

January - December

Turnover amounted to 550.2 MSEK (561.8) and the result after financial items amounted to 61.9 MSEK (22.6).

Profits after tax amounted to 43.4 MSEK (15.1).

Risks and uncertainty factors

Prevas operates in very competitive and changeable market. This places great demands on risk management, or the point of view that Prevas focuses on – risk optimizing. Risk is involved in every operation and the objective is always to reduce risk so that it has as little impact as possible. However, Prevas takes the view that each risk also creates new opportunities and drives change. Based on this perspective, Prevas has integrated risk management into all aspects of our operations, with a special focus within the areas of marketing, delivery and operational management. The foundation of managing risk is the company's management system, which ensures that the work with risk management is carried out in a systematic and efficient way. Prevas works continuously with risk evaluation in all stages from business development to delivery. From that, new opportunities are identified and if necessary risk minimizing actions are implemented. Examples of operational and market related risks are; competition and pricing pressure, negative development at our customers, bankruptcy risks and exchange and interest rate risk. It is Prevas' judgment that generally the risks have increased slightly during the last few years but that 2020 has brought a change in the mix of risks and that the exposure to risk has increased slightly over and above the effects of Covid-19. Another risk is competition for qualified employees, where the market continues to be tough during 2020. From Prevas' posi-



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

tion as market leader within certain areas, it is important to attract and recruit the best possible people. Given the good labor market, the difficulty in maintaining the level of expertise is something that may affect Prevas in the future. More information about Prevas' risks and the management of them can be read in the Annual report for 2019. It is the company's evaluation that the risks are the same as for the parent company.

Covid-19

The present outbreak of Covid-19 in Sweden and around the world has affected Prevas in the fourth quarter to a similar degree to the second and third quarters of 2020. During the quarter the Group received state support of 1.0 MSEK (9.6 MSEK for the year) regarding the furloughing of employees that has been implemented. Furloughs were stopped during the quarter during the month of October. The company has used the funds available to minimize the effect on our customers, staff and the profitability and liquidity of the company, and if the market development was to change negatively the Company may apply for additional support in the future.

Prevas saw a clear effect in the level of activity in the market and volume of assignments in the spring and summer. There was some improvement during the fall and it has been possible to reset operations on a good footing. Our customers have been seriously affected which gives great uncertainty for the future and the effects of Covid-19 will continue to impact Prevas during the coming quarters. To what extent and in what way is hard to estimate. However, it is our assessment that more customers are positioning themselves for more positive developments in the future and we see an increased demand within large parts of the operation but

where customers in some industries are postponing large investment commitments.

Transactions with affiliated bodies

Any transactions of this type are reported in the annual report 2019 under note 26 and largely attributable to purchases and sales between companies within the group. Transactions occur under market conditions.

Accounting principles

This report has been prepared in accordance with IAS 34 Interim reports. The group report has been prepared in accordance with International Financial Reporting Standards, IFRS, as adopted by the EU, and where relevant Swedish legislation regarding annual reports. The parent company accounts have been prepared in accordance with the Annual Accounts Act and recommendation RFR 2 Accounts for legal entities.

Financial instruments

Reported value of liquid funds, account receivables, generated but unbilled income, interest bearing liabilities and suppliers' liabilities are considered to make up an approximation of the actual value of these receivables and liabilities.

Proposed dividend

The Board proposes to the Annual General Meeting that a dividend be issued of 2.00 SEK/share (0).

Västerås February 11th 2021
Prevas AB (publ)

Johan Strid, CEO Prevas AB

CONTACT

Johan Strid, CEO
Tel: +46(0)21-360 19 00
Cell: +46(0)703-379 10 61
Email: johan.strid@prevas.se

Andreas Lindahl, CFO
Tel: +46(0)21-360 19 34
Cell: +46 70-547 08 25
Email: andreas.lindahl@prevas.se

This information is such that Prevas AB (publ) is required to make public in accordance with EU regulations to prevent market abuse and the Securities Market Act. The information was submitted by the above contact person for publication on February 11th 2021, at 08.30.

This financial report has not been subject to inspection by the company's auditors.

This is a translation of an original document in Swedish. In case of dispute, the original document should be taken as authoritative (Bokslutskommuniké 2020 at www.prevas.se). Or contact the company direct.

Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Statement of operations in summary, TSEK

The Group

	2020 Q 4	2019 Q 4	2020 Full year	2019 Full year
Net turnover	202,644	213,796	771,651	796,427
Capitalized work	–	49	–	774
Other external costs	-55,116	-54,869	-196,183	-211,276
Personnel costs	-125,578	-133,062	-483,283	-510,679
Profits before depreciation/amortization	21,950	25,914	92,185	75,246
Depreciation intangible fixed assets	-378	-532	-1,593	-2,056
Depreciation right of use assets	-5,664	-6,915	-23,258	-24,288
Depreciation tangible fixed assets	-450	-440	-1,817	-1,860
Operating profit/loss	15,458	18,027	65,517	47,042
Financial net	1,695	-1,586	-5,732	-4,711
Profit after financial items	17,153	16,441	59,785	42,331
Tax	-3,802	-3,977	-14,580	-9,951
Profits for the period	13,351	12,464	45,205	32,380
Profit for period attributable to parent company owners	13,385	12,413	45,933	31,918
Profit for period attributable to non-controlling interests	-34	51	-728	462
Profit per share before and after dilution in SEK	1.32 SEK	1.23 SEK	4.55 SEK	3.16 SEK



Prevas AB
 Org. No. 556252-1384
 Box 4, Legeringsgatan 18
 SE-721 03 Västerås
 Mail: info@prevas.se
 Tel. +46 (0)21-360 19 00
 www.prevas.com

Report of total earnings in summary, TSEK

The Group

	2020 Q 4	2019 Q 4	2020 Full year	2019 Full year
Profits for the period	13,351	12,464	45,205	32,380
Items that will be later implemented in the period's profit/loss;				
Calculation differences attributable to overseas operations	-1,529	-1,745	-2,960	1,181
Total earnings for the period after tax	11,822	10,719	42,245	33,561
Total earnings for period attributable to parent company owners	11,856	10,668	42,973	33,099
Total earnings for period attributable to non-controlling interests	-34	51	-728	462

Key ratio per quarter

	2020 Q 4	2020 Q 3	2020 Q 2	2020 Q 1	2019 Q 4	2019 Q 3	2019 Q 2	2019 Q 1	2018 Q 4	2018 Q 3	2018 Q 2	2018 Q 1
Operating income, MSEK	202.6	158.7	194.0	216.3	213.8	176.2	201.7	204.7	211.8	161.0	202.8	195.4
Operating profit/loss, MSEK	15.5	13.4	14.5	22.1	18.0	9.1	8.7	11.2	-3.7	1.0	4.2	8.0
Operating margin in %	7.6	8.4	7.5	10.2	8.4	5.2	4.3	5.5	-1.8	0.6	2.1	4.1
Number of working days	63	66	59	63	62	66	59	63	62	65	60	63
Number of employees at end of period	538	535	530	560	578	575	558	568	582	560	551	546
Number of employees, average	503	501	530	545	547	535	536	546	551	515	526	523
Net turnover/employee, TSEK	403	317	366	397	391	329	376	375	384	313	386	374
Equity ratio, %	51	52	50	51	47	46	44	42	42	47	44	44
Profit per share, SEK	1.32	0.43	1.14	1.65	1.23	0.60	0.58	0.75	-0.38	0	0.31	0.53
Equity per share, SEK	22.75	21.57	21.15	20.27	18.49	17.44	16.76	16.09	15.22	15.45	15.50	15.21

Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Balance sheet in summary, TSEK

The Group

	2020 Dec 31st	2019 Dec 31st
Goodwill	135,940	136,746
Other intangible fixed assets	1,422	3,044
Tangible fixed assets	3,965	3,786
Rights-of-use assets	43,837	51,885
Deferred tax asset	1,814	2,343
Total fixed assets	186,978	197,804
Current receivables	183,600	200,672
Liquid funds	83,916	854
Total current assets	267,516	201,526
TOTAL ASSETS	454,494	399,330
Equity attributable to owners of parent company	229,780	186,807
Equity attributable to non-controlling interests	1,027	1,755
Equity	230,807	188,562
Deferred tax liability	10,427	7,950
Long-term non-interest bearing liabilities	2,174	1,726
Long term interest bearing liabilities	20,210	30,147
Total non-current liabilities	32,811	39,823
Current provisions	782	1,147
Current interest bearing liabilities	22,559	33,952
Other interest bearing liabilities	167,535	135,846
Total current provisions	190,876	170,945
TOTAL LIABILITIES AND EQUITY	454,494	399,330



Prevas AB
 Org. No. 556252-1384
 Box 4, Legeringsgatan 18
 SE-721 03 Västerås
 Mail: info@prevas.se
 Tel. +46 (0)21-360 19 00
www.prevas.com

Changes in equity in summary, TSEK

The Group

	2020 Full year	2019 Full year
Opening balance	188,562	156,601
Total of total earnings for period attributable to parent company owners	42,973	33,099
Total of total earnings for period attributable to non-controlling interests	-728	462
Dividend non-controlling interests		-1,600
Closing balance	230,807	188,562
Equity attributable to owners of parent company	229,780	186,807
Equity attributable to non-controlling interests	1,027	1,755



Cashflow analysis, TSEK

The Group

	2020 Q 4	2019 Q 4	2020 Full year	2019 Full year
ONGOING OPERATIONS				
Pretax Profits	17,153	16,441	59,785	42,331
Adjustments for items not included in cash flow	3,236	4,746	12,879	21,035
Paid income tax	-139	-919	-5,885	-3,587
Cash flow from ongoing operations before change to working capital	20,250	20,268	66,779	59,779
Changes to operating receivables	-16,566	-21,808	17,072	9,435
Changes to operating liabilities	27,528	15,573	34,198	-10,498
Cash flow from ongoing operations	31,212	14,033	118,049	58,716
INVESTMENT OPERATIONS				
Investment in intangible fixed assets	–	-19	–	-769
Investment in tangible fixed assets	-417	-110	-1,997	-2,001
Cash flow from investment operations	-417	-129	-1,997	-2,770
FINANCING OPERATIONS				
Amortization of lease liabilities	-5,796	-6,920	-17,580	-23,967
Change of overdraft facility	–	-6,698	-13,698	-30,236
Paid dividends to non-controlling interests	–	–	–	-1,600
Cash flow from financing operations	-5,796	-13,618	-31,278	-55,803
Cash flow for the period	24,999	286	84,774	143
Liquid funds at start of period	60,382	601	854	718
Exchange differences in liquid funds	-1,466	-33	-1,713	-7
Liquid funds at end of period	83,915	854	83,915	854



Prevas AB
 Org. No. 556252-1384
 Box 4, Legeringsgatan 18
 SE-721 03 Västerås
 Mail: info@prevas.se
 Tel. +46 (0)21-360 19 00
 www.prevas.com

Operating segment, October-December 2020, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	159,735	33,318	9,592	–	202,645
Sales to other segments	674	12	–	-686	
Profits before depreciation/amortization, EBITDA	16,060	2,897	2,671	322*	21,950
Write-offs	-350	-307	-38	-5,797*	-6,492
Operating profit, EBIT	15,710	2,590	2,633	-5,475	15,458
Financial items				1,695	1,695
Pretax Profits					17,153

*) Leasing according to IFRS 16 that is applied at group level is not recorded by the different segments.



Operating segment, October-December 2019, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	168,016	34,491	11,289	–	213,796
Sales to other segments	244	575	1	-820	
Profits before depreciation/amortization, EBITDA	13,578	4,947	1,366	6,022*	25,913
Write-offs	-492	-436	-43	-6,915*	-7,886
Operating profit, EBIT	13,086	4,511	1,323	-893	18,027
Financial items				-1,586	-1,586
Pretax Profits					16,441



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Operating segment, January-December 2020, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	597,169	133,067	41,416	–	771,652
Sales to other segments	5,321	2,045	–	-7,366	
Profits before depreciation/amortization, EBITDA	57,709	16,258	4,673	13,545*	92,185
Write-offs	-1,841	-1,279	-157	-23,391*	-26,668
Operating profit, EBIT	55,868	14,979	4,516	-9,846	65,517
Financial items				-5,732	-5,732
Pretax Profits					59,785

*) Leasing according to IFRS 16 that is applied at group level is not recorded by the different segments.



Operating segment, January-December 2019, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	621,871	134,474	40,082	–	796,427
Sales to other segments	1,812	1,044	66	-2,922	
Profits before depreciation/amortization, EBITDA	34,366	13,781	5,759	21,340*	75,246
Write-offs	-2,059	-1,699	-158	-24,288*	-28,204
Operating profit, EBIT	32,307	12,082	5,601	-2,948	47,042
Financial items				-4,711	-4,711
Pretax Profits					42,331



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

Sales to external customers per segment, Oct - December, TSEK

October - December 2020

October - December 2019

Industries	Sweden	Denmark	Other	Total the group	Sweden	Denmark	Other	Total the group
Energy	9,941	8,075	2,271	20,288	8,925	8,074	3,526	20,525
Vehicles	4,549	315	–	4,864	11,513	296	4	11,812
Defense	18,484	656	371	19,511	17,660	326	479	18,465
Life science	43,606	17,101	533	61,239	40,910	12,087	446	53,444
Products and units	7,737	2,541	–	10,278	8,954	6,860	–	15,815
Steel and minerals	11,384	–	929	12,313	15,070	–	694	15,764
Telecoms	13,952	–	–	13,952	15,022	–	–	15,022
Engineering	32,246	2,395	1,224	35,865	38,493	3,626	1,399	43,519
Other	17,837	2,235	4,264	24,337	11,469	3,221	4,742	19,432
Total	159,735	33,318	9,592	202,645	168,016	34,491	11,289	213,796

Sales to external customers per segment, Jan - December, TSEK

January - December 2020

January - December 2019

Industries	Sweden	Denmark	Other	Total the group	Sweden	Denmark	Other	Total the group
Energy	36,650	37,925	8,656	83,232	46,947	34,461	10,145	91,552
Vehicles	36,000	843	-4	36,840	31,349	1,381	39	32,768
Defense	68,076	941	1,459	70,477	67,036	527	1,855	69,418
Life science	149,960	59,775	8,735	218,469	138,764	43,903	2,079	184,746
Products and units	34,599	15,337	–	49,936	30,143	19,041	–	49,184
Steel and minerals	44,762	–	2,828	47,589	63,674	–	2,179	65,853
Telecoms	52,728	–	–	52,728	53,485	–	–	53,485
Engineering	127,645	8,342	4,666	140,652	145,220	17,308	5,556	168,084
Other	46,749	9,904	15,076	71,729	45,253	17,854	18,230	81,336
Total	597,169	133,067	41,416	771,652	621,871	134,474	40,082	796,427



Prevas AB
 Org. No. 556252-1384
 Box 4, Legeringsgatan 18
 SE-721 03 Västerås
 Mail: info@prevas.se
 Tel. +46 (0)21-360 19 00

www.prevas.com

Key figures

The Group

	2020 Q 4	2019 Q 4	2020 Full year	2019 Full year
Profit margin depreciation/amortization and write downs/ EBITDA	10.8 %	12.1 %	11.9 %	9.4 %
Operating margin/EBIT	7.6 %	8.4 %	8.5 %	5.9 %
Profit margin	8.5 %	7.7 %	7.7 %	5.3 %
Number of shares outstanding at close of report period, thousand before and after dilution	10,102	10,102	10,102	10,102
Average number of shares outstanding, thousand before and after dilution	10,102	10,102	10,102	10,102
Profit per share before and after dilution	1.32 SEK	1.23 SEK	4.55 SEK	3.16 SEK
Equity per share before and after dilution			22.75 SEK	18.49 SEK
Equity ratio			51 %	47 %
Return on capital employed, %			25.0 %	20.5 %
Return on equity, %			21.6 %	18.8 %
Average number of employees	503	547	519	539
Number of working days	63	62	251	250
Turnover per employee in TSEK	403	391	1,487	1,478

Definitions of key ratios, see page 53 in Prevas' annual report 2019.



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00
www.prevas.com

Statement of operations in summary, TSEK

The Parent Company

	2020 Q 4	2019 Q 4	2020 Full year	2019 Full year
Net turnover	146,673	150,355	550,165	561,823
Other external costs	-46,615	-50,983	-175,338	-192,380
Personnel costs	-87,382	-90,372	-327,827	-347,384
Depreciation intangible fixed assets	-251	-292	-1,065	-1,176
Depreciation tangible fixed assets	-207	-187	-850	-801
Operating profit/loss	12,218	8,521	45,085	20,082
Profit from participation in group companies	0	4,000	21,232	6,173
Interest income and similar profit items	-13	453	950	675
Interest costs and similar profit items	2,208	-1,650	-5,367	-4,313
Profit after financial items	14,413	11,324	61,900	22,617
Allocation to periodization fund	-11,000	-3,000	-11,000	-3,000
Tax	-294	-2,267	-7,460	-4,498
Profits for the period	3,119	6,057	43,440	15,119



Balance sheet in summary, TSEK

The Parent Company

	2020 Dec 31st	2019 Dec 31st
Intangible fixed assets	610	1,675
Tangible fixed assets	1,548	1,409
Financial fixed assets	50,625	47,640
Current receivables	130,206	152,006
Cash and Bank	83,913	2
Total assets	266,902	202,732
Restricted equity	35,750	36,079
Non-restricted equity	54,018	10,249
Equity	89,768	46,328
Untaxed reserves	14,000	3000
Provisions	783	1,149
Long-term non-interest bearing liabilities	2,174	1,726
Current interest bearing liabilities	–	13,698
Other interest bearing liabilities	160,177	136,831
Total liabilities and Equity	266,902	202,732

Prevas AB
 Org. No. 556252-1384
 Box 4, Legeringsgatan 18
 SE-721 03 Västerås
 Mail: info@prevas.se
 Tel. +46 (0)21-360 19 00
www.prevas.com



Prevas AB
Org. No. 556252-1384
Box 4, Legeringsgatan 18
SE-721 03 Västerås
Mail: info@prevas.se
Tel. +46 (0)21-360 19 00

www.prevas.com

Prevas | Hello Possibility.