

A photograph of two hikers on a forest trail. The hiker in the foreground is wearing a white and red shirt and black pants, using trekking poles. The hiker in the background is wearing a blue and red shirt and black shorts, also using trekking poles. The trail is dirt and rocky, surrounded by dense green forest.

INTERIM REPORT January - September 2018

Västerås, October 24th 2018

Our passion is resolving technical challenges in developing smart products, smart industries and smart services.

JULY - SEPTEMBER 2018

- Net turnover 161.0 MSEK (154.5)
- Profit before depreciation/amortization and write downs 2.6 MSEK (3.9)
- Operating profit/loss EBIT 1.0 MSEK (1.5)
- Operating margin EBIT 0.6 % (1.0)
- Profits after tax 0.2 MSEK (0.9)
- Profit per share 0 SEK (0.09)

JANUARY - SEPTEMBER 2018

- Net turnover 559.2 MSEK (540.7)
- Profit before depreciation/amortization and write downs 18.4 MSEK (21.7)
- Operating profit/loss EBIT 13.2 MSEK (14.2)
- Operating margin EBIT 2.4 % (2.6)
- Profits after tax 9.2 MSEK (10.0)
- Profit per share 0.84 SEK (0.96)

WE ARE DEVELOPING OUR STRENGTHS

Finally ... On the first of August I took up my post as CEO of Prevas AB! Before I took on the role of CEO I carried out a pre-analysis of the company to give myself an understanding of the company – after just over two months I have been able to extend and confirm that pre-analysis. Prevas has a very exciting operation, is responsible, has committed and extremely competent employees but also faces profitability challenges. The results for the third quarter speak for themselves; it is not good and long term work is under way to improve profitability.

Our customer projects are characterized by great innovation, creativity and modern work methods. It is now important for Prevas to develop our own structure and organization in parallel in order to be in line with our present and future. This work is also based on a long term strategy of creating a more dynamic company covering the areas of organization, work methods and processes.

IMPRESSIVE BREADTH OF PROJECTS

Prevas is not "just" a consultancy, we offer package solutions, products and complex services to our customers – and the breadth of tasks is extraordinary! In close collaboration with a leading Nordic oven manufacturer we have developed a cloud solution based on our Prevas Simple Connect product. The vision for the assignment started with the dream of connecting products, collecting data and offering services and products directly to the client's customers, a dream that has now become a reality.

We are developing and supplying a cloud service to a global telecoms company, using Microsoft Azure as the platform. The application is supplied as a SaaS (Software as a Service), which makes it possible for the customer to use the global service easily to meet their tough requirements for traceability and marking.

In order to further shine a spotlight on our range of technology and expertise I want to mention the handheld and Internet connected ECG unit that we have developed and supplied. It allows our customers to offer simple and effective diagnosis of atrial fibrillation and other arrhythmias. As I said, the range of tasks is extraordinary!

INSPIRING MEETINGS

For five years Prevas has also hosted the popular Produktivitetsdagen (productivity day) event and on September 27th it came around again. Companies and decision makers spent a half day meeting to discuss productivity and the opportunities of digitalization. Words like paper pulp and steel mixed naturally with AI (Artificial Intelligence) and ML (Machine Learning), which offered a great source of inspiration and ideas. The event brings people with the same passions together and the dynamic of the Prevas Productivity day is best captured when excellent advice and

tips are shared, speakers inspire change and new contacts are made for the future. The keynote speaker was Charlotte Brogren, CTO and responsible for technology, innovation and product development at Alimak Group, also the incoming Chairperson of the steering group for the strategic innovation program, Produktion2030. The well-known lecturer Ashkan Fardost, recently a speaker at the Automation Summit, gave an engaging talk about how the Internet and digitalization is shaping industries, society and human behavior. The day also offered inspiring lectures from, among others, SKF, Åbro Bryggeri and Paper Province telling us how they are meeting the challenges and opportunities of their respective operations.

DEVELOPMENTAL JOURNEY

For Prevas' part the focus lies on continuing to develop our strengths, which in addition to our breadth of technology is our employees. During the third quarter alone, we have employed over 40 employees, an important addition of knowledge and expertise, and resulted in a net growth of 13 people. To our advantage is that we have an exciting portfolio of projects and assignments that both attracts new applicants and gives opportunities for increased growth.

In addition to the increasing number of us, work continues to develop solutions that can be packaged and further developed, often by ourselves and also in collaboration with our partners and customers – always with the objective of assuring our position and giving value to our customers. We have started a very exciting journey and I am proud and delighted to be part of it!

Johan Strid, CEO Prevas AB

MORE INFORMATION

Johan Strid, CEO
Tel: +46(0)21-360 19 00
Cell: +46(0)70-379 10 67
E-mail: johan.strid@prevas.se

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

COMING REPORTS

Year end report 2018, February 13th 2019



OPERATIONS

Prevas is a partner for companies in many industries. Our passion is resolving technical challenges in developing smart products, smart industries and smart services. Together with our customers, we take advantage of the progress of technology and digitalization and convert the customers' needs and ideas into increased sustainability and competitiveness.

MARKET

A number of recent signs have indicated that the boom is starting to flatten out. However, we can see that industry is still doing well and we believe that the digitalization trend will hold for a good period yet. A lot of companies still have a need to develop new smart products and introduce IT based tools to streamline operations. In addition, the demand for good engineers in Sweden is greater than the supply, which creates a beneficial market for consultancy services, unfortunately at the same time it is also an obstacle to growth.

Prevas has established itself within the field of digitalization as one of the most complete suppliers to the industry. Both new and existing customers appoint Prevas in order to be able to create benefit from new technology and business models to reinforce their competitiveness and create new incomes. Prevas offers everything from idea creating workshops to turnkey solutions and consultancy support in the areas of the Internet of Things and industry 4.0. Prevas has packaged this offer in solutions and services for smart products, smart industries and smart services.

Prevas is making a long term investment in growth within life science. The sector is already responsible for around 20 percent of Prevas' turnover. New tougher regulatory requirements have been added that affect both development and production. Over the course of the year Prevas has built up capacity with high levels of expertise within Quality & Compliance (Q&C) in several locations. Another new area that is growing is eHealth, in the form of a digitalization wave with internet connected medical instruments (mHealth), cloud based solutions and advanced AI based data analysis. Prevas is one of the biggest suppliers of services within that segment in northern Europe with 9 development labs, of which Stockholm, Uppsala and Copenhagen are specialized in medical technical equipment. During the quarter, new orders have been received from, among others, Ambu, Cambrex, Cellavision, Elekta, GE Healthcare, Getinge, Human Care, Labtechnic, Nobel Biocare and Octapharma.

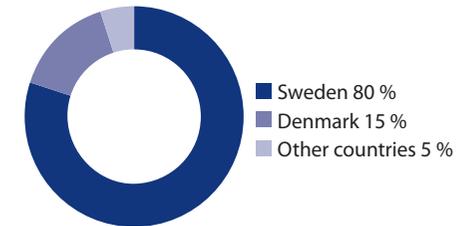
The strong market for the defense industry continues, where for example SAAB have received new large international orders. Prevas' great expertise and long experience of developing advanced and reliable equipment that meets the regulatory demands of the defense industry makes us a desirable resource for the sector. Clients include Aimpoint, Dynasafe, Kongsberg and SAAB.

The engineering and automotive industries are working to improve productivity by applying IT support and new technologies within industry 4.0. Robotized automation, internet connected machines and data analysis with AI and machine learning are some of the tools that Prevas is using in the customer projects. Orders received during the quarter include work from ASSA Abloy, Benteler Automotive, GKN Driveline, Husqvarna, Meritor, Sandvik, Scania, Siemens Turbomachinery and Veoneer.

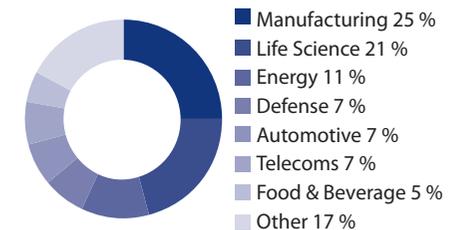
Another area that the industry is focusing on is Asset Management and Field Service. Avoiding operational stoppages and giving both our own operations and the customer's better service are some of the targets we are working towards. Here, Prevas offers modern solutions, Prevas EAM and Prevas Smart Connect, where operational data is collected and analyzed to give better decision making support and planning of both service and support. OMV and Scatec Solar are new clients in Norway in this sector.

A major overriding target is to create a sustainable society. Prevas' expertise and ability to deliver within areas such as solar energy and wind power is attracting both new and established customers. Using new innovative technology, climate-smart solutions can be developed to give us a brighter future. Customers within the field include Bruel & Kjaer, Forsmarks Kraftgrupp, Siemens Wind Power, Sol Voltaics, Valmet and Xylem Water Solutions.

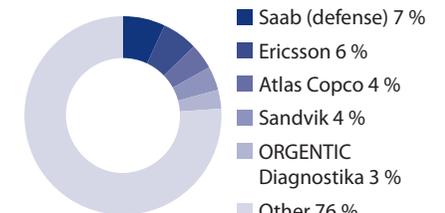
**TURNOVER
DIVIDED BY SEGMENT, Q1-3 2018**



INDUSTRY BREAKDOWN, Q1-3 2018



THE LARGEST CUSTOMERS, Q1-3 2018



OFFER

The digitalization revolution has opened new opportunities in virtually every aspect of life and we notice the effects every day. Prevas' investment in digitalization is aimed at smart products, smart industries and smart services, in the shape of new innovative products with increased functionality and improved customer experience and new system solutions for more efficient production and service.

SMART PRODUCTS

Today's smart products are becoming ever more complex and electronics with advanced software are everywhere, in everything from cars, trains, planes, medical technical equipment and industrial robots to modern white goods. With the help of integrated intelligence and communication, the conditions for new income streams are being created by being able to offer customers new services in the aftermarket. This is an area that a lot of production companies have not previously focused on. By connecting products and collecting data about product status and customer behavior, analysis can give a rapid overview of how customer service can be improved. With a combination of technical expertise, application skill and understanding of the customer's business, we help get their products onto the market quickly and safely.

Example of customer offers:

- Smart products with integrated electronics and intelligent sensors
- Connected products for new services and aftermarket
- Test system solutions to reduce development times and improve product quality
- Life science solutions with advanced sensor technology, advanced analysis and new connectivity opportunities

SMART INDUSTRIES

The concept of smart industries is based on exploiting comprehensive IT solutions for control and monitoring of the production processes and is an area of strong growth. Automation and robot solutions make up a strong component of this and by embracing solutions within industry 4.0 and gathering data to analyze information about operation and maintenance, the processes can be improved to an even higher level and thereby achieve efficient and sustainable production.

Example of customer offers:

- Manufacturing Execution Systems (MES) that bridge the gap between business systems and automation and enable more optimized production. Connectivity of production equipment is a cornerstone of this.
- Offers within robot solutions are based on a thorough knowledge of application within many industries. With cutting edge expertise in system design, mechanical engineering as well as robot and automation programming, we can construct competitive, complete and flexible robot-based production units.
- With Prevas' efficient maintenance solutions, the smart factory can improve availability and at the same time reduce maintenance costs. With status based maintenance that is based on digitalization, one can take another step in the direction of world class production.

SMART SERVICES

For Prevas, smart service is often about continuously collecting large amounts of data, big data, from connected units. Data that is analyzed and visualized to give you a clear overview of the operational status and actual use of functions and equipment. Information that provides insight into service and maintenance needs, or opportunities for more optimized utilization of raw materials and equipment, at the same time as your R&D department also receives valuable input in making improvements.

Example of customer offers:

- Improved customer experiences and new business models within the aftermarket for the manufacturer. Made possible through connected products and new technology.
- Connected machines and instruments for extended and more efficient service.
- Rationalization of operation, maintenance and support within one or more installations by monitoring operation in real time.

MEET US AT

Embedded Conference Scandinavia, Kista/Stockholm,
November 6-7 2018

Arkad, Lund,
November 14-15 2018

Female Engineer Network Meetup, Malmö,
November 21 2018

LINK, Linköping,
November 29 2018

LARV, Luleå,
January 23 2019

CAMPUS, Örebro,
February 13 2019

HotSpot, Karlstad,
February 13 2019

Högvarv, Västerås,
19 February 2019

UNDER SKALET

Under skalet is a web TV series that Prevas produces with Ny Teknik. The films are published by Ny Teknik on www.nyteknik.se/underskalet.

FOLLOW US



IMPORTANT EVENTS DURING THE PERIOD

Information that is made public after the third quarter and important events that occur during the third quarter.

- **Johan Strid new CEO of Prevas AB**

The Board of Prevas has appointed Johan Strid as new CEO and Group President of Prevas AB. He came to us from Knowit and took up his post on August 1st 2018, replacing K-G Ramström who had held the post since the Spring of 2013.

- **Prevas has entered agreements with OMV (Norway) AS to install Prevas' product Mikon for automatic production reporting in Norway**

Prevas' solution Mikon will collect, interpret, distribute and report data from oil and gas production for OMV in Norway. The system will also supply further calculations required for OMV's reporting. This is to ensure that data for decision making is available around the clock, every day of the year.

- **Prevas becomes a global partner to Scatec Solar ASA for Infor EAM**

Scatec Solar selected the cloud based solution Infor EAM to ensure optimal availability and performance for their installations around the world and has now entered an agreement with Prevas to implement the solution globally. Implementation will start in two of the installations in the Autumn to then be rolled out successively to the other installations. Scatec Solar is an integrated solar energy producer that delivers cheap and sustainable energy around the world.

IMPORTANT EVENTS AFTER THE PERIOD

Information made public after the end of the third quarter.

- **Complete solution for connected products for oven manufacturer Hounö**

With help of a close collaboration between Hounö, Design People and Prevas, a complete solution has been developed, where the end customer does not just have their ovens in the cloud with all the advantages that brings, but can also get more products in the same solution. A solution where units can communicate with each other, where one can get an overall picture of the consumption for the whole kitchen and where preventative maintenance does not just cover one product but ensures that the whole kitchen functions. Prevas has participated in the project the whole way and operated as a technical sparring partner regarding possible technical solutions. Prevas has also implemented the solution and used the company's packaged solution Prevas Simple Connect as infrastructure and Angular JS for frontend development. Prevas Simple Connect is a collective solution with an extra layer of logic for managing users, units, rights, pairing and security. Prevas Simple Connect makes it possible to externally connect several products and move the part from installation and production to the installation at the end customer without involving the end users.

MISSION

Prevas offers solutions and consultancy services in product development, embedded systems, industrial IT and automation to customers that are looking for increased productivity and pace of innovation.

Through continuous development we exploit advances in technology and digitalization. Working with our clients, we transform their needs and ideas into competitive strengths - for today and for tomorrow.

VALUES

The company culture "Prevas United" has been created by close collaboration between the company staff and management. It is based on the four core values - "Business Driven", "Open Minded", "Accountability" and "Team Spirit" - often designated as "BOAT".

VISION

With a passion to solve technical challenges, Prevas should be regarded as a leader in exploiting the progress of technology and digitalization to create a sustainable growth in our society.

INNOVATION FOR GROWTH

Since the dawn of time it has been innovative ideas that have developed the world. In a global community the pace of innovation has to be faster than ever to assure growth. Since starting in 1985 Prevas has had the task of using high technological expertise and innovative solutions to create growth for our clients.

FINANCIAL INFORMATION, GROUP

TURNOVER

JULY - SEPTEMBER

Net turnover amounted to 161.0 MSEK (154.5). The number of working days amounted to 65 (65). Net turnover per employee amounted to 313 TSEK (317).

JANUARY - SEPTEMBER

Net turnover amounted to 559.2 MSEK (540.7). The number of working days amounted to 188 (188). Net turnover per employee amounted to 1,073 TSEK (1,060).

PROFITS/LOSS

JULY - SEPTEMBER

Operating profit/loss EBIT amounted to 1.0 MSEK (1.5) which gives an operating margin of 0.6 percent (1.0). Profit before depreciation/amortization and write downs EBITDA amounted to 2.6 MSEK (3.9), which gives a profit margin before depreciation/amortization and write downs of 1.6 percent (2.5). Profits after tax amounted to 0.2 MSEK (0.9)

JANUARY - SEPTEMBER

Operating profit/loss EBIT amounted to 13.2 MSEK (14.2), which gives an operating margin of 2.4 percent (2.6). Profit

before depreciation/amortization and write downs EBITDA amounted to 18.4 MSEK (21.7), which gives a profit margin before depreciation/amortization and write downs of 3.3 percent (4.0). Profits after tax amounted to 9.2 MSEK (10.0)

CASH FLOW, LIQUID FUNDS AND FINANCING

The cash flow from ongoing operations for Jan-Sept amounted to 15.4 MSEK (12.3). Liquid funds at period end amounted to 20.1 MSEK (17.7) of which an unused overdraft facility for 19.5 MSEK (17.1). Because Prevas project operations have increased, the company's bank guarantee facility has been extended by 10 MSEK, to allow further expansion.

FINANCIAL POSITION

Equity at period end amounted to 158.7 MSEK (147.9) which gives an equity ratio of 47 percent (44). Equity per share amounted to 15.45 SEK (14.46).

EMPLOYEES

The average number of employees during the third quarter amounted to 515 (488), of which 394 (382) were in Sweden, 81 (67) in Denmark, 15 (15) in Other segments and 25 (24) were central. The number of employees at period end amounted to 560 (532) of which the proportion who were women was 13 percent.

INVESTMENTS

During the quarter, the group's investment in assets amounted to 0.5 MSEK (0.7), of which 0.2 MSEK (0.2) covered machinery and inventory and 0.3 MSEK (0.5) product development and intangible assets. In addition to this acquisition costs for car leasing rose to 1.5 MSEK (1.1).

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 to 8.8 (scale of 1 to 10) during the quarter. This together with the fact that 96 percent of our projects were delivered on time during the year, means that Prevas is highly valued by the customers.

THE PARENT COMPANY

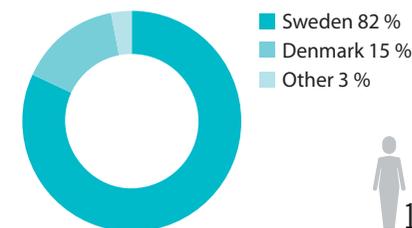
JANUARY - SEPTEMBER

Turnover amounted to 400.4 MSEK (412.2) and the result after financial items amounted to 0 MSEK (9.8).

KEY RATIOS PER QUARTER

	2018	2018	2018	2017	2017	2017	2017	2016	2016	2016	2016
	Q 3	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1
Operating income, MSEK	161.0	202.8	195.4	194.1	154.5	187.5	198.7	183.5	145.5	191.3	176.3
Operating profit/loss, MSEK	1.0	4.2	8.0	2.0	1.5	2.6	10.0	-8.5	-2.6	0.7	3.0
Operating margin in %	0.6	2.1	4.1	1.0	1.0	1.4	5.0	-4.6	-1.8	0.4	1.7
Number of working days	65	60	63	63	65	59	64	64	66	62	61
Number of employees at end of period	560	551	546	538	532	535	540	548	583	586	590
Number of employees, average	515	526	523	511	488	514	532	533	527	561	551
Net turnover/employee, TSEK	313	386	374	380	317	365	374	344	276	343	320
Equity ratio, %	47	44	44	41	44	43	42	39	44	42	43
Profit per share, SEK	0	0.31	0.53	0.10	0.09	0.15	0.72	-0.71	-0.18	0.01	0.16
Equity per share, SEK	15.45	15.50	15.21	14.58	14.46	14.39	14.24	13.54	14.24	14.33	14.29

TOTAL NUMBER OF EMPLOYEES *



* per 9/30/2018

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 the risks have increased slightly during the last few years but that the third quarter in 2018 has not lead to any increased exposure to risk. Another risk is competition for qualified employees, where the risk has continued to increase in 2018. From Prevas' position as market leader in Integrated System and Industrial IT, it is important to attract and recruit the best possible people. Given the very 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 2017 page 34. It is the company's evaluation that the risks are the same as for the parent company.

TRANSACTIONS WITH AFFILIATED BODIES

Any transactions of this type are reported in the annual report 2017 under note 25 and largely attributable to purchases and sales between companies within the group. Transactions occur under market conditions.

ACCOUNTING PRINCIPLES

This interim 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.

During 2018 the group has started to apply IFRS 9 Financial instrument and IFRS 15 Revenues from contracts with customers. The effects of the transition to IFRS 9 and 15 have not had any significant impact on the group or parent company.

According to IFRS 15, revenues are reported when the customer has control of the obtained services instead of previously when risks and benefits were transferred to the customer. IFRS 15 is also clearer regarding identification of different performance requirements in the contract with customers.

IFRS 9 means a write down model for customer losses that is based on anticipated credit losses instead of credit losses that have occurred.

In future, IFRS 16 will be implemented. Evaluation of analysis and consequences is underway.

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.

KEY FIGURES

From and including July 3rd 2016 the ESMA's (European Securities and Markets Authority) "Guidelines – Alternative key figures" will be applied. The definitions of Prevas key figures can be found on page 35 in the annual report for 2017. The alternative key figures such as EBITDA are used to give a more detailed description of how the operations developed, while other alternative key figures, such as various measures of return, focus on the ownership perspective.

Västerås October 24th 2018
Prevas AB (publ)

Johan Strid, CEO Prevas AB

Published 10.24.2018, 8:30 CET. This information is such that Prevas AB (publ) is required to make it public in accordance with the EU's market abuse regulations and the Securities market Act. This is a translation of an original document in Swedish. In case of dispute, the original document should be taken as authoritative (Delårsrapport jan-sep 2018 at www.prevas.se). Or contact the company direct.

Review of the interim report

To the Board of Prevas AB (publ) company reg. no. 556252-1384

Introduction

We have carried out a review of the financial interim information in summary (interim report) for Prevas AB (publ) as per September 30th 2018 and the nine month period to that date. The Board and the Chief Executive Officer have the responsibility for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish legislation regarding annual reports. It is our responsibility to state our conclusions about this interim report based on this overall review.

The intention and scope of the overall review

We have carried out a review in accordance with the International Standard on Review Engagements ISRE 2410, Review of interim financial information performed by the independent auditor of the entity. A review consists of asking questions, primarily of those responsible for financial aspects and accounting aspects, carrying out an analytical inspection and taking other review inspection actions. A review has a different intention and significantly smaller scope than the intention and scope that an audit in accordance with ISA and good auditing practice might have. The review actions that are taken in a review are not sufficient for us to be able to ascertain with certainty all the significant circumstances, which would be identified by an audit. The stated conclusion based on a review does not, therefore, have the security of a conclusion based on an audit.

Conclusion

Based on our review, no circumstances have arisen that have given us reason to believe that the interim report has not, in all material respects, been prepared by the company in accordance with IAS 34 and the relevant Swedish legislation regarding annual reports, and for the parent company in accordance with the relevant Swedish legislation regarding annual reports.

Stockholm October 24th 2018
KPMG AB

Helena Arvidsson Älgne
Chartered Accountant

FINANCIAL OVERVIEW

For the group and parent company.

STATEMENT OF OPERATIONS in summary, TSEK

	2018 Q 3	2017 Q 3	2018 Q1-3	2017 Q1-3	2017 Full year
Net turnover	160,985	154,535	559,187	540,735	734,854
Capitalized work	463	80	843	1,073	1,437
Other external costs	-52,623	-52,542	-178,603	-175,391	-243,702
Personnel costs	-106,210	-98,200	-363,041	-344,712	-466,790
Profits before depreciation/amortization	2,615	3,873	18,386	21,705	25,799
Depreciation intangible fixed costs	-473	-1,353	-1,897	-4,583	-5,658
Depreciation tangible fixed assets	-1,128	-1,010	-3,276	-2,941	-3,978
Operating profit/loss	1,014	1,510	13,213	14,181	16,163
Financial net	-580	-287	-1,311	-1,110	-1,592
Profit after financial items	434	1,223	11,902	13,071	14,571
Tax	-207	-320	-2,714	-3,029	-3,059
Profits for the period	227	903	9,188	10,042	11,512
Profit for period attributable to parent company owners	2	900	8,465	9,679	10,670
Profit for period attributable to non-controlling interests	225	3	723	363	842
Profit per share before and after dilution in SEK	0 SEK	0.09 SEK	0.84 SEK	0.96 SEK	1.06 SEK

REPORT OF TOTAL EARNINGS in summary, TSEK

	2018 Q 3	2017 Q 3	2018 Q1-3	2017 Q1-3	2017 Full year
Profits for the period	227	903	9,188	10,042	11,512
Items that will be later implemented in the period's profit/loss;					
Calculation differences attributable to overseas operations	-485	-203	394	-328	-166
Total earnings for the period after tax	-258	700	9,582	9,714	11,346
Total earnings for period attributable to parent company owners	-483	697	8,859	9,351	10,504
Total earnings for period attributable to non-controlling interests	225	3	723	363	842

BALANCE SHEET in summary, TSEK

	2018 Sep 30th	2017 Sep 30th	2017 Dec 31st
Goodwill	136,705	135,639	135,759
Other intangible fixed assets	4,281	5,934	5,257
Tangible fixed assets	15,562	14,263	15,187
Deferred tax asset	3,459	3,941	3,732
Total fixed assets	160,007	159,777	159,935
Current receivables	179,012	173,744	203,426
Liquid funds	620	513	886
Total current assets	179,632	174,257	204,312
TOTAL ASSETS	339,639	334,034	364,247
Equity attributable to owners of parent company	156,109	146,096	147,249
Equity attributable to non-controlling interests	2,568	1,807	2,286
Equity	158,677	147,903	149,535
Deferred tax liability	7,509	8,228	8,097
Long term interest bearing liabilities	8,922	7,851	8,369
Total non-current liabilities	16,431	16,079	16,466
Current provisions	966	1,409	1,287
Current interest bearing liabilities	48,072	55,425	60,932
Other interest bearing liabilities	115,493	113,218	136,027
Total current provisions	164,531	170,052	198,246
TOTAL LIABILITIES AND EQUITY	339,639	334,034	364,247

CHANGES IN EQUITY in summary, TSEK

	2018 30th Sep	2017 30th Sep	2017 Full year
Opening balance	149,535	139,389	139,389
Total of total earnings for period attributable to parent company owners	8,859	9,351	10,504
Total of total earnings for period attributable to non-controlling interests	723	363	842
Dividend non-controlling interests	-440	-1,200	-1,200
Closing balance	158,677	147,903	149,535
Equity attributable to owners of parent company	156,109	146,096	147,249
Equity attributable to non-controlling interests	2,568	1,807	2,296

Financial overview, group

OPERATING SEGMENT, July-September 2018, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	126,549	26,405	8,031	–	160,985
Sales to other segments	56	261	233	-550	
Profits before depreciation/amortization, EBITDA	2,004	1,266	1,365	-2,020	2,615
Write-offs	-1,150	-361	-90	–	-1,601
Operating profit, EBIT	854	905	1,275	-2,020	1,014
Financial items				-580	-580
Pretax Profits					434

OPERATING SEGMENT, July-September 2017, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	123,550	22,350	8,636	–	154,536
Sales to other segments	287	1,250	475	-2,012	
Profits before depreciation/amortization, EBITDA	529	2,235	327	782	3,873
Write-offs	-1,550	-345	-468	–	-2,363
Operating profit, EBIT	-1,021	1,890	-141	782	1,510
Financial items				-287	-287
Pretax Profits					1,223

OPERATING SEGMENT, January-September 2018, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	446,270	86,777	26,140	–	559,187
Sales to other segments	485	2,531	769	-3,785	
Profits before depreciation/amortization, EBITDA	18,438	5,039	2,216	-7,307	18,386
Write-offs	-3,510	-1,009	-654	–	-5,173
Operating profit, EBIT	14,928	4,030	1,562	-7,307	13,213
Financial items				-1,311	-1,311
Pretax Profits					11,902

OPERATING SEGMENT, January-September 2017, TSEK

	Sweden	Denmark	Other	Corporate and eliminations	Total the group
Sales to external customers	443,711	69,405	27,620	–	540,736
Sales to other segments	1,152	2,616	1,694	-5,462	
Profits before depreciation/amortization, EBITDA	15,515	5,419	2,209	-1,438	21,705
Write-offs	-5,074	-988	-1,462	–	-7,524
Operating profit, EBIT	10,441	4,431	747	-1,438	14,181
Financial items				-1,110	-1,110
Pretax Profits					13,071

**SALES TO EXTERNAL CUSTOMERS PER SEGMENT,
July - September, TSEK**

Industries	July - September 2018				July - September 2017			
	Sweden	Denmark	Other	Total the group	Sweden	Denmark	Other	Total the group
Energy	8,023	7,602	2,428	18,053	7,178	7,000	2,061	16,240
Vehicles	10,149	341	6	10,496	16,605	396	5	17,006
Defense	9,808	8	462	10,277	8,550	94	376	9,019
Life science	30,131	4,885	406	35,423	25,834	3,087	507	29,428
Foodstuff	5,315	1,001	1,183	7,499	4,448	1,370	1,176	6,994
Manufacturing	32,194	7,750	1,246	41,190	27,935	6,077	1,550	35,562
Telecoms	11,351	–	–	11,351	12,936	80	–	13,016
Other	19,577	4,819	2,300	26,696	20,065	4,247	2,960	27,271
Total	126,549	26,405	8,031	160,985	123,550	22,350	8,636	154,536

**SALES TO EXTERNAL CUSTOMERS PER SEGMENT,
January - September, TSEK**

Industries	January - September 2018				January - September 2017			
	Sweden	Denmark	Other	Total the group	Sweden	Denmark	Other	Total the group
Energy	27,352	25,519	6,656	59,527	34,463	22,327	5,874	62,664
Vehicles	36,967	1,613	6	38,587	41,235	1,336	28	42,600
Defense	41,092	545	793	42,430	32,833	1,437	2,049	36,320
Life science	99,716	14,497	1,028	115,241	92,989	8,433	1,337	102,759
Foodstuff	21,722	3,582	4,973	30,277	31,222	2,636	5,106	38,964
Manufacturing	110,027	23,236	5,336	138,599	97,025	25,412	5,531	127,968
Telecoms	40,651	262	–	40,913	40,793	159	283	41,234
Other	68,744	17,523	7,347	93,613	73,149	7,665	7,412	88,226
Total	446,270	86,777	26,140	559,187	443,711	69,405	27,620	540,736

ANALYSIS OF CASH FLOW in summary, TSEK

	2018 Q 3	2017 Q 3	2018 Q1-3	2017 Q1-3	2017 Full year
ONGOING OPERATIONS					
Pretax Profits	434	1,223	11,902	13,071	14,571
Adjustments for items not included in cash flow	4,469	1,025	5,016	5,690	5,499
Paid income tax	-1,011	-879	-2,686	-2,434	-1,143
Cash flow from ongoing operations before change to working capital	3,892	1,369	14,232	16,327	18,927
Changes to operating receivables	23,700	6,683	24,414	23,354	-6,328
Changes to operating liabilities	-25,462	-12,006	-23,220	-27,334	-4,525
Cash flow from ongoing operations	2,130	-3,954	15,426	12,347	8,074
INVESTMENT OPERATIONS					
Acquisition of operations and shares excl. liquid funds	-	-	-500	-2,375	-2,375*
Investment in intangible fixed assets	-264	-462	-843	-1,455	-1,821
Investment in tangible fixed assets	-226	-213	-1,297	-1,247	-1,828
Cash flow from investment operations	-490	-675	-2,640	-5,077	-6,024
FINANCING OPERATIONS					
Repayment of loans	-	-	-1,900	-3,400	-6,800
Change of overdraft facility	-1,370	4,974	-11,000	-3,329	5,338
Dividends paid	-440	-	-440	-1,200	-1,200
Cash flow from financing operations	-1,810	4,974	-13,340	-7,929	-2,662
Cash flow for the period	-170	345	-554	-659	-612
Liquid funds at start of period	872	273	886	1,260	1,260
Exchange differences in liquid funds	-82	-104	288	-87	239
Liquid funds at end of period	620	514	620	514	886

*) Refers to paid additional considerations.

KEY RATIOS, TSEK

	2018 Q 3	2017 Q 3	2018 Q1-3	2017 Q1-3	2017 Full year
Profit margin depreciation/amortization and write downs/EBITDA	1.6 %	2.5 %	3.3 %	4.0 %	3.5 %
Operating margin/EBIT	0.6 %	1.0 %	2.4 %	2.6 %	2.2 %
Profit margin	0.3 %	0.8 %	2.1 %	2.4 %	2.0 %
<i>Number of shares outstanding at close of report period, thousand before and after dilution</i>	10,102	10,102	10,102	10,102	10,102
<i>Average number of shares outstanding, thousand before and after dilution</i>	10,102	10,102	10,102	10,102	10,102
Profit per share before and after dilution	0 SEK	0.09 SEK	0.84 SEK	0.96 SEK	1.06 SEK
Equity per share before and after dilution			15.45 SEK	14.46 SEK	14.58 SEK
Equity ratio			47 %	44 %	41 %
Return on capital employed, %			6.4 %	6.9 %	7.9 %
Return on equity, %			6,0 %	7.0 %	8.0 %
Average number of employees	515	488	521	510	510
Number of working days	65	65	188	188	251
Turnover per employee in TSEK	313	317	1,073	1,060	1,441

Definitions of key ratios, see page 37 in Prevas' annual report 2017.

STATEMENT OF OPERATIONS in summary, TSEK

	2018 Q 3	2017 Q 3	2018 Q1-3	2017 Q1-3	2017 Full year
Net turnover	115,874	115,176	400,418	412,159	549,142
Capitalized work	–	–	–	775	930
Other external costs	–43,484	–44,890	–146,939	–154,670	–211,244
Personnel costs	–73,779	–69,240	–251,540	–246,440	–331,332
Depreciation intangible fixed costs	–295	–1,119	–914	–3,640	–4,537
Depreciation tangible fixed assets	–178	–167	–531	–526	–690
Operating profit/loss	–1,862	–240	494	7,658	2,269
Profit from participation in group companies	0	–176	1,801	2,995	2,995
Interest income and similar profit items	41	292	140	357	713
Interest costs and similar profit items	–89	–498	–2,457	–1,231	–1,967
Profit after financial items	–1,910	–622	–22	9,779	4,010
Tax	295	–62	25	–1,987	–1,123
Profits for the period	–1,615	–684	3	7,792	2,887

BALANCE SHEET in summary, TSEK

	2018 30th Sep	2017 30th Sep	2017 Dec 31st
Intangible fixed assets	3,121	4,777	4,035
Tangible fixed assets	1,428	1,436	1,387
Financial fixed assets	63,621	57,334	64,134
Current receivables	124,042	129,833	158,098
Cash and Bank	23	25	2
Total assets	192,235	193,405	227,656
Restricted equity	36,719	35,932	36,719
Non-restricted equity	2,103	7,792	2,100
Equity	38,822	43,724	38,819
Provisions	1,351	1,655	3,391
Current interest bearing liabilities	45,528	53,161	56,528
Other interest bearing liabilities	106,534	94,865	128,918
Total liabilities and Equity	192,235	193,405	227,656

Prevas started in 1985 and is a partner to companies in many sectors. Our passion is resolving technical challenges in developing smart products and smart industries. With cutting-edge expertise in product development, embedded systems and industrial IT and automation, Prevas contributes with innovative solutions and services that create growth.

Prevas has offices in Sweden, Denmark, Norway and India, and approximately 550 employees.
Prevas has been listed on NASDAQ Stockholm since 1998.



Prevas AB (publ) company reg. no. 556252-1384
Box 4, (Legeringsgatan 18), SE-721 03 Västerås
Tel. +46(0)21-360 19 00, info@prevas.se
www.prevas.com