

Q1 2022 | Interim report
January-March 2022

Order backlog increased 25.9% to EUR 124.5 million

On February 22, 2022, Cavotec signed an agreement to divest 100% of our Airports business to US based investment company Fernweh Group. The transaction is expected to close in the summer of 2022. As a result of the sale, Airports is reported as a discontinued entity.

JANUARY–MARCH 2022 NEW CAVOTEC

- Order backlog increased 25.9% compared to Q421 to EUR 124.5 million
- Revenues decreased 6.6% to EUR 27.4 million (29.3)
- EBIT amounted to EUR -1.5 million (1.1), corresponding to a margin of -5.4% (3.8%).

JANUARY–MARCH 2022 TOTAL (INCL. DISCONTINUED)

- Net result for the group was EUR -4.2 million (1.5), of which EUR -3.9 million attributable to the discontinued operations

Unless otherwise stated, figures in brackets refer to the same period in the preceding year

Key events during the quarter

- Due to the lockdown of Shanghai to contain surging COVID-19 cases in the latter part of March, Cavotec's production facility was not able to deliver EUR 2.8M revenue, that will now be postponed to Q222.
- On 8 March Cavotec announced shore power orders valued at EUR 8.5M for new-build container ships in China.
- On 31 March Cavotec announced landmark shore power connection orders from two major customers in Asia, worth EUR 2.2M.

Key event after the quarter

- In the month of April 2022 Cavotec signed an amendment to its bank agreement to ensure full compliance with bank covenants.
- At the date of this report Cavotec Shanghai's production facility remains closed due to lockdown; production activity is expected to start again by mid May
- On April 25 Cavotec announced an order in the first quarter for a battery charging system for industrial use worth over EUR 3M. This is an important breakthrough in the market for electrification of heavy-duty industrial vehicles, a market that is set for considerable growth in the years ahead.
- On April 26 Cavotec appointed David Pagels to take over as CEO during the month of May from Mikael Norin who, as previously announced, has decided to leave Cavotec.

FINANCIAL SUMMARY

EUR 000's	Mar 2022	Mar 2021	Delta	Dec 2021
Order backlog New Cavotec	124,531	65,032	91.5%	98,893
Revenues New Cavotec	27,408	29,343	-6.6%	115,794
EBITDA New Cavotec	144	2,727	-94.7%	5,717
EBITDA New Cavotec margin, %	0.5%	9.3%	-8.8 pp	4.9%
EBIT New Cavotec	(1,473)	1,123	-231.2%	(747)
EBIT New Cavotec margin, %	-5.4%	3.8%	-9.2 pp	-0.6%
Net profit/(loss) for the period discontinued operations	(3,930)	(742)	-429.6%	(35,890)
Net profit/(loss) for the period Group	(4,207)	1,469	-386.4%	(37,101)
Basic and diluted earnings per share Group, EUR	(0.045)	0.016	-381.3%	(0.394)
Operating cash flow	(101)	(796)	-87.3%	687
Net debt	(23,785)	(22,042)	7.9%	(19,630)
Equity/assets ratio	35.3%	52.6%	-17.3 pp	38.1%
Leverage ratio	5.03x	1.56x	3.47x	3.20x
Full time equivalent employees	605	525	80	604

Please refer to page 12 for further segmental details and page 14 for Airports (discontinued operations) details



Comment from the CEO

Cleantech focus yields large increase in orders

We have made considerable investments in technology, engineering, and business development in the last year since announcing our strategy to focus on cleantech solutions for marine and industrial applications. Building on our 40-year experience of electrification of port and mining equipment we now have a first mover advantage in this fast-growing market for decarbonization around the world. A market that is estimated to be worth several billion euros in the coming years.

I'm very pleased to report that those investment are now beginning to pay off. We have started 2022 with a record high level of new orders. In the first quarter, our order backlog (excluding Airports, which is under divestment) grew a further 26% compared to three months earlier. Comparing to this point last year the backlog has almost doubled and now sits at EUR 124.5 million, a record level.

The backlog was strengthened in most markets, but particularly in the Far East, with several multi-million orders to equip new-build container ships with shore power systems. In a major development, we announced this week that we have received an order in the first quarter for a battery charging system for industrial use. This is an important breakthrough in the market for electrification of heavy-duty industrial vehicles, a market that is set for considerable growth in the years ahead. Building on our experience with fast, high-power charging for marine applications, and working closely with the customer, we will develop a solution to serve as a proof-of-concept for high-voltage charging of electrically powered heavy-duty trucks at a mining application in Australia. Delivery is scheduled for the beginning of 2023.

While order intake was strong, revenues on the other hand was impacted by the Covid closure of our facility in Shanghai and supply chain shortages delaying deliveries. Revenues in the quarter decreased 6.6% to EUR 27.4 million (29.3). The effect from the lockdown of Shanghai amounted to EUR 2.8 million in delayed revenue. We see signs that the situation will normalize but if the lock-down isn't eased soon it will impact also the second quarter.

During the quarter we continued to make investments to meet future demand. This, together with the build-up of stock, due to delayed deliveries, had a EUR 1.5 million negative impact on EBIT.

The separation process of the Airports business following the divestment to US based investment company Fernweh Group that we announced on February 22 is progressing according to plan with closing expected in the summer of 2022. Because of the divestment, we initiated a discussion with our banks after the FY-year report was published. I'm happy to say that we have full support from our lenders for our strategy and

that we are completely in agreement and able to meet all conditions in the updated bank agreement.

The continually strengthening orderbook in the last nine months and the many many new customers showing growing interest in our cleantech solutions is proof that our strategy is beginning to yield results, despite the headwinds caused by the pandemic and the macro-uncertainty from the horrendous invasion of Ukraine by Russia.

This is my 20th quarterly report and my last as CEO of Cavotec as I prepare to hand over to David Pagels. I wish David and everyone of the talented people in Cavotec the best of luck for the future. As a shareholder, I will be following the progress of the company closely and I remain convinced that with the steps we have taken in the last few years and with the cleantech strategy in place the best is yet to come.

Lugano, 29 April 2022

Mikael Norin
Chief Executive Officer

ORDER BACKLOG AND REVENUE

EUR 000s	Q122			Q121		
	New Cavotec	Airports	Total	New Cavotec	Airports	Total
Revenue from sales of goods and services	27,408	5,897	33,305	29,343	8,673	38,016
Increase/(decrease)	(1,935)	(2,776)	(4,711)	2,036	(2,671)	(635)
Percentage change	-6.6%	32.0%	-12.4%	7.5%	-23.5%	-1.6%
Of which						
- Volumes and prices	-8.8%	-37.0%	-15.3%	8.1%	-19.8%	-0.2%
- Currency effects	2.2%	5.0%	2.9%	-0.6%	-3.7%	-1.4%

DIVISIONS

EUR 000s	Revenue					
	Q122	Q121	Change %	LTM Rolling	FY21	Change %
New Cavotec	27,408	29,343	-6.6%	113,859	115,794	-1.7%
Airports	5,897	8,673	32.0%	37,008	39,784	-7.0%
Total	33,305	38,016	-12.4%	150,867	155,578	-3.0%

Order Backlog

EUR 000s	Q122	Q121	Change %	FY21	Change %
New Cavotec	124,531	65,032	91.5%	98,893	25.9%
Airports	33,436	28,033	19.3%	28,182	18.6%
Total	157,967	93,065	69.7%	127,075	24.3%

Financial Review

JANUARY–MARCH 2022

Cavotec reports its ports & maritime and industry businesses combined under the name New Cavotec. Airports is reported as discontinued operations. Allocations between the businesses remain unchanged.

New Cavotec

Revenue and Order Backlog

New Cavotec's order backlog increased 25.9% compared to Q421 and 91.5% compared to Q121 to EUR 124.5 million.

The backlog is particularly strong in Far East with orders for On Ship Shore Power. Significant growth also in EMEA with the orders for PowerAMPReels and PowerFits (EUR 8M). Good backlog in the Nordics with 20 Moor Masters NxG (EUR 3.5M) to be delivered in FY2022.

Also Industry showed a strong increase in the order backlog, driven by an increase in Motorized Reels, Radios and the previously announced first order for a battery charging system for industrial use worth over EUR 3M. This is an important breakthrough in the market for electrification of heavy-duty industrial vehicles.

Services backlog showed an increase compared to previous year mainly due to strong increase in industry projects in EMEA.

Revenues decreased -6.6% to EUR 27.4 million (29.3). The decrease is explained by delayed deliveries, mainly due to the lock down in Shanghai that impacted mainly Ports & Maritime's revenue.

Industry revenue was driven by motorized cable reels, while services revenue included mainly the refurbishment of a large Port project in the Middle East.

Services share of revenues in New Cavotec was 27.2% (20.8%).

EBIT

EBIT amounted to EUR -1.5 million (1.1), corresponding to a margin of -5.4% (3.8%). The negative EBIT in the quarter is mainly explained by the increase in employee benefit costs (+18%) driven by the increase in the headcount, not fully absorbed by the volumes of the quarter.

Margins were also impacted by supply chain constraints, reflected in higher energy costs, raw materials and freight costs.

Other cost increases in the quarter were related to resumption of travelling and additional rent expenses due to the creation of increase production capacity in line with Order backlog growth.

Employees

The number of full-time equivalent employees in the Cavotec Group was 605 as of 31 March 2022 (525).

Total

Revenue and Order Backlog

The order backlog increased 24.3% compared to Q421 and 69.7% compared to Q121 to EUR 158 million. Revenues decreased -12.4% to EUR 33.3 million (38.0).

EBIT

EBIT decreased to EUR -5.1 million (-0.2), corresponding to a margin of -15.3% (0.5%). EBIT for the Group was mainly impacted by the poor performance of Airports (EUR -3.6M) due to low volumes.

Profit for the period and earnings per share

Finance costs amounted to EUR -0.6 million (-0.4).

Currency exchange differences amounted to EUR 1.7 million (2.6).

Income tax expenses for the quarter amounted to EUR -0.2 million (-0.5).

Net result for the period was EUR -4.2 million (1.5).

Earnings per share basic and diluted amounted to EUR -0.045 (0.016).

Cash flow

Operating cash flow amounted to EUR -0.1 million (-0.8) in the quarter. The decrease is mainly due to the build-up of inventory of EUR 4.4 million as result of the growth in production driven by improvement in order backlog, partially offset by timing of project receipts.

Investing activities amounted to EUR -0.6 million (-0.6), related to R&D investments in New Cavotec products, especially in the continued development of our new MoorMaster NxG product.

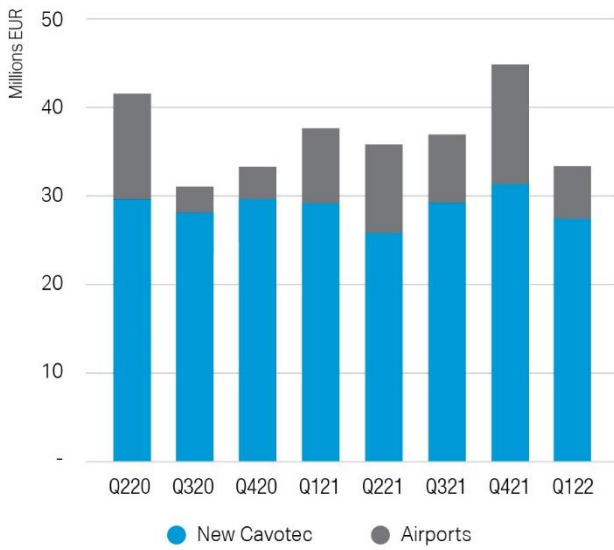
Cash flow from financing activities was EUR 3.3 million (-0.5), mainly due to utilization of the revolving credit facility.

Cash and cash equivalents amounted to EUR 8.7 million as of 31 March 2022 (13.2).

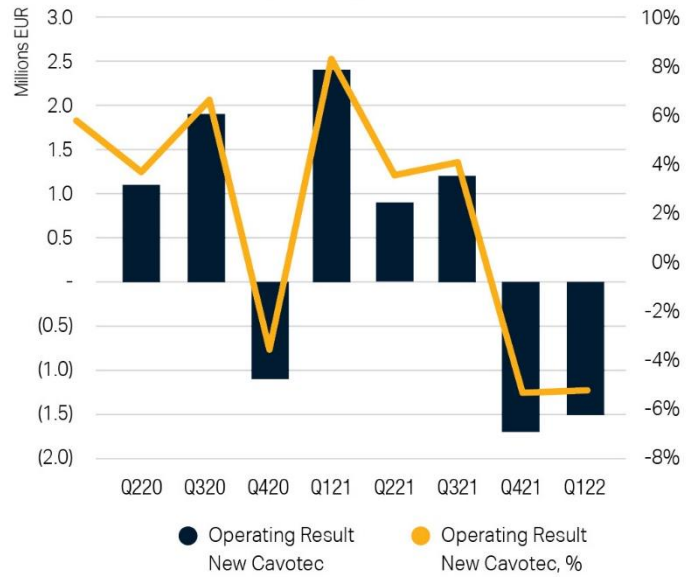
Financial Position

Net debt amounted to EUR 23.8 million (4Q21: 19.6). Cavotec's total assets amounted to EUR 175.2 million (203) as of 31 March 2022.

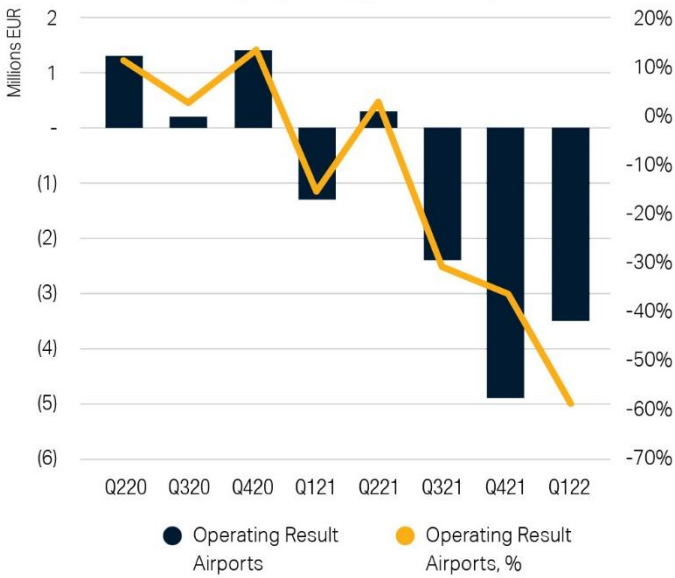
Quarterly Revenues New Cavotec and Airports



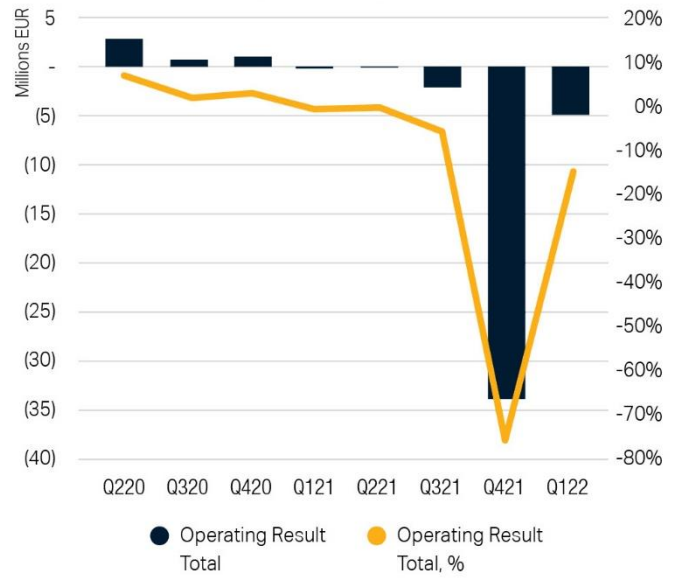
Quarterly Operating Result New Cavotec



Quarterly Operating Result Airports



Quarterly Operating Result Total



CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited three months 31 Mar, 2022	Unaudited restated three months 31 Mar, 2021*	Audited year 31 Dec, 2021
EUR 000s			
Revenue from sales of goods and services	27,408	29,343	115,794
Other income	513	462	2,276
Cost of materials	(14,003)	(14,842)	(58,593)
Employee benefit costs	(10,807)	(9,156)	(38,570)
Operating expenses	(2,967)	(3,080)	(15,190)
Gross Operating Result	144	2,727	5,717
Depreciation and amortisation	(780)	(841)	(3,222)
Depreciation of right-of-use of leased asset	(837)	(763)	(3,068)
Impairment losses	-	-	(174)
Operating Result	(1,473)	1,123	(747)
Interest income	-	-	153
Interest expenses	(76)	(209)	(285)
Currency exchange differences – net	1,068	1,874	3,632
Other financial item	-	-	(30)
Profit / (loss) before income tax	(481)	2,788	2,723
Income taxes	204	(577)	(3,934)
Profit / (loss) for the period, continuing operations	(277)	2,211	(1,211)
Profit / (loss) for the period, discontinued operations	(3,930)	(742)	(35,890)
Profit / (loss) for the period	(4,207)	1,469	(37,101)
Other comprehensive income:			
Remeasurements of post employment benefit obligations continued operations	16	1	282
Remeasurements of post employment benefit obligations discontinued operations	5	8	22
Items that will not be reclassified to profit or loss	21	9	304
Currency translation differences	(540)	(654)	(1,098)
Currency translation differences of discontinued operations	(139)	(159)	(507)
Items that may be subsequently reclassified to profit / (loss)	(679)	(813)	(2,415)
Other comprehensive income for the period, net of tax	(658)	(804)	(2,111)
Total comprehensive income for the period	(4,865)	(665)	(39,212)
Total comprehensive income attributable to:			
Equity holders of the Group	(4,866)	(666)	(39,214)
Non-controlling interest	1	1	2
Total	(4,865)	(665)	(39,212)
Profit / (loss) attributed to:			
Equity holders of the Group continued operations	(277)	2,211	(1,211)
Equity holders of the Group discontinued operations	(3,930)	(742)	(35,890)
Total	(4,207)	1,469	(37,101)
Basic and diluted earnings per share from continuing operations attributed to the equity holders of the Group	(0.003)	0.024	(0.013)
Basic and diluted earnings per share from discontinued operations attributed to the equity holders of the Group	(0.042)	(0.008)	(0.381)
Basic and diluted earnings per share attributed to the equity holders of the Group	(0.045)	0.016	(0.394)
Average number of shares	94,243,200	94,243,200	94,243,200

* The comparative has been restated in accordance with IFRS5

CONSOLIDATED BALANCE SHEET

EUR 000s	Unaudited 31 Mar, 2022	Unaudited 31 Mar, 2021	Audited 31 Dec, 2021
Assets			
Current assets			
Cash and cash equivalents	8,669	13,217	12,230
Trade receivables	21,358	30,284	23,967
Contract assets	1,948	6,662	2,509
Tax assets	3,134	3,615	2,736
Other current receivables	3,846	4,081	3,651
Inventories	34,133	37,511	29,835
Assets held for sale	26,202	3,518	24,147
Total current assets	99,290	98,888	99,075
Non-current assets			
Property, plant and equipment	6,826	14,755	7,426
Right-of-use of leased assets	14,114	19,484	14,394
Intangible assets	38,627	52,436	38,188
Non-current financial assets	70	136	55
Deferred tax assets	8,898	9,904	8,629
Other non-current receivables	7,332	7,369	7,249
Total non-current assets	75,867	104,084	75,941
Total assets	175,157	202,972	175,016
Equity and Liabilities			
Current liabilities			
Current financial liabilities	(4,101)	(4,148)	(4,124)
Current lease liabilities	(2,802)	(4,238)	(2,850)
Trade payables	(41,871)	(27,357)	(38,668)
Contract liabilities	(286)	(7,540)	(115)
Tax liabilities	(2,311)	(1,905)	(2,953)
Provision for risk and charges, current	(2,889)	(3,407)	(2,866)
Other current liabilities	(8,490)	(10,059)	(9,703)
Liabilities directly associated with assets classified as held for sale	(15,504)	-	(15,897)
Total current liabilities	(78,254)	(58,654)	(77,176)
Non-current liabilities			
Non-current financial liabilities	(13,006)	(9,861)	(9,196)
Non-current lease liabilities	(11,550)	(15,727)	(11,425)
Deferred tax liabilities	(2,160)	(2,178)	(2,130)
Other non-current liabilities	(49)	(149)	(63)
Provision for risk and charges, non-current	(6,980)	(7,195)	(7,100)
Employee benefit obligation	(1,282)	(2,441)	(1,274)
Total non-current liabilities	(35,027)	(37,551)	(31,188)
Total liabilities	(113,281)	(96,205)	(108,364)
Equity			
Share Capital	(100,169)	(100,169)	(100,169)
Reserves	(4,263)	(6,379)	(4,833)
Retained earnings	42,586	(191)	38,379
Equity attributable to owners of the parent	(61,846)	(106,739)	(66,623)
Non-controlling interests	(30)	(28)	(29)
Total equity	(61,876)	(106,767)	(66,652)
Total equity and liabilities	(175,157)	(202,972)	(175,016)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

EUR 000s	Share Capital	Reserves	Retained earnings	Equity related to owners of the parent	Non-controlling interest	Total equity
Unaudited						
Balance as at 1 January 2021	(100,169)	(7,074)	1,278	(105,965)	(27)	(105,992)
(Profit) / Loss for the period	-	-	(1,469)	(1,469)	-	(1,469)
Currency translation differences	-	813	-	813	(1)	812
Remeasurements of post employment benefit obligations	-	(9)	-	(9)	-	(9)
Total comprehensive income and expenses	-	804	(1,469)	(665)	(1)	(666)
Employees share scheme	-	(109)	-	(109)	-	(109)
Transactions with shareholders	-	(109)	-	(109)	-	(109)
Balance as at 31 March 2021	(100,169)	(6,379)	(191)	(106,739)	(28)	(106,767)
Audited						
Balance as at 1 January 2021	(100,169)	(7,074)	1,278	(105,965)	(27)	(105,992)
(Profit) / Loss for the period	-	-	37,101	37,101	-	37,101
Currency translation differences	-	2,417	-	2,417	(2)	2,415
Remeasurements of post employment benefit obligations	-	(304)	-	(304)	-	(304)
Total comprehensive income and expenses	-	2,113	37,101	39,214	(2)	39,212
Employees share scheme	-	128	-	128	-	128
Transactions with shareholders	-	128	-	128	-	128
Balance as at 31 December 2021	(100,169)	(4,833)	38,379	(66,623)	(29)	(66,652)
Unaudited						
Balance as at 1 January 2022	(100,169)	(4,833)	38,379	(66,623)	(29)	(66,652)
(Profit) / Loss for the period	-	-	4,207	4,207	-	4,207
Currency translation differences	-	679	-	679	(1)	678
Remeasurements of post employment benefit obligations	-	(21)	-	(21)	-	(21)
Total comprehensive income and expenses	-	658	4,207	4,865	(1)	4,864
Employees share scheme	-	(88)	-	(88)	-	(88)
Transactions with shareholders	-	(88)	-	(88)	-	(88)
Balance as at 31 March 2021	(100,169)	(4,263)	42,586	(61,846)	(30)	(61,876)

CONSOLIDATED STATEMENT OF CASH FLOWS

EUR 000s	Unaudited three months 31 Mar, 2022	Unaudited restated three months 31 Mar, 2021*	Audited year 31 Dec, 2021
Profit / (loss) for the period	(4,207)	1,469	(37,101)
Adjustment to reconcile net income to cash flow from operating activities – continued operations			
Loss from discontinued operations, net of income taxes	(3,930)	(742)	(35,890)
Adjustments for:			
Net interest expenses	76	209	132
Current taxes	370	626	2,905
Depreciation and amortization	780	841	3,222
Depreciation of right-of-use of leased assets	837	763	3,068
Impairment losses	-	-	174
Deferred tax	(574)	(49)	1,029
Provision for risks and charges	21	854	(319)
Capital (gain) or loss on assets	(1)	(9)	(817)
Other items not involving cash flows	(964)	(1,599)	(3,413)
Interest paid	(69)	(222)	176
Taxes (paid) / received	(1,409)	801	213
	(933)	2,215	6,370
Cash flow before changes in working capital	(1,210)	4,426	5,159
Impact of changes in working capital:			
Inventories	(4,370)	735	(3,633)
Trade receivables and contract assets	3,805	1,155	(11,492)
Other current receivables	(559)	(4,712)	(241)
Trade payables and contract liabilities	3,374	(2,752)	16,698
Other current liabilities	(1,141)	352	2,163
Impact of changes involving working capital	1,109	(5,222)	3,495
Net cash inflow / (outflow) from operating activities from continued operations	(101)	(796)	8,654
Net cash inflow / (outflow) from operating activities from discontinued operations	(5,841)	(4,661)	(9,341)
Net cash inflow / (outflow) from operating activities	(5,942)	(5,457)	687
Financial activities:			
Net changes in loans and borrowings	3,695	(305)	(1,218)
Repayment of lease liabilities	(358)	(226)	(2,857)
Net cash inflow / (outflow) from financial activities from continued operations	3,337	(531)	(4,075)
Net cash inflow / (outflow) from financial activities from discontinued operations	(366)	(326)	(1,375)
Net cash inflow / (outflow) from financial activities	2,971	(857)	(5,450)
Investing activities:			
Investments in property, plant and equipment	(114)	(94)	(665)
Investments in intangible assets	(503)	(466)	(3,158)
(Increase)/Decrease of non current financial asset	(12)	-	10
Disposal of assets	1	8	1,155
Net cash inflow / (outflow) from investing activities from continued operations	(628)	(552)	(2,658)
Net cash inflow / (outflow) from investing activities from discontinued operations	(12)	(64)	(144)
Net cash inflow / (outflow) from investing activities	(640)	(616)	(2,802)
Cash at the beginning of the period	12,230	19,151	19,151
Cash flow for the period from continued operations	2,608	(1,879)	1,921
Cash flow for the period from discontinued operations	(6,219)	(5,051)	(10,860)
Cash flow for the period	(3,611)	(6,930)	(8,939)
Currency exchange differences	50	996	2,018
Cash at the end of the period	8,669	13,217	12,230

* The comparative has been restated in accordance with IFRS5

DISAGGREGATION OF REVENUE FROM CONTRACTS WITH CUSTOMERS

The group derives revenue from the transfer of goods and services over time and at a point in time in the following Divisions and geographical regions.

31 March 2022 EUR 000s	New Cavotec	Airports	Total
Revenue from external customer			
<i>Timing of revenue recognition</i>			
At a point in time	27,132	5,754	32,886
Over time	276	143	419
Total	27,408	5,897	33,305

31 March 2021 EUR 000s	New Cavotec	Airports	Total
Revenue from external customer			
<i>Timing of revenue recognition</i>			
At a point in time	24,656	7,563	32,219
Over time	4,687	1,110	5,797
Total	29,343	8,673	38,016

31 December 2021 EUR 000s	New Cavotec	Airports	Total
Revenue from external customer			
<i>Timing of revenue recognition</i>			
At a point in time	104,923	35,829	140,752
Over time	10,871	3,955	14,826
Total	115,794	39,784	155,578

31 March 2022 EUR 000s	AMER	EMEA	APAC	Total
New Cavotec	2,103	16,188	9,117	27,408
Airports	1,855	3,610	434	5,897
Total	3,958	19,797	9,550	33,305

31 March 2021 EUR 000s	AMER	EMEA	APAC	Total
New Cavotec	2,900	19,351	7,092	29,343
Airports	3,840	4,139	694	8,673
Total	6,740	23,490	7,786	38,016

31 December 2021 EUR 000s	AMER	EMEA	APAC	Total
New Cavotec	10,348	68,891	36,555	115,794
Airports	16,321	19,646	3,817	39,784
Total	26,669	88,537	40,372	155,578

SEGMENT INFORMATION

EUR 000s	New Cavotec	Airports	Other reconciling items	Total
Unaudited				
Three months ended 31 March 2022				
Revenue from sales of goods and services	27,408	5,897	-	33,305
Other income	513	281	-	794
Cost of materials and operating expenses before depreciation and amortization	(26,442)	(9,092)	(1,335)	(36,869)
Gross Operating Result (EBITDA)	1,479	(2,914)	(1,335)	(2,770)
Unaudited				
Three months ended 31 March 2021				
Revenue from sales of goods and services	29,343	8,673	-	38,016
Other income	463	321	-	784
Cost of materials and operating expenses before depreciation and amortization	(25,797)	(9,789)	(1,281)	(36,867)
Gross Operating Result (EBITDA)	4,009	(795)	(1,281)	1,933
Audited				
Year ended 31 December 2021				
Revenue from sales of goods and services	115,794	39,784	-	155,578
Other income	2,276	1,593	-	3,869
Cost of materials and operating expenses before depreciation and amortization	(107,813)	(41,759)	(4,540)	(154,111)
Gross Operating Result (EBITDA)	10,257	(382)	(4,540)	5,335

PARENT COMPANY – CONDENSED STATEMENT OF COMPREHENSIVE INCOME

CAVOTEC SA EUR 000s	Unaudited three months 31 Mar, 2022	Unaudited three months 31 Mar, 2021	Audited year 31 Dec, 2021
Dividend	-	-	480
Other income	568	559	1,192
Employee benefit costs	(185)	(275)	(331)
Operating expenses	(586)	(277)	(1,310)
Operating Result	(203)	7	31
Interest expenses – net	(11)	(10)	(41)
Currency exchange differences – net	(4)	(2)	(16)
Write down on investments	-	-	(43,941)
Profit / (Loss) for the period	(218)	(5)	(43,967)
Income taxes	(8)	(6)	(9)
Profit / (Loss) for the period	(226)	(11)	(43,976)
Other comprehensive income:			
Actuarial gain (loss)	-	-	7
Total comprehensive income for the period	(226)	(11)	(43,969)

PARENT COMPANY – CONDENSED BALANCE SHEET

CAVOTEC SA EUR 000s	Unaudited 31 Mar, 2022	Unaudited 31 Mar, 2021	Audited 31 Dec, 2021
Assets			
Current assets			
Cash and cash equivalents	-	50	52
Trade receivables	40	540	930
Tax assets	22	15	19
Other current receivables	596	468	(2)
Total current assets	658	1,073	999
Non-current assets:			
Investment in subsidiary companies	93,365	137,306	93,365
Deferred tax assets	76	72	76
Total non-current assets	93,441	137,378	93,441
Total assets	94,099	138,451	94,440
Equity and Liabilities			
Current liabilities			
Bank overdraft	(29,311)	(33,807)	(33,934)
Current financial liabilities	(2,955)	(2,955)	(2,955)
Trade payables	(966)	(269)	(508)
Other current liabilities	(102)	(243)	(123)
Total current liabilities	(33,334)	(37,274)	(37,520)
Non-current liabilities:			
Provision for risks and charges – non current	(88)	(67)	(88)
Long-term financial debt	(14,000)	(10,000)	(10,000)
Other non-current liabilities	(29)	(127)	(45)
Total non-current liabilities	(14,117)	(10,194)	(10,133)
Total liabilities	(47,451)	(47,468)	(47,653)
Total equity	(46,648)	(90,983)	(46,787)
Total equity and liabilities	(94,099)	(138,451)	(94,440)

General information

Cavotec is a leading cleantech company that designs and delivers connection and electrification solutions to enable the decarbonization of ports and industrial applications worldwide. Backed by more than 40 years of experience, our systems ensure safe, efficient, and sustainable operations for a wide variety of customers and applications worldwide. Our credibility comes from our application expertise, dedication to innovation and world class operations. Our success rests on the core values we live by: Integrity, Accountability, Performance and Team Work. Cavotec's personnel represent a large number of cultures and provide customers with local support, backed by the Group's global network of engineering expertise. Cavotec SA, the Parent company, is a limited liability company incorporated and domiciled in Switzerland and listed on Nasdaq Stockholm Mid Cap.

These unaudited Financial Statements have been approved by the Board of Directors for publication on 28 April 2022.

Basis of preparation of Financial Statements

This quarterly report was prepared in accordance with IFRS, applying IAS 34 Interim Financial Reporting. The same accounting and valuation policies were applied in the most recent annual report. The amendments to the standards that became applicable for the current reporting period did not have an impact on Cavotec accounts. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended in December 2021. The preparation of quarterly financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Asset held for sale

As a result of the decision to divest the Airports business, Cavotec reclassified the assets and liabilities pertaining to those activities to held for sale in accordance with IFRS 5. In distinguishing between the assets and liabilities pertaining to continuing operations and those pertaining to discontinued operations judgment had to be applied, as a part of those assets and liabilities are used by both types of activities. In the Consolidated Statements of Income and of Cash Flows, discontinued operations are reported separately from continuing operations; prior periods are presented on a comparable basis. The determination of the fair value less costs to sell includes the use of estimates and assumptions that tend to be uncertain.

<i>Income Statement</i>	Unaudited year 31-Mar-22	Unaudited year 31-Mar-21
EUR 000s		
Revenue from sales of goods and services	5,897	8,675
Other income	281	321
Expenses	(9,260)	(9,768)
Loss on the spin off	(449)	-
Loss from discontinued operations before income taxes	(3,531)	(772)
Income taxes	(399)	30
Loss from discontinued operations	(3,930)	(742)

<i>Balance Sheet</i>	Unaudited Year 31-Mar-22
EUR 000s	
Trade receivables	10,256
Contract assets	2,381
Tax assets	121
Other current receivables	2,215
Inventories	7,841
Total assets	22,814
Current lease liabilities	(1,819)
Trade payables	(9,661)
Contract liabilities	(51)
Tax liabilities	(93)
Provision for risk and charges, current	(52)
Other current liabilities	(1,797)
Non-current lease liabilities	(1,049)
Provision for risk and charges, non-current	(42)
Employee benefit obligation	(940)
Total liabilities	(15,504)

<i>Cashflow</i>	Unaudited year 31-Mar-22	Unaudited year 31-Mar-21
EUR 000s		
Net cash Inflow/(outflow) from operating activities	(5,841)	(4,661)
Net cash Inflow/(outflow) from financing activities	(366)	(326)
Net cash Inflow/(outflow) from investing activities	(12)	(64)
Cash flow for the period	(6,219)	(5,051)

Segment information

Operating segments have been determined on the basis of the Group Management structure in place and on the management information and used by the Chief Operating Decision Maker (CODM) to make strategic decisions. On 5 March 2021, the Group announced that it would initiate a process to divest the airports business. To facilitate the divestment process the Group has changed the organizational structure and reporting to the CODM. The Segment information presented in Q122 report reflects the two new operating segments:

New Cavotec - development and manufacture of innovative automation and electrification technologies for the global ports and maritime sectors and development and manufacture of electrification and radio control products for industrial applications, such as cranes, energy, processing and transportation, mining, and tunnelling.

Airports - development and manufacture of fully integrated gate and remote apron solutions for airports.

Legal disputes

In June 2021, Cavotec settled a class action legal suit in the USA for an amount equivalent to EUR 0.7 million. The class action relates to employment matters. We are expecting the settlement to be approved by a local court in summer 2022.

Noteworthy risks and uncertainties

Cavotec's significant risks and uncertainties are divided into three categories, market, credit and liquidity risks. In these categories, there are both risks due to political and macroeconomic trends and specific risks directly linked to business carried out by the Group. Market risk includes currency and interest rate risk. Credit risk includes the risk of managing our customers and other receivables while liquidity risk includes the management of cash in a diverse, global group.

Forward looking statement

Some statements in this report are forward-looking, and the actual outcome could be materially different. In addition to the factors explicitly discussed, other factors could have a material effect on the actual outcome. Such factors include, but are not limited to, general business conditions, fluctuations in exchange rates and interest rates, political developments, the impact of competing products and their pricing, product development, commercialisation and technological difficulties, interruptions in supply, and major customer credit losses.

Subsequent events

Cavotec Italy building

The sale of Cavotec Italy's old production facility has been finalized on April 12th. The net proceeds amounted to EUR 0.8M.

Impact on Cavotec's production facility in Shanghai following China's launch of lockdowns due to Covid-19

At the date of this report Cavotec Shanghai's production facility remains closed due to lockdown; production activity is expected to start again by mid May.

Sanctions towards Russia

Following the recent evolution of the situation in Ukraine the Group has performed a preliminary assessment of its exposure in the region. The group has a very limited exposure to the region and foresees no material impact on the 2022 performance. The Group is carefully monitoring the

evolution of the situation, having a specific focus on the sanctions, that have been and will be imposed.

Order for industrial Battery Charging

On 25 April Cavotec announced an order in the first quarter for a battery charging system for industrial use worth over EUR 3M. This is an important breakthrough in the market for electrification of heavy-duty industrial vehicles, a market that is set for considerable growth in the years ahead.

New CEO for Cavotec appointed

On April 26 Cavotec appointed David Pagels to take over as CEO during the month of May from Mikael Norin who, as previously announced, has decided to leave Cavotec.

Financial calendar

June 2, 2022	Annual General Meeting, Lugano
July 27, 2022	Q222 Report
November 4, 2022	Q322 Report
February 24, 2023	Q422 and Annual Report 2022

Quarterly Reports on www.cavotec.com

The full report for the period January-March 2022 and previous quarterly and full year reports are available at:
<http://ir.cavotec.com/financial-reports>

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This is information that Cavotec SA is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, at 07:00 CEST on 29 April 2022

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