

# Q1 2020 | Interim report January-March 2020



## Lower revenue but positive results

### JANUARY–MARCH 2020

- Revenues decreased -20.3% to EUR 38.7 million (48.5)
- EBIT decreased to EUR 0.8 million (1.4), corresponding to a margin of 2.1% (2.9%)
- Net result for the period was EUR 2.1 million (0.7)
- Earnings per share basic and diluted amounted to EUR 0.022 (0.008)
- Operating cash flow amounted to EUR 0.5 million (8.2)
- Net debt amounted to EUR 2.6 million (FY2019: 3.9)
- Order backlog increased 6.5% compared to the previous quarter to EUR 106.6 million



*Cavotec signed new order to extend leadership in Norwegian e-ferry market.*

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

#### Key events during the quarter

- Cavotec (pre-Covid-19) set a new target of an annual adjusted EBIT margin of more than 10% within two years and more than 12% within five years
- Strict cost and cash management measures implemented in response to the Covid-19 pandemic
- Two new fuelling orders, one in the US and one in Europe, worth more than EUR 5 million
- A repeat order from Fjord1 in Norway for our next generation Automatic Plug-in System (APS) for charging of e-ferries
- Two major ground support equipment (GSE) and fueling orders for China worth more than EUR 3 million.

### FINANCIAL SUMMARY

EUR 000's	Mar 2020	Mar 2019	Delta	Dec 2019
Revenues	38,651	48,479	-20.3%	196,017
EBITDA	3,155	3,687	-14.4%	21,465
EBITDA margin, %	8.2%	7.6%	0.6 pp	11.0%
EBIT	827	1,421	-41.8%	12,312
EBIT margin, %	2.1%	2.9%	-0.8 pp	6.3%
Net profit/(loss) for the period	2,059	759	171.3%	7,514
Basic and diluted earnings per share, EUR	0.022	0.008	175%	0.080
Operating cash flow	465	8,164	-94.3%	14,382
Net debt <sup>(1)</sup>	(22,508)	(27,643)	-18.6%	(24,113)
Equity/assets ratio <sup>(1)</sup>	48.1%	42.5%	5.6 pp	51.4%
Leverage ratio <sup>(1)</sup>	0.97x	2.67x	-1.7x	0.98x
Full time equivalent employees	775	817	-42	769
Order backlog	106,562	113,249	-5.9%	100,030

<sup>(1)</sup>Figures including IFRS 16 impact. Figures calculated excluding IFRS16 are:

Net debt: 2'648 (6'666), Equity/assets ratio: 52.6% (46.8%), Leverage ratio: 0.15x (0.73x)

*Comment from the CEO*

## Satisfactory performance in light of Covid-19 situation

As many businesses around the world we felt the full impact of the Covid-19 pandemic at the end of the first quarter. As a consequence, revenues were -20.3 percent lower in Q1 2020 compared to Q1 2019 and amounted to EUR 38.7 million (48.5). Many of our deliveries scheduled for the last two weeks of March were postponed due to Italy's decision to close all non-essential businesses, including our production facility outside Milan. Deliveries were also to some extent delayed due to logistical restrictions. At segment level, this led to that revenues for Ports & Maritime decreased -28.3 percent and for Airports & Industry -14.5 percent.

On 14 April our Milan site was re-opened to resume production. Our remaining production units around the world are open and operational including our production site in Shanghai which was closed from 23 January to 10 February in accordance with government regulations there.

I am very thankful for the strong support from our customers during these exceptional times. We have not seen any order cancellations and we are working actively with our customers to re-schedule deliveries impacted by the Covid-19 situation.

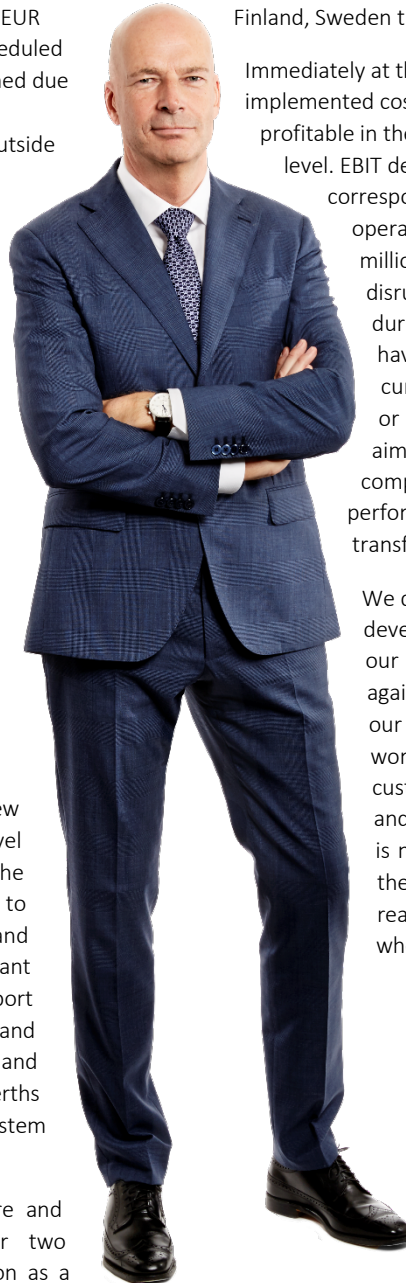
At the same time our customers' interest in new business with us has remained at a strong level in the quarter as a whole, including March. The order backlog in Q1 increased 6.5% compared to the previous quarter, to EUR 106.6 million and both our segments signed strategically important orders, including four fuelling and ground support equipment (GSE) orders in the US, Europe and China worth more than EUR 8 million in total and a repeat order in Norway to equip two new berths with our next generation Automatic Plug-in System (APS) for charging of e-ferris

The fuelling orders include the manufacture and supply of 100 aviation fuelling pits for two installations and confirms our strong position as a preferred supplier of advanced systems for the global aviation fuelling market. The repeat order in Norway is a strong sign of

that we are well positioned in the fast-growing e-vessel market, estimated to be worth around EUR 60 million only in Norway, while further opportunities exist in among others Denmark, Finland, Sweden the US and Canada.

Immediately at the start of the Covid-19 situation, we implemented cost control measures, which helped us stay profitable in the quarter despite the lower revenue level. EBIT decreased to EUR 0.8 million (1.4), corresponding to a margin of 2.1%, while the operating cash flow amounted to EUR 0.5 million (8.2). I am pleased that despite the disruption to our business, net debt decreased during the quarter to EUR 2.6 million (3.9). We have a strong balance sheet and we are currently in advanced discussions to extend or replace our senior credit facility with the aim of securing an attractive structure for the company on the basis of our much improved performance compared to before the transformation.

We do not know how the Covid-19 situation will develop and the consequences it will have on our business but we have during this period again seen that our absolute biggest strength is our incredible people all over the world who are working hard every day to support our customers. Our primary focus is their health and wellbeing and we will continue to do what is necessary in this regard while also securing the continuity of our operations and being ready to resume our ambitions for growth when the crisis has passed.



Lugano, 30 April, 2020

Mikael Norin  
Chief Executive Officer



## ORDER BACKLOG AND REVENUE

EUR 000s	Revenue	
	Q120	Q119
Revenue from sales of goods and services	38,651	48,479
Increase/decrease	(9,828)	(4,227)
Percentage change	-20.3%	-8.0%
Of which		
- Volumes and prices	-18.0%	-9.4%
- Currency effects	-2.3%	1.4%

## DIVISIONS

EUR 000s	Revenue					
	Q120	Q119	Change %	LTM Rolling	FY19	Change %
Ports & Maritime	14,577	20,329	-28.3%	78,836	84,588	-6.8%
Airports & Industry	24,074	28,150	-14.5%	107,353	111,429	-3.7%
<b>Total</b>	<b>38,651</b>	<b>48,479</b>	<b>-20.3%</b>	<b>186,189</b>	<b>196,017</b>	<b>-5.0%</b>

EUR 000s	Order Backlog				
	Q120	Q119	Change %	Q419	Change %
Ports & Maritime	58,127	61,116	-4.9%	59,953	-3.1%
Airports & Industry	48,435	52,133	-7.1%	40,077	20.9%
<b>Total</b>	<b>106,562</b>	<b>113,249</b>	<b>-5.9%</b>	<b>100,030</b>	<b>6.5%</b>



Cavotec wins aircraft fuelling orders worth more than EUR 5 billion

## Financial Review

### JANUARY–MARCH 2020

The order backlog increased 6.5% compared to the previous quarter to EUR 106.6 million and decreased -5.9% compared to the same period previous year (113.2). The market activity in the first quarter 2020 was, in general, at normal levels for the period and not affected by the Covid-19 situation.

Revenues decreased -20.3% to EUR 38.7 million (48.5). The expected revenue decline was communicated in a press release on March 25 and is related to Covid-19 and Italy's decision to close all non-essential businesses, which included Cavotec's production facility outside Milan. Many deliveries scheduled for the last two weeks of March were as a consequence postponed. On 14 April the site was re-opened to resume production. Cavotec's other production facilities in the USA, Europe and Asia have been fully operational during the first quarter, with the exception of the production site in Shanghai that was temporary closed from 23 January to 10 February 2020 in accordance with government regulations. Deliveries have also to some extent been delayed by Covid-19 due to logistical restrictions.

### Ports & Maritime

Ports & Maritime's order backlog decreased -3.1% compared to the previous quarter to EUR 58.1 million and -4.9% compared to the same period previous year (61.1).

The segment continued to grow in the e-vessel market. In March Cavotec received a repeat order from Fjord1 in Norway to equip two new berths with its next generation Automatic Plug-in System (APS) for charging of e-ferries. With this order, Cavotec extended its leadership in the Norwegian e-ferries market, having received orders for more than 20 APS systems from all major e-ferry operators in the past two years, bringing the Cavotec's market share in Norway to approximately 50 per cent. The estimated order value of the Norwegian e-ferries market amounts to EUR 60 million in the next five years.

Revenues decreased -28.3% to EUR 14.6 million (20.3). The decrease is mainly explained by the Italian government's decision to close down businesses in Italy, including Cavotec's production facility, leading to postponements of deliveries to customers.

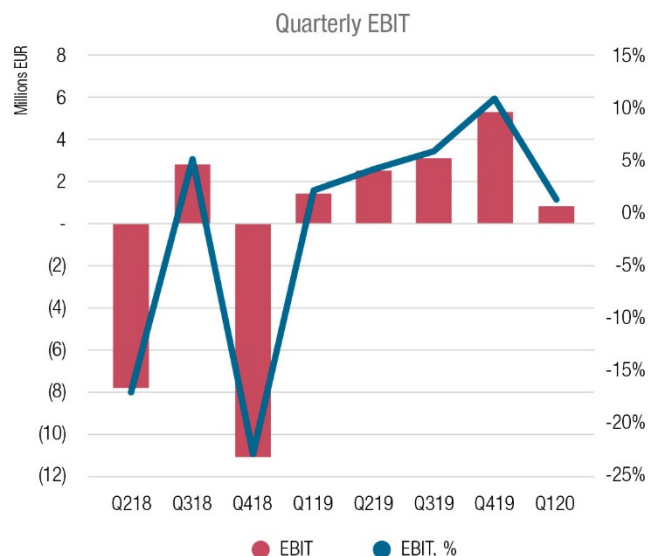
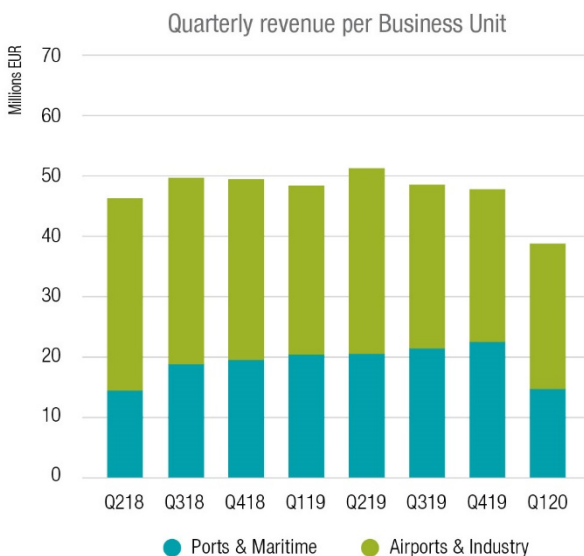
### Airports & Industry

Airports & Industry's order backlog increased 20.9% compared to the previous quarter to EUR 48.4 million and -7.1% compared to the same period previous year (52.1). Important orders were signed in the USA and Europe, including two fuelling orders worth more than EUR 5 million, confirming Cavotec's position as a preferred supplier of advanced systems for the global aviation fuelling market. The new orders include the manufacture and supply of 100 aviation fuelling pits for two installations, one in the US and one in Europe.

We also received two important orders from China for ground support equipment (GSE) and fuelling— one for Chengdu Tianfu International Airport and the other for Beijing Capital International Airport – confirming our position as a leading supplier and systems integrator for the fast growing aviation market in Asia. The combined value of these two orders is more than EUR 3 million.

The number of planned new airport and replacement projects are increasing, especially in the Middle East, USA and Asia.

Revenues decreased -14.5% to EUR 24.1 million (28.2). The decrease is mainly explained by delayed deliveries, due to the Covid-19 situation.



#### EBIT

EBIT decreased to EUR 0.8 million (1.4), corresponding to a margin of 2.1% (2.9%). Implemented cost control measures at the start of the Covid-19 limited the impact on the EBIT but did not fully compensate for the lower revenue level.

#### Profit for the period and earnings per share

Finance costs amounted to EUR 0.3 million (0.6).

Currency exchange differences amounted to EUR 2.2 million (0.1), which had a favourable effect on the net result.

Income tax expenses for the first quarter 2020 amounted to EUR 0.7 million (0.2), with an effective tax rate of 26%.

The net result for the period amounted to EUR 2.1 million (0.8).

Earnings per share, basic and diluted, increased to EUR 0.022 (0.008).

#### Cash flow

The operating cash flow remain positive to EUR 0.5 million (8.2) despite the decrease in revenue.

Investing activities show an inflow of EUR 1.3 million (-0.1) driven by the sale of Cavotec USA building located in Mooresville (NC).

Cash flow from financing activities was EUR 8.7 million (0.8), as a consequence of an increase in utilization of the revolving credit facility.

Cash and cash equivalents amounted to EUR 24.3 million as of 31 March 2020 (29.8).

## Other

#### Financial Position

Cavotec's total assets amounted to EUR 221.9 million (239.1) as of 31 March 2020. Excluding the impact of IFRS 16 the equity to assets ratio was 52.6% (46.8%) and the net debt amounted to EUR 2.6 million as of 31 March 2020 (3.9 as of 31 December 2019).

#### Credit facility refinancing

Cavotec's senior secured credit facility expires at the end of June 2020. The current value of borrowings drawn under the facility have been classified as current financial liabilities during Q319. Discussions are in progress to extend or replace the facility prior to its scheduled expiry.

#### Employees

The number of full-time equivalent employees in the Cavotec Group was 775 as of 31 March 2020 (817).

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

EUR 000s	Unaudited three months 31 Mar, 2020	Unaudited three months 31 Mar, 2019	Audited year 31 Dec, 2019
Revenue from sales of goods and services	38,651	48,479	196,017
Other income	1,342	649	2,549
Cost of materials	(17,822)	(24,221)	(90,814)
Employee benefit costs	(13,907)	(14,845)	(60,249)
Operating expenses	(5,109)	(6,375)	(26,038)
<b>Gross Operating Result</b>	<b>3,155</b>	<b>3,687</b>	<b>21,465</b>
Depreciation and amortisation	(1,180)	(1,226)	(4,684)
Depreciation of right-of-use of leased asset	(1,148)	(1,040)	(4,266)
Impairment losses	-	-	(203)
<b>Operating Result</b>	<b>827</b>	<b>1,421</b>	<b>12,312</b>
Interest income	10	-	26
Interest expenses	(311)	(585)	(1,919)
Currency exchange differences – net	2,247	141	318
Other financial item	-	(24)	(28)
<b>Profit / (loss) before income tax</b>	<b>2,773</b>	<b>953</b>	<b>10,709</b>
Income taxes	(714)	(194)	(3,195)
<b>Profit / (loss) for the period</b>	<b>2,059</b>	<b>759</b>	<b>7,514</b>
<b>Other comprehensive income:</b>			
Remeasurements of post employment benefit obligations	(28)	(4)	(344)
<b>Items that will not be reclassified to profit or loss</b>	<b>(28)</b>	<b>(4)</b>	<b>(344)</b>
Currency translation differences	(3,582)	791	758
<b>Items that may be subsequently reclassified to profit / (loss)</b>	<b>(3,582)</b>	<b>791</b>	<b>758</b>
<b>Other comprehensive income for the period, net of tax</b>	<b>(3,611)</b>	<b>787</b>	<b>414</b>
<b>Total comprehensive income for the period</b>	<b>(1,551)</b>	<b>1,546</b>	<b>7,928</b>
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Group	(1,551)	1,545	7,928
Non-controlling interest	(1)	1	1
<b>Total</b>	<b>(1,552)</b>	<b>1,546</b>	<b>7,928</b>
<b>Profit / (loss) attributed to:</b>			
Equity holders of the Group	2,059	759	7,514
<b>Total</b>	<b>2,059</b>	<b>759</b>	<b>7,514</b>
Basic and diluted earnings per share attributed to the equity holders of the Group	0.022	0.008	0.080
Average number of shares	94,241,329	94,015,721	94,206,242

## CONSOLIDATED BALANCE SHEET

EUR 000s	Unaudited 31 Mar, 2020	Unaudited 31 Mar, 2019	Audited 31 Dec, 2019
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	24,316	29,802	13,254
Trade receivables	34,525	41,184	36,500
Tax assets	3,752	2,314	3,683
Other current receivables	5,348	3,912	2,797
Contract assets	2,044	3,720	2,200
Inventories	42,217	39,094	38,801
Assets held for sale	3,410	5,628	5,363
<b>Total current assets</b>	<b>115,612</b>	<b>125,654</b>	<b>102,598</b>
<b>Non-current assets</b>			
Property, plant and equipment	17,659	19,418	18,270
Right-of-use of leased assets	18,642	21,913	19,425
Intangible assets	52,351	53,681	52,844
Non-current financial assets	285	280	280
Deferred tax assets	9,264	9,741	9,217
Other non-current receivables	8,081	8,419	8,004
<b>Total non-current assets</b>	<b>106,282</b>	<b>113,452</b>	<b>108,040</b>
<b>Total assets</b>	<b>221,894</b>	<b>239,106</b>	<b>210,639</b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Current financial liabilities	(24,399)	(4,133)	(14,462)
Current lease liabilities	(3,865)	(2,493)	(4,081)
Trade payables	(31,128)	(38,729)	(25,483)
Contract liabilities	(6,489)	(4,561)	(7,534)
Tax liabilities	(1,283)	(2,070)	(1,531)
Provision for risk and charges, current	(6,055)	(13,580)	(6,772)
Other current liabilities	(12,126)	(9,862)	(12,125)
<b>Total current liabilities</b>	<b>(85,345)</b>	<b>(75,428)</b>	<b>(71,988)</b>
<b>Non-current liabilities</b>			
Non-current financial liabilities	(2,343)	(31,977)	(2,644)
Non-current lease liabilities	(15,995)	(18,485)	(16,140)
Deferred tax liabilities	(2,420)	(2,420)	(2,405)
Other non-current liabilities	(99)	(412)	(103)
Provision for risk and charges, non-current	(8,851)	(8,794)	(9,188)
<b>Total non-current liabilities</b>	<b>(29,708)</b>	<b>(62,088)</b>	<b>(30,482)</b>
<b>Total liabilities</b>	<b>(115,053)</b>	<b>(137,516)</b>	<b>(102,469)</b>
<b>Equity</b>			
Equity attributable to owners of the parent	(106,811)	(101,561)	(108,140)
Non-controlling interests	(30)	(29)	(29)
<b>Total equity</b>	<b>(106,841)</b>	<b>(101,590)</b>	<b>(108,169)</b>
<b>Total equity and liabilities</b>	<b>(221,894)</b>	<b>(239,106)</b>	<b>(210,639)</b>



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Reserves	Retained earnings	Equity related to owners of the parent	Non- controlling interest	Total equity
<b>EUR 000s</b>						
<b>Unaudited</b>						
Balance as at 1 January 2019	(100,169)	(4,646)	4,800	(100,015)	(29)	(100,044)
(Profit) / Loss for the period	-	-	(759)	(759)	-	(759)
Currency translation differences	-	(790)	-	(790)	(1)	(791)
Remeasurements of post employment benefit obligations	-	4	-	4	-	4
<b>Total comprehensive income and expenses</b>	-	(786)	(759)	(1,545)	(1)	(1,546)
<b>Balance as at 31 March 2019</b>	<b>(100,169)</b>	<b>(5,432)</b>	<b>4,041</b>	<b>(101,560)</b>	<b>(30)</b>	<b>(101,590)</b>
<b>Audited</b>						
Balance as at 1 January 2019	(100,169)	(4,646)	4,800	(100,015)	(29)	(100,044)
(Profit) / Loss for the period	-	-	(7,514)	(7,514)	-	(7,514)
Currency translation differences	-	(758)	-	(758)	(1)	(759)
Remeasurements of post employment benefit obligations	-	344	-	344	-	344
<b>Total comprehensive income and expenses</b>	-	(414)	(7,514)	(7,928)	(1)	(7,929)
Employees share scheme	-	(136)	-	(136)	-	(136)
Purchase of treasury shares	-	38	-	38	-	38
Issue of treasury shares to employees	-	(99)	-	(99)	-	(99)
<b>Transactions with shareholders</b>	-	(197)	-	(197)	-	(197)
<b>Balance as at 31 December 2019</b>	<b>(100,169)</b>	<b>(5,257)</b>	<b>(2,714)</b>	<b>(108,140)</b>	<b>(30)</b>	<b>(108,170)</b>
<b>Unaudited</b>						
Balance as at 1 January 2020	(100,169)	(5,257)	(2,714)	(108,140)	(30)	(108,170)
(Profit) / Loss for the period	-	-	(2,059)	(2,059)	-	(2,059)
Currency translation differences	-	3,583	-	3,583	-	3,583
Remeasurements of post employment benefit obligations	-	28	-	28	-	28
<b>Total comprehensive income and expenses</b>	-	3,611	(2,059)	1,552	-	1,552
Employees share scheme	-	(223)	-	(223)	-	(223)
<b>Transactions with shareholders</b>	-	(223)	-	(223)	-	(223)
<b>Balance as at 31 March 2020</b>	<b>(100,169)</b>	<b>(1,869)</b>	<b>(4,773)</b>	<b>(106,811)</b>	<b>(30)</b>	<b>(106,841)</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS – INDIRECT METHOD

EUR 000s	Unaudited three months 31 Mar, 2020	Unaudited three months 31 Mar, 2019	Audited year 31 Dec, 2019
<b>Profit / (loss) for the period</b>	<b>2,059</b>	<b>759</b>	<b>7,514</b>
<b>Adjustments for:</b>			
Net interest expenses	149	333	1,437
Current taxes	869	561	3,169
Depreciation and amortization	1,180	1,226	4,684
Depreciation of right-of-use of leased assets	1,148	1,040	4,266
Impairment losses	-	-	203
Deferred tax	(155)	(368)	26
Provision for risks and charges	(827)	385	(8,185)
Capital gain or loss on assets	(724)	(43)	(144)
Other items not involving cash flows	(2,187)	399	(130)
Interest paid	(139)	266	(1,510)
Taxes paid / received	(1,187)	(812)	(5,327)
	(1,873)	2,987	(1,512)
<b>Cash flow before changes in working capital</b>	<b>186</b>	<b>3,746</b>	<b>6,003</b>
<b>Impact of changes in working capital:</b>			
Inventories	(3,793)	(40)	2,647
Trade receivables	1,874	1,613	6,173
Other current receivables	(2,402)	(38)	4,068
Trade payables	4,600	5,659	(4,597)
Other current liabilities	-	(3,138)	88
Long-term receivables and liabilities	-	357	-
<b>Impact of changes involving working capital</b>	<b>279</b>	<b>4,413</b>	<b>8,379</b>
<b>Net cash inflow / (outflow) from operating activities</b>	<b>465</b>	<b>8,159</b>	<b>14,382</b>
<b>Financial activities:</b>			
Net changes in loans and borrowings	9,632	(16,989)	(35,584)
Repayment of lease liabilities	(804)	(566)	(3,604)
Interests paid on lease liabilities	(149)	(154)	(608)
Capital increase	-	18,511	18,527
<b>Net cash inflow / (outflow) from financial activities</b>	<b>8,679</b>	<b>802</b>	<b>(21,269)</b>
<b>Investing activities:</b>			
Investments in property, plant and equipment	(181)	(111)	(1,384)
Investments in intangible assets	(112)	(110)	(341)
Disposal of assets	1,602	89	433
<b>Net cash inflow / (outflow) from investing activities</b>	<b>1,309</b>	<b>(132)</b>	<b>(1,292)</b>
Cash at the beginning of the period	13,254	21,257	21,257
Cash flow for the period	10,453	8,828	(8,179)
Currency exchange differences	609	(283)	176
<b>Cash at the end of the period</b>	<b>24,316</b>	<b>29,802</b>	<b>13,254</b>

## SEGMENT INFORMATION

EUR 000s	Ports & Maritime	Airports & Industry	Other reconciling items	Total
<b>Unaudited</b>				
<b>Three months ended 31 March 2020</b>				
Revenue from sales of goods and services	14,577	24,074	-	<b>38,651</b>
Other income	650	692	-	<b>1,342</b>
Cost of materials and operating expenses before depreciation and amortization	(13,993)	(21,621)	(1,224)	<b>(36,838)</b>
<b>Gross Operating Result</b>	<b>1,234</b>	<b>3,145</b>	<b>(1,224)</b>	<b>3,155</b>
<b>Unaudited</b>				
<b>Three months ended 31 March 2019</b>				
Revenue from sales of goods and services	20,329	28,150	-	<b>48,479</b>
Other income	182	467	-	<b>649</b>
Cost of materials and operating expenses before depreciation and amortization	(18,066)	(26,143)	(1,232)	<b>(45,441)</b>
<b>Gross Operating Result</b>	<b>2,445</b>	<b>2,474</b>	<b>(1,232)</b>	<b>3,687</b>
<b>Audited</b>				
<b>Year ended 31 December 2019</b>				
Revenue from sales of goods and services	84,588	111,429	-	<b>196,017</b>
Other income	567	1,981	-	<b>2,549</b>
Cost of materials and operating expenses before depreciation and amortization	(70,404)	(100,339)	(6,357)	<b>(177,101)</b>
<b>Gross Operating Result</b>	<b>14,751</b>	<b>13,071</b>	<b>(6,357)</b>	<b>21,465</b>

## PARENT COMPANY – CONDENSED STATEMENT OF COMPREHENSIVE INCOME

CAVOTEC SA EUR 000s	Unaudited three months 31 Mar, 2020	Unaudited three months 31 Mar, 2019	Audited year 31 Dec, 2019
Other income	666	857	2,502
Employee benefit costs	(205)	(306)	(1,912)
Operating expenses	(221)	(263)	(1,161)
<b>Operating Result</b>	<b>240</b>	<b>288</b>	<b>(571)</b>
Interest expenses – net	(10)	(12)	(43)
Currency exchange differences – net	3	(119)	(119)
<b>Profit / (Loss) for the period</b>	<b>232</b>	<b>157</b>	<b>(733)</b>
Income taxes	(14)	(2)	293
<b>Profit / (Loss) for the period</b>	<b>218</b>	<b>155</b>	<b>(440)</b>
<b>Other comprehensive income:</b>			
Actuarial gain (loss)	-	-	42
<b>Total comprehensive income for the period</b>	<b>218</b>	<b>155</b>	<b>(398)</b>

## PARENT COMPANY – CONDENSED BALANCE SHEET

CAVOTEC SA EUR 000s	Unaudited three months 31 Mar, 2020	Unaudited three months 31 Mar, 2019	Audited year 31 Dec, 2019
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	64	214	97
Trade receivables	530	533	2,015
Tax assets	11	13	6
Other current receivables	556	446	8
<b>Total current assets</b>	<b>1,161</b>	<b>1,206</b>	<b>2,126</b>
<b>Non-current assets:</b>			
Investment in subsidiary companies	137,306	137,306	137,306
Deferred tax assets	354	22	355
<b>Total non-current assets</b>	<b>137,660</b>	<b>137,328</b>	<b>137,661</b>
<b>Total assets</b>	<b>138,821</b>	<b>138,534</b>	<b>139,787</b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Bank overdraft	(43,096)	(42,439)	(44,435)
Current financial liabilities	(2,955)	(2,955)	(2,955)
Trade payables	(327)	(1,105)	(121)
Provision for risks and charges - current	-	(219)	-
Other current liabilities	(1,358)	(431)	(1,495)
<b>Total current liabilities</b>	<b>(47,736)</b>	<b>(47,149)</b>	<b>(49,006)</b>
<b>Non-current liabilities:</b>			
Provision for risks and charges – non current	(24)	(64)	(25)
Other non-current liabilities	(64)	(273)	(64)
<b>Total non-current liabilities</b>	<b>(88)</b>	<b>(337)</b>	<b>(89)</b>
<b>Total liabilities</b>	<b>(47,824)</b>	<b>(47,486)</b>	<b>(49,095)</b>
<b>Total equity</b>	<b>(90,997)</b>	<b>(91,048)</b>	<b>(90,692)</b>
<b>Total equity and liabilities</b>	<b>(138,821)</b>	<b>(138,534)</b>	<b>(139,787)</b>

### General information

Cavotec wants to contribute to a future world that is cleaner, safer and more efficient by providing innovative connection solutions for ships, aircraft and mobile equipment today. We thrive by shaping future expectations in the areas we are active in. 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 29 April 2020.

### 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 2019. 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.

### 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. Our two divisions are set out below and referred to collectively as the core businesses.

Ports & Maritime - development and manufacture of innovative automation and electrification technologies for the global ports and maritime sectors.

Airports & Industry - development and manufacture of fully integrated gate and remote apron solutions for Airports, and development and manufacture products for Industry, such as cranes, energy, processing and transportation, surface and underground mining, and tunnelling.

Customers of both divisions are supported by a Services organisation that was launched mid 2018.

### Legal disputes

The California Court as of to date has not yet issued a decision on the allocation of the costs. The Group's view that the provision earlier made will cover most eventualities of the process has not changed.

### Credit facility refinancing

Cavotec's senior secured credit facility expires at the end of June 2020. The current value of borrowings drawn under the facility have been classified as current financial liabilities during Q319.

Discussions are in progress to extend or replace the facility prior to its scheduled expiry.

### Noteworthy risks and uncertainties

There have been no changes to what was stated by Cavotec in its Annual Report for 2019 under Risk management.

### 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.

### Key events during and after the quarter

In February 2020 Cavotec USA building located in Mooresville (NC) has been sold for USD 2.6 million (EUR 2.4 million). As the building was accounted as Asset held for Sale with a book value of USD 1.8 million (EUR 1.6 million), the Company recognized in the same month a capital gain of USD 0.8 million (EUR 0.7 million).

### Update on operational and financial impact related to Covid-19

At the date of this report, all Cavotec's production facilities are open and operational and the Group is actively working with customers to reschedule postponed deliveries. Cavotec has not faced any order cancellations and market activity has not been materially impacted.

### Financial calendar

May 13, 2020	Annual General Meeting, Lugano
July 24, 2020	Interim report January-June 2020
October 1, 2020	Investor Information Meeting, Stockholm
October 30, 2020	Interim report January-September 2020
February 19, 2021	Year-end report 2020

### Conference call in connection with publication of the quarterly report

A conference call for shareholders, analysts and media will be held on 30 April 2020 at 13:00 CEST. Participating on the conference call from Cavotec will be Mikael Norin, CEO, and Glenn Withers, CFO.

### Conference call Dial-in numbers:

SE: +46851999383

UK: +443333009266

US: +18332498405

Weblink: <https://tv.streamfabriken.com/cavotec-q1-2020>

### Quarterly Reports on [www.cavotec.com](http://www.cavotec.com)

The full report for the period January-March 2020 and previous quarterly and full year reports are available at: <http://ir.cavotec.com/financial-reports>

### Analysts & Media

Johan Hähnel – Investor Relations Manager

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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 30 April 2020.



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