

o● inission

Interim report

January-March 2024



Christer Nykom new Managing Director Inission Munkfors, Mathias Larsson new Business Area Manager Inission EMS

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Calendar

- » Annual General Meeting is held on May 8, 2024
- » Interim Report for Q2 2024 is submitted on August 27, 2024
- » Interim Report for Q3 2024 is submitted on November 8, 2024

SIGNIFICANT EVENTS. PAGE 7



Environmentally focused Bintel chose Inission



Organisational changes

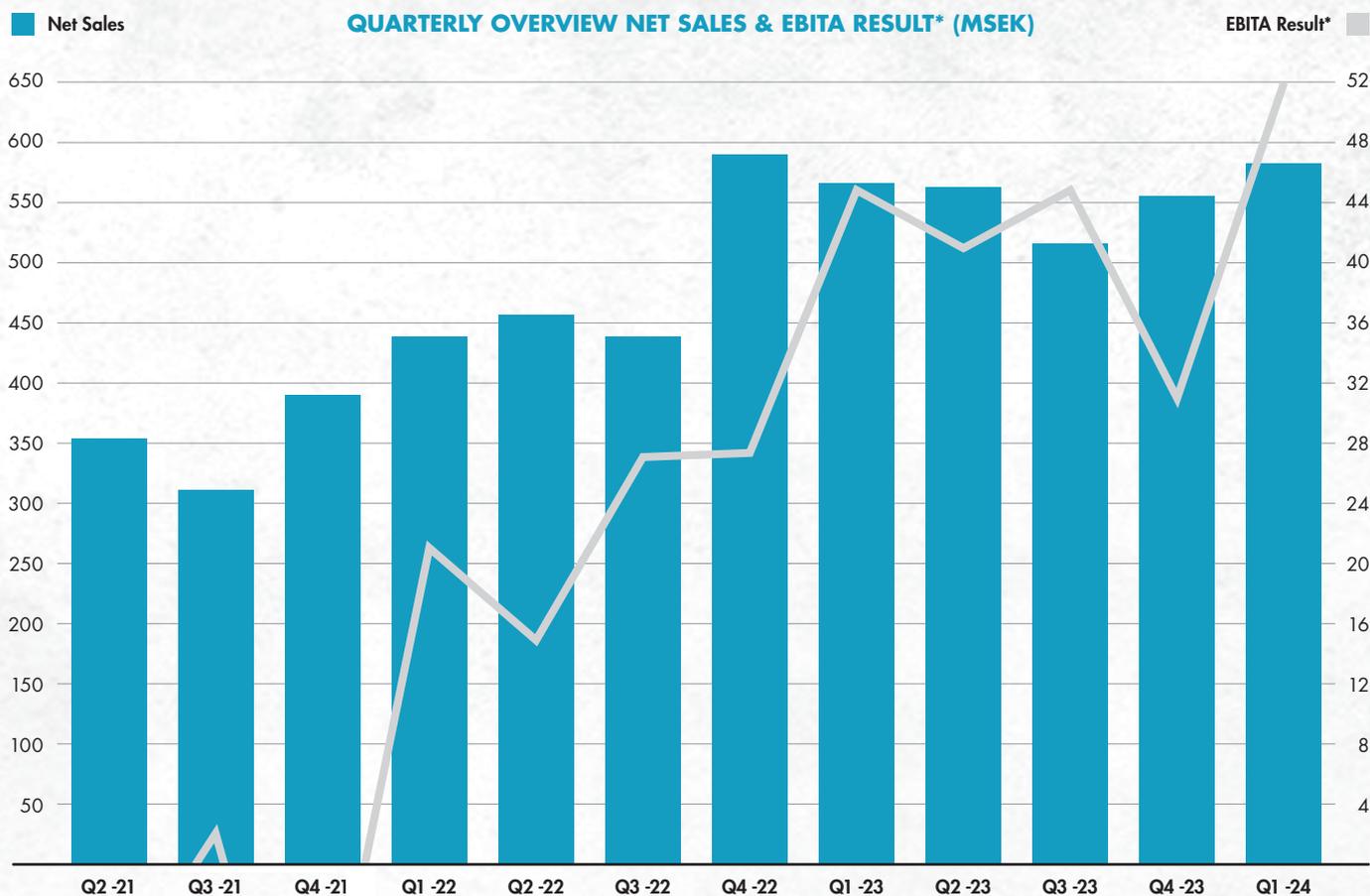


Investments for a sustainable offer



Equipment worth 2 MEUR launched in Tallinn

Financial summary



581 Net sales Q1 2024 (MSEK)

51 Operating profit EBIT Q1 2024 (MSEK)

1106 Number of Employees

JANUARY 1 - MARCH 31, 2024

Net sales (MSEK)	581	(565)
EBITA* result (MSEK)	51,9	(44,8)
Operating profit EBIT (MSEK)	51,0	(44,0)
Cash flow from operating activities (MSEK)	-19,5	(14,7)
Equity ratio (%)	37%	(28%)
Earnings per share before dilution (SEK)	1,65	(1,43)
Earnings per share after dilution (SEK)	1,65	(1,42)

* EBITA - operating profit adjusted for amortization of intangible assets arising from acquisitions



CEO review

PROFITABLE GROWTH

Profitability in the quarter was the best ever measured in cash. Operating profit EBIT amounted to MSEK 51 (44), which corresponds to 8.8 (7.8) percent. Revenue was stable and in line with expectations, and amounted to MSEK 581 (565), of which the new acquisition AXXE contributed MSEK 24. Our forecast last quarter was to maintain the sales rate from Q4 during H1 2024, which we stand firmly by.

Cash flow from operating activities amounted to MSEK -19.5 (14.7). It is worth mentioning that we repaid a Covid-related deferral of MSEK 82, which negatively affected the cash flow by the same amount. The deferred loan, which related to VAT and social security contributions, has thereby been repaid in full. This is most clearly seen in our net liabilities, which are reducing despite our acquisition. Order intake improved compared to Q4. New orders, measured against invoicing, totaled 0.73 (1.10), which can be compared to Q4 2023 at 0.59.

We have been a public company since June 2015. At that point in time, we had a revenue of MSEK 280 and an operating profit of MSEK 18. Now, nine years later, we intend to take the natural step and switch from First North to the main list, Nasdaq Stockholm Main Market. Our motive is that

the main list entails a seal of quality, which in turn increases the possibilities of reaching international investors. Another important reason is the enhanced visibility, which hopefully will lead to increased trading in the stock.

INISSION

The business area, like the Group, achieved a strong quarter in terms of profitability, with EBITA of MSEK 44.9 (39). We are proud to increase the value added per hour at a constant volume. This in turn is a direct result of our long-term investments in increased productivity. Revenue was stable at MSEK 462 (439), where AXXE, as mentioned above, contributed MSEK 24.

The workload at our factories varies, from full load to underload. The subsidiaries are adapting to the new conditions and reducing staffing and costs. New orders, measured against invoicing, have recovered from Q4 last year, at 0.53, and amounted to 0.73 (1.10). The subsidiaries are continuing to invest, including in new and modern machines for our coating line in Borås. With the investments, the factory in Borås will have a modern coating process that combines high capability with high quality and traceability. The expertise and new equipment contribute to making the facility even more competitive.

We continue to work on our process development, where Part development, together with our employees in Stockholm, has achieved good results. Part has now started work at our electronics factory in Tallinn.

ENEDO

Net sales for Q1 2024 landed at MSEK 120 (126), a decrease of 5.0 percent compared to last year. EBITA for the quarter increased by 8.0 percent to MSEK 7 (6), and the EBITA margin ended at 5.9 (5.1) percent, as improvements in the gross margin and targeted cost savings more than compensated for the lower net sales. Production at the factory in Tunisia increased by 27 percent compared to last year, which is in line with the improvement plan. The order backlog decreased, and measures were taken to adapt to the lower volume during the quarter. Enedo secured important orders in the medical equipment, defense, and infrastructure segments, and continued the development of new power supply units and system solutions.

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ACQUISITION ACTIVITIES

Our medium-term goal, to grow five percent with acquisitions, is planned to take place over a number of years. Acquisition deals are by nature on or off, and therefore it is possible for growth, measured in a single year, to vary greatly. One way to clarify the goal could be to measure it as acquired growth as an average over the past three years. We see acquisitions as part of our DNA, which makes it a challenge to grow as gradually as five percent. We believe that the transaction market is moving towards a normalization with regard to valuations and volume. We are currently involved in a number of interesting processes

THE FUTURE

Some of our customers are still hesitant to place orders as their inventory levels are high. At the same time, many are positive in the short term, and even more positive in the longer term. We have demonstrated that we can adapt capacity to demand, which we will continue to do if the market so demands.

The high inventory levels are, in turn, due to the component shortage that occurred during the pandemic. We are now experiencing shorter lead times on components, which allows customers to adapt their operations and reduce their inventory levels.

Shorter lead times and increased reliability are inherently sound, and allow us to reduce our inventory. Another benefit is that purchase prices have now stabilized, which creates better control over our profitability. One advantage that limits possible cyclical fluctuations is our good spread of risk, with many customers in several industries, and where we consciously avoid industries that are particularly sensitive to economic cycles.

We believe, as most do, that interest rates will fall later in the year. This, together with a weak currency, will prove beneficial for our Swedish and Norwegian customers within the manufacturing export industry going forward. What is important for us now is to adapt capacity to demand. In the long term, several megatrends, such as automation, digitization, the green transition, and, not least, electrification, indicate good growth in our industry for many years to come. Inission is well positioned to contribute to this development.



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*Fredrik Berghel, CEO Inission AB.
Karlstad, Sweden May 8, 2024*

Business areas

INISSION – CONTRACT MANUFACTURING OF ELECTRONICS AND MECHANICS

Inission is a manufacturing partner with services and products that cover the entire product life cycle, from development and design to industrialization, volume production and aftermarket. Inission has production units in Stockholm, Västerås, Borås, Munkfors and Malmö in Sweden, Halden (AXXE AS) and Løkken Verk in Norway, Lohja in Finland and Tallinn and Lagedi in Estonia with a total of 740 employees.

Key figures	Q1 2024	Q1 2023	Last 12 months	Full year 2023	Full year 2022
Net sales (TSEK)	461 557	438 941	1 698 188	1 675 572	1 429 253
Growth (%)	5,2%	33,3%	10,4%	17,2%	42,5%
of which acquired (%)	5,4%	1,9%	5,4%	0,6%	9,6%
EBITA (TSEK)	44 864	39 047	141 800	135 983	85 079
EBITA (%)	9,7%	8,9%	8,4%	8,1%	6,0%
Assets (TSEK)	1 521 960	1 390 263	1 521 960	1 351 471	1 315 332
Liabilities (TSEK)	870 955	930 731	870 955	743 042	879 531

Net sales amounted to MSEK 461.6 compared to MSEK 438.9 the previous year. Of the increase in sales of MSEK 22.6, 5.4% relates to acquisitions, which means that organic growth amounted to -0.2%. The EBITA result for the period was MSEK 44.9 compared to MSEK 39.0 the previous year, corresponding to an EBITA margin of 9.7% compared to 8.9% the year before. The EBITA margin during the last 12-month period amounts to 8.4%.

ENEDO – POWER ELECTRONICS AND SYSTEMS

Enedo is a product company that develops, manufactures, and sells high-quality electronic power supplies and system solutions. Enedo has operations in Finland, Italy, the US, and Tunisia, with a total of 366 employees.

Key figures	Q1 2024	Q1 2023	Last 12 months	Full Year 2023	Full Year 2022
Net sales (TSEK)	119 503	126 200	512 947	519 644	493 210
Growth (%)	-5,3 %	15,7 %	0,3 %	5,4 %	33,4%
of which acquired (%)	0,0%	0,0%	0,0%	0,0%	0,0%
EBITA (TSEK)	7 027	5 762	27 684	26 419	5 542
EBITA (%)	5,9%	4,6%	5,4%	5,1%	1,1%
Assets (TSEK)	276 935	288 772	276 935	275 324	282 050
Liabilities (TSEK)	276 852	290 373	276 852	278 735	293 536

Net sales amounted to MSEK 119.5, compared to MSEK 126.2 for the corresponding period last year. The EBITA result for the period amounted to MSEK 7.0 compared to MSEK 5.8 the previous year, which means an EBITA margin of 5.9% compared to 4.6% the previous year. The EBITA margin during the last 12-month period amounts to 5.4%. The average SEK/EUR exchange rate in 2024 is 11.2792 and the closing date rate is 11.5250. During the corresponding period in 2023, the rates were 11.1969 and 11.2760, respectively.

Significant events

PERIOD JANUARY-MARCH 2024

On January 17, Inission AB, through its wholly owned subsidiary Inission Norge AS, acquired the Norwegian EMS company AXXE AS. The company, with 46 employees, has its operations in Halden meaning that Inission has expanded its geographical presence in southern Norway. The price for 50.1% of the shares amounted to MNOK 27. The agreed additional purchase price for the remaining 49.9% of the shares corresponds to an EV of 6xEBITDA based on AXXE's average earnings in 2024 to 2026.

On January 22, Inission AB informed that the Company now owns 100% of the shares in Enedo Oyj. This after the redemption procedure of the minority shareholders' shares, corresponding to 4.2% of the company, was decided in Inission's favour.

On February 28, Inission AB presented its financial targets for 2024, including sales around MSEK 2,400, an adjusted EBITA margin at >7% and an equity ratio at >30%. Inission also presented targets for dividends and medium-term financial targets.

On March 15, Inission Syd announced that the factory in Malmö has entered a manufacturing agreement with Bintel AB regarding circuit board manufacturing, coating, box build and logistics.

According to Inission Syd's Managing Director Carl Lidén, it is extra honorable that such an environmentally focused company as Bintel chose Inission Syd as the company has high ambitions in sustainability.

AFTER THE END OF THE PERIOD

On April 15, Inission Syd announced that the company is making investments of approximately MSEK 12 in the Borås factory. The investments are part of strengthening a sustainable overall offer. The investments consist of an updated screen printer, a new ASMPT SPI (Solder Paste Inspection), two new ASMPT surface mount modules, new feeders and updated software for the entire line.

On April 17, Inission announced that the board had initiated the work towards a change of listing, from Nasdaq First North Growth Market to Nasdaq Stockholm Main Market. With the list change, Inission wants to

achieve increased accessibility to the international capital market.

The ambition is for the shift to take place around the turn of the year.

On April 19, Inission Tallinn announced that equipment worth MEUR 2 had been launched in the mechanical plant in Lagedi. The equipment will contribute to increasing the production capacity for sheet metal products by approximately 20%. The investment includes four machines, including a robotic work center that is unique in the Baltics.

On April 25, Inission announced that Inission Munkfors Managing Director Mathias Larsson is assuming the role of new Business Area Manager for all the operations within Inission that contract manufacture electronics and mechanics. In connection with Mathias taking over as Business Area Manager, Christer Nykom takes over his role as Managing Director at Inission Munkfors.

More information at: www.inission.com

Christer Nykom, to the left, new Managing Director at Inission Munkfors and Mathias Larsson new Business Area Manager, Inission

Comments

INCOME STATEMENT, Q1 2024 (ALL FIGURES IN TSEK, UNLESS OTHERWISE STATED)

Group: AXXE AS was acquired as of January 31, 2024, and is included in Inission's income statement in this report. Net sales in the quarter amounted to 581 060 (565 141), which means an increase of 15 919 in the quarter (2.8 percent), of which AXXE contributed 23 769. Change in inventory of work in progress and finished goods amounted to 36 125 (14 154), an increase of 21 971, of which AXXE's inventory corresponded to 45 646. Other operating income amounted to 4 114 (5 298), of which the currency effect was 5 498 (1 067).

The cost of raw materials and supplies, together with the change in inventory in the quarter, amounted to 374 192, of which AXXE's costs were 14 743 (345 746), an increase of 8.2 percent. The material proportion of this, including material sales, taking into account the inventory change, lands at a lower level compared to last year, 58.2 (61.2) percent. Other external costs for the period amounted to 39 491, of which AXXE's costs were 2 078 (42 807), a decrease of 7.7 percent. Personnel costs amounted to 127 405, of which AXXE's costs were 7 364 (106 230), an increase of 19.9 percent, mainly linked to higher volume.

Other operating costs amounted to 8 017 (10 724). Depreciation of fixed assets amounted to 21 149, of which AXXE's costs were 437 (20 962). Overall, this equates to an operating result for the Group of 51 045 (43 969), and a result after financial items of 45 222 (34 263). AXXE's impact on the result is negative, by 1 031. Other

comprehensive income for the quarter amounted to 9 878 (-1 897). Of the total comprehensive income, 9 878 (-1 897) is attributed to the Parent Company's owners, and 0 (0) to non-controlling interests.

Parent Company: With the aim of reducing the currency impact, Inission AB buys current futures in US dollars and Euros. The company hedges up to 80 percent of the Group's future net outflow. In the event of currency hedging, the hedging instruments are revalued, should changes in exchange rates arise, at the exchange rate on the balance sheet date. The value of these futures amounted to MSEK 1.1 at the end of the quarter, to be compared with the previous quarter's value of MSEK 0.3.

BALANCE SHEET Q1 2024 (ALL FIGURES IN TSEK)

AXXE AS was acquired as of January 31, 2024, and is included in Inission's balance sheet in this report. The acquisition entails an increase in goodwill of MSEK 39. Goodwill amounted to 223 440 (180 644), and the increase relates to AXXE. Other intangible assets amounted to 101 724 (101 405), and licenses amounted to 4 979 (2 428). The total value of tangible fixed assets has increased to 91 859 (86 363), related to AXXE and investments in production equipment reduced by depreciation, as well as changed exchange rates. Right-of-use assets amounted to 256 894 (240 476), and relate to lease agreements entered into, newly signed lease agreements, and changed exchange rates. Financial fixed assets amounted to 4 027 (3 327).

The inventory amounts to 649 995, of which AXXE's inventory was 57 344 (655 307), a decrease of 1.0 percent compared to the same period last year, but excluding AXXE was a decrease of 10.0 percent. Accounts receivable increased to 318 778, of which AXXE's totaled 28 741, (302 255), meaning an increase of 5.0 percent related to sales in the quarter. As such, total assets increased to 1 744 610, of which AXXE's totaled 116 855, (1 640 077), representing an increase of 6.0 percent, but excluding AXXE was a decrease of 1.0 percent.

Total equity amounted to 651 088 (457 931), of which non-controlling interests amounted to 2 064 (1 407). This gives an equity/assets ratio of 37 (28) percent. Long-term liabilities have increased by 80 706, to 390 283 (309 526). This means that long-term liabilities have increased by 26 percent, primarily due to the acquisition of AXXE, carried out in part by taking out an acquisition loan of 25 370, but also a fictitious loan corresponding to a variable purchase price of 44 706, as well as AXXE's existing loan of 10 527.

Short-term liabilities amounted to 703 239, of which AXXE's totaled 70 614 (872 621). The greatest change relates to the loans taken out by Inission for the Swedish companies relating to tax and VAT deferrals, in accordance with special rules connected to the pandemic. During the quarter, these were amortized by 82 129, and thereafter the liability amounted to 0 (118 834). In addition, there were changes mainly regarding liabilities to credit institutions and accounts payable.

Acquisitions

BALANCE SHEET ITEMS AS OF 2024-03-31 ATTRIBUTABLE TO ACQUIRED COMPANIES BETWEEN 2024-01-01 » 2024-03-31 (TSEK)

Fixed assets

Licenses and other intangible assets	100
Tangible fixed assets	7 362
Total fixed assets	7 462

Current assets

Inventory	57 344
Accounts receivable	28 741
Other Receivables	2 800
Prepayments and accrued income	1 793
Total current assets	90 677

Cash and bank balances	18 715
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Provisions

Other provisions	-4 177
Total provisions	-4 177

Long-term liabilities

Liabilities to credit institutions	-35 897
Other liabilities including variable part of the purchase price	-44 935
Total long-term liabilities	-80 832

Current liabilities

Liabilities to credit institutions	-2 569
Accounts payable	-10 340
Overdraft	0
Invoice loan credit	0
An advance payment from customers	-39 627
Tax debts	-1 567
Other current liabilities	-9 734
Prepaid income and accrued expenses	-6 777
Total short-term liabilities	-70 614



Net debt

FINANCIAL POSITION (TSEK)	MAR 31, 2024	MAR 31, 2023	DEC 31, 2023
Cash at the end of the period	42 551	18 966	42 230
Used overdraft facility	-24 088	-51 746	-4 989
Non-current liabilities, interest-bearing	-101 094	-60 281	-84 972
Non-current liabilities, leasing	-211 221	-202 049	-205 222
Current liabilities, interest-bearing	-50 776	-209 582	-116 843
Current liabilities, leasing	-36 758	-33 504	-38 371
Invoice discounting credit	-74 190	-69 699	-64 676
Net cash (+) / Net debt (-)	-455 576	-607 896	-472 843
Net cash (+) / Net debt (-) excl. leasing	-207 597	-372 342	-229 250
Unused overdraft facility	75 912	48 254	95 011
Total overdraft facility	100 000	100 000	100 000
Equity	656 088	457 931	605 018
Balance sheet total	1 744 619	1 640 077	1 567 156
Equity ratio (%)	38%	28%	39%

Parent Company information

The Parent Company, Inission AB, is entirely focused on the management and development of the Group. The Parent Company's net sales consist almost exclusively of the sale of management services to its subsidiaries. There are no significant purchases from any of these.

Transactions with related parties

No transactions have taken place during the quarter as the debt to two of the majority shareholders was amortized during the third quarter of 2023 and thereafter the debt amounts to SEK 0. The loans were linked to the acquisition of Enedo shares.

Presentation of the Interim Report

The consolidated accounts for Inission AB have been prepared in accordance with the Annual Accounts Act, RFR 1 Supplementary accounting rules for groups, as well as international accounting standards (IFRS) and interpretations from the International Accounting Interpretation Committee

(IFRS IC) as they have been adopted by the EU. This interim report has been prepared in accordance with IAS 34 Interim reporting and the Annual Accounts Act. The parent company applies RFR 2 Accounting for legal entities and the Annual Accounts Act.

Important estimates and assessments for accounting purposes

When preparing the interim report, the company has reviewed and assessed risks and uncertainty factors according to the description given in the annual report for 2023 and assessed that there have been no significant changes. For information on the risks and uncertainty factors that affect the group, we refer to the annual report 2023.

Dividend

Inission's dividend policy is to, if the liquidity situation permits, distribute up to 30 percent of the group's profit after tax.

The Board of Directors of Inission AB submits this Interim Report 2024-05-08. This report has not been reviewed by the Company's auditor. The report has been prepared in a Swedish original and an English translation. In the event of any discrepancies between the two, the Swedish version is to apply. Rounding-off differences may occur.

Financial statements

Consolidated statement of comprehensive income in summary (TSEK)

	NOTE	JAN-MAR 2024	JAN-MAR 2023	JAN-DEC 2023
Net sales	1	581 060	565 141	2 195 216
Change in inventories of work in progress and finished goods incl. capitalized work for own account		36 125	14 154	5 402
Other operating income		4 114	5 298	7 300
Operating income		621 299	584 593	2 207 918
Raw materials and consumables		-374 192	-359 900	-1 318 117
Other external costs		-39 491	-42 807	-157 553
Personnel costs		-127 405	-106 230	-445 151
Depreciation and amortization of intangible assets and tangible fixed assets		-21 149	-20 962	-84 543
Other operating expenses		-8 017	-10 724	-43 563
Total operating expenses		-570 254	-540 624	-2 048 926
Operating profit		51 045	43 969	158 992
Financial income		4 185	228	2 292
Financial costs		-10 008	-9 934	-45 483
Financial items – net		-5 823	-9 706	-43 192
Income before tax		45 222	34 263	115 801
Income tax		-8 434	-5 034	-20 038
Profit for the period		36 788	29 229	95 763
Profit for the period attributable to:				
Parent Company owners		36 535	29 089	95 110
Non-controlling interest		253	140	654

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cont'd. Consolidated statement of comprehensive income in summary (TSEK)

NOTE	JAN-MAR 2024	JAN-MAR 2023	JAN-DEC 2023
Other comprehensive income:			
Items that may be reclassified to profit or loss:			
Translation differences for the year	9 878	-1 897	-8 268
Items not to be reclassified to profit or loss:			
Remeasurement of the net defined benefit liability	0	0	0
Income tax relating to the above item	0	0	0
Other comprehensive income for the year	9 878	-1 897	-8 268
Parent Company owners	9 878	-1 897	-8 268
Non-controlling interest	0	0	0
Total other comprehensive income for the year	9 878	-1 897	-8 268
Total comprehensive income for the year	46 666	27 332	87 496
Total comprehensive income for the year related to:			
Parent Company owners	46 413	27 192	86 842
Non-controlling interest	253	140	654
Total	46 666	27 332	87 496
Earnings per share, based on the profit attributable to Parent Company shareholders for the period:			
Earnings per share before dilution	1,65	1,43	4,47
Earnings per share after dilution	1,65	1,42	4,46
Weighted average no. of shares before dilution	22 135 502	20 387 218	21 287 698
Weighted average no. of shares after dilution	22 135 502	20 434 858	21 342 763
Number of shares at the end of the period	22 135 502	20 521 467	22 135 502

Consolidated balance sheet in summary (TSEK)

ASSETS	NOTE	2024-03-31	2023-03-31	2023-12-31
Fixed assets				
Intangible assets				
Goodwill		223 440	180 644	177 851
Other intangible assets		101 724	101 405	98 218
Licenses, etc.		4 979	2 428	4 690
Total intangible assets		330 143	284 476	280 759
Tangible fixed assets				
Machinery and other technical equipment		76 441	76 651	67 905
Equipment, tools, fixtures, and fittings		8 856	4 664	6 228
Improvement costs to third-party property		6 562	5 048	7 127
Total tangible fixed assets		91 859	86 363	81 260
Right-of-use assets		256 894	240 476	249 901
Financial fixed assets				
Other non-current securities	2	1 063	303	1 078
Other non-current receivables	2	2 964	3 024	2 835
Total financial fixed assets		4 027	3 327	3 913
Deferred tax assets		23 719	18 853	20 055
Total fixed assets		706 643	633 496	635 889
Current assets				
Inventories		649 995	655 307	620 494
Trade receivables		318 778	302 255	263 907
Derivative instruments		1 110	778	322
Other receivables		10 910	7 887	1 550
Prepayments and accrued income		14 624	21 389	2 764
Cash and cash equivalents		42 551	18 966	42 230
Total current assets		1 037 968	1 006 582	931 267
» TOTAL ASSETS		1 744 610	1 640 077	1 567 156

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cont'd. Consolidated balance sheet in summary (TSEK)

EQUITY AND LIABILITIES	NOTE	2024-03-31	2023-03-31	2023-12-31
Equity				
Share capital		923	856	923
Other contributed capital		291 481	202 935	291 481
Reserves		18 646	12 721	8 807
Retained earnings incl. profit for the period		337 974	240 011	301 886
Total equity attributable to Parent Company shareholders		649 024	456 523	603 097
Non-controlling interest		2 064	1 407	1 921
Total equity		651 088	457 931	605 018
Non-current liabilities				
Liabilities to credit institutions		101 094	60 281	84 972
Lease liabilities		211 221	202 049	205 222
Other non-current liabilities	4	50 048	16 230	0
Deferred tax liabilities		22 416	22 768	22 126
Provision for pensions		344	8 198	5 500
Other provisions		5 160	0	1 087
Total non-current liabilities		390 283	309 526	318 906
Current liabilities				
Liabilities to credit institutions		50 776	90 748	34 631
Derivative instruments		0	30	16
Customer advances		82 679	46 451	53 442
Accounts payable		271 892	337 263	253 516
Lease liabilities		36 758	33 504	38 371
Overdraft facility (Limit 100 000)		24 088	51 746	4 989
Invoice discounting credit		74 190	69 699	64 676
Current tax liabilities		11 461	9 696	8 184
Other current liabilities		47 535	150 719	103 757
Other provisions		8 347	2 447	2 622
Accruals and deferred income		95 515	80 318	79 030
Total current liabilities		703 239	872 621	643 232
» TOTAL EQUITY AND LIABILITIES		1 744 610	1 640 077	1 567 156

Consolidated statement of change in equity (TSEK)

	Attributable to Parent Company shareholders							Total equity
	Note	Share capital	Other contributed capital	Reserves	Retained earnings including profit for the period	Total equity relating to Parent Company shareholders	Non-controlling interest	
Opening balance at 2023-01-01		845	195 271	14 618	212 313	423 048	1 267	424 315
Profit for the period					95 110	95 110	654	95 764
Other comprehensive income				-5 811	-2 457	-8 268	0	-8 268
Total comprehensive income for the period		0	0	-5 811	92 653	86 842	654	87 496
Shareholder transactions								
New share issue		78	96 210			96 288		96 287
Transaction costs related to share issues						0		0
Changed holding of employee share options					423	423		423
Transaction costs for buyout of non-controlling interests					-3 502	-3 502		-3 502
Total shareholder transactions		78	96 210	0	-3 080	93 209	0	93 208
Closing balance at 2023-12-31		923	291 482	8 807	301 886	603 098	1 921	605 019
Opening balance at 2024-01-01		923	291 482	8 807	301 886	603 098	1 921	605 019
Profit for the period					36 535	36 535	253	36 788
Other comprehensive income				9 839	39	9 878	0	9 878
Total comprehensive income for the period		0	0	9 839	36 574	46 413	253	46 666
Shareholder transactions								
Changed holding of employee share options					-21	-21		-21
Transactions with non-controlling interest/New share issue					-574	-574		-574
Shift between majority and minority					110	110	-110	0
Total shareholder transactions		0	0	0	-485	-485	-110	-595
Closing balance at 2024-03-31		923	291 482	18 646	337 975	649 026	2 064	651 090

Consolidated statement of cash flows in summary (TSEK)

	JAN-MAR 2024	JAN-MAR 2023	JAN-DEC 2023
The operating activities			
Profit after financial items	45 222	34 263	115 801
Depreciation of assets	21 149	20 962	84 543
Tax paid	-5 386	-6 547	-29 104
Other non-cash items	-691	-510	-1 267
Cash flow from operating activities before changes in working capital	60 294	48 168	169 973
Cash flow from change in working capital			
Increase/decrease of inventories	37 677	-13 072	10 789
Increase/decrease operating receivables	-47 591	-32 503	29 200
Increase/decrease operating liabilities	-69 857	12 098	-109 068
Total change in working capital	-79 771	-33 477	-69 079
Cash flow from operating activities	-19 477	14 690	100 894
Cash flow from investing activities			
Acquisitions of subsidiaries, net of cash acquired	-3 915	0	0
Acquisitions of tangible and intangible fixed assets	-6 159	-6 251	-44 997
Sales of tangible and intangible fixed assets	0	0	448
Divestment/reduction of financial assets	0	868	0
Cash flow from investing activities	-10 074	-5 383	-44 549
Cash flow from financing activities			
New share issue, net of transaction costs	0	7 675	96 289
Borrowings contracted	26 495	0	0
Amortization of borrowings	-8 784	-15 663	-50 775
Amortization of lease liabilities	-7 351	-7 999	-36 313
Transactions costs non-controlling interest	-595	-1 372	-3 502
Increase/decrease in current financial liabilities	19 099	14 654	-34 345
Cash flow from financing activities	28 864	-2 705	-28 647
Cash flow for the period	-687	6 602	27 698
Cash at the beginning of the period	42 230	14 603	14 603
Cash flow for the period	-687	6 602	27 698
Exchange rate difference in cash	1 008	-2 240	-71
Cash at the end of the period	42 551	18 965	42 230
Cash flow information			
Interest paid	-10 008	-7 988	-45 483
Interest received	4 185	190	2 292

Parent Company income statement in summary (TSEK)

	NOTE	JAN-MAR 2024	JAN-MAR 2023	JAN-DEC 2023
Net sales		8 798	8 051	30 704
Other operating income		1 070	516	2 864
Total		9 868	8 567	33 568
Other external costs		-5 899	-4 169	-20 094
Personnel costs		-4 495	-4 010	-20 098
Other operating expenses		-30	0	-15 532
Total operating expenses		-10 424	-8 179	-55 724
Operating profit		-556	388	-22 156
Profit from participations in Group companies		0	0	14 000
Interest receivable and similar income		5 316	1 671	8 440
Interest expense and similar costs		-1 472	-1 321	-6 914
Total income from financial items		3 844	350	15 526
Profit before tax		3 288	739	-6 631
Appropriations				
Changes in amortization fund		0	0	1 855
Group contributions received		0	0	19 475
Tax on profit for the year		-163	-443	-250
Profit for the period		3 125	296	14 449

In the Parent Company, no items are recognized as other comprehensive income. Therefore, the total comprehensive income is consistent with the profit for the year.

Parent Company balance sheet in summary (TSEK)

ASSETS	NOTE	2024-03-31	2023-03-31	2023-12-31
Fixed assets				
Financial assets				
Participations in Group companies		308 350	305 647	307 777
Receivables from Group companies		94 217	63 221	64 635
Other non-current receivables		3	3	3
Total financial assets		402 570	368 870	372 415
Deferred tax assets		0	6	3
Total fixed assets		402 570	368 877	372 418
Current assets				
Current receivables				
Receivables from Group companies		47 642	66 508	69 030
Derivative instruments		774	0	0
Other current receivables		202	60	606
Prepayments and accrued income		3 692	3 186	1 431
Total current receivables		52 310	69 754	71 067
Cash and bank		0	0	47
Total current assets		52 310	69 754	71 114
» TOTAL ASSETS		454 880	438 631	443 531

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cont'd. Parent Company balance sheet in summary (TSEK)

EQUITY AND LIABILITIES	NOTE	2024-03-31	2023-03-31	2023-12-31
Equity				
Restricted equity				
Share capital		923	856	923
Total restricted equity		923	856	923
Unrestricted equity				
Share premium fund		291 481	202 935	291 481
Retained earnings incl. profit for the period		92 489	74 803	89 385
Total unrestricted equity		383 970	277 738	380 866
Total equity		384 893	278 594	381 789
Tax-free reserves				
		0	1 855	0
		0	1 855	0
Non-current liabilities				
Liabilities to credit institutions		9 220	13 531	9 986
Liabilities to Group companies		0	19 500	0
Deferred tax liabilities		159	0	0
Other non-current liabilities		0	9 380	0
Total non-current liabilities		9 379	42 411	9 986
Current liabilities				
Overdraft facility		50 737	31 208	7 265
Accounts payable		5 026	3 327	2 951
Liabilities to Group companies		381	64 062	27 457
Current tax liabilities		0	155	0
Derivative instruments		0	30	16
Other current liabilities		990	14 294	8 951
Accruals and deferred income		3 476	2 693	5 116
Total current liabilities		60 608	115 770	51 756
» TOTAL EQUITY AND LIABILITIES		454 880	438 630	443 531

Notes

Not 1 - Segment reporting and disclosure of net sales

The Group's chief operating decision maker is the CEO, who assesses the performance of the operating segments based on the type of production.

The operations are monitored from Enedo and the rest of Inission. The CEO monitors performance based on operating profit. The Group's operations are managed and reported on the basis of the following operating segments:

1. Inission - contract manufacturing of electronics and mechanics

Inission is a manufacturing partner with services and products that cover the entire product lifecycle, from development and design to industrialization, volume production, and aftermarket. Inission has production units in Stockholm, Västerås, Borås, Munkfors and Malmö in Sweden, Halden (AXXE AS) and Løkken Verk in Norway, Lohja in Finland and Tallinn and Lagedi in Estonia with a total of 740 employees.

2. Enedo - Power electronics and systems

Enedo is a product company that develops, manufactures, and sells high-quality electronic power supplies and system solutions. Enedo has operations in Finland, Italy, the US, and Tunisia, with a total of 366 employees.

2024-01-01 » 2024-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Revenue per segment	112 714	473 846	-5 500	581 060
Revenue from other segments	0	0	0	0
Revenue from external customers	112 714	473 846	-5 500	581 060
Operating profit	7 027	44 018	0	51 045
Financial items	0	0	0	-5 823
Profit before tax	7 027	44 018	0	45 222
2023-01-01 » 2023-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Revenue per segment	126 200	438 941	0	565 141
Revenue from other segments	0	0	0	0
Revenue from external customers	126 200	438 941	0	565 141
Operating profit	5 766	38 203	0	43 969
Financial items	0	0	0	-9 706
Profit before tax	5 766	38 203	0	34 263
2023-01-01 » 2023-12-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Revenue per segment	519 644	1 675 572	0	2 195 216
Revenue from other segments	0	0	0	0
Revenue from external customers	519 644	1 675 572	0	2 195 216
Operating profit	26 419	132 573	0	158 992
Financial items	0	0	0	-43 192
Profit before tax	26 419	132 573	0	115 800

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Note 1 continued.

SEGMENT ASSETS AND LIABILITIES 2024-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Assets	276 935	1 532 849	-65 174	1 744 610
Liabilities	-276 852	-881 844	65 174	-1 093 522
Total	83	651 005	0	651 088

SEGMENT ASSETS AND LIABILITIES 2023-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Assets	288 772	1 390 263	-38 958	1 640 077
Liabilities	-290 373	-930 731	38 958	-1 182 146
Total	-1 601	459 532	0	457 931

SEGMENT ASSETS AND LIABILITIES 2023-12-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Assets	275 324	1 351 471	-59 639	1 567 156
Liabilities	-278 735	-743 042	59 639	-962 138
Total	-3 411	608 429	0	605 018

Inission AB uses operating profit as a measure of operating segment performance. Interest income and expenses are not allocated to the segments, as this activity is driven by the central financing function, which manages the Group's liquidity.

Sales between segments are made at market prices and are eliminated on consolidation. The amounts provided to the CEO with respect to segment revenue are measured in a manner consistent with the financial statements.

The main revenue streams of the Group are sales of goods. The sales are recognized as revenue when control of the goods is transferred, which occurs when the risk is transferred under the applicable delivery terms. Revenue is thus recognized, in all material respects, at one point in time.

Revenue from external customers by country:

2024-01-01 » 2024-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Sweden	572	206 406	0	206 978
Finland	9 588	72 481	-4 260	77 809
Estonia	338	8 515	-1 240	7 613
Other EU countries	61 061	23 721	0	84 782
Norway	970	149 221	0	150 191
USA	33 965	3 817	0	37 782
Other non-EU countries	13 585	2 320	0	15 904
Total	120 079	466 481	-5 500	581 060

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Note 1 continued.

Revenue from external customers by country:

2023-01-01 » 2023-03-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Sweden	1 948	208 081	0	210 029
Finland	13 347	67 031	0	80 378
Estonia	985	17 277	0	18 262
Other EU countries	58 683	43 410	0	102 093
Norway	873	96 370	0	97 243
USA	20 266	3 369	0	23 635
Other non-EU countries	30 097	3 403	0	33 500
Total	126 200	438 941	0	565 141

Revenue from external customers by country:

2023-01-01 » 2023-12-31	ENEDO	INISSION	ELIMINATIONS	TOTAL
Sweden	8 564	786 100	0	794 664
Finland	52 183	231 617	0	283 800
Estonia	2 481	58 524	0	61 005
Other EU countries	238 800	181 083	0	419 884
Norway	4 541	379 587	0	384 128
USA	122 849	11 788	0	134 637
Other non-EU countries	90 227	26 872	0	117 099
Total	519 644	1 675 572	0	2 195 216

Note 2 - Financial instruments

FAIR VALUE MEASUREMENT AND DISCLOSURE (TSEK)

The table below shows financial instruments measured at fair value based on how they are classified in the fair value hierarchy. The different levels are defined as follows:

(a) Level 1 financial instruments

Quoted prices (unadjusted) in active markets for identical assets or liabilities.

(b) Level 2 financial instruments

Observable data for the asset or liability other than quoted prices included in level 1, either directly (i.e., as price quotes) or indirectly (i.e., derived from price quotes).

(c) Level 3 financial instruments

In cases where one or more significant inputs are not based on observable market data.

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Note 2 continued.

The table below shows Inission's financial assets valued at fair value and the level in the fair value hierarchy at which they are recognized:

2024-03-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		1 110		1 110
Other non-current securities			1 063	1 063
Total	0	1 110	1 063	2 173
2023-03-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		778		778
Other non-current securities			303	303
Total	0	778	303	1 081
2023-12-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		322		322
Other non-current securities			1 078	1 078
Total	0	322	1 078	1 400

The table below shows Inission's financial liabilities measured at fair value and the level in the fair value hierarchy at which they are recognized:

2024-03-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		0		0
Contingent consideration			0	0
Total	0	0	0	0
2023-03-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		30		30
Contingent consideration			6 766	6 766
Total	0	30	6 766	6 796
2023-12-31	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Derivates (Currency and interest hedges)		16		16
Contingent consideration			6 658	6 658
Total	0	16	6 658	6 674

The following tables show the reconciliation of the opening and closing carrying amounts of the contingent considerations and other non-current securities and other non-current receivables valued at level three.

FINANCIAL LIABILITIES, LEVEL THREE	CONTINGENT CONSIDERATION
Carrying amount 2023-12-31	6 658
Additional amount	0
Change recognized in the income statement	0
Amounts paid	-6 658
Carrying amount 2024-03-31	0

FINANCIAL LIABILITIES, LEVEL THREE	CONTINGENT CONSIDERATION
Carrying amount 2022-12-31	1 090
Additional amount	0
Change recognized in the income statement	-787
Amounts paid	-0
Carrying amount 2023-03-31	303

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Note 2 continued.

Level 3 fair value measurement inputs and the valuation process.

Contingent consideration: The fair value of the contingent consideration agreement is based on management's assessment of what is likely to be paid given the terms of the share transfer agreement. Management has determined that 100% of the stated amount will be paid.

FINANCIAL ASSETS, LEVEL THREE	OTHER NON-CURRENT SECURITIES AND NON-CURRENT RECEIVABLES (UNLISTED SHARES)
Carrying amount 2023-12-31	1 078
Additional amount	0
Change recognized in the income statement	-15
Amounts paid	0
Carrying amount 2024-03-31	1 063

Not 3 - Business combinations

BUSINESS COMBINATIONS DURING THE FINANCIAL PERIOD 2024-01-01 » 2024-03-31 (TSEK)

On January 31, 2024, Inission AB, through its wholly owned subsidiary Inission Norge AS, agreed on the acquisition of all shares in the company AXXE AS, of which 50.1% was paid directly. According to the agreement, the price for 50.1% of the shares amounts to 27 MNOK corresponding to EV = 5xEBITDA average for the years 2021 to 2023. The variable and below forecasted purchase price for the remaining 49.9% of the shares are set at the corresponding EV = 6xEBITDA based on AXXE's average results in the years 2024 to 2026. The payment of the shares at the time of entry was financed with a bank loan. The table below summarizes the purchase price paid for AXXE AS as well as the fair value of acquired assets and assumed liabilities.

Purchase price paid

Cash and cash equivalents	26 825
Contingent consideration	45 262
Total purchase price paid	72 087

Recognized amounts of identifiable assets acquired and liabilities assumed

Cash and cash equivalents	22 861
Tangible fixed assets	10 110
Inventory	60 013
Trade and other receivables	25 596
Deferred tax liabilities	0
Accounts payable and other liabilities	-85 847
Total identifiable net assets	32 733

Goodwill	39 354
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Goodwill is mainly attributable to synergies. No part of the recognized goodwill is expected to be tax deductible.

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Note 3 continued.

Revenues and results in acquired operations

The income from AXXE AS included in the group's report on comprehensive income since January 31 amounts to 23,729. AXXE AS contributed a result of -1,039 for the same period.

If the acquisition had been completed on January 1, the consolidated proforma for revenues and earnings as of March 31 shows 37,693 and 100, respectively.

These amounts have been calculated by adding the subsidiary's earnings for January.

Note 4 - Transactions with related parties

(TSEK)

Inission AB is the highest parent company that prepares consolidated accounts. No single party has controlling influence over Inission AB. The companies IFF Konsult AB and FBM Consulting AB, individually, have significant influence in Inission AB are both owned by key persons in a leading position, which is why these companies are related to Inission. In addition to the above mentioned companies, related parties are all subsidiaries within the group as well as key persons in a leading position in the group and their related parties. Transactions take place on market terms.

No transactions with related parties have taken place during the period. In the previous year, there were two shareholder loans from the above mentioned company. They were amortized as of 30/09/2023, then amount to 0, on 31/03/2023 they amounted to 9,380.

About Inission

WHAT

Inission is a total supplier of tailored manufacturing services and products in the field of advanced industrial electronics and mechanics. Our services cover the entire product lifecycle, from development and design to industrialization, volume production and aftermarket services.

Inission has a strong value-driven corporate culture of entrepreneurship and passion, which has resulted in total sales of SEK 2.2 billion with an average of 1 100 employees in 2023. Inission is listed on Nasdaq First North Growth Market with Nordic Certified Adviser AB as certified adviser.

Inission's offer is divided into two business areas: Contract manufacturing of electronic and mechanical products under the Inission brand, and Power electronics and systems under the Enedo brand.

OPERATIONS

- - Inission, Contract manufacturing of electronics and mechanics
- - Enedo, Power electronics and systems

WHY

What makes Inission outstanding is that we know why we do what we do. We have a strong belief that our industry can be changed and improved and that we constantly have to deliver an even higher value to our customers.

To achieve this, we have decided, among other things, never to be content. We have committed ourselves to take the lead and drive the development and we will never allow our commitment to be reduced. Furthermore, we ensure that we don't forget to harness all the positive energy that ultimately benefits business, both ours and our customers'.

In short. Why is crucial. What we do is important, just as how we do things, but we are nothing without remembering why we do it. Join us and discover the difference!





Inission AB (publ) Interim report for the period January-March 2024. Text and graphic form: Inission AB (publ)

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This information is information that Inission AB is obliged to make public according to the EU's market abuse regulation.

The information was submitted, through the care of the above contact person, for publication on May 8, 2024 at 07:00 CET.

Inission AB (org. no. 556747-1890), Lantvärnsgatan 4, 652 21 Karlstad. Reports are filed at:

www.inission.com/investor