INTERIM REPORT Q2
April – June 2020

QUANT™

INTERIM OVERVIEW

All numbers, unless expressly stated, refer to Continuing operations*

April – June

- Net sales for the period decreased by 16.2% to EUR 41.2 (49.1) million. Organically, net sales decreased by 13.1%
- During the quarter, the contract portfolio decreased although one contract was renewed and three contracts were won, but where two contracts were lost or exited. Portfolio run rate annualized net sales at the end of the quarter was EUR 169.2 million, compared to EUR 175.1 million during the first quarter of 2020
- Operating loss amounted to EUR -1.0 million, compared to a loss of EUR -0.8 million prior year
- Adjusted EBITDA decreased to EUR 1.9 million from EUR 3.0 million prior year, excluding the effect of implementation of IFRS 16 Leases. In constant currencies, Adjusted EBITDA was EUR 2.1 million. Adjusted EBITDA with IFRS 16 implementation was EUR 2.9 (4.1) million
- Cash flow from operating activities amounted to EUR 7.5 (1.8) million, of which change in working capital amounted to EUR 6.0 (1.6) million
- Net loss amounted to EUR -3.8 million compared to a loss of EUR -2.8 million prior year
- The Adjusted EBITDA for Discontinued operations was EUR -0.2 (-0.7) million and the net loss was EUR -0.3 (-15.4) million, which is not included in the reported numbers above
- Group net loss for the quarter, including discontinued operations, was EUR -4.1 (-18.2) million

January – June

- Net sales for the period decreased by 13.9% to EUR 84.7 (98.4) million. Organically, net sales decreased by 10.6%
- Operating loss amounted to EUR -2.7 million, down from a loss of EUR -2.2 million prior year
- Adjusted EBITDA decreased to EUR 3.0 million from EUR 6.2 million prior year, excluding the effect of implementation of IFRS 16 Leases. In constant currency Adjusted EBITDA would have been EUR 3.4 million. Currency fluctuations had a significant impact on revaluations of internal receivables and payables, especially in the first quarter, impacting Adjusted EBITDA by EUR -1.9 million (0.2). Adjusted EBITDA with IFRS 16 implementation was EUR 4.9 (8.4) million
- Cash flow from operating activities amounted to EUR 7.1 (2.8) million, of which change in working capital amounted to EUR 5.1 (2.7) million
- Net loss amounted to EUR -13.0 million compared to EUR -5.0 million prior year
- The Adjusted EBITDA for Discontinued operations was EUR -0.8 (-1.1) million and the net loss was EUR -1.1 (-15.5) million, which is not included in the reported numbers above. Group net loss for the year, including discontinued operations, was EUR -14.1 (-20.5) million

	Q2		Jan-Jun		LTM	Jan-Dec
KEUR	2020	2019	2020	2019	Jun 2020	2019
Net sales	41,168	49,126	84,720	98,403	182,920	196,604
Operating profit (loss)	-957	-767	-2,671	-2,160	-1,386	-875
Adjusted EBITDA	1,936	2,975	3,041	6,219	10,844	14,023
Adjusted EBITDA, %	*4.7%*	*6.1%*	*3.6%*	*6.3%*	*5.9%*	*7.1%*
Adjusted EBITDA IFRS 16	2,856	4,082	4,911	8,448	14,807	18,344
Adjusted EBITDA IFRS 16, %	*6.9%*	*8.3%*	*5.8%*	*8.6%*	*8.1%*	*9.3%*
Cash flow from operating activities	7,538	1,821	7,147	2,809	12,742	8,404
Net debt	-	-	120,037	123,891	120,037	121,121
Net debt / Adjusted EBITDA, times	-	-	-	-	11.1	8.6
Net debt / Adjusted EBITDA IFRS 16, times	-	-	-	-	8.5	7
Discontinued operations						
Operating profit (loss)	-318	-15,440	-971	-15,372	-3,113	-17,515
Adjusted EBITDA	-169	-653	-811	-1,141	-1,733	-2,063
Adjusted EBITDA IFRS 16	-148	-	-758	-1,009	-1,600	-1,851

A detailed presentation of the alternative performance measures Adjusted EBITDA, Net Debt and Net Debt /Adjusted EBITDA, together with other measures, is found on page 15.

*As part of the transformation program announced in May 2019, Quant has taken the decision to sell or discontinue operations in a number of countries. Operations in these countries are reported as Discontinued operations, and are reported separately in the income statement, balance sheet and cash flow. Historical comparison periods for the income statement and the cash flow statement have been adjusted accordingly.

CEO COMMENTS

TOMAS RÖNN
CEO
QUANT AB (PUBL)

The coronavirus pandemic continues to affect us all, both privately and at work. At Quant, we have been able to continue to deliver services to our customers as most customers are in key industries which have continued to produce during the pandemic. Our expertise in health and safety has served both our customers and Quant well as we were able to quickly adapt to the new situation. There has been a few coronavirus cases within Quant, luckily none of them serious and all of them recovered.

During the second quarter the impact of the coronavirus pandemic became more visible in our business. In June business activity in Europe, Finland and Baltics, and Rest of World rebounded as the lockdown measures were eased and the effects of the pandemic were less negative. The Americas are still in the midst of the first wave of the pandemic and we are working in close partnerships with our customers to minimize the negative effects of the crisis. For Quant, it has meant that we have had increased costs in the quarter to keep our employees safe and healthy, both when at customer sites and when traveling to and from work. The uncertain times has also led to customers postponing work, which impacted both volume and profitability for upselling and shut-down services work. The main concern for our customers and for us is how quickly the economy will recover as well as the ability to avoid new lockdown measures if a second wave of the pandemic comes. For all our customers, maintenance remains a core activity and as a key partner to them, we strive to jointly find the best solutions to support them through these tough times.

During the second quarter of 2020, we won three contracts and lost two contracts which, together with scope changes in existing contracts and exchange rate effects of negative EUR 4.1 million, made our contract portfolio decline by EUR 5.9 million. The change in existing contracts is mainly due to a more challenging business climate in Chile which has been impacted both by social unrest in the beginning of the year and more recently also by the coronavirus pandemic. As a result of the declining contract portfolio during 2019, we also saw an organic decline in net sales in the quarter.

Earlier in 2020, I initiated a review of our business strategy focused on our ability to drive new sales. The management team is working on tailoring our sales strategy to our regions and we have already started to recruit more salespeople. The pandemic causes prolonged sales cycles in some cases, but in other cases our customers are ready to act quickly to improve production and safety. We continue to see a strong pipeline and interest in our offering.

In summary, I am pleased with how the organization has been coping with the challenges during the pandemic and although we have a decline in our contract portfolio the new sales leads we have created brings me confidence that our offering is strong and highly relevant in these times. With a growing sales pipeline and a stronger sales organization, I am convinced that we will see a growing contract portfolio in the coming quarters.

Tomas Rönn
CEO

SECOND QUARTER OF 2020*

Net sales and profit

Net sales during the quarter decreased to EUR 41.2 million from EUR 49.1 million prior year due to lost sites, and lower sales in the Americas. Organically, i.e. adjusted for acquisitions, non-recurring adjustments and currency, net sales decreased by 13.1% compared to the same quarter last year. The effect from changes in currency rates was -4.9%, while the effect of non-recurring adjustments, related to the harmonized revenue recognition done in Q4 2019, was 1.8%.

For the first six months net sales decreased to EUR 84.7 (98.4) million due to lost sites, and lower sales in the Americas. Organic growth was -10.6%.

Gross profit for the quarter decreased to EUR 5.3 million from EUR 6.7 million prior year mainly due to Covid-17 effects in the Americas.

For the first six months gross profit was EUR 9.5 million, down from EUR 14.5 million last year due to lower profitability and Covid-19 effects in the Americas and currency fluctuations. The large fluctuations in developing market currencies during the first quarter of 2020 had a significant impact on revaluations of internal receivables and payables. These effects impacted gross profit by EUR -1.9 million (0.2). There is no cash flow effect from the revaluations, as they are unrealized gains and losses and are an effect of the setup and internal transactions of the Quant group.

Operating loss for the quarter was EUR -1.0 million, compared to a loss of EUR -0.8 million prior year due to lower gross profit, partly compensated by lower SG&A costs. The decrease in SG&A costs was a result of the transformation program launched last year.

Operating loss for the first six months was EUR -2.7 million, compared to a loss of EUR -2.2 million prior year due to lower gross profit somewhat offset by lower SG&A costs. The lower SG&A costs this year relate to the transformation program launched last year. The SG&A costs in 2019 were also unusually high due to one-off costs in connection with the change of CEO at the beginning of 2019.

Quarterly adjusted EBITDA decreased to EUR 1.9 million from EUR 3.0 million prior year due to lower gross profit partly compensated with lower SG&A costs. In constant currency the adjusted EBITDA was EUR 2.1 million. Quarterly adjusted EBITDA with IFRS 16 was EUR 2.9 (4.1) million. Adjusted EBITDA, excluding the impact from IFRS 16, for the first six months was EUR 3.0 million, down from EUR 6.2 million prior year due to the same reasons. In constant currency the adjusted EBITDA was EUR 3.4 million.

Net financial items for the quarter were EUR -3.3 million, in line with previous year, and primarily comprised of interest expense on borrowings.

For the first six months net financial items amounted to EUR -11.1 (-4.3) million and were negatively affected by foreign exchange rate fluctuations in the first quarter.

Net loss in the quarter amounted to EUR -3.8 million compared to EUR -2.8 million prior year due to higher operating loss. Net loss for the first six months amounted to EUR -13.0 million compared to a loss of EUR -5.0 million prior year due to the same reasons, as well as foreign exchange losses in the first quarter.

The Adjusted EBITDA for discontinued operations was EUR -0.2 (-0.7) million in the quarter and for the first six months the Adjusted EBITDA was EUR -0.8 (-1.1) million. For discontinued operations, the net loss in the quarter was EUR -0.3 (-15.4) million and for the first six months the net loss was EUR -1.1 (-15.5) million. The significant net loss for discontinued operations in the second quarter last year was due to a write down of intangible assets.

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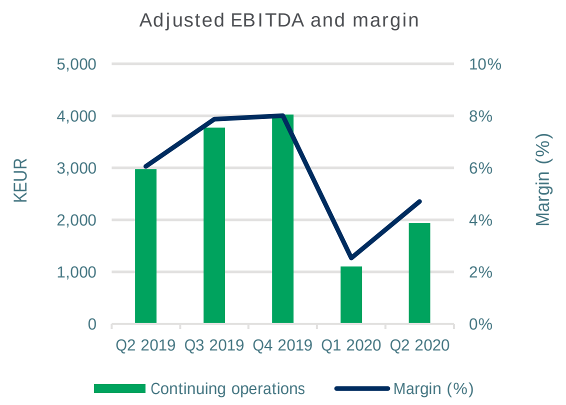


Cash flow

Cash flow from operating activities for the quarter amounted to EUR 7.5 (1.8) million. Change in net working capital was EUR 6.0 (1.6) million for the quarter, due to a significant amount of collected receivables while payables also increased somewhat. Cash flow from change in loans was zero, compared to EUR -1.0 million previous year.

Cash flow from operating activities for the first six months amounted to EUR 7.1 (2.8) million. Change in working capital was EUR 5.1 (2.7) million and was positively impacted by the collection of trade receivables.

For the total Group, including both continuing and discontinued operations, total cash flow for the quarter was EUR 6.4 million (-0.6). At 30 June 2020 the amount drawn on the revolving working capital facility amounted to EUR 16.0 (12.0) million.

For the total Group, cash flow for the first six months was EUR 13.9 (-7.0). The first six months of 2020 was positively impacted by the increase in working capital facility of EUR 9 million, as well as cash flow from operating activities of EUR 7 million, while during the same period in 2019 discontinued operations were affected negatively by large payments to suppliers at the beginning of the year, as well as year-end timing effects of customer payments.

*As part of the transformation program announced in May 2019, Quant has taken the decision to sell or discontinue operations in a number of countries. Operations in these countries are reported as Discontinued operations, and are reported separately in the income statement, balance sheet and cash flow. Historical comparison periods for the income statement and the cash flow statement have been adjusted accordingly. All numbers, unless expressly stated, refer to Continuing operations.

Contract portfolio

Quant currently has 89 operational sites worldwide. A standard contract has a duration of three to five years, usually with extension possibilities after the initial period. In outsourced maintenance, changes to the contract portfolio is a natural part of doing business, as contracts are won and lost. New contract wins and losses of existing contracts do not coincide in the short term, whereby it is necessary to consider the long-term trend. Contracts with annualized net sales of EUR 45.6 million are scheduled for renewal during the next twelve months.

During the second quarter three new contracts were won with annualized net sales of EUR 2.2 million, two contracts were lost or exited with annualized net sales of EUR 4.0 million and one contract was renewed with the same scope. The combined effect of these changes, including scope changes in existing contracts and exchange rate effects of EUR -4.1 million, amount to a decrease in the contract portfolio annualized net sales of EUR 5.9 million to end of quarter annualized run rate of EUR 169.2 million, compared to 175.1 at the end of the first quarter.

During the first six months of 2020 three new customer contracts with annualized net sales of EUR 2.2 million were won, five contracts were renewed with decreased scope of EUR 2.1 million and nine contracts were lost or exited with annualized net sales of EUR 13.8 million. The combined effect of these changes, including contracted scope changes and exchange rate effects of EUR -4.1 million, amount to a decrease in the contract portfolio annualized net sales of EUR 17.8 million to end of period annualized run rate of EUR 169.2 (186.6) million.

Financial position

Interest-bearing liabilities after deduction of financing costs, and excluding lease liabilities, amounted to EUR 146.7 (136.7) million. Net debt excluding the impact of IFRS 16 implementation amounted to EUR 120.0 (123.9) million, whereas Net debt with IFRS 16 effects included (Net Debt IFRS 16) amounted to EUR 125.9 (133.2) million (see separate table for calculation of Net debt and other Alternative Performance Measures).

In the first quarter a EUR 9 million draw on the revolving working capital facility was made. Given the uncertainties brought by the coronavirus pandemic to general business and the financial markets during the first quarter, the decision was taken to secure significant liquidity as a precaution. With EUR 26.6 million (EUR 12.8 million) in cash and bank at the end of the second quarter the Group has a good liquidity position.

Items affecting comparability

Items affecting comparability includes events and transactions with significant effects, which are affecting the possibility to accurately compare income for the current period with previous periods, including:

- Restructuring initiatives
- Costs related to M&A
- Significant impairment
- Other major non-recurring income or costs

Items affecting comparability are recorded as non-recurring items, which amounted to EUR 0.5 (1.8) million for the Group in the quarter, of which EUR 0.1 (0.9) million was related to discontinued operations. Of the EUR 0.5 million non-recurring items, EUR 0.5 million, was related to restructuring costs for the Group’s transformation program, of which EUR 0.1 million are related to discontinued operations.

Year to date EUR 0.8 (2.9) million has been recorded as non-recurring items, of which EUR 0.2 (0.3) million was related to discontinued operations. Of the EUR 0.8 million non-recurring items, EUR 0.7 million, was related to restructuring costs for the Group’s transformation program, of which EUR 0.2 million was related to discontinued operations.

Parent company and ownership

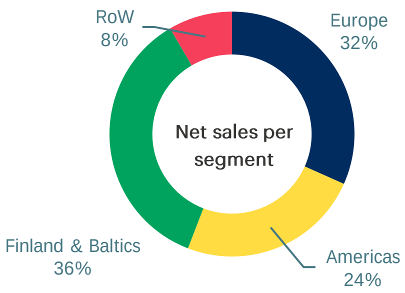
Quant AB offers headquarter functions for the group and includes group management as well as group-wide functions. Cash and cash equivalents at the end of the period amounted to EUR 11.5 (0.2) million. Quant AB is owned by Cidron FS Holding AB. The group's parent company is Cidron FS Top Holding AB, which owns 100% of the shares in Cidron FS Holding AB. The ultimate beneficial owner of Cidron FS Top Holding AB is Nordic Capital Fund VIII.

SEGMENTS

Quant's customer contracts consist of providing maintenance outsourcing services, and as such net sales is recognized over time as the services are performed.

Quant is organized in a geographic setup, which is reflected in the reporting of financials in four geographic segments. The reporting segment Other refers primarily to costs for headquarters functions that have not been operationally allocated to the geographic segments and eliminations. Assets held for sale and discontinued are reported separately as Discontinued operations.

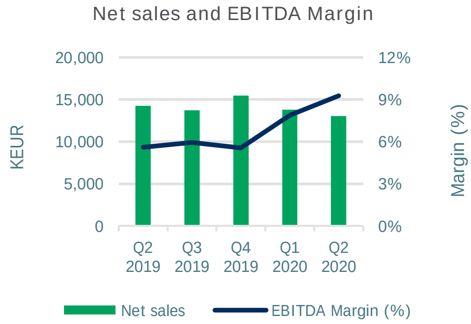
The segment reporting reflects the organizational structure as of January 2020.



Europe

Net sales in the quarter decreased to EUR 13.0 million, from EUR 14.3 million prior year, mainly due to one lost contract. This contract was large in terms of revenue but with low profitability. For the first six months net sales decreased to EUR 26.8 million, from EUR 28.5 million, due to the same reason.

Adjusted EBITDA for the quarter was EUR 1.2 million, up from EUR 0.8 million prior year mainly due to lower overhead costs as an effect of the transformation program but the performance in existing contracts also improved slightly. For the first six months Adjusted EBITDA was EUR 2.3 million, up from EUR 1.2 million, due to the same reasons and new sites.

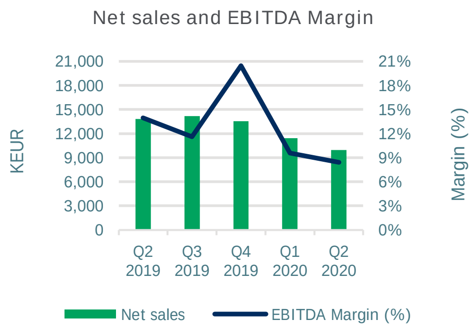


KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net sales	13,040	14,256	26,841	28,494	57,717
Operating profit (loss)	1,090	385	2,106	731	2,127
Adjusted EBITDA	1,209	799	2,296	1,214	2,893
Adjusted EBITDA %	*9.3%*	*5.6%*	*8.6%*	*4.3%*	*5.0%*

Americas

Net sales in the quarter decreased to EUR 10.0 million, from EUR 13.8 million due to a lost contract in Brazil and lower revenue for certain contracts in Chile. For the first six months net sales decreased to EUR 21.4 million, from EUR 27.6 million, due to the same reasons.

Adjusted EBITDA in the quarter was EUR 0.8 million, down from EUR 1.9 million prior year due to decreased profitability in Chile connected to the lower revenue and due to Covid-19 effects. This was partly compensated with better profitability in Brazil as well as lower overhead costs due to the transformation program. For the first six months Adjusted EBITDA was EUR 1.9 million, down from EUR 3.4 million, due to the same reasons.

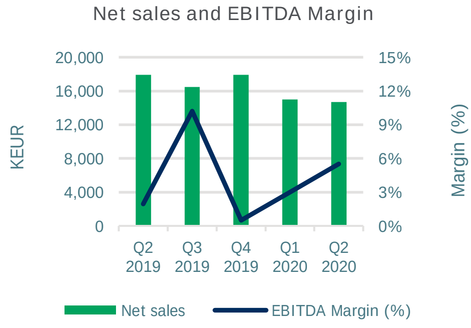


KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net sales	9,953	13,803	21,375	27,551	55,280
Operating profit (loss)	701	1,521	1,648	2,823	6,932
Adjusted EBITDA	835	1,924	1,930	3,398	7,812
Adjusted EBITDA %	*8.4%*	*13.9%*	*9.0%*	*12.3%*	*14.1%*

Finland & Baltics

Net sales in the quarter decreased to EUR 14.7 million, from EUR 17.9 million due to lost contracts and low revenue in the field service business in Finland, partly compensated with revenues from a new contract. For the first six months net sales decreased to EUR 29.7 million, from EUR 35.0 million, due to the same reasons.

Adjusted EBITDA in the quarter was EUR 0.8 million, up from EUR 0.4 million due to lower overhead costs as a result of the transformation program. Lower gross profit due to lost sites was compensated with increased profitability in existing contracts. For the first six months Adjusted EBITDA was EUR 1.3 million, up from EUR 0.6 million, due to the same reasons.

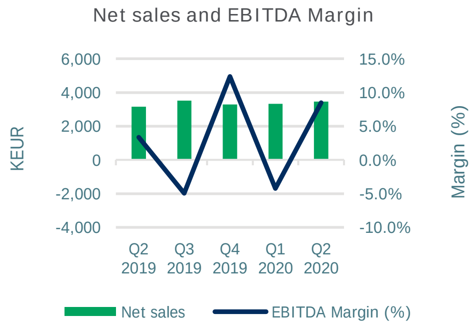


KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net sales	14,704	17,913	29,697	35,001	69,427
Operating profit (loss)	566	128	882	79	987
Adjusted EBITDA	811	350	1,261	639	2,415
Adjusted EBITDA %	*5.5%*	*2.0%*	*4.2%*	*1.8%*	*3.5%*

Rest of the world

Net sales in the quarter increased to EUR 3.5, from EUR 3.2 million due to higher revenues in UAE. For the first six months net sales decreased to EUR 6.8 million, from EUR 7.4 million, due to terminated contracts.

Adjusted EBITDA was EUR 0.3 million, up from EUR 0.1 million last year due to increased performance in UAE. For the first six months Adjusted EBITDA was EUR 0.2 million, down from EUR 0.7 million. The low result this year was due to cost provisions in the first quarter in connection with a lost site in China, partly compensated with lower overhead costs due to the transformation program, whereas last year was positively impacted by a reimbursement of costs from an earlier contract termination.



KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net sales	3,472	3,154	6,805	7,358	14,179
Operating profit (loss)	266	49	95	466	481
Adjusted EBITDA	295	106	154	710	946
Adjusted EBITDA %	*8.5%*	*3.4%*	*2.3%*	*9.6%*	*6.7%*

SEGMENT OVERVIEW

Net sales

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	LTM Jun 2020	Jan-Dec 2019
Europe	13,040	14,256	26,841	28,494	56,065	57,717
Americas	9,953	13,803	21,375	27,551	49,105	55,280
Finland & Baltics	14,704	17,913	29,697	35,001	64,124	69,427
Rest of world	3,472	3,154	6,805	7,358	13,626	14,179
Other	-	-	-	-	-	-
Group (continuing operations)	41,168	49,126	84,720	98,403	182,920	196,604

Operating profit (loss)

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	LTM Jun 2020	Jan-Dec 2019
Europe	1,090	385	2,106	731	3,502	2,127
Americas	701	1,521	1,648	2,823	5,757	6,932
Finland & Baltics	566	128	882	79	1,790	987
Rest of world	266	49	95	466	110	481
Other	-3,579	-2,851	-7,400	-6,259	-12,545	-11,403
Group (continuing operations)	-957	-767	-2,671	-2,160	-1,386	-875

Adjusted EBITDA

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	LTM Jun 2020	Jan-Dec 2019
Europe	1,209	799	2,296	1,214	3,975	2,893
Americas	835	1,924	1,930	3,398	6,344	7,812
Finland & Baltics	811	350	1,261	639	3,036	2,415
Rest of world	295	106	154	710	391	946
Other	-1,214	-204	-2,601	258	-2,902	-43
Group (continuing operations)	1,936	2,975	3,041	6,219	10,844	14,023
Group, %	*4.7%*	*6.1%*	*3.6%*	*6.3%*	*5.9%*	*7.1%*
Adjusted EBITDA IFRS 16 (continuing operations)	2,856	4,082	4,911	8,448	14,807	18,344
Adjusted EBITDA IFRS 16 (continuing operations) %	*6.9%*	*8.3%*	*5.8%*	*8.6%*	*8.1%*	*9.3%*

RESTATED 2019 SEGMENT FINANCIALS

On January 1st, a new organizational structure was launched for Quant, with Finland and Baltics merged and split out as a separate region, and Scandinavia merging with the rest of the European countries forming a new region Europe. The segment reporting has been updated to reflect the new organizational structure, and the restated 2019 quarterly numbers are shown below:

Net sales

	2019			
KEUR	Q1	Q2	Q3	Q4
Europe	14,238	14,256	13,744	15,480
Americas	13,748	13,803	14,176	13,554
Finland & Baltics	17,088	17,913	16,490	17,936
Rest of world	4,204	3,154	3,518	3,303
Other	-	-	-	-
Group (continuing operations)	49,278	49,126	47,927	50,273

Operating profit

	2019			
KEUR	Q1	Q2	Q3	Q4
Europe	345	385	642	754
Americas	1,301	1,521	1,472	2,638
Finland & Baltics	-49	128	1,517	-609
Rest of world	417	49	-363	379
Other	-3,407	-2,851	-2,781	-2,364
Group (continuing operations)	-1,393	-767	487	797

Adjusted EBITDA

	2019			
KEUR	Q1	Q2	Q3	Q4
Europe	415	799	817	862
Americas	1,474	1,924	1,643	2,772
Finland & Baltics	290	350	1,684	92
Rest of world	603	106	-173	409
Other	462	-204	-194	-108
Group (continuing operations)	3,244	2,975	3,777	4,027
Group, %	*6.6%*	*6.1%*	*7.9%*	*8.0%*

SIGNATURE PAGE

Stockholm, August 31, 2020

Mikael Norin Chairman of the Board	Per Hallius Board member	Olof Faxander Board member
Casper Lerche Board member	Henrik Sandréus Board member	Jörgen Bergqvist Board member
	Tomas Rönn CEO	

The report has not been subject to review by the Company's auditors.

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Financial Calendar

Interim report Q3 July – September 2020: November 30, 2020
Interim report Q4 October – December 2020: February 26, 2021
Annual report 2020: April 30, 2021

QUANT

CONSOLIDATED ACCOUNTS

Condensed Consolidated Income Statement

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Continuing operations					
Net sales	41,168	49,126	84,720	98,403	196,604
Cost of sales	-35,895	-42,385	-75,205	-83,858	-166,903
Gross profit	5,273	6,741	9,514	14,545	29,701
Research and development costs	-75	-108	-149	-233	-397
Selling expenses	-556	-701	-1,256	-1,502	-2,902
General and administration expenses	-5,598	-6,889	-10,785	-15,161	-27,424
Other operating items	-0	190	5	190	147
Operating profit (loss)	-957	-767	-2,671	-2,160	-875
Net financial items	-3,258	-3,284	-11,148	-4,292	-9,033
Profit (loss) before tax	-4,215	-4,051	-13,819	-6,452	-9,908
Tax	431	1,242	857	1,434	2,786
Net profit (loss)	-3,784	-2,809	-12,961	-5,018	-7,123
Discontinued operations					
Net sales	208	2,801	546	6,161	8,049
Operating profit (loss)	-318	-15,440	-971	-15,372	-17,515
Profit (loss) before tax	-320	-15,522	-982	-15,653	-17,015
Net profit (loss)	-324	-15,364	-1,145	-15,496	-17,350
Group total					
Net sales	41,376	51,927	85,265	104,564	204,653
Operating profit (loss)	-1,275	-16,207	-3,641	-17,532	-18,390
Profit (loss) before tax	-4,534	-19,573	-14,801	-22,104	-26,923
Net profit (loss)	-4,108	-18,172	-14,107	-20,514	-24,473

Condensed Consolidated Statement of Comprehensive income

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net profit (loss)	-4,108	-18,172	-14,107	-20,514	-24,473
Other comprehensive income					
Translations differences pertaining to foreign operations	1,140	-257	3,975	-604	-3,609
Items that will be reclassified to profit or loss	1,140	-257	3,975	-604	-3,609
Revaluation of defined benefit plans	-354	0	-25	2	-89
Tax pertaining to items that will not be reallocated to profit/loss	66	-	5	-	18
Items that will not be reclassified to profit or loss	-288	0	-20	2	-71
Other comprehensive income	852	-257	3,954	-603	-3,680
Total comprehensive income	-3,256	-18,430	-10,152	-21,117	-28,153

Condensed Consolidated Statement of Changes in Equity

KEUR	30 Jun 2020	30 Jun 2019	31 Dec 2019
Opening Shareholder's equity	-17,474	10,680	10,680
Net income/loss for the period	-14,107	-20,514	-24,473
Other comprehensivie income	3,954	-603	-3,681
Total comprehensive income	-10,152	-21,117	-28,153
Closing Shareholder's equity	-27,626	-10,437	-17,474

Condensed Consolidated Statement of Financial Position

KEUR	30 Jun 2020	30 Jun 2019	31 Dec 2019
Non-current assets			
Intangible fixed assets	106,476	118,625	112,643
Tangible fixed assets	1,802	2,846	2,266
Right of use assets	5,631	9,251	6,925
Financial fixed assets	2,111	6,293	2,087
Total non-current assets	116,020	137,014	123,921
Current assets			
Inventories	2,036	2,010	1,657
Current receivables	32,487	46,943	42,242
Cash and bank	26,628	12,804	13,190
Assets held for sale	451	5,460	1,960
Total current assets	61,602	67,216	59,050
Total assets	177,622	204,230	182,971
Equity	-27,626	-10,437	-17,474
Non-current liabilities			
Long term borrowings	126,553	120,827	123,267
Provisions for pensions and similar obligations	3,826	3,277	3,597
Provisions for taxes	6,498	9,689	7,755
Leasing liabilities	3,043	5,247	3,764
Other non interest bearing liabilities, external	-	-	-
Total non-current liabilitites	139,920	139,039	138,383
Current liabilities			
Accounts payable, trade	9,807	12,458	13,593
Short term borrowings	20,113	15,867	11,045
Leasing liabilities	2,822	4,062	3,360
Other provisions	902	313	775
Other current liabilities	30,649	37,402	30,891
Liabilities related to assets held for sale	1,035	5,527	2,396
Total current liabilities	65,328	75,628	62,061
Total Liabilities	205,248	214,667	200,444
Total Liabilities and Equity	177,622	204,230	182,971

QUANT

Condensed Consolidated Cashflow Statement

	Q2		Jan-Jun		Jan-Dec
KEUR	2020	2019	2020	2019	2019
Continuing operations					
Profit (loss) after financial items	-4,215	-4,051	-13,819	-6,452	-9,908
Adjustments for non-cash items					
Reversal of depreciation & amortization	2,643	3,013	5,352	6,097	11,918
Reversal of depreciation Right of Use Assets	792	970	1,611	1,953	3,782
Change in provisions	665	5	353	0	722
Other	1,536	698	9,045	-955	-97
Total items not affecting cash	5,637	4,686	16,361	7,094	16,325
Taxes paid	95	-388	-522	-557	-1,714
Working Capital					
Change in inventories	-116	92	-379	1,218	1,570
Change in receivables	5,256	-2,931	7,129	-1,693	1,861
Change in liabilities	881	4,414	-1,623	3,199	270
Cash flow from working capital	6,021	1,574	5,127	2,723	3,701
CASH FLOW FROM OPERATING ACTIVITIES	7,538	1,821	7,147	2,809	8,404
Investing activities					
Change in subsidiaries	-0	0	-	0	-0
Change in intangible assets	-	-2	-	-2	-60
Change in tangible assets	-9	-203	-240	-382	-555
Change in financial fixed assets	-25	-39	-78	-67	4,312
CASH FLOW FROM INVESTING ACTIVITIES	-34	-245	-318	-452	3,697
Financing activities					
Change in loans	0	-1,000	9,000	1,000	-4,000
Change in financial leases	-790	-834	-1,013	-1,828	-3,830
CASH FLOW FROM FINANCING ACTIVITIES	-790	-1,834	7,987	-828	-7,830
TOTAL CASH FLOW FROM CONTINUING OPERATIONS	6,714	-257	14,817	1,530	4,271
Discontinued operations					
Cash flow from operating activities	-292	-133	-913	-8,291	-10,299
Cash flow from investing activities	-	0	-	66	131
Cash flow from financing activities	-19	-198	-49	-257	-545
TOTAL CASH FLOW FROM DISCONTINUED OPERATIONS	-311	-331	-962	-8,482	-10,714
Group					
Cash flow from operating activities	7,245	1,688	6,234	-5,482	-1,895
Cash flow from investing activities	-34	-245	-318	-385	3,828
Cash flow from financing activities	-809	-2,032	7,939	-1,085	-8,375
CASH FLOW FOR THE PERIOD	6,403	-588	13,855	-6,952	-6,443
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD	20,220	13,585	13,190	19,735	19,735
Cash flow for the period	6,403	-588	13,855	-6,952	-6,443
Exchange rate effects	6	-193	-417	21	-101
CASH & CASH EQUIVALENTS AT END OF PERIOD	26,628	12,804	26,628	12,804	13,190

PARENT COMPANY

Condensed Parent Company Income Statement

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net sales	2,551	3,725	5,369	7,877	14,522
Cost of sales	-498	-758	-1,247	-1,669	-3,334
Gross profit	2,053	2,967	4,122	6,208	11,188
Research and development costs	-57	-77	-99	-167	-284
Selling expenses	-133	-141	-280	-316	-581
General and administration expenses	-1,646	-1,656	-2,424	-4,546	-8,126
Other operating items	-99	-58	-574	20	-41
Operating profit (loss)	118	1,036	745	1,199	2,157
Interest income	1,075	1,727	2,229	3,532	1,732
Interest expenses	-2,935	-2,729	-6,346	-4,817	-10,392
Other financial items	-100	-124	-197	-201	-14,894
Foreign exchange gains/losses	-585	-1,036	-3,567	-672	-11
Net financial items	-2,545	-2,162	-7,881	-2,158	-23,565
Profit (loss) before tax	-2,427	-1,126	-7,136	-959	-21,409
Tax	-42	-	-89	-	-359
Net profit (loss)	-2,469	-1,126	-7,225	-959	-21,768
Net profit (loss)	-2,469	-1,126	-7,225	-959	-21,768

Condensed Parent Company Statement of Comprehensive Income

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019
Net profit (loss)	-2,469	-1,126	-7,225	-959	-21,768
Total comprehensive income	-2,469	-1,126	-7,225	-959	-21,768

Condensed Parent Company Statement of Financial Position

KEUR	30 Jun 2020	30 Jun 2019	31 Dec 2019
Intangible fixed assets	2	27	5
Tangible fixed assets	754	789	836
Financial fixed assets	101,824	106,782	101,757
Total non-current assets	102,581	107,598	102,599
Inventories	-	-	-
Current receivables	110,156	130,293	112,827
Cash and bank	11,499	201	769
Total current assets	121,656	130,494	113,595
Total assets	224,236	238,091	216,194
Equity	60,586	88,623	67,811
Long term borrowings	126,553	120,827	123,267
Provisions for pensions and similar obligations	668	518	585
Deferred tax liability	-	-	-
Other non interest bearing liabilities, external	556	582	618
Total non-current liabilitites	127,777	121,926	124,469
Accounts payable, trade	1,154	158	506
Short term borrowings	20,113	15,867	11,045
Other provisions	-	-	-
Other current liabilities	14,607	11,517	12,362
Total current liabilities	35,873	27,542	23,914
Total Liabilities	163,650	149,468	148,383
Total Liabilities and Equity	224,236	238,091	216,194

ALTERNATIVE PERFORMANCE MEASURES

Quant uses certain alternative performance measures (APMs) not defined in the rules for financial reporting adopted by Quant. APMs, i.e. performance measures not based on financial statements standards, provide meaningful supplemental information by excluding items that may not be indicative of the operating result or cash flows of Quant. Alternative performance measures enhance comparability from period to period and are frequently used by analysts, investors and other parties. These APMs, as defined, cannot be fully compared with other companies' APMs and should not be considered as a substitute for measures of performance in accordance with IFRS.

Alternative Performance Measure	Definition	Reason for use
EBITDA	Earnings before interest, tax, depreciation and amortization, and before write-down of intangible and tangible assets.	Shows the operational profitability that the business primarily can affect
Adjusted EBITDA	EBITDA excluding items affecting comparability (non-recurring items) and the effect of IFRS 16 Leases	Related to the underlying performance and cash generation ability of the business
Adjusted EBITDA Margin	Adjusted EBITDA as a percentage of Net Sales	Enables comparability of underlying profitability for different size segments
Adjusted EBITDA IFRS 16	EBITDA excluding items affecting comparability (non-recurring items), but including the effect of IFRS 16 Leases, with expenses related to leases in Depreciation and Interest cost	Related to the underlying performance and cash generation ability of the business, aligned with updated IFRS standards
Net debt	Interest-bearing liabilities, excluding lease liabilities, less cash and cash equivalents	Indicates how much debt the group has net of cash and is an important measure for bond holders
Net debt IFRS 16	Interest-bearing liabilities, including lease liabilities, less cash and cash equivalents	Indicates how much debt the group has net of cash, with lease liabilities recorded as debt in accordance with IFRS 16, aligned with adjusted EBITDA IFRS 16
Net debt/adjusted EBITDA / Net Debt / Adjusted EBITDA IFRS 16	Net debt in relation to adjusted EBITDA / Net debt IFRS 16 in relation to adjusted EBITDA IFRS 16	Shows the ability to service debt, an important measure for bond holders, both without and with application of IFRS 16
Growth excluding structural and other non-recurring adjustments	Growth excluding structural changes and other non-recurring adjustments shows the change in net sales, excluding changes related to acquisitions, divestments, and other non-recurring adjustments, such as accounting related changes	Shows the actual growth, including currency effects, of the business
Organic growth	Organic growth refers to growth in net sales excluding (i) growth related to acquisitions and divestments and other non-recurring adjustments and (ii) growth related to fluctuations in currency exchange rates	Shows the actual growth of the business, excluding currency effects
Local currency/constant currencies	Excludes the impact of changes in exchange rates when translating net sales and profits of entities with reporting currencies other than Euro, to the group currency Euro	Shows growth excluding currency effects
Contract Portfolio	The annualized net sales of current customer contracts, adjusted for (i) signed new contracts, included at date of contract signing, irrespective of start date; (ii) terminated contracts, excluded at date of formal notification, irrespective of end date; (iii) changes formally agreed with the customers of existing contracts, included at date of agreement. This includes changes due to renewals of contracts or other reasons	Shows current recurring annual net sales adjusted for short- and medium-term changes
Items affecting comparability/non-recurring items	Items affecting comparability are of a one-off, non-recurring, non-operational, extraordinary, unusual or exceptional nature (including restructuring expenditures).	Shows the value of items which affect the comparability of Quant's result and profitability between periods

RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

KEUR	Q2 2020	Q2 2019	Jan-Jun 2020	Jan-Jun 2019	LTM Jun 2020	Jan-Dec 2019
Continuing operations						
Operating profit (loss)	-957	-767	-2,671	-2,160	-1,386	-875
Depreciation & amortization	3,435	3,983	6,963	8,050	14,551	15,638
Non recurring items	377	866	619	2,559	1,579	3,519
Reversal of Write-down intangible assets	-	-	-	-	-	-
Reversal of Write-down tangible assets	-	-	-	-	63	63
Adjusted EBITDA IFRS 16	2,856	4,082	4,911	8,448	14,807	18,344
Effect from IFRS 16	-920	-1,107	-1,870	-2,229	-3,962	-4,321
Adjusted EBITDA	1,936	2,975	3,041	6,219	10,844	14,023
Net sales	41,168	49,126	84,720	98,403	182,920	196,604
Adjusted EBITDA margin	4.7%	6.1%	3.6%	6.3%	5.9%	7.1%
					-	
Discontinued operations					-	
Operating profit (loss)	-318	-15,440	-971	-15,372	-3,113	-17,515
Depreciation & amortization	20	73	53	151	153	252
Non recurring items	150	909	160	344	1,472	1,655
Reversal of Write-down intangible assets	-	13,739	-	13,739	-97	13,642
Reversal of Write-down tangible assets	-	130	0	130	-15	115
Adjusted EBITDA IFRS 16	-148	-589	-758	-1,009	-1,600	-1,851
Effect from IFRS 16	-22	-63	-53	-132	-133	-212
Adjusted EBITDA	-169	-653	-811	-1,141	-1,733	-2,063
Net sales	208	2,801	546	6,161	2,433	8,049
Adjusted EBITDA margin	-81.4%	-23.3%	-149%	-18.5%	-71.2%	-25.6%
					-	
Group total					-	
Operating profit (loss)	-1,275	-16,207	-3,641	-17,532	-4,499	-18,390
Depreciation & amortization	3,456	4,056	7,015	8,201	14,704	15,889
Non recurring items	527	1,775	780	2,902	3,051	5,174
Reversal of Write-down intangible assets	-	13,739	-	13,739	-97	13,642
Reversal of Write-down tangible assets	-	130	0	130	48	177
Adjusted EBITDA IFRS 16	2,708	3,493	4,153	7,439	13,207	16,493
Effect from IFRS 16	-941	-1,171	-1,924	-2,361	-4,096	-4,533
Adjusted EBITDA	1,767	2,322	2,230	5,078	9,112	11,960
Net sales	41,376	51,927	85,265	104,564	185,353	204,653
Adjusted EBITDA margin	4.3%	4.5%	2.6%	4.9%	4.9%	5.8%

KEUR	30 Jun 2020	30 Jun 2019	LTM Jun 2020	Jan-Dec 2019
Net Debt				
Cash and bank	26,628	12,804	26,628	13,190
Financial assets	26,628	12,804	26,628	13,190
Long term borrowings	126,553	120,827	126,553	123,267
Short term borrowings	20,113	15,867	20,113	11,045
Adjusted financial liabilities	146,666	136,694	146,666	134,311
Net Debt	120,037	123,891	120,037	121,121
Lease liabilities	5,865	9,308	5,865	7,125
Net Debt IFRS 16	125,902	133,199	125,902	128,246
Net Debt	-	-	120,037	121,121
Adjusted EBITDA Continued operations	-	-	10,844	14,023
Net Debt / Adjusted EBITDA, times	-	-	11.1	8.6
Net Debt IFRS 16	-	-	125,902	128,246
Adjusted EBITDA IFRS 16 Continued operations	-	-	14,807	18,344
Net Debt IFRS 16/ Adjusted EBITDA IFRS 16, times			8.5	7

KEUR	Q2 2020	Jan-Jun 2020
Changes in net sales		
Net sales	41,168	84,720
Net sales in comparative period of previous year	49,126	98,403
Net sales, change	-7,958	-13,684
Minus: Structural changes and other non-recurring adjustments	-895	-895
Plus: Changes in exchange rates	2,397	4,101
Organic Growth	-6,455	-10,478
Structural changes and other Non-recurring adjustments, %	1.8%	0.9%
Organic Growth, %	-13.1%	-10.6%
Net sales	41,168	84,720
Plus: Changes in exchange rates	2,397	4,101
Net sales in constant currency	43,565	88,820
Adjusted EBITDA	1,936	3,041
Plus: Changes in exchange rates	206	353
Adjusted EBTIDA in constant currency	2,143	3,394

NOTES

Accounting principles

This interim report has been prepared under International Financial Reporting Standards (IFRS), in accordance with IAS 34 Interim Financial Reporting. The accounting policies and methods of calculation used in the preparation of the latest annual report have been applied, with the exception of new and amended standards and interpretations effective on 1 January 2020.

The interim report for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Securities Market Act, which is in compliance with RFR 2 Accounting for Legal Entities, issued by the Swedish Financial Reporting Board.

New or revised IFRS standard that came into force in 2020 did not have any material impact on the Group's financial reporting.

Transactions with related parties

There have been no transactions between Quant and related parties that have significantly affected the Company's position and results during the period.

Employees

The number of FTEs for the quarter was 2,352 compared to 2,452 during the first quarter of 2020. The number of employees at 30 June 2020 was 2,309 compared to 2,419 at 31 March 2020.

Risks and uncertainties

The significant risks and uncertainties to which the Quant Group is exposed include global economic and market risks, operational risks, technology risks, and disputes and litigation risks. Through its operations, Quant is exposed to a number of different financial risks: market risk (primarily currency risk and interest rate risk), financing risk, credit risk and liquidity risk. Financial risks arise when refinancing and credit risks as well as changes in interest rates and exchange rates affect the group's earnings, cash flow and value.

A full description of the risks to which the Group is exposed can be found in Quant's Annual report 2019. No significant changes in risks have arisen since then apart from the developing Covid-19 situation.

Covid-19 risks

The global Covid-19 pandemic continues, resulting in continued global economic uncertainty. However, the risk impact on the Quant Group remains unchanged and is the same as described in Quant's Annual report 2019.

Fair value of financial instruments

Financial instruments measured at fair value in the balance sheet relate to currency swaps. These are measured using valuation techniques that only use observable market inputs at level two according to the framework for fair value measurement.

For borrowing, there is no material difference between the carrying amount and fair value, as the Group's borrowings are at variable interest rates. Nor does the Group have any other off-balance sheet financial assets or liabilities.

Events after the reporting period

No significant events have occurred after the reporting period.

Quant is a global leader in industrial maintenance.

For over 30 years, we have been realizing the full potential of maintenance for our customers.

From embedding superior safety practices and building a true maintenance culture, to optimizing maintenance cost and improving plant performance, our people make the difference.

We are passionate about maintenance and proud of ensuring we achieve our customers' goals in the most professional way.