

Interim Report 2018/19 Q1

1 April – 30 June 2018

- Net revenue increased by 19 percent to MSEK 948 (794).
- Operating profit (EBITA) increased by 13 percent to MSEK 113 (100), equivalent to an operating margin of 11.9 percent (12.6).
- Profit before financial items amounted to MSEK 96 (87), equivalent to an EBIT margin of 10.1 percent (11.0).
- Profit after financial items increased by 12 percent to MSEK 92 (82).
- Profit after taxes increased by 17 percent to MSEK 76 (65).
- Earnings per share before and after dilution for the moving 12-month period amounted to SEK 4.38, compared to SEK 4.21 for the 2017/18 financial year.
- Return on equity was 22 percent (22). The equity ratio at the end of the period was 38 percent compared to 36 percent at the start of the quarter.
- The Annual General Meeting will be held on 29 August 2018 at 4.00 p.m. at IVA's Conference Centre in Stockholm.
- The Board of Directors in the notice convening the Annual General Meeting intends to propose a dividend of SEK 2.00 (2.00) per share.

CEO'S COMMENTS

The first quarter represented a good start to the financial year with an improved market situation in several areas of the Group and a generally strong inflow of orders. The improvement was seen in both products and solutions, eg within development of electrical infrastructure but also in project-related operations in technical security. Total revenue increased by 19 percent during the quarter, of which comparable units increased by 6 percent measured in local currencies, which is a solid improvement. This meant that the earnings growth was good, around 12 percent, with a profit after net financial items of MSEK 92 (82) for the quarter, which should also be seen in light of the dissolutions of contingent consideration provisions, which had a positive impact last year.

Overall, it is very satisfying to see that a number of the activities we initiated during the previous year have resulted in a better situation. We continue the proven path by maintaining the ambition to increase the share of proprietary products and accelerate sales growth, particularly export. The acquisitions of niche technology companies carried out during the past year also contributed positively to the Group's performance and show that our acquisition model continues to be successful.

Jörgen Wigh
President and CEO

NET REVENUE AND PROFIT

First quarter (April – June 2018)

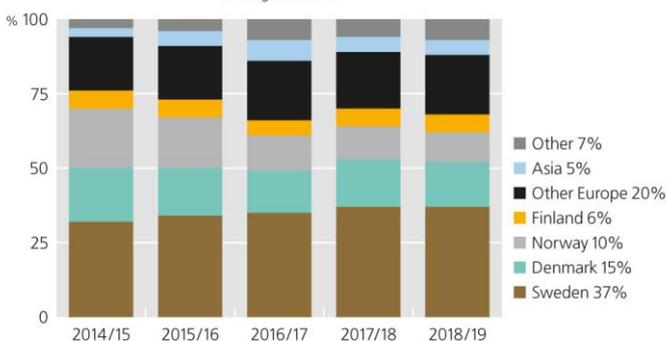
Consolidated net revenue for the first quarter of the financial year increased by 19 percent to MSEK 948 (794). The currency effect on net revenue was MSEK +22. Acquired businesses made a contribution of MSEK 87. Net revenue in comparable units, i.e. excluding acquisitions, increased by +6 percent measured in local currency.

Operating profit before amortisation of intangible assets (EBITA) amounted to MSEK 113 (100) during the first quarter. Operating margin amounted to 11.9 (12.6) percent. Profit was impacted positively by acquired units and a strong performance within several units, mainly in the Communications and Mechatronics divisions. The previous year's remeasurement of contingent consideration payments during the quarter, which were taken up as income as other operating income totalling MSEK 14, has impacted the comparison between years. This year, these dissolutions were about MSEK 2.

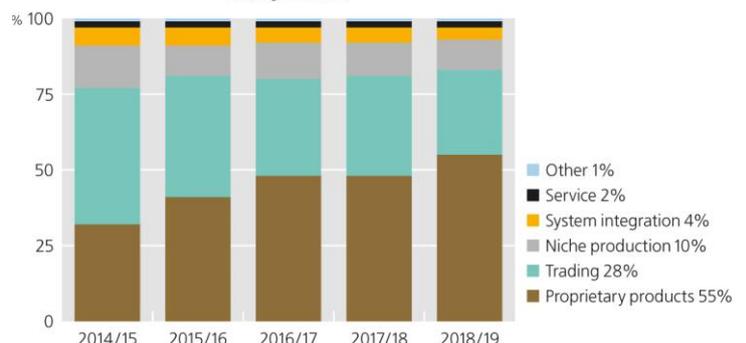
Consolidated profit before financial items (EBIT) for the first quarter amounted to MSEK 96 (87), equivalent to an EBIT margin of 10.1 percent (11.0). Profit after net financial items increased by 12 percent to MSEK 92 (82). The currency effect on the profit amounted to MSEK 2 (2) during the quarter. Profit after taxes for the period increased by 17 percent to MSEK 76 (65), equivalent to earnings per share after dilution of SEK 1.12 (0.95). Earnings per share after dilution for the latest 12-month period amounted to SEK 4.38, compared to SEK 4.21 for the 2016/17 financial year.

A lower corporation tax for Swedish companies, from current 22.0 percent, will be introduced in two stages: 21.4 percent as of 2019 and 20.6 percent as of 2021. The decision entails that deferred tax has been remeasured based on the assessed date of realization, which has resulted in a positive impact of MSEK 5 on recognized tax and net profit for the period.

Revenue by geographic market
Moving 12 months



Revenue by business type
Moving 12 months



DIVISIONS

	Net revenue			Operating profit		
	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	12 months Apr-Mar 2017/18	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	12 months Apr-Mar 2017/18
MSEK						
Electronics	231	216	906	18	17	71
<i>Operating margin</i>				7.8%	7.9%	7.8%
Mechatronics*)	289	257	1,065	40	39	133
<i>Operating margin</i>				13.8%	15.2%	12.5%
Communications	223	185	824	21	15	91
<i>Operating margin</i>				9.4%	8.1%	11.0%
Niche Products*)	205	136	770	25	21	111
<i>Operating margin</i>				12.2%	15.4%	14.4%
Parent Company/consolidation items	-	-	-	-8	-5	-19
GROUP TOTAL	948	794	3,565	96	87	387
<i>Operating margin</i>				10.1%	11.0%	10.9%
Financial items				-4	-5	-19
PROFIT BEFORE TAXES				92	82	368

*) The previous year's figures have been updated because Swedwire has moved from Niche Products to Mechatronics.

NET REVENUE AND PROFIT BY DIVISION, FIRST QUARTER

Electronics

Net revenue for the first quarter increased by 7 percent to MSEK 231 (216). The business situation in the division improved in the quarter, but there is currently a shortage of components and input goods from suppliers in several areas, which is delaying deliveries to customers.

Operating profit increased to MSEK 18 (17), equivalent to an EBIT margin of 7.8 percent (7.9). The division's Danish and Finnish units strengthened their results while the German unit reported a weaker performance. Notable developments included the improvement achieved in electromechanics distribution in Sweden and lighting control in Denmark, and that Idesco with proprietary RFID solutions in Finland improved its profit.

Mechatronics

Net revenue for the quarter increased by 12 percent to MSEK 289 (257). The business situation improved during the quarter where several of the larger units reported a strong inflow of orders and new inquiries, particularly relating to exports.

Operating profit increased to MSEK 40 (39), which meant an EBIT margin of 13.8 percent (15.2). The units Elpress, Elkapsling, Norwesco, EFC and Cue Dee, which make up a large part of the division, all strengthened their profits. Even Swedwire, which moved from the Niche Products division from 1 April 2018, made a positive result. The move of

Swedwire occurred for organizational reasons and an adjustment was also made in the comparative figures for the previous year. The comparison between years was affected by the fact that the previous year's result included dissolutions of contingent consideration provisions of MSEK 10.

Communications

Net revenue for the first quarter increased by 20 percent to MSEK 223 (185). The business situation was favourable during the quarter, where in particular, the project-related units in technical security increased their sales and acquisitions contributed to growth.

Operating profit increased to MSEK 21 (15), which corresponds to an EBIT margin of 9.4 percent (8.1). Most of the division's units displayed a good performance, for example within surveillance systems, alarm systems, force sensors and torque sensors for measurement applications and radon measurement. R-Con, the unit within fire sprinkler pump systems, has also performed well. However, the units in measurement equipment for casting shops and control systems for forest and processing machinery were unable to match last year's strong results.

Niche Products

Net revenue for the quarter increased by 51 percent to MSEK 205 (136). The business situation continued to be good in most of the division's units and acquisitions also contributed positively.



Operating profit for the quarter increased to MSEK 25 (21), which meant an EBIT margin of 12.2 percent (15.4). The performance was mainly affected by acquisitions (Wapro, Tormek and Profsafe) but also by the fact that many units showed improvements. These units included, for example Asept with dispensing solutions for the food processing industry, Vendig with conveyor belt scrapers for handling bulk material and Kondator with ergonomic office interior accessories. The company Swedwire, moved from the Niche Products division to the Mechatronics division as from 1 April 2018, which also resulted in an adjustment of the previous year's figures. The previous year's figures were impacted positively by dissolution of a contingent consideration provision of MSEK 4.

CASH FLOW AND CAPITAL EXPENDITURES

Cash flow from operating activities during the first quarter amounted to MSEK 89 (111). Gross investments in non-current assets amounted to MSEK 13 (21) during the first quarter.

No shares were repurchased during the first quarter. However, 30,500 repurchased own Class B shares were sold in connection with redemption of options for MSEK 1 (2) in total. In addition, outstanding options were repurchased for a total of MSEK 5 (6).

PROFITABILITY AND FINANCIAL POSITION

Return on equity for the latest 12-month period amounted to 22 percent (22) and the return on capital employed was 17 percent (18). The Group's metric for return on working capital (P/WC) was 51 percent (54).

Equity per share totalled SEK 20.43 at the end of the period, compared to SEK 19.26 at the beginning of the financial year. Aside from profit, this metric was also affected by currency-related translation effects and redemption of options. The equity ratio was 38 percent compared to 36 percent at the start of the financial year. At the end of the period, operational net indebtedness amounted to MSEK 983 compared to MSEK 1,035 at the beginning of the year. The pension liability amounted to MSEK 67 as of 30 June 2018, compared to MSEK 63 at the end of the year-earlier period.

OTHER FINANCIAL INFORMATION

Parent Company and other consolidation items

The Parent Company's net revenue for the quarter amounted to MSEK 9 (9) and profit after net financial items was MSEK 328 (331). The result includes exchange rate adjustments on intra-

Group lending of MSEK 1 (0) and dividends from subsidiaries of MSEK 337 (329). Net investments in non-current assets amounted to MSEK 0 (0). The Parent Company's equity ratio was 56 percent (57).

Employees

At the end of the period, the number of employees in the Group was 1,397, compared to 1,387 at the beginning of the financial year.

Share capital

The share capital amounted to MSEK 48.9 at the end of the period. The quota value per share amounted to SEK 0.70.

Classes of shares were distributed as follows on 30 June 2018:

Classes of shares	
A shares	3,263,802
B shares	66,256,125
Repurchased B shares	-1,833,000
Total	67,686,927

At 30 June 2018, Lagercrantz Group held 1,833,000 own Class B shares, equivalent to 2.6 percent of the total number of shares and 1.9 percent of the votes in the Lagercrantz Group. The average cost of the repurchased shares amounts to SEK 32.24 per share. Repurchased shares cover, inter alia, the company's obligations under outstanding call option programmes for repurchased shares, in which a total of 1,447,075 options have been acquired by senior executives. This refers to allocations in 2015, 2016 and 2017 of options still outstanding. The redemption price for each respective programme is SEK 78.80, SEK 100.10, and SEK 95.30 per share.

During the first quarter, parts of the incentive programme based on options on repurchased Class B shares acquired by senior executives in the Group during 2015 were redeemed. In conjunction with redemption of options, 30,500 repurchased own Class B shares were sold for a total of MSEK 1. In addition, 385,800 outstanding options were repurchased for a total of MSEK 5.3.

ACQUISITIONS

No acquisitions were made during the first quarter of the financial year. The difference between paid and remeasured contingent consideration of MSEK 2 was taken up as revenue as other operating income during the first quarter. During the quarter, MSEK 17 (27) was paid in contingent consideration for previous acquisitions.



ACCOUNTING POLICIES

The Interim Report for the Group has been prepared in accordance with IFRS with application of IAS 34, *Interim Financial Reporting*, the Swedish Annual Accounts Act and the Swedish Securities Markets Act.

Apart from in the financial statements and accompanying notes, disclosures according to IAS 34.16A are also presented in other parts of the report. The Interim Report for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Securities Markets Act, which is in accordance with the provisions of RFR 2, *Accounting for Legal Entities*.

The same accounting policies and judgement criteria have been applied as in the Lagercrantz Group's Annual Report 2017/18. In addition, new IFRS standards and IFRIC interpretations, primarily IFRS 15 (*Revenue from Contracts with Customers*) and IFRS 9 (*Financial Instruments*) have been adopted. IFRS 9 has not had any material impact on the Group's results and financial position. As for handling the transition to the new IFRS 15 standard, the so-called cumulative effect method has been chosen, without transfer of revenue or costs between fiscal years and without adjustments of equity or other balance sheet items. Due to allocation of service contracts to later periods, the profit is reduced by MSEK 1.

ALTERNATIVE KEY RATIOS

The company presents certain financial metrics in the interim report that are not defined according to IFRS. The company considers that these metrics provide more valuable supplementary information to investors and shareholders as they enable evaluation of trends and the company's performance. Since not all companies calculate financial metrics in the same way, these are not always comparable with metrics used by other companies. Therefore, these financial metrics should not be regarded as a substitute for metrics defined according to IFRS. Expanded information has been provided in this report with regard to definitions of certain financial metrics.

OTHER INFORMATION

Related-party transactions

Transactions between Lagercrantz and related parties with a significant impact on the company's financial position and results have not occurred, aside from redemption and repurchase of options as described under Share capital above.

Risks and uncertainty factors

The most important risk factors for the Group are the state of the economy, structural changes in the market, supplier and customer dependence, the competitive situation and foreign exchange trends. The Parent Company is impacted by the above-mentioned risks and uncertainty factors through its capacity as owner of subsidiaries. For additional information, please refer to the 2017/18 Annual Report.

Post-balance sheet events

No significant events for the company have occurred after the balance sheet date on 30 June 2018.

The Annual Report was published on 2 July 2018.

Annual General Meeting 2018

The Annual General Meeting 2018 will be held on 29 August 2018, at 4.00 p.m. at IVA's Conference Centre, Grev Turegatan 16 in Stockholm. The notice convening the AGM will be published on 24 July 2018.

The Board of Directors in the convening notice intends to propose a dividend of SEK 2.00 (2.00) per share, and an extended incentive programme in the form of call options on repurchased shares to senior executives.

All shareholders whose names are recorded in the share register five days before the AGM can participate in person, or by proxy. Notice of participation must be given to the company in accordance with the convening notice.

Stockholm, 19 July 2018

Jörgen Wigh
President and CEO

This report has not been subject to review by the company's auditors.

Segment information by quarter

Net sales	2018/19		2017/18		
	Q1	Q4	Q3	Q2	Q1
MSEK					
Electronics	231	246	215	214	216
Mechatronics	289	272	268	236	257
Communications	223	222	218	161	185
Niche Products	205	214	187	164	136
Parent Company/consolidation items	-	-	-	-	-
GROUP TOTAL	948	954	888	775	794

Operating profit	2018/19		2017/18		
	Q1	Q4	Q3	Q2	Q1
MSEK					
Electronics	18	19	17	17	17
Mechatronics	40	30	32	31	39
Communications	21	31	25	14	15
Niche Products	25	36	26	24	21
Parent Company/consolidation items	-8	-4	-4	-3	-5
GROUP TOTAL	96	112	96	83	87

Net revenue/country	2018/19		2017/18		
	Q1	Q4	Q3	Q2	Q1
MSEK					
Sweden	355	327	378	264	290
Norway	100	86	104	82	85
Denmark	146	176	90	127	128
Finland	56	55	54	46	53
Rest of Europe	188	198	154	155	159
Asia	41	60	52	36	41
Other	63	52	56	65	37
GROUP TOTAL	948	954	888	775	794

Net revenue/business type	2018/19		2017/18		
	Q1	Q4	Q3	Q2	Q1
MSEK					
Value-adding trading	266	282	233	238	251
Proprietary products	506	521	511	410	393
Niche production	94	91	80	81	95
Service	26	15	19	17	14
System integration	52	40	42	27	37
Other sales	4	5	4	2	3
GROUP TOTAL	948	954	888	775	794

Consolidated Income Statement – condensed

MSEK	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	Moving 12 months Jul-Jun 2017/18	Financial year 2017/18
Net revenue	948	794	3,564	3,410
Cost of goods sold	-605	-512	-2,264	-2,171
GROSS PROFIT	343	282	1,300	1,239
Selling expenses	-178	-147	-660	-629
Administrative expenses	-75	-63	-286	-274
Other operating income and operating expenses	6	15	33	42
OPERATING PROFIT *)	96	87	387	378
Net financial items	-4	-5	-19	-20
PROFIT AFTER FINANCIAL ITEMS	92	82	368	358
Taxes	-16	-17	-71	-72
NET PROFIT FOR THE PERIOD	76	65	297	286
*) Of which:				
- amortisation of intangible assets that arose in connection with acquisitions:	(-17)	(-13)	(-41)	(-58)
- depreciation of other non-current assets:	(-13)	(-13)	(-37)	(-50)
EBITA	113	100	428	436
Earnings per share, SEK	1.12	0.96	4.38	4.21
Earnings per share after dilution, SEK	1.12	0.95	4.38	4.21
Weighted number of shares after repurchases, ('000)	67,669	68,001	67,785	67,868
Weighted number of shares after repurchases adjusted after dilution ('000)	67,700	68,135	67,805	67,924
Number of shares at end of period after repurchases ('000)	67,687	68,029	67,687	67,656

In view of the redemption price on outstanding call options during the period (SEK 78.80, SEK 100.10 and SEK 95.30) and the average share price (SEK 85.98) during the latest 12-month period when the option programmes were outstanding, there was a dilutive effect of 0.03 percent for the latest 12-month period. For the past quarter, there was a dilutive effect of 0.05 percent, as the average share price was SEK 90.55.

Consolidated Statement of Comprehensive Income and Other Comprehensive Income

MSEK	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	Moving 12 months Jul-Jun 2017/18	Financial year 2017/18
Net profit for the period	76	65	297	286
Other comprehensive income				
<u>Items that have been reposted or that may be reposted to net profit for the period</u>				
Change in translation reserve	7	5	-7	-9
Translation differences transferred to net profit for the period	0	0	0	0
<u>Items that cannot be reposted to net profit for the period</u>				
Actuarial effects on pensions	0	0	-5	-5
Taxes attributable to actuarial effects	0	0	1	1
COMPREHENSIVE INCOME FOR THE PERIOD	83	70	286	273

Consolidated Statement of Financial Position – condensed

MSEK	30 Jun 2018	30 Jun 2017	31 Mar 2018
ASSETS			
Goodwill	1,254	1,045	1,248
Other intangible non-current assets	697	634	710
Property, plant and equipment	250	235	251
Financial assets	11	10	11
Inventories	540	449	492
Trade receivables and claim on client	649	540	647
Other current receivables	133	125	139
Cash and bank balances	105	145	134
TOTAL ASSETS	3,639	3,183	3,632
EQUITY AND LIABILITIES			
Equity	1,383	1,263	1,303
Non-current liabilities	583	778	591
Trade payables and advance payment from customers	346	295	308
Other current liabilities	1,327	847	1,430
TOTAL EQUITY AND LIABILITIES	3,639	3,183	3,632
Interest-bearing assets	105	145	134
Interest-bearing liabilities, excluding pension liabilities	1,088	873	1,169

Consolidated Statement of Changes in Equity

MSEK	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	Moving 12 months Jul-Jun 2017/18	Financial year 2017/18
Opening balance	1,303	1,197	1,263	1,197
Comprehensive income for the period	83	70	286	273
Transactions with owners				
Dividend	0	0	-136	-136
Redemption and acquisition of options on repurchased shares, net	-3	-4	2	1
Repurchase of own shares	0	0	-32	-32
CLOSING BALANCE	1,383	1,263	1,383	1,303

Consolidated Statement of Cash Flows

MSEK	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	Moving 12 months Jul-Jun 2017/18	Financial year 2017/18
Operating activities				
Profit after financial items	92	82	368	358
Adjustments for taxes paid, items not included in cash flow, etc.	16	6	-25	-35
Cash flow from operating activities before changes in working capital	108	88	343	323
Cash flow from changes in working capital				
Increase (-)/Decrease (+) in inventories	-48	-19	-61	-32
Increase (-)/Decrease (+) in operating receivables	-3	19	-79	-57
Increase (+)/Decrease (-) in operating liabilities	32	23	57	48
Cash flow from operating activities	89	111	260	282
Investing activities				
Investment in businesses	-23	-241	-301	-519
Investments in/disposals of other non-current assets, net	-12	-24	-30	-46
Cash flow from investing activities	-35	-265	-331	-565
Financing activities				
Dividends, redemption of options and repurchase of own shares/options	-3	-4	-166	-167
Financing activities	-80	181	197	462
Cash flow from financing activities	-83	177	31	295
CASH FLOW FOR THE PERIOD	-29	23	-40	12
Cash and cash equivalents at the beginning of the period	134	122	145	122
Cash and cash equivalents at the end of the period	105	145	105	134

Financial instruments

For all of the Group's financial assets, fair value is estimated to equal the carrying amount. Liabilities measured at fair value consist of contingent consideration payments, which are measured using discounted estimated cash flows and are therefore included in level 3 under IFRS 13.

Carrying amount, MSEK	30 Jun 2018	31 Mar 2018
Assets measured at fair value	-	-
Assets measured at amortised cost	707	751
TOTAL ASSETS, FINANCIAL INSTRUMENTS	707	751
Liabilities measured at fair value	132	153
Liabilities measured at amortised cost	1,430	1,474
TOTAL LIABILITIES, FINANCIAL INSTRUMENTS	1,561	1,627
	3 months Apr – Jun 2018/19	Financial year 2017/18
Change in contingent consideration		
Opening balance	153	165
Liabilities settled during the year	-17	-34
Remeasurement of liabilities during the year	-2	-49
Year's liabilities from acquisitions during the year	0	76
Exchange difference	-2	-5
Carrying amount at end of the period	132	153

Parent Company Balance Sheet – condensed

MSEK	30 Jun 2018	30 Jun 2017	31 Mar 2018
ASSETS			
Property, plant and equipment	1	-	1
Financial assets	2,422	2,133	2,418
Current receivables	614	544	514
Cash and bank balances	0	-	-
TOTAL ASSETS	3,037	2,677	2,933
EQUITY AND LIABILITIES			
Equity	1,694	1,530	1,366
Untaxed reserves	0	-	-
Non-current liabilities	320	520	320
Current liabilities	1,023	627	1,247
TOTAL EQUITY AND LIABILITIES	3,037	2,677	2,933

Parent Company Income Statement – condensed

MSEK	3 months Apr-Jun 2018/19	3 months Apr-Jun 2017/18	Moving 12 months Jul-Jun 2017/18	Financial year 2017/18
Net revenue	9	9	36	36
Administrative expenses	-16	-17	-63	-64
Other operating income and operating expenses	0	12	-15	-3
OPERATING PROFIT	-7	4	-42	-31
Financial income	339	330	383	374
Financial expenses	-4	-3	-17	-16
PROFIT AFTER FINANCIAL ITEMS	328	331	324	327
Change in untaxed reserves	0	0	0	0
Taxes	2	2	2	2
NET PROFIT FOR THE PERIOD	330	333	326	329

Key ratios

In the table below, key ratios are partly presented that are not defined according to IFRS. For definition of these, see below.

	Moving 12 months, Jul-Jun 2018/19	Financial year			
		2017/18	2016/17	2015/16	2014/15
Revenue	3,564	3,410	3,096	3,057	2,846
Change in revenue, %	15.1	10.1	1.3	7.0	12.0
Operating profit (EBITA)	428	436	409	355	295
Profit after taxes	297	286	274	241	203
Operating margin (EBITA), %	12.0	12.8	13.2	11.6	10.4
EBIT margin, %	10.9	11.1	11.7	10.3	9.7
Profit margin, %	10.3	10.5	11.3	10.0	9.3
Equity ratio, %	38	36	41	40	44
Return on working capital (P/WC), %	54	52	58	58	58
Return on capital employed, %	17	17	20	21	22
Return on equity, %	22	23	25	25	24
Debt/equity ratio, times	0.8	0.9	0.6	0.6	0.4
Operational net debt/equity ratio, times	0.7	0.8	0.5	0.5	0.3
Interest coverage ratio, times	13	14	22	20	18
Operational net debt (+)/receivables (-), MSEK	983	1,035	565	551	302
Number of employees at end of period	1,397	1,387	1,247	1,230	1,139
Revenue outside Sweden, MSEK	2,241	2,151	1,940	1,991	1,931

Per-share data

In the table below, key ratios are partly presented that are not defined according to IFRS. For definition of these, see below.

	Moving 12 months, Jul- Jun 2018/19	Financial year			
		2017/18	2016/17	2015/16	2014/15
Number of shares at end of period after repurchases ('000)	67,687	67,656	67,985	67,844	67,773
Weighted number of shares after repurchases, ('000)	67,785	67,868	67,941	67,889	67,719
Weighted number of shares after repurchases & dilution ('000)	67,805	67,924	68,097	68,121	67,965
EBIT- earnings per share after dilution, SEK	5.71	5.57	5.30	4.63	4.06
Earnings per share, SEK	4.38	4.21	4.03	3.55	3.00
Earnings per share after dilution, SEK	4.38	4.21	4.02	3.54	2.99
Cash flow from operations per share after dilution, SEK	3.83	4.14	5.51	3.77	3.94
Cash flow per share after dilution, SEK	-0.59	0.16	0.81	-0.19	0.62
Equity per share, SEK	20.43	19.26	17.61	15.22	13.53
Latest price paid per share, SEK	97.60	83.50	87.00	77.50	52.67

Definitions

Return on equity

Net profit after tax as a percentage of average equity (opening plus closing balance for the period, divided by two).

Return on working capital (P/WC)

Profit before net financial items (EBIT) as a percentage of average working capital, (opening balance plus closing balance for the period, divided by two), where working capital consists of inventories, trade receivables and claims on customers less trade payables and advance payment from customers.

Return on capital employed

Profit after financial items, plus financial expenses as a percentage of

average capital employed (opening balance plus closing balance for the period, divided by two).

Operating profit (EBITA)

Operating profit before amortisation of intangible non-current assets arising in connection with acquisitions.

Operating margin

Operating profit (EBITA) as a percentage of net revenue.

Equity per share

Equity divided by the number of outstanding shares on the balance sheet date.

Cash flow per share after dilution

Cash flow in relation to the weighted number of shares outstanding after repurchases and dilution.

Cash flow from operating activities per share

Cash flow from operating activities in relation to the weighted number of shares outstanding after repurchases and dilution.

Operational net debt/receivables

Interest-bearing provisions and liabilities, excluding pensions, less cash and cash equivalents and investments in securities.

Operational net debt/equity ratio

Interest-bearing provisions and liabilities, excluding pensions, less cash and cash equivalents and investments in securities, divided by equity plus non-controlling interests.

Change in revenue

Change in net revenue as a percentage of the preceding year's net revenue.

Interest coverage ratio

Profit after financial items plus financial expenses divided by financial expenses.

EBIT margin

Profit before net financial items as a percentage of net revenue.

Debt/equity ratio

Interest-bearing liabilities divided by equity, plus non-controlling interests.

Equity ratio

Equity, plus non-controlling interests as a percentage of total assets.

Capital employed

Total assets, less non-interest-bearing provisions and liabilities.

Profit margin

Profit after financial items, less participations in associated companies as a percentage of net revenue.

This information is information that Lagercrantz Group AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication at 08.00 CET on 19 July 2018.

Reporting dates

29 August 2018 Annual General Meeting for the 2017/18 financial year.
 23 October 2018 Quarterly Report Q2 for the period 1 July 2018–30 September 2018
 29 January 2019 Quarterly Report Q3 for the period 1 October 2018–31 December 2018
 9 May 2019 Year-end Report for the period 1 April 2018–31 March 2019

The Annual Report for the 2017/18 financial year was published on 2 July 2018 on www.lagercrantz.com.

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