



Interim report

Third quarter, 2020

AAK

Financial highlights

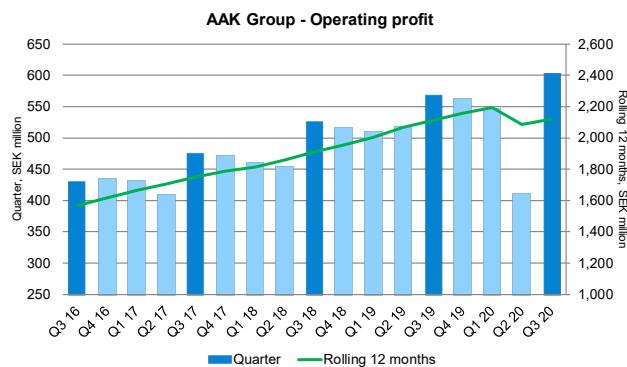
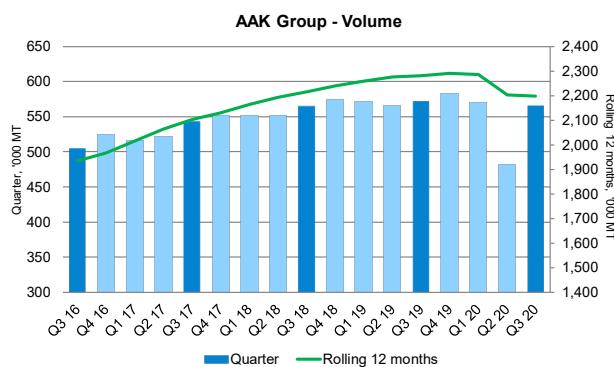
Q3 2020

- Total volumes for the quarter amounted to 565,000 MT (571,000), a decrease by 1 percent (positive 1).
- Operating profit, including a negative currency translation impact of SEK 43 million, increased by 7 percent, reaching SEK 602 million (563).
- Operating profit, excluding items affecting comparability, amounted to SEK 602 million (569), an increase by 6 percent.
- Profit for the period amounted to SEK 436 million (398), an increase by 10 percent.
- Earnings per share increased by 10 percent, to SEK 1.69 (1.53).
- Cash flow from operating activities amounted to SEK 482 million (130).
- Return on Capital Employed (ROCE), R12M, was 13.7 percent (14.9 at December 31, 2019).

Q1–Q3 2020

- Total volumes for the period amounted to 1,615,000 MT (1,708,000), a decrease by 5 percent (3).
- Operating profit, including a negative currency translation impact of SEK 36 million, reached SEK 1,560 million (1,581), a decrease by 1 percent.
- Operating profit, excluding acquisition costs and items affecting comparability, amounted to SEK 1,558 million (1,596), a decrease by 2 percent.
- Profit for the period amounted to SEK 1,142 million (1,112), an increase by 3 percent.
- Earnings per share increased by 4 percent and reached SEK 4.46 (4.30).
- Cash flow from operating activities amounted to SEK 815 million (932).
- Return on Capital Employed (ROCE), R12M, was 13.7 percent (14.9 at December 31, 2019).
- The Board of Directors proposes a dividend of SEK 2.10 (1.85) per share, an increase of 14 percent.

| | Q3 2020 | Q3 2019 | Δ % | Q1–Q3 2020 | Q1–Q3 2019 | Δ % | R12 months | Full year 2019 |
|--|---------|---------|-----|------------|------------|-----|------------|----------------|
| Volumes, '000 MT | 565 | 571 | -1 | 1,615 | 1,708 | -5 | 2,197 | 2,290 |
| Operating profit, SEK million | 602 | 563 | +7 | 1,560 | 1,581 | -1 | 2,121 | 2,142 |
| Operating profit excluding items affecting comparability and acquisition costs, SEK million | 602 | 569 | +6 | 1,558 | 1,596 | -2 | 2,119 | 2,157 |
| Operating profit per kilo, SEK | 1.07 | 0.99 | +8 | 0.97 | 0.93 | +4 | 0.97 | 0.94 |
| Operating profit per kilo excluding items affecting comparability and acquisition costs, SEK | 1.07 | 1.00 | +7 | 0.96 | 0.93 | +3 | 0.96 | 0.94 |
| Profit for the period, SEK million | 436 | 398 | +10 | 1,142 | 1,112 | +3 | 1,543 | 1,513 |
| Earnings per share, SEK | 1.69 | 1.53 | +10 | 4.46 | 4.30 | +4 | 6.02 | 5.86 |
| Return on Capital Employed (R12M), percent | 13.7 | 15.1 | -9 | 13.7 | 15.1 | -9 | 13.7 | 14.9 |



Strong profit growth driven by cost optimizations and a favorable product mix

With the Covid-19 pandemic still impacting people, societies, and business operations across the world, our highest priority continues to be the health and safety of our employees.

In spite of the Covid-19 situation, AAK returned to profit growth in the third quarter, reporting an operating profit higher than the corresponding quarter last year. The main drivers were our continued focus on business continuity, cost reduction measures initiated early in the second quarter reaching full impact during the third quarter, additional savings from our optimization program, and a favorable product mix. Volumes were still lower compared to last year but have sequentially recovered since the end of May. The uncertainty is, however, still very high with regards to demand.

The imposed pandemic-related restrictions are creating challenges for many of our face-to-face activities, for example the execution of our customer co-development work. It is therefore truly inspirational to see the commitment and desire from all our employees to adjust to this new reality, trying to find new ways of interacting with our customers and partners.

Business performance

Despite total volumes being below last year, we have successfully managed to drive year-over-year volume growth for our high-end speciality solutions.

Operating profit amounted to SEK 602 million, an increase by 7 percent compared to the corresponding quarter last year. Cost reduction measures combined with a favorable product mix resulted in a record-high operating profit per kilo.

Food Ingredients had a strong quarter overall but continued to be negatively impacted by the lower sales in Foodservice. Bakery came back to volume growth after a tough second quarter. Special Nutrition, driven by high-end speciality solutions in Infant Nutrition, also reported organic volume growth. Plant-based Foods continued to grow, mainly driven by good growth for our plant-based dairy solutions. At the end of the quarter, AkoPlanet™, our platform for plant-based food innovations, was launched in the Chinese market.

Covid-19 had a negative effect on the chocolate and confectionery market in the second quarter, but there has been clear sequential volume growth since June. We reported a small year-over-year volume growth in the third quarter driven by our speciality solutions. This combined with our implemented supply chain improvements have supported the continued increase in operating profit.



Business area Technical Products & Feed, serving various non-food industries, had a strong quarter, mainly driven by our feed business and good performance in our crushing operations.

Strong payback from cost management initiatives

Measures to adapt to a new situation and tight cost management initiated in the second quarter have had a strong effect on operating profit. It is important to keep in mind that some of these cost savings, in this unprecedented situation, are of temporary nature and will return when our way of operating return to a more normalized situation.

The execution of our optimization program, announced late last quarter, is progressing according to plan with expected annual savings of about SEK 150 million, reaching full run-rate by the second half of 2021.

Concluding remarks

AAK has a robust foundation, a strong financial track record and a solid balance sheet. Our business has to a large degree showed resilient to a situation like Covid-19. However, it is very difficult to predict the future given current macro-level uncertainties.

We offer plant-based, healthy, high value-adding oils and fats solutions based on our customer co-development approach. In spite of the short- to mid-term uncertainty from the Covid-19 pandemic, we see no reason to adjust our view on the strong favorable underlying long-term trends in our markets. Thus, we continue to remain prudently optimistic about the future.

Johan Westman
President and CEO

AAK Group, Q3 2020

Volumes

Volumes were stable and amounted to 565,000 MT (571,000).

Net sales

Sales slightly decreased and amounted to SEK 7,064 million (7,153). This was due to a negative currency translation impact of SEK 609 million, partly offset by selling more speciality solutions with a higher sales price, and to higher raw material prices.

Operating profit

Operating profit reached SEK 602 million (569 excluding items affecting comparability), an increase by 6 percent compared to the corresponding quarter in 2019. Operating profit improved by 7 percent including items affecting comparability in the corresponding quarter last year.

The currency translation impact was negative SEK 43 million. SEK 20 million was related to Food Ingredients and SEK 23 million to Chocolate & Confectionery Fats. Operating profit, excluding items affecting comparability and at fixed foreign exchange rates, increased by 14 percent.

Operating profit per kilo reached SEK 1.07 (1.00 excluding items affecting comparability), an increase of 7 percent. The currency translation impact was negative SEK 0.08. At fixed foreign exchange rates and excluding items affecting comparability in the third quarter last year, operating profit per kilo increased by 14 percent.

Net financial cost and tax costs

Net financial cost amounted to SEK 26 million (34). The lower interest cost was related to less borrowing in high-interest rate countries and reduced net debt for the Group. Reported tax costs correspond to an average tax rate of 24 percent (25). The work to further optimize the capital structure in the Group has supported the lower tax rate.

Earnings per share

Earnings per share increased by 10 percent, to SEK 1.69 (1.53), due to an increased operating profit and lower financial and tax costs.

Cash flow and investments

Operating cash flow including changes in working capital amounted to SEK 482 million (130). Cash flow from working capital amounted to negative SEK 73 million (negative 552). Accounts receivables have increased and impacted cash flow negatively due to the sequential improvement in sales and the sales of more speciality solutions to customers with longer payment terms. Inventory has increased due to normal seasonality. However, the increased inventory has been offset by reduced accounts payables.

Cash outflow from investment activities amounted to SEK 226 million (433), wherof SEK 53 million (207) was related to acquisitions. Capital expenditure was mainly related to regular maintenance investments and capacity increases.

During the first quarter 2020, raw material prices almost returned to levels seen before the price rally in 2019. Based on the duration of our contract portfolio, there is a time lag of 6–9 months until we see the cash flow effect from the price volatility. Raw material prices have increased during the summer which will impact working capital negatively in the beginning of 2021.

Return on Capital Employed (ROCE)

Calculated on a rolling 12 months basis, Return on Capital Employed (ROCE) was 13.7 percent (14.9 at December 31, 2019). ROCE for the third quarter was 13.8 percent compared to 13.4 percent for the corresponding quarter 2019.

Financial position

The equity/assets ratio amounted to 48 percent (45 percent at December 31, 2019). Net debt at September 30, 2020 amounted to SEK 2,977 million (SEK 3,117 million at December 31, 2019). Net debt/EBITDA amounted to 1.04 (1.10 as of December 31, 2019). At September 30, 2020 the Group had total credit facilities of SEK 8,246 million (8,568 as of December 31, 2019), wherof SEK 6,891 million (7,081 as of December 31, 2019) in committed credit facilities. Unused committed credit facilities at September 30, 2020 amounted to SEK 5,589 million.

Selected key events



Partnership with Saha Global

AAK has partnered with Saha Global, a non-profit organization that trains and supports women in Northern Ghana to connect their remote communities to simple, cost-effective water treatment technology, providing them with clean and safe drinking water. This approach, focusing on long-term partnerships with simple interventions that create sustainable businesses, matches our direct shea sourcing program Kolo Nafaso perfectly. More information about the partnership can be found under News & Media at www.aak.com.

CEO Johan Westman signs UNGC's Statement for Renewed Global Cooperation

In response to this moment of global disruption and uncertainty, the UN Global Compact (UNGC) recently launched a campaign calling on member companies' CEOs to show their support for peace and security, human rights and sustainable development. The CEOs, including AAK's Johan Westman, answered the call to mark the 75th anniversary of the United Nations and the 20th anniversary of the UNGC by signing a Statement from Business Leaders for Renewed Global Cooperation. In just one month, the Statement was signed by more than 1,000 CEOs from large, medium and small enterprises in virtually every industry and more than 100 countries. For the sake of our planet and its people, courageous leadership and global cooperation is urgently needed, now more than ever. The signing of the statement demonstrates that AAK heartily embraces that spirit.

WE SUPPORT



AkoPlanet™ with first appearance in China

China's leading exhibition focusing on plant-based diets and plant-based products, VeggieWorld, was held at the end of September in Shanghai. At the event, AkoPlanet™, our portfolio with tailor-made solutions for food manufacturers developing plant-based alternatives, made its first appearance in the Chinese market. With Covid-19 infection rates having decreased significantly across China since July, exhibitions and other large commercial events are once again possible, albeit with strict protocols in place.

Food Ingredients, Q3 2020*

| Operating profit +5% | | Q3 2020 | Q3 2019 | Δ % | Q1-Q3 2020 | Q1-Q3 2019 | Δ % | R12 months | Full year 2019 |
|----------------------------------|--|------------|------------|-----|---------------|---------------|-----|---------------|----------------------|
| | | | | | | | | | Volumes, '000 MT |
| Operating profit per kilo +6% | | 4,679 | 4,834 | -3 | 13,689 | 14,198 | -4 | 18,469 | 18,978 |
| | | 381 | 364 | +5 | 967 | 1,018 | -5 | 1,316 | 1,366 |
| | | 1.01 | 0.95 | +6 | 0.92 | 0.89 | +3 | 0.91 | 0.89 |

Volumes

Volume growth was negative by 2 percent in the quarter. This was due to lower demand in Foodservice and, to some extent, in Dairy. Plant-based Foods continued its strong growth trend and both Bakery and Special Nutrition reported organic volume growth.

Bakery, serving many fast food chains and restaurants, recovered nicely across the world with double-digit volume growth in Europe and South Latin America.

Dairy volumes continued to decrease in most regions with the exception of Europe, which showed modest growth.

Compared to the corresponding quarter last year, Plant-based Foods continued to significantly increase its volumes (high double-digit growth), driven by our plant-based dairy solutions.

Special Nutrition continued to increase its volumes. The growth, predominantly in Infant Nutrition speciality products, was strongly driven by Asia and supported by new local Chinese customers. This growth is despite lower birth rates in China. Our semi-speciality solutions showed good volume growth in the US, Asia and South Latin America. Medical Nutrition continued to grow and the trend for Senior Nutrition was also positive.

Although there was a sequential improvement in Foodservice, we still had significantly lower volumes compared to the corresponding quarter last year. This was due to lower demand from restaurants, hotels and airline catering. We expect volumes to increase further when pandemic-driven restrictions are fully lifted.

Net sales

Sales amounted to SEK 4,679 million (4,834), a decrease by SEK 155 million. This was related to a negative currency translation impact of SEK 414 million and lower sales in Foodservice, partly offset by selling more speciality solutions with a higher sales price and higher raw material prices.

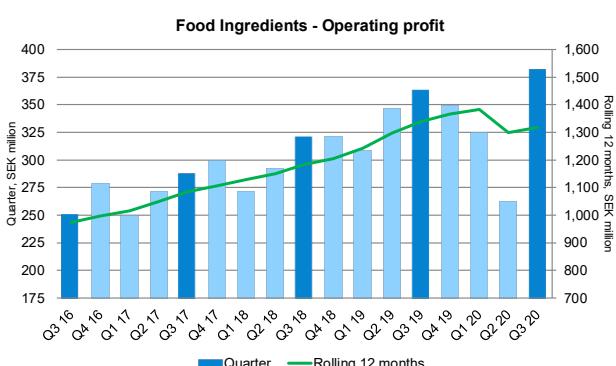
Operating profit

Operating profit increased by 5 percent to SEK 381 million (364). The increase was due to volume growth in Bakery, Plant-based Foods and Special Nutrition as well as to our implemented cost management initiatives. The currency translation impact was negative SEK 20 million. At fixed foreign exchange rates operating profit increased by 10 percent.

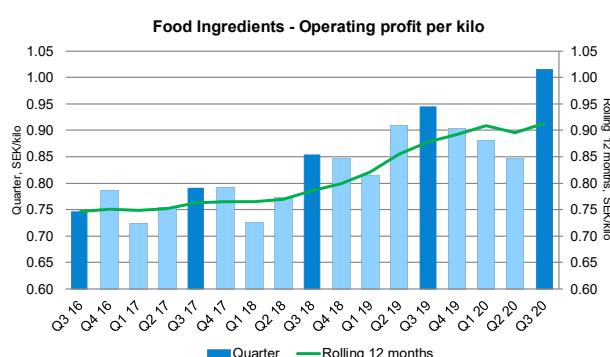
As earlier communicated, we have initiated cost optimization programs at all Foodservice facilities. With lower costs and volumes gradually picking up, we have seen a sequential improvement during the quarter, but are still materially below last year's profitability levels.

Operating profit per kilo increased by 6 percent to SEK 1.01 (0.95). The currency translation impact was negative SEK 0.05. At fixed foreign exchange rates operating profit per kilo increased by 13 percent.

AAK's position within Food Ingredients is strong and the Foodservice demand will gradually return. However, further disruptions and sales impact from the uncertainty remain high with regards to restrictions in many countries.



*All figures are excluding items affecting comparability.





Chocolate & Confectionery Fats, Q3 2020*

| Operating profit +7% | | Q3 2020 | Q3 2019 | Δ % | Q1-Q3 2020 | Q1-Q3 2019 | Δ % | R12 months | Full year 2019 |
|----------------------------------|--|------------|------------|-----|---------------|---------------|-----|---------------|----------------------|
| | | | | | | | | | Volumes, '000 MT |
| Operating profit per kilo +5% | | 2,033 | 1,987 | +2 | 5,772 | 5,854 | -1 | 7,994 | 8,076 |
| | | 221 | 206 | +7 | 599 | 589 | +2 | 804 | 794 |
| | | 1.87 | 1.78 | +5 | 1.84 | 1.72 | +7 | 1.82 | 1.73 |

Volumes

The global chocolate and confectionery market recovered well following a second quarter severely impacted by the Covid-19 pandemic.

Volumes increased by 2 percent compared to the corresponding quarter last year. There has been a strong demand for our speciality and high-end semi-speciality solutions such as cocoa butter equivalents, filling fats and spreads, generating organic volume growth. However, market conditions for our low-end semi-speciality solutions have been more challenging.

Regionally, the strongest growth was in South Latin America and Europe, except for the CIS area where demand has been low and where some customers also have opted for more low-end solutions.

Net sales

Net sales for the business area increased and amounted to SEK 2,033 million (1,987). The increase was related to the high demand for our speciality and high-end semi-speciality solutions, partly offset by a negative currency translation impact of SEK 195 million.

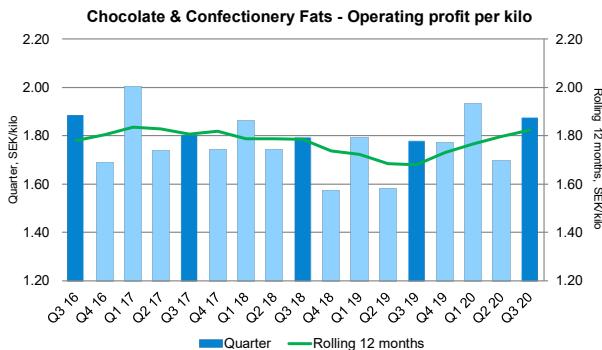
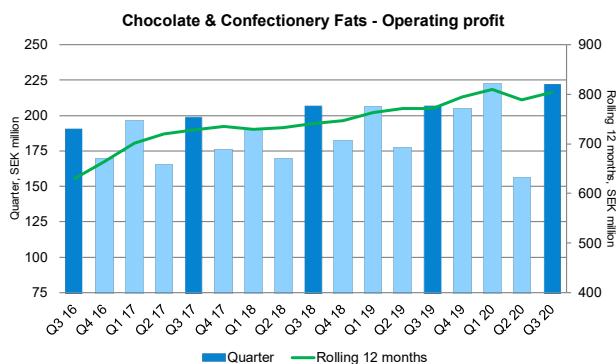
Operating profit

Operating profit reached SEK 221 million (206), an increase by 7 percent. The currency translation impact was negative SEK 23 million. At fixed foreign exchange rates operating profit increased by 18 percent.

The increase in operating profit was due to several factors: a favorable product mix; the cost reduction measures initiated in the second quarter; the implemented supply chain improvements and increased production capacity in Aarhus, Denmark; and the better-yielding shea kernels from the harvest last year.

Operating profit per kilo increased by 5 percent and reached SEK 1.87 (1.78) thanks to the above-mentioned factors. The currency translation impact was negative SEK 0.19. At fixed foreign exchange rates operating profit per kilo increased by 16 percent.

Volatility and uncertainty, especially in relation to upcoming Christmas and Easter sales, will remain high until restrictions are fully lifted and consumer patterns return to more normal.



*All figures are excluding items affecting comparability.



Technical Products & Feed, Q3 2020*

| Operating profit +3% | | Q3 2020 | Q3 2019 | Δ % | Q1-Q3 2020 | Q1-Q3 2019 | Δ % | R12 months | Full year 2019 |
|-------------------------------------|--------------------------------|------------|------------|-----|---------------|---------------|-----|---------------|----------------------|
| | | | | | | | | | 300 |
| Operating profit per kilo +2% | Net sales, SEK million | 352 | 332 | +6 | 1,175 | 1,078 | +9 | 1,553 | 1,456 |
| | Operating profit, SEK million | 34 | 33 | +3 | 100 | 104 | -4 | 146 | 150 |
| | Operating profit per kilo, SEK | 0.48 | 0.47 | +2 | 0.43 | 0.47 | -9 | 0.46 | 0.50 |

Volumes

Volumes increased by 1 percent (negative 4) compared to the corresponding quarter in 2019. Our feed business continued to grow while volume growth within our fatty acids business was negative due to a lower demand for technical solutions.

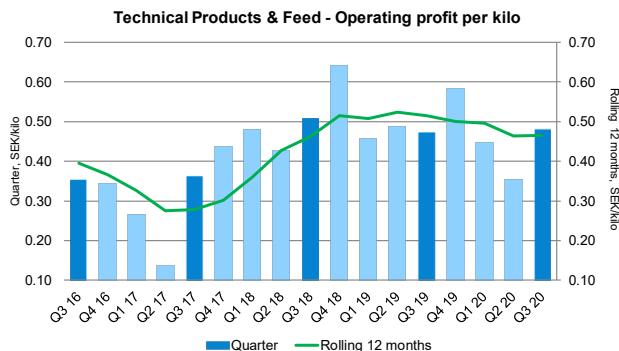
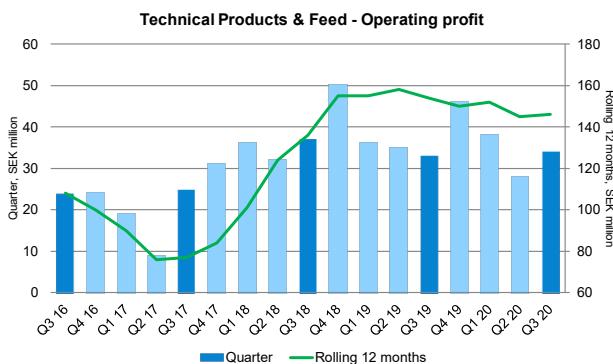
Net sales

Net sales for the business area increased by SEK 20 million due to the volume growth.

Operating profit

Operating profit reached SEK 34 million (33), an increase by 3 percent. This was mainly driven by strong performances in our feed business and crushing operations. Our fatty acids business also showed growth during the quarter due to a favorable product mix.

The business area reported an operating profit per kilo of SEK 0.48 (0.47), an increase by 2 percent.



*All figures are excluding items affecting comparability.



The AAK Group, first nine months 2020

Volumes

Total volumes were down by 5 percent (positive 3). Organic volume growth was negative 5 percent (positive 3).

Net sales

Sales amounted to SEK 20,636 million (21,130), a decrease by SEK 494 million. This was mainly related to lower sales due to the Covid-19 pandemic as well as a negative currency translation impact of SEK 677 million, partly offset by the impact from higher raw material prices.

Operating profit

Operating profit reached SEK 1,560 million (1,581), a decrease by 1 percent. Excluding items affecting comparability of SEK 6 million and acquisition costs of SEK 4 million (15), operating profit decreased by 2 percent.

The currency translation impact was negative SEK 36 million of which SEK 19 million was related to Food Ingredients and SEK 17 million to Chocolate & Confectionery Fats. Operating profit at fixed foreign exchange rates increased by 1 percent.

Operating profit per kilo reached SEK 0.97 (0.93), an increase by 4 percent. Excluding items affecting comparability and acquisition costs, operating profit per kilo increased by 3 percent. The currency translation impact was negative SEK 0.02. At fixed foreign exchange rates operating profit per kilo increased by 6 percent.

Items affecting comparability

AAK has reported two items affecting comparability during the second quarter, amounting to net SEK 6 million. There were costs of SEK 200 million linked to structural measures that will generate annual savings of about SEK 150 million, expected to reach full run-rate by the second half of 2021. In addition, AAK has reported an income of SEK 206 million, related to an optimization of the company's capital structure.

Net financial cost and tax costs

Net financial cost amounted to SEK 96 million (97). A higher net debt increased the financial costs during the first six months. This has been offset by lower financial costs during the third quarter. Reported tax costs correspond to an average tax rate of 22 percent (25). The income reported as items affecting comparability in the second quarter was not taxable. This has reduced

the average tax rate in the period by 2 percent. The work to further optimize the capital structure in the Group has also supported the lower tax rate.

Earnings per share

Earnings per share increased and amounted to SEK 4.46 (4.30), due to the improved operating profit and lower tax costs.

Cash flow and investments

Operating cash flow including changes in working capital amounted to SEK 815 million (932). Cash flow from working capital was negative, amounting to SEK 477 million (negative 720). Accounts receivables have increased and impacted cash flow negatively due to the sequential improvement in sales and the sales of more speciality solutions to customers with longer payment terms. Inventory has decreased due to good inventory control. Accounts payables have decreased in line with the inventory reduction.

Cash outflow from investment activities amounted to SEK 558 million (1,009), whereof SEK 53 million (488) was related to acquisitions. Our earlier communicated add-on investments in China will most likely not be operational until the first half of 2021. This delay is due to travel restrictions during the spring/summer which prevented us from sending our experienced engineers from Europe to China.

Acquisitions

In early March, we signed an agreement to acquire 75 percent of NPO Margaron LLC, a producer of margarines, spreads, and bakery and confectionery fats, based in St. Petersburg, Russia. Margaron has been a trusted toll manufacturer to AAK for more than a decade and had last year revenues of approximately SEK 280 million.

Subject to certain long-term targets being met, there is a put/call option under which we could acquire the remaining 25 percent of Margaron. Margaron will, as of the third quarter, be consolidated into business areas Food Ingredients and Chocolate & Confectionery Fats.

Employees

The number of employees at September 30, 2020 was 3,990 (3,884 at December 31, 2019).

General information

Related parties

No significant changes have taken place in relations or transactions with related parties since 2019.

Risks and uncertainty factors

AAK's operations are constantly exposed to risks, threats and external factors with an impact on the company. Through a proactive approach to business intelligence, the company aims to anticipate changes in factors affecting operations. Plans and policies are adjusted continuously to counteract potential negative effects. Active risk management, such as hedging raw material prices and currencies, reduces the risks that the company faces.

Efficient risk management is an ongoing process conducted within the framework of business control, and is part of the ongoing review and forward-looking assessment of operations.

AAK's long-term risk exposure is assumed not to deviate from the inherent exposure associated with AAK's ongoing business operations.

For a more in-depth analysis of risks, please refer to AAK's Annual Report.

Accounting policies in 2020

This interim report is prepared in accordance with the Swedish Annual Accounts Act and IAS 34, Interim Financial Reporting. For information regarding the accounting policies applied, please see our Annual Report.

Alternative Performance Measures (APMs)

AAK presents APMs to reflect underlying business performance and to enhance comparability from period to period. APMs should not be considered as a substitute for measures of performance in accordance with the IFRS.

Definitions of Alternative Performance Measures can be found at www.aak.com under the Investor tab. For reconciliation of Alternative Performance Measures, see pages 20–21.

Definitions

For definitions, please see our Annual Report.

Extraordinary Annual General Meeting

An Extraordinary Annual General Meeting will preliminary be held on November 26, 2020. A formal notice to shareholders will be issued within short.

Proposed dividend

The Board of Directors proposes that a dividend of SEK 2.10 (1.85) per share be paid for the financial year 2019.

Events after the reporting period

AAK has in the fourth quarter further strengthened its position in the Indian market and signed an agreement to acquire the remaining 31 percent of the shares of AAK Kamani, the joint venture between AAK and Kamani Oil Industries Pvt Ltd. that was formed in September 2015. AAK now owns 100 percent of AAK Kamani. The payment for the shares will be completed in the coming weeks.

The Parent Company and Group Functions

The Parent Company is a holding company for the AAK Group. Its functions are primarily activities related to the development and administration of the Group.

The result for the Parent Company after financial items amounted to negative SEK 55 million (positive 1,386).

Interest-bearing liabilities minus cash and cash equivalents and interest-bearing assets totalled SEK 2,045 million (2,173 as of December 31, 2019). Investments in intangible and tangible assets amounted to SEK 2 million (2).

The Parent Company's balance sheet and income statement are shown on pages 23–24.

Accounting policies

AAK AB (publ.) is the Parent Company of the AAK Group. The company has prepared its financial reports in accordance with the Annual Accounts Act and RFR 2 Reporting for legal entities.

Changes in the balance sheet

No major change in the parent company since year-end.

Malmö, October 22, 2020

Johan Westman
President and CEO

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The information is information that AAK AB (publ.) is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the agency of the contact person set out above, at 8:20 a.m. CET on October 22, 2020.

Auditor's report

Introduction

We have reviewed the condensed interim financial information (interim report) of AAK AB (publ.) as of September 30, 2020 and the nine-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, Review of Interim Report Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not

enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Malmö, October 20, 2020

PricewaterhouseCoopers AB

Bo Karlsson
Authorized Public Accountant

AAK Group

Condensed Income statement

| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|---|---------------|---------------|----------------|----------------|-------------------|
| Net sales | 7,064 | 7,153 | 20,636 | 21,130 | 28,510 |
| Other operating income | 28 | 55 | 302 | 132 | 193 |
| Total operating income | 7,092 | 7,208 | 20,938 | 21,262 | 28,703 |
| Raw materials and supplies | -5,063 | -5,194 | -15,170 | -15,394 | -20,743 |
| Other external expenses | -662 | -658 | -1,805 | -1,982 | -2,685 |
| Cost for remuneration to employees | -577 | -620 | -1,785 | -1,787 | -2,423 |
| Depreciation, amortization and impairment losses | -186 | -172 | -574 | -508 | -687 |
| Other operating expenses | -2 | -1 | -44 | -10 | -23 |
| Total operating expenses | -6,490 | -6,645 | -19,378 | -19,681 | -26,561 |
| Operating profit (EBIT) | 602 | 563 | 1,560 | 1,581 | 2,142 |
| Interest income | 1 | 3 | 5 | 7 | 10 |
| Interest expense | -27 | -36 | -88 | -103 | -133 |
| Other financial items | 0 | -1 | -13 | -1 | -8 |
| Total financial net | -26 | -34 | -96 | -97 | -131 |
| Profit before tax | 576 | 529 | 1,464 | 1,484 | 2,011 |
| Income tax | -140 | -131 | -322 | -372 | -498 |
| Profit for the period | 436 | 398 | 1,142 | 1,112 | 1,513 |
| Attributable to non-controlling interests | 7 | 10 | 10 | 20 | 26 |
| Attributable to the Parent company's shareholders | 429 | 388 | 1,132 | 1,092 | 1,487 |

Comprehensive income

| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|--|-------------|------------|---------------|---------------|-------------------|
| Profit for the period | 436 | 398 | 1,142 | 1,112 | 1,513 |
| Items that will not be reclassified to profit or loss: | | | | | |
| Remeasurements of post-employment benefit obligations | -23 | -46 | -12 | -46 | -21 |
| | -23 | -46 | -12 | -46 | -21 |
| Items that may subsequently be reclassified to profit or loss: | | | | | |
| Translation differences | -170 | 415 | -1,139 | 792 | 402 |
| Fair-value changes in cash flow hedges | 0 | -2 | -2 | -5 | -0 |
| Tax related to fair-value changes in cash flow hedges | 0 | 0 | 1 | 1 | 0 |
| | -170 | 413 | -1,140 | 788 | 402 |
| Total comprehensive income for the period | 243 | 765 | -10 | 1,854 | 1,894 |
| Attributable to non-controlling interests | 7 | 10 | 7 | 23 | 26 |
| Attributable to the Parent company's shareholders | 236 | 755 | -17 | 1,831 | 1,868 |

Condensed balance sheet

| SEK million | 30.09.2020 | 30.09.2019 | 31.12.2019 |
|---|---------------|---------------|---------------|
| Assets | | | |
| Goodwill | 2,223 | 2,162 | 2,114 |
| Other intangible assets | 326 | 383 | 363 |
| Property, plant and equipment | 5,741 | 6,022 | 6,034 |
| Right-of-use assets | 768 | 779 | 770 |
| Financial assets | 36 | 34 | 31 |
| Deferred tax assets | 175 | 82 | 144 |
| Total non-current assets | 9,269 | 9,462 | 9,456 |
| Inventory | 6,257 | 5,624 | 6,681 |
| Accounts receivables | 3,699 | 3,903 | 3,529 |
| Current receivables | 1,777 | 1,797 | 2,271 |
| Cash and cash equivalents | 1,143 | 731 | 982 |
| Total current assets | 12,876 | 12,055 | 13,463 |
| Total assets | 22,145 | 21,517 | 22,919 |
| Equity and liabilities | | | |
| Shareholders' equity | 10,428 | 10,288 | 10,337 |
| Non-controlling interests | 91 | 93 | 84 |
| Total equity including non-controlling interests | 10,519 | 10,381 | 10,421 |
| Liabilities to banks and credit institutions | 3,214 | 3,042 | 2,987 |
| Pension liabilities | 263 | 291 | 241 |
| Lease liabilities | 676 | 690 | 675 |
| Deferred tax liabilities | 448 | 498 | 511 |
| Non-interest-bearing liabilities | 662 | 574 | 525 |
| Total non-current liabilities | 5,263 | 5,095 | 4,939 |
| Liabilities to banks and credit institutions | 635 | 842 | 870 |
| Lease liabilities | 118 | 102 | 110 |
| Accounts payables | 3,056 | 2,865 | 3,354 |
| Other current liabilities | 2,554 | 2,232 | 3,225 |
| Total current liabilities | 6,363 | 6,041 | 7,559 |
| Total equity and liabilities | 22,145 | 21,517 | 22,919 |

No changes have arisen in contingent liabilities.

Condensed change in equity

2020

| SEK million | Shareholders' equity | Non-controlling interests | Total equity incl. non-controlling interests |
|---|----------------------|---------------------------|--|
| Opening balance January 1, 2020 | 10,337 | 84 | 10,421 |
| Profit for the period | 1,132 | 10 | 1,142 |
| Other comprehensive income | -1,149 | -3 | -1,152 |
| Total comprehensive income | -17 | 7 | -10 |
| New issue of shares | 93 | - | 93 |
| Subscription warrants | 15 | - | 15 |
| Closing balance September 30, 2020 | 10,428 | 91 | 10,519 |

2019

| SEK million | Shareholders' equity | Non-controlling interests | Total equity incl. non-controlling interests |
|---|----------------------|---------------------------|--|
| Opening balance January 1, 2019 | 8,908 | 88 | 8,996 |
| Profit for the period | 1,092 | 20 | 1,112 |
| Other comprehensive income | 739 | 3 | 742 |
| Total comprehensive income | 1,831 | 23 | 1,854 |
| Non-controlling interest | 18 | -18 | - |
| Dividend | -469 | - | -469 |
| Closing balance September 30, 2019 | 10,288 | 93 | 10,381 |

Financial instruments

2020

| SEK million | Asset | Liability |
|---|------------|------------|
| Financial instruments reported in balance sheet September 30, 2020 | | |
| Sales and purchase contracts | 427 | 186 |
| Currency hedge contracts | 189 | 136 |
| Total derivatives financial instruments | 616 | 322 |
| Fair value adjustment inventory | 142 | 47 |
| Total financial instruments | 758 | 369 |

2019

| SEK million | Asset | Liability |
|---|------------|------------|
| Financial instruments reported in balance sheet September 30, 2019 | | |
| Sales and purchase contracts | 449 | 93 |
| Currency hedge contracts | 156 | 77 |
| Total derivatives financial instruments | 605 | 170 |
| Fair value adjustment inventory | 89 | 2 |
| Total financial instruments | 694 | 172 |

Condensed cash flow statement

| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|--|--------------|-------------|--------------|---------------|----------------|
| Operating activities | | | | | |
| Operating profit | 602 | 563 | 1,560 | 1,581 | 2,142 |
| Depreciation and amortization | 186 | 172 | 574 | 508 | 687 |
| Other non-cash items | 52 | 108 | -187 | 27 | 246 |
| Cash flow before interest and tax | 840 | 843 | 1,947 | 2,116 | 3,075 |
| Interest paid and received | -18 | -26 | -71 | -101 | -122 |
| Tax paid | -267 | -135 | -584 | -363 | -499 |
| Cash flow before changes in working capital | 555 | 682 | 1,292 | 1,652 | 2,454 |
| Changes in inventory | -208 | -705 | 122 | -585 | -1,784 |
| Changes in accounts receivables | -469 | -105 | -442 | -202 | 86 |
| Changes in accounts payables | 461 | 102 | -147 | -9 | 540 |
| Changes in other working capital items | 143 | 156 | -10 | 76 | 262 |
| Changes in working capital | -73 | -552 | -477 | -720 | -896 |
| Cash flow from operating activities | 482 | 130 | 815 | 932 | 1,558 |
| Investing activities | | | | | |
| Acquisition of intangible assets and property, plant and equipment | -174 | -225 | -506 | -521 | -801 |
| Acquisition of operations and shares, net of cash acquired | -53 | -207 | -53 | -488 | -535 |
| Proceeds from sale of property, plant and equipment | 1 | -1 | 1 | 0 | 1 |
| Cash flow from investing activities | -226 | -433 | -558 | -1,009 | -1,335 |
| Cash flow after investing activities | 256 | -303 | 257 | -77 | 223 |
| Financing activities | | | | | |
| Changes in loans | -287 | 303 | -37 | 586 | 591 |
| Amortization of lease liability | -38 | -32 | -112 | -88 | -122 |
| New issue of shares | 93 | - | 93 | - | - |
| Subscription warrants | - | - | 15 | - | - |
| Dividend paid | - | - | - | -469 | -469 |
| Cash flow from financing activities | -232 | 271 | -41 | 29 | 0 |
| Cash flow for the period | 24 | -32 | 216 | -48 | 223 |
| Cash and cash equivalents at start of period | 1,138 | 744 | 982 | 737 | 737 |
| Exchange rate difference for cash equivalents | -19 | 19 | -55 | 42 | 22 |
| Cash and cash equivalents at end of period | 1,143 | 731 | 1,143 | 731 | 982 |

Key ratios

| SEK million (unless otherwise stated) | Q3 2020 | Q3 2019 | Δ % | Q1–Q3 2020 | Q1–Q3 2019 | Δ % | Full year 2019 |
|--|------------|------------|-----|---------------|---------------|-----|-------------------|
| Income statement | | | | | | | |
| Volumes, '000 MT | 565 | 571 | -1 | 1,615 | 1,708 | -5 | 2,290 |
| Operating profit | 602 | 563 | +7 | 1,560 | 1,581 | -1 | 2,142 |
| Operating profit excluding items affecting comparability and acquisition costs | 602 | 569 | +6 | 1,558 | 1,596 | -2 | 2,157 |
| Profit for the period | 436 | 398 | +10 | 1,142 | 1,112 | +3 | 1,513 |
| Financial position | | | | | | | |
| Total assets | 22,145 | 21,517 | +3 | 22,145 | 21,517 | +3 | 22,919 |
| Equity | 10,519 | 10,381 | +1 | 10,519 | 10,381 | +1 | 10,421 |
| Net working capital | 6,134 | 6,240 | -2 | 6,134 | 6,240 | -2 | 5,908 |
| Net debt | 2,977 | 3,453 | -14 | 2,977 | 3,453 | -14 | 3,117 |
| Cash flow | | | | | | | |
| EBITDA | 788 | 735 | +7 | 2,134 | 2,089 | +2 | 2,829 |
| Cash flow from operating activities | 482 | 130 | - | 815 | 932 | - | 1,558 |
| Cash flow from investing activities | -226 | -433 | - | -558 | -1,009 | - | -1,335 |
| Free cash flow | 256 | -303 | - | 257 | -77 | - | 223 |
| Share data | | | | | | | |
| Number of shares, thousand | 254,391 | 253,731 | +0 | 254,391 | 253,731 | +0 | 253,731 |
| Earnings per share, SEK* | 1.69 | 1.53 | +10 | 4.46 | 4.30 | +4 | 5.86 |
| Earnings per share incl. dilution, SEK** | 1.68 | 1.52 | +11 | 4.45 | 4.29 | +4 | 5.84 |
| Earnings per share incl. full dilution, SEK*** | 1.65 | 1.50 | +10 | 4.36 | 4.21 | +4 | 5.74 |
| Equity per share, SEK | 41.10 | 40.55 | +1 | 41.10 | 40.55 | +1 | 40.74 |
| Market value on closing date, SEK | 167.15 | 190.85 | -12 | 167.15 | 190.85 | -12 | 178.00 |
| Other key ratios | | | | | | | |
| Volume growth, percent | -1 | +1 | - | -5 | +3 | - | +2 |
| Operating profit per kilo, SEK | 1.07 | 0.99 | +8 | 0.97 | 0.93 | +4 | 0.94 |
| Operating profit per kilo excluding items affecting comparability and acquisition costs, SEK | 1.07 | 1.00 | +7 | 0.96 | 0.93 | +3 | 0.94 |
| Return on Capital Employed (R12 months), percent | 13.7 | 15.1 | -9 | 13.7 | 15.1 | -9 | 14.9 |
| Net debt / EBITDA, multiple | 1.04 | 1.26 | -17 | 1.04 | 1.26 | -17 | 1.10 |

* The calculation of earnings per share is based on weighted average number of outstanding shares.

** The calculation of earnings per share is based on weighted average number of outstanding shares including dilution from outstanding subscription options (in accordance with IAS 33).

*** Earnings per share after full dilution is calculated by dividing net income for the period by the total number of average outstanding shares for the period including a conversion of all outstanding share options to ordinary shares.

Quarterly data by business area

Operating profit

| SEK million | 2019 Q1 | Q2 | Q3 | Q4 | Full year | 2020 Q1 | Q2 | Q3 |
|-----------------------------------|------------|------------|------------|------------|--------------|------------|------------|------------|
| Food Ingredients | 308 | 346 | 364 | 349 | 1,366 | 325 | 168 | 381 |
| Chocolate & Confectionery Fats | 206 | 177 | 206 | 205 | 794 | 222 | 73 | 221 |
| Technical Products & Feed | 36 | 35 | 33 | 46 | 150 | 38 | 20 | 34 |
| Group Functions | -50 | -40 | -40 | -38 | -168 | -43 | 156 | -34 |
| Operating profit AAK Group | 500 | 518 | 563 | 562 | 2,142 | 542 | 417 | 602 |
| Financial net | -30 | -33 | -34 | -34 | -131 | -35 | -35 | -26 |
| Profit before tax | 470 | 485 | 529 | 528 | 2,011 | 507 | 382 | 576 |

Operating profit excluding items affecting comparability and acquisition costs

| SEK million | 2019 Q1 | Q2 | Q3 | Q4 | Full year | 2020 Q1 | Q2 | Q3 |
|-----------------------------------|------------|------------|------------|------------|--------------|------------|------------|------------|
| Food Ingredients | 308 | 346 | 364 | 349 | 1,366 | 325 | 262 | 381 |
| Chocolate & Confectionery Fats | 206 | 177 | 206 | 205 | 794 | 222 | 156 | 221 |
| Technical Products & Feed | 36 | 35 | 33 | 46 | 150 | 38 | 28 | 34 |
| Group Functions | -41 | -40 | -34 | -38 | -153 | -39 | -35 | -34 |
| Operating profit AAK Group | 509 | 518 | 569 | 562 | 2,157 | 546 | 411 | 602 |
| Financial net | -30 | -33 | -34 | -34 | -131 | -35 | -35 | -26 |
| Profit before tax | 479 | 485 | 535 | 528 | 2,026 | 511 | 376 | 576 |

Net sales by market

2020

| SEK million | FI Q3 2020 | CCF Q3 2020 | TPF Q3 2020 | Total Q3 2020 | FI Q1-Q3 2020 | CCF Q1-Q3 2020 | TPF Q1-Q3 2020 | Total Q1-Q3 2020 |
|-------------------------|--------------|--------------|-------------|---------------|---------------|----------------|----------------|------------------|
| Europe | 2,152 | 1,020 | 352 | 3,524 | 6,058 | 2,899 | 1,175 | 10,132 |
| North and South America | 1,946 | 733 | - | 2,679 | 5,901 | 2,107 | - | 8,008 |
| Asia | 529 | 259 | - | 788 | 1,557 | 669 | - | 2,226 |
| Other countries | 52 | 21 | - | 73 | 173 | 97 | - | 270 |
| Net sales | 4,679 | 2,033 | 352 | 7,064 | 13,689 | 5,772 | 1,175 | 20,636 |

2019

| SEK million | FI Q3 2019 | CCF Q3 2019 | TPF Q3 2019 | Total Q3 2019 | FI Q1-Q3 2019 | CCF Q1-Q3 2019 | TPF Q1-Q3 2019 | Total Q1-Q3 2019 |
|-------------------------|--------------|--------------|-------------|---------------|---------------|----------------|----------------|------------------|
| Europe | 2,258 | 1,017 | 332 | 3,607 | 6,413 | 2,814 | 1,078 | 10,305 |
| North and South America | 1,984 | 735 | 0 | 2,719 | 5,897 | 2,314 | 0 | 8,211 |
| Asia | 550 | 208 | 0 | 758 | 1,737 | 614 | 0 | 2,351 |
| Other countries | 42 | 27 | 0 | 69 | 151 | 112 | 0 | 263 |
| Net sales | 4,834 | 1,987 | 332 | 7,153 | 14,198 | 5,854 | 1,078 | 21,130 |

Alternative Performance Measures (APMs)

Organic volume growth

| Percent | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|---|-----------|-----------|------------|------------|----------------|
| Food Ingredients | | | | | |
| Organic volume growth | -2 | 2 | -8 | 1 | 2 |
| Acquisitions/divestments | - | - | - | - | - |
| Volume growth | -2 | 2 | -8 | 1 | 2 |
| Chocolate & Confectionery Fats | | | | | |
| Organic volume growth | 2 | 1 | -5 | 9 | 7 |
| Acquisitions/divestments | - | - | - | - | - |
| Volume growth | 2 | 1 | -5 | 9 | 7 |
| Technical Products & Feed | | | | | |
| Organic volume growth | 1 | -4 | 6 | -1 | -0 |
| Acquisitions/divestments | - | - | - | - | - |
| Volume growth | 1 | -4 | 6 | -1 | -0 |
| AAK Group | | | | | |
| Organic volume growth | -1 | 1 | -5 | 3 | 2 |
| Acquisitions/divestments | - | - | - | - | - |
| Volume growth | -1 | 1 | -5 | 3 | 2 |

EBITDA

| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|--|------------|------------|--------------|--------------|----------------|
| Operating profit (EBIT) | 602 | 563 | 1,560 | 1,581 | 2,142 |
| Add back depreciation and amortization | 186 | 172 | 574 | 508 | 687 |
| EBITDA | 788 | 735 | 2,134 | 2,089 | 2,829 |

Return on Capital Employed (ROCE)

| SEK million | 30.09.2020 | 30.09.2019 | R12M 30.09.2020 | R12M 31.12.2019 |
|---|---------------|---------------|-----------------|-----------------|
| Total assets | 22,145 | 21,517 | 22,420 | 20,454 |
| Cash and cash equivalents | -1,143 | -731 | -1,179 | -801 |
| Financial assets | -5 | -5 | -115 | -13 |
| Accounts payables | -3,056 | -2,865 | -3,076 | -2,885 |
| Other non-interest-bearing liabilities | -2,538 | -2,214 | -2,539 | -2,338 |
| Capital employed | 15,403 | 15,702 | 15,511 | 14,417 |
| Operating profit (Rolling 12 months) | 2,121 | 2,097 | 2,121 | 2,142 |
| Return on Capital Employed (ROCE), percent | 13.8 | 13.4 | 13.7 | 14.9 |

Net working capital

| SEK million | 30.09.2020 | Full year 2019 |
|---|--------------|----------------|
| Inventory | 6,257 | 6,681 |
| Accounts receivables | 3,699 | 3,529 |
| Other current receivables, non-interest-bearing | 1,772 | 2,261 |
| Accounts payables | -3,056 | -3,354 |
| Other current liabilities, non-interest-bearing | -2,538 | -3,209 |
| Net working capital | 6,134 | 5,908 |

Net debt

| SEK million | 30.09.2020 | Full year 2019 |
|--|---------------|----------------|
| Current interest-bearing receivables | 5 | 11 |
| Cash and cash equivalents | 1,143 | 982 |
| Pension liabilities | -263 | -241 |
| Non-current liabilities to banks and credit institutions | -3,214 | -2,987 |
| Current liabilities to banks and credit institutions | -635 | -870 |
| Other interest-bearing liabilities | -13 | -12 |
| Net debt | -2,977 | -3,117 |

Net debt/EBITDA

| SEK million | 30.09.2020 | Full year 2019 |
|----------------------------------|-------------|----------------|
| Net debt | 2,977 | 3,117 |
| EBITDA (Rolling 12 months) | 2,874 | 2,829 |
| Net debt/EBITDA, multiple | 1.04 | 1.10 |

Equity to assets ratio

| SEK million | 30.09.2020 | Full year 2019 |
|---|---------------|----------------|
| Shareholders' equity | 10,428 | 10,337 |
| Non-controlling interests | 91 | 84 |
| Total equity including non-controlling interests | 10,519 | 10,421 |
| Total assets | 22,145 | 22,919 |
| Equity to assets ratio, percent | 47.5 | 45.5 |

Acquisitions

During the second quarter 2020, AAK acquired 75 percent of the Russian company NPO Margaron LLC. The effect on AAK's Balance sheet and Cash flow is shown below.

| SEK million | Q1–Q3 2020 |
|--|---------------|
| Fair value of acquired assets and liabilities | |
| Total fixed assets | 27 |
| Total financial assets | 1 |
| Total current assets | 32 |
| Total assets | 60 |
| Total non-current liabilities | 36 |
| Total current liabilities | 12 |
| Total liabilities | 48 |
| Fair value of acquired assets and liabilities | |
| Goodwill | 242 |
| Non-current liabilities | -216 |
| Total purchase consideration transferred | 38 |
| Less cash and cash equivalents in acquired companies | 0 |
| Cash flow from acquisition of operations and shares | 38 |

During the third quarter 2020, AAK paid an additional purchase price for BD Foods Ltd. for an amount of SEK 15 million.

Income statement – Parent company

| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|---|------------|------------|---------------|---------------|-------------------|
| Net sales | 44 | 33 | 131 | 98 | 159 |
| Total operating income | 44 | 33 | 131 | 98 | 159 |
| Other external expenses | -27 | -25 | -83 | -103 | -136 |
| Cost for remuneration to employees | -16 | -26 | -68 | -78 | -101 |
| Depreciation, amortization and impairment losses | -2 | -3 | -6 | -5 | -7 |
| Total operating expenses | -45 | -54 | -157 | -186 | -244 |
| Operating profit (EBIT) | -1 | -21 | -26 | -88 | -85 |
| Dividend from group companies | - | - | - | 1,497 | 1,497 |
| Income from shares in group companies | - | - | - | - | 87 |
| Interest income | 0 | - | 0 | 1 | 1 |
| Interest expense | -8 | -6 | -25 | -21 | -20 |
| Other financial items | -1 | -2 | -4 | -3 | -6 |
| Total financial net | -9 | -8 | -29 | 1,474 | 1,559 |
| Profit before tax | -10 | -29 | -55 | 1,386 | 1,474 |
| Income tax | 2 | 6 | 12 | 24 | -1 |
| Profit for the period | -8 | -23 | -43 | 1,410 | 1,473 |
| Attributable to non-controlling interests | - | - | - | - | - |
| Attributable to the Parent company's shareholders | -8 | -23 | -43 | 1,410 | 1,473 |

Comprehensive income – Parent company

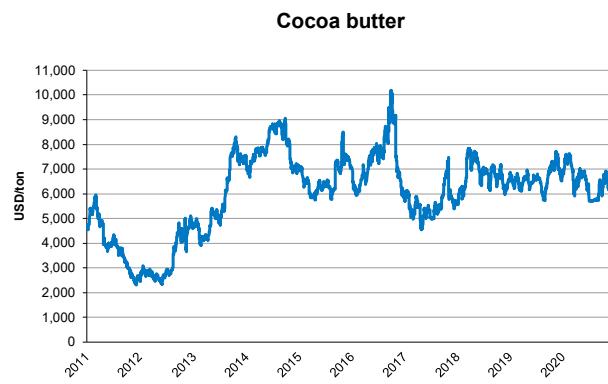
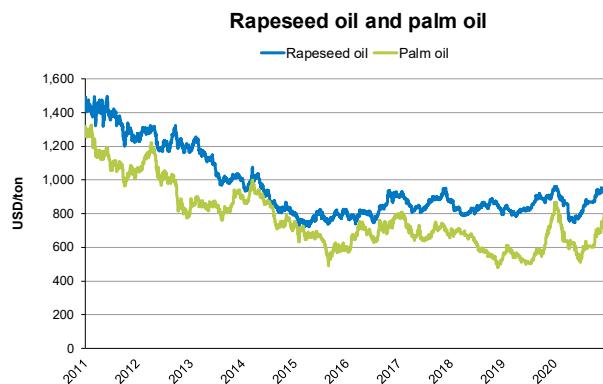
| SEK million | Q3 2020 | Q3 2019 | Q1–Q3 2020 | Q1–Q3 2019 | Full year 2019 |
|--|------------|------------|---------------|---------------|-------------------|
| Profit for the period | -8 | -23 | -43 | 1,410 | 1,473 |
| Items that will not be reclassified to profit or loss: | - | - | - | - | - |
| Items that may subsequently be reclassified to profit or loss: | - | - | - | - | - |
| Total comprehensive income for the period | -8 | -23 | -43 | 1,410 | 1,473 |
| Attributable to non-controlling interests | - | - | - | - | - |
| Attributable to the Parent company's shareholders | -8 | -23 | -43 | 1,410 | 1,473 |

Condensed balance sheet – Parent company

| SEK million | 30.09.2020 | 30.09.2019 | 31.12.2019 |
|---|--------------|--------------|--------------|
| Assets | | | |
| Other intangible assets | 12 | 9 | 12 |
| Property, plant and equipment | 2 | 3 | 3 |
| Right-of-use assets | 5 | 7 | 6 |
| Financial assets | 9,255 | 8,683 | 8,777 |
| Deferred tax assets | 5 | 5 | 5 |
| Total non-current assets | 9,279 | 8,707 | 8,803 |
| Current receivables | 339 | 347 | 423 |
| Cash and cash equivalents | 0 | 0 | 0 |
| Total current assets | 339 | 347 | 423 |
| Total assets | 9,618 | 9,054 | 9,226 |
| Equity and liabilities | | | |
| Shareholders' equity | 6,916 | 6,804 | 6,867 |
| Non-controlling interests | - | - | - |
| Total equity including non-controlling interests | 6,916 | 6,804 | 6,867 |
| Liabilities to banks and credit institutions | 2,600 | 2,150 | 2,250 |
| Lease liabilities | 2 | 4 | 3 |
| Other non-current liabilities | 30 | 32 | 33 |
| Total non-current liabilities | 2,632 | 2,186 | 2,286 |
| Lease liabilities | 3 | 3 | 3 |
| Accounts payables | 5 | 1 | 8 |
| Other current liabilities | 62 | 60 | 62 |
| Total current liabilities | 70 | 64 | 73 |
| Total equity and liabilities | 9,618 | 9,054 | 9,226 |

No changes have arisen in contingent liabilities.

Price trends in raw materials



For information regarding cocoa and cocoa butter please refer to information at www.icco.org

Additional information

Press and analyst conference

AAK will host a conference call on October 22, 2020 at 10 a.m. CET. The conference call can be accessed via our website, www.aak.com.

The annual and quarterly reports are also published on www.aak.com.

Financial calendar 2020–2021

A virtual capital market day will be held on November 17, 2020.

The fourth quarter and year-end report for 2020 will be published on January 28, 2021.

The interim report for the first quarter 2021 will be published on April 23.

The Annual General Meeting will be held on May 7, 2021.

Forward-looking statements

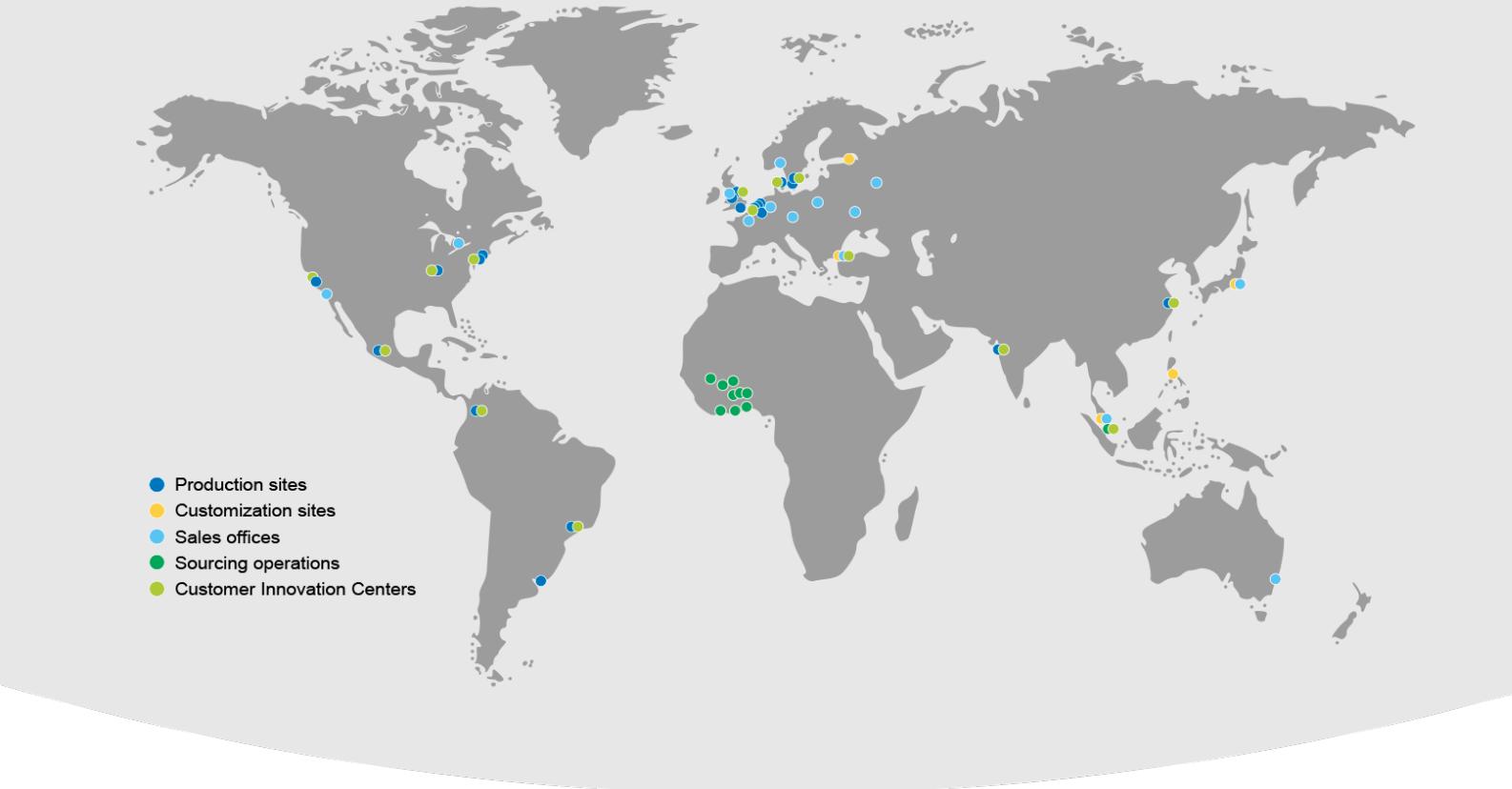
This report contains forward-looking statements. Such statements are subject to risks and uncertainties as various factors, many of which are beyond the control of AAK AB (publ.), may cause actual developments and results to differ materially from the expectations expressed in this report.

Governing text

The report has been translated from Swedish. The Swedish text shall govern for all purposes and prevail in the event of any discrepancy between the versions.

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We do so through our in-depth expertise in oils & fats within food applications, working with a wide range of raw materials and broad process capabilities.

Through our unique co-development approach we bring together our customers' skills and know-how with our capabilities and mindset. By doing so, we solve customer specific needs across many industries – Chocolate & Confectionery, Bakery, Dairy, Plant-based Foods, Special Nutrition, Foodservice, Personal Care, and more.

AAK's proven expertise is based on more than 140 years of experience within oils & fats. With our headquarters in Malmö, Sweden, more than 20 production facilities and customization plants, and sales offices in more than 25 countries, our more than 3,900 employees are dedicated to providing innovative value-adding solutions to our customers.

So no matter where you are in the world, we are ready to help you achieve long lasting results.

We are AAK – The Co-Development Company.

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