

Interim report **Q2**

Second quarter, April–June 2021

- > Net sales amounted to SEK 1,958m (1,489). Sales increased by 31.5%. Currency contributed negatively by 7%. Organically sales increased by 38.4%. Last year the quarter was more impacted by the pandemic than this year.
- > EBITA amounted to SEK 197m (-4), corresponding to a margin of 10.1% (-0.2).
- > Operating income amounted to SEK 181m (-18), corresponding to a margin of 9.2% (-1.2).
- > Operating cash flow after investments amounted to SEK 223m (31).
- > Income for the period amounted to SEK 168m (-28), and earnings per share was SEK 0.58 (-0.10).

Key ratios

SEKm	Second quarter			Six months		
	Apr–Jun 2021	Apr–Jun 2020	Change, %	Jan–Jun 2021	Jan–Jun 2020	Change, %
Net sales	1,958	1,489	31.5	3,619	3,580	1.1
EBITA*	197	-4		300	217	38.1
EBITA margin, %*	10.1	-0.2		8.3	6.1	
Operating income*	181	-18		268	187	43.4
Operating margin, %*	9.2	-1.2		7.4	5.2	
Income after financial items	176	-26	770.4	259	177	46.2
Income for the period	168	-28	700.0	223	131	70.3
Earnings per share, SEK ¹	0.58	-0.10		0.78	0.46	
Operating cash flow after investments*	223	31		246	47	
Operating working capital % of net sales*				17.4	19.9	

*) Alternative performance measures used in this report are explained on pages 25–26.

1) Basic number of outstanding shares.

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Strong sales recovery



Alberto Zanata,
President and CEO

// The market recovery that started towards the end of the first quarter has continued and broadened geographically throughout the second quarter. //

The market recovery that started towards the end of the first quarter has continued and broadened geographically throughout the second quarter. The recovery was particularly strong in Europe and the US.

Sales in the quarter increased organically by 38.4% (-39.9) compared to last year driven by increased demand, especially in southern Europe. Despite the strong sales recovery year-over year, the level was still approximately 15% below 2019, however, the difference diminishing towards the end of the quarter.

EBITA for the second quarter was SEK 197m (-4) with a corresponding margin of 10.1% (-0.2). The result improvement was primarily driven by the sales volume and benefits from the restructuring plan announced in September 2020. Operating costs have also increased in order to meet the increase in demand. Operating cash flow after investments amounted to SEK 223m (31).

Sales of Food & Beverage demonstrated a strong sales recovery with an organic growth of 53.9%, reporting an EBITA-margin of 9.1% (-7.7). The growth was particularly strong in southern Europe, the US and China while South East Asia was burdened by pandemic restrictions. Sales of Laundry grew by 19.1% (-21.9) driven by all regions, with the US having the highest growth rate. The EBITA-margin landed at 15.7% (13.5).

Our new state-of-the-art factory in Rayong, Thailand, is fully operational since June producing both Laundry and Beverage prod-

ucts. It offers higher efficiency, a sustainable approach and provides the ability to further scale-up for future expansion.

We have managed to handle the global pressure on component and container availability well and with limited customer impact. However, this area currently demands a lot of attention and the pressure is expected to continue during the fall. To compensate for the raw material price pressure, we have executed price increases across all product segments effective from July 1.

The Beverage and Food Preparation businesses, which constitute smaller parts of the larger Food and Beverage segment, are often operating with different dynamic and in other customer segments and channels than our Food and Laundry businesses. In order to increase focus and drive this part of our business, it will as of October 1, be managed as a separate division within the Food and Beverage segment.

As more and more people are vaccinated and restrictions are lifted, we can see that people start to socialize again which supports the comeback of the hospitality industry. This gives reason for optimism. Whereas we cannot ignore the risk for new pandemic setbacks, we remain confident given that we have demonstrated that our company is strong and able to navigate also in turbulent times.

Alberto Zanata,
President and CEO

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Second quarter development

Net sales

Net sales for the second quarter amounted to SEK 1,958m (1,489), an increase by 31.5% compared to the same period last year. Organically, sales increased by 38.4% while currency had a negative impact of 7.0%.

The sales increase was driven by a strong comeback of the hospitality industry and pent-up demand as pandemic restrictions have been eased. Sales of Food & Beverage increased organically by 53.9%. Sales of Laundry increased organically by 19.1%. Organically, sales in Europe increased approximately 40%, in Americas approximately 75% and in Asia-Pacific, Middle East and Africa approximately 10%.

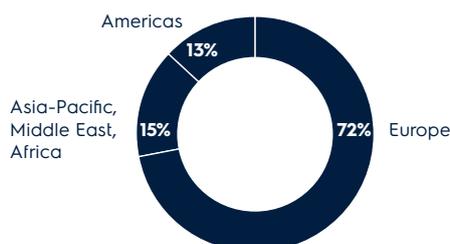
Changes in net sales, %	Apr-Jun 2021	Apr-Jun 2020
Organic growth*	38.4	-39.9
Acquisitions*	-	0.8
Changes in exchange rates	-7.0	-0.3
Total	31.5	-39.3

*) Alternative performance measures used in this report are explained on pages 25-26.

Share of sales by segment, April-June 2021



Share of sales by region, April-June 2021

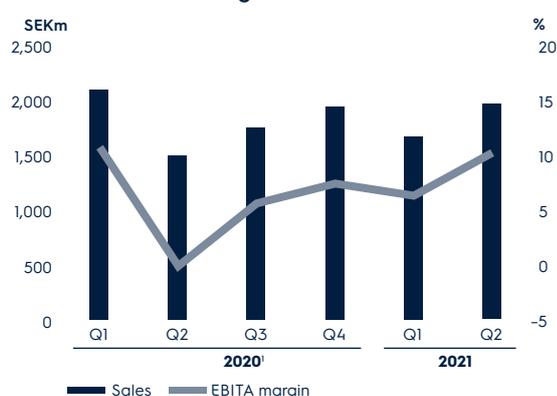


Operating income and EBITA

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 197m (-4) corresponding to a margin of 10.1% (-0.2). Operating income amounted to SEK 181m (-18), corresponding to a margin of 9.2% (-1.2). The improved operating income is mainly due to higher sales volumes.

Government support of SEK 10m (52) together with benefits from the 2020 restructuring program of SEK 35m contributed to EBITA.

Sales and EBITA margin



1) The third quarter 2020 includes items affecting comparability of SEK -77m.

Financial net

Net financial items amounted to SEK -5m (-8).

Income for the period

Income for the period amounted to SEK 168m (-28), corresponding to SEK 0.58 (-0.10) in earnings per share. Income tax for the period amounted to SEK -8m (-2). The effective tax rate in 2021 is positively affected by revaluation of fixed assets in Italy.

Group common cost

Group common cost was SEK -30m (-27).

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Development during the year, January–June 2021

Net sales

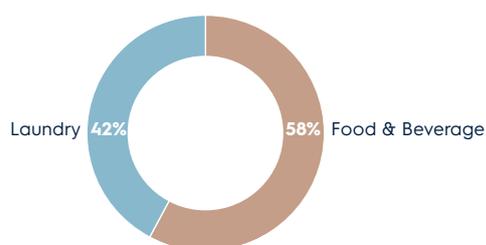
Net sales for January–June amounted to SEK 3,619m (3,580), an increase by 1.1% compared to the same period last year. Organically, sales increased by 7.2% and currency contributed negatively by 6.1%.

The sales increase was driven by an increased sales demand as pandemic restrictions have been eased. Sales of Food & Beverage increased organically by 9.4%. Sales of Laundry increased organically by 4.3%. Sales in Europe increased by approximately 8%, in Americas by 4% and in Asia-Pacific, Middle East and Africa by 5%.

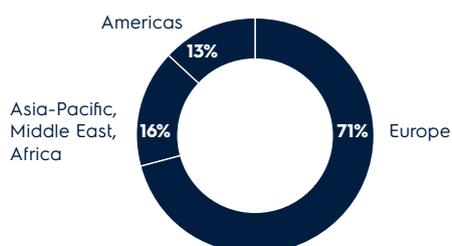
Changes in net sales, %	Jan–Jun 2021	Jan–Jun 2020
Organic growth*	7.2	-27.1
Acquisitions*	-	1.3
Changes in exchange rates	-6.1	1.1
Total	1.1	-24.7

*) Alternative performance measures used in this report are explained on pages 25–26.

Share of sales by segment, January–June 2021



Share of sales by region, January–June 2021



Operating income and EBITA

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 300m (217) corresponding to a margin of 8.3% (6.1). Operating income amounted to SEK 268m (187), corresponding to a margin of 7.4% (5.2). The improved operating income is mainly due to higher sales volumes.

Government support of SEK 30m (56) together with benefits from the 2020 restructuring program of SEK 65m contributed to EBITA. Currency burdened the result with approximately SEK 20m. EBITA also includes relocation cost of SEK 12m related to the new factory in Thailand.

Financial net

Net financial items amounted to SEK –9m (–10).

Income for the period

Income for the period amounted to SEK 223m (131), corresponding to SEK 0.78 (0.46) in earnings per share. Income tax for the period amounted to SEK –35m (–46). The effective tax rate is positively affected by revaluation of fixed assets in Italy in the second quarter 2021.

Group common cost

Group common cost was SEK –58m (–55).

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Segment Food & Beverage

In the second quarter, sales for Food & Beverage were SEK 1,210m (838), an increase of 44.3% compared to the same period last year. Organically sales increased by 53.9% and currency had a negative effect of 9.5%.

Sales increased by approximately 58% in Europe, by 79% in Americas, and by 18% in Asia-Pacific, Middle East and Africa. Sales were particularly strong in southern Europe, the US and China.

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 110m (-64), corresponding to a margin of 9.1% (-7.7). EBITA improved due to higher volumes. Operating income amounted to SEK 98m (-75), corresponding to a margin of 8.1% (-9.0).

Sales and EBITA margin



1) The third quarter 2020 includes items affecting comparability of SEK -55m.

SEKm	Second quarter			Six months			Full year
	Apr-Jun 2021	Apr-Jun 2020	Change, %	Jan-Jun 2021	Jan-Jun 2020	Change, %	2020
Net sales	1,210	838	44.3	2,115	2,081	1.6	4,198
Organic growth, %	53.9	-49.2		9.4	-35.4		-28.1
Acquisitions, %	-	1.3		-	2.0		0.5
Changes in exchange rates, %	-9.5	-0.3		-7.8	1.2		-1.2
EBITA	110	-64	270.0	130	34	282.0	87
EBITA margin, %	9.1	-7.7		6.2	1.6		2.1
Operating income	98	-75	230.5	107	12	826.2	35
Operating margin, %	8.1	-9.0		5.1	0.6		0.8

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Segment Laundry

In the second quarter, sales for Laundry were SEK 748m (651), an increase of 14.9% compared to the same period last year. Organically sales increased by 19.1% and currency had a negative effect of 4.2%.

Sales increased by approximately 18% in Europe, by 74% in Americas and by 3% in Asia-Pacific, Middle East and Africa. Sales were particularly strong in southern Europe and the US.

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 117m (88), corresponding to a margin of 15.7% (13.5). Operating income amounted to SEK 113m (84), corresponding to a margin of 15.1% (13.1).

Sales and EBITA margin



1) The third quarter 2020 includes items affecting comparability of SEK -22m.

SEKm	Second quarter			Six months			Full year
	Apr-Jun 2021	Apr-Jun 2020	Change, %	Jan-Jun 2021	Jan-Jun 2020	Change, %	2020
Net sales	748	651	14.9	1,504	1,499	0.3	3,065
Organic growth, %	19.1	-21.9		4.3	-11.9		-8.7
Changes in exchange rates, %	-4.2	-0.3		-4.0	1.0		-0.8
EBITA	117	88	33.0	228	238	-4.3	467
EBITA margin, %	15.7	13.5		15.2	15.9		15.2
Operating income	113	84	33.7	220	231	-4.8	452
Operating margin, %	15.1	13.0		14.6	15.4		14.7

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Net sales, EBITA and operating income by segment

SEKm	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Food & Beverage					
Net sales	1,210	838	2,115	2,081	4,198
EBITA	110	-64	130	34	87
Amortization	-12	-11	-23	-23	-53
Operating income	98	-75	107	12	35
Laundry					
Net sales	748	651	1,504	1,499	3,065
EBITA	117	88	228	238	467
Amortization	-4	-4	-9	-8	-16
Operating income	113	84	220	231	452
Group common costs					
EBITA	-30	-27	-58	-55	-99
Amortization	-0	-0	-0	-0	-1
Operating income	-30	-27	-58	-55	-100
Total Group					
Net sales	1,958	1,489	3,619	3,580	7,263
EBITA	197	-4	300	217	456
Amortization	-16	-15	-32	-31	-69
Operating income	181	-18	268	187	387
Financial items, net	-5	-8	-9	-10	-24
Income after financial items	176	-26	259	177	363
Taxes	-8	-2	-35	-46	-85
Income for the period	168	-28	223	131	278

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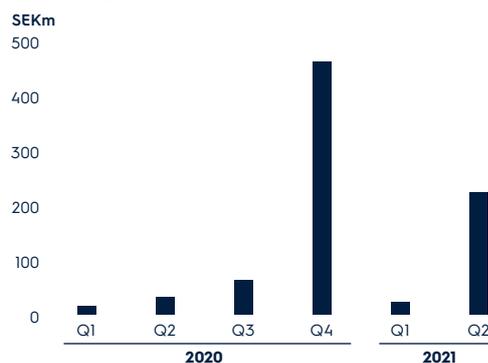
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Cash flow

Operating cash flow after investments amounted to SEK 223m (31) in the quarter. The improved cash flow is mainly due to improved EBITA.

Operating cash flow after investments

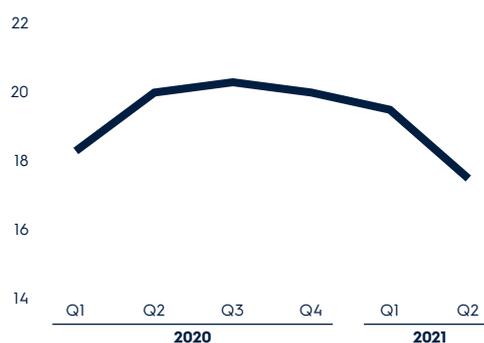


SEKm	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Operating income	181	-18	268	187	387
Depreciation	54	60	108	118	228
Amortization	16	15	32	31	69
Other non-cash items	5	4	9	7	91
Operating income adjusted for non-cash items	256	61	417	342	775
Change in inventories	-27	-19	-70	-144	113
Change in trade receivables	-172	373	-175	363	362
Change in accounts payable	93	-325	47	-250	-140
Change in other operating assets, liabilities and provisions	95	-16	82	-124	-293
Operating cash flow	244	75	302	187	816
Investments in tangible and intangible assets	-20	-43	-53	-147	-273
Changes in other investments	-2	-1	-3	7	26
Operating cash flow after investments	223	31	246	47	570

Operating working capital

Operating working capital as percent of annualized net sales improved to 17.4% in the second quarter compared to 19.4% in the first quarter of 2021 and 19.9% in the fourth quarter of 2020. The improvement is mainly due to improvements in inventory and the reduction of receivables in relation to net sales.

Operating working capital of annualized net sales, %



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Financial position

Net debt

As of June 30, 2021, Electrolux Professional had a financial net debt position (excluding lease liabilities and post-employment provisions) of SEK 109m compared to SEK 202m as of December 31, 2020. Lease liabilities amounted to SEK 247m and net provisions for post-employment benefits decreased to SEK 50m.

In total, net debt amounted to SEK 407m as of June 30, 2021, compared to SEK 549m as of December 31, 2020.

Long-term borrowings amounted to SEK 600m and short-term borrowings amounted to SEK 262m. Total borrowings amounted to SEK 862m compared to SEK 1,012m as of December 31, 2020.

Liquid funds as of June 30, 2021, amounted to SEK 752m compared to SEK 810m as of December 31, 2020.

Credit facilities and loans

Electrolux Professional AB has one term loan of SEK 600m with a tenure of seven years from 2020 and a revolving credit facility of EUR 200m with a tenure until 2026. As of June 30, 2021, EUR 25m of the revolving credit facility was utilized.

Net debt

SEKm	Jun 30, 2021	Jun 30, 2020	Dec 31, 2020
Short-term loans	253	872	403
Short-term borrowings	253	872	403
Financial derivative liabilities	6	9	6
Accrued interest expenses and prepaid interest income	2	3	2
Total short-term borrowings	262	884	412
Long-term loans	600	601	601
Long-term borrowings	600	601	601
Total borrowings¹	862	1,485	1,012
Cash and cash equivalents	743	848	797
Financial derivative assets	9	8	12
Prepaid interest expenses and accrued interest income	0	1	1
Liquid funds	752	857	810
Financial net debt	109	628	202
Lease liabilities	247	227	216
Net provisions for post-employment benefits	50	175	131
Net debt*	407	1,030	549
Net debt/EBITDA ratio*	0.5	1.3	0.8
EBITDA*	758	786	684

*) Alternative performance measures used in this report are explained on pages 25-26.

1) Whereof interest-bearing liabilities amounting to SEK 854m as of June 30, 2021, SEK 1,473m as of June 30, 2020 and SEK 1,004m as of December 31, 2020.

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Other disclosures

Conversion of shares

According to Electrolux Professional's articles of association, owners of A-shares have the right to have such shares converted to B-shares. Conversion reduces the total number of votes in the Company. 2,089 shares were converted in the second quarter. The total number of registered shares in the company on June 30, 2021 amounted to 287,397,450 of which 8,049,665 are Series A and 279,347,785 are Series B. The total number of votes amounted to 35,984,443.5.

Employees

The number of employees at the end of the quarter was 3,407 (3,591).

Events after the balance sheet date

After the end of the reporting period, no significant events have taken place that could affect the company's operations.

Annual General Meeting 2021

Electrolux Professional's Annual General Meeting was held on April 28, 2021. Due to the COVID-19 pandemic, the meeting was conducted without the physical presence of shareholders who instead were able to exercise their voting rights only by post before the meeting. The parent company's and the Group's income statements and balance sheets were adopted and it was resolved that no dividend should be distributed. All members of the Board of Directors were re-elected. Deloitte AB was re-elected as auditor for a period until next Annual General Meeting. A performance based, long term share program for 2021 including hedging measures related thereto was approved. The meeting resolved to amend the company's Articles of Association to hold general meetings by postal voting and/or by collecting proxies as well as for the Board of Directors to decide on attendance at a general meeting for persons not being shareholders.

Parent Company

The Parent Company's activities include head office as well as production and sales in and from Sweden. During Q2, 2021 internal funding to some subsidiaries has been transferred from short- to long-term receivables amounting to 436m.

Net sales for the Parent Company, Electrolux Professional AB, for the period from January 1 to June 30, 2021 amounted to SEK 1,114m (1,137) of which SEK 465m (484) referred to sales to Group Companies and SEK 649m (653) to external customers. Income after financial items was SEK 49m (118). Income for the period amounted to SEK 37m (66).

Capital expenditure in tangible and intangible assets was SEK 6m (14). Liquid funds at the end of the period amounted to SEK 409m, as against SEK 425m at the start of the year.

Undistributed earnings in the Parent Company at the end of the period amounted to SEK 5,803m, as against SEK 5,794m at the beginning of the year.

The income statement and balance sheet for the Parent Company are presented on page 20.

Risk and uncertainty factors

Electrolux Professional is an international group with a wide geographic spread and is thus exposed to a number of business and financial risks. Risk management in Electrolux Professional aims to identify, control and reduce risks. The risk factors are described in the Annual Report and consist of strategic risks, operational risks, industry risks, sustainability risks and financial risks. Compared to the Annual Report, which was issued on March 30, 2021, no new material risks have been identified. Electrolux Professional expects that its financial performance will continue to be affected by the pandemic related to the corona virus uncertainty as long as countries still have restrictions in place.

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The Board of Directors and the President and CEO certify that the interim report gives a true and fair overview of the Parent Company Electrolux Professional AB and the Group's operations, their financial position and results of operations and describes significant risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, July 22, 2021

Electrolux Professional AB (publ)

Kai Wörn
Chairman of the Board

Katharine Clark
Board member

Lorna Donatone
Board member

Ulf Karlsson
*Board member,
Employee representative*

Hans Ola Meyer
Board member

Daniel Nodhäll
Board member

Joachim Nord
Board member

Martine Snels
Board member

Carsten Voigtländer
Board member

Alberto Zanata
President and CEO

Review Report

Introduction

We have reviewed the interim report for Electrolux Professional AB (publ) for the period January 1 – June 30, 2021. The Board of Directors and the President are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the 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 Financial Information 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 has a different focus and is substantially less in scope than an audit conducted in accordance with ISA and other generally accepted auditing practices. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

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

Stockholm, July 22, 2021

Deloitte AB

Jan Berntsson
Authorized Public Accountant

This is a translation of the Swedish language original. In the event of any differences between this translation and the Swedish language original, the latter shall prevail.

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Next-level connectivity and increased visibility of SkyLine

- > Additional and improved connected solutions for SkyLine Ovens and Blast Chillers. Improved design elements and refresh to elevate the visibility of SkyLine.
- > Keeping a close check over cooking processes to reduce risks associated with food safety, operators can manage HACCP protocols automatically.
- > Especially targeted towards chains, supermarkets and staff canteens, with remote sharing of standardized recipes across every product location.

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Work a solid 8 hours with the new LiberoPro Modular professional mobile system for indoor and outdoor cooking

- > Freedom in cooking. A versatile, professional, mobile, plug & play solution.
- > Championing efficiency with the full induction line, customers can reach up to 90% of energy efficiency*.
- > Packaging of the hobs is 100% recyclable and FSC compliant.

- > Libero potential customers: QSR, Streetfood, Hotel breakfast & buffet areas, Events, Bars, Cafés, Canteens, Food Corners.

* Compared to Electrolux Professional traditional gas function.

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Consolidated statement of total comprehensive income

SEKm	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Net sales	1,958	1,489	3,619	3,580	7,263
Cost of goods sold	-1,287	-1,061	-2,397	-2,383	-4,896
Gross operating income	671	428	1,222	1,197	2,367
Selling expenses	-334	-302	-651	-690	-1,355
Administrative expenses	-155	-144	-302	-322	-631
Other operating income and expenses	-1	-0	-1	1	5
Operating income	181	-18	268	187	387
Financial items, net	-5	-8	-9	-10	-24
Income after financial items	176	-26	259	177	363
Taxes	-8	-2	-35	-46	-85
Income for the period	168	-28	223	131	278
Items that will not be reclassified to income for the period:					
Remeasurement of provisions for post-employment benefits	33	36	79	38	83
Income tax relating to items that will not be reclassified	-5	-4	-11	-4	-8
	28	33	68	34	75
Items that may be reclassified subsequently to income for the period:					
Exchange-rate differences on translation of foreign operations	-64	-206	51	-21	-263
Other comprehensive income, net of tax	-36	-174	120	13	-188
Total comprehensive income for the period	132	-202	343	144	90
Income for the period attributable to:					
Shareholders of the Parent Company	168	-28	223	131	278
Total	168	-28	223	131	278
Total comprehensive income for the period attributable to:					
Shareholders of the Parent Company	132	-202	343	144	90
Total	132	-202	343	144	90
Earnings per share, SEK					
Basic, SEK	0.58	-0.10	0.78	0.46	0.97
Diluted, SEK	0.58	-0.10	0.78	0.46	0.97
Average number of shares					
Basic, million	287.4	287.4	287.4	287.4	287.4
Diluted, million	287.5	287.4	287.5	287.4	287.4

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Consolidated balance sheet

SEKm	Jun 30, 2021	Jun 30, 2020 ¹	Dec 31, 2020 ¹
Assets			
Non-current assets			
Property, plant and equipment, owned	1,230	1,286	1,254
Property, plant and equipment, right-of-use	241	222	211
Goodwill	1,725	1,828	1,690
Other intangible assets	278	361	305
Deferred tax assets	384	345	344
Pension plan assets	93	-	21
Other non-current assets	30	30	27
Total non-current assets	3,983	4,072	3,853
Current assets			
Inventories	1,164	1,405	1,086
Trade receivables	1,448	1,325	1,265
Tax assets	96	76	53
Other current assets	228	277	244
Cash and cash equivalents	743	848	797
Total current assets	3,678	3,930	3,444
Total assets	7,660	8,003	7,297
Equity and liabilities			
Equity attributable to shareholders of the Parent Company			
Share capital	29	29	29
Other paid-in capital	5	5	5
Other reserves	54	244	3
Retained earnings	3,009	2,559	2,747
Equity attributable to shareholders of the Parent Company	3,097	2,837	2,784
Total equity	3,097	2,837	2,784
Non-current liabilities			
Long-term borrowings	600	601	601
Long-term lease liabilities	179	160	151
Deferred tax liabilities	140	138	135
Provisions for post-employment benefits	143	175	152
Other provisions	228	242	243
Total non-current liabilities	1,292	1,317	1,282
Current liabilities			
Trade payables	1,339	1,239	1,289
Tax liabilities	339	358	324
Other liabilities	1,142	1,142	988
Short-term borrowings	253	872	403
Short-term lease liabilities	68	67	65
Other provisions	131	170	162
Total current liabilities	3,272	3,849	3,232
Total equity and liabilities	7,660	8,003	7,297

1) Periods in year 2020 are restated due to an adjustment of deferred tax assets related to post-employment benefits for the years 2017-2019 related to the Combined Financial Statements, affecting deferred tax assets and equity by SEK -17m.

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Change in consolidated equity

SEKm	Six months		Full year
	Jan-Jun 2021	Jan-Jun 2020	2020
Opening balance	2,784	2,711	2,711
Adjustment to opening balance ¹	-	-17	-17
Total comprehensive income for the period	343	144	90
Share-based payments	-29	-	-
Total transactions with equity holders	-29	-	-
Closing balance	3,097	2,837	2,784

1) Adjustment of deferred tax assets related to post-employment benefits for the years 2017-2019 related to the Combined Financial Statements.

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Consolidated cash flow statement

SEKm	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Operations					
Operating income	181	-18	268	187	387
Depreciation and amortization	71	75	141	148	297
Other non-cash items	5	4	9	7	91
Financial items paid, net ¹	-5	-6	-8	-7	-22
Taxes paid	-42	2	-93	-16	-66
Cash flow from operations, excluding change in operating assets and liabilities	209	56	316	319	687
Change in operating assets and liabilities					
Change in inventories	-27	-19	-70	-144	113
Change in trade receivables	-172	373	-175	363	362
Change in accounts payable	93	-325	47	-250	-140
Change in other operating assets, liabilities and provisions	95	-16	82	-124	-293
Cash flow from change in operating assets and liabilities	-11	14	-116	-155	41
Cash flow from operations	198	70	200	164	729
Investments					
Capital expenditure in property, plant and equipment	-19	-43	-51	-145	-267
Capital expenditure in product development	-	-0	-	-1	-1
Capital expenditure in other intangibles	-1	-0	-2	-2	-5
Other	-2	-1	-3	7	26
Cash flow from investments	-22	-44	-56	-140	-246
Cash flow from operations and investments	176	26	145	24	483
Financing					
Change in short-term borrowings, net ²	10	238	-132	855	413
New long-term borrowings	-	-0	-	600	600
Amortization of long-term borrowings	-0	-0	-0	-1	-1
Payment of lease liabilities	-19	-23	-37	-45	-82
Share-based payments	-30	-	-30	-	-
Change in financial liabilities, Electrolux Group	-	-	-	-1,224	-1,224
Cash flow from financing	-39	215	-199	184	-294
Total cash flow	137	241	-55	208	189
Cash and cash equivalents at beginning of period	616	627	797	651	651
Exchange-rate differences referring to cash and cash equivalents	-10	-21	1	-11	-42
Cash and cash equivalents at end of period	743	848	743	848	797

1) For the period January 1 to June 30: interest and similar items received SEK 2.6m (3.7), interest and similar items paid SEK -4.0m (-5.4) and other financial items received/paid SEK -3.5m (-2.2). Interest paid for lease liabilities SEK -3.5m (-3.1).

2) Of which short-term loans with a duration of more than 3 months for the period January 1 to June 30; new loans SEK 276m (856), repaid loans SEK -408m (-1).

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Alternative performance measures key figures

SEKm, if not otherwise stated	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Net sales	1,958	1,489	3,619	3,580	7,263
Organic growth, %*	38.4	-39.9	7.2	-27.1	-21.0
EBITA*	197	-4	300	217	456
EBITA margin, %*	10.1	-0.2	8.3	6.1	6.3
EBITA excl. items affecting comparability* ¹	197	-4	300	217	533
EBITA margin excl. items affecting comparability, %* ¹	10.1	-0.2	8.3	6.1	7.3
Operating income*	181	-18	268	187	387
Operating margin, %*	9.2	-1.2	7.4	5.2	5.3
Operating income excl. items affecting comparability* ¹	181	-18	268	187	464
Operating margin excl. items affecting comparability, %* ¹	9.2	-1.2	7.4	5.2	6.4
Income after financial items	176	-26	259	177	363
Income for the period	168	-28	223	131	278
Capital expenditure*	-20	-43	-53	-147	-273
Operating cash flow after investments*	223	31	246	47	570
Earnings per share, SEK ²	0.58	-0.10	0.78	0.46	0.97
Net debt*			407	1,030	549
EBITDA* ³			758	786	684
Net debt/EBITDA ratio*			0.5	1.3	0.8
Operating working capital % of net sales* ⁴			17.4	19.9	19.9
Average number of shares, million ²	287.4	287.4	287.4	287.4	287.4
Number of employees, end of period	3,407	3,591	3,407	3,591	3,515

*) Alternative performance measures used in this report are explained on pages 25-26.

1) For information on items affecting comparability, see page 19.

2) Basic number of outstanding shares.

3) Rolling four quarters.

4) Last twelve months currency adjusted

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Quarterly data

SEKm	Q2 2021	Q1 2021	Full year 2020	Q4, 2020	Q3, 2020	Q2, 2020	Q1, 2020
Food & Beverage							
Net sales	1,210	905	4,198	1,047	1,070	838	1,243
EBITA	110	21	87	11	42	-64	99
EBITA margin, %	9.1	2.3	2.1	1.0	4.0	-7.7	7.9
Amortization	-12	-12	-53	-19	-11	-11	-12
Operating income	98	9	35	-8	31	-75	87
Operating margin, %	8.1	1.0	0.8	-0.8	2.9	-9.0	7.0
Laundry							
Net sales	748	756	3,065	888	678	651	848
EBITA	117	111	467	150	79	88	150
EBITA margin, %	15.7	14.7	15.2	16.9	11.6	13.5	17.7
Amortization	-4	-4	-16	-4	-4	-4	-4
Operating income	113	107	452	146	75	84	146
Operating margin, %	15.1	14.1	14.7	16.4	11.1	13.0	17.3
Group common costs	-30	-28	-100	-19	-26	-27	-28
Total Group							
Net sales	1,958	1,661	7,263	1,935	1,748	1,489	2,091
EBITA	197	103	456	142	96	-4	221
EBITA margin, %	10.1	6.2	6.3	7.3	5.5	-0.2	10.6
Amortization	-16	-16	-69	-23	-15	-15	-16
Operating income	181	88	387	119	81	-18	205
Operating margin, %	9.2	5.3	5.3	6.1	4.6	-1.2	9.8
Financial items, net	-5	-4	-24	-5	-8	-8	-2
Income after financial items	176	83	363	113	73	-26	203
Income for the period	168	55	278	70	77	-28	159
Earnings per share, SEK ¹	0.58	0.19	0.97	0.24	0.27	-0.10	0.55

1) Basic number of outstanding shares.

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Items affecting comparability

SEKm	Q2, 2021	Q1, 2021	Full year 2020	Q4, 2020	Q3, 2020 ¹	Q2, 2020	Q1, 2020
Food & Beverage	-	-	-55	-	-55	-	-
Laundry	-	-	-22	-	-22	-	-
Total Group	-	-	-77	-	-77	-	-

1) The SEK -77m relates to restructuring charges for efficiency measures and are included in the functional lines cost of goods sold, selling expenses and administrative expenses.

SEKm	Q2, 2021	Q1, 2021	Full year 2020	Q4, 2020	Q3, 2020	Q2, 2020	Q1, 2020
Total Group							
Operating income excl. items affecting comparability	181	88	464	119	158	-18	205
Operating margin excl. items affecting comparability, %	9.2	5.3	6.4	6.1	9.0	-1.2	9.8
EBITA excl. items affecting comparability	197	103	533	142	173	-4	221
EBITA margin excl. items affecting comparability, %	10.1	6.2	7.3	7.3	9.9	-0.2	10.6

Shares

Number of shares	A-shares	B-shares	Shares total
Number of shares as of January 1, 2021	8,120,527	279,276,923	287,397,450
Conversion of shares	-70,862	70,862	-
Number of shares as of June 30, 2021	8,049,665	279,347,785	287,397,450

Exchange rates

SEK	Jun 30, 2021		Jun 30, 2020		Dec 31, 2020	
	Average	End of period	Average	End of period	Average	End of period
CNY	1.30	1.32	1.37	1.32	1.33	1.25
CZK	0.3911	0.3967	0.4049	0.3925	0.3969	0.3831
DKK	1.36	1.36	1.43	1.41	1.41	1.35
EUR	10.13	10.11	10.64	10.49	10.48	10.06
GBP	11.64	11.78	12.19	11.50	11.83	11.14
JPY	0.0781	0.0769	0.0891	0.0870	0.0861	0.0795
NOK	0.99	0.99	1.00	0.96	0.98	0.95
RUB	0.1127	0.1165	0.1393	0.1318	0.1275	0.1095
THB	0.2726	0.2653	0.3057	0.3031	0.2938	0.2735
TRY	1.06	0.98	1.49	1.37	1.33	1.11
USD	8.40	8.51	9.63	9.37	9.18	8.19

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Condensed Parent company income statement

SEKm	Second quarter		Six months		Full year
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020	2020
Net sales	574	486	1,114	1,137	2,266
Cost of goods sold	-411	-343	-790	-775	-1,556
Gross operating income	163	143	324	362	700
Selling expenses	-88	-81	-176	-169	-330
Administrative expenses	-49	-41	-105	-74	-135
Other operating income and expenses	-1	-6	2	2	-6
Operating income	25	15	45	121	229
Financial income and expenses	9	-3	4	-3	-7
Impairment of shares in subsidiaries	-	-	-	-	-2,039
Financial items, net	9	-3	4	-3	-2,046
Income after financial items	34	12	49	118	-1,817
Appropriations	-	-	-	-	-5
Income before taxes	34	12	49	118	-1,822
Taxes	-8	-29	-12	-52	-64
Income for the period	26	-17	37	66	-1,886

Condensed Parent company balance sheet

SEKm	Jun 30, 2021	Jun 30, 2020	Dec 31, 2020
Assets			
Non-current assets	6,872	8,498	6,452
Current assets	1,550	2,123	1,885
Total assets	8,422	10,621	8,337
Equity and liabilities			
Restricted equity	46	49	47
Non-restricted equity	5,803	7,744	5,794
Total equity	5,849	7,793	5,841
Untaxed reserves	114	109	114
Provisions	95	96	92
Non-current liabilities	600	600	600
Current liabilities	1,764	2,023	1,690
Total equity and liabilities	8,422	10,621	8,337

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Note 1 Accounting principles

Electrolux Professional applies International Financial Reporting Standards (IFRS) as adopted by the European Union. This report has been prepared in accordance with IAS 34, Interim Financial Reporting.

Electrolux Professional interim reports contain a condensed set of financial statements. For the Group this chiefly means that the disclosures are limited compared to the annual report. Enumerated amounts presented in tables and statements may not always agree with the calculated sum of the related line items due to rounding differences. The aim is for each line item to agree with its source and therefore there may be rounding differences affecting the total when adding up the presented line items.

The accounting principles adopted in the preparation of this interim report apply to all periods and comply with the accounting principles presented in the Group's Annual Report 2020.

During the year a share based long-term incentive program was introduced. The share-based compensation program is classified as equity settled transactions, and the cost of the granted instrument's fair value at grant date is recognized over the vesting period which is 2.6 years. At each balance sheet date, the Group revises the estimates

to the number of shares that are expected to vest. The impact of the revision to original estimates, if any, is recognized in the income statement, with a corresponding adjustment to equity. In addition, the Group provides for social costs expected to be paid in connection with the share-based compensation programs. The costs are charged to the income statement over the vesting period. The provision is periodically revalued based on the fair value of the instruments at each closing date.

For the Parent Company financial statements in general are presented in condensed versions and with limited disclosures compared to the annual report. The interim financial statements of Electrolux Professional AB have been prepared in accordance with the Swedish Annual Accounts Act and the accounting standard RFR 2, accounting for legal entities. The most recent annual financial statements of Electrolux Professional AB have been prepared in compliance with the Swedish Annual Accounts Act (1995:1554) and recommendation RFR2, Accounting for legal entities of the Swedish Financial Reporting Board.

Reportable segments

Food & Beverage and Laundry represent the Group's reportable segments.

Note 2 Disaggregation of revenue

Sales of products are revenue recognized at a point in time, when control of the products has transferred. Revenue from services related to installation of products, repairs or maintenance service is recognized when control is transferred being over the time the service is provided. Sales of these services are not material in relation to Electrolux Professional total net sales.

Geography is considered to be an important attribute when disaggregating Electrolux Professional revenue. Therefore, the table below presents net sales per geographical region based on the location of the end customer.

SEKm	Second quarter		Six months	
	Apr-Jun 2021	Apr-Jun 2020	Jan-Jun 2021	Jan-Jun 2020
Geographical region				
Europe	1,417	1,055	2,576	2,506
Asia-Pacific, Middle East and Africa	285	277	559	571
Americas	256	157	483	503
Total	1,958	1,489	3,619	3,580

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Note 3 Fair values and carrying amounts of financial assets and liabilities

SEKm	Hierarchy level	Jun 30, 2021		Jun 30, 2020		Dec 31, 2020	
		Fair value	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount
Per category							
Financial assets at fair value through profit and loss	3	0	0	0	0	0	0
Financial assets measured at amortized cost		2,191	2,191	2,173	2,173	2,062	2,062
Derivatives, financial assets at fair value through profit and loss	2	9	9	8	8	12	12
Total financial assets		2,200	2,200	2,182	2,182	2,074	2,074
Financial liabilities measured at amortized cost		2,190	2,192	2,712	2,712	2,289	2,293
Derivatives, financial liabilities at fair value through profit and loss	2	6	6	9	9	6	6
Total financial liabilities		2,196	2,198	2,721	2,721	2,295	2,299

The Group strives for arranging master-netting agreements (ISDA) with the counterparts for derivative transactions and has established such agreements with the majority of the counterparties, i.e., if a counterparty will default, assets and liabilities will be netted. Derivatives are presented gross in the balance sheet.

Fair value estimation

Valuation of financial instruments at fair value is done at the most accurate market prices available. Instruments which are quoted on the market, e.g., the major bond and interest-rate future markets, are all marked-to-market with the current price. The foreign-exchange spot rate is used to convert the value into SEK. For instruments where no reliable price is available on the market, cash-flows are discounted using the deposit/swap curve of the cash flow currency. If no proper cash-flow schedule is available, e.g., as in the case with forward-rate agreements, the underlying schedule is used for valuation purposes.

To the extent option instruments are used, the valuation is based on the Black & Scholes' formula. The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities is estimated by discounting the future contractual cash flows at the current market-interest rate for similar financial instruments. The Group's financial assets and liabilities are measured according to the following hierarchy:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for assets or liabilities either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not entirely based on observable market data.

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Note 4 Contingent liabilities

SEKm	Jun 30, 2021	Jun 30, 2020	Dec 31, 2020
Group			
Guarantees and other commitments	124	126	129

On January 21, 2020, a supplier filed a lawsuit in Italy against Electrolux Professional. The total claimed amount during 2020 was EUR 12.1m, approximately SEK 121m, and covers alleged damages related to products and prices during the contractual period and compensation for costs

and damages resulting from the allegedly wrongful termination of the supply agreement. Electrolux Professional rejects the claim but it cannot be ruled out that the final outcome could have a significant impact on Electrolux Professional's operating income and cash flow.

Note 5 Covid-19

As a consequence of the Covid-19 pandemic, Electrolux Professional has assessed any potential impact on the carrying value of asset and liabilities.

Trade receivables

No material increase in actual credit losses has been experienced. Collection of trade receivables is carefully monitored. Management have stressed the need for even more focus on forward looking evaluation of the risk of not being able to collect payments and therefore the expected credit loss provision has increased to SEK 102m on June 30, 2021 compared to SEK 100m on December 31, 2020.

Credit insurance and other forms of collaterals, for example letter of credit and bank guarantees are used as a protection against credit risk. In addition, some sales are also made to governmental institutions which are deemed as secure.

Inventories

No extraordinary material write-down of finished goods inventories or supplies have been recognized as a consequence of the Covid-19 situation.

Impairment of assets

No material impairment of assets has been recognized in the consolidated financial statements as a direct consequence of Covid-19.

Government grants and government assistance

Companies within the Group have received or assume that they fulfil the requirements of monetary help from governments. As of June 30, 2021 the amount recognized in profit or loss is SEK 10m (52) in the quarter and SEK 30m (56) year to date and refers mainly to short-term furlough of personnel.

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Operations by segment yearly

SEKm	2020	2019	2018	2017
Food & Beverage				
Net sales	4,198	5,895	5,399	4,922
EBITA	87	568	629	607
EBITA, %	2.1	9.6	11.7	12.3
Operating income	35	522	599	572
Margin, %	0.8	8.9	11.1	11.6
Laundry				
Net sales	3,065	3,386	3,267	2,801
EBITA	467	507	573	502
EBITA, %	15.2	15.0	17.6	17.9
Operating income	452	488	558	499
Margin, %	14.7	14.4	17.1	17.8
Group common cost				
Operating income	-100	-18	-14	-11
Total Group				
Net sales	7,263	9,281	8,666	7,723
EBITA	456	1,058	1,188	1,098
EBITA, %	6.3	11.4	13.7	14.2
Operating income	387	992	1,143	1,060
Margin, %	5.3	10.7	13.2	13.7

Items affecting comparability

SEKm	2020	2019	2018	2017
Food & Beverage	-55	-67	-	-
Laundry	-22	35	-	-
Total Group	-77	-32	-	-

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SEKm, if not otherwise stated	2020	2019	2018	2017
Net sales	7,263	9,281	8,666	7,723
Organic growth, %	-21.0	-0.3	4.1	5.6
EBITA	456	1,058	1,188	1,098
EBITA, %	6.3	11.4	13.7	14.2
Operating income	387	992	1,143	1,060
Operating margin, %	5.3	10.7	13.2	13.7
Income after financial items	363	978	1,134	1,052
Income for the period	278	663	952	786
Items affecting comparability	-77	-32	-	-
Capital expenditure	-273	-257	-169	-167
Operating cash flow after investments	570	1,138	1,131	1,167
Earnings per share, SEK ¹	0.97	2.31	3.31	2.74
Net debt	549	1,025	-226	-481
EBITDA	684	1,280	1,363	1,253
Net debt/EBITDA ratio	0.8	0.8	-0.2	-0.4
Average number of shares, million	287.4	287.4	287.4	287.4
Number of employees, end of period	3,515	3,624	3,555	3,183

1) Basic number of outstanding shares.

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Definitions and reconciliation of alternative performance measures

Electrolux Professional presents certain measures that are not defined under IFRS (alternative performance measures – “APMs”). These are used by management to assess the financial and operational performance of the Group. Management believes that these APMs provide useful information regarding the Group’s financial and operating performance. Such measures may not be comparable to

similar measures presented by other companies. Consequently, APMs have limitations as analytical tools and should not be considered in isolation or as a substitute for related financial measures prepared in accordance with IFRS. The APMs have been derived from the Electrolux Professional’s internal reporting and are not audited. The APM reconciliations can be found on Electrolux Professional website www.electroluxprofessional.com/corporate/interim-reports/

APM	Definition	Reason for use
Organic growth %	Change in sales growth excluding net FX impact and acquisitions.	The Group’s presentation currency is SEK while the net sales are mainly in other currencies. Organic growth is dependent on fluctuations in SEK versus other currencies and in addition acquired business can have an impact on reported net sales. Organic growth adjusted for acquisitions and currency shows the underlying sales development without these parameters.
Acquisitions %	Change in net sales during the current period attributable to acquired operation in relation to prior period’s sales, following a period of 12 months commencing on the acquisition date.	See “Organic growth” above.
Operating income (EBIT)	Earnings before interest and tax.	Used as an indicator that shows the Group’s ability to make a profit, regardless of the method of financing (then determines the optimal use of debt versus equity).
Operating margin (EBIT margin)	Operating income as a percentage of net sales.	Operating margin shows the operating income in percentage of net sales. Operating margin is a key internal measure as the Group believes that it provides users of the financial statements with a better understanding of the Group’s financial performance both short and long term.
Items affecting comparability	Material profit or loss items such as capital gains and losses from divestments of product groups or major units, close down or significant down-sizing of major units or activities, restructuring activities, significant impairment, and other major costs or income items.	Summarizes events and transactions with significant effects, which are relevant for understanding the financial performance when comparing income for the current period with previous periods.
Operating income excluding items affecting comparability	Operating income less items affecting comparability.	Operating income excluding items affecting comparability shows the operating income adjusted for items affecting comparability. This is a key internal measure, as the Group believes that it provides users of the financial statements with a better understanding of the Group’s financial performance both short and long term.

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APM	Definition	Reason for use
Operating margin excluding items affecting comparability	Operating income excluding items affecting comparability as a percentage of net sales.	Operating margin excluding items affecting comparability shows the operating income in percentage of net sales adjusted for items affecting comparability. This is a key internal measure, as the Group believes that it provides users of the financial statements with a better understanding of the Group's financial performance both short and long term.
Capital expenditure	Investments in property, plant and equipment, product development and other intangible assets.	Used to ensure that cash spending is in line with Group's overall strategy for the use of cash.
EBITA	Operating income less amortization and write-down related to intangibles assets (excluding right of use assets).	EBITA gives an indication of the operating income less amortization and write-down related to intangibles assets (excluding right of use assets) and is mainly used to follow up operating income without the distortion of amortization of surplus values related to acquisitions.
EBITA margin	EBITA expressed as a percentage of net sales.	Used to evaluate business performance in relation to net sales in order to measure the efficiency of the Company.
EBITDA	EBITA less depreciation of tangible assets (including right of use assets).	EBITDA is an indicator for business' cash generating capacity in relation to sales.
EBITA excluding items affecting comparability	Operating income less amortization and write-down related to intangibles assets (excluding right of use assets) and less items affecting comparability.	Items affecting comparability vary between years and periods and in order to analyze trends items affecting comparability are excluded from EBITA.
EBITA margin excluding items affecting comparability	EBITA excluding items affecting comparability, expressed as a percentage of net sales.	Items affecting comparability vary between years and periods and in order to analyze trends, items affecting comparability are excluded from EBITA margin.
Operating cash flow after investments	Cash flow from operations and investments adjusted for financial items paid, net, taxes paid and acquisitions/divestments of operations.	Used to monetarize the cash from core operation.
Net debt	Short-term borrowings (short-term loans and trade receivables with recourse), accrued interest expenses and prepaid interest income and long-term borrowings, lease liabilities, net provisions for post-employment benefits, less liquid funds (cash and cash equivalents, prepaid interest expenses and accrued interest income).	Net debt describes the Group's total debt financing and is monitored by management
Net debt/EBITDA	Net debt in relation to EBITDA (Net debt is based on the end of period balance and EBITDA is calculated based on last four rolling quarters).	A measurement of financial risk, showing net debt in relation to cash generation.
Operating working capital, % of net sales	All months of the period are currency adjusted by applying the end of period average currency rate. Sum of currency adjusted last twelve months' average of trade receivables, trade payables and inventories (Operating working capital) as percentage of currency adjusted last twelve months' average net sales.	Used to evaluate how efficient the Group is generating cash in relation to net sales.

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Shareholders information

President and CEO Alberto Zanata's comments on the second quarter results 2021

Today's press release is available on the Electrolux Professional website www.electroluxprofessional.com/corporate

Telephone conference 09.00 CET

A telephone conference is held at 09.00 today, July 22. Alberto Zanata, President and CEO and Fabio Zarpellon, CFO will comment on the report

Details for participation by telephone are as follows:

Participants in Sweden: +46 8 519 993 83
Participants in UK/Europe: +44 333 300 9274
Participants in US: +1 631 913 1422 PIN: 71597406#

Slide presentations for download:

www.electroluxprofessional.com/corporate

Link to webcast:

<https://electroluxprofessional.creo.se/210722>

For further information, please contact:

Jacob Broberg, Senior Vice President Investor Relations and Communications + 46 70 190 00 33



Financial calendar

	Date
Interim report Q3 2021	October 28, 2021
Interim report Q4 2021	January 28, 2022
Interim report Q1 2022	April 27, 2022

This information is information that Electrolux Professional 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 detailed in the column to the left, at 8:00 a.m. CET on July 22, 2021.

Mission

Making Electrolux Professional's customers' work-life easier, more profitable – and truly sustainable every day.

Strategy

Electrolux Professional's strategy focuses on four pillars, built on a foundation of operational excellence to improve sales productivity and cost efficiency within the supply chain.

GROW the business by developing sustainable, innovative

low-running cost solutions: Set the pace of industry innovation in sustainability and energy efficiency, complemented with a connected and digital platform meeting customers' needs.

EXPAND in food service chains, especially in North America,

grow in beverage and expand in emerging markets: Increase the global footprint and market position in selected industry verticals organically and through selective M&A as a further accelerator.

BOOST Customer Care (aftermarket sales) by further developing

the global service network and competence as a full-service provider while increasing sales of accessories and consumables to enhance product performance and ownership experience.

LEVERAGE the OnE approach:

Strengthen the position as a full-solution provider within food, beverage and laundry to cater for all customers' needs under one global brand and make customers' lives easier in a world of connected appliances.

Financial targets

Organic sales growth

Organic annual growth of more than 4 percent over time, complemented by value accretive acquisitions.

EBITA margin

EBITA margin of 15 percent

Operating

working capital

Operating working capital below 15 percent of net sales.

Net debt/EBITDA

Leverage ratio below 2.5x Net debt/EBITDA. Higher levels may be temporarily acceptable in case of acquisitions, provided a clear path to deleveraging.

Dividend policy

30 percent of net income

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About Electrolux Professional

Electrolux Professional is one of the leading global providers of food service, beverage and laundry for professional users. Our innovative products and worldwide service network make our customers' work-life easier, more profitable and truly sustainable every day.

Our solutions and products are manufactured in 11 plants in seven countries and sold in over 110 countries. In 2020, Electrolux Professional had global sales of SEK 7,3bn and approximately 3,500 employees. For more information, visit www.electroluxprofessional.com/corporate

This report contains 'forward-looking' statements that reflect the company's current expectations. Although the company believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations prove to have been correct as they are subject to risks and uncertainties that could cause actual results to differ materially due to a variety of factors. These factors include, but are not limited to, changes in consumer demand, changes in economic, market and competitive conditions, currency fluctuations, developments in product liability litigation, changes in the regulatory environment and other government actions.

Forward-looking statements speak only as of the date they were made, and, other than as required by applicable law, the company undertakes no obligation to update any of them in light of new information or future events.



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