

Interim report **Q3**

Third quarter, July–September 2021

- > Net sales amounted to SEK 1,935m (1,748). Sales increased by 10.7%. Currency contributed negatively by 2.1%. Organically sales increased by 12.8%. Last year the quarter was more impacted by the pandemic than this year.
- > EBITA amounted to SEK 199m (96), corresponding to a margin of 10.3% (5.5). Last year the quarter included items affecting comparability of SEK -77m.
- > Operating income amounted to SEK 183m (81), corresponding to a margin of 9.5% (4.6). Last year the quarter included items affecting comparability of SEK -77m.
- > Operating cash flow after investments amounted to SEK 412m (63).
- > Income for the period amounted to SEK 135m (77), and earnings per share was SEK 0.47 (0.27).
- > On October 12, Electrolux Professional signed an agreement to acquire Unified Brands, a leading US-based manufacturer of food service equipment, for approximately SEK 2,140m.

Key ratios

SEKm	Third quarter			Nine months		
	Jul-Sep 2021	Jul-Sep 2020	Change, %	Jan-Sep 2021	Jan-Sep 2020	Change, %
Net sales	1,935	1,748	10.7	5,554	5,328	4.2
EBITA*	199	96	107.3	499	313	59.3
EBITA margin, %*	10.3	5.5		9.0	5.9	
Operating income*	183	81	126.1	451	268	68.4
Operating margin, %*	9.5	4.6		8.1	5.0	
Income after financial items	178	73	145.0	436	250	74.9
Income for the period	135	77	76.0	358	208	72.4
Earnings per share, SEK ¹	0.47	0.27		1.25	0.72	
Operating cash flow after investments*	412	63		657	110	
Operating working capital % of net sales*	n/a	n/a		16.0	20.2	

*) Alternative performance measures used in this report are explained on pages 24–25.

1) Basic number of outstanding shares.

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Continued sales recovery



Alberto Zanata,
President and CEO

// The market recovery that started six months ago has continued during the third quarter. //

The market recovery that started six months ago has continued during the third quarter. In some countries the market is now back to pre-pandemic levels, spear-headed by the US.

Sales in the quarter increased organically by 12.8% compared to last year driven by increased demand, especially in the US. Europe also showed good growth while Asia-Pacific, Middle East and Africa only had moderate growth. China continued to have strong growth while South East Asia was weaker.

Order intake continue to be strong and our order stock is on a record high level. Sales have not followed as fast as order intake, partly due to shortage of craftsmen among our customers, which leads to their projects and refurbishment plans being delayed.

EBITA for the third quarter was SEK 199m (96) with a corresponding margin of 10.3% (5.5). The result improvement was driven by increased sales volumes and last year's restructuring charges of SEK -77m. Operating costs have increased since our investments in marketing, IT and R&D have increased as well as provisions for variable pay.

Operating cash flow after investments improved substantially and amounted to SEK 412m (63).

Sales of Food & Beverage continued to demonstrate a strong sales recovery with an organic growth of 15.7%, reporting an

EBITA-margin of 10.5%. Sales of Laundry grew organically by 8.2% and is now almost back to 2019 levels. The EBITA-margin landed at 15.2%.

The global pressure on component and container availability continues. So far, we have been able to secure components, but at a higher cost. The higher raw material prices this year are partially being offset by the price increase in July. Most of the raw material for the first half of 2022 has been secured but at a higher cost than this year's average. Therefore, we have announced additional price increases from January 2022.

On October 12, we announced that we have signed an agreement to acquire Unified Brands, a leading US based manufacturer of food service equipment. This is an important step in our strategy to grow in food service chains and will significantly strengthen our position in the US. Read more on page 10.

We have now experienced several months of sales recovery and strong order intake. This in combination with our announced acquisition of Unified Brands makes me confident about our next phase development. However, new setbacks from the pandemic, the shortage of components and raw material prices still constitute a risk.

Alberto Zanata,
President and CEO

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Third quarter development

Net sales

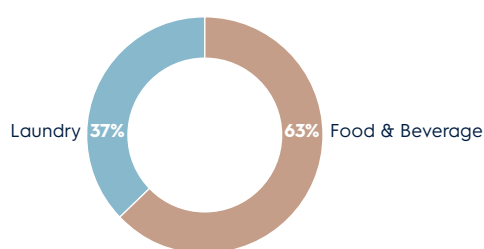
Net sales for the third quarter amounted to SEK 1,935m (1,748), an increase of 10.7% compared to the same period last year. Organically, sales increased by 12.8% while currency had a negative impact of 2.1%.

The sales increase was driven by a continued comeback of the hospitality industry as pandemic restrictions have been eased. Sales of Food & Beverage increased organically by 15.7%. Sales of Laundry increased organically by 8.2%. Organically, sales in Europe increased by 9%, in Americas by 48% and in Asia-Pacific, Middle East and Africa by 1%.

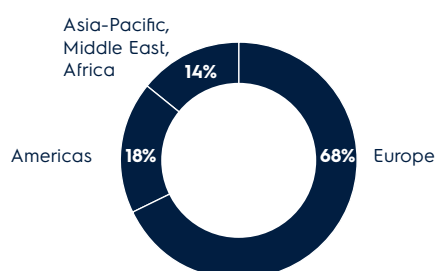
Changes in net sales, %	Jul-Sep 2021	Jul-Sep 2020
Organic growth*	12.8	-16.1
Acquisitions*	-	-0.6
Changes in exchange rates	-2.1	-3.5
Total	10.7	-20.2

*) Alternative performance measures used in this report are explained on pages 24-25.

Share of sales by segment, July–September 2021



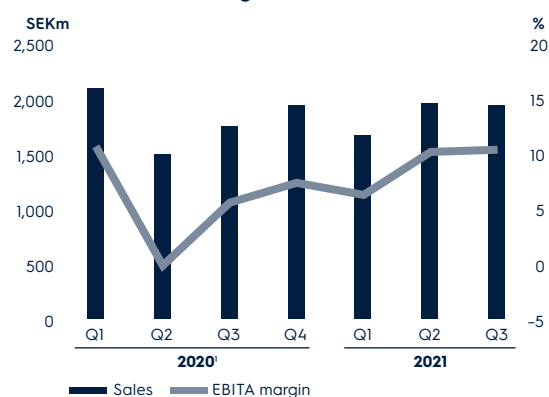
Share of sales by region, July–September 2021



Operating income and EBITA

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 199m (96) corresponding to a margin of 10.3% (5.5). Operating income amounted to SEK 183m (81), corresponding to a margin of 9.5% (4.6). The improved operating income is mainly due to higher sales volumes and last year's restructuring charges of SEK -77m. EBITA in the quarter also includes acquisition cost of SEK -6m and a gain of SEK 13m from the sale of the old factory property in Thailand.

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 135m (77), corresponding to SEK 0.47 (0.27) in earnings per share. Income tax for the period amounted to SEK -43m (4).

Group common cost

Group common cost was SEK -39m (-26).

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Development during the year, January–September 2021

Net sales

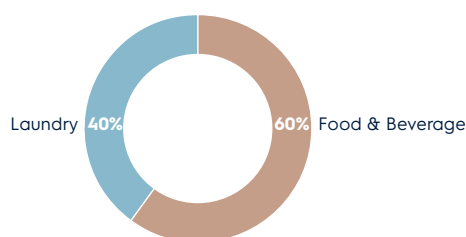
Net sales for January–September amounted to SEK 5,554m (5,328), an increase by 4.2% compared to the same period last year. Organically, sales increased by 9.1% and currency contributed negatively by 4.9%.

The sales increase was driven by an increased sales demand as pandemic restrictions have been eased. Sales of Food & Beverage increased organically by 11.7%. Sales of Laundry increased organically by 5.6%. Sales in Europe increased by 8%, in Americas by 19% and in Asia-Pacific, Middle East and Africa by 4%.

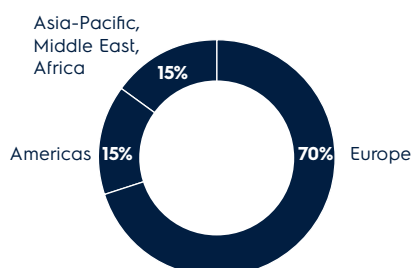
Changes in net sales, %	Jan-Sep 2021	Jan-Sep 2020
Organic growth*	9.1	-23.5
Acquisitions*	-	0.5
Changes in exchange rates	-4.9	-0.3
Total	4.2	-23.3

*) Alternative performance measures used in this report are explained on pages 24–25.

Share of sales by segment, January–September 2021



Share of sales by region, January–September 2021



Operating income and EBITA

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 499m (313) corresponding to a margin of 9.0% (5.9). Operating income amounted to SEK 451m (268), corresponding to a margin of 8.1% (5.0). The improved operating income is mainly due to higher sales volumes and benefits from the 2020 restructuring program. Last year included items affecting comparability of SEK –77m for restructuring.

Government support of SEK 31m (77) together with benefits from the 2020 restructuring program of approximately SEK 90m contributed to EBITA. Currency burdened the result with approximately SEK 20m. EBITA includes acquisition cost of SEK –6m, relocation cost of SEK –12m related to the new factory in Thailand, but also a gain of SEK 13m from sale of the old factory property in Thailand.

Financial net

Net financial items amounted to SEK –14m (–18).

Income for the period

Income for the period amounted to SEK 358m (208), corresponding to SEK 1.25 (0.72) in earnings per share. Income tax for the period amounted to SEK –78m (–42). The effective tax rate was 17.9% (16.7).

Group common cost

Group common cost was SEK –97m (–81).

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Segment Food & Beverage

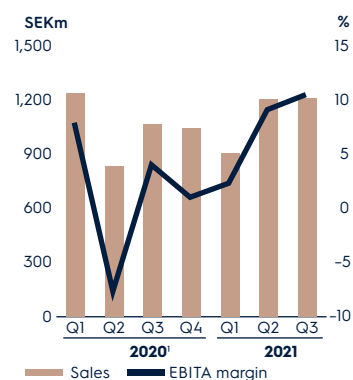
In the third quarter, sales for Food & Beverage were SEK 1,211m (1,070), an increase of 13.3% compared to the same period last year. Organically sales increased by 15.7% and currency had a negative effect of 2.5%.

Sales increased organically by 13% in Europe, by 42% in Americas, and by 3% 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 127m (42), corresponding to a margin of 10.5% (4.0). EBITA includes a gain of SEK 13m from the sale of the old factory property in Thailand. Last year EBITA included items affecting comparability of SEK -55m for restructuring.

Operating income amounted to SEK 115m (31), corresponding to a margin of 9.5% (2.9).

Sales and EBITA margin



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

SEKm	Third quarter			Nine months			Full year
	Jul-Sep 2021	Jul-Sep 2020	Change, %	Jan-Sep 2021	Jan-Sep 2020	Change, %	2020
Net sales	1,211	1,070	13.3	3,327	3,151	5.6	4,198
Organic growth, %	15.7	-19.6		11.7	-30.1		-28.1
Acquisitions, %	-	-0.9		-	0.7		0.5
Changes in exchange rates, %	-2.5	-3.9		-6.1	-0.4		-1.2
EBITA	127	42	200.3	258	77	236.7	87
EBITA margin, %	10.5	4.0		7.7	2.4		2.1
Operating income	115	31	267.1	222	43	417.4	35
Operating margin, %	9.5	2.9		6.7	1.4		0.8

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Segment Laundry

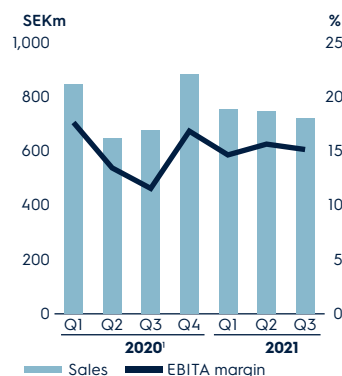
In the third quarter, sales for Laundry were SEK 723m (678), an increase of 6.6% compared to the same period last year. Organically sales increased by 8.2% and currency had a negative effect of 1.6%.

Sales increased organically by 2% in Europe, by 55% in Americas and was flat in Asia-Pacific, Middle East and Africa.

Operating income excluding amortization of intangible assets (EBITA) amounted to SEK 110m (79), corresponding to a margin of 15.2% (11.6). Last year EBITA included items affecting comparability of SEK -22m for restructuring.

Operating income amounted to SEK 106m (75), corresponding to a margin of 14.7% (11.1).

Sales and EBITA margin



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

SEKm	Third quarter			Nine months			Full year 2020
	Jul-Sep 2021	Jul-Sep 2020	Change, %	Jan-Sep 2021	Jan-Sep 2020	Change, %	
Net sales	723	678	6.6	2,227	2,177	2.3	3,065
Organic growth, %	8.2	-9.8		5.6	-11.2		-8.7
Changes in exchange rates, %	-1.6	-2.6		-3.3	-0.2		-0.8
EBITA	110	79	39.4	338	317	6.6	467
EBITA margin, %	15.2	11.6		15.2	14.6		15.2
Operating income	106	75	41.6	326	306	6.6	452
Operating margin, %	14.7	11.1		14.6	14.0		14.7

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Net sales, EBITA and operating income by segment

SEKm	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Food & Beverage					
Net sales	1,211	1,070	3,327	3,151	4,198
EBITA	127	42	258	77	87
Amortization	-12	-11	-35	-34	-53
Operating income	115	31	222	43	35
Laundry					
Net sales	723	678	2,227	2,177	3,065
EBITA	110	79	338	317	467
Amortization	-4	-4	-12	-12	-16
Operating income	106	75	326	306	452
Group common costs					
EBITA	-39	-26	-97	-81	-99
Amortization	-0	-0	-0	-0	-1
Operating income	-39	-26	-97	-81	-100
Total Group					
Net sales	1,935	1,748	5,554	5,328	7,263
EBITA	199	96	499	313	456
Amortization	-16	-15	-48	-46	-69
Operating income	183	81	451	268	387
Financial items, net	-5	-8	-14	-18	-24
Income after financial items	178	73	436	250	363
Taxes	-43	4	-78	-42	-85
Income for the period	135	77	358	208	278

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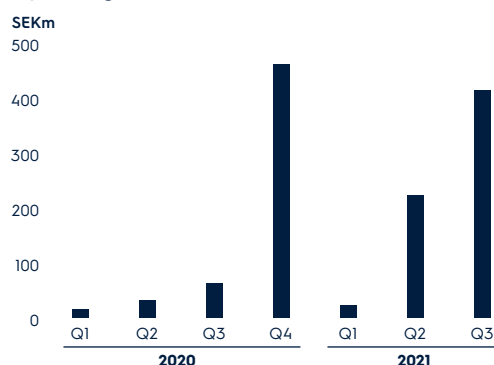
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Cash flow

Operating cash flow after investments amounted to SEK 412m (63) in the quarter. The improved cash flow is mainly due to higher operating income and changes in working capital.

Operating cash flow after investments

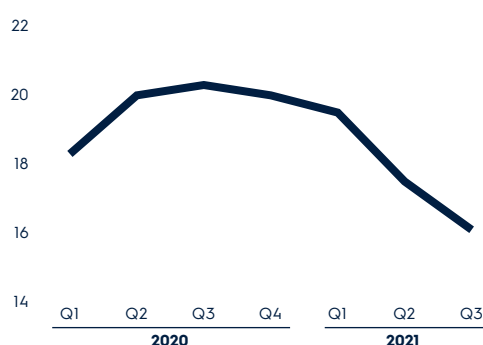


SEKm	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Operating income	183	81	451	268	387
Depreciation	53	54	162	171	228
Amortization	16	15	48	46	69
Other non-cash items	-8	79	0	87	91
Operating income adjusted for non-cash items	244	229	661	571	775
Change in inventories	-39	110	-109	-35	113
Change in trade receivables	-31	-109	-206	253	362
Change in accounts payable	140	-63	187	-313	-140
Change in other operating assets, liabilities and provisions	94	-54	176	-178	-293
Operating cash flow	407	112	709	299	816
Investments in tangible and intangible assets	-22	-57	-75	-205	-273
Changes in other investments	26	8	24	15	26
Operating cash flow after investments	412	63	657	110	570

Operating working capital

Operating working capital as percent of annualized net sales improved to 16.0% in the third quarter compared to 20.2% in the third quarter last year, 17.4% in the second quarter of 2021 and 19.4% in the first quarter of 2021. 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 September 30, 2021, Electrolux Professional had a financial net cash position (excluding lease liabilities and post-employment provisions) of SEK 253m compared to a net debt position of SEK 202m as of December 31, 2020. Lease liabilities amounted to SEK 243m and net provisions for post-employment benefits amounted to SEK 44m.

In total, net debt amounted to SEK 33m as of September 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 15m. Total borrowings amounted to SEK 615m compared to SEK 1,012m as of December 31, 2020.

Liquid funds as of September 30, 2021, amounted to SEK 868m 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 September 30, 2021, EUR 0m of the revolving credit facility was utilized.

Acquisition of Unified Brands

On October 12, Electrolux Professional signed an agreement to acquire Unified Brands for SEK 2,140m, read more on page 10.

Net debt

SEKm	Sep 30, 2021	Sep 30, 2020	Dec 31, 2020
Short-term loans	0	664	403
Short-term borrowings	0	664	403
Financial derivative liabilities	13	9	6
Accrued interest expenses and prepaid interest income	2	2	2
Total short-term borrowings	15	675	412
Long-term loans	600	601	601
Long-term borrowings	600	601	601
Total borrowings¹	615	1,276	1,012
Cash and cash equivalents	852	640	797
Financial derivative assets	16	7	12
Prepaid interest expenses and accrued interest income	0	1	1
Liquid funds	868	648	810
Financial net debt	-253	627	202
Lease liabilities	243	226	216
Net provisions for post-employment benefits	44	151	131
Net debt*	33	1,004	549
Net debt/EBITDA ratio*	0.0	1.4	0.8
EBITDA*	860	744	684

*) Alternative performance measures used in this report are explained on pages 24-25.

1) Whereof interest-bearing liabilities amounting to SEK 600m as of September 30, 2021, SEK 1,264m as of September 30, 2020 and SEK 1,004m as of December 31, 2020.

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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. 447 shares were converted in the third quarter. The total number of registered shares in the company on September 30, 2021 amounted to 287,397,450 of which 8,049,218 are Series A and 279,348,232 are Series B. The total number of votes amounted to 35,984,041.2.

Employees

The number of employees at the end of the quarter was 3,408 (3,520).

Events after the balance sheet date

On October 12, 2021, Electrolux Professional signed an agreement to acquire Unified Brands Inc. and related assets, a leading US-based manufacturer of foodservice equipment. The acquisition will significantly strengthen Electrolux Professional's presence in the US and supports Electrolux Professional's focus on growth with the food service chains.

Electrolux Professional will acquire Unified Brands for approximately SEK 2,140m (USD 244m), on a cash and debt free basis including certain tax benefits, subject to customary post-closing adjustments, from Dover Corporation, a US-based diversified global manufacturer and solutions provider.

Closing is expected to take place during the fourth quarter of 2021, subject to customary regulatory approvals. Acquisition costs are expected to amount to approximately SEK -45m whereof SEK -40m in the fourth quarter.

Unified Brands, founded in 1907, has approximately 600 employees and is based in Conyers, Georgia. Unified Brands is expected to generate approximately SEK 1,150m (USD135 million) in revenue in 2021.

On October 20, Electrolux Professional AB and the Nordic Investment Bank signed a seven-year EUR 60m sustainability-related loan agreement

related to the reduction of CO₂ emissions, water consumption and the use of HFC gases.

Parent Company

The Parent Company's activities include head office as well as production and sales in and from Sweden. During the second quarter, 2021 internal funding to some subsidiaries has been transferred from short- to long-term receivables amounting to SEK 439m.

Net sales for the Parent Company, Electrolux Professional AB, for the period from January 1 to September 30, 2021 amounted to SEK 1,664m (1,613) of which SEK 669m (673) referred to sales to Group Companies and SEK 995m (940) to external customers.

Income after financial items was SEK 167m (133). Income for the period amounted to SEK 152m (89).

Capital expenditure in tangible and intangible assets was SEK 12m (14). Liquid funds at the end of the period amounted to SEK 498m, 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 5,918m, 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 19.

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.

Stockholm, October 28, 2021

Electrolux Professional AB (publ)

Alberto Zanata
President and CEO

This report has not been audited or reviewed by external auditors.

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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TrinityPro

New range of vegetable slicers and cutter mixers



Vegetable slicers



Cutter mixers



Combined cutter-slicers

Compact and flexible

Space saving and fully accessorized, in different capacities and for multiple preparations.

High performing

High quality cuts at all times thanks to powerful high speed solutions with 22 different slicing options.

Certified ergonomics

ErgoCert 4-star certification for ergonomic design and ease of use less user fatigue thanks to the PATENTED lever pusher.

100% Safe and easy

Operator safety guaranteed, simple installation, intuitive control panel and easy cleaning with 100% dishwasher safe components

The OnE digital platform

New Self Service digital platform recently launched

- > The platform has been launched as a pilot in UK. The next countries to go live are Germany and Sweden.
- > Pivotal to enhance the customer experience and boost customer care.
- > Built on Salesforce technology, cloud-based and available on any device, around-the-clock.
- > A modern, one-stop shop with a seamless experience:
 - Place an order for products, spares, accessories and consumables
 - Track orders and find invoices
 - Search for documentation or products
 - Request for support and track the case
- > The solution will be further enhanced, including connectivity solutions.



Customer portal
All your tools in one place

Ecommerce
Easier, smarter, seamless



Service digitalization
Support when you need it



Connectivity
Save time, save money

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Consolidated statement of total comprehensive income

SEKm	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Net sales	1,935	1,748	5,554	5,328	7,263
Cost of goods sold	-1,259	-1,180	-3,657	-3,562	-4,896
Gross operating income	675	568	1,897	1,766	2,367
Selling expenses	-344	-339	-995	-1,029	-1,355
Administrative expenses	-164	-148	-466	-470	-631
Other operating income and expenses	16	0	14	2	5
Operating income	183	81	451	268	387
Financial items, net	-5	-8	-14	-18	-24
Income after financial items	178	73	436	250	363
Taxes	-43	4	-78	-42	-85
Income for the period	135	77	358	208	278
Items that will not be reclassified to income for the period:					
Remeasurement of provisions for post-employment benefits	-9	31	70	69	83
Income tax relating to items that will not be reclassified	1	-4	-9	-8	-8
	-8	27	61	61	75
Items that may be reclassified subsequently to income for the period:					
Exchange-rate differences on translation of foreign operations	45	-41	96	-62	-263
Other comprehensive income, net of tax	37	-14	156	-2	-188
Total comprehensive income for the period	172	62	515	206	90
Income for the period attributable to:					
Shareholders of the Parent Company	135	77	358	208	278
Total	135	77	358	208	278
Total comprehensive income for the period attributable to:					
Shareholders of the Parent Company	172	62	515	206	90
Total	172	62	515	206	90
Earnings per share, SEK					
Basic, SEK	0.47	0.27	1.25	0.72	0.97
Diluted, SEK	0.47	0.27	1.25	0.72	0.97
Average number of shares					
Basic, million	287.4	287.4	287.4	287.4	287.4
Diluted, million	287.9	287.4	287.6	287.4	287.4

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Consolidated balance sheet

SEKm	Sep 30, 2021	Sep 30, 2020 ¹	Dec 31, 2020 ¹
Assets			
Non-current assets			
Property, plant and equipment, owned	1,215	1,290	1,254
Property, plant and equipment, right-of-use	236	222	211
Goodwill	1,755	1,810	1,690
Other intangible assets	267	345	305
Deferred tax assets	370	381	344
Pension plan assets	85	7	21
Other non-current assets	26	29	27
Total non-current assets	3,954	4,083	3,853
Current assets			
Inventories	1,213	1,288	1,086
Trade receivables	1,489	1,429	1,265
Tax assets	101	82	53
Other current assets	210	272	244
Cash and cash equivalents	852	640	797
Total current assets	3,865	3,710	3,444
Total assets	7,819	7,794	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	99	203	3
Retained earnings	3,139	2,663	2,747
Equity attributable to shareholders of the Parent Company	3,271	2,900	2,784
Total equity	3,271	2,900	2,784
Non-current liabilities			
Long-term borrowings	600	601	601
Long-term lease liabilities	173	157	151
Deferred tax liabilities	119	143	135
Provisions for post-employment benefits	129	158	152
Other provisions	230	234	243
Total non-current liabilities	1,252	1,294	1,282
Current liabilities			
Trade payables	1,483	1,171	1,289
Tax liabilities	373	343	324
Other liabilities	1,244	1,138	988
Short-term borrowings	0	664	403
Short-term lease liabilities	70	69	65
Other provisions	125	217	162
Total current liabilities	3,295	3,600	3,232
Total equity and liabilities	7,819	7,794	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	Nine months		Full year
	Jan-Sep 2021	Jan-Sep 2020	2020
Opening balance	2,784	2,711	2,711
Adjustment to opening balance ¹	-	-17	-17
Total comprehensive income for the period	515	206	90
Share-based payments	-27	-	-
Total transactions with equity holders	-27	-	-
Closing balance	3,271	2,900	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	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Operations					
Operating income	183	81	451	268	387
Depreciation and amortization	69	69	210	217	297
Other non-cash items	-8	79	0	87	91
Financial items paid, net ¹	-6	-8	-14	-16	-22
Taxes paid	-29	-33	-122	-50	-66
Cash flow from operations, excluding change in operating assets and liabilities	209	187	525	506	687
Change in operating assets and liabilities					
Change in inventories	-39	110	-109	-35	113
Change in trade receivables	-31	-109	-206	253	362
Change in accounts payable	140	-63	187	-313	-140
Change in other operating assets, liabilities and provisions	94	-54	176	-178	-293
Cash flow from change in operating assets and liabilities	164	-117	48	-272	41
Cash flow from operations	373	71	573	234	729
Investments					
Capital expenditure in property, plant and equipment	-21	-56	-73	-201	-267
Capital expenditure in product development	-	0	-	-1	-1
Capital expenditure in other intangibles	-1	-1	-2	-3	-5
Other	26	8	24	15	26
Cash flow from investments	4	-50	-52	-190	-246
Cash flow from operations and investments	377	21	522	45	483
Financing					
Change in short-term borrowings, net ²	-253	-198	-385	657	413
New long-term borrowings	-	-	-	600	600
Amortization of long-term borrowings	-0	-0	-0	-1	-1
Payment of lease liabilities	-18	-18	-56	-64	-82
Share-based payments	-	-	-30	-	-
Change in financial liabilities, Electrolux Group	-	-	-	-1,224	-1,224
Cash flow from financing	-272	-217	-471	-32	-294
Total cash flow	106	-196	51	12	189
Cash and cash equivalents at beginning of period	743	848	797	651	651
Exchange-rate differences referring to cash and cash equivalents	3	-12	4	-23	-42
Cash and cash equivalents at end of period	852	640	852	640	797

1) For the period January 1 to September 30: interest and similar items received SEK 2.5m (4.2), interest and similar items paid SEK -6.2m (-9.9) and other financial items received/paid SEK -5.1m (-5.4). Interest paid for lease liabilities SEK -5.3m (-4.5)

2) Of which short-term loans with a duration of more than 3 months for the period January 1 to September 30; new loans SEK 277m (1,322), repaid loans SEK -661m (-666)

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Alternative performance measures key figures

SEKm, if not otherwise stated	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Net sales	1,935	1,748	5,554	5,328	7,263
Organic growth, %*	12.8	-16.1	9.1	-23.5	-21.0
EBITA*	199	96	499	313	456
EBITA margin, %*	10.3	5.5	9.0	5.9	6.3
EBITA excl. items affecting comparability* ¹	199	173	499	390	533
EBITA margin excl. items affecting comparability, %* ¹	10.3	9.9	9.0	7.3	7.3
Operating income*	183	81	451	268	387
Operating margin, %*	9.5	4.6	8.1	5.0	5.3
Operating income excl. items affecting comparability* ¹	183	158	451	345	464
Operating margin excl. items affecting comparability, %* ¹	9.5	9.0	8.1	6.5	6.4
Income after financial items	178	73	436	250	363
Income for the period	135	77	358	208	278
Capital expenditure*	-22	-57	-75	-205	-273
Operating cash flow after investments*	412	63	657	110	570
Earnings per share, SEK ²	0.47	0.27	1.25	0.72	0.97
Net debt*	n/a	n/a	33	1,004	549
EBITDA* ³	n/a	n/a	860	744	684
Net debt/EBITDA ratio*	n/a	n/a	0.0	1.4	0.8
Operating working capital % of net sales* ⁴	n/a	n/a	16.0	20.2	19.9
Average number of shares, million ²	287.4	287.4	287.4	287.4	287.4
Number of employees, end of period	3,408	3,520	3,408	3,520	3,515

*) Alternative performance measures used in this report are explained on pages 24-25.

1) For information on items affecting comparability, see page 18.

2) Basic number of outstanding shares.

3) Rolling four quarters.

4) Last twelve months currency adjusted

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Quarterly data

SEKm	Q3, 2021	Q2, 2021	Q1, 2021	Full year 2020	Q4, 2020	Q3, 2020	Q2, 2020	Q1, 2020
Food & Beverage								
Net sales	1,211	1,210	905	4,198	1,047	1,070	838	1,243
EBITA	127	110	21	87	11	42	-64	99
EBITA margin, %	10.5	9.1	2.3	2.1	1.0	4.0	-7.7	7.9
Amortization	-12	-12	-12	-53	-19	-11	-11	-12
Operating income	115	98	9	35	-8	31	-75	87
Operating margin, %	9.5	8.1	1.0	0.8	-0.8	2.9	-9.0	7.0
Laundry								
Net sales	723	748	756	3,065	888	678	651	848
EBITA	110	117	111	467	150	79	88	150
EBITA margin, %	15.2	15.7	14.7	15.2	16.9	11.6	13.5	17.7
Amortization	-4	-4	-4	-16	-4	-4	-4	-4
Operating income	106	113	107	452	146	75	84	146
Operating margin, %	14.7	15.1	14.1	14.7	16.4	11.1	13.0	17.3
Group common costs								
	-39	-30	-28	-100	-19	-26	-27	-28
Total Group								
Net sales	1,935	1,958	1,661	7,263	1,935	1,748	1,489	2,091
EBITA	199	197	103	456	142	96	-4	221
EBITA margin, %	10.3	10.1	6.2	6.3	7.3	5.5	-0.2	10.6
Amortization	-16	-16	-16	-69	-23	-15	-15	-16
Operating income	183	181	88	387	119	81	-18	205
Operating margin, %	9.5	9.2	5.3	5.3	6.1	4.6	-1.2	9.8
Financial items, net	-5	-5	-4	-24	-5	-8	-8	-2
Income after financial items	178	176	83	363	113	73	-26	203
Income for the period	135	168	55	278	70	77	-28	159
Earnings per share, SEK ¹	0.47	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	Q3, 2021	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	Q3, 2021	Q2, 2021	Q1, 2021	Full year 2020	Q4, 2020	Q3, 2020	Q2, 2020	Q1, 2020
Total Group								
Operating income excl. items affecting comparability	183	181	88	464	119	158	-18	205
Operating margin excl. items affecting comparability, %	9.5	9.2	5.3	6.4	6.1	9.0	-1.2	9.8
EBITA excl. items affecting comparability	199	197	103	533	142	173	-4	221
EBITA margin excl. items affecting comparability, %	10.3	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	-71,309	71,309	-
Number of shares as of September 30, 2021	8,049,218	279,348,232	287,397,450

Exchange rates

SEK	Sep 30, 2021		Sep 30, 2020		Dec 31, 2020	
	Average	End of period	Average	End of period	Average	End of period
CNY	1.31	1.36	1.34	1.33	1.33	1.25
CZK	0.3934	0.3988	0.4008	0.3882	0.3969	0.3831
DKK	1.36	1.37	1.42	1.42	1.41	1.35
EUR	10.15	10.17	10.56	10.57	10.48	10.06
GBP	11.71	11.82	11.98	11.59	11.83	11.14
JPY	0.0781	0.0784	0.0873	0.0854	0.0861	0.0795
NOK	0.99	1.00	0.99	0.95	0.98	0.95
RUB	0.1144	0.1206	0.1324	0.1152	0.1275	0.1095
THB	0.2694	0.2592	0.2981	0.2851	0.2938	0.2735
TRY	1.04	0.99	1.40	1.16	1.33	1.11
USD	8.48	8.78	9.37	9.03	9.18	8.19

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Condensed Parent company income statement

SEKm	Third quarter		Nine months		Full year
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	2020
Net sales	550	476	1,664	1,613	2,266
Cost of goods sold	-385	-343	-1,175	-1 118	-1,556
Gross operating income	165	133	489	495	700
Selling expenses	-76	-84	-252	-253	-330
Administrative expenses	-52	-32	-157	-106	-135
Other operating income and expenses	1	1	3	3	-6
Operating income	38	18	83	139	229
Financial income and expenses	80	-3	84	-6	-7
Impairment of shares in subsidiaries	-	-	-	-	-2,039
Financial items, net	80	-3	84	-6	-2,046
Income after financial items	118	15	167	133	-1,817
Appropriations	-	-	-	-	-5
Income before taxes	118	15	167	133	-1,822
Taxes	-3	8	-15	-44	-64
Income for the period	115	23	152	89	-1,886

Condensed Parent company balance sheet

SEKm	Sep 30, 2021	Sep 30, 2020	Dec 31, 2020
Assets			
Non-current assets	6,867	8,498	6,452
Current assets	1,640	1,841	1,885
Total assets	8,507	10,339	8,337
Equity and liabilities			
Restricted equity	48	48	47
Non-restricted equity	5,918	7,768	5,794
Total equity	5,966	7,816	5,841
Untaxed reserves	114	109	114
Provisions	92	101	92
Non-current liabilities	600	600	600
Current liabilities	1,735	1,713	1,690
Total equity and liabilities	8,507	10,339	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	Third quarter		Nine months	
	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020
Geographical region				
Europe	1,317	1,232	3,893	3,738
Asia-Pacific, Middle East and Africa	275	279	834	849
Americas	342	237	826	740
Total	1,935	1,748	5,554	5,328

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

SEKm	Hierarchy level	Sep 30, 2021		Sep 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		2,341	2,341	2,069	2,069	2,062	2,062
Derivatives, financial assets at fair value through profit and loss	2	16	16	7	7	12	12
Total financial assets		2,357	2,357	2,077	2,077	2,074	2,074
Financial liabilities measured at amortized cost		2,082	2,084	2,435	2,435	2,289	2,293
Derivatives, financial liabilities at fair value through profit and loss	2	13	13	9	9	6	6
Total financial liabilities		2,095	2,096	2,444	2,444	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	Sep 30, 2021	Sep 30, 2020	Dec 31, 2020
Group			
Guarantees and other commitments	125	135	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 123m, 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. The expected credit loss provision has decreased to SEK 99m on September 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 September 30, 2021 the amount recognized in profit or loss is SEK 1m (21) in the quarter and SEK 31m (77) 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 third 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, October 28. 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 8 566 427 04
Participants in UK/Europe: +44 333 300 9269
Participants in US: +1 833 526 8382

Slide presentations for download:

www.electroluxprofessional.com/corporate

Link to webcast:

<https://electroluxprofessional.creo.se/211028>

For further information, please contact:

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



Financial calendar

	Date
Interim report Q4 2021	January 28, 2022
Interim report Q1 2022	April 27, 2022
Annual General Meeting	April 28, 2022
Interim report Q2 2022	July 22, 2022

This information is information that Electrolux Professional AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. 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 October 28, 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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