

Interim report Jan-Jun 2019 and Q2

Tomas Carlsson
CEO

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CFO

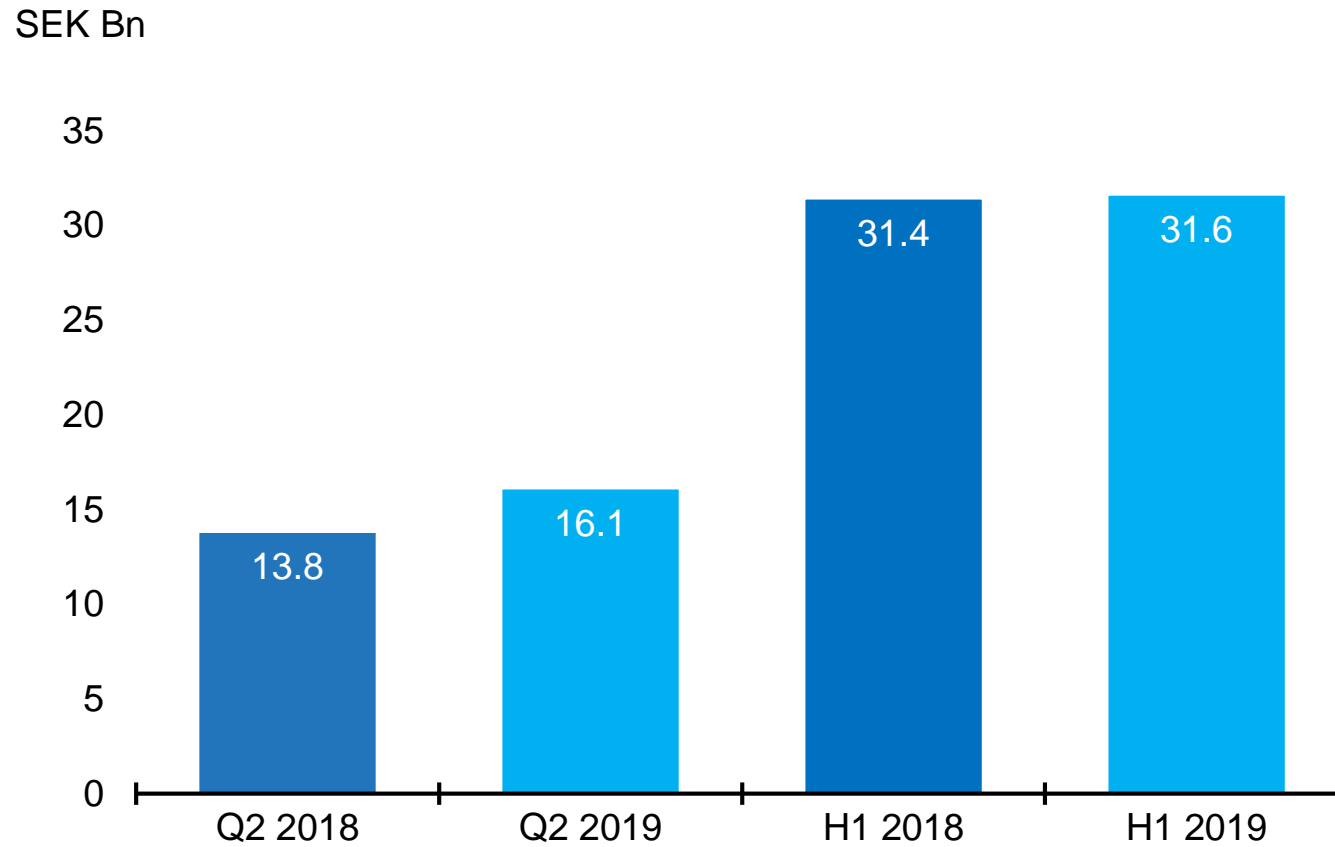


NCC Q2: Remaining on the right track

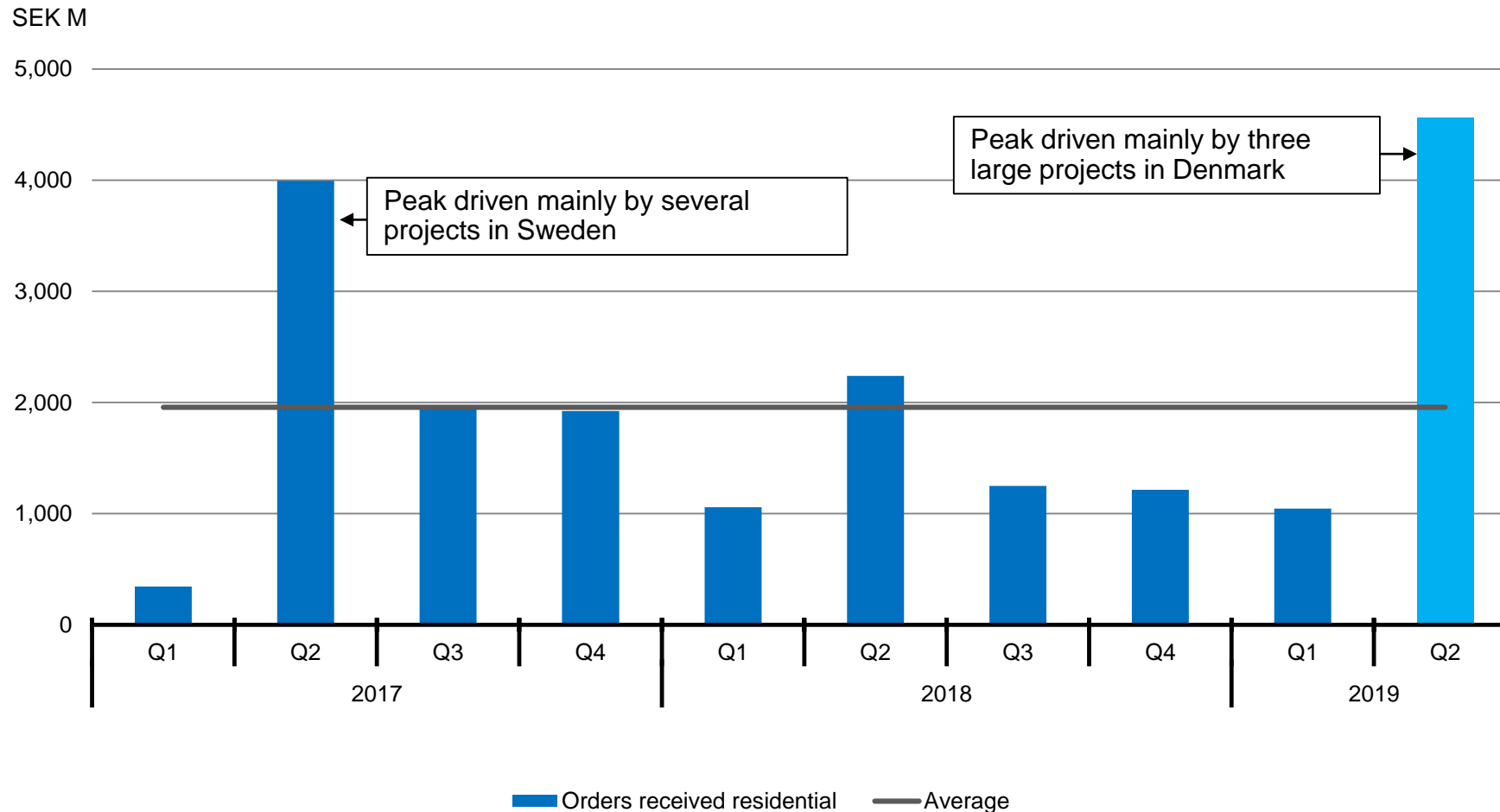
- Strong orders received in the quarter
 - Building Nordics and Infrastructure increases order intake
 - Building Sweden solid base demand but no large order timed to this quarter
- Order backlog strongest so far
- Net sales on par with last year
- Operating profit on a fair level
 - Prudent profit recognition impacts comparison with last year
 - Restructuring costs of 20 MSEK in the quarter
- Property Development: One project profit recognized, one project started and strong letting

Strong orders received

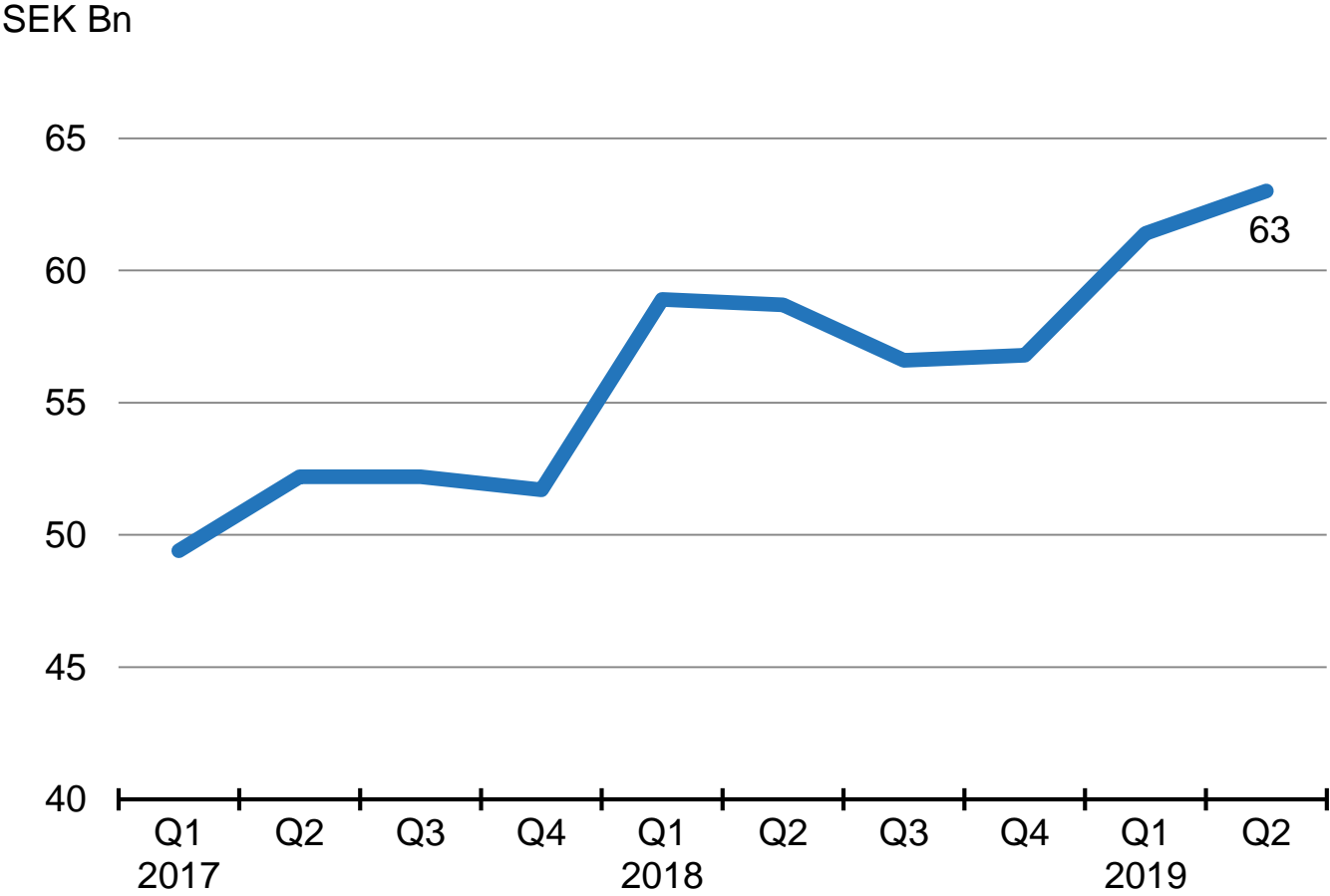
Main driver: Building Nordics and Infrastructure



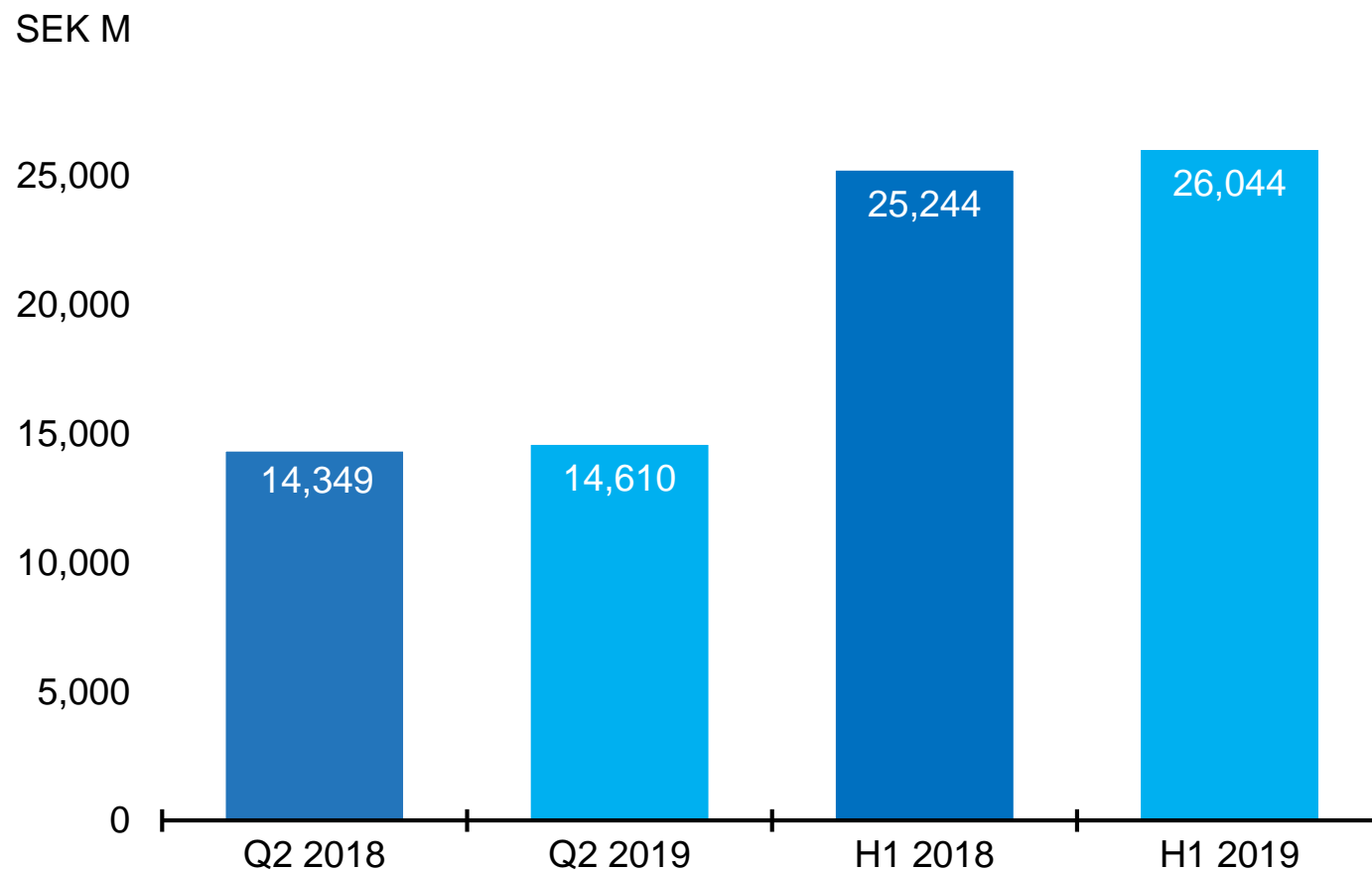
Residential orders received



Order backlog strongest so far

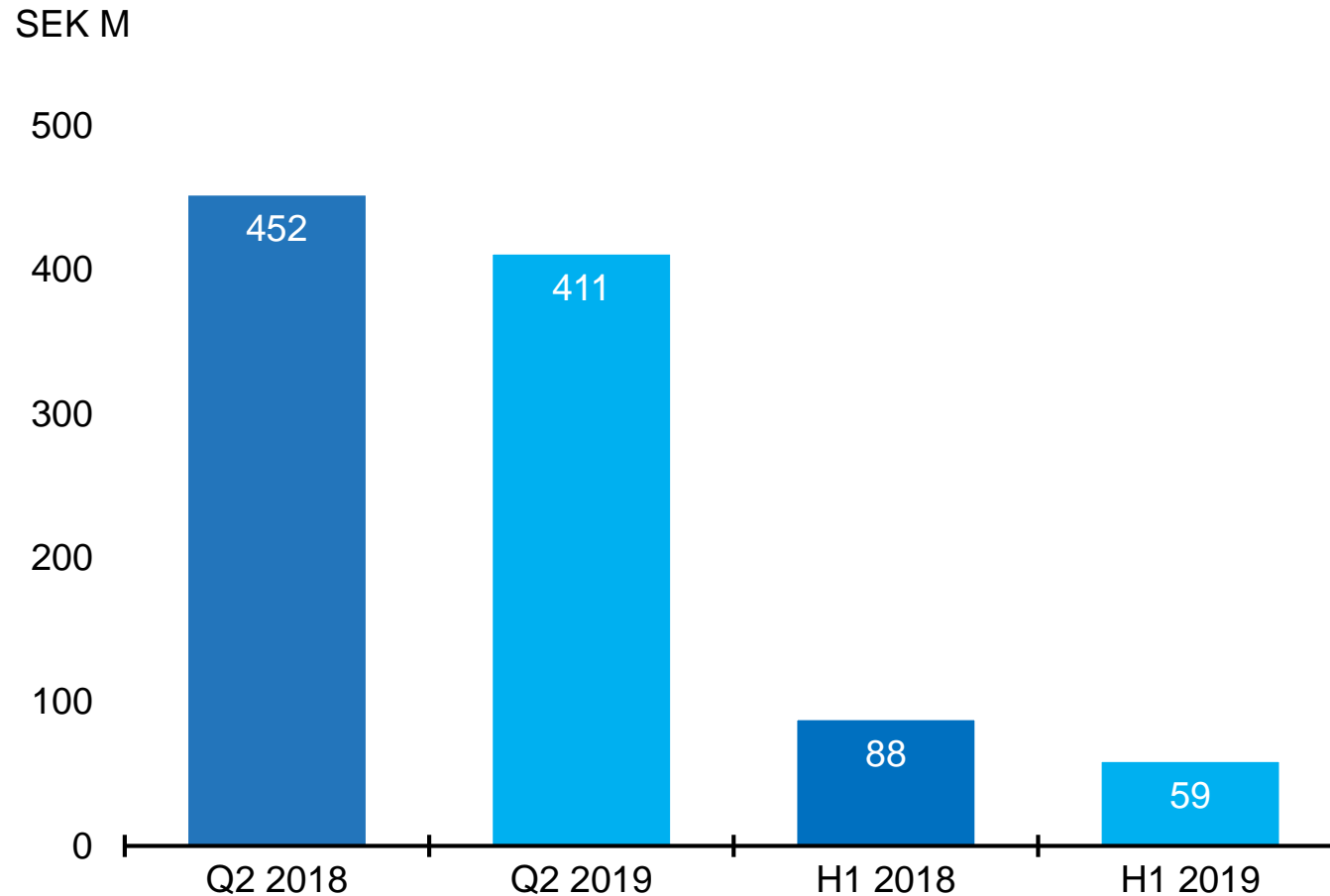


Net sales on par with last year



EBIT on fair level for the quarter

Positive EBIT in all BAs - impact from restructuring and prudent profit recognition



NCC Infrastructure

Orders received on good level and profitability slowly improving

SEK M	Apr-Jun 2019	Apr-Jun 2018	R12 Jul 18 – Jun 19	Jan-Dec 2018
Orders received	3,428	2,738	18,517	21,271
Order backlog	21,770	20,161	21,770	21,037
Net sales	4,192	4,325	16,864	16,936
EBIT	81	26	-723	-743
EBIT margin, %	1.9	0.6	-4.3	-4.4
<i>Effect of resolution of claims</i>	45			
<i>Adjusted EBIT</i>	36			
<i>Adjusted EBIT margin, %</i>	0.9			
NCC Road Services				
Net sales	635	665	2,781	2,855
EBIT	6	25	-219	-251

NCC Building Sweden

No large project this quarter but consistent performance

SEK M	Apr-Jun 2019	Apr-Jun 2018	R12 Jul 18 – Jun 19	Jan-Dec 2018
Orders received	2,368	3,111	13,234	15,075
Order backlog	16,261	18,422	16,261	18,709
Net sales	3,726	4,057	15,389	15,701
EBIT	76	147	381	453
EBIT margin, %	2.0	3.6	2.5	2.9
<i>Effect of provision for Rågården</i>	<i>37</i>			
<i>Adjusted EBIT</i>	<i>113</i>			
<i>Adjusted EBIT margin, %</i>	<i>3.0</i>			

NCC Building Nordics

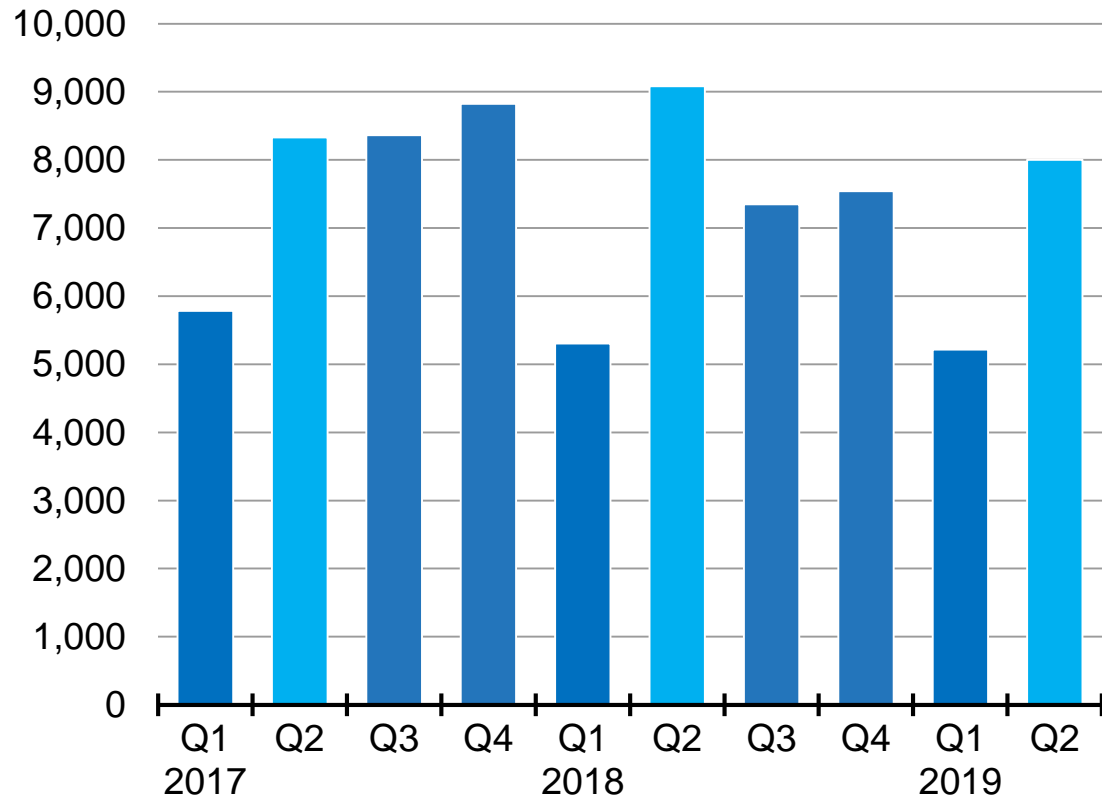
Very strong order intake and improved margins in all markets

SEK M	Apr-Jun 2019	Apr-Jun 2018	R12 Jul 18 – Jun 19	Jan-Dec 2018
Orders received	6,210	3,349	16,362	11,229
Order backlog	16,738	11,501	16,738	11,313
Net sales	2,803	2,571	11,253	10,753
EBIT	46	34	-192	-227
EBIT margin, %	1.6	1.3	-1.7	-2.1

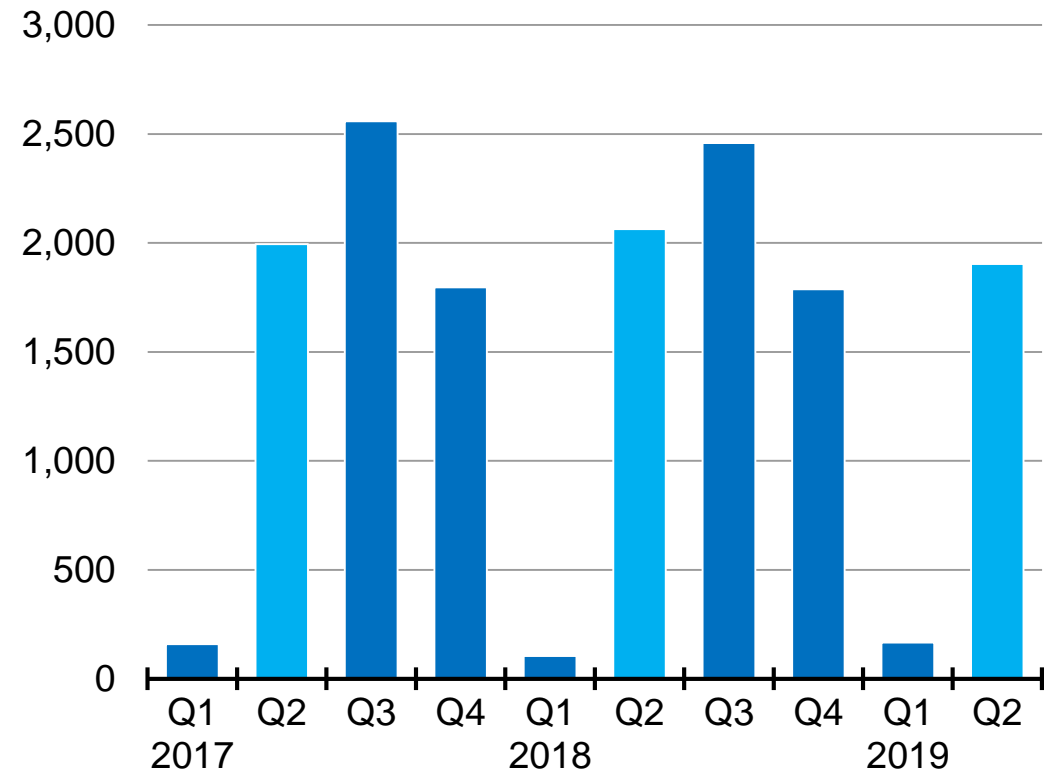
NCC Industry: Stone and asphalt volumes

Project phasing normalizes volumes in Q2

Stone material sold, thousands of tons



Asphalt sold, thousands of tons



NCC Industry

Overall a consistent performance

SEK M	Apr-Jun 2019	Apr-Jun 2018	R12 Jul 18 – Jun 19	Jan-Dec 2018
Net sales	3,721	3,625	13,162	12,968
EBIT	322	324	375	350
EBIT margin, %	8.6	8.9	2.8	2.7
RoCE, %			6.7	7.1

NCC Property Development

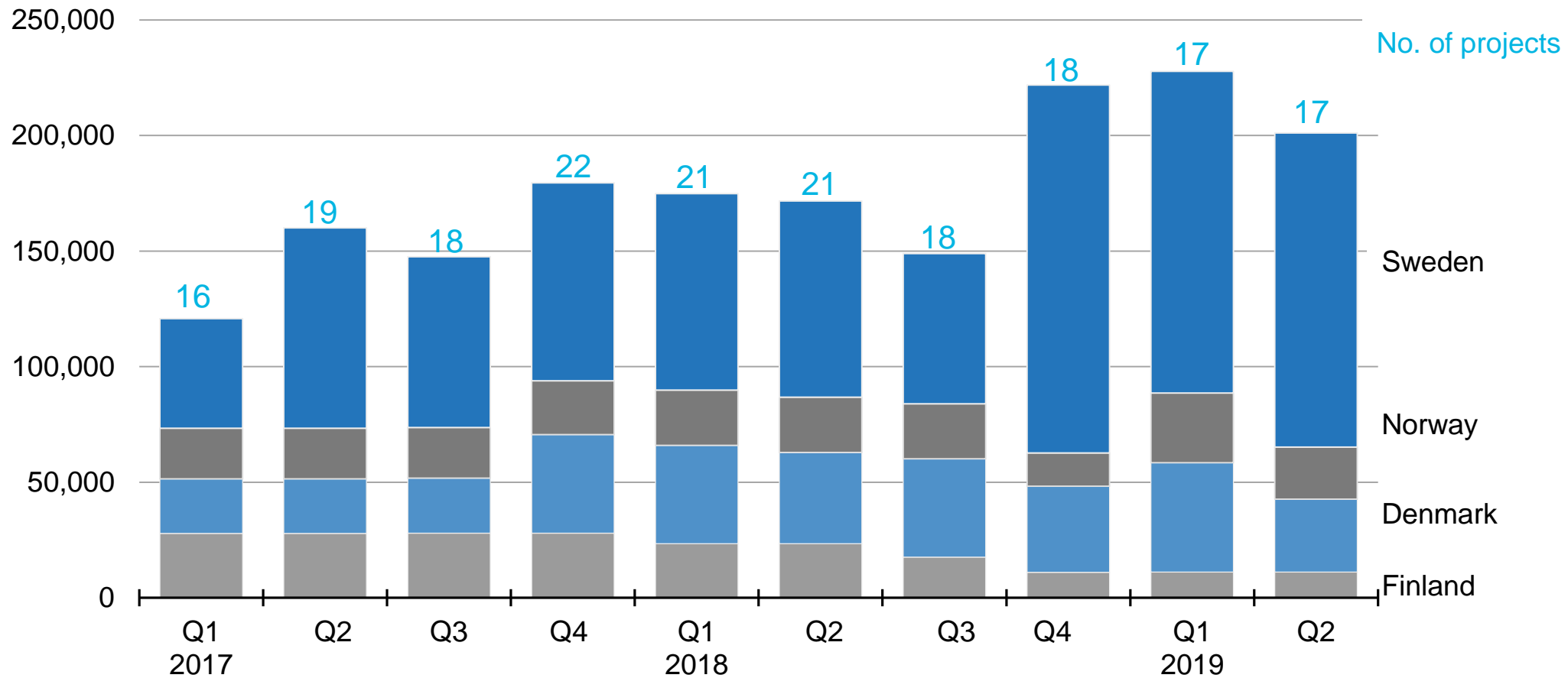
One property sold in the quarter: Brunna 4 outside Stockholm

SEK M	Apr-Jun 2019	Apr-Jun 2018	Apr-Jun 2017	R12 Jul 18 – Jun 19	Jan-Dec 2018
Net sales	321	115	185	2,490	2,157
EBIT	40	-16	65	-160	-181
EBIT margin, %	12.5	-13.9	35.2	-6.4	-8.4
RoCE, %				-6.0	-3.9

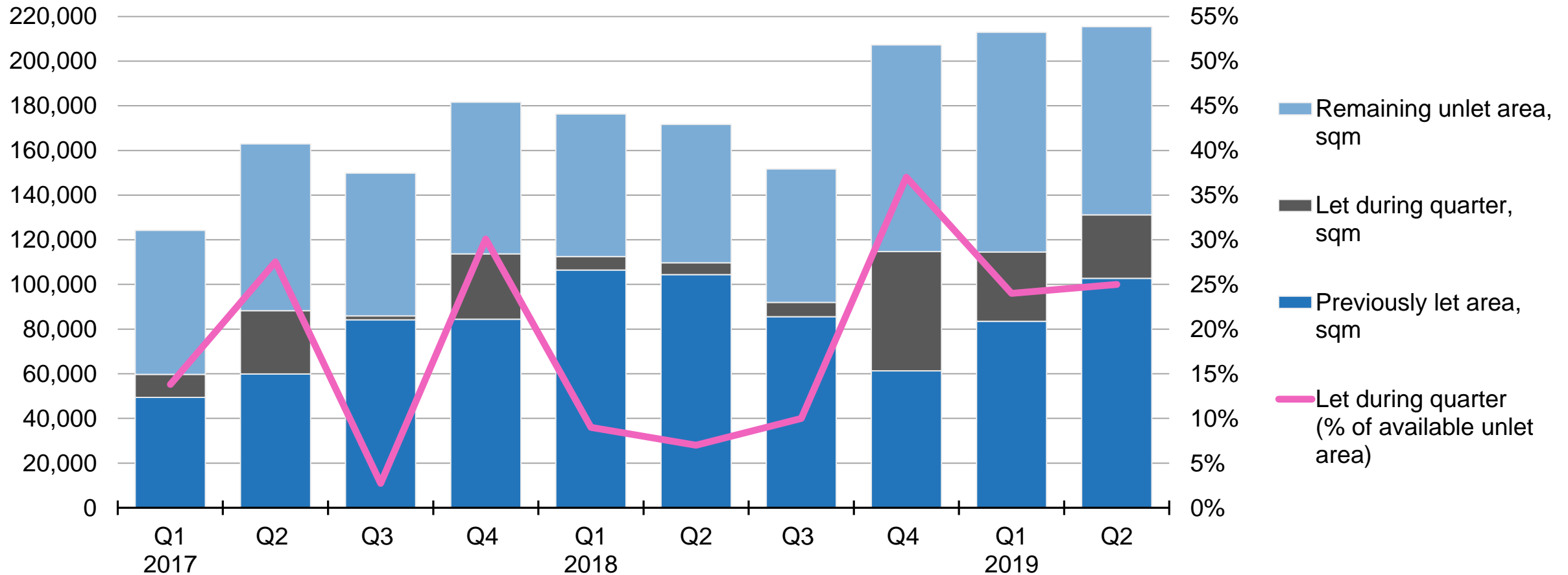
Portfolio focused on Sweden

One new project started this quarter: Arendal 4 in Gothenburg

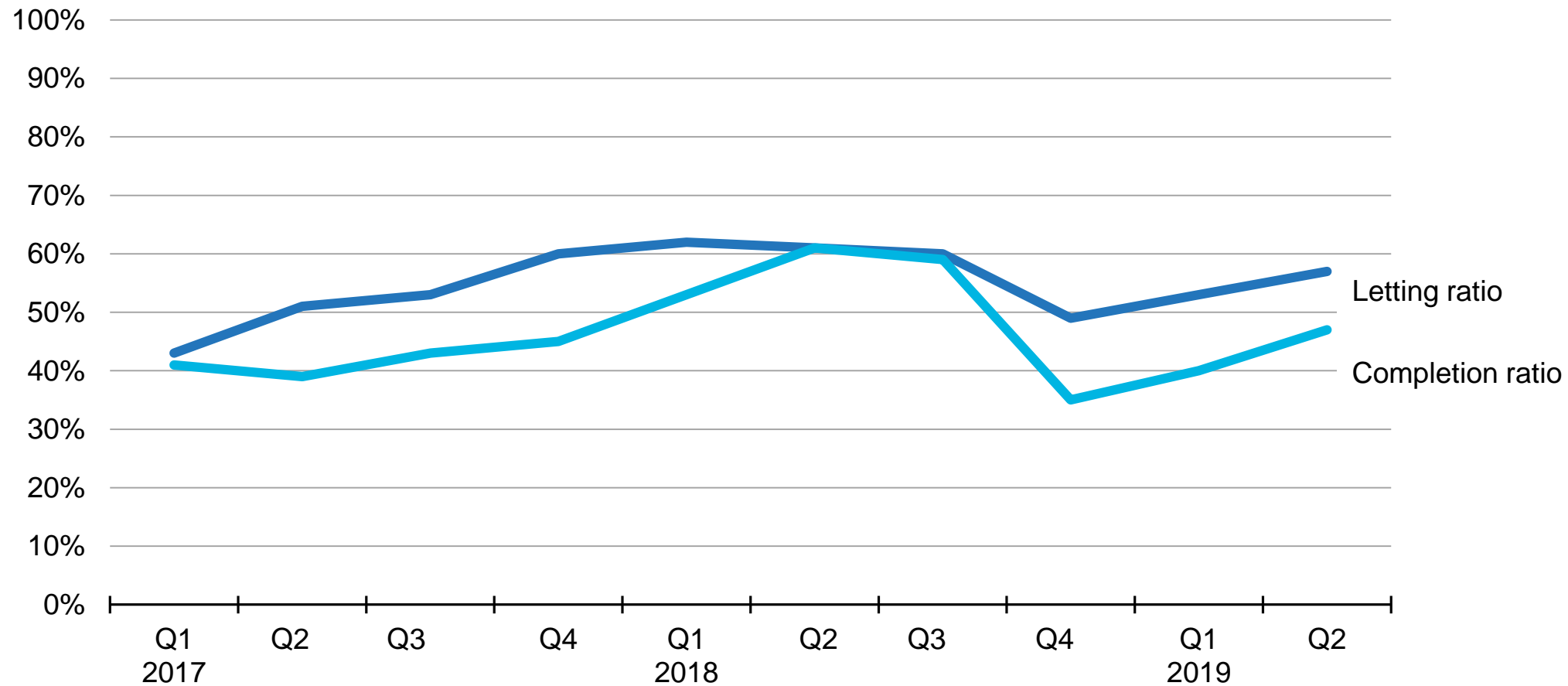
Lettable space, sqm



Letting on high level



Letting and completion status in the property portfolio



Income statement

SEK M	Apr-Jun 2019	Apr-Jun 2018	R12 Jul 18 - Jun 19	Jan-Dec 2018
Net sales	14,610	14,349	58,146	57,346
Gross profit	1,137	1,153	2,129	2,140
Selling and administrative expenses	-730	-712	-2,883	-2,875
Cost ratio	5.0%	5.0%	5.0%	5.0%
Other	4	12	-39	-29
EBIT	-411	-452	-793	-764
Financial items	-32	-25	-102	-85
EBT	380	427	-895	-849
Tax	-58	-86	108	99
Profit for the period	322	341	-787	-750

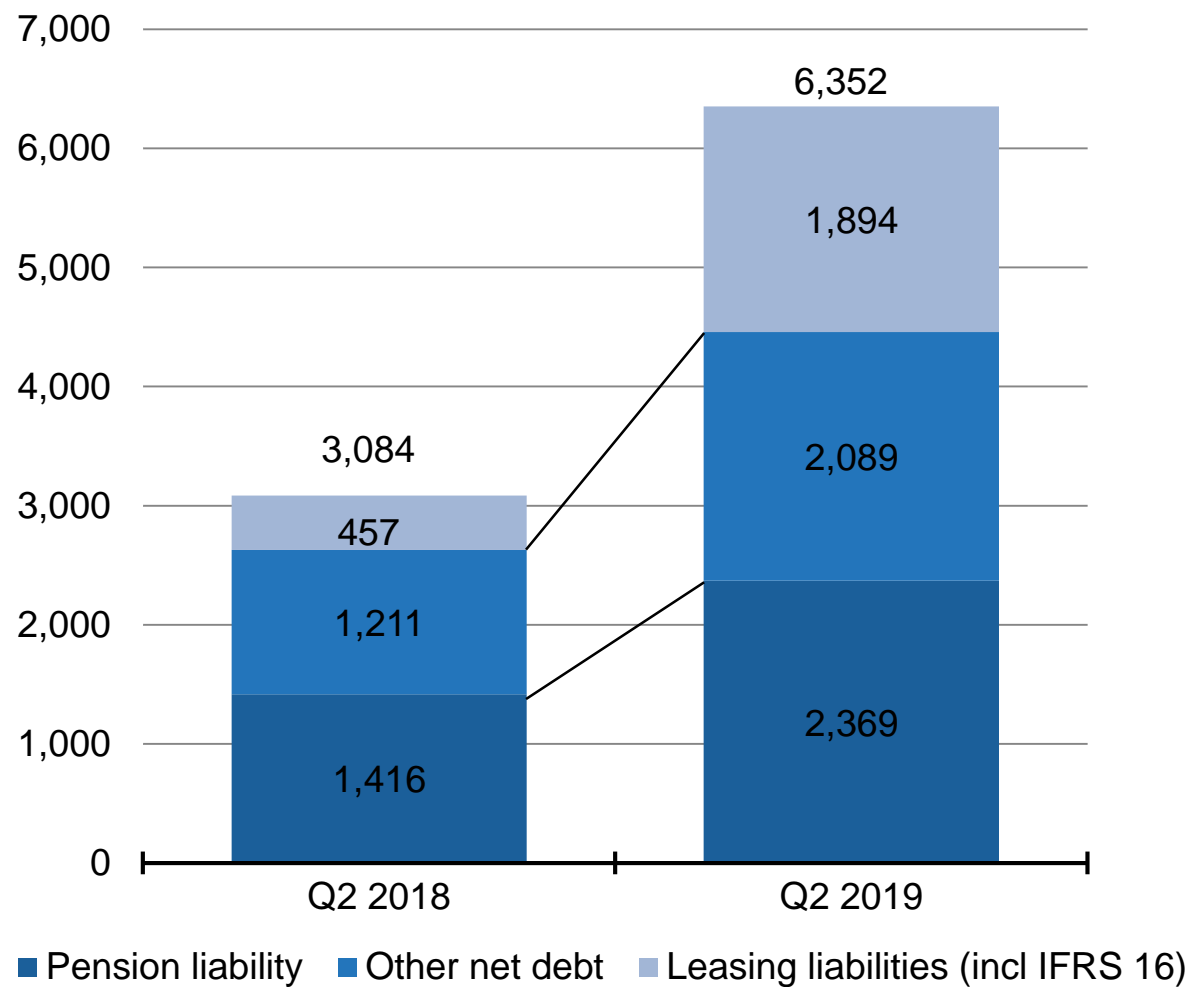
Other and eliminations

SEK M	Apr-Jun 2019	Apr-Jun 2018
NCC Infrastructure	81	26
NCC Building Sweden	76	147
NCC Building Nordics	46	34
NCC Industry	322	324
NCC Property Development	40	-16
Non core assets, Road Service	6	25
Other and eliminations	-160	-87
EBIT	411	452

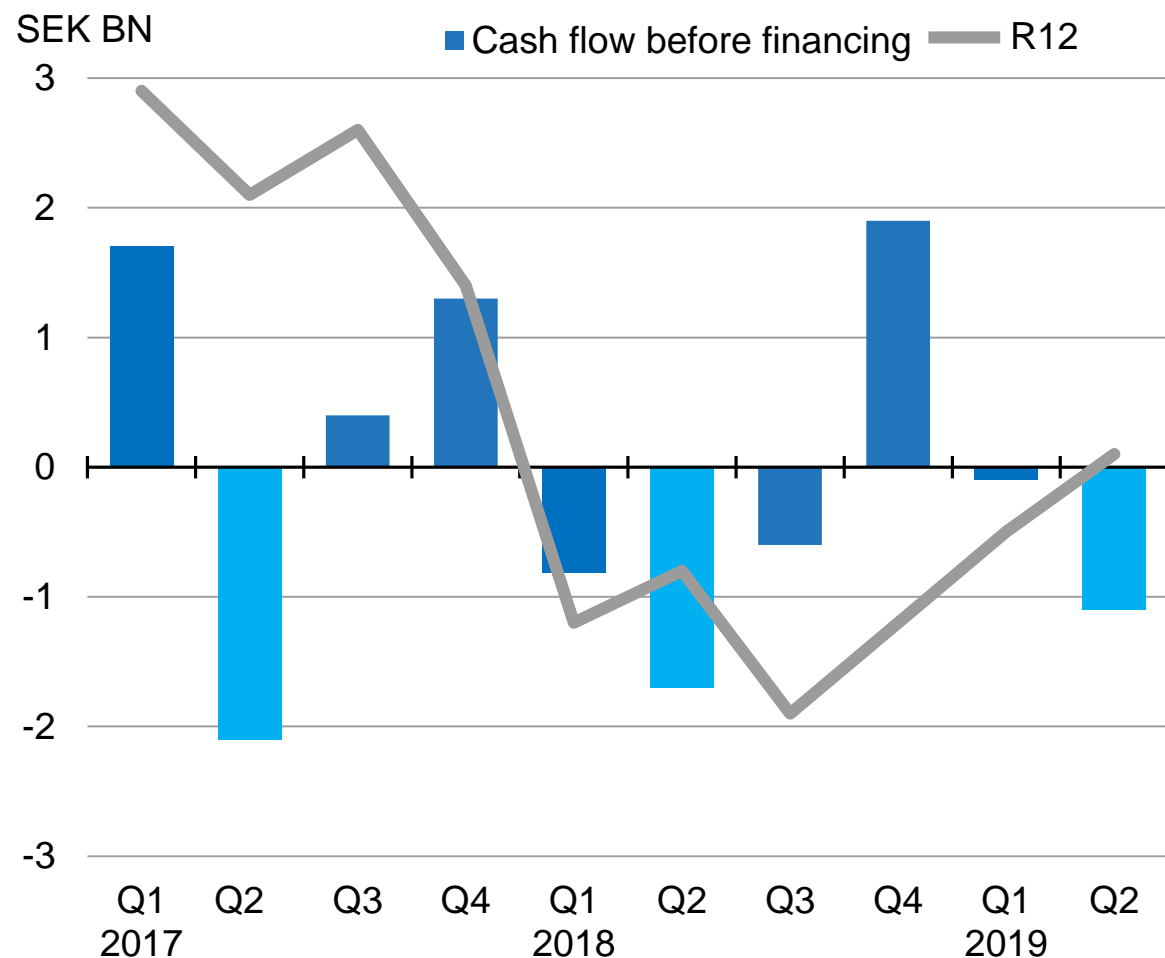
SEK M	Apr-Jun 2019	Apr-Jun 2018
NCC HQ etc.	-94*	-50
Internal gains	-44	-27
Other Group adjustments	-22	-10
Other and eliminations	-160	-87

* Includes approx 20 MSEK in restructuring cost

Net debt



Positive trend in cash flow



SEK M	Apr-Jun 2019	Apr-Jun 2018	Jul 18 - Jun 19	Jan-Dec 2018
From operating activities	-297	-897	1,880	790
From property projects	-591	-534	-1,075	-1,166
Investing activities	-221	-280	-686	-782
Cash flow before financing	-1,109	-1,710	119	-1,157

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Contact information and calendar

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Financial Calendar

October 28, 2019

Interim report Jan-Sep

January 30, 2020

Interim report Jan-Dec