

YEAR-END REPORT

JULY 2020-JUNE 2021

FINANCIAL YEAR ENDS WITH RECORD QUARTER

Prerequisites for a continuous good profit development are established

Fourth quarter April-June 2021

- Net sales increased by 68 percent to MSEK 942.1 (560.1). The previous year was to a greater degree affected by Covid 19.
- Adjusted EBITDA* increased by 70 percent to MSEK 76.4 (45.1), corresponding to an adjusted EBITDA* margin of 8.1 percent (8.1).
- Adjusted EBIT totaled MSEK 53.6 (19.4).
- Operating profit totaled MSEK 54.4 (10.3 during the fourth quarter 2019/20 and 26.6 during the fourth quarter 2018/2019).
- Cash flow from operating activities totaled MSEK-35.1 (133.3).
- Profit after tax was MSEK 38.1 (-1.2).
- Adjusted earnings per share totaled SEK 0.96 (0.20).
- Earnings per share totaled SEK 0.98 (-0.03).
- Due to Durocs continuous growth expansions and the positive effects from historical investments, the Board of Directors proposes that no dividend be paid for the financial year 2020/2021.

July 2020-June 2021

- Net sales increased by 3 percent to MSEK 3,254.5 (3,158.2).
- Adjusted EBITDA* increased by 5 percent to MSEK 224.2 (212.7), corresponding to an adjusted EBITDA* margin of 6.9 percent (6.7).
- Adjusted EBIT totaled MSEK 125.8 (110.8)
- After restructuring costs of MSEK 37.2, operating profit totaled MSEK 88.6 (MSEK 161.8 including 66.9 from the dissolution of negative goodwill).
- Cash flow from operating activities totaled MSEK 70.6 (322.3).
- Profit after tax totaled MSEK 55.4 (116.5 including MSEK 66.9 from the dissolution of negative goodwill).
- Adjusted earnings per share totaled SEK 2.37 (1.68).
- Earnings per share totaled SEK 1.42 (2.99).
- Cash and cash equivalents at the end of June totaled MSEK 59.9 (142.3) and net debt excluding lease liabilities from IFRS 16 totaled MSEK 139.9 (117.8). Unutilized credit facilities totaled MSEK 275.

Group (MSEK)	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Net sales	942.1	560.1	3,254.5	3,158.2
EBITDA	77.7	41.5	189.9	269.1
Adjusted EBITDA*	76.4	45.1	224.2	212.7
Adjusted EBITDA*-margin, %	8.1	8.1	6.9	6.7
Operating profit/loss (EBIT)	54.4	10.3	88.6	161.8
Adjusted EBIT*	53.6	19.4	125.8	110.8
Profit/loss after tax	38.1	-1.2	55.4	116.5
Profit per share, before and after dilution, SEK	0.98	-0.03	1.42	2.99
Adjusted profit per share, before and after dilution, SEK*	0.96	0.20	2.37	1.68
Cashflow from operating activities	-35.1	133.3	70.6	322.3
Net debt excl. lease liability from IFRS 16	139.9	117.8	139.9	117.8
Net debt incl. lease liability from IFRS 16	283.3	257.0	283.3	257.0
Net debt/Equity ratio, %	26	27	26	27

*Adjusted for items affecting comparability. A reconciliation of amounts can be found on page 17

Duroc acquires, develops and manages companies with a focus on trade and industry. Using their profound knowledge of technology and markets, the Group's companies aim to achieve leading positions in their respective industries. As the owner, Duroc actively contributes to their development. Duroc is listed on Nasdaq Stockholm (short name: DURC). www.duroc.se

DUROC

CEO'S COMMENT

The fourth quarter was Duroc's strongest ever. Net sales increased by 68 percent and adjusted EBIT by 176 percent. The quarter was characterized by high demand in most of the portfolio companies and measures taken in parts of the portfolio are expected to contribute to strong earnings growth moving forward. The year-over-year quarter was, to a larger extent, affected by the pandemic.

Duroc is an acquisitions and development company that focuses on creating value for its shareholders through opportunistic acquisition of businesses at low financial risk and develop them for long term profitability. Most of the portfolio companies are performing well. Some of the companies are high performers, e.g. Cresco, Duroc Rail and Duroc Laser Coating (part of the Smaller Company Portfolio).

Conditions are even better now that Duroc is entering financial year 2021/22. The majority of investments in new capacity, new product launches and geographical expansion were carried out at the same time as less profitable production was shut down, leading to significant cost savings. There is a strong conviction in the portfolio companies that these investments and activities, combined with the market situation, will have positive effects both in the short and long terms.

Duroc's acquisition ambitions seek to create value by finding companies with high intrinsic values. These can be real assets as well as potential upsides, e.g. through new product launches and geographical expansion. In Duroc's experience, it is more difficult to find and realize these acquisitions than to acquire well-performing companies at high purchase prices. However, I feel Duroc's strategy entails lower risk, while the resulting profit can be very significant in the long run, in other words a major gain in relation to invested capital. I believe Duroc intentionally conservative financial position to be sound for investors over the long term. Duroc works with low risk over the long term and has a well-developed acquisition process that involves valuation analyses, scanning via established networks and an ability to conclude potential deals quickly. With its strong balance sheet and excellent cash flows, Duroc has significant scope for continued acquisitions.

Fourth quarter April-June 2021

Duroc performed well in the fourth quarter. Net sales increased by 68 percent to MSEK 942.1 (560.1). Adjusted EBIT increased by 176 percent to MSEK 53.6 (19.4). The quarter was characterized by record levels in several of the portfolio companies. The intentional focus on highly profitable products with high technology content led to a strong quarter for IFG. Investments in new products and markets generated record profits for cultivation equipment company Cresco, which with e.g. its

climate products for greenhouses contributes to the sustainable production of local crops around the world. With its sales of machine tools, the DMT Group reached the highest order levels in the history of the company. Drake Extrusion, Duroc Rail, Plastibert (a Belgian company in the Cotting Group) and Duroc Laser Coating (part of the Smaller Company Portfolio) closed the financial year strongly. The Cotting Group's French unit continues to struggle with low volumes arising from semiconductor shortages in the automotive industry.

Financial year July 2020-June 2021

Net sales increased by 3 percent to MSEK 3,254.5 (3,158.2). Adjusted EBIT increased by 14 percent to MSEK 125.8 (110.8). The pandemic affected most of the portfolio companies negatively at the beginning of the financial year. Demand then rose gradually until it reached record levels in the last quarter in most parts of the portfolio. As the business climate in general has normalized, the operating capital has increased to more normal levels. Altogether, profits for the year were affected by shortages of raw materials and strong price increases for input goods. However, Duroc finished the year with a record quarter. Cresco, IFG, Duroc Rail and Duroc Laser Coating were the brightest stars in the portfolio during the year.

Future prospects

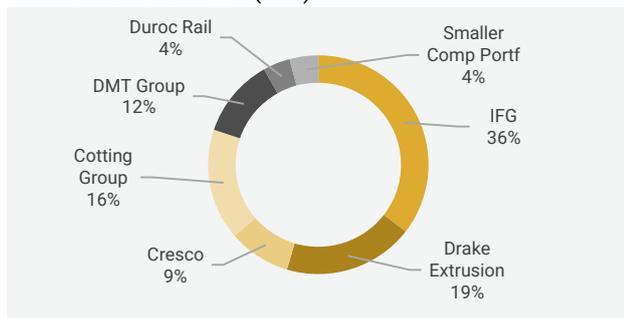
Overall, net debt remains low; there is a good spread across the portfolio and many of our companies are performing well. The economic climate continues to be good and demand is expected to remain strong. As previously announced, conditions and expectations for the next 12-month period look good. However, variations between the quarters will occur. Logistics challenges and a lack of certain raw materials may lead to disruptions in the operations, but with well-filled order books and our well-considered investments in the portfolio companies, I'm convinced that the 2021/22 financial year will be a better one for the Group. I expect materially higher profit levels during the coming years after 2021/2022 due to the investments and structural measures taken during the last years in combination with Duroc's future investment – and improvement plans. Duroc as a whole has made a good profit in the light of the challenges the pandemic has caused. The portfolio companies have driven the development ahead with efficient cost control and has created conditions to maintain a safe work environment. I would like to take this opportunity to thank all of our talented employees who have done a fantastic job in challenging conditions.

John Häger
CEO

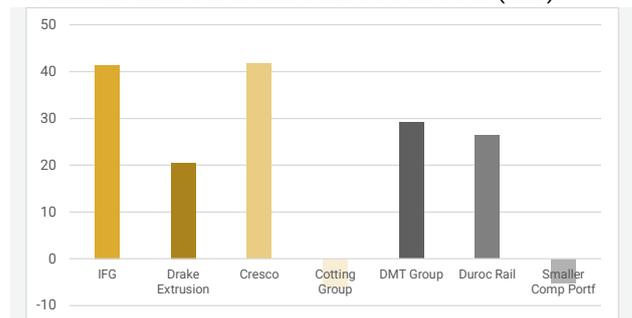
DEVELOPMENTS IN DUROC PORTFOLIO COMPANIES

Duroc’s portfolio companies consist of International Fibres Group (IFG), Drake Extrusion, Cresco, Cotting Group, Duroc Machine Tool Group (DMT Group), Duroc Rail and the Smaller Company Portfolio, which comprises Universal Power Nordic (UPN), Herber and Duroc Laser Coating (DLC). Set forth below are each individual portfolio company’s share of net sales and adjusted EBIT for the past 12-month period, July 2020-June 2021. Read more about developments company by company on pages 4-7 and in Duroc’s segment report on page 15.

SHARE OF NET SALES (R12)



ADJUSTED EBIT PER PORTFOLIO COMPANY (R12)



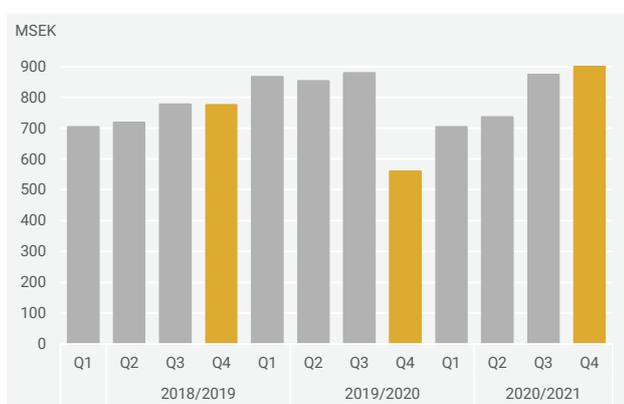
Fourth quarter April-June 2021

Net sales increased by 68 percent to MSEK 942.1 (560.1). Organic growth stood at 77 percent. With the single exception of the Smaller Company Portfolio, all companies increased sales by between 9 and 160 percent. The high growth is partly attributable to low levels in the year-over-year quarter as a result of the pandemic. However, most companies in the portfolio delivered high growth even in comparison with more normal levels. The high net sales drove adjusted EBITDA up to MSEK 76.4 (45.1). Strong results in IFG, Cresco, DMT Group and Duroc Rail. Drake Extrusion recovered from a challenging situation on the raw material side. At 8.1 percent (8.1), the adjusted EBITDA margin was unchanged compared with the previous year. Adjusted EBIT totaled MSEK 53.6 (19.4) and profit after tax MSEK 38.1 (-1.2).

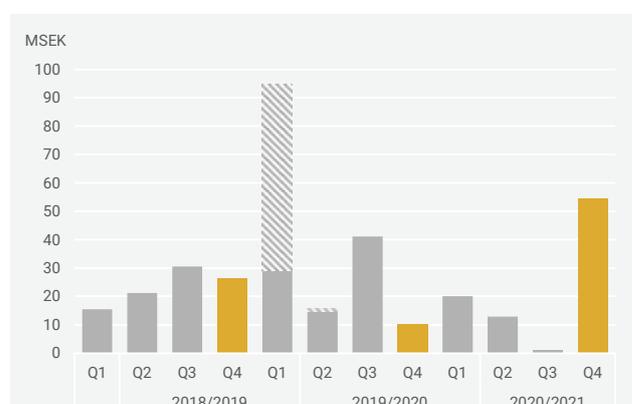
July 2020-June 2021

Net sales increased by 3 percent to MSEK 3,254.5 (3,158.2). Organic growth stood at 8 percent. Increased sales in all portfolio companies except for the Cotting Group and the Smaller Company Portfolio, which are still facing challenges from the post-pandemic aftereffects. Adjusted EBITDA totaled MSEK 224.2 (212.7) with a maintained adjusted EBITDA margin of 6.9 percent (6.7). Improved EBITDA in IFG, Cresco and Duroc Rail. DMT Group performed in line with the previous year. Adjusted EBIT totaled MSEK 125.8 (110.8). Operating profit (EBIT) which includes restructuring costs of MSEK 37.2, totaled MSEK 88.6 (161.8), including MSEK 66.9 from the dissolution of negative goodwill from the acquisition of Cotting Group). The restructuring costs mainly relate to the closure of one of IFG’s production facilities in the UK and are expected to lead to an annual improvement in earnings of around MSEK 10.

DEVELOPMENT OF DUROC’S NET SALES



DEVELOPMENT OF DUROC’S OPERATING PROFIT (EBIT)

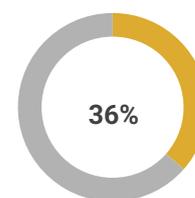


Operating profit for Q1 and Q2 2019/2020 includes MSEK 65.7 and MSEK 1.2 respectively for negative goodwill from business acquisitions.



International Fibres Group (IFG) is one of Europe's leading manufacturers of polypropylene-based staple fibers, an input product with reinforcing, insulating, separating or draining properties. The fiber is used in the production of e.g. flooring, rugs, furniture, filters, foodstuff packaging, car interiors and nonwoven fabrics, which means a diversified customer portfolio. IFG has production facilities in Belgium, the United Kingdom and Austria.

Share of Duroc's sales
(R12)



- Sales volumes increased by 44 percent. Organic growth, which was also impacted by the effects of increased raw material prices*, was 102 percent.
- Volumes were lower than usual in the year-over-year period due to Covid 19, but even adjusted for this, IFG ended the financial year very strongly.
- The transition of the product mix to niche products more than doubled profitability during the financial year.
- While raw material prices remain at a high level, the availability of materials has improved. Pricing to customers led to sustained profitability*.
- Tests with PLA fiber (organic polymers) has shown great potential for yet another profitable product area in the years ahead.
- Full year 2020/2021 includes restructuring costs of MSEK 26.0. The closure of a production unit in the UK is expected to result in an annual improvement in earnings of approximately MSEK 10.
- Government support linked to Covid 19 during the quarter totaled MSEK 0.2, and for the financial year, MSEK 3.3.

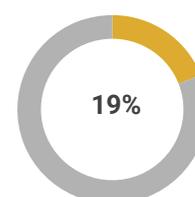
*During the second half of the financial year, commodity prices rose at IFG. Price mechanisms in customer agreements mean that sales increase as raw material prices rise and decrease as prices fall. Because raw material prices affect both the sales price and raw material costs, gross profit remains unchanged, but with a certain lag.

	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	361.0	186.5	1,155.8	1,067.5
Growth, Net Sales %	93.6	-44.4	8.3	-16.2
Organic growth %	101.8	-43.6	13.2	-18.2
EBITDA	33.2	4.1	43.4	26.3
EBITDA margin %	9.2	2.2	3.8	2.5
Adjusted EBITDA	32.1	6.1	69.1	29.2
Adjusted EBITDA-margin, %	8.9	3.3	6.0	2.7
EBIT	26.5	-8.4	13.5	-9.6
EBIT margin %	7.3	-4.5	1.2	-0.9
Net Debt/Net Cash (-)	87.3	24.4	87.3	24.4
of which from leasing IFRS 16	66.3	74.6	66.3	74.6
Capital employed	421.8	388.3	421.8	388.3
ROCE %	3.7	-2.2	3.7	-2.2
Adjusted ROCE %	11.2	-0.3	11.2	-0.3



Drake Extrusion is North America's leading producer of polypropylene-based colored filament yarn and staple fiber. Filament yarn is used mostly by customers who produce fabrics for the furniture industry. Staple fiber is used for production in a variety of areas including flooring, rugs, furniture, technical filters, car interiors and nonwoven fabrics. The business is located in Virginia, USA.

Share of Duroc's sales
(R12)



- Sales volumes increased by 78 percent. Organic growth of 160 percent is also affected by higher prices due to increased raw material costs.
- Volumes were lower than usual in the year-over-year period due to Covid 19.
- The shortage of raw materials and associated price increases caused by the temporary elimination of suppliers in Texas and the effects of the pandemic lingered longer than anticipated. Raw material prices increased further in the fourth quarter.
- Prices to customers are adjusted upwards on a continual basis, but with a certain lag. In the last month of the fourth quarter, Drake Extrusion's profitability was back at its usual high level.
- A weakened USD had a negative impact on EBIT compared to the previous year. The negative effect totaled MSEK 2.5 for the financial year:

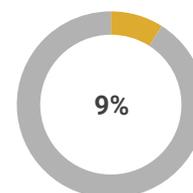
	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	179.6	77.6	622.2	543.8
Growth, Net Sales %	131.5	-53.6	14.4	-19.8
Organic growth %	159.5	-53.2	26.9	-23.9
EBITDA	11.5	20.8	44.6	63.4
EBITDA margin %	6.4	26.9	7.2	11.7
EBIT	6.5	14.8	20.3	38.5
EBIT margin %	3.6	19.1	3.3	7.1
Net Debt/Net Cash (-)	26.1	-4.0	26.1	-4.0
of which from leasing IFRS 16	12.8	14.9	12.8	14.9
Capital employed	278.6	254.5	278.6	254.5
ROCE %	8.2	15.6	8.2	15.6



- Order levels at the end of the period totaled MEUR 14.2, an increase of 25 percent in relation to the third quarter.
- Cresco closed the financial year strongly. EBIT increased by 131 percent during the quarter, and by 71 percent for the financial year. The already strong EBIT margin improved significantly.
- Sales are back at the same levels as 2018/2019 and with a clear increase in profitability.
- Cresco is well positioned to continue growing the business in a favorable market. Geographical expansion and active development efforts to complement the product offering is increasing growth capacity.

Cresco develops, produces and sells textile-based solutions for the professional cultivation of crops and is one of the leading players on the global market. The products contribute to favorable environments in greenhouses, mushroom farms and composting installations. The most important product is a climate screen for greenhouses that controls the cultivation climate, contributing to a more efficient process with lower energy consumption. Cresco's production facility is in Belgium.

Share of Duroc's sales (R12)



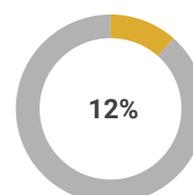
	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	86.6	70.8	296.8	258.5
Growth, Net Sales %	22.3	-20.8	14.8	-13.9
Organic growth %	28.3	-21.2	19.7	-15.7
EBITDA	20.8	9.6	46.7	29.1
EBITDA margin %	24.0	13.6	15.7	11.3
EBIT	19.4	8.4	41.8	24.4
EBIT margin %	22.4	11.9	14.1	9.5
Net Debt/Net Cash (-)	27.8	51.3	27.8	51.3
of which from leasing IFRS 16	5.0	5.4	5.0	5.4
Capital employed	172.8	175.4	172.8	175.4
ROCE %	24.7	13.7	24.7	13.7

DUROC MACHINE TOOL

- High sales and strong growth in the quarter. Low levels in the year-over-year quarter due to Covid 19. The order level remains high and totaled MSEK 174.6 at the end of the quarter, the highest ever.
- Strategic investments in sales and system support initiated earlier in the year have borne fruit.
- EBITDA and EBIT improved driven by increased sales volumes.
- The market developed strongly during the quarter.
- DMT received state support of MSEK 0.2 during the quarter and MSEK 0.5 for the full year.

Duroc Machine Tool Group (DMT Group) is one of the biggest suppliers of machine tools, tools, machine service and support to mechanical engineering companies in the Nordics and Baltics. Its customers can be found in e.g. forestry, the automotive industry, construction machinery and power generation. Its most important products are machining centers from Doosan Machine Tools, one of the market's world-leading brands. The DMT group represents more than 60 internationally renowned brands and is alone in its activity in seven markets: Sweden, Norway, Denmark, Finland, Estonia, Latvia and Lithuania.

Share of Duroc's sales (R12)

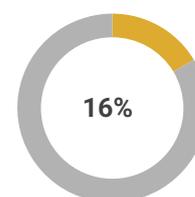


	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	122.7	73.5	379.0	381.4
Growth, Net Sales %	66.9	-33.3	-0.6	-16.1
Organic growth %	71.7	-32.5	2.3	-17.0
EBITDA	12.4	5.6	34.1	35.9
EBITDA margin %	10.1	7.7	9.0	9.4
EBIT	10.9	4.3	29.1	30.8
EBIT margin %	8.9	5.8	7.7	8.1
Net Debt/Net Cash (-)	-17.6	-7.7	-17.6	-7.7
of which from leasing IFRS 16	7.9	4.9	7.9	4.9
Capital employed	46.9	34.8	46.9	34.8
ROCE %	84.0	69.0	84.0	69.0



Cotting Group has been established in the international coated textiles market for more than 60 years. Its products consist of PVC and PU coated fabrics that are used in a variety of areas, including the fashion industry, protective clothing, hospital beds, car interiors, dental chairs, furniture and wall coverings. Cotting has production facilities in France and Belgium.

Share of Duroc's sales (R12)



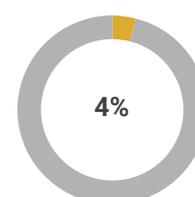
- During the quarter, net sales increased compared to the low level during the previous year. Volumes in the French operations are still affected by the semiconductor shortage in the automotive industry.
- The low automotive volumes in the French operations, combined with increased raw material prices, resulted in a decrease in adjusted EBITDA.
- The Belgian operation, which corresponds to 30 percent of sales, has significantly improved its earnings. EBIT for the financial year more than doubled compared with the previous year.
- EBIT for the financial year was charged with MSEK 6.2 in restructuring costs.
- With a presence in more geographic markets and investments of MSEK 30 in upgrades of the mechanical equipment, the Cotting Group will be in a better position when demand returns.
- State support in the amount of MSEK 1.2 related to Covid 19 was received during the quarter and MSEK 1.7 for the full year.

	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	123.3	84.0	535.6	581.3
Growth, Net Sales %	46.7	-	-7.9	-
Organic growth %	54.3	-	-4.0	-
EBITDA	-3.6	-3.2	4.5	93.9
EBITDA margin %	-2.9	-3.8	0.8	16.2
Adjusted EBITDA	-3.6	-1.7	10.7	34.3
Adjusted EBITDA-margin, %	-2.9	-2.0	2.0	5.9
EBIT	-7.9	-7.5	-12.4	77.6
EBIT margin %	-6.4	-8.9	-2.3	13.4
Net Debt/Net Cash (-)	33.9	3.5	33.9	3.5
of which from leasing IFRS 16	4.9	6.1	4.9	6.1
Capital employed	292.7	292.5	292.7	292.5
ROCE %	-4.3	26.5	-4.3	26.5
Adjusted ROCE %	-2.1	6.2	-2.1	6.2

DUROC RAIL

Duroc Rail delivers complete, efficient, high-quality maintenance for railroad wheels for locomotives, railroad passenger cars and freight cars. From Luleå, Duroc Rail mostly meets northern Sweden's railroad wheel maintenance needs.

Share of Duroc's sales (R12)



- Sales grew by 9 percent during the year's seasonally weakest quarter.
- EBITDA in line with the previous year and a continued strong margin.
- Record high levels for the financial year, in terms of both sales and EBITDA. The EBIT margin was 20.3 percent, an improvement of 2.4 percentage points compared to an already strong margin during the previous year.
- The improved profitability during the year is attributable to high, stable volumes in freight traffic combined with new market shares with higher profitability levels in the passenger traffic agreement.

	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	31.1	28.4	129.7	127.4
Growth, Net Sales %	9.2	-11.4	1.8	12.8
Organic growth %	9.2	-11.4	1.8	12.8
EBITDA	8.1	8.2	34.0	30.5
EBITDA margin %	26.1	28.8	26.2	23.9
EBIT	6.5	6.2	26.4	22.8
EBIT margin %	21.0	21.9	20.3	17.9
Net Debt/Net Cash (-)	29.4	28.8	29.4	28.8
of which from leasing IFRS 16	12.3	16.0	12.3	16.0
Capital employed	41.4	41.1	41.4	41.1
ROCE %	59.6	47.7	59.6	47.7

DUROC LASER COATING



UNIVERSAL POWER

- Net sales decreased during the quarter. UPN and Herber ended a financial year that was impacted by the effects of Covid 19.
- Challenges on the sales side, combined with delivery delays from one of UPN's main suppliers, affected both sales and earnings levels.
- A slight recovery was noted during the last month of the quarter, with higher sales at UPN and an increased order intake at Herber.
- DLC had yet another strong quarter with a sales growth of 55 percent. Sales growth for the full year was 16 percent and the EBIT margin 15.9 percent.
- Government support in respect of Covid 19 during the quarter totaled MSEK 0.2 and MSEK 2.8 (2.7) for the full year.

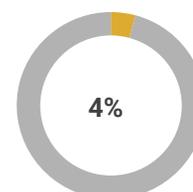
Smaller Company Portfolio

Universal Power Nordic (UPN) supplies diesel engines for industrial and marine applications in Sweden and Norway, along with associated spare parts, service and repairs. The company represents well-known brands such as Perkins, Kubota, Kohler and Nanni.

Herber Engineering manufactures advanced bending machines for cold tube forming and profiles. It has customers worldwide in e.g. the automotive, aviation, furniture and HVAC industries.

Duroc Laser Coating (DLC) is Sweden's leading laser surface treatment company. DLC offers the renovation and new manufacture of industrial components.

Share of Duroc's sales (R12)



	2020/ 2021 Q4	2019/ 2020 Q4	2020/ 2021 Q1-Q4	2019/ 2020 Q1-Q4
Amounts in MSEK				
Net Sales	38.1	39.3	137.0	198.9
Growth, Net Sales %	-3.1	-3.8	-31.1	27.9
Organic growth %	-3.1	-3.8	-31.1	27.9
EBITDA	0.5	1.4	3.3	8.4
EBITDA margin %	1.3	3.4	2.4	4.2
Adjusted EBITDA	0.3	1.5	5.4	8.6
Adjusted EBITDA-margin, %	0.9	3.9	4.0	4.3
EBIT	-2.1	-1.4	-8.1	-2.7
EBIT margin %	-5.5	-3.5	-5.9	-1.4
Net Debt/Net Cash (-)	37.7	32.3	37.7	32.3
of which from leasing IFRS 16	33.0	24.0	33.0	24.0
Capital employed	55.8	51.9	55.8	51.9
ROCE %	-15.7	-3.9	-15.7	-3.9
Adjusted ROCE %	-10.0	-3.6	-10.0	-3.6

FINANCIAL INFORMATION

FINANCIAL PERFORMANCE AND POSITION

Net sales for the year amounted to MSEK 3,254.5 (3,158.2). Operating profit totaled MSEK 88.6 (161.8, including MSEK 66.9 from the dissolution of negative goodwill) and profit after tax totaled MSEK 55.4 (116.5). Earnings for the year 2020/2021 were charged with MSEK 37.2 in restructuring costs, mainly attributable to the closure of the IFG production facility in Drighlington, as resolved and announced during the third quarter. The closure enables an increased focus on niche products with higher profitability and growth potential and is expected to lead to an annual earnings improvement of around MSEK 10. Total other comprehensive income was MSEK 66.4 (-115.0), including MSEK 93.3 (-100.4) from actuarial gains/losses from revaluation of the British pension plan. Actuarial gains/losses arise mainly when the discount rate increases/decreases; it does not refer to a real profit/loss.

At the end of the period, the Group's equity totaled MSEK 1,070.3 (948.4) and the equity/assets ratio was 51.3 percent (48.4). Were cash and cash equivalents and interest-bearing liabilities to be reported net, the Group's adjusted equity/assets ratio would be 52.8 percent (52.1).

FINANCING

As of June 30, 2021, Duroc AB has a bank loan in the amount of MSEK 91.3, which will be fully repaid as of March 2024 under the amortization plan. There are also local property loans in Austria and Belgium, a local export credit in Austria and central open credit linked to a Group-wide cash pool. The Group had unutilized credit facilities totaling MSEK 275 as of June 30, 2021.

Duroc's financing agreement includes two financial covenants, namely net debt in relation to EBITDA and equity ratio. Group Management and the Board regularly monitor forecasts relating to the limit values in the covenants. This ensures Duroc meets its obligations to creditors while minimizing liquidity and financing risks. As of June 30, 2021, the loan terms in the covenants were met by a good margin.

The shares in the Group's holding companies, International Fibres Group AB, Duroc Machine Tool Holding AB and Duroc Produktion AB, are pledged as security for utilized credit under the loan agreement.

INVESTMENTS

During the financial year, the Group made investments in tangible and intangible fixed assets totaling MSEK 126.5 (120.2), of which MSEK 31.4 (27.1) is attributable to the lease of property, plant and equipment in compliance with IFRS 16. Cash flow from the purchase of tangible and intangible assets totaled MSEK 95.1 (93.0).

CASH FLOW

During the financial year, consolidated cash flow from operating activities totaled MSEK 70.6 (322.3). Last years cash flow was to a large extent driven by the temporary lower activity level due to Covid-19. The operating cash flow has reverted to more normal levels during the financial year 2020/2021. Cash flow from investing activities totaled MSEK -75.3 (-260.9), where the previous year's figures include the acquisition of Cotting Group for MSEK 168.3. Cash flow from financing operations amounted to MSEK -71.5 (-262.2), where MSEK 32.4 (30.6) was related to the payment of leasing liabilities in accordance with IFRS 16.

Cash and cash equivalents

The Group's cash and cash equivalents at the end of the reporting period totaled MSEK 59.9 (142.3). Interest-bearing liabilities totaled MSEK 343.2 (399.4) including leasing liabilities from IFRS 16 in the amount of MSEK 143.4 (139.2) and the Group's net debt totaled MSEK 283.3 (257.0).

PARENT COMPANY

Duroc AB's primary functions are acquisitions, monitoring the development of Group companies, business development and financial reporting. Sales consist of internally invoiced services and totaled MSEK 5.7 (5.6) for the financial year. Profit after tax was MSEK 64.7 (55.3), where earnings for the year include MSEK 61.1 in a reversal of previous impairments of participations in subsidiaries and MSEK 31.6 (22.1) related to Group contributions. The previous year's earnings included a dividend of MSEK 30.9 from subsidiaries. In addition to shares in subsidiaries the Parent Company's assets consist primarily of receivables from Group companies and bank deposits. Duroc AB's equity/assets ratio at the end of the period was 79.8 percent (80.5).

ANNUAL GENERAL MEETING

Duroc's AGM will be held on November 9, 2021. The AGM will be conducted using postal voting. The annual report will be available on the company website at www.duroc.se no later than September 27, 2021.

DIVIDEND

In light of Duroc's continued expansion plans and – the positive effects of historical investments-, the Board of Directors has resolved that no dividend will be paid out in the financial year 2020/2021. The strategy is to actively seek new business acquisitions and continue investing in the existing business.

PERSONNEL

The average number of employees in the Group during the year totaled 1122 (1182). The average number of employees in the Parent Company was 6 (6) for the same period.

SIGNIFICANT RISKS AND UNCERTAINTY FACTORS FOR THE PARENT COMPANY AND GROUP

Duroc AB and the companies in the Duroc Group are through their operations subject to both financial and operative risks, which the companies themselves can affect to a greater or lesser degree. There are ongoing processes in the companies to identify existing risks and determine how they must be managed. A detailed description of risks and risk management in the parent company and subsidiaries was presented in Duroc's annual report for the financial year July 1, 2019 to June 30, 2020.

The Covid-19 pandemic has affected production and sales in several Duroc Group companies since mid March 2020 and entailed negative effects on earnings since the last quarter of 2019/2020. Since then, the situation has improved significantly with recurring sales and functioning production, although some companies still face a more challenging sales situation than before the pandemic. Several of the companies were affected by rising raw material prices and increased shipping costs during the third and fourth quarters of 2020/2021. The shortage of semiconductors has had a major impact on sales to the automotive segment for the Cotting Group. These additional challenges are considered temporary. However, there continues to be a risk that a more challenging business environment will continue to affect business negatively. There is still some uncertainty about the long-term economic consequences of the pandemic, and there is only a limited overview of the future impact on Duroc.

Duroc is financially well-equipped to meet any further challenges from Covid 19. The Group does not operate in segments that may suffer harm of a more structural, long-term nature such as in the aviation industry, tourism and event sector.

OTHER INFORMATION

Brexit

The United Kingdom of Great Britain and Northern Ireland left the EU on January 31, 2020, and as of January 1, 2021 the UK is no longer subject to the EU's *acquis communautaire*, which among other things, means that freedom of movement has ceased to apply. Relations between the EU and the UK are now governed by a new agreement – the EU-UK Trade and Co-operation Agreement – which was signed on December 30, 2020. As its title suggests, it constitutes an extensive free-trade agreement. Consequently, Brexit has not involved any extra costs for Duroc's companies in the form of tariffs or other duties related to the import or export of goods.

Around 20 percent of IFG's sales are exports from the UK to the EU or other parts of the world. Other companies have no operations in the UK and the quantity of goods purchased there is limited. Brexit has not had, and is no longer expected to have, any significant impact on Duroc's current earnings or financial position

This report has not been reviewed by the auditors.

Stockholm Friday, August 20, 2021

John Häger
CEO

Duroc AB is obliged to publish this information under the Market Abuse Regulation EU/596/2014. The information was made available for publication at 08:30 on Friday, August 20, 2021.

CONSOLIDATED INCOME STATEMENT

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Net sales	942.1	560.1	3,254.5	3,158.2
Other operating income	12.1	41.6	33.1	119.3
Change in inventories	5.9	6.3	3.7	28.6
Raw materials and consumables	-491.6	-252.7	-1,616.6	-1,546.1
Goods for resale	-99.5	-65.5	-305.4	-331.2
Other external costs	-118.2	-84.8	-489.9	-465.7
Personnel costs	-172.4	-163.0	-686.3	-689.5
Depreciation, amortisation and impairment of tangible and intangible assets	-23.2	-31.2	-101.3	-107.3
Other operating costs	-0.7	-0.5	-3.3	-4.5
Operating profit/loss	54.4	10.3	88.6	161.8
Net financial items	-3.0	-4.5	-10.1	-16.2
Profit before tax	51.5	5.8	78.5	145.6
Current tax	4.9	6.0	-13.2	-14.1
Deferred tax	-18.3	-13.0	-9.9	-15.0
PROFIT FOR THE PERIOD	38.1	-1.2	55.4	116.5
Profit for the period attributable to:				
The Parent Company's equity holders	38.1	-1.2	55.4	116.5
Earnings per share				
Before and after dilution (sek)	0.98	-0.03	1.42	2.99
Average number of shares before and after dilution	39,000,000	39,000,000	39,000,000	39,000,000

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
PROFIT FOR THE PERIOD	38.1	-1.2	55.4	116.5
Total other comprehensive income				
Items that may be reclassified to the income statement				
Translation differences	-14.2	-59.3	-44.5	-0.6
Hedge accounting (net)	-1.4	0.5	1.4	0.2
Items that will not be reclassified to the income statement				
Revaluation of strategic holdings	0.1	3.8	16.1	-14.3
Actuarial gains and losses(net)	20.6	-54.0	93.3	-100.4
Total other comprehensive income	5.2	-109.0	66.4	-115.0
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	43.3	-110.1	121.8	1.5
Total comprehensive income for the period attributable to:				
The Parent company's equity holders	43.3	-110.1	121.8	1.5
non-controlling interests	-	-	-	-

CONSOLIDATED BALANCE SHEET

Amounts in MSEK	2021-06-30	2020-06-30
ASSETS		
Non-current assets		
Intangible assets	119.8	94.6
Property plant and equipment	710.7	738.6
Financial assets	6.8	18.3
Deferred tax assets	56.6	73.0
Total non-current assets	893.9	924.6
Current assets		
Inventories	549.8	479.3
Trade receivables	514.1	355.3
Current tax receivables	11.1	14.7
Other receivables	37.2	24.7
Prepaid expenses and accrued income	20.4	20.7
Cash and cash equivalents	59.9	142.3
Total current assets	1,192.4	1,037.0
TOTAL ASSETS	2,086.3	1,961.6
EQUITY AND LIABILITIES		
Equity		
Share capital	39.0	39.0
Other capital provided	260.5	260.5
Reserves	75.7	118.8
Retained earnings including profit for the year	695.1	530.2
Equity attributable to shareholders of the parent company	1,070.3	948.4
Total equity	1,070.3	948.4
Long-term liabilities		
Provision for pensions	69.5	171.6
Other provisions	17.1	14.5
Non-current interest-bearing liabilities	114.7	163.0
Non-Current liabilities - right of use assets	115.4	112.7
Other non-current liabilities	2.8	3.6
Deferred tax liabilities	40.8	45.5
Total non-current liabilities	360.3	511.0
Current liabilities		
Other provisions	22.5	-
Current interest-bearing liabilities	85.1	97.2
Current interest bearing liabilities - right of use assets	28.0	26.5
Advance payments from customers	33.8	16.4
Trade payables	305.1	179.4
Current tax liabilities	9.8	14.2
Other liabilities	54.7	57.4
Accrued expenses and prepaid income	116.7	111.0
Total current liabilities	655.8	502.2
Total liabilities	1,016.0	1,013.2
TOTAL EQUITY AND LIABILITIES	2,086.3	1,961.6

SUMMARY OF CHANGES IN CONSOLIDATED EQUITY

Amounts in MSEK	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Opening balance	948.4	950.0
Adjustment opening balance due to IFRS 16		-3.1
Profit for the period	55.4	116.5
Translation differences	-44.5	-0.6
Revaluation of strategic holdings	16.1	-14.3
Actuarial gains and losses (net)	93.3	-100.4
Hedge accounting (net)	1.4	0.2
Closing balance	1,070.3	948.4

CONSOLIDATED CASH FLOW STATEMENT

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
OPERATING ACTIVITIES				
Profit before taxes	51.5	5.8	78.5	145.6
Adjustment for items not included in cash flow	17.1	10.1	130.8	13.0
Income tax paid	0.8	4.1	-7.7	-9.9
Cash flow from operating activities before changes in working capital	69.4	20.0	201.6	148.8
CASHFLOW FROM CHANGES IN WORKING CAPITAL				
Changes in inventories	-74.0	33.4	-86.3	30.1
Changes in current receivables	-83.9	123.9	-183.4	213.3
Changes in current liabilities	53.4	-44.1	138.7	-69.8
Cash flow from operating activities	-35.1	133.3	70.6	322.3
INVESTMENT ACTIVITIES				
Purchase and sales of intangible assets	-6.4	-0.1	-7.4	-3.7
Purchase and sales of tangible assets	-19.0	-29.5	-86.7	-89.3
Cash flow from acquisitions	0.1	-0.0	-8.6	-168.3
Cash flow from financial assets	1.7	-0.3	27.4	0.3
Cash flow from investment activities	-23.6	-29.9	-75.3	-260.9
FINANCING ACTIVITIES				
New loans	0.0	-	0.0	142.8
Amortization of loans	-9.6	-191.0	-37.8	-252.7
Amortization of liabilities regarding right of use-assets	-7.5	-8.6	-32.4	-30.6
Changes in short term operating financing	0.2	-97.6	-1.2	-121.6
Cash flow from financing activities	-16.9	-297.2	-71.5	-262.2
Cash flow for the period	-75.7	-193.8	-76.1	-200.9
Cash and cash equivalents at beginning of period	136.5	354.5	142.3	352.5
Transalction difference in cash and cash equivalents	-0.8	-18.4	-6.1	-9.4
Cash and cash equivalents at end of period	59.9	142.3	59.9	142.3

PARENT COMPANY INCOME STATEMENT

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Net sales	1.4	1.4	5.7	5.6
Other external costs	-1.7	-2.5	-8.8	-7.1
Personnel costs	-3.9	-3.2	-13.2	-12.3
Depreciation and amortisation	-0.1	-0.1	-0.3	-0.5
Operating result	-4.3	-4.4	-16.7	-14.3
Result from shares in group companies	-	27.8	-	58.7
Financial income	0.7	-0.9	3.0	1.9
Impairment of financial fixed assets	61.1	-	61.1	-
Financial expense	-0.9	-0.7	-4.5	-6.2
Net finance items	60.9	26.2	59.6	54.5
Group contributions received/rendered	31.6	22.1	31.6	22.1
Profit before tax	88.2	43.9	74.4	62.2
Current tax	-12.6	-9.9	-9.7	-7.0
PROFIT AFTER TAX	75.6	34.0	64.7	55.3

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
PROFIT FOR THE PERIOD	75.6	34.0	64.7	55.3
Other comprehensive result				
Revaluation of strategical holdings	0.3	0.0	0.3	-0.3
Total Other comprehensive income	0.3	0.0	0.3	-0.3
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	75.9	34.0	65.0	55.0

PARENT COMPANY BALANCE SHEET

Amounts in MSEK	2021-06-30	2020-06-30
ASSETS		
Non current assets		
Other intangible assets	0.5	0.9
Tangible fixed assets	0.0	0.0
Shares in group companies	1,190.6	1,104.7
Other equity	-	0.1
Receivables group companies	2.1	26.6
Deferred tax asset	6.2	15.2
Total non-current assets	1,199.4	1,147.4
Current assets		
Receivables group companies	124.0	99.8
Other receivables	1.4	0.9
Prepaid expenses and accrued income	1.7	1.7
Cash and cash equivalents	27.3	10.7
Total current assets	154.4	113.2
TOTAL ASSETS	1,353.9	1,260.6
EQUITY AND LIABILITIES		
Equity		
Restricted equity	40.1	40.1
Unrestricted equity	1,039.9	974.9
Total equity	1,080.0	1,015.0
Long term liabilities		
Liabilities to credit institution	69.2	94.3
Total long term liabilities	69.2	94.3
Current liabilities		
Liabilities to credit institutions	25.2	25.2
Trade payables	0.7	1.2
Payables group companies	172.3	120.0
Other liabilities	1.1	0.3
Accrued expenses and prepaid income	5.4	4.7
Total current liabilities	204.7	151.3
Total liabilities	273.8	245.7
TOTAL EQUITY AND LIABILITIES	1,353.9	1,260.6

NOTES

NOT 1. ACCOUNTING PRINCIPLES

Duroc's consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and related interpretations (IFRIC) as adopted by the EU. This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and applicable provisions of the Swedish Annual Accounts Act. For the Parent Company, RFR 2 Accounting for Legal Entities is also applied. The Group's accounting policies are described in Note 2 in the 2019/2020 Annual Report. Except for the application of hedge accounting under IFRS 9 as described below, the accounting and valuation principles remain unchanged in relation to the annual report for the financial year July 1, 2019 – June 30, 2020.

Hedge accounting

As of July 1, 2020 the Group applies hedge accounting under IFRS 9 in respect of hedging for net investments in foreign operations. A small part of net investments in EUR are hedged via loans in that currency. Exchange rate differences for the period on foreign exchange loans after deduction of tax effects are reported, to the extent that the hedging is effective, in the item 'Translation differences' in Other comprehensive income. In this way, translation differences arising from foreign operations are partially neutralized. There are also cash flow hedges, which are reported in the item Hedge accounting – net.

Accounting in legal entities

In accordance with RFR 2, Duroc has chosen not to apply IFRS 16 in the Parent Company. Duroc AB recognizes non-terminable leases as cost distributed linearly over the useful life of the asset.

Alternative key financial indicators

To facilitate comparison between the different periods and make it easier to monitor developments in the Duroc Group and its various companies, this report presents certain financial information known as alternative key financial indicators that are not defined in IFRS.

These should be regarded as complements to the financial information. The alternative key financial indicators used are defined where presented, or alternatively, at the end of this report. Reconciliations are presented in Note 5.

Rounding

Unless otherwise specified, amounts are stated in millions of Swedish kronor (MSEK) to one decimal place. Rounding may occur in tables and statements, the effect of which can be totals that are not always the sum of the rounded component amounts.

NOT 2. HEDGING

The Group hedges some of its net investments in foreign operations. As of June 30, 2021 the Group had exposures in EUR of which a small part was hedged with the aid of loans in foreign currency. Hedge accounting has been applied as of July 1, 2020, which means that the effective part of the exchange rate changes is reported in the Group's statement of comprehensive income. For the comparative period, exchange rate changes for these loans are reported as financial income and expenses. At the beginning of the reporting period April 1 – June 30, 2020, the Group had a loan in the amount of MEUR 9.6 which at the end of the period totaled MEUR 9.6 and against which hedges were applied. Related exchange rate changes of MSEK 1.1 before tax have thus been reported under the item exchange rate differences in the statement of comprehensive income. Exchange rate charges for the period July 1 – June 30 total MSEK 3.4 before tax.

NOT 3. ACQUISITIONS

Becker Inc. was acquired for MUSD 1.1 in February 2021. Becker has annual sales of MUSD 4, and the acquisition means that Drake Extrusion can expand and supplement its product range and thus take on a greater share of the yarns market, which is enjoying rapid growth. The acquired net assets totaled MUSD 0.9.

NOT 4. SEGMENT REPORTING

The Group's operating segments correspond to Duroc's companies. The segments correspond to the classifications used by the Group's chief operating decision-maker, the Board and the CEO, for evaluating financial performance and

position, taking strategic decisions and distributing resources. Further information about these companies is available on pages 4-7 of this report.

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Net sales				
IFG	361.0	186.5	1,155.8	1,067.5
Drake Extrusion	179.6	77.6	622.2	543.8
Cresco	86.6	70.8	296.8	258.5
Cotting Group	123.3	84.0	535.6	581.3
DMT Group	122.7	73.5	379.0	381.4
Duroc Rail	31.1	28.4	129.7	127.4
Small Company Portfolio	38.1	39.3	137.0	198.9
Holding companies/group-wide functions	1.7	0.6	6.7	6.5
Eliminations	-2.0	-0.7	-8.2	-7.0
	942.1	560.1	3,254.5	3,158.2
EBITDA				
IFG	33.2	4.1	43.4	26.3
Drake Extrusion	11.5	20.8	44.6	63.4
Cresco	20.8	9.6	46.7	29.1
Cotting Group	-3.6	-3.2	4.5	93.9
DMT Group	12.4	5.6	34.1	35.9
Duroc Rail	8.1	8.2	34.0	30.5
Small Company Portfolio	0.5	1.4	3.3	8.4
Holding companies/group-wide functions	-5.2	-5.1	-20.8	-18.5
Total	77.7	41.5	189.9	269.1
Operating profit/loss				
IFG	26.5	-8.4	13.5	-9.6
Drake Extrusion	6.5	14.8	20.3	38.5
Cresco	19.4	8.4	41.8	24.4
Cotting Group	-7.9	-7.5	-12.4	77.6
DMT Group	10.9	4.3	29.1	30.8
Duroc Rail	6.5	6.2	26.4	22.8
Small Company Portfolio	-2.1	-1.4	-8.1	-2.7
Holding companies/group-wide functions	-5.5	-6.1	-22.0	-20.0
Total	54.4	10.3	88.6	161.8
Net financial items	-3.0	-4.5	-10.1	-16.2
Profit before tax	51.5	5.8	78.5	145.6

Amounts in MSEK	Nettoskuld		Syssestätt kapital		Eget kapital	
	2021-06-30	2020-06-30	2021-06-30	2020-06-30	2021-06-30	2020-06-30
IFG	87.3	24.4	421.8	388.3	311.6	340.8
Drake Extrusion	26.1	-4.0	278.6	254.5	227.6	228.9
Cresco	27.8	51.3	172.8	175.4	170.7	151.9
Cotting Group	33.9	3.5	292.7	292.5	230.5	256.2
DMT Group	-17.6	-7.7	46.9	34.8	130.1	108.1
Duroc Rail	29.4	28.8	41.4	41.1	23.7	24.0
Small Company Portfolio	37.7	32.3	55.8	51.9	26.0	26.9
Holding companies	58.7	128.4	8.4	11.6	-50.0	-188.3
Total	283.3	257.0	1,318.5	1,250.2	1,070.3	948.5

NOT 5. ALTERNATIVE KEY FINANCIAL INDICATORS

This section presents a reconciliation of alternative key financial indicators, i.e. financial information not defined in IFRS. Alternative key financial indicators are used routinely by Duroc's management to facilitate planning, comparisons between different periods, and to monitor developments in the operation. They are presented in Duroc's financial reports as an aid to

investors and other stakeholders who analyze Duroc's financial information. Their definitions are presented at the end of this report. The alternative key financial indicators should be regarded as a complement to the financial information presented in compliance with IFRS.

Organic growth

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2019/2020 Q1-Q4
Net sales	942.1	560.1	3,158.2
Effect from change in exchange rates	56.4		
Effect from acquisitions	-4.2		
Net sales adjusted for changes in exchange rate and acquisitions	994.3	560.1	3,158.2
Organic growth (percent)	77.3%		

Alternative earnings metrics

Amounts in MSEK	2020/2021 Q4	2019/2020 Q4	2020/2021 Q1-Q4	2019/2020 Q1-Q4
Operating profit/loss	54.4	10.3	88.6	161.8
Depreciation, amortisation, write down of tangible and intangible non-current assets	23.2	31.2	101.3	107.3
EBITDA	77.7	41.5	189.9	269.1
Items affecting comparability				
Negative goodwill		-		-66.9
Restructuring costs	-1.2	7.5	34.3	14.4
Profit from sale of land		-3.9		-3.9
Adjusted EBITDA	76.4	45.1	224.2	212.7
Depreciation, amortisation, write down of tangible and intangible non-current assets	-23.2	-31.2	-101.3	-107.3
Items affecting comparability				
Write down of tangible assets due to restructuring	0.4	5.4	3.0	5.4
Adjusted EBIT	53.6	19.4	125.8	110.8
Net financial items	-3.0	-4.5	-10.1	-16.2
Net tax	-13.4	-7.0	-23.1	-29.1
Adjusted profit for the period	37.3	7.9	92.6	65.5
Adjusted earnings per share before and after dilution (SEK)	0.96	0.20	2.37	1.68
Average number of shares before and after dilution	39,000,000	39,000,000	39,000,000	39,000,000

Net debt

Amounts in MSEK	2021-06-30	2020-06-30
Long-term interest bearing liabilities	114.7	163.0
Long-term interest bearing liabilities	115.4	112.7
Short-term interest bearing liabilities	85.1	97.2
Short-term interest bearing liabilities	28.0	26.5
Derivatives	-	-0.2
Cash and cash equivalents	-59.9	-142.3
Net debt	283.3	257.0

Capital employed

Amounts in MSEK	2021-06-30	2020-06-30
Equity	1070.3	948.4
Net debt	283.3	257.0
Intangible assets from acquisitions	-87.3	-85.4
Pension liability	69.5	171.6
Strategic holdings	-1.5	-14.0
Deferred tax	-15.8	-27.5
Capital employed	1,318.4	1,250.3

NOT 6. FAIR VALUE OF FINANCIAL INSTRUMENTS

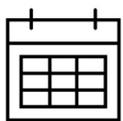
There were no transfers between levels or valuation categories during the period. The fair value of the Group's other financial assets and liabilities is estimated to correspond to their book values.

NOTE 7 TRANSACTIONS WITH RELATED PARTIES

During the year, Duroc bought services totaling MSEK 2.6 from companies in which Peter Gyllenhammar AB is the majority stock owner. The transactions has been conducted at arms' length conditions.

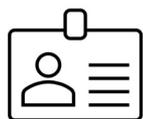
DEFINITION OF KEY FINANCIAL INDICATORS

Organic growth	Net sales growth adjusted for acquisitions and currency translation effects
Equity	Total share capital, reserves and retained earnings including annual profit/loss
EBITDA	Earnings Before Interest, Tax, Depreciation and Amortization
Adjusted EBITDA	EBITDA adjusted for items affecting comparability
EBIT	Operating profit
Adjusted EBIT	EBIT adjusted for items affecting comparability
Equity/assets ratio	Equity divided by the balance sheet total
Adjusted equity/assets ratio	Equity divided by the adjusted balance sheet total where cash and cash equivalents and interest-bearing liabilities are reported on a net basis
Items affecting comparability	Items in the income statement which, unless highlighted, make it difficult to understand developments in the underlying business
Earnings per share	Earnings after tax divided by the average number of outstanding shares
Adjusted earnings per share	Earnings after tax adjusted for items affecting comparability divided by the average number of outstanding shares
+Net debt/-Net cash & cash equivalents	Interest-bearing liabilities less cash and bank balances
Net debt/equity ratio	Net debt/equity
Capital employed	Equity plus net debt, adjusted for deferred tax, acquisition-related intangible assets, pension provisions and strategic holdings.
Return on capital employed	Rolling 12-month EBIT divided by average capital employed during the past 12 months.
Adjusted return on capital employed	Adjusted rolling 12-month EBIT divided by average capital employed during the past 12 months.



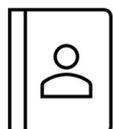
INFORMATION CALENDAR

Annual Report 2020/2021	September 27, 2021
Annual General Meeting	November 9, 2021
Interim Report July 2021 – September 2021	November 9, 2021
Interim Report July 2021 – December 2021	February 4, 2021



FOR MORE INFORMATION

John Häger, CEO, Tel. +46 70 248 72 99.



DUROC AKTIEBOLAG

Box 5277, SE-102 46 Stockholm. Street address: Linnégatan 18
Phone: +46 8 789 11 30.
Corporate Identification Number: 556446-4286

DUROC