

Brado AB Q1 interim report 2020: Underlying profitability continues to improve

Q1 2020 Highlights:

- Q1'20 operating revenues of SEK 514.2 million
- EBITA of SEK 18.9 million (3.7 %)
- In Q1'20, the spread of Covid-19 in the operations was limited and has had a limited impact on the company's financial position
- Underlying profitability continues to improve
- The earlier communicated overhead cost savings program proceeds according to plan with overhead costs in Q1'20 decreasing by SEK 5.6 million compared to Q1'19
- The number of customers in Personal Assistance is stable, but due to the pandemic, delivered hours has seen a slight decrease
- The Disability segment has a stable topline and solid efficiency in operations.
- Activity remains low within Individual and Family. According to plan, costs are decreasing significantly
- One new Elderly Care unit opened in January. Customer inflow is slightly higher than expected
- During March, Frösunda Omsorg AB purchased Senior Bonds in Brado for a nominal amount of SEK 20.0 million at the price of 71.25

Comment by Kristoffer Lorck, CEO Brado AB:

“Overall, the quarter was characterized by various effects from Covid-19, but our well-functioning crisis organization has minimized the effects of the pandemic. Operations are improving and liquidity remains good.

Within Personal Assistance operations continues to run with high quality and efficiency. The situation around Covid-19 has had the effect that customers are now waiting to change provider, which makes recruiting new customers a bit more difficult than normal.

The Disability segment remains in a steady state with high quality in services and efficient operations. The operations are working as usual in spite of Covid-19 and the risk of infection is limited as size of units is small.

No effect from Covid-19 was reported in the segment Individual and Family during Q1'20. The segment has decreased cost significantly and the new unit opened in Q4'19 was quickly filled with customers.

The Elderly Care segment is facing the greatest risks regarding Covid-19 as most customers are among risk groups and the units are large. But so far, the consequences have been limited. In Q1'20, a new full responsibility unit opened in Gävle, with a slightly higher customer intake than expected. We expect to open the next full responsibility unit in Sölvesborg during May.”

The Q1 2020 Interim Report is available at: <https://www.brado.se>

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