

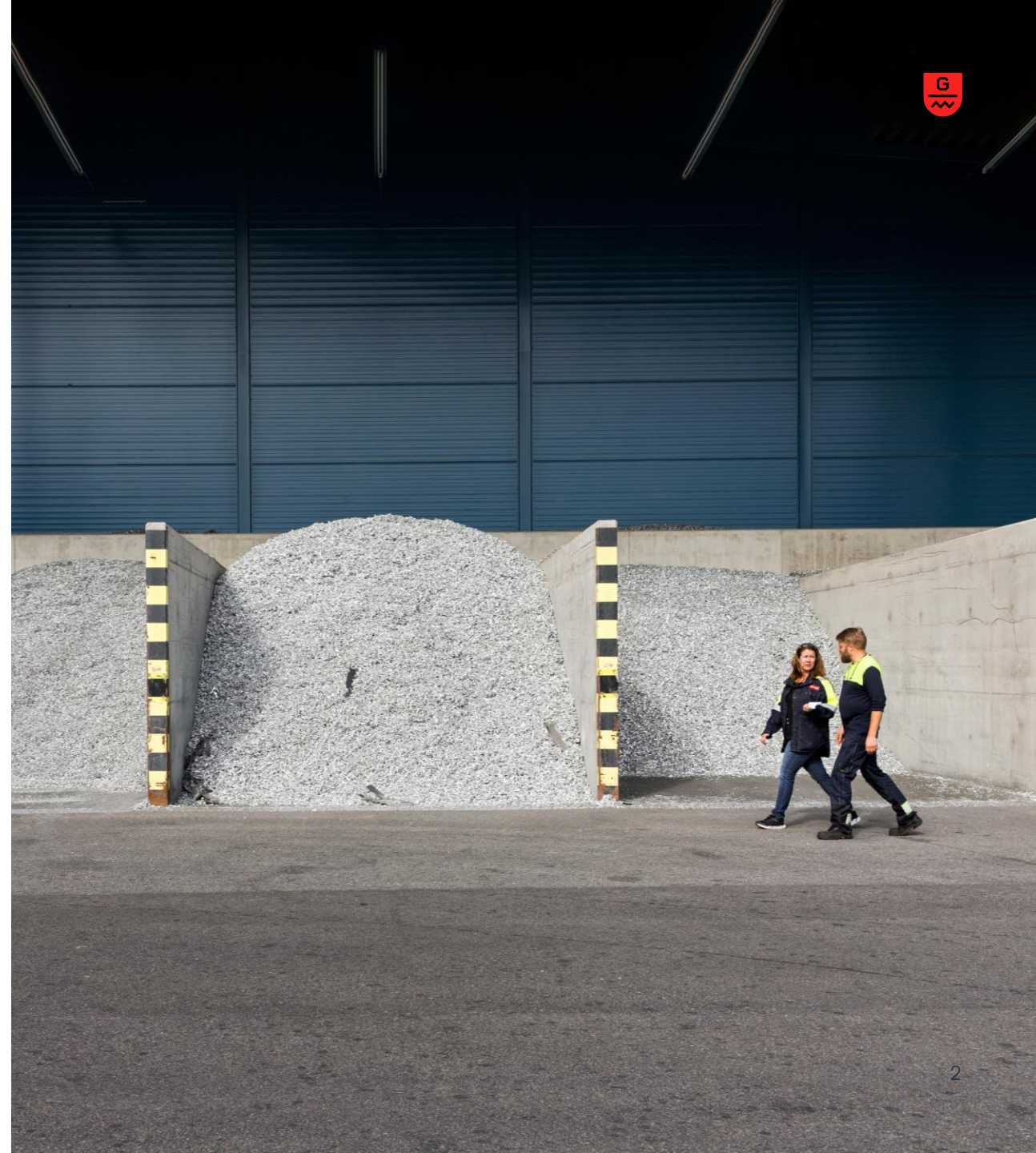
# Q1

Interim report 2024

## Robust start to the year

# Return to volume growth

- Stabilized market demand in most sectors on back of gradually normalized downstream inventory levels
- Focus on market share gain showing first results
- Sales volume increased by 2 percent to 122 ktonnes (120)
- Growth and accelerated productivity improvements largely offset customer price pressure
- Adjusted operating profit was SEK 356 million (401)
- Quite strong sustainability performance



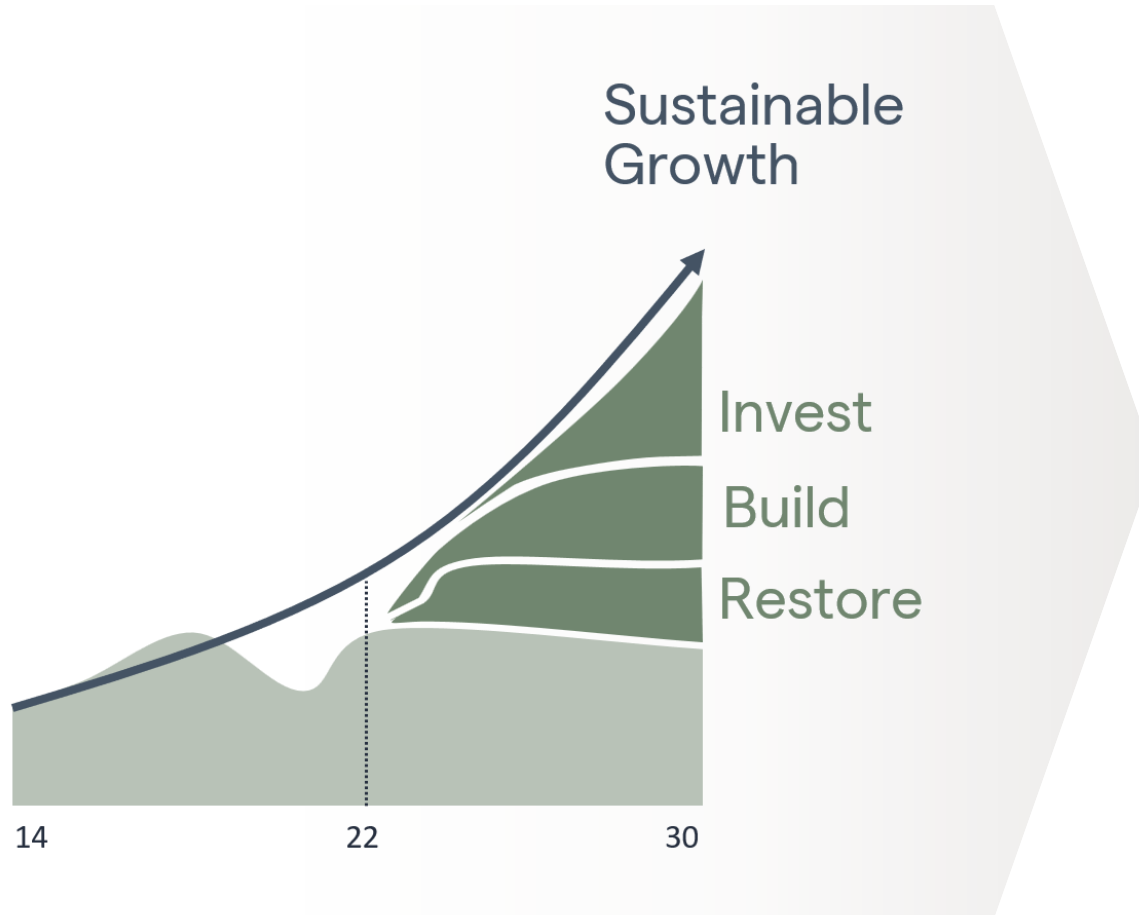
# Stable demand and market share gains marked return to growth



Q1 2024 year-on-year sales volume growth by business area and end-customer market

	Gränges Americas		Gränges Eurasia		Gränges Group	
Automotive	↘	-17%	→	2%	→	-1%
HVAC	↘	-13%	-	-	↘	-13%
Speciality packaging	↗	10%	↘	-9%	↗	6%
Other niches	↘	-9%	↗	38%	↗	20%
<b>Total</b>	↘	-7%	↗	10%	→	2%

# Our Navigate plan



- World's best aluminium flat-rolling and recycling company
- 15% ROCE
- 10% operating profit growth
- Continue toward 2040 climate neutrality

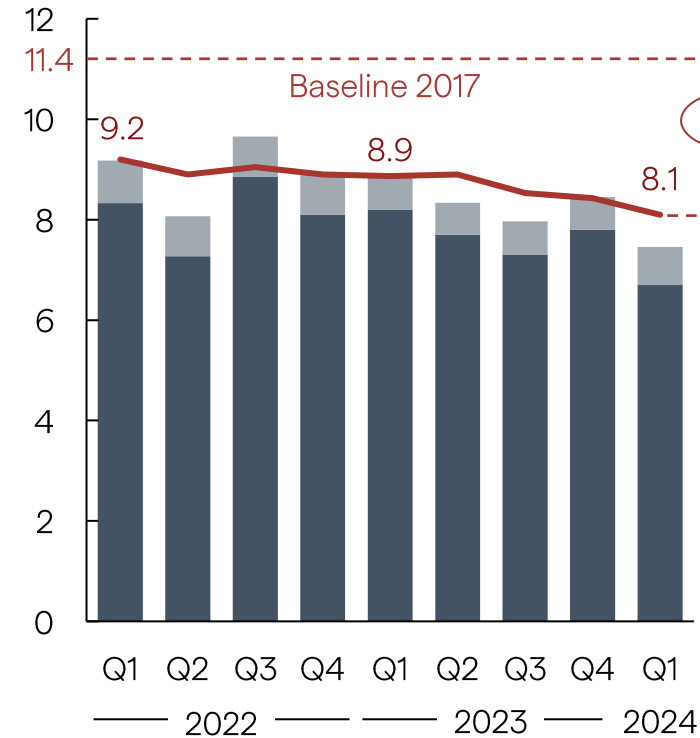
# Record sustainability performance



- All-time high recycling volumes
- Lowest-ever carbon emissions intensity...
- ...driven by higher recycling and lower-carbon primary aluminium

## Carbon emissions intensity

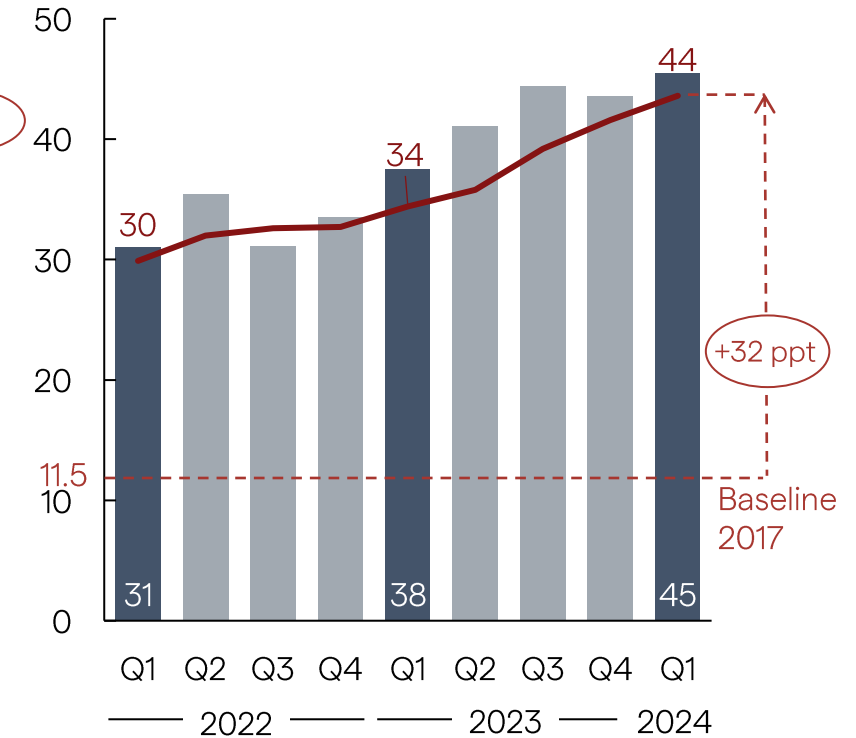
tonnes CO<sub>2</sub>e/tonne — R12m



Scope 1+2 Scope 3

## Share of sourced recycled aluminium

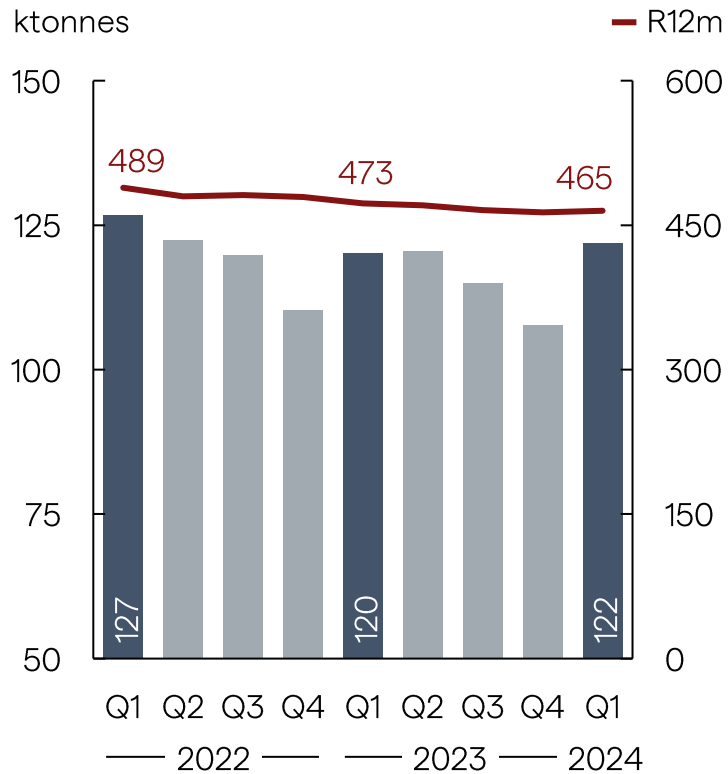
% — R12m



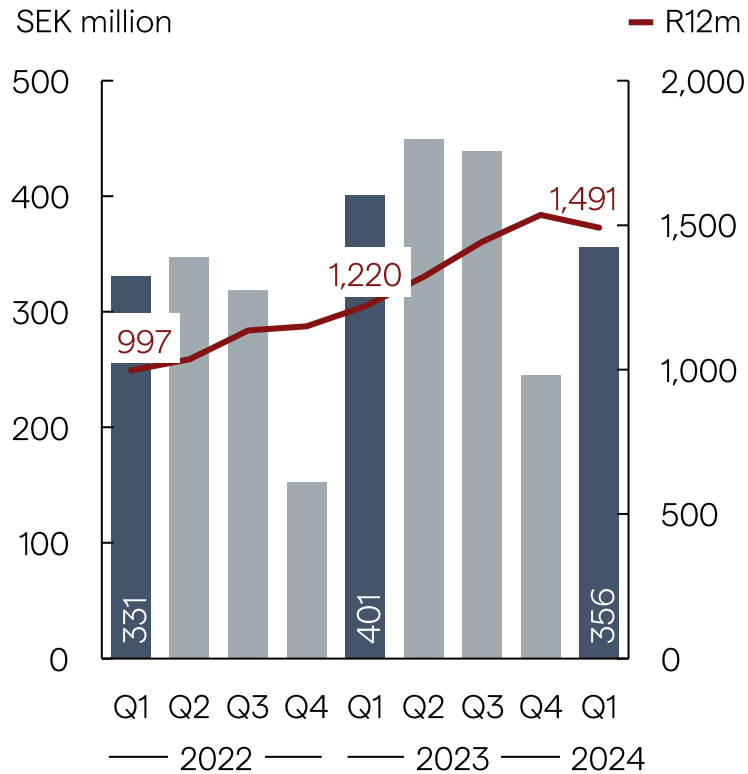
# Operating profit and margin supported by share gain and improved cost productivity



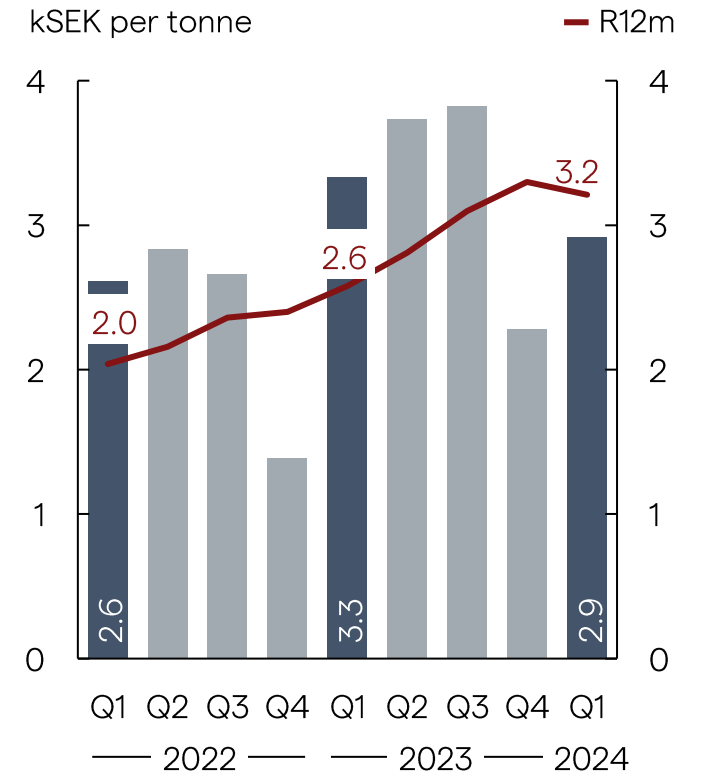
## Sales volume



## Adjusted operating profit



## Adjusted operating margin



# Financial overview first quarter 2024



SEK million	Q1			R12m		
	2024	2023	Δ	Mar 2024	Mar 2023	Δ
Sales volume, ktonnes	122.0	120.2	1.5%	465.1	472.7	-1.6%
Net sales	5,428	5,968	-9.0%	21,978	24,380	-9.9%
Adjusted operating profit <sup>1</sup>	356	401	-11%	1,491	1,220	22%
Adjusted operating profit per tonne, kSEK	2.9	3.3	-0.4	3.2	2.6	-0.6
Operating profit	356	401	-11%	1,531	1,206	27%
Profit for the period	237	254	-6.6%	993	714	39%
Earnings per share <sup>2</sup> , SEK	2.23	2.38	-0.16	9.3	6.7	2.6
Adj. cash flow before financing activities <sup>3</sup>	95	287	-67%	2,633	2,129	24%
Return on capital employed, R12, %				11.8	9.6	2.2 ppt
Financial net debt / adjusted EBITDA, R12				1.3	1.8	-0.5

1. Adjusted for items affecting comparability

2. Diluted

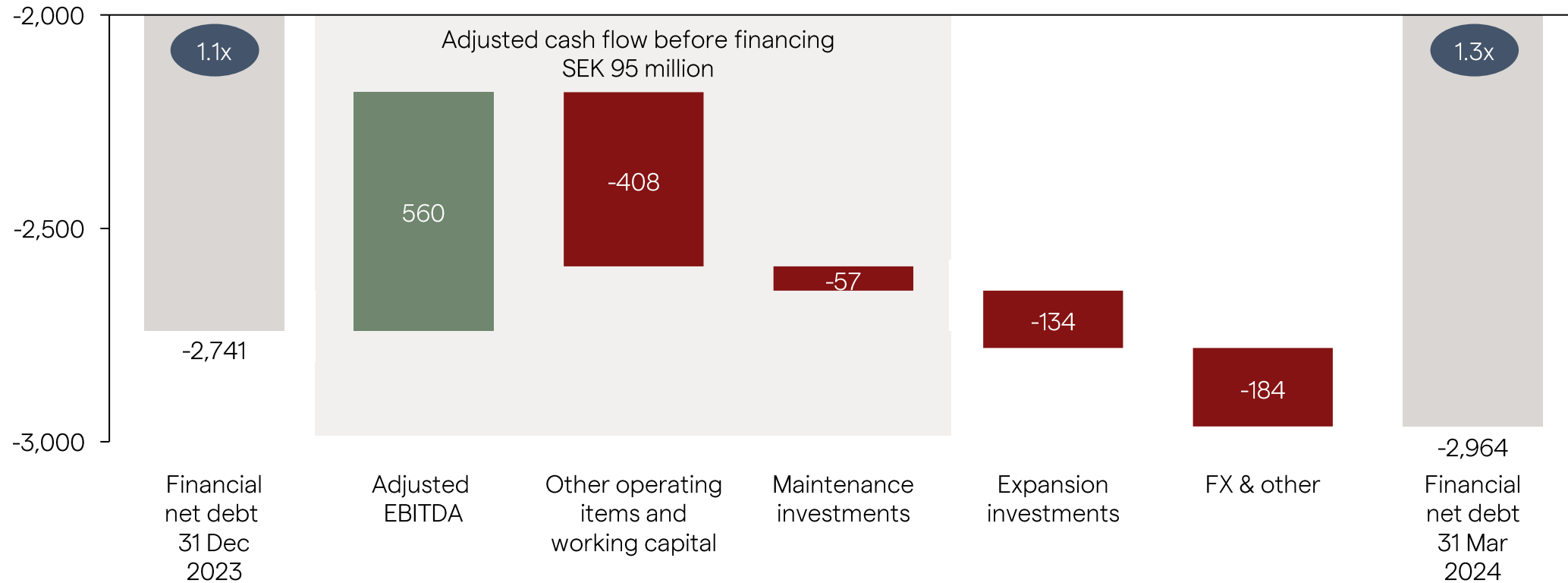
3. Adjusted for expansion investments and acquisitions

# Improved working capital management limited the seasonal net debt increase in first quarter



## Change in financial net debt

SEK million



● Financial net debt over adjusted R12m EBITDA

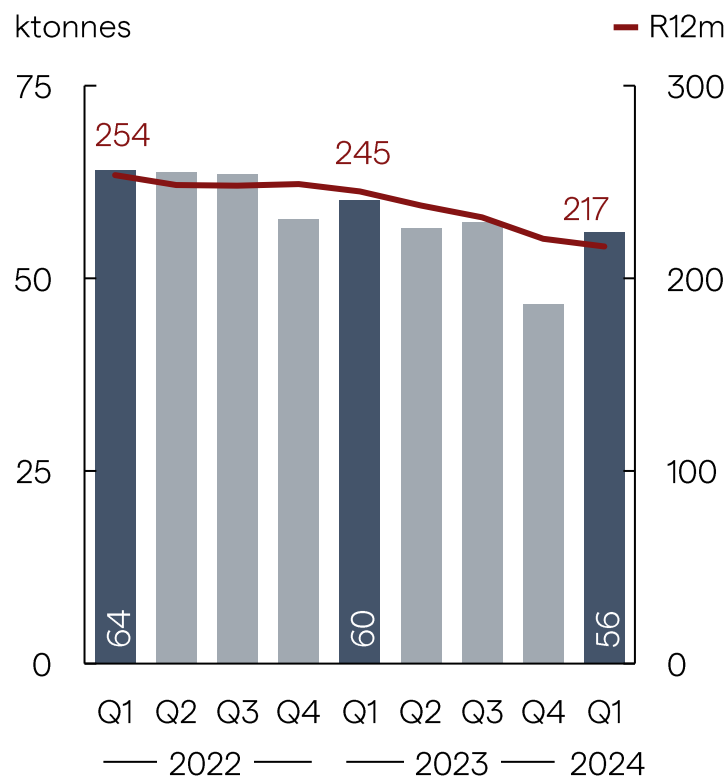


# Gränges Americas first quarter 2024: Good metal management offset lower sales volume

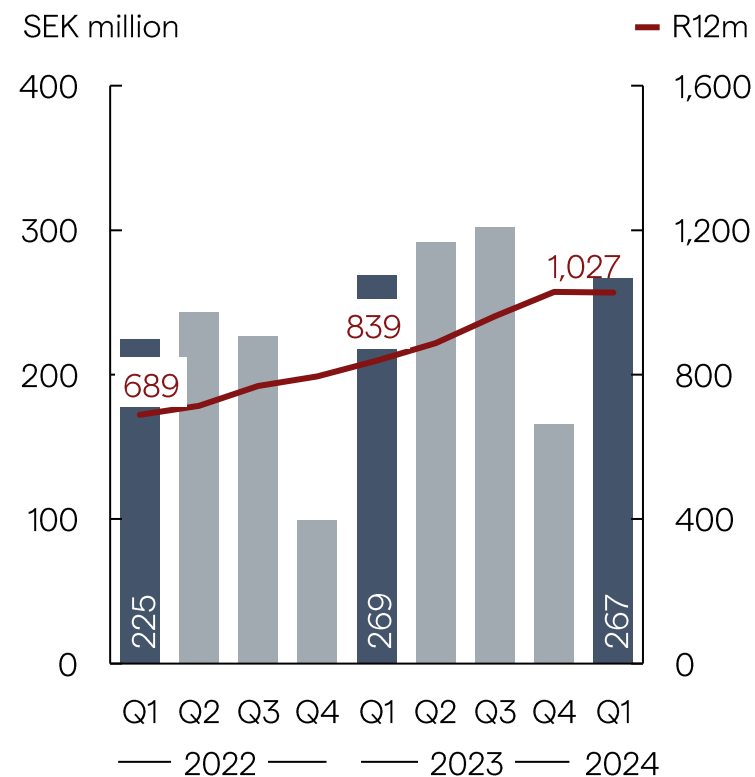


- Hesitant start to the year in most end-customer markets
- Sales volume decreased by 7% vs last year despite share gains
- Good metal management and cost control offset lower volumes and fabrication price
- Positive operating profit impact from new recycling and casting center

### Sales volume



### Adjusted operating profit

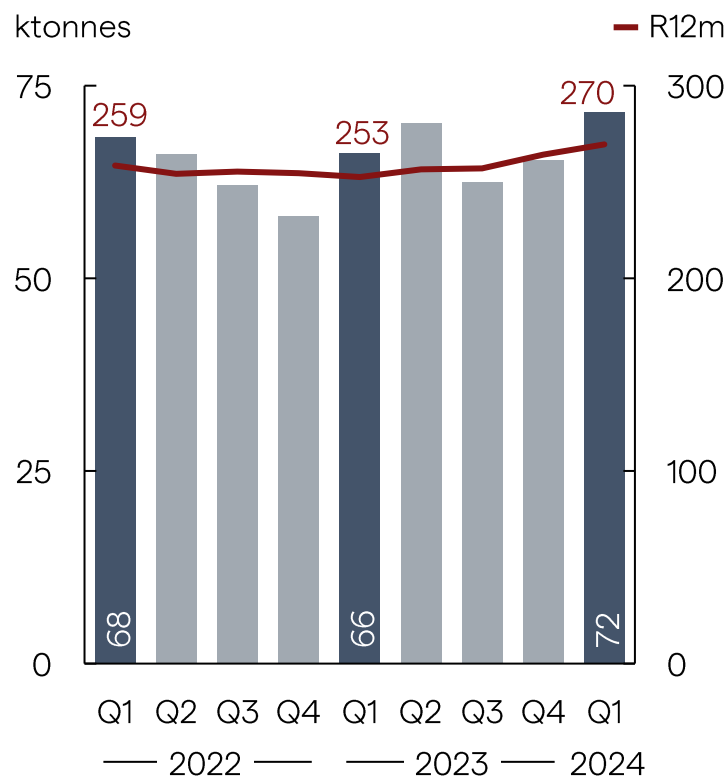


# Gränges Eurasia first quarter 2024: Continued sales volume recovery

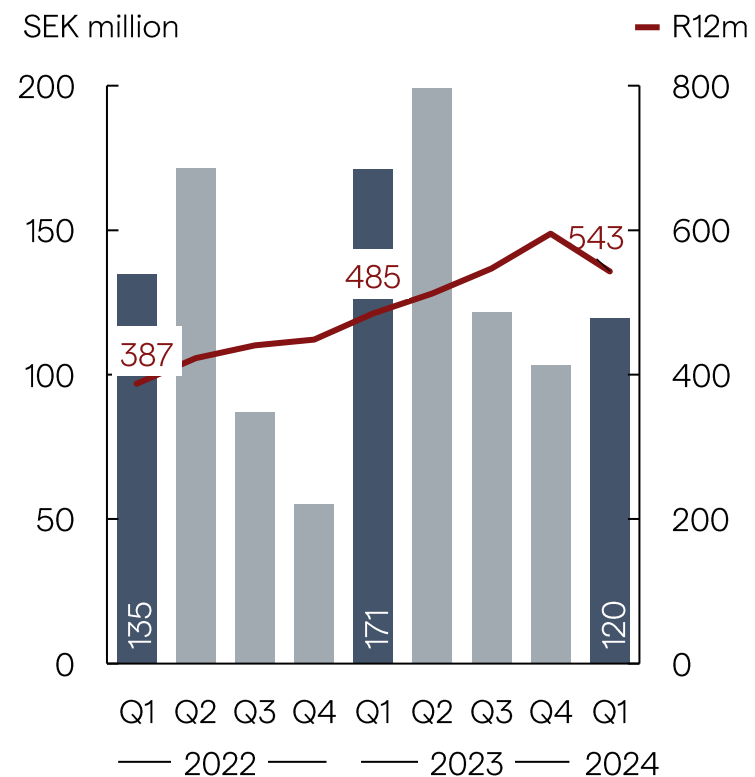


- Continued stable demand in Automotive
- Normalization of downstream inventory in Europe
- Sales volume increased by 8% vs last year<sup>1</sup>
  - Asia +11%
  - Europe +6%
- Adjusted operating profit was SEK 120 million (139)<sup>2</sup>

## Sales volume



## Adjusted operating profit



1. Refers to total sales volume, external sales volume growth was 10% in the first quarter.  
 2. Adjusted for one-off energy cost compensation of SEK 32 million in Q1 2023.

# Second quarter outlook

- End-customer markets remain hard to predict
- Sales volume for second quarter currently expected to increase by a mid-to-high single-digit percentage year-on-year
  - Normalized downstream inventory levels expected to contribute to stronger demand
  - Continued focus on market share gains
- Aim to continue offsetting any further price pressure and wage inflation with cost productivity



# Summary

- Robust start to the year
  - Normalized inventory and share gains marked return to volume growth
  - Volume, metal management and good cost productivity largely offset price pressure
- Excellent sustainability results
- Outlook for second quarter: more growth
- Continued systematic work on long-term Navigate plan

# Q&A



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