Always By Your Side.

Interim Report Polygon AB

January - March 2017

Sales

+ 21%

132.8 million (109.4)

Adjusted EBITA

+ 36%

8.5 million (6.2)

Q1

FIRST QUARTER 2017

- Strong organic growth of 21% as a result of healthy backlog levels also fuelled by an increased share of wallet from existing and recently acquired large customer contracts. Sales ended at EUR 133 million, mainly driven by Continental Europe, particularly Germany.
- Backlog levels at the end of the period remains strong and were 32% higher than last year.
- Adjusted EBITA amounted to EUR 8.5 million (6.2), an increase of 36% compared to the previous year. Continental Europe benefited from robust sales development and reported a strong increase versus last year. The other segments, Nordics & UK and North America, also made a positive contribution.
- Operating profit before amortization (EBITA) was EUR 8.4 million (5.9). Items affecting comparability were booked in an amount of EUR 0.1 million (0.4) in the quarter.
- Cash flow from operating activities increased for the quarter by EUR 1.5 million to EUR 2.1 million, driven by an improved EBITDA. The liquidity buffer amounted to EUR 42.1 million (Dec. 2015: 46.4).
- The roll-out of the new field force system is continuing as planned.
- Polygon Sweden finalized the acquisition of Villaklimat OBM AB at the end of the quarter.
- The Board of Directors was further strengthened in February with the appointment of Nadia Meier-Kirner.

GROUP KEY FIGURES

EUR million	**Q1**		**12 Months**	
	2017	**2016**	**2016**	**LTM**
Sales of services	132.8	109.4	485.3	508.7
EBITDA	**10.7**	**8.2**	**39.6**	**42.2**
EBITDA,%	*8.0*	*7.5*	*8.2*	*8.3*
Adjusted EBITDA	**10.8**	**8.5**	**41.4**	**43.7**
Adjusted EBITDA, %	*8.1*	*7.8*	*8.5*	*8.6*
EBITA	**8.4**	**5.9**	**30.3**	**32.8**
EBITA, %	*6.3*	*5.4*	*6.2*	*6.5*
Adjusted EBITA	**8.5**	**6.2**	**32.1**	**34.3**
Adjusted EBITA, %	*6.4*	*5.7*	*6.6*	*6.7*
EBIT	**7.2**	**4.5**	**25.1**	**27.9**
EBIT, %	*5.4*	*4.1*	*5.2*	*5.5*
Earnings per share (EUR)	0.62	0.29	1.83	2.16
Cash flow from operating activities	2.1	0.7	33.3	34.8
Net debt	149.6	100.8	144.6	149.6
Full time employees	2,956	2,770	2,909	3,095

Comments from the CEO

A flying start in 2017

I am very happy to see that our ability to grow organically has continued to develop at a very strong pace (21%). This has been driven by a combination of new sales and portfolio development, which are in turn a result of being recognized as a preferred partner for many of our customers. What is especially encouraging is the fact that our recent growth is not supported by extraordinary weather events. By now, the 2016 summer flood projects have been completed with a smaller impact in 2017. At this time last year we saw significant activity in the UK as a result of major flooding events in the end of 2015. The overall picture is still mixed, however, where Continental Europe is performing above expectations and some of the Nordic countries are showing weaker development. The latter is mainly result of very mild winter conditions, requiring less Temporary Climate Solutions.

In comparison to last year's first quarter, we managed to increase our earnings by an impressive 36% (adjusted EBITA) and further improved the corresponding margin by 0.7%-pts to 6.4%. It's also worth mentioning that these results have been achieved during a period when many of our country teams have been occupied with preparations and implementation of our new field force system. On the one hand, this has led to an internal focus and an increase in unbillable hours. But on the other hand, we have already seen positive effects from higher efficiency in our service delivery. We expect to see a further positive effect on gross margins going forward. We also believe that our investments in this new system will prepare us well for the expected digital developments on the insurance customer side.

The simple rationale for the improved financial performance is found in the current stability of our company. A great deal of effort has been invested in building a better business and today we are recognizing the positive effects in many different areas. The enhanced quality of our service delivery is leading to increased market shares, higher efficiency and consequently better returns. Our philosophy that "happy employees" result in "happy customers" and "happy profits" is confirmed by the structural improvement trend we have seen for 11 consecutive quarters. Our annual employee survey showed an all-time high employee engagement result and is well above the industry benchmark. The recent NPS scores simultaneously confirm the improved customer satisfaction levels.

At the end of the quarter we finalized an acquisition in Sweden that will strengthen our position in southern part of the country. As indicated before, we are now in a good position to execute on our "buy and build" agenda and we aspire to play an active role in the expected market consolidation going forward. We are generating good cash flows and will thus be able to finance our inorganic growth targets. Our local businesses have earned the right to grow and are in good shape to welcome, integrate and develop new members in the Polygon family.

One of the advantages of being the market leader with a Pan-European network is that we can leverage our knowledge and benefit from specific local expertise. We are intensifying our efforts to spread this knowledge under the program "If Polygon only knew what Polygon already knows". We have also created Centers of Excellence in the areas of Document Restoration (UK), Temporary Climate Solutions (US), Moisture Control (Sweden) and Complex & Industrial Losses (Germany). A good example is the cross-border deployment of our technical expertise at our German Center of Excellence for Complex and Industrial Losses. Through our German project managers, we have recently been awarded large loss projects in the Netherlands, France, Austria and most recently in Norway.

Short-term outlook

The coming quarter (Q2) is typically our weakest, based on the annual trend in the industry. We do, however, enter the quarter with a better backlog than after Q1 2016. This, in combination with our ongoing improvements in the business, is expected to have a positive impact in Q2. In the longer term we will meet tough comparatives from the second half of 2016, driven by the summer floods, but we expect to compensate for this through the expanded customer base.

Market development

There are several trends in the property damage restoration market that are benefiting larger players like Polygon, such as procurement centralization, the customer preference for one-stop-shops and the more complex requirements for front-end IT systems. Global warming is gradually increasing rainfall levels and extreme weather conditions, which will consequently increase water damages.

The undersigned gives his assurance that this interim report provides a true and fair overview of the business activities, financial position and results of the Parent Company and the Group and describes the significant risk and uncertainties to which the Parent Company and its subsidiaries are exposed.

Stockholm, 9 May 2017

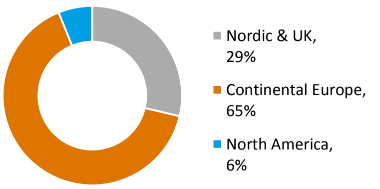
Evert Jan Jansen
President and CEO

Always By Your Side.

Financial information

Sales and profit for the first quarter of 2017

Sales per segment LTM (%)



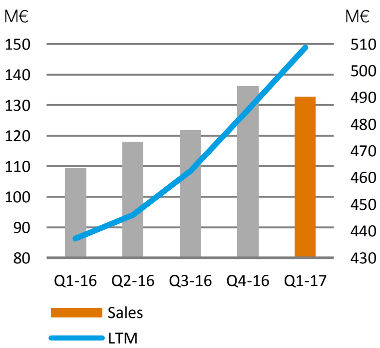
Sales amounted to EUR 132.8 million, up by 21% compared to the same quarter of last year (growth excluding currency effects was 19%). Continental Europe continued to deliver strong performance, with growth of over 30% that is mainly explained by a rising share from existing customers, while the execution of projects resulting from floods occurring in 2016 explains approximately 4% of this growth. As in 2016, Germany is the driving force behind the growth figures. The Nordics and UK grew by 7% but with a negative trend in the later part of the quarter in the Nordic countries. The UK continues to grow organically and showed growth of 15%. It is notable that in 2016 the UK gained from major flooding in December 2015. North America reported in local currency growth of 1% while the US in local currency had positive growth of 6%. Order intake for the Group as a whole improved by 12% compared to last year. The backlog was reduced by 8.3 M€ but was still 32% above last year's level at the end of the quarter.

Adjusted EBITA rose by 36% to EUR 8.5 million (6.2) with exchange rates having a slightly positive effect. The impact comes from leverage on indirect costs from sales growth. Gross margin was below last year, and was affected by a less favorable mix versus 2016. Almost all of the improvements originated from continental Europe, driven by strong sales performance. Adjusted for exchange rates effects, the Nordics and UK were on a level with last year. The US reported earnings improvement while Canada struggles with very low sales that are exerting pressure on profitability. Items affecting comparability amounted to EUR 0.1 million (0.4). Operating profit before amortization (EBITA) was EUR 8.4 million (5.9).

Net financial expenses for the period amounted to EUR 3.4 million (2.7), of which EUR 2.8 million (1.9) was attributable to net interest expenses, EUR 0.6 million to negative exchange rate changes (0.8).

Profit before tax amounted to EUR 3.8 million (1.8) and net profit was EUR 3.5 million (1.7).

Sales development



Cash flow and financing

Cash flow from operating activities for the first quarter was EUR 2.1 million (0.7), which followed the normal seasonal pattern with a working capital increase compared to the situation year-end 2016. Working capital was also affected by increased activity compared to last year.

Total interest-bearing net debt amounted to EUR 149.6 million (December 2016: 144.6). The Group's liquidity buffer is EUR 42.1 million (December 2016: 46.4), consisting of cash and cash equivalents of EUR 32.3 million (December 2016: 36.6) and unutilized contracted RCF commitments of EUR 9.8 million. (December 2016: 9.8). A subsequent issue of EUR 60 million 3M EURIBOR +5.00% notes was completed in Q4 2016 under the terms and conditions of the up to EUR 180 million senior secured floating rate notes originally dated April 14, 2014.

Polygon Sweden acquired Villaklimat OBM AB at the end of the quarter. The yearly turn over for the acquired company is EUR 2.0 million.

Equity amounted to EUR 57.0 million (December 2016: 53.4).

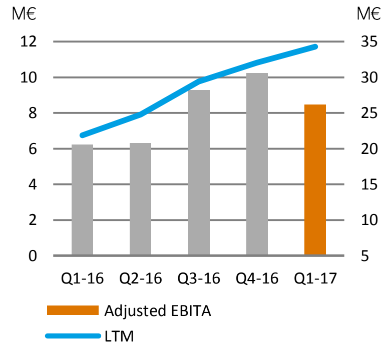
Capital expenditure

Capital expenditure in the first quarter was driven by a focus on Property Damage Restoration (PDR) equipment to handle the increased number of jobs and investment in the new field force IT systems, and amounted to EUR 3.8 million (4.0).

Parent Company

The consolidated figures in this report are presented at the consolidated level for Polygon AB. The Parent Company, Polygon AB (corporate identity number 556816-5855), directly and indirectly holds 100% of the shares in all subsidiaries in the Group, except for the company in Denmark, in which the non-controlling interest is 24.2%. The net loss for Polygon AB for the fourth quarter amounted to EUR 1.9 thousand (0.1).

Adjusted EBITA



Significant risks and uncertainties

Around 75% of Polygon's business consists of property damage control, which follows a seasonal pattern of predictable demand. The remaining 25% is related to more extreme and less predictable events caused by weather and fire. The frequency of property damage can vary depending on circumstances beyond Polygon's control, the outdoor temperature and the weather. Since part of Polygon's cost structure is fixed, the proceeds of the operations are unpredictable to some degree and vary from time to time.

Polygon is to a large extent dependent on its key customers, the insurance companies, and must maintain mutually beneficial relationships with them in order to compete effectively. Our top ten customers represent about one third of Polygon's sales, with the newest customer on the top-ten list having a seven-year relationship.

For further details about the Group's risks and uncertainties, please refer to the 2016 Annual Report and prospectus regarding listing of EUR 60,000,000 senior secured floating rate notes issued by Polygon AB (publ).

Polygon's view is that there have not been any significant changes during the reporting period with regard to the risks and uncertainties that were presented in the Annual Report.

Related party transactions

The Group is under the controlling influence of Polygon Holding AB, the Parent Company of Polygon AB. Polygon Holding AB is under the controlling influence of MuHa No2 LuxCo S.á.r.l. There have been no material transactions with companies in which MuHa No2 LuxCo S.á.r.l has significant or controlling influence.

Other

The Board of Directors of Polygon AB (publ) or any of its subsidiaries may from time to time resolve to purchase notes issued by Polygon AB (publ), which are listed on Nasdaq Stockholm, on the market or in any other manner. Any purchase of notes will be made in accordance with the terms and conditions of the notes and the applicable laws and regulations.

Accounting policies

The interim report for the Group has been prepared in accordance with IAS 34 Interim Reporting. The interim report for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act. The Group applies the International Financial Reporting Standards (IFRS) as adopted by the EU and the Swedish Annual Accounts Act.

The accounting policies applied in this interim report are the same as those applied in the consolidated annual accounts for 2016. More detailed accounting policies can be found on pages 11-16 of the Annual Report for 2016.

A number of standards and changes in standards are effective from 1 January 2018. Polygon does not intend to apply these in advance. The work in Group of the new IFRS 15 Revenue recognition from customer contracts is proceeding as planned. The assessment after review of customer contracts is that allocation of the revenue will be effected and that a not yet estimable one-time profit effect will appear at implementation of the standard .

The term "IFRS" used in this document refers to the application of IAS and IFRS as well as the interpretations of these standards published by the IASB's Standards Interpretation Committee (SIC) and the International Reporting Interpretations Committee (IFRIC).

Always By Your Side.

Segment reporting

The segment information is presented based on the company management's perspective, and operating segments are identified based on the internal reporting to Polygon's chief operating decision maker.

EUR thousands	Q1		Full Year
	2017	2016	2016
Sales of services			
Nordic & UK	36,806	34,544	143,702
Continental Europe	88,518	67,825	310,946
North America	7,503	7,031	30,714
Intercompany sales	-10	-22	-80
Total	**132,817**	**109,378**	**485,282**
Operating profit before IAC			
Nordic & UK	1,559	1,476	7,944
Continental Europe	5,279	2,288	12,604
North America	452	325	2,353
Shared	36	734	3,962
Items affecting comparability (IAC)	-97	-366	-1,761
Operating profit	**7,229**	**4,457**	**25,102**
Net financial items	-3,433	-2,700	-8,385
Income after financial items	**3,796**	**1,757**	**16,717**

Always By Your Side.

Consolidated income statement

EUR thousands	Q1		Full Year
	2017	2016	2016
Sales of services	132,817	109,378	485,282
Cost of sales	-100,825	-82,269	-361,207
Gross profit	**31,992**	**27,109**	**124,075**
Selling and administration costs	-24,617	-21,990	-96,433
Other operating income	-	-16	-
Other operating costs	-146	-646	-2,540
Operating profit	**7,229**	**4,457**	**25,102**
Financial income	37	42	125
Financial expenses	-3,470	-2,742	-8,510
Profit after financial items	**3,796**	**1,757**	**16,717**
Group contribution given	-	-	-4,000
Profit before income taxes	**3,796**	**1,757**	**12,717**
Income taxes	-314	-87	-2,274
Profit for the period	**3,482**	**1,670**	**10,443**

Consolidated statement of comprehensive income

EUR thousands	Q1		Full Year
	2017	2016	2016
Profit for the period	**3,482**	**1,670**	**10,443**
Comprehensive income			
Items that can not be reclassified to profit or loss			
Actuarial gains and losses on defined benefit plans	-	-	-776
Tax	-	-	138
Items that can be subsequently reclassified to profit or loss			
Exchange differences on transactions of foreign operations	231	285	-367
Total comprehensive income, net of tax	**3,713**	**1,955**	**9,438**
Profit attributable to:			
Owners of the company	3,475	1,630	10,246
Non-controlling interests	7	40	197
Total	**3,482**	**1,670**	**10,443**
Total comprehensive income attributable to:			
Owners of the company	3,706	1,915	9,241
Non-controlling interests	7	40	197
Total	**3,713**	**1,955**	**9,438**
Number of shares	5,600	5,600	5,600
Earnings per share (EUR)	0.62	0.29	1.83

Alternative Performance Measures

EUR thousands	Q1		Full Year
	2017	2016	2016
Adjusted EBITDA break down			
Operating profit (EBIT)	7,229	4,457	25,102
Add back amortization	1,158	1,400	5,189
Operating profit before amortization (EBITA)	8,387	5,857	30,291
Add back depreciation	2,299	2,294	9,348
Operating profit before depreciation (EBITDA)	10,686	8,151	39,639
Add back items affecting comparability (IAC)	97	366	1,761
Operating profit before depreciation and IAC (Adjusted EBITDA)	**10,783**	**8,517**	**41,400**
Adjusted EBITA break down			
Operating profit (EBIT)	7,229	4,457	25,102
Add back amortization	1,158	1,400	5,189
Operating profit before amortization (EBITA)	8,387	5,857	30,291
Add back items affecting comparability (IAC)	97	366	1,761
Operating profit before amortization and IAC (Adjusted EBITA)	**8,484**	**6,223**	**32,052**

Always By Your Side.

Consolidated balance sheet

EUR thousands	31 Mar 2017	31 Mar 2016	31 Dec 2016
ASSETS			
Non-current assets			
Goodwill	104,851	103,510	104,181
Other intangible assets	44,824	47,837	45,561
Property, plant and equipment	34,171	28,107	33,251
Deferred tax assets	23,370	22,035	23,424
Total non-current assets	**207,216**	**201,489**	**206,417**
Current assets			
Work in progress	23,032	18,999	29,613
Trade receivables	74,358	65,605	72,235
Receivables from parent company	318	252	347
Prepaid expenses	5,689	5,852	5,843
Cash and cash equivalents	32,258	21,965	36,585
Total current assets	**135,655**	**112,673**	**144,623**
TOTAL ASSETS	**342,871**	**314,162**	**351,040**
EQUITY AND LIABILITIES			
Equity			
Issued capital	58	58	58
Other contributed capital	10,771	6,771	10,771
Other capital reserves	-994	-572	-1,225
Retained earnings	46,139	36,878	42,664
Equity attributable to owners of the parent company	**55,974**	**43,135**	**52,268**
Non-controlling interests	1,068	1,043	1,105
Total equity	**57,042**	**44,178**	**53,373**
Non-current liabilities			
Provisions	5,338	4,797	5,119
Deferred tax liabilities	21,630	21,794	21,890
Shareholders loans	5,085	57,744	5,085
Non-current interest-bearing liabilities	176,856	118,228	176,197
Total non-current liabilities	**208,909**	**202,563**	**208,291**
Current liabilities			
Provisions	960	1,229	1,611
Trade payables	29,308	28,365	42,893
Current interest-bearing liabilities	3,591	1,223	3,309
Other liabilities	14,778	13,588	14,096
Accrued expenses	28,283	23,016	27,467
Total current liabilities	**76,920**	**67,421**	**89,376**
TOTAL EQUITY AND LIABILITIES	**342,871**	**314,162**	**351,040**

Net debt

EUR thousands	31 Mar 2017	31 Mar 2016	31 Dec 2016
Defined benefit plans	5,002	4,578	5,035
Other long-term loans, interest bearing	176,856	118,228	176,197
Financial lease and current loans, interest bearing	24	-	-
Cash and bank	-32,258	-21,965	-36,585
Net debt	**149,624**	**100,841**	**144,647**

Consolidated statement of cash flow

EUR thousands	Q1		Full Year
	2017	2016	2016
Operating activities			
Operating profit	7,229	4,457	25,102
Adjustments for non-cash items before tax	3,211	3,418	13,999
Financial income received	37	42	125
Income tax paid	-89	-335	-1,427
Cash flow from operating activities before changes in working capital	**10,388**	**7,582**	**37,799**
Cash flow from changes in working capital			
Changes in operating receivables	-1,751	-874	-7,557
Changes in work in progress	6,555	-1,698	-12,380
Changes in operating liabilities	-13,051	-4,342	15,436
Cash flow from operating activities	**2,141**	**668**	**33,298**
Investing activities			
Acquisition of subsidiary, net of cash acquired	-576	-	-
Purchase of property, plant and equipment	-3,142	-3,023	-14,955
Purchase of intangible fixed assets	-640	-948	-2,622
Sale of non-current assets	1	-	4
Cash flow used in investing activities	**-4,357**	**-3,971**	**-17,573**
Cash flow before financing activities	**-2,216**	**-3,303**	**15,725**
Cash flow from financing activities			
New borrowings	-4	-	57,262
Dividend	-	-	-2,192
Dividend to non-controlling interests	-44	-35	-130
Repayment of borrowings	-	-	-52,960
Financial expenses paid	-2,199	-1,849	-8,081
Net cash flow from financing activities	**-2,247**	**-1,884**	**-6,101**
Cash flow for the period	-4,463	-5,187	9,624
Cash and cash equivalents, opening balance	36,585	26,529	26,529
Translation difference in cash and cash equivalents	136	623	432
Cash and cash equivalents, closing balance	**32,258**	**21,965**	**36,585**

Consolidated statement of changes in equity

EUR thousands	Attributable to the owners of the company						
	Share capital	Other contributed capital	Other capital reserved	Retained earnings	Total	Non-controlling interests	Total equity
Closing balance, 31 December 2015	**58**	**6,771**	**-858**	**35,248**	**41,219**	**1,038**	**42,257**
Dividend	-	-	-	-	-	-35	-35
Profit for the period	-	-	-	1,630	1,630	40	1,670
Other comprehensive income	-	-	286	-	286	-	286
Closing balance, 31 March 2016	**58**	**6,771**	**-572**	**36,878**	**43,135**	**1,043**	**44,178**
Shareholder´s contribution	-	4,000	-	-	4,000	-	4,000
Dividend	-	-	-	-2,192	-2,192	-95	-2,287
Profit for the period	-	-	-	8,616	8,616	157	8,773
Other comprehensive income	-	-	-653	-638	-1,290	-	-1,290
Closing balance, 31 December 2016	**58**	**10,771**	**-1,225**	**42,664**	**52,268**	**1,105**	**53,373**
Dividend	-	-	-	-	-	-44	-44
Profit for the period	-	-	-	3,475	3,475	7	3,482
Other comprehensive income	-	-	231	-	231	-	231
Closing balance, 31 March 2017	**58**	**10,771**	**-994**	**46,139**	**55,974**	**1,068**	**57,042**

Always By Your Side.

Income statement, Parent Company

EUR thousands	Q1		Full Year
	2017	2016	2016
Sales of services	494	774	3,087
Gross profit	**494**	**774**	**3,087**
General administrative and sale expenses	-495	-740	-3,015
Other operating income/expenses	3	4	18
Operating profit	**2**	**38**	**90**
Financial income	771	1,573	5,304
Financial expenses	-2,656	-1,661	-7,317
Profit after financial items	**-1,883**	**-50**	**-1,923**
Group contribution received	-	-	7,300
Group contribution given	-	-	-4,000
Profit before income taxes	**-1,883**	**-50**	**1,377**
Taxes	24	-	-210
Profit for the period	**-1,859**	**-50**	**1,167**

Statement of comprehensive income

EUR thousands	Q1		Full Year
	2017	2016	2016
Profit for the period	-1,859	-50	1,167
Comprehensive income	-	-	-
Comprehensive income after tax	-1,859	-50	1,167
Total comprehensive income	**-1,859**	**-50**	**1,167**

Always By Your Side.

Statement of financial position, Parent Company

EUR thousands	31 Mar 2017	31 Mar 2016	31 Dec 2016
ASSETS			
Non-current assets			
Participations in subsidiaries	185,902	76,296	185,902
Receivables from subsidiaries	64,531	117,950	64,462
Total non-current assets	**250,433**	**194,246**	**250,364**
Current assets			
Receivables from parent company	364	531	347
Other receivables	197	62	217
Prepaid expenses	11	7	12
Receivables from subsidiaries	31,400	27,988	36,018
Total current assets	**31,972**	**28,588**	**36,594**
TOTAL ASSETS	**282,405**	**222,834**	**286,958**
EQUITY AND LIABILITIES			
Equity			
Issued capital	58	58	58
Share premium reserve	6,771	6,771	6,771
Unrestricted equity	95,827	94,661	97,686
Total equity	**102,656**	**101,490**	**104,515**
Non-current liabilities			
Deferred tax liabilities	155	-	179
Non-current interest-bearing liabilities	176,616	118,347	176,207
Total non-current liabilities	**176,771**	**118,347**	**176,386**
Current liabilities			
Payables to subsidiaries	2	3	2,402
Trade payables	41	63	315
Other current liabilities	315	235	156
Accrued expenses	2,620	2,696	3,184
Total other current liabilities	**2,978**	**2,997**	**6,057**
TOTAL EQUITY AND LIABILITIES	**282,405**	**222,834**	**286,958**

Always By Your Side.

Financial instruments

Polygon is exposed to a number of financial market risks that the Group is responsible for managing under the finance policy approved by the Board of Directors. The overall objective is to have cost-effective funding in the group companies. The financial risks in the Group are mainly managed through a weekly exchange of non-euro cash into euros and, to a limited extent, through financial instruments. The main exposures for the Group are liquidity risk, interest risk and currency risk.

The derivatives are valued at fair value within level 2 and additional considerations within level 3, according to IFRS 13. Other financial instruments are valued at the carrying amount.

Interest swaps are subject to ISDA agreements which allow netting, in case of any failure. On the closing day there was currency hedging but no interest swaps.

The significant financial assets and liabilities are shown below. According to Polygon's assessment, there is no significant difference between the carrying amounts and fair values.

EUR thousands	31 Mar 2017		31 Mar 2016		31 Dec 2016	
	Carrying amount	**Fair value**	**Carrying amount**	**Fair value**	**Carrying amount**	**Fair value**
Assets						
Trade receivables	72,356	72,356	63,349	63,349	70,079	70,079
Other current assets	2,344	2,344	2,446	2,446	2,248	2,248
Receivables from parent company	318	318	252	252	347	347
Cash and cash equivalents	32,258	32,258	21,965	21,965	36,585	36,585
Total	**107,276**	**107,276**	**88,012**	**88,012**	**109,259**	**109,259**
Liabilities						
Non-current interest-bearing liabilities	176,856	180,011	118,228	120,025	176,197	180,014
Other interest-bearing liabilities	5,085	5,085	57,744	57,744	5,085	5,085
Trade payables	29,308	29,308	28,365	28,365	42,893	42,893
Other current liabilities	14,609	14,609	13,588	13,588	13,859	13,859
Accrued expenses	2,024	2,024	1,725	1,725	1,742	1,742
Total	**227,882**	**231,037**	**219,650**	**221,447**	**239,776**	**243,593**
Derivatives for hedging purposes						
Currency hedging derivatives	72	72	-	-	113	113
Total	**72**	**72**	**-**	**-**	**113**	**113**

Contingent liabilities

EUR thousands	31 Mar 2017	31 Mar 2016	31 Dec 2016
Pledged assets and contingent liabilities			
Pledged assets			
Shares in subsidiaries	185,902	76,296	185,902
Total assets pledged	**185,902**	**76,296**	**185,902**
Contingent liabilities	**None**	**None**	**None**

Always By Your Side.

Definitions

Sales	Sales net of VAT and discounts
Gross Profit	Sales minus cost of goods sold
EBITDA	Earnings before interest, tax, depreciation and amortization
Adjusted EBITDA	Earnings before interest, tax, depreciation and amortization before IAC
EBITA	Earnings before interest, tax and amortization
Adjusted EBITA	Earnings before interest, tax and amortization before IAC
EBIT	Earnings before interest and tax
Operating margin	EBIT as a percentage of sales
EBITDA, Adjusted EBITDA, EBITA, Adjusted EBITA-margin	As percentage of sales
Net financial expenses	Financial income minus financial expenses including exchange rate differences related to financial assets and liabilities
Net debt	Interest-bearing debt (including pension and leasing debts) minus cash and cash equivalents
Earnings per share	Profit for the period attributable to owners of the company/average number of shares during the period
Items affecting comparability (IAC)	Items attributable to capital gain/losses, impairment, restructuring and other redundancy costs
Capital expenditures	Resources used to acquire intangible and tangible assets that are capitalized
Organic growth	Business expansion generated within the existing company excluding the impact of foreign exchange
Adjusted organic growth	Business expansion generated within the existing company excluding the impact of foreign exchange and adjusted to comparable business
LTM	Last twelve months

Amounts in brackets in this report refer to the corresponding period of the previous year.

Group key figures are presented in million EUR, rounded off to the nearest thousand, unless otherwise stated. All individual figures (including totals and sub-totals) are rounded off to the nearest thousand. From a presentation standpoint, certain individual figures may therefore differ from the computed totals.

Polygon presents certain financial measures that are not defined in the interim report in accordance with IFRS. Polygon believes that these measures provide useful supplemental information to investors and the company's management when they allow evaluation of trends and the company's performance. As not all companies calculate the financial measures in the same way, these are not always comparable to measures used by other companies. These financial measures should not be seen as a substitute for measures defined under IFRS.

Financial calendar 2017

This report was published on the Group's website on 9 May 2017.

Interim Report

Q2 2017, will be published on 10 August 2017

Q3 2017, will be published on 9 November 2017

Q4 2017, will be published on 9 February 2018

For more information please contact:

Mats Norberg, CFO, + 46 70 331 65 71

Email address: ir@polygongroup.com

Polygon AB

Sveavägen 9

SE-111 57 Stockholm

Always By Your Side.