Press release from Atlas Copco AB

July 19, 2022

Atlas Copco
Second-quarter report 2022

Strong order intake and record revenues

The comparison figures presented in this report refer to previous year unless otherwise stated.

Second quarter

- Orders received increased 26% to MSEK 41 010 (32 529), organic growth of 13%
- Revenues increased 20% to MSEK 33 111 (27 534), organic growth of 8%
- Operating profit was MSEK 7 279 (5 924), corresponding to a margin of 22.0% (21.5)
  - Adjusted operating profit, excluding items affecting comparability, reached MSEK 7 042 (6 026), corresponding to a margin of 21.3% (21.9)
- Profit before tax amounted to MSEK 7 305 (5 872)
- Basic earnings per share were SEK 1.17 (0.94, adjusted for share split)
- Operating cash flow at MSEK 3 064 (3 743)
- Return on capital employed was 28% (26)

	April - June			January - June		
MSEK	2022	2021		2022	2021	
Orders received	41 010	32 529	26%	81 389	62 997	29%
Revenues	33 111	27 534	20%	63 197	53 555	18%
EBITA[1)]	7 679	6 285	22%	14 806	12 027	23%
– as a percentage of revenues	*23.2*	*22.8*		*23.4*	*22.5*	
Operating profit	7 279	5 924	23%	14 028	11 311	24%
– as a percentage of revenues	*22.0*	*21.5*		*22.2*	*21.1*	
Profit before tax	7 305	5 872	24%	13 976	11 215	25%
– as a percentage of revenues	*22.1*	*21.3*		*22.1*	*20.9*	
Profit for the period	5 678	4 571	24%	10 891	8 688	25%
Basic earnings per share, SEK	1.17	0.94 [2)]		2.24	1.78 [2)]	
Diluted earnings per share, SEK	1.16	0.94 [2)]		2.23	1.78 [2)]	
Return on capital employed, %	28	26				

[1)] Operating profit excluding amortization of intangibles related to acquisitions.

[2)] Adjusted for share split.

Near-term demand outlook

Atlas Copco expects that the customers' activity level will be lower than in the second quarter.

Previous near-term demand outlook (published April 26, 2022):
Although the world's current economic development makes the outlook uncertain, Atlas Copco expects that the customers' activity level will remain high, but weaken compared to the very high level in the first quarter.

Quarterly and annual financial data in Excel format can be found at:
https://www.atlascopcogroup.com/en/investor-relations/financial-reports-presentations/latest-results

Atlas Copco Group Center

Atlas Copco AB
SE-105 23 Stockholm
Sweden

Visitors address:
Sickla Industriväg 19
Nacka

Telephone: +46 8 743 8000
www.atlascopcogroup.com

A Public Company (publ)
Reg. No: 556014-2720
Reg. Office Nacka

Summary of half-year results

Orders received in the first six months of 2022 increased by 29% to MSEK 81 389 (62 997), corresponding to an organic growth of 18%. Acquisitions contributed with 1% and currency had a positive effect of 10%. Revenues reached MSEK 63 197 (53 555), corresponding to a 7% organic increase.

Operating profit increased by 24% to MSEK 14 028 (11 311). The operating margin was 22.2% (21.1). Adjusted for items affecting comparability, the margin was 21.5% (21.8). There was a positive impact of changes in exchange rates for the first half-year of MSEK 1 880.

Profit before tax was MSEK 13 976 (11 215), corresponding to a margin of 22.1% (20.9). Profit for the period totaled MSEK 10 891 (8 688). Basic and diluted earnings per share were SEK 2.24 (1.78, adjusted for share split) and 2.23 (1.78, adjusted for share split) respectively.

Operating cash flow before acquisitions, divestments and dividends totaled MSEK 5 464 (8 064).

Review of the second quarter

Market development

The demand for Atlas Copco's products and services remained high, and order volumes increased markedly in all business areas compared to the previous year. Solid order growth was achieved for most equipment types. Order volumes for industrial compressors and gas and process compressors increased. The demand for vacuum equipment remained strong, supported by increased investments in the semiconductor industry and industrial applications. Orders for industrial assembly and vision solutions benefited from customers' investments in electric vehicle production, and increased demand from several customer segments in the general industry. Demand for power equipment, such as portable compressors, also increased, resulting in increased order intake primarily from equipment rental companies. The service businesses also grew in all business areas.

Sequentially, compared to the previous quarter, solid order growth was achieved for the business area Industrial Technique, orders for Compressor Technique increased slightly, while order volumes for Vacuum Technique and Power Technique did not match the volumes in the previous quarter.

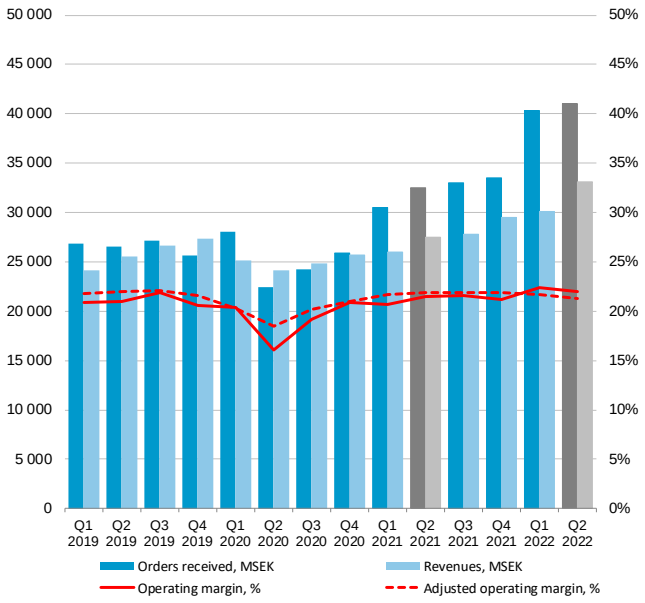
Year-on-year, double-digit order growth was achieved in all regions.

Sales bridge

	April - June	
MSEK	Orders received	Revenues
2021	32 529	27 534
Structural change, %	+1	+1
Currency, %	+12	+11
Organic*, %	+13	+8
Total, %	+26	+20
2022	41 010	33 111

*Volume, price and mix.

Orders, revenues, and operating profit margin



Geographic distribution of orders received

		Atlas Copco Group
April - June 2022	Orders Received, %	Change*, %
North America	26	+13
South America	4	+27
Europe	26	+16
Africa/Middle East	5	+15
Asia/Oceania	39	+13
Atlas Copco Group	100	+14

*Change in orders received compared to the previous year in local currency.

Geographic distribution of orders received and revenues

April - June 2022	Compressor Technique, %		Vacuum Technique, %		Industrial Technique, %		Power Technique, %		Atlas Copco, %	
	Orders received	Revenues	Orders received	Revenues	Orders received	Revenues	Orders received	Revenues	Orders received	Revenues
North America	25	24	25	23	30	32	29	29	26	26
South America	6	6	0	0	3	2	9	10	4	4
Europe	29	31	13	14	32	34	37	37	26	28
Africa/Middle East	6	7	1	1	1	2	9	7	5	4
Asia/Oceania	34	32	61	62	34	30	16	17	39	38
	100	100	100	100	100	100	100	100	100	100

Revenues, profits and returns

Revenues increased 20% to record MSEK 33 111 (27 534), corresponding to an organic growth of 8%. Currency had a positive effect of 11%, and acquisitions added 1%.

The operating profit increased 23% to MSEK 7 279 (5 924) and includes a change in provision for share-related long-term incentive programs, reported in Common Group Items of MSEK +237 (-102).

Adjusted operating profit increased 17% to MSEK 7 042 (6 026), corresponding to a margin of 21.3% (21.9). Increased costs related to continued disruptions in the supply chain and COVID-19 lockdowns in Asia were the main explanations for the lower margin. Higher investments in market presence and R&D also had a negative effect, while currency affected the margin positively.

Net financial items amounted to MSEK 26 (-52) whereof interest net at MSEK -29 (-64). Other financial items, including financial exchange differences were MSEK 55 (12). Profit before tax amounted to MSEK 7 305 (5 872), corresponding to a margin of 22.1% (21.3). Corporate income tax amounted to MSEK -1 627 (-1 301), corresponding to an effective tax rate of 22.3% (22.2).

Profit for the period was MSEK 5 678 (4 571). Basic and diluted earnings per share were SEK 1.17 (0.94, adjusted for share split) and SEK 1.16 (0.94, adjusted for share split), respectively.

The return on capital employed during the last 12 months was 28% (26). Return on equity was 31% (29). The Group uses a weighted average cost of capital (WACC) of 8.0% as an investment and overall performance benchmark.

Operating cash flow and investments

Operating cash surplus increased to MSEK 8 645 (7 268). Net financial items and taxes paid amounted to MSEK -2 039 (-2 271). Working capital increased by MSEK 2 301 (increase of 345). The main explanation for the difference compared to the previous year is increased inventories as a result of supply chain constraints and increased trade receivables. Net investments in rental equipment were MSEK -172 (-124). Net investments in property, plant and equipment, mostly related to extension of production capacity, were MSEK -760 (-396).

Operating cash flow (important internal KPI, but not an IFRS measurement, and hence defined on page 13) reached MSEK 3 064 (3 743).

Net indebtedness

The Group's net indebtedness amounted to MSEK 20 437 (13 076), of which MSEK 1 977 (2 564) was attributable to post-employment benefits. The Group's interest-bearing liabilities have an average maturity of 5.2 years. The net debt/EBITDA ratio was 0.6 (0.5) and the net debt/equity ratio was 31% (23).

Acquisition and divestment of own shares

During the quarter, 1 137 871 series A shares, net, were acquired for a net value of MSEK 523. These transactions are in accordance with mandates granted by the Annual General Meeting and relate to the Group's long-term incentive programs. See page 17.

Employees

On June 30, 2022, the number of employees was 45 130 (41 105). The number of consultants/external workforce was 4 155 (3 595). For comparable units, the total workforce increased by 3 976 from June 30, 2021.

Revenues and operating profit – bridge

MSEK	Q2 2022	Volume, price, mix and other	Currency	Acquisitions	Items affecting comparability	Share-based LTI* programs	Q2 2021
Atlas Copco Group							
Revenues	33 111	2 157	3 090	330	-	-	27 534
Operating profit	7 279	-274	1 275	15	0	339	5 924
	22.0%						*21.5%*

*LTI= Long term incentive

Compressor Technique

	April - June			January - June		
MSEK	2022	2021		2022	2021	
Orders received	17 964	14 272	26%	34 823	27 304	28%
Revenues	14 291	12 212	17%	27 596	23 734	16%
EBITA*	3 367	2 994	12%	6 637	5 798	14%
– as a percentage of revenues	*23.6*	*24.5*		*24.1*	*24.4*	
Operating profit	3 266	2 916	12%	6 436	5 646	14%
– as a percentage of revenues	*22.9*	*23.9*		*23.3*	*23.8*	
Return on capital employed, %	86	91				

* Operating profit excluding amortization of intangibles related to acquisitions.

- **Record order intake and revenues**
- **Solid order growth for compressor equipment and service**
- **Operating margin at 22.9%**

Sales bridge

	April - June	
MSEK	Orders received	Revenues
2021	14 272	12 212
Structural change, %	+1	+1
Currency, %	+11	+10
Organic*, %	+14	+6
Total, %	+26	+17
2022	17 964	14 291

*Volume, price and mix.

Industrial compressors

The demand for industrial compressors was strong, and order volumes increased for both small and large-sized compressors. Sequentially, order volumes remained basically unchanged.

Geographically and compared to the previous year, solid order growth was achieved in Asia and North America, while order volumes in Europe were unchanged.

Gas and process compressors

The order intake for gas and process compressors increased significantly both compared to the previous year and sequentially.

Geographically, and compared to the previous year, order volumes increased in all regions.

Compressor service

The demand for service remained strong, and solid order growth was achieved compared to the previous year. Sequentially, order volumes remained unchanged.

Year-on-year, solid order growth was achieved in all regions except Asia.

Innovation

A new range of desiccant dryers, the BD 360^{+} - 1260^{+} (ZP), was introduced to the market. The new dryers offer increased flow, higher energy efficiency and hence lower CO_2 emissions compared to similar products on the market.

Acquisitions

In the quarter, the business area completed two acquisitions:

CAS Products Ltd (CAS), a UK-based company that specializes in sales, installation, and service of compressed air systems with 12 employees.

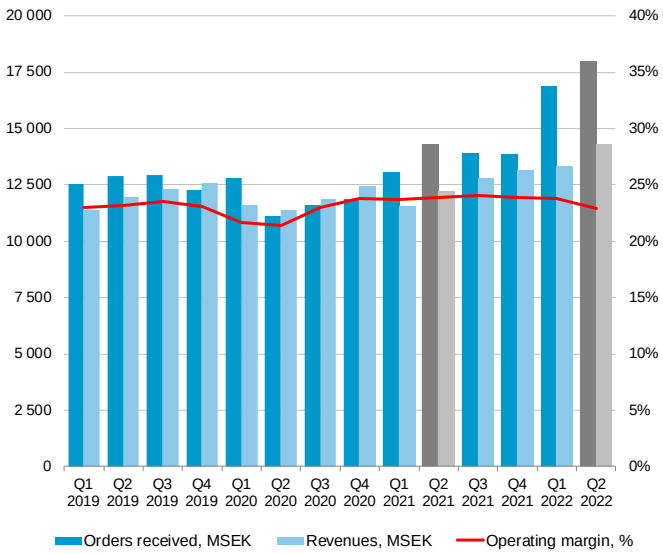
Associated Compressor Engineers Ltd (ACE), a UK-based compressed air distributor and service provider with 12 employees.

Revenues and profitability

Revenues increased 17% to record MSEK 14 291 (12 212), corresponding to an organic increase of 6%.

The operating profit reached MSEK 3 266 (2 916), corresponding to a margin of 22.9% (23.9). The main explanations for the lower margin were increased costs related to supply chain constraints and inefficiencies in production due to COVID-19. Higher investments in market presence also had a negative effect, while currency affected the margin positively. Return on capital employed (last 12 months) was 86% (91).

Orders, revenues and operating profit margin



Vacuum Technique

	April - June			January - June		
MSEK	2022	2021		2022	2021	
Orders received	11 403	9 137	25%	22 967	17 936	28%
Revenues	9 335	7 220	29%	17 514	14 028	25%
EBITA*	2 267	1 912	19%	4 262	3 729	14%
– as a percentage of revenues	*24.3*	*26.5*		*24.3*	*26.6*	
Operating profit	2 123	1 789	19%	3 982	3 484	14%
– as a percentage of revenues	*22.7*	*24.8*		*22.7*	*24.8*	
Return on capital employed, %	25	23				

* Operating profit excluding amortization of intangibles related to acquisitions.

- **Strong order growth for equipment and service**
- **Record revenues**
- **Operating profit margin at 22.7%**

Sales bridge

	April - June	
MSEK	Orders received	Revenues
2021	9 137	7 220
Structural change, %	+1	+0
Currency, %	+13	+14
Organic*, %	+11	+15
Total, %	+25	+29
2022	11 403	9 335

*Volume, price and mix.

Semiconductor and flat panel display equipment

The demand for equipment to the semiconductor and flat panel display industry remained strong. As a result, order volumes increased compared to the previous year, supported by customers' increased investments in new capacity and production technology. Sequentially, however, the order intake did not reach the very high levels of the first quarter.

Year-on-year, the order intake grew in all major regions.

Industrial and scientific vacuum equipment

Equipment orders from the industrial and scientific vacuum markets grew markedly compared to the previous year but decreased somewhat compared to the previous quarter.

Geographically, and compared to the previous year, order volumes increased in Europe and Asia but were essentially unchanged in North America.

Vacuum service

The service business achieved solid growth compared to the previous year, driven by increased demand from semiconductor and industrial customers.

Innovation

To meet the need for improved process yields for implant applications in semiconductor manufacturing, a new cryogenic pump was launched, the Edwards CTI On-Board® IS 320F XVS. The new cryopump offers high pumping performance and solid vacuum consistency while providing real-time system information for optimum control of array temperatures.

Acquisitions

In the quarter, the business area completed two acquisitions:

Tekser Endüstriyel Cihazlar Sanayi ve Ticaret A.Ş (Tekser), a Turkish vacuum distributor and service provider with 8 employees.

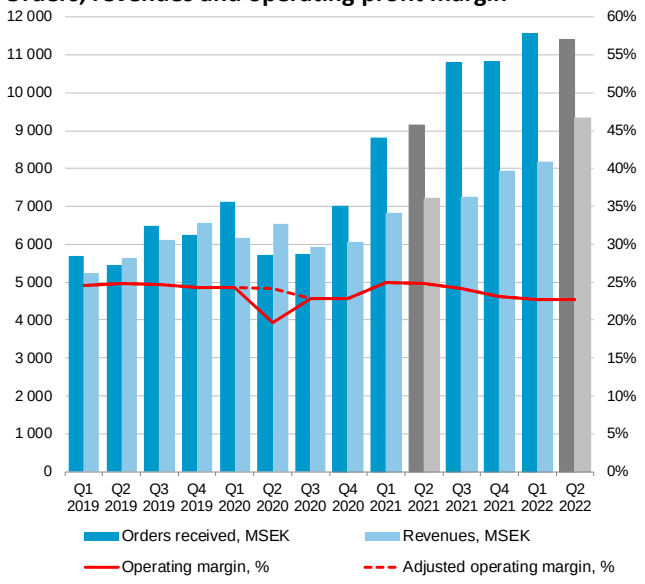
Qolibri Inc., a company that provides proprietary technologies for semiconductor subfab operations. The company is based in the USA and has 4 employees.

Revenues and profitability

Revenues increased 29% to record MSEK 9 335 (7 220), corresponding to an organic increase of 15%.

The operating profit increased 19% to MSEK 2 123 (1 789), corresponding to a margin of 22.7% (24.8). Increased costs related to supply chain constraints, COVID-19 and inefficiencies in factories, affected the margin heavily and were the main explanations for the lower margin. Currency affected the margin positively. Return on capital employed (last 12 months) was 25% (23).

Orders, revenues and operating profit margin



Industrial Technique

	April - June			January - June		
MSEK	2022	2021		2022	2021	
Orders received	6 868	5 395	27%	12 870	10 538	22%
Revenues	5 405	4 880	11%	10 488	9 593	9%
EBITA*	1 210	1 126	7%	2 406	2 186	10%
– as a percentage of revenues	*22.4*	*23.1*		*22.9*	*22.8*	
Operating profit	1 077	981	10%	2 142	1 898	13%
– as a percentage of revenues	*19.9*	*20.1*		*20.4*	*19.8*	
Return on capital employed, %	17	13				

* Operating profit excluding amortization of intangibles related to acquisitions.

- **Record order intake and revenues**
- **Strong demand from automotive and general industry**
- **Operating profit margin at 19.9%**

Sales bridge

	April - June	
MSEK	Orders received	Revenues
2021	5 395	4 880
Structural change, %	+0	+0
Currency, %	+10	+9
Organic*, %	+17	+2
Total, %	+27	+11
2022	6 868	5 405

*Volume, price and mix.

Automotive industry

The demand for industrial assembly and vision solutions to the automotive industry was strong, and the order intake increased significantly. The increased demand was primarily driven by customers' investments in electric vehicles production.

Strong order growth was achieved in Asia and Europe, while the order development in North America was basically flat.

General industry

The demand for industrial assembly and vision solutions to the general industry was strong, and order volumes increased compared to the previous year, particularly for vision solutions. The overall favorable order development was supported by increased demand from most customer segments.

Geographically, solid order growth was achieved in all major regions.

Service

Order volumes for the service business increased with solid order growth in all major regions.

Innovation

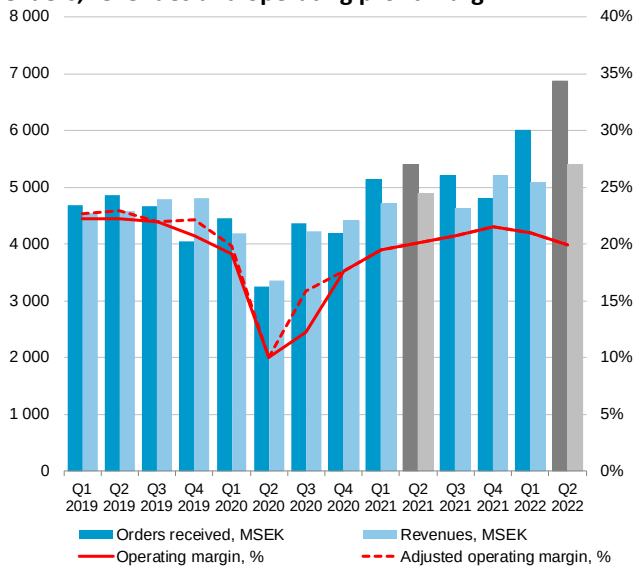
A new positioning system for Atlas Copco's battery assembly tools was launched, the ILS 2.0. The new product uses machine vision technology to track the tool's position, securing that the assembly operation is performed with the right parameters in the right location. Thanks to this, customers will benefit from increased production quality, while keeping the flexibility of using battery tools.

Revenues and profitability

Revenues increased 11% to record MSEK 5 405 (4 880), corresponding to an organic increase of 2%.

The operating profit was MSEK 1 077 (981), corresponding to a margin of 19.9% (20.1). Currency affected the margin positively. Investments in R&D and digitalization, increased costs related to supply chain constraints, and COVID-19 had a negative impact on the margin. Return on capital employed (last 12 months) was 17% (13).

Orders, revenues and operating profit margin



Power Technique

	April - June			January - June		
MSEK	2022	2021		2022	2021	
Orders received	4 997	3 902	28%	11 161	7 576	47%
Revenues	4 247	3 377	26%	7 949	6 498	22%
EBITA*	829	556	49%	1 504	1 046	44%
– as a percentage of revenues	*19.5*	*16.5*		*18.9*	*16.1*	
Operating profit	807	539	50%	1 471	1 015	45%
– as a percentage of revenues	*19.0*	*16.0*		*18.5*	*15.6*	
Return on capital employed, %	29	23				

* Operating profit excluding amortization of intangibles related to acquisitions.

- **Solid equipment demand and record revenues**
- **Strong order intake for specialty rental and tangible growth for service**
- **Operating profit margin at 19.0%**

Sales bridge

	April - June	
MSEK	Orders received	Revenues
2021	3 902	3 377
Structural change, %	+5	+5
Currency, %	+13	+12
Organic*, %	+10	+9
Total, %	+28	+26
2022	4 997	4 247

*Volume, price and mix.

Equipment

The demand for equipment remained strong, and order volumes increased compared to the previous year but did not match the very high levels in the first quarter of the year. The strong year-on-year growth was primarily driven by increased demand from equipment rental companies.

Geographically, order volumes increased in Europe and Africa/Middle East but decreased in North America and Asia.

Specialty rental

The demand for the specialty rental business remained strong, and the order intake increased significantly.

Geographically, solid order growth was achieved in all regions.

Service

Order volumes for service increased markedly with increased order intake in all regions.

Innovation

A new drainage pump was launched in the quarter, the WEDA D95. The new pump has a robust design suitable for harsh conditions targeting applications such as general dewatering, mining, and tunneling.

Acquisitions

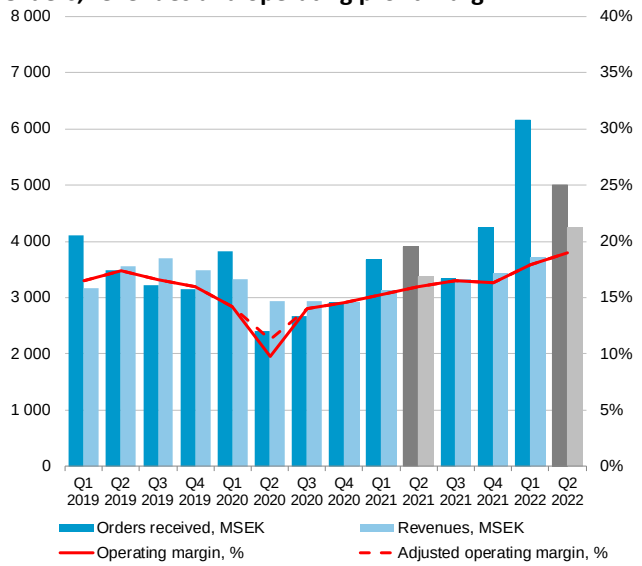
Pumpenfabrik Wangen GmbH, a German manufacturer of progressive cavity pumps used for transferring fluids mainly in the biogas and wastewater sectors, was acquired. The company has 265 employees and had revenues of approximately MSEK 466 in 2020.

Revenues and profitability

Revenues increased 26% to record MSEK 4 247 (3 377), corresponding to an organic increase of 9%.

The operating profit increased 50% to record MSEK 807 (539), corresponding to a margin of 19.0% (16.0). The higher operating margin can mainly be explained by increased organic revenue volumes, while increased costs related to supply chain constraints and COVID-19 had a negative effect on the margin. Return on capital employed (last 12 months) was 29% (23).

Orders, revenues and operating profit margin



Accounting principles
The consolidated accounts of the Atlas Copco Group are prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the EU. The description of the accounting principles and definitions applied in this report are found in the Annual Report 2021. The interim report is prepared in accordance with IAS 34 Interim Financial Reporting. Non-IFRS measures are also presented in the report since they are considered to be important supplemental measures of the company´s performance. For further information about these measures and how they have been calculated, please visit: http://www.atlascopcogroup.com/investor-relations

Risks, risk management and factors of uncertainty
Atlas Copco's global and diversified business is active within many customer segments and results in a variety of risks and opportunities geographically and operationally. Thus, the ability to identify, analyze and manage risks is crucial for effective governance and control of the business. The aim is to meet the Group's goals with a high awareness of risks and well-managed risk taking. Atlas Copco sees the benefits of an efficient risk management both from risk reduction and business opportunity perspectives, which can lead to good business growth.

Risks in Atlas Copco are identified in a 360 degree spectrum, meaning that both internal, and external exposures are assessed including todays circumstances and future changes. The Group's risk management approach follows the decentralized structure of Atlas Copco. Risks are analyzed and addressed in an integrated way. Local companies are responsible for their own risk management, which is monitored and followed up regularly at for example local business board meetings. Group functions responsible for legal, insurance, human resources, compliance, sustainability, treasury, tax, controlling and accounting provide policies, guidelines and instructions regarding risk management.

Risk areas include compliance risks, external exposure risks, including pandemics, operational risks and strategic risks. These risk areas can impact the business negatively both in the long and short term, but often also create business opportunities if managed well. Examples of risks and how they are handled is described below.

Market risks
The demand for Atlas Copco's equipment and services is affected by changes in the customers' investment and production levels. A general economic downturn, geopolitical tensions, pandemics, changes in trade agreements, trade sanctions, a widespread financial crisis and other macroeconomic disturbances may, directly or indirectly, affect the Group negatively both in terms of revenues and profitability. However, the Group's sales are well diversified with customers in many industries and countries around the world, which mitigates the risk.

Financial risks
Atlas Copco is subject to currency risks, funding risks, interest rate risks, tax risks, and other financial risks. In line with the overall goals with respect to growth, return on capital, and protecting creditors, Atlas Copco has adopted a policy to control the financial risks to which the Group is exposed. A financial risk management committee meets regularly to manage and follow up financial risks, in line with the policy.

Production risks
A large part of the components used in production are sourced from sub-suppliers. The availability is dependent on the sub-suppliers and if they have interruptions or lack capacity, this may adversely affect production. To minimize these risks, Atlas Copco has established a global network of sub-suppliers, which means that in most cases there are more than one sub-supplier that can provide a certain component. Atlas Copco is also directly and indirectly exposed to raw material prices. Cost increases for raw materials and components often coincide with strong end-customer demand and can partly be compensated for by increased sales prices.

Acquisitions
Atlas Copco has the ambition to grow all its business areas, primarily through organic growth, complemented by selected acquisitions. The integration of acquired businesses is a difficult process and it is not certain that every integration will be successful. Therefore, costs related to acquisitions can be higher and/or synergies can take longer to materialize than anticipated.

For more information of Atlas Copco's risk management process and further descriptions of risks and how they are handled, see the Annual Report 2021.

Risks related to the war in Ukraine
Atlas Copco's financial exposure to Russia and Ukraine is limited. During 2021 revenues from Russia accounted for less than 2% of the Group's total revenues. Ukraine accounted for well below 1% of the Group's total revenues. Further, Atlas Copco has no production units in Russia or Ukraine. Hence the ongoing war has very limited direct financial effects on Atlas Copco. Given the uncertainties surrounding the ongoing conflict, it is very difficult to predict potential indirect effects on Atlas Copco. As of June 30, 2022, there is no significant impact on any balance sheet items.

Forward-looking statements
Some statements in this report are forward-looking, and the actual outcome could be materially different. In addition to the factors explicitly discussed, other factors could have a material effect on the actual outcome. Such factors include, but are not limited to, general business conditions, fluctuations in exchange rates and interest rates, political developments, the impact of competing products and their pricing, product development, commercialization and technological difficulties, interruptions in supply, and major customer credit losses.

Atlas Copco AB
Atlas Copco AB and its subsidiaries are sometimes referred to as the Atlas Copco Group, the Group or Atlas Copco. Atlas Copco AB is also sometimes referred to as Atlas Copco. Any mentioning of the Board of Directors, the Board or the Directors refers to the Board of Directors of Atlas Copco AB.

Consolidated income statement (condensed)

	3 months ended		6 months ended	
	Jun. 30	Jun. 30	Jun. 30	Jun. 30
MSEK	2022	2021	2022	2021
Revenues	33 111	27 534	63 197	53 555
Cost of sales	-19 392	-15 907	-36 736	-31 092
Gross profit	**13 719**	**11 627**	**26 461**	**22 463**
Marketing expenses	-3 710	-3 002	-7 091	-5 855
Administrative expenses	-1 675	-1 708	-3 242	-3 574
Research and development costs	-1 300	-1 007	-2 486	-1 985
Other operating income and expenses	245	14	386	262
Operating profit	**7 279**	**5 924**	**14 028**	**11 311**
- as a percentage of revenues	*22.0*	*21.5*	*22.2*	*21.1*
Net financial items	26	-52	-52	-96
Profit before tax	**7 305**	**5 872**	**13 976**	**11 215**
- as a percentage of revenues	*22.1*	*21.3*	*22.1*	*20.9*
Income tax expense	-1 627	-1 301	-3 085	-2 527
Profit for the period	**5 678**	**4 571**	**10 891**	**8 688**
Profit attributable to				
- owners of the parent	5 678	4 569	10 891	8 684
- non-controlling interests	-	2	-	4
Basic earnings per share, SEK	**1.17**	**0.94** [1]	**2.24**	**1.78** [1]
Diluted earnings per share, SEK	1.16	0.94 [1]	2.23	1.78 [1]
Basic weighted average number of shares outstanding, millions	4 868.2	4 869.1 [1]	4 870.0	4 867.6 [1]
Diluted weighted average number of shares outstanding, millions	4 874.6	4 879.7 [1]	4 878.2	4 877.9 [1]

Key ratios		
Equity per share, period end, SEK	14	11 [1]
Return on capital employed, 12 month values, %	28	26
Return on equity, 12 month values, %	31	29
Debt/equity ratio, period end, %	31	23
Equity/assets ratio, period end, %	44	45
Number of employees, period end	45 130	41 105

[1] Earnings per share, number of shares, and equity capital per share are adjusted for share split.

Consolidated statement of comprehensive income

	3 months ended		6 months ended	
	Jun. 30	Jun. 30	Jun. 30	Jun. 30
MSEK	2022	2021	2022	2021
Profit for the period	**5 678**	**4 571**	**10 891**	**8 688**
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Remeasurements of defined benefit pension plans	857	315	1 702	1 047
Income tax relating to items that will not be reclassified	-246	-82	-466	-252
	611	**233**	**1 236**	**795**
Items that may be reclassified subsequently to profit or loss				
Translation differences on foreign operations	5 106	-981	6 539	1 958
Hedge of net investments in foreign operations	-520	156	-730	-176
Cash flow hedges	-193	-26	-261	-54
Income tax relating to items that may be reclassified	218	-44	279	58
	4 611	**-895**	**5 827**	**1 786**
Other comprehensive income for the period, net of tax	**5 222**	**-662**	**7 063**	**2 581**
Total comprehensive income for the period	**10 900**	**3 909**	**17 954**	**11 269**
Total comprehensive income attributable to				
- owners of the parent	10 900	3 910	17 954	11 262
- non-controlling interests	-	-1	-	7

Consolidated balance sheet (condensed)

MSEK	Jun. 30, 2022	Jun. 30, 2021	Dec. 31, 2021
Intangible assets	56 807	47 528	50 348
Rental equipment	2 566	2 422	2 342
Other property, plant and equipment	10 498	8 204	8 991
Right-of-use assets	3 470	3 244	3 244
Financial assets and other receivables	2 374	1 668	1 962
Deferred tax assets	1 883	1 536	1 790
Total non-current assets	**77 598**	**64 602**	**68 677**
Inventories	23 609	15 242	17 801
Trade and other receivables	36 600	29 682	30 363
Other financial assets	1 016	624	847
Cash and cash equivalents	10 419	13 720	18 990
Assets classified as held for sale	1	5	5
Total current assets	**71 645**	**59 273**	**68 006**
TOTAL ASSETS	**149 243**	**123 875**	**136 683**
Equity attributable to owners of the parent	65 845	55 713	67 633
Non-controlling interests	1	17	1
TOTAL EQUITY	**65 846**	**55 730**	**67 634**
Borrowings	21 833	21 904	20 893
Post-employment benefits	1 977	2 564	3 114
Other liabilities and provisions	1 673	1 879	2 014
Deferred tax liabilities	2 579	1 987	2 225
Total non-current liabilities	**28 062**	**28 334**	**28 246**
Borrowings	8 062	2 952	3 981
Trade payables and other liabilities	45 528	35 015	35 196
Provisions	1 745	1 844	1 626
Total current liabilities	**55 335**	**39 811**	**40 803**
TOTAL EQUITY AND LIABILITIES	**149 243**	**123 875**	**136 683**

Fair value of derivatives, cash equivalents and borrowings

The carrying value and fair value of the Group's outstanding derivatives, liquidity funds and borrowings are shown in the tables below. The fair values of bonds are based on level 1 and the fair values of derivatives, liquidity funds and other loans are based on level 2 in the fair value hierarchy. Compared to 2021, no transfers have been made between different levels in the fair value hierarchy for derivatives and borrowings and no significant changes have been made to valuation techniques, inputs or assumptions. Liquidity funds, reported under cash equivalents, are according to IFRS 9 classified at fair value through profit and loss. For further information, see note 27 in the Annual Report 2021. http://www.atlascopco.com/ir

Financial instruments recorded at fair value

MSEK	Jun. 30, 2022	Dec. 31, 2021
Non-current assets and liabilities		
Assets	29	37
Liabilities	-	-
Current assets and liabilities		
Assets	696	1 163
Liabilities	537	222

Carrying value and fair value of borrowings

MSEK	Jun. 30, 2022	Jun. 30, 2022	Dec. 31, 2021	Dec. 31, 2021
	Carrying value	Fair value	Carrying value	Fair value
Bonds	17 186	15 375	13 278	13 528
Other loans	9 115	8 916	8 247	8 282
Lease liability	3 594	3 594	3 349	3 349
	29 895	**27 885**	**24 874**	**25 159**

Consolidated statement of changes in equity (condensed)

MSEK	Equity attributable to owners of the parent	Equity attributable to non-controlling interests	Total equity
Opening balance, January 1, 2022	**67 633**	**1**	**67 634**
Changes in equity for the period			
Total comprehensive income for the period	17 954	-	17 954
Dividend	-9 255	-	-9 255
Redemption of shares	-9 732	-	-9 732
Acquisition and divestment of own shares	-773	-	-773
Share-based payments, equity settled	18	-	18
Closing balance, June 30, 2022	**65 845**	**1**	**65 846**

MSEK	Equity attributable to owners of the parent	Equity attributable to non-controlling interests	Total equity
Opening balance, January 1, 2021	**53 215**	**319**	**53 534**
Changes in equity for the period			
Total comprehensive income for the period	11 262	7	11 269
Dividend	-8 883	-	-8 883
Change of non-controlling interests	-500	-309	-809
Acquisition and divestment of own shares	776	-	776
Share-based payments, equity settled	-157	-	-157
Closing balance, June 30, 2021	**55 713**	**17**	**55 730**

Consolidated statement of cash flows (condensed)

	April - June		January - June	
MSEK	2022	2021	2022	2021
Cash flows from operating activities				
Operating profit	7 279	5 924	14 028	11 311
Depreciation, amortization and impairment (see below)	1 491	1 338	2 932	2 616
Capital gain/loss and other non-cash items	-125	6	-170	114
Operating cash surplus	**8 645**	**7 268**	**16 790**	**14 041**
Net financial items received/paid	21	-5	-204	133
Taxes paid	-2 060	-2 266	-3 159	-3 332
Pension funding and payment of pension to employees	-83	-71	-165	-146
Change in working capital	-2 301	-345	-5 380	-845
Investments in rental equipment	-208	-128	-398	-233
Sale of rental equipment	36	4	41	25
Net cash from operating activities	**4 050**	**4 457**	**7 525**	**9 643**
Cash flows from investing activities				
Investments in property, plant and equipment	-775	-405	-1 627	-776
Sale of property, plant and equipment	15	9	31	40
Investments in intangible assets	-351	-366	-696	-694
Acquisition of subsidiaries and associated companies	-957	-594	-1 183	-718
Other investments, net	29	-6	25	-543
Net cash from investing activities	**-2 039**	**-1 362**	**-3 450**	**-2 691**
Cash flows from financing activities				
Annual dividends paid	-4 627	-4 442	-4 627	-4 442
Acquisition of non-controlling interest	-	-797	-	-797
Redemption of shares	-9 732	-	-9 732	-
Repurchase and sales of own shares	-523	453	-773	776
Change in interest-bearing liabilities, net	-1 671	850	1 616	-641
Net cash from financing activities	**-16 553**	**-3 936**	**-13 516**	**-5 104**
Net cash flow for the period	**-14 542**	**-841**	**-9 441**	**1 848**
Cash and cash equivalents, beginning of the period	24 183	14 746	18 990	11 655
Exchange differences in cash and cash equivalents	778	-185	870	217
Cash and cash equivalents, end of the period	**10 419**	**13 720**	**10 419**	**13 720**

Depreciation, amortization and impairment				
Rental equipment	*194*	*176*	*380*	*344*
Other property, plant and equipment	*369*	*349*	*725*	*670*
Right-of-use assets	*317*	*281*	*628*	*558*
Intangible assets	*611*	*532*	*1 199*	*1 044*
Total	*1 491*	*1 338*	*2 932*	*2 616*

Calculation of operating cash flow

	April - June		January - June	
MSEK	2022	2021	2022	2021
Net cash flow for the period	**-14 542**	**-841**	**-9 441**	**1 848**
Add back:				
Change in interest-bearing liabilities, net	1 671	-850	-1 616	641
Repurchase and sales of own shares	523	-453	773	-776
Annual dividends paid	4 627	4 442	4 627	4 442
Redemption of shares	9 732	-	9 732	-
Acquisition of non-controlling interest	-	797	-	797
Acquisitions and divestments	957	594	1 183	718
Investments of cash liquidity	-	-	-	547
Currency hedges	96	54	206	-153
Operating cash flow	**3 064**	**3 743**	**5 464**	**8 064**

Revenues by business area

	2020				2021				2022	
MSEK (by quarter)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Compressor Technique	11 588	11 405	11 890	12 446	11 522	12 212	12 792	13 131	13 305	14 291
- of which external	*11 470*	*11 322*	*11 806*	*12 381*	*11 423*	*12 099*	*12 677*	*13 017*	*13 169*	*14 174*
- of which internal	*118*	*83*	*84*	*65*	*99*	*113*	*115*	*114*	*136*	*117*
Vacuum Technique	6 159	6 535	5 928	6 063	6 808	7 220	7 249	7 942	8 179	9 335
- of which external	*6 154*	*6 535*	*5 925*	*6 059*	*6 804*	*7 214*	*7 245*	*7 937*	*8 173*	*9 332*
- of which internal	*5*	*0*	*3*	*4*	*4*	*6*	*4*	*5*	*6*	*3*
Industrial Technique	4 193	3 355	4 221	4 407	4 713	4 880	4 630	5 198	5 083	5 405
- of which external	*4 180*	*3 347*	*4 215*	*4 399*	*4 705*	*4 873*	*4 622*	*5 190*	*5 072*	*5 396*
- of which internal	*13*	*8*	*6*	*8*	*8*	*7*	*8*	*8*	*11*	*9*
Power Technique	3 325	2 930	2 932	2 919	3 121	3 377	3 312	3 424	3 702	4 247
- of which external	*3 294*	*2 898*	*2 903*	*2 899*	*3 089*	*3 348*	*3 280*	*3 389*	*3 672*	*4 209*
- of which internal	*31*	*32*	*29*	*20*	*32*	*29*	*32*	*35*	*30*	*38*
Common Group Items / Eliminations	-167	-123	-122	-97	-143	-155	-159	-162	-183	-167
Atlas Copco Group	**25 098**	**24 102**	**24 849**	**25 738**	**26 021**	**27 534**	**27 824**	**29 533**	**30 086**	**33 111**

Operating profit by business area

	2020				2021				2022	
MSEK (by quarter)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Compressor Technique	2 520	2 444	2 729	2 965	2 730	2 916	3 087	3 141	3 170	3 266
- as a percentage of revenues	*21.7*	*21.4*	*23.0*	*23.8*	*23.7*	*23.9*	*24.1*	*23.9*	*23.8*	*22.9*
Vacuum Technique	1 497	1 278	1 354	1 390	1 695	1 789	1 748	1 834	1 859	2 123
- as a percentage of revenues	*24.3*	*19.6*	*22.8*	*22.9*	*24.9*	*24.8*	*24.1*	*23.1*	*22.7*	*22.7*
Industrial Technique	799	334	513	776	917	981	958	1 120	1 065	1 077
- as a percentage of revenues	*19.1*	*10.0*	*12.2*	*17.6*	*19.5*	*20.1*	*20.7*	*21.5*	*21.0*	*19.9*
Power Technique	473	286	410	425	476	539	548	558	664	807
- as a percentage of revenues	*14.2*	*9.8*	*14.0*	*14.6*	*15.3*	*16.0*	*16.5*	*16.3*	*17.9*	*19.0*
Common Group Items / Eliminations	-165	-453	-246	-183	-431	-301	-341	-405	-9	6
Operating profit	**5 124**	**3 889**	**4 760**	**5 373**	**5 387**	**5 924**	**6 000**	**6 248**	**6 749**	**7 279**
- as a percentage of revenues	*20.4*	*16.1*	*19.2*	*20.9*	*20.7*	*21.5*	*21.6*	*21.2*	*22.4*	*22.0*
Net financial items	-114	-63	-64	-80	-44	-52	-55	2	-78	26
Profit before tax	**5 010**	**3 826**	**4 696**	**5 293**	**5 343**	**5 872**	**5 945**	**6 250**	**6 671**	**7 305**
- as a percentage of revenues	*20.0*	*15.9*	*18.9*	*20.6*	*20.5*	*21.3*	*21.4*	*21.2*	*22.2*	*22.1*

Return on capital employed by business area

	2020				2021				2022	
% (by quarter)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Compressor Technique	80	76	75	79	84	91	94	93	90	86
Vacuum Technique	22	20	19	19	20	23	24	25	25	25
Industrial Technique	31	23	16	13	12	13	15	16	17	17
Power Technique	25	21	19	18	19	23	25	27	29	29
Atlas Copco Group	**29**	**26**	**24**	**23**	**23**	**26**	**27**	**27**	**27**	**28**

Acquisitions and divestments

Date	Acquisitions	Divestments	Business area	Revenues MSEK*	Number of employees*
2022 Jun. 13	Qolibri Inc.		Vacuum Technique	0.6	4
2022 Jun. 8	Associated Compressor Engineers Ltd (ACE)		Compressor Technique		12
2022 Jun. 2	Tekser Endüstriyel Cihazlar Sanayi ve Ticaret A.Ş (Tekser)		Vacuum Technique		8
2022 Jun. 1	CAS Products Ltd (CAS)		Compressor Technique		12
2022 Apr. 5	Pumpenfabrik Wangen GmbH		Power Technique	466	265
2022 Mar. 2	SCB S.r.l.		Compressor Technique	51	16
2022 Jan. 24	Soft2tec GmbH		Industrial Technique	20	38
2022 Jan. 21	HHV Pumps Pvt. Ltd.		Vacuum Technique	53	151
2021 Dec. 28		CMM (part of Perceptron)	Industrial Technique	100	50
2021 Dec. 10	Provac Limited		Vacuum Technique		11
2021 Nov. 9	S.T.E.R.I. srl (STERI)		Compressor Technique		19
2021 Oct. 19	Eugen Theis GmbH		Vacuum Technique		4
2021 Sep. 28	AEP		Compressor Technique		8
2021 Aug. 31	NATEV GmbH		Industrial Technique	5	10
2021 Aug. 5	CPC Pumps International Inc.		Compressor Technique	385	110
2021 Jun. 24	Airflow Compressors & Pneumatics Ltd (Airflow)		Compressor Technique		16
2021 Jun. 14	Compressed Air Systems, Inc. (CAS)		Compressor Technique		30
2021 May 31	ARPUMA regel- und fördertechnische Geräte GmbH		Vacuum Technique	41	14
2021 May 25	Medigas Service & Testing Co. Inc.		Compressor Technique	23	6
2021 May 10	MidState Air Compressor		Compressor Technique		15
2021 May 3	Eco Steam and Heating Solutions (acquisition of majority share)		Power Technique	198	23
2021 Apr. 7	IBVC Vacuum, S.L.U.		Vacuum Technique		10
2021 Mar. 3	Cooper Freer Ltd.		Compressor Technique		18
2021 Jan. 26	DGM SRL		Compressor Technique		21
2021 Jan. 7	Ehrler & Beck GmbH		Vacuum Technique		15
2021 Jan. 5	Kawalek Kompressoren		Compressor Technique		10

*Annual revenues and number of employees at time of acquisition/divestment. No revenues are disclosed for former Atlas Copco distributors.
Due to the relatively small size of most of the acquisitions made in 2022, full disclosure as per IFRS 3 is not given in this interim report.
Disclosure will be given in the annual report 2022. See the annual report for 2021 for disclosure of acquisitions made in 2021.

Parent company

Income statement (condensed)

	April - June		January - June	
MSEK	2022	2021	2022	2021
Administrative expenses	-124	-187	-211	-391
Other operating income and expenses	28	30	52	56
Operating profit/loss	**-96**	**-157**	**-159**	**-335**
Financial income and expenses	18 559	1 548	18 442	1 520
Profit/loss before tax	**18 463**	**1 391**	**18 283**	**1 185**
Income tax	75	49	163	98
Profit/loss for the period	**18 538**	**1 440**	**18 446**	**1 283**

Balance sheet (condensed)

	Jun. 30	Jun. 30	Dec. 31
MSEK	2022	2021	2021
Total non-current assets	171 512	162 231	163 902
Total current assets	2 167	11 803	9 957
TOTAL ASSETS	**173 679**	**174 034**	**173 859**
Total restricted equity	5 785	5 785	5 785
Total non-restricted equity	142 296	139 523	143 591
TOTAL EQUITY	**148 081**	**145 308**	**149 376**
Total provisions	506	877	1 018
Total non-current liabilities	16 400	23 118	22 195
Total current liabilities	8 692	4 731	1 270
TOTAL EQUITY AND LIABILITIES	**173 679**	**174 034**	**173 859**

Assets pledged and contingent liabilities

	Jun. 30	Jun. 30	Dec. 31
MSEK	2022	2021	2021
Assets pledged	202	196	201
Contingent liabilities	3 356	3 268	3 266

Accounting principles

Atlas Copco AB is the ultimate Parent Company of the Atlas Copco Group. The financial statements of Atlas Copco AB have been prepared in accordance with the Swedish Annual Accounts Act and the accounting standard RFR 2, Accounting for Legal Entities. The same accounting principles and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statements. See also accounting principles, page 8.

Parent Company

Distribution of shares
Share capital equaled MSEK 786 (786) at the end of the period, distributed as follows:

Class of share	Shares
A shares	3 357 576 384
B shares	1 560 876 032
Total	4 918 452 416
- of which A shares held by Atlas Copco	*52 427 693*
- of which B shares held by Atlas Copco	-
Total shares outstanding, net of shares held by Atlas Copco	4 866 024 723

During the quarter the share split resolved by the Annual General Meeting on April 26, 2022, whereby each share was divided into four (4) ordinary shares and one (1) redemption share, was concluded. For further information, see www.atlascopcogroup.com/en/investor-relations/atlas-copco-share/redemption-of-shares

Performance-based personnel option plan
The Annual General Meeting 2022 approved a performance-based long-term incentive program. For Group Management and division presidents, the plan requires management's own investment in Atlas Copco shares. The intention is to cover Atlas Copco's obligation under the plan through the repurchase of the company's own shares. For further information, see www.atlascopcogroup.com/agm

Transactions in own shares
Atlas Copco has mandates to acquire and sell own shares as per below:

- Acquisition of not more than 3 000 000 series A shares, whereof a maximum of 2 400 000 may be transferred to personnel stock option holders under the performance-based stock option plan 2022.
- Acquisition of not more than 15 000 series A shares to hedge the obligation of the company to pay remuneration to board members who have chosen to receive 50% of the remuneration in synthetic shares.
- The sale of not more than 15 000 series A shares to cover costs related to previously issued synthetic shares to board members.
- The sale of a maximum 8 800 000 series A shares currently held by the company, for the purpose of covering costs of fulfilling obligations related to the option plans 2016, 2017, 2018 and 2019.
- The shares may only be acquired or sold on NASDAQ Stockholm at a price within the registered price interval at any given time.

During the first six month 2022, 1 606 878 series A shares, net, were acquired. These transactions are in accordance with mandates granted. The company's holding of own shares at the end of the period appears in the table to the left.

Risks and factors of uncertainty
Financial risks
Atlas Copco AB is subject to currency risks, funding risks, interest rate risks, tax risks, and other financial risks. In line with the overall goals with respect to growth, return on capital, and protecting creditors, Atlas Copco has adopted a policy to control the financial risks to which Atlas Copco AB and the Group is exposed. A financial risk management committee meets regularly to manage and follow up financial risks, in line with the policy.

For further information, see the Annual Report 2021.

Related parties
There have been no significant changes in the relationships or transactions with related parties for the Group or Parent Company compared with the information given in the Annual Report 2021.

This is Atlas Copco
The Atlas Copco Group is a world-leading provider of sustainable productivity solutions, demanded by all types of industries, enabling everything from industrial automation to reliable medical air solutions. The Group offers innovative compressors, air treatment systems, vacuum solutions, industrial power tools and assembly systems, machine vision, and power and flow solutions. Atlas Copco develops products and services focused on productivity, energy efficiency, safety and ergonomics, supported by insights from connected products. The company was founded in 1873, is based in Nacka, Sweden, and has a global reach spanning more than 180 countries. In 2021, Atlas Copco had revenues of BSEK 111 and about 43 000 employees at year end.

Business areas
Atlas Copco has four business areas. The business areas are responsible for developing their respective operations by implementing and following up on strategies and objectives to achieve sustainable, profitable growth.

The **Compressor Technique** business area provides compressed air solutions; industrial compressors, gas and process compressors and expanders, air and gas treatment equipment, and air management systems. The business area has a global service network and innovates for sustainable productivity in the manufacturing and process industries. Principal product development and manufacturing units are located in Belgium, the United States, China, India, Germany, and Italy.

The **Vacuum Technique** business area provides vacuum products, exhaust management systems, valves and related products. The main markets served are semiconductor and scientific instruments as well as a wide range of industrial segments including chemical process industries, food packaging and paper handling. The business area has a global service network and innovates for sustainable productivity in order to further improve its customers' performance. Principal product development and manufacturing units are located in the United States, Mexico, United Kingdom, Czech Republic, Germany, South Korea, China, and Japan.

The **Industrial Technique** business area provides industrial power tools, assembly and machine vision solutions, quality assurance products, software, and service through a global network. The business area innovates for sustainable productivity for customers in the automotive and general industries. Principal product development and manufacturing units are located in Sweden, Germany, Hungary, United Kingdom, France, the United States, China, and Japan.

The **Power Technique** business area provides air, power and flow solutions through products such as mobile compressors, pumps, light towers and generators, along with a number of complementary products. It also offers specialty rental and provides services through a dedicated, global network. Power Technique provides sustainable productivity solutions across multiple industries, including construction, manufacturing, oil and gas, and exploration drilling. Principal product development and manufacturing units are located in Belgium, Spain, the United States, China, and India.

Vision, mission and strategy
The Atlas Copco Group's vision is to become and remain First in Mind—First in Choice of its customers and other principal stakeholders. The mission is to achieve sustainable, profitable growth. Sustainability plays an important role in Atlas Copco's vision and it is an integral aspect of the Group's mission. An integrated sustainability strategy, backed by ambitious goals, helps the company deliver greater value to all its stakeholders in a way that is economically, environmentally and socially responsible.

For further information

- Analysts and investors
  Daniel Althoff, Vice President Investor Relations
  Mobile: +46 768 99 95 97
  ir@atlascopco.com

- Media
  Amanda Billner, Media Relations Manager
  Mobile: +46 735 82 56 70
  media@atlascopco.com

Conference call
A presentation for investors, analysts and media will be held on July 19, 2022, at 13:00 CEST.

The dial-in numbers are:

- Sweden: +46 8 505 163 86
- United Kingdom: +44 20 319 848 84
- United States: +1 412 317 6300

Pin: 3757772#

The conference call will be broadcasted live on the web.
Please see our website:
http://www.atlascopcogroup.com/investor-relations
for the webcast link and presentation material.

Third-quarter report 2022
The Q3 2022 report will be published on October 19, 2022 around 12:00 CEST. The conference call will be held at 14:00 CEST.
Silent period starts September 19, 2022.

Capital Markets Day 2022
Atlas Copco will host its Capital Markets Day on November 17, 2022, in Stockholm, Sweden. Instructions on how to register and more detailed information will be distributed prior to the event.

Fourth-quarter report 2022
The Q4 2022 report will be published on January 26, 2023.
Silent period starts December 27, 2022.

This information is information that Atlas Copco AB is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the contact person set out above, at 12:00 CEST on July 19, 2022.

The Board of Directors and President declare that the interim report gives a fair view of the business development, financial position and result of operation of the Parent Company and the consolidated Group and describes significant risks and uncertainties that the parent company and its subsidiaries are facing.

Nacka, July 19, 2022
Atlas Copco AB

Hans Stråberg *Board member* *Chair*	Staffan Bohman *Board member*	Johan Forssell *Board member*	Anna Ohlsson-Leijon *Board member*
Heléne Mellquist *Board member*	Mats Rahmström *Board member* *President and CEO*	Gordon Riske *Board member*	Peter Wallenberg Jr *Board member*
	Mikael Bergstedt *Board member* *Union representative*	Benny Larsson *Board member* *Union representative*	

Auditors' Review Report
Atlas Copco AB (publ), Corp. Reg. No. 556014-2720

Introduction
We have reviewed this interim report for Atlas Copco AB (publ.) as per June 30, 2022, and the six-month period then ended. The Board of Directors and the President are responsible for the preparation and presentation of this interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Approach and scope of the review
We conducted our review in accordance with the International Standard on Review Engagements, ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA) and other generally accepted auditing practices.

The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion based on a review does not give the same level of assurance as a conclusion based on an audit.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Annual Accounts Act for the Group, and in accordance with the Annual Accounts Act for the Parent Company.

Stockholm, July 19, 2022
Ernst & Young AB

Erik Sandström
Authorized Public Accountant