

**STRONG REVENUE GROWTH IN Q4 OF 29% & ORGANIC GROWTH OF 4%
LAUNCH OF FIRST FULLY INTEGRATED IOT PRODUCT.
MAJOR ACQUISITION IN SWEDEN**

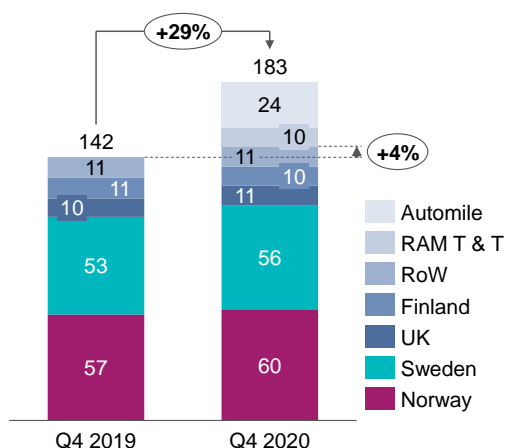
Q4 2020

- Revenue of 182,6 (142,1) MNOK in the fourth quarter, representing growth of 29% from Q4 2019
- Adjusted EBITDA of 69,7 (58,4) MNOK, impacted by RAM and Automile margins
- Abax acquired 100% of the shares in Automile, a Swedish company within the telematics industry.

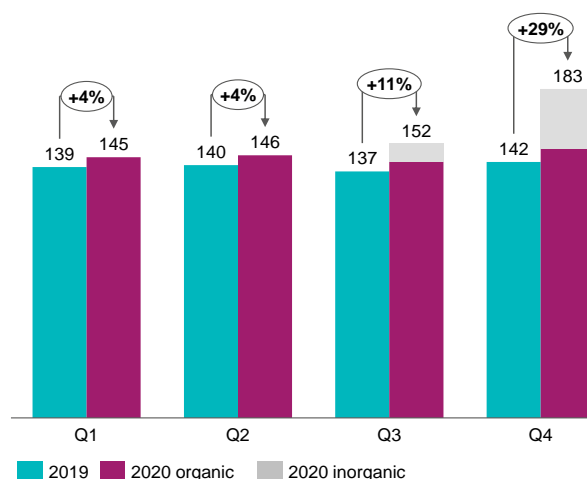
FULL YEAR 2020

- Revenue during full year 2020 of 624,7 (558,3) MNOK, a growth of 12% year over year
- Adjusted EBITDA of 270,4 (229,9) MNOK, a growth of 18% year over year

Q4, Pro – Forma Revenue, MNOK



Pro - Forma Revenue, MNOK



KEY FIGURES

MNOK	Q4 2020	Q4 2019	Full year 2020	Full year 2019
Revenue	182,6	142,1	624,7	558,4
Adjusted EBITDA	69,7	58,4	270,4	229,9
Adjusted EBITDA-margin	38 %	41 %	43 %	41 %

Abax constitutes the operating entities under Abax Group AS. All figures in () refer to the comparable figures from previous year. The pro-forma for the full year 2020 and 2019 includes Revenue Recognition Change. All figures are shown under IFRS

ABOUT ABAX

ABAX is the second-largest telematics company and one of the largest IoT companies in Europe. Telematics is the art of connecting mobile and distributed assets and is one of the fastest-growing IoT segments. We develop our own line of hardware, firmware and software; tied together in an open platform, that allows other sensors to connect and collect data through the ABAX Global Network.

ABAX provides an innovative end-to-end platform to support digitalisation and automation for our customers. Hosted and born in the cloud, we are always available.

Innovation, sustainability and enthusiasm are at the core of the experience our customers have with ABAX. ABAX solutions continually help our customers run their businesses smarter and healthier, making it easy for them to improve efficiency, comply with legislation, and increase profitability.

ABAX is at the forefront of telematics, with a proven track record of attracting happy and innovative customers. We have a fast-growing customer base of 35,000, and more than 350,000 subscriptions within our IoT Network.

FOURTH QUARTER OPERATIONS UPDATE

Fourth quarter was a landmark quarter for Abax, with the launch of two main strategic initiatives.

The first was a market launch of Abax Access, a fully integrated plug and play IoT service, where we extend our market opportunity to all sorts of mobile assets and not only vehicles and machines. From the limited launch in October, to the end of the year, we saw Abax Access taking 30% of new sales volume. Abax Access is a key service, as we expect the first fully integrated multiservice IoT solution for SME markets be instrumental to further increase average spend and value in our growing subscription base.

The second key Q4 launch was the partnership with Zego Insurance. This gives an opportunity for existing and new Abax customers to connect their Abax Fleet Management Solution with insurance as a service. In just 3 months of the launch, the Abax subscriber base has increased by 3,000 subscribers as a result of this partnership. These multiservice customers should mean less churn, and higher revenue per subscription.

We also completed the acquisition of Automile, headquartered in Sweden. Automile was number 2 after Abax in Sweden, and the acquisition cements our clear leadership position in the Swedish market. The second strategic reason behind the acquisition was to launch a strengthened digital offering to the smaller 1-5 employee companies across our 9 geographies. Including Automile, Abax Group now has well over 350.000 active and paying subscribers, concentrated in Northern Europe. Automile also opens a wider geography expansion for us, with a substantial US presence.

Some of our markets, UK and Benelux had severe lockdowns during the quarter, but the sales resilience and strength in our offerings still gave us increasing growth rates in these geographies.



Morten Strand, CEO

FOURTH QUARTER FINANCIAL HIGHLIGHTS

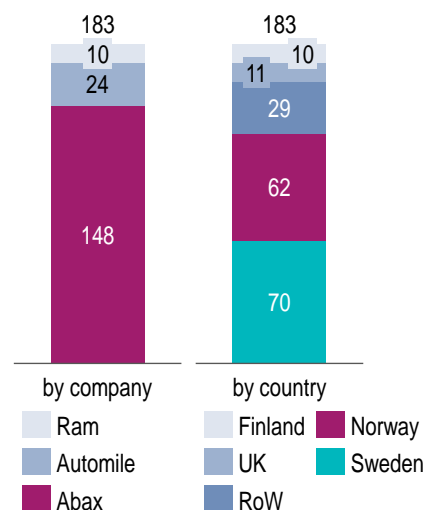
Revenue in the fourth quarter amounted to 182,6 (142,1) MNOK, representing growth of 29% from Q4 2019. Revenue for Abax Core excluding the impact of acquisitions (RAM T & T, and Automile) shows a growth of 4% for the same time-period.

Adjusted EBITDA in the fourth quarter amounted to 69,7 (58,5) MNOK resulting in an adjusted EBITDA margin of 38% (41)%. The short-term decrease in adjusted EBITDA arises from different capitalisation methodologies, which are now being standardised under the Abax Group.

Employee related expenses and other operating expenses amounted to 105,1 (76,7) MNOK, corresponding to an increase of 37%, resulting from the Abax Group growing through acquisition. The number of fulltime employees rose to 344 at the end of the fourth quarter, an increase of 17,8% from the comparable figure last year.

Depreciation and amortization amounted to 124,6 (45,5) MNOK. The increase in R&D amortization results from the alignment of amortization policies with those expected by Oslo Børs Exchange.

Q4, Pro – Forma Revenue, MNOK



COVID-19 IMPLICATIONS ON THE BUSINESS

Whilst it is still too early to predict the effect of COVID-19 on the wider economy, Abax continues to support its customers with connectivity of assets to their businesses and increasing their ROI in these uncertain times.

The Abax leadership team continues to hold weekly meetings and monitor the various initiatives to keep the business focused on meeting the needs of our customers during this difficult time.

Abax customer segments have little or no exposure to industries that have been severely impacted by the current COVID pandemic.

LIQUID FUNDS AND CASH CONVERSION

By the end of December, Abax's cash amounted to 144 MNOK. Additionally, Abax has a non-utilized credit facility amounting to 50 MNOK.

Abax's strong cash conversion is driven by the payment frequencies of subscription fees, ranging from monthly/quarterly and yearly in advance, off-set by investments in capital expenditures and capitalized R&D.

LEVERAGE

By the end of the fourth quarter the leverage amounted to 3,2 x LTM Q4-20 EBITDA. The leverage is calculated according to the table on the righthand side. This calculation is in line with the definitions agreed in the existing bond terms.

Leverage calculation, MNOK

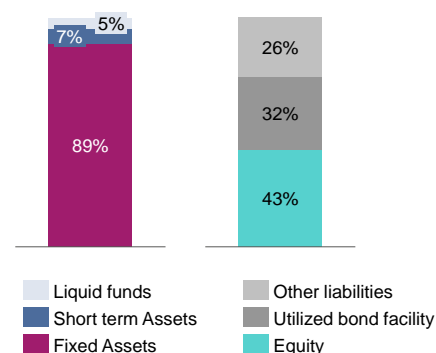
Interest bearing debt	1000
Cash	-144
Net debt	856
Pro forma LTM EBITDA	270
Leverage (Net debt/EBITDA)	3,2x

BALANCE SHEET

Abax's fixed assets amount to 89% of which 82% refer to intangible assets subject to impairment tests. Management believes that these assets provide for a solid foundation to drive future profitability and growth.

The external interest-bearing loans amounted to 1,136 MNOK of which 1,000 MNOK refers to utilized bond facility and 136 MNOK refers to financial lease liability with regards to IFRS 16.

Balance Sheet



PRODUCTS AND TECHNOLOGY

As the fastest growing Telematics company in Europe, Abax is in a unique position to become the central IoT platform provider within the Fleet Management space. Already with over 350K devices powering the Abax Global Network (Bluetooth Enabled), the Abax Open IoT Platform will provide access to millions of connected devices & sensors in Vehicles, Machines, Tools - in fact any sensor of interest to seamlessly and effortlessly run your business.

On top of that, the Abax Open IoT Platform will provide data to power a suite of add on services through our partners in Insurance & Leasing as well as the Abax After-sales Portal for Dealers. All of which give Abax even more revenue streams to nurture.

CUSTOMERS

Abax customer base mainly consists of small and medium-sized enterprises (SME) with the potential for multiple services, but that currently primarily use one of Abax' services. The SME customers are loyal, with an average lifetime of approximately 6 years.

There is also a significant mid-level segment, with 20-80 vehicles contracted to Abax but with an upsell potential of as many, if not more, machines and other assets. The base also includes key accounts, often using more than one service. In Norway and Sweden in particular, these key accounts include significant market leaders.

SUSTAINABILITY

Abax was born along the south-western coastal city of Larvik, Norway where we still have our headquarters. Surrounded by unique fjords and forests, it's no wonder we believe that businesses have a part to play in protecting the environment in which they operate.

Our approach is linked to helping Norway reach its sustainability goals as well as being a sustainably viable business in our own right.

Abax's sustainability initiatives can be found at www.abax.com under the Corporate Social Responsibility.



MARKET

Abax is well positioned to leverage on a growing and fragmented marketplace. Abax benefits from being present in some of the most mature European markets such as the Nordics, UK and Benelux. Growth for Abax in those markets is aided by the large awareness of Internet of Things (IOT) and connectivity amongst its customers, and the value, short pay-back time, and benefits Abax provides to those customers.

RISKS

The operations of Abax Group are exposed to a number of financial risks such as market risks (currency risk and interest risk), credit risk and liquidity risk. The group aims to minimize potential adverse effects of these risks on the group's financial results.

The group's exposure to currency risk consists primarily of transactions taking place in foreign currencies between subsidiaries of Abax. The company does not use derivative instruments in order to reduce currency risks at present.

Since Abax Group AS in June 2020 issued a senior secured bond for a total amount of 1,000 MNOK, the company is exposed to interest rate trends. The bond terms give the investors a yield of NIBOR 3M + 6.15%. In order to reduce that exposure Abax Group AS has entered into an Interest Rate Hedge Transaction with SEB.

For a more detailed description of the risks mentioned above and other risks and uncertainties, please refer to the Investor presentation.

Transactions with related parties

Abax Group AS is the senior operating company in the group. Closely-related parties consist of all subsidiaries and senior executives in the group and their closely-related parties. Transactions take place on market terms. The extent and nature of transactions with related parties in the period is consistent with previous year's transactions with related parties, as described in the 2019 annual report.

This interim report has not been subject to external audit.

Larvik, 25 February 2021



Morten Strand – CEO



David Norton - CFO

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS

Amounts in NOK thousand	Q4 2020	Q4 2019	01.01.20- 31.12.20	01.01.19 -31.12.19
REVENUE	153 202	129 991	512 061	529 960
OPERATING EXPENSES				
Cost of hardware and services	14 794	20 518	50 899	74 283
Employee benefit expenses	70 552	56 265	214 566	211 222
Other operating expenses	35 167	30 610	99 289	90 551
Impairment loss on trade and other receivables			12 465	9 328
Depreciation			36 207	26 674
Amortisation	124 634	45 548	210 709	146 018
Losses from divestment			-	21 066
OPERATING LOSS	(91 945)	(22 949)	(112 074)	(49 182)
FINANCIAL ITEMS				
TOTAL NET FINANCIAL ITEMS	(23 264)	(13 832)	(65 767)	(42 130)
LOSS BEFORE TAX	(115 209)	(36 781)	(177 841)	(91 312)
Income tax income	36 012	31 417	36 043	31 410
LOSS FOR THE PERIOD	(79 197)	(5 364)	(141 798)	(59 903)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q4 2020	Q4 2019	01.01.20- 31.12.20	01.01.19 -31.12.19
Profit/loss (-) for the period	(79 197)	(5 364)	(141 798)	(59 903)
TOTAL ITEMS THAT MAY BE RECLASSIFIED TO PROFIT OR LOSS	(14 525)	(797)	(58 100)	(3 187)
OTHER COMPREHENSIVE INCOME, NET OF TAX	(14 525)	(797)	(58 100)	(3 187)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	(93 722)	(6 161)	(199 899)	(63 090)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in NOK thousand	31.12.2020	31.12.2019
NON-CURRENT ASSETS		
Property, plant and equipment	194 277	129 337
Intangible assets and goodwill	2 591 801	1 976 791
Deferred tax assets	18 535	18 535
Other investments, including derivatives	500	866
Non-current interest-bearing receivables	6 568	1 289
TOTAL NON-CURRENT ASSETS	2 811 681	2 126 819
CURRENT ASSETS		
Inventories	25 190	8 594
Current tax assets	4 209	5 274
Trade and other receivables	133 084	140 977
Contract assets	53 998	102 044
Cash and cash equivalents	143 955	46 560
TOTAL CURRENT ASSETS	360 435	303 449
TOTAL ASSETS	3 172 116	2 430 268
EQUITY		
Share capital	42 959	14 320
Share premium	1 817 821	1 417 506
Retained earnings	(473 952)	(304 379)
Other reserves	(35 000)	(4 674)
TOTAL EQUITY	1 351 828	1 122 773
CURRENT LIABILITIES		
Trade and other payables	205 631	161 426
Contract liabilities	120 178	100 024
Current tax liabilities	6 125	902
Loans and borrowings	113 558	107 190
TOTAL CURRENT LIABILITIES	445 492	369 542
NON-CURRENT LIABILITIES		
Loans and borrowings	1 086 585	636 116
Deferred tax liabilities	270 930	283 965
Other non-current liabilities, not interest bearing	17 282	17 872
TOTAL NON-CURRENT LIABILITIES	1 374 796	937 952
TOTAL LIABILITIES	1 820 288	1 307 495
TOTAL EQUITY AND LIABILITIES	3 172 116	2 430 268

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	01.01.20	01.01.19
Amounts in NOK thousand	-31.12.20	-31.12.19
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for period	(141 798)	(59 903)
Adjustments for:		
- Depreciation	36 207	26 674
- Amortization	210 709	146 018
- Loss on sales of intangible assets	-	21 066
- Net finance costs	65 767	42 130
- Tax expense	(36 043)	(31 410)
Cash inflows before changes in working capital, interest and tax	134 842	144 575
Changes in:		
- Inventories	4 394	5 432
- Trade and other receivables	34 619	15 266
- Trade and other payables	(42 242)	1 674
- Contract assets/liabilities	68 755	13 969
- Other movements	4 633	(3 073)
Cash outflows before interest and tax	205 002	177 844
Interest paid	(50 806)	(40 792)
Income taxes paid	(3 460)	(5 728)
NET CASH USED IN OPERATING ACTIVITIES	150 736	131 324
CASH FLOWS FROM INVESTING ACTIVITIES		
Aquisition of property plant and equipment, and intangible assets	(105 067)	(64 329)
Aquisition of RAM	(37 741)	-
Aquisition of Automile	(523 717)	-
Proceeds from sale of property, plant and equipment	-	50
Proceeds from sale of intangible assets	-	17 376
Currency effect of cash and cash equivalents	(8 749)	-
NET CASH USED IN INVESTING ACTIVITIES	(675 274)	(46 902)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	151 350	-
Proceeds from loans from group companies	300	-
Proceeds from loans and borrowings	1 051 300	-
Repayment of short term debt	-	(12 500)
Repayment of borrowings	(625 300)	(33 829)
Payment of lease liabilities	(28 927)	(22 986)
NET CASH FROM FINANCING ACTIVITIES	548 723	(69 315)
NET INCREASE/DECREASE (-) IN CASH AND CASH-EQUIVALENTS	24 185	15 106
Cash and cash-equivalents at 1 January	46 560	31 455
Cash from acquisition	73 210	-
CASH AND CASH-EQUIVALENTS AT 31 DECEMBER	143 955	46 560

CONDENSED STATEMENT OF CHANGES IN EQUITY

Year 2019	Attributable to shareholders of ABAX Group AS					
	Share capital	Share premium	Total paid-in capital	Retained earnings	Translation reserve	Total equity
Amounts in NOK thousand						
Ingoing balance 1 January 2019 as previously reported	14 320,0	1 417 649,0	1 431 969,0	-190 134,0	-1 487,0	1 240 348,0
Impact of correction of errors	-	-	0	(41 543)		(41 543)
Restated balance at 1 January 2019	14 320	1 417 649	1 431 969	(231 677)	(1 487)	1 198 805
Total comprehensive income for the period 01.01.19 - 31.12.19						
Loss for the period				(59 903)		(59 903)
Other comprehensive income for the period					(3 187)	(3 187)
				(59 903)	(3 187)	(63 090)
Transactions with owners of the Company						
Capital decrease						-
Group contribution from ABAX Invest AS				1 408		1 408
Group contribution to ABAX Midco AS				(14 350)		(14 350)
Reclassification		(143)	(143)	143		-
	-	(143)	(143)	(12 799)	-	(12 942)
Balance as of 31 December 2019	14 320	1 417 506	1 431 826	(304 379)	(4 674)	1 122 773

Year 2020	Attributable to shareholders of ABAX Group AS					
	Share capital	Share premium	Total paid-in capital	Retained earnings	Translation reserve	Total equity
Amounts in NOK thousand						
Ingoing balance 1 January 2020	14 320	1 417 506	1 431 826	(304 379)	(4 674)	1 122 773
Total comprehensive income for the period 01.01.20 - 31.12.20						
Loss for the period				(141 798)		(141 798)
Other comprehensive income for the period					(58 100)	(58 100)
				(141 798)	(58 100)	(199 899)
Transactions with owners of the Company						
Capital decrease	28 639	400 315	428 954			428 954
Other changes			-			-
	28 639	400 315	428 954	-	-	428 954
Balance as of 31 December 2020	42 959	1 817 821	1 860 780	(446 178)	(62 774)	1 351 828

Note 1: General information

Abax Group AS ("the Company") and its subsidiaries (together "the Group") has its headquarters and registered office at Hammergata 24, 3264 Larvik, Norway.

The interim condensed consolidated financial statements for the fourth quarter 2020, ending 31 December 2020, were prepared in accordance with IAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's 2019 annual report.

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2019 prepared under IFRS.

On the 4th of January 2021, the company listed its bond on the Oslo Børs Exchange, as a result these statements are now prepared under IFRS.

Note 2: Business combinations

During 2020 the Group had two business combinations, as described below.

RAM Belgium and RAM Netherlands

3 August 2020 the Group completed the acquisition of 100% of the shares in the RAM track-and-trace business; RAM Track & Trace (Netherlands) B.V and RAM Mobile Data (Belgium) BVBA (hereafter called RAM). The shares were acquired from RAM MOBILE DATA (Netherlands) B.V. EUR 3.5 million were settled by cash and the remaining with an earnout agreement.

The acquired companies owns a self-developed mobility platform consisting of propriety software combined with specific hardware and network configurations for tracking people, vehicles and equipment and provides a variety of mobility solutions to customers in Belgium and Netherlands under the name "RAM Track-and Trace".

The amounts recognized at the date of acquisitions in respect of identifiable assets acquired and liabilities assumed are set out in the table below. The items are translated to the presentation currency at transaction date.

Amounts in NOK thousand	RAM
Purchase consideration	
Cash consideration	37 741
Ordinary shares issued	17 253
Total purchase consideration	54 993
Customer relationship, Technology and Trademark	26 963
Other non-current assets	307
Current assets	9 873
Cash and cash equivalents	1 107
Deferred tax liability	(7 624)
Trade payables and other current liabilities	(10 151)
Total net identifiable assets acquired at fair value	20 475
Consideration	54 993
Goodwill	34 518
Net cash outflow arising on acquisition	
Cash consideration	37 741
Less:	
Cash and cash equivalent balances acquired	(1 107)
Net cash outflow arising on acquisition	36 633

Goodwill from the acquisitions of RAM are attributable to geographical presence, technical expertise and synergies. Goodwill in the acquisition of RAM are all allocated to Abax Group level.

Acquisition costs of 1.7 MNOK arose as a result of the transaction. These have been recognized as part of other operating expenses in the statement of comprehensive income.

Automile Group

19 October 2020 the Group completed the acquisition of 100% of the shares in Automile Holding AB (Automile), previously held by a group of investors. The fair value of the agreed purchase price is USD 87 million or NOK 801,3 million. USD 56.4 million were settled by cash and the remaining were settled by issuance of shares in Abax Invest AS, creating an intercompany transaction between Abax Invest AS and Abax Group AS that were immediately converted to equity in Abax Group AS.

Automile is a leading Nordic SaaS telematics and IoT company having offices in Sweden, Norway, and the US. Trusted with over 10,000 businesses and 87,000 subscribers Automile offers fleet tracking, mileage logging, fleet management, and asset tracking services to small- medium and large businesses.

The amounts recognized at the date of acquisitions in respect of identifiable assets acquired and liabilities assumed are set out in the table below. The items are translated to the presentation currency at transaction date.

Amounts in NOK thousand	Automile
Purchase consideration	
Cash consideration	523 717
Ordinary shares issued	277 604
Total purchase consideration	801 321
Customer relationship, Technology and Trademark	172 123
Other non-current assets	27 934
Current assets	40 753
Cash and cash equivalents	72 103
Deferred tax liability	(36 793)
Trade payables and other current liabilities	(67 951)
Total net identifiable assets acquired at fair value	208 169
Consideration	801 321
Goodwill	593 152
Net cash outflow arising on acquisition	
Cash consideration	523 717
Less:	
Cash and cash equivalent balances acquired	(72 103)
Net cash outflow arising on acquisition	451 614

Goodwill from the acquisitions of Automile are attributable to geographical presence, technical expertise and synergies. Goodwill in the acquisition of Automile are all allocated to Abax Group level.

Acquisition costs of 10.4 MNOK arose as a result of the transaction. These have been recognized as part of other operating expenses in the statement of comprehensive income.

Note 3: Segment reporting

The group recognizes only a single segment in accordance with the definition of operating segment in IFRS 8. The starting point for identifying operating segments on which separate information can be provided are the internal reports to and monitoring by the group management. The group management monitors operating income for the entire business as one operating segment.

APPENDIX

The following information does not form part of the interim condensed consolidated financial statements, and is only for supplemental information purposes, to aid in the transition from previously reported quarterly reports under NGAAP to reporting under IFRS

FY 2020 BRIDGE – TO ADJUSTED FINANCIAL STATEMENTS

MNOK	Full year 2020		Full year 2020		Full year 2020		Full year 2020	
	FS (NGAAP)	IFRS adjust.	FS (IFRS)	Revenue recognition adjust.	FS after revenue recognition adjust.	NRI adjust.	Adjusted FS	
Revenue	512		512	105	618	7	625	
Cost of goods sold	- 51	-	51	-	51	-	51	
Gross Profit	461	-	461	105	567	7	574	
Gross margin	90 %		90 %		92 %		92 %	
Payroll expenses	- 215	-	215	8	223	-	223	
Other operating expenses	- 145	34	112	-	112	31	80	
EBITDA	101	34	135	97	232	39	270	
EBITDA margin	20 %		26 %		38 %		43 %	

FY 2019 BRIDGE– TO ADJUSTED FINANCIAL STATEMENTS

MNOK	Full year 2019		Full year 2019		Full year 2019		Full year 2019	
	FS (NGAAP)	IFRS adjust.	FS (IFRS)	Revenue recognition adjust.	FS after revenue recognition adjust.	NRI adjust.	Adjusted FS	
Revenue	530		530	19	549	9	558	
Cost of goods sold	- 74	-	74	42	32	2	30	
Gross Profit	456	-	456	61	517	11	528	
Gross margin	86 %		86 %		94 %		95 %	
Payroll expenses	- 211	-	211	6	217	6	211	
Other operating expenses	- 126	26	100	-	100	12	87	
EBITDA	119	26	145	56	200	30	230	
EBITDA margin	22 %		27 %		36 %		41 %	

Non-Recurring items relating to:

MNOK	Q4 2020	Q4 2019	Full year 2020	Full year 2019
Restructuring exceptional cost (Payroll)		3		6
Advisory and legal fees (other operating expenses)	3	6	20	12
Cost related to closure of operations in China (COGS)		2		2
Audit of historical contracts, impact on fiscal year 2019 (Revenue)		9		9
Change of revenue recognition principles in Automile (Revenue)	7		7	
Advisory fees mergers and acquisitions (other operating expenses)	5		10	
Nordic Bond cost (other operating expenses)	1		1	
Total non-recurring items	16	19	39	30