

Philips Q3 earnings boosted by virus healthcare demand

October 19 2020



Philips has diversified out of its traditional electrical appliances business into health

Dutch firm Philips said Monday its third quarter net profit rose sharply as its health arm got a boost from demand driven by the coronavirus pandemic.

Net profit for the three months to September jumped more than 63

percent from a year earlier to 340 million euros (\$400 million) while sales were up 10 percent at five billion euros, said the company which has diversified out of its traditional electrical appliances business into health.

"I am pleased that, under challenging circumstances, we have been able to execute our plans and return to growth and improved profitability," CEO Frans van Houten said in a statement.

Van Houten highlighted the progress made by the medical division.

"It is clear that the Covid-19 pandemic is far from over, and our teams remain fully focused on delivering against our triple duty of care—meeting critical customer needs, safeguarding the health and safety of our employees, and ensuring business continuity," he said.

Investors welcomed the figures and an accompanying upgrade to its 2021-25 sales forecast, pushing the shares up nearly four percent in early trade on the Amsterdam stock market.

© 2020 AFP

Citation: Philips Q3 earnings boosted by virus healthcare demand (2020, October 19) retrieved 16 April 2024 from

<https://techxplore.com/news/2020-10-philips-q3-boosted-virus-healthcare.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.