

Stockholm, 12<sup>th</sup> November, 2015

**GRIPEN OIL & GAS AB (publ)**  
**Q3 2015 FINANCIAL & OPERATIONAL REPORT**

Gripen Oil & Gas AB (publ), (Gripen), focussed on exploring for and producing oil and gas in Sweden, announces an operational and unaudited financial update for the third quarter ending 30<sup>th</sup> of September 2015.

**FINANCIAL SUMMARY**

- The Group has no revenue to report during the third quarter and first nine months of 2015, result after tax for the Gripen Group's third quarter amounted to SEK -0.4 million (-1.1 million) with a result per share of -0.004 (-0.01).
- Result after tax for Gripen Group's first nine months 2015 amounted to SEK -2.3 million (-3.2) with a result per share for the period of -0,02 (-0,03).
- Approximately SEK 1.3 million (6.2) in cash at the end of September 2015.
- The expenditure rate of the Group has been reduced significantly during the second and third quarter 2015.

**OPERATIONAL SUMMARY**

Despite small surges at the beginning of September and October the oil price has kept at a low level during the third quarter. In addition, low demand and abundant supplies of gas have furthered weakened the gas price in the northern Europe. The market conditions continue to make it difficult for all exploration and production companies to operate. These depressed oil and gas prices have meant the company has minimised the investment in Östergötland and Gotland.

The activities on the project sites during the latest quarter on our operated gas assets in Östergötland have been very limited. On Gotland two reports were prepared on the reservoir geology of the Klasen Limestone and seismic facies. This work shows that reservoir quality may extend away from existing known 'reefs'.

In October, My Simonsson resigned as chairman for personal reasons. The company would like to record their thanks to My Simonsson for her contribution to the company. Sven-Erik Zachrisson was appointed interim Chairman until the next AGM.

Gripen still await the decision, from the Lithuanian authorities, to award the application for 4 offshore licence areas.

The board and management are continuously assessing new business opportunities and different alternatives for the Group going forward.

## **AUDITORS REVIEW**

This interim report has not been subject to a special review by the Company's auditors.

## **UPCOMING REPORTS**

Q4 and Year End report 2015: February 18<sup>th</sup> 2016

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**Consolidated income statement**

(TSEK)	July - Sept 2015	July - Sept 2014	Jan - Sept 2015	Jan - Sept 2014	Jan-Dec 2014
<b><i>Operating income</i></b>					
Other income	-	-	-	-	-
<b>Total income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><i>Operating costs</i></b>					
Raw materials and consumables	-	-22	-48	-22	0
Other external expenses	-320	-1,018	-1,991	-2,842	-3,734
Personnel expenses	-74	-89	-238	-309	-397
Depreciation	-	-	-	-21	-17
<b>Net operating result</b>	<b>-394</b>	<b>-1,129</b>	<b>-2,277</b>	<b>-3,194</b>	<b>-4,148</b>
Financial net	-1	-3	-2	-1	1
<b>Result after financial net</b>	<b>-395</b>	<b>-1,132</b>	<b>-2,279</b>	<b>-3,195</b>	<b>-4,147</b>
Tax	0	0	0	0	0
<b>Result for the period</b>	<b>-395</b>	<b>-1,132</b>	<b>-2,279</b>	<b>-3,195</b>	<b>-4,147</b>

## Consolidated statement of financial position

(TSEK)	2015-09-30	2014-09-30	2014-12-31
<b>Assets</b>			
<b>Fixed assets</b>			
<i>Intangible fixed assets</i>			
Concessions, patents, licenses	18,057	17,018	17,989
<i>Tangible fixed assets</i>			
Equipment, plants etc	21	16	21
<i>Long term financial assets</i>			
Other financial fixed assets	175	154	175
<b>Total fixed assets</b>	<b>18,253</b>	<b>17,188</b>	<b>18,185</b>
<b>Current assets</b>			
Other current assets	204	1,534	427
Cash & bank	1,265	6,219	4,522
<b>Total current assets</b>	<b>1,469</b>	<b>7,753</b>	<b>4,949</b>
<b>Total assets</b>	<b>19,722</b>	<b>24,941</b>	<b>23,134</b>
<b>Shareholders' equity and liabilities</b>			
<b>Equity</b>	19,425	22,656	21,704
<b>Short term liabilities</b>	297	2,285	1,430
<b>Total shareholders' equity and liabilities</b>	<b>19,722</b>	<b>24,941</b>	<b>23,134</b>

## Consolidated statement of changes in equity

(TSEK)	Share capital	Pending registration of share issue	Other paid in capital	Retained earnings and result for the period	Total Equity
<b>Equity 2014-01-01</b>	<b>9,152</b>	<b>1,526</b>	<b>13,728</b>	<b>1,130</b>	<b>25,536</b>
New share issue	33		282		315
Effect from reversed take over	1,526	-1,526			0
Result for the period				-4,147	-4,147
<b>Equity 2014-12-31</b>	<b>10,711</b>	<b>0</b>	<b>14,010</b>	<b>-3,017</b>	<b>21,704</b>
Result for the period				-2,279	-2,279
<b>Equity 2015-09-30</b>	<b>10,711</b>	<b>0</b>	<b>14,010</b>	<b>-5,296</b>	<b>19,425</b>

## Consolidated statement of cash flow

(TSEK)	Jan - Sept 2015	Jan - Sept 2014	Jan-Dec 2014
Operating result for the period	-2,277	-3,194	-4,148
Adjustments for non cash items	-	21	19
Net financial	-2	-1	1
<b>Total cash flow from operations before change in working capital</b>	<b>-2,279</b>	<b>-3,174</b>	<b>-4,128</b>
Changes in accounts receivable and other receivables	243	-534	555
Changes in accounts payable and other payables	-1,133	-437	-1,293
<b>Total cash flow from operations</b>	<b>-3,169</b>	<b>-4,145</b>	<b>-4,866</b>
<b>Total cash flow used for investments</b>	<b>-88</b>	<b>-4,181</b>	<b>-5,157</b>
<b>Cash flow from financing activities</b>	<b>-</b>	<b>315</b>	<b>315</b>
<b>Cash flow for the period</b>	<b>-3,257</b>	<b>-8,011</b>	<b>-9,708</b>
Cash and bank beginning of period	4,522	14,230	14,230
<b>Cash and bank end of period</b>	<b>1,265</b>	<b>6,219</b>	<b>4,522</b>

## Key ratios and share data – Group

	2015-09-30	2014-09-30	2014-12-31
Profitability on total assets (%)	-11.6%	-12.8%	-18.6%
Profitability on equity (%)	-11.7%	-14.1%	-19.1%
Debt/equity ratio (%)	98.5%	90.8%	93.2%
Result per share (SEK)	-0.02	-0.03	-0.04
Equity per share (SEK)	0.18	0.21	0.20
Total number of shares	107,110,760	107,081,719	107,110,760
Average number of shares	107,110,760	107,081,719	107,097,314

## Income statement - Parent Company

(TSEK)	July - Sept 2015	July - Sept 2014	Jan - Sept 2015	Jan - Sept 2014	Jan-Dec 2014
<b><i>Operating income</i></b>					
Other income*	406	2,932	1,882	3,250	4,385
<b>Total income</b>	<b>406</b>	<b>2,932</b>	<b>1,882</b>	<b>3,250</b>	<b>4,385</b>
<b><i>Operating costs</i></b>					
Raw materials and consumables	-	-2,444	-1,231	-2,444	-3,311
Other external expenses	-344	-1,172	-1,840	-2,761	-3,519
Personnel expenses	-73	-89	-237	-309	-396
<b>Net operating result</b>	<b>-11</b>	<b>-773</b>	<b>-1,426</b>	<b>-2,264</b>	<b>-2,841</b>
Financial net	-1	-2	-2	-2	-1
<b>Result after financial net</b>	<b>-12</b>	<b>-775</b>	<b>-1,428</b>	<b>-2,266</b>	<b>-2,842</b>
Tax	0	0	0	0	0
<b>Result for the period</b>	<b>-12</b>	<b>-775</b>	<b>-1,428</b>	<b>-2,266</b>	<b>-2,842</b>

\*Other income in the parent company is in its entirety attributable to intergroup sales

## Balance sheet - Parent company

(TSEK)	2015-09-30	2014-09-30	2014-12-31
<b>Assets</b>			
<b>Fixed assets</b>			
<i>Long term financial assets</i>			
Group receivables	38,820	37,820	38,820
Other financial fixed assets	9,372	6,634	6,869
<b>Total fixed assets</b>	<b>48,192</b>	<b>44,454</b>	<b>45,689</b>
<b>Current assets</b>			
Other current assets	96	755	1,315
Cash & bank	129	6,010	3,642
<b>Total current assets</b>	<b>225</b>	<b>6,765</b>	<b>4,957</b>
<b>Total assets</b>	<b>48,417</b>	<b>51,219</b>	<b>50,646</b>
<b>Shareholders' equity and liabilities</b>			
<b>Equity</b>	<b>48,003</b>	<b>50,007</b>	<b>49,431</b>
<b>Short term liabilities</b>	<b>414</b>	<b>1,212</b>	<b>1,215</b>
<b>Total shareholders' equity and liabilities</b>	<b>48,417</b>	<b>51,219</b>	<b>50,646</b>

## Statement of changes in shareholders' equity

(TSEK)	Share capital	Pending registration of share issue	Other paid in capital	Retained earnings and result for the period	Total Equity
<b>Equity 2014-01-01</b>	<b>9,152</b>	<b>1,526</b>	<b>44,175</b>	<b>-2,895</b>	<b>51,958</b>
Correction of accounting related to share issue	33		282		315
New share issue	1,526	-1,526			0
Result for the period				-2,842	-2,842
<b>Equity 2014-12-31</b>	<b>10,711</b>	<b>0</b>	<b>44,457</b>	<b>-5,737</b>	<b>49,431</b>
Result for the period				-1,428	-1,428
<b>Equity 2015-09-30</b>	<b>10,711</b>	<b>0</b>	<b>44,457</b>	<b>-7,165</b>	<b>48,003</b>

## Key ratio definitions

Return on capital employed:	Earnings Before Interest and Tax (EBIT) / Capital Employed
Return on Equity:	Net Income/Shareholder's Equity
Debt/Equity ratio:	Equity/balance sheet total
Result per share:	Result after tax/total number of outstanding shares
Equity per share:	Total Equity/ total number of outstanding shares