



July – September in summary

- **Net sales** rose by about 74 percent to SEK 9,206k (5,286k).
- **Operating profit before depreciation and amortization (EBITDA)*** totaled SEK 1,747k (loss: 1,299k).
- **Comprehensive income for the period** improved by SEK 1,983k to a profit of SEK 342k (loss: 1,641k).
- **Comprehensive income per share**, basic and diluted, improved by SEK 0.04 to SEK 0.01 (-0.03).

- Genovis expanded its sales and marketing organization at its Lund headquarters and hired Rob Horsefield as Sales & Business Development Manager.
- Genovis launched FabRICATOR®-HPLC for quality analysis of antibodies in automated analysis systems. The product is based on Genovis' FabRICATOR technology and can be used in current analysis systems for rapid analysis without manual sample handling.

* Genovis has chosen to apply IFRS 16 in advance, as well as the simplification rule regarding short-term leases. Consequently, this will not have any effect on the figures reported for 2017. Costs for rent and leases are therefore recognized under depreciation and amortization and beginning in 2018 will not affect EBITDA for the Group. Read more under accounting policies, page 10.

Financial summary	2018	2017	2018	2017	2017
(SEK 000s)	July – Sept.	July – Sept.	Jan. – Sept.	Jan. – Sept.	full-year
Net sales	9,206	5,286	24,031	15,893	22,867
Gross profit/loss	8,797	4,882	22,858	14,899	21,841
Gross margin* (%)	91	90	90	88	90
Operating profit/loss	418	(1,654)	(2,874)	(6,690)	(7,835)
Comprehensive income for the period	342	(1,641)	(2,846)	(6,856)	(8,112)
Comprehensive income per share**	0.01	(0.03)	(0.05)	(0.12)	(0.14)
Cash flow from operating activities	928	(1,474)	(1,016)	(6,919)	(8,355)
Cash and cash equivalents at close of period	10,236	6,490	10,236	6,490	4,918

*Excluding other revenue and inventory finished goods.

** Earnings per share is calculated by dividing comprehensive income by the weighted average number of shares during the year. There is no dilution effect.

January – September in brief

- **Net sales** rose by about 51 percent to SEK 24,031k (15,893k).
- **Comprehensive income for the period** improved by SEK 7,959k to SEK 22,858k (14,899k).
- **Operating profit/loss** improved by SEK 3,816k to a loss of SEK 2,874 (loss: 6,690k).
- **Comprehensive income for the period** improved by SEK 4,010k to a loss of SEK 2,846k (loss: 6,856k).
- **Comprehensive income per share**, basic and diluted, improved by SEK 0.07 to SEK -0.05 (-0.12).

Events after the end of the period

Genovis became certified to ISO 9001:2015 Quality certification means that the management system meets the requirements imposed by International Standard ISO 9001:2015. The certification covers product development, production and sales.

By designing a quality management system with a strong customer focus in which all processes and procedures are meticulously formulated and quality-tested in compliance with the international standard, Genovis ensures that it continues to deliver products and provide services that meet market demands.

Comments from Fredrik Olsson, Chief Executive Officer



Continued strong sales growth in the third quarter

Sales growth in the third quarter was strong, 74 percent, and was positively impacted by currency effects.

Currency adjusted organic growth was approximately 60 percent.

In the third quarter we reached a milestone in our growth journey – for the first time, we can report a profit and positive cash flow from operating activities in a single quarter. For the nine-month period we see growth throughout the product portfolio and in all geographic markets – North America, Europe and Asia. Our goal of having partners in key markets in Asia in the near future remains unchanged.

Sales growth of products launched over the past two years continues to be strong, both for Biopharma, our main market, and the early research applications in industry and academia. Our customers have appreciated our strategy of offering new products that improve and simplify analytical methods for O-glycans, which is reflected in the growth of this product segment.

During the quarter we launched FabRICATOR-HPLC as a “value-added” product intended to establish a stronger link between our FabRICATOR enzyme and automated analyses for process development and production of antibody-based drugs. Sales began at the time of the launch and I believe that revenue, as with any new product, will be limited during the introductory phase, but will gain momentum over time as the product is validated and evaluated by the market.

Growth and earnings in the third quarter are of course encouraging and an acknowledgement that our strategy is working well. At the same time, it is important that we continue to focus on the top half of the income statement. Genovis is a growth company with good momentum and this positive trend will pave the way for new opportunities.

We see continuation of a favorable growth trend at the beginning of the fourth quarter. The continued underlying demand for enzymes and new analytical tools in our main markets of biopharmaceuticals and protein analysis provide a firm footing from which to view future developments at Genovis with great confidence.

Genovis Group in brief



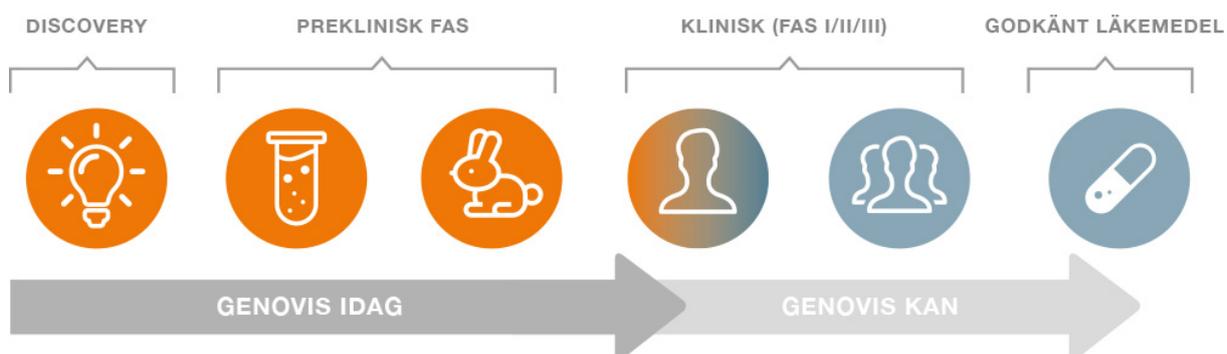
Genovis' enzymes are in a market that covers the entire life science and biotech supply industry. The Parent Company in Lund handles sales in the European market and the subsidiary, Genovis Inc., handles all sales in the North

American market. In Asia Genovis works both with direct sales and with distributors who are familiar with the local market.

Genovis' business model has a long-term and sustainable focus based on two primary strategies that together are the drivers of the Company's success:

- continuing to launch unique new products, thereby growing the product portfolio, and
- deliberately working to encourage customers to use Genovis products in several stages farther along on the drug development value chain.

The Company will therefore continue to be creative and develop unique new high-value products for its customers. New products are mainly aimed at customers who work in the discovery phase or in preclinical development. In this phase most of the Company's customers are both curious and willing to test new analytical methods to address the clear needs and challenges related to analyzing biological drugs. Genovis rapidly achieved sales of the newly launched products, which is a clear stamp of quality demonstrating that the Company contributes innovation to the drug development process. Genovis also works on introducing existing products to customers in other parts of the value chain, especially in production and quality control for clinical use.



Performance

The Group's financial performance in summary

(SEK 000s)	2018 July – Sept.	2017 July – Sept.	2018 Jan. – Sept.	2017 Jan. – Sept.	2017 full-year
Net sales	9,206	5,286	24,031	15,893	22,867
Change in inventory, finished goods	617	114	1,126	881	1,317
Other operating income*	(160)	0	53	0	23
Raw materials and consumables	(866)	(518)	(2,352)	(1,875)	(2,366)
Gross profit/loss	8,797	4,882	22,858	14,899	21,841
<i>Gross profit/loss excluding other operating income</i>	<i>8,957</i>	<i>4,882</i>	<i>22,805</i>	<i>14,899</i>	<i>21,818</i>
Gross margin** (%)	91	90	90	88	90

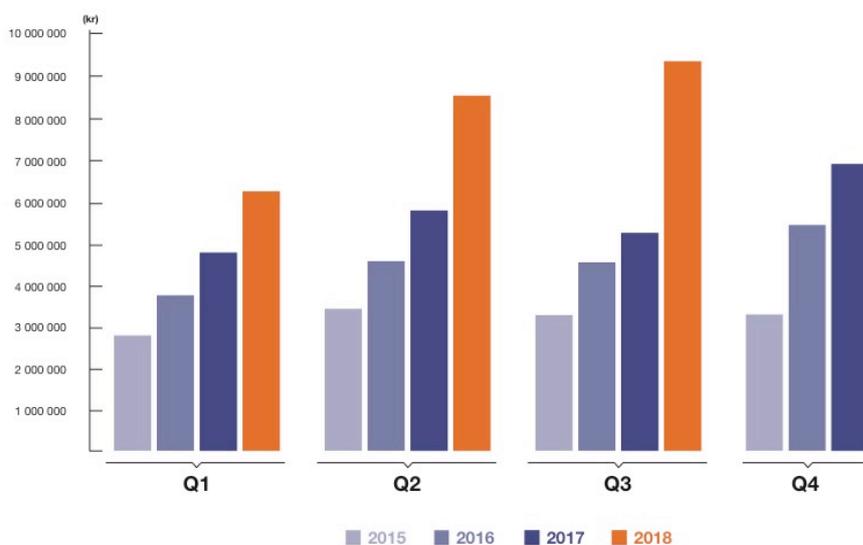
*July-September is attributable to exchange rate losses, January-September is attributable to exchange rate gains.

**Excl. Other operating income and "Change in inventory, finished goods"

Net sales

Consolidated net sales for the period rose to SEK 24,031k (15,893k), an increase in sales of about 51 percent. Net sales for the third quarter totaled SEK 9,206k (5,286k), an increase in sales of about 74 percent.

Sales by quarter 2015–2018



Operating profit/loss before depreciation and amortization (EBITDA)

EBITDA for the period totaled SEK 1,135k (loss: 5,651). For the third quarter, EBITDA totaled SEK 1,747k (loss: 1,299k). Genovis has chosen to apply IFRS 16 in advance. As a result of the transition to IFRS 16, the Company's other external expenses will decrease, while depreciation, amortization, financial expenses and the balance sheet will increase. The Group is applying IFRS 16 retroactively as well as the simplification rule regarding short-term leases. Consequently, this will not require any restatement for September 2017. Read more under accounting policies, page 10.

Operating profit/loss (EBIT)

EBIT for the period was a loss of SEK 2,874k (loss: 6,690k), corresponding to an improvement of SEK 3,816k. EBIT for the third quarter was SEK 418k (loss: 1,654), corresponding to an improvement of SEK 2,072k.

Comprehensive income

Comprehensive income for the period improved by SEK 4,010k to a loss of SEK 2,846 (loss: 6,856k). Earnings per share, based on a weighted average of the number of outstanding shares, improved by 0.07 to SEK -0.05 (-0.12). Comprehensive income for the third quarter improved by SEK 1,983k to SEK 342k (loss: 1,641k). Earnings per share, based on a weighted average of the number of outstanding shares, improved by 0.04 to SEK 0.01 (-0.03).

Costs

Consolidated expenses for the period increased by SEK 4,620k to SEK 28,084k (23,464k). Expenses are allocated as follows: raw materials and consumables, which increased by SEK 477k to SEK 2,352k (1,875k), personnel costs, which increased by SEK 2,434k to SEK 11,710k (9,276k), other external expenses, which decreased by SEK 873k to SEK 10,013k (10,886k) and other operating expenses, which decreased by SEK 388k to 0 (388k). Personnel costs increased because of the new employees hired to strengthen sales and marketing worldwide, and also because Directors' remuneration for 2018 was paid as salary and recognized under personnel costs. In addition, some items causing the increase were non-recurring. The transition to IFRS 16 resulted in a decrease in other external expenses, depreciation and amortization, as well as an increase in financial expenses. Consolidated expenses for the period increased by SEK 2,970k to SEK 4,009k (1,039k). Expenses for the third quarter increased by SEK 2,191k to SEK 9,245k (7,054k). Expenses are allocated as follows: raw materials and consumables SEK 866k (518k), personnel costs SEK 3,651k (2,675k) other external expenses SEK 3,399k (3,325k) and other operating expenses 0 (181k). Depreciation and amortization for the third quarter totaled SEK 1,329k (355k).

Investments

Consolidated capital expenditure for the period totaled SEK 1,233k (1,627k), of which SEK 662k (431k) is attributable to property, plant, and equipment, primarily laboratory equipment and computers, and SEK 571k (1,196k) is attributable to investments in intangible assets. For the third quarter net capital expenditure amounts to SEK 309k (230k), including SEK 276k (0) attributable to investments in property, plant, and equipment and SEK 33k (230k) attributable to investments in intangible assets.

Cash flow and financial position

Total shareholders' equity for the Group was SEK 24,786k (19,444k) after taking the result for the period into account. Equity per share based on the weighted average of the number of outstanding shares (basic and diluted) at the end of the period was SEK 0.40 (0.33). The Group's equity ratio at the end of the period was 63 (78) percent.

Consolidated cash and cash equivalents at the end of the period amounted to SEK 10,236k (6,490k). Taking into account the private placement in April 2018, which raised about SEK 10.1 million for the Company before issue expenses, along with expected revenue, the Board believes that the existing working capital is sufficient to run the Company over the next twelve months.

Consolidated cash flow for the period was SEK 5,318k (2,209k). Cash flow from financing activities totaled SEK 7,567k (10,755k). Consolidated cash flow for the third quarter was a loss of SEK 57k (loss: 1,704k) and cash flow from financing activities totaled SEK -626 (0).

Only the Group has interest-bearing liabilities, where liabilities to credit institutions relate in their entirety to the present value of estimated future lease payments, which also includes rent for premises.

Liabilities to credit institutions

Noncurrent interest-bearing liabilities	
<i>Maturity between 1 and 4 years</i>	7,457,450
Current interest-bearing liabilities	
<i>Maturity within 1 year</i>	625,893

Taxes

The Group has a deferred tax asset that arises from the Parent Company, amounting to SEK 1,718k (1,718k) at the end of the period.

Employees

On Sept. 30, 2018, the Group had 22 employees, compared with the same period the previous year, when the Group had 17 employees. In all, 21 people are employed by the Parent Company in Lund and one person works for the subsidiary Genovis Inc. in the US.

Share capital and share performance

Share capital at the end of the period amounted to SEK 15,775,000 and the total number of shares amounted to 63,100,000 with a par value of SEK 0.25. Genovis' shares are traded on Nasdaq First North Stockholm under the ticker symbol GENO.

First North is Nasdaq's European emerging market intended for small, growing businesses, with a less extensive rulebook than the main market. Erik Penser Bank is the Certified Advisor for Genovis; T: +46 (0)8-463 83 00.

Parent Company

Net sales and operating profit/loss in the Parent Company are attributable to the primary and only business area: product sales and/or outlicensing of research-based innovations. According to Genovis, the Company does not meet the definition of geographical areas under IAS 14 and therefore no secondary segment information is provided.

Revenue

Revenue for the period, including change inventory finished goods, amounted to SEK 20,614k (13,536k) including SEK 19,435k (12,655k) attributable to revenue from sales and SEK 53k (0) to other revenue. Other revenue for the period is attributable to foreign exchange gains. Revenue for the third quarter was SEK 7,638k (4,461k), including SEK 7,181k (4,347k) attributable to revenue from sales and SEK -160k (0) to other revenue. Other revenue relates to an "other operating expense" attributable to exchange rate losses in the third quarter.

Costs

Operating expenses for the period totaled SEK 23,422k (20,271k) and expenses for the third quarter totaled SEK 7,264k (5,932k).

Performance

Net loss was SEK 2,810k (loss: 6,735k) for the period, while net profit was SEK 374k (loss: 1,471k) for the third quarter.

Investments

Capital expenditure for the period totaled SEK 1,233k (1,627k), of which SEK 663k (431k) is attributable to property, plant, and equipment, primarily laboratory equipment and computers, and SEK 571k (1,196k) is attributable to investments in intangible assets. For the third quarter net capital expenditure amounts to SEK 309k (230k), including SEK 33k (0) attributable to investments in property, plant, and equipment and SEK 276k (230k) attributable to investments in intangible assets.

Taxes

The Parent Company has a deferred tax asset amounting to SEK 1,718k (1,718k), corresponding to a loss carryforward of SEK 8,340k. The loss-carryforward is expected to be utilized in the foreseeable future. The Company's total tax loss amounts to SEK 161m (119m).

Subsidiary Genovis Inc.

The subsidiary Genovis Inc. handles all sales in the North American market.

Related party transactions

Genovis' board member and principal owner Mikael Lönn, who holds a 19.80 percent stake in Genovis, owns 12.24 percent of the shares in Redeye AB, for which Mikael Lönn is also a board member. Genovis has purchased analysis services during the period from Redeye AB for a total of SEK 956k. Chairman of the board Mårten Winge has provided consultancy services during the period for a total of SEK 69.7k.

Nomination Committee

Nomination Committee prior to the 2019 Annual General Meeting:

Mikael Lönn

Leif Olsson

Erik Walldén

Torbjörn Fridh

The Nomination Committee had its first meeting, at which Mikael Lönn was appointed chairman. Shareholders wishing to submit comments or proposals to the Nomination Committee should do so no later than March 1, 2019, by email to info@genovis.com or by letter to Genovis AB, Valberedningen, Box 790, SE-220 07 Lund, Sweden.

Outlook

Although the Life Science field is relatively independent of business cycles, periods of uncertainty can influence our customers' appetite to invest in new technology. With all development projects proceeding according to plan, Genovis is positioned to make additional advances with respect to both new products and sales. Taken together, volume growth is expected to be positive in 2018.

Risk Factors

Genovis' general view of the financial risks that could affect operations has not changed since the description published in the most recent annual report. Genovis' business risks include the risk that anticipated revenue might not materialize since the Company is active in a market in which competing companies have substantially larger financial resources at their disposal. For a detailed overview of the Company's financial risks please refer to page 54 in Genovis' 2017 annual report.

Financial calendar 2019

Year-end Report	January 1 – December 31	February 26
Interim report	January 1 – March 31	May 8
Annual General Meeting	May 23, time and place to be announced	
Half-Yearly Report	January 1 – June 30	August 28
Interim report	January 1 – September 30	November 21

Interim reports may be ordered from the Company or downloaded at the Genovis website:

www.genovis.com.

Genovis AB, Box 790

SE-220 07 Lund, Sweden

T: 046-10 12 30

Fax: 046-12 80 20

Accounting policies

This interim report for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting and the relevant provisions of the Swedish Annual Accounts Act. The report for the Parent Company has been prepared in accordance with chapter 9 of the Swedish Annual Accounts Act, Interim Reports. The accounting policies applied for the Group and the Parent Company are consistent with the accounting policies used in the preparation of the most recent annual report.

IFRS 9 - Financial Instruments

The Group has begun to apply IFRS 9 Financial Instruments in 2018. The effects were described in the most recent annual report.

IFRS 15 – Revenue recognition

IFRS 15 governs the recognition of revenue. The principles on which IFRS 15 is based will provide users of financial statements with more useful information about the company's revenue. Under this increased disclosure requirement, information must be provided on the revenue's nature, timing and uncertainty in connection with revenue recognition, as well as cash flows arising from customers with contracts. According to IFRS 15 revenue should be recognized when the customer assumes control of the sold goods or service and is able to use or benefit from the goods or service. IFRS 15 replaces IAS 18 Revenue and IAS 11 Construction Contracts as well as the related SIC and IFRIC interpretations. IFRS 15 entered into force on January 1, 2018. Implementation of IFRS 15 will not materially affect how the Group reports revenue and consequently, there is no need for a transition method.

IFRS 16 Financial Instruments

Genovis has chosen to apply IFRS 16 commencing on January 1, 2018. IFRS 16 replaces the IFRS standards that currently regulate accounting for leasing – specifically IAS 17, IFRIC 4, SIC-15 and SIC-27. The challenge of IFRS 16 is that a much greater variety of contracts are now covered by these judgements and estimates, including leases that are capitalized as assets and liabilities in the balance sheet, with the effect that the cost in the income statement is allocated to depreciation of operating income and interest expense in net financial items. The Company is applying the simplified approach for the transition.

The standard requires assets and liabilities arising from all leases, with some exceptions, to be recognized in the balance sheet. This model reflects that, at the start of a lease, the lessee obtains the right to use an asset for a period of time and has an obligation to pay for that right. In the income statement, depreciation is reported separately from interest expense attributable to the lease liability. Implementation of IFRS 16 has affected the Group's balance sheet in that total noncurrent assets increased by SEK 8,137k, liabilities to credit institutions are higher by SEK 8,083k (current liabilities by SEK 626k and noncurrent liabilities by SEK 7,457k). In the income statement, a transfer was made from raw materials and consumables (SEK 356k) and other external expenses (1,689k) to depreciation and amortization (SEK 1,898k) and financial expenses (SEK 144k). As a result, EBITDA has increased from a loss of SEK 909k to a profit of SEK 1,135k. The Group is applying IFRS 16 retroactively as well as the simplification rule regarding short-term leases. Consequently, this will not require any restatement of 2017.

Consolidated statement of comprehensive income

(SEK 000s)	2018 July-Sept.	2017 July-Sept.	2018 Jan.- Sept.	2017 Jan.-Sept.	2017 full-year
Net sales	9,206	5,286	24,031	15,893	22,867
Change in inventory, finished goods	617	114	1,126	881	1,317
Other operating income	(160)	0	53	0	23
Raw materials and consumables	(866)	(518)	(2,352)	(1,875)	(2,366)
Gross profit/loss	8,797	4,882	22,858	14,899	21,841
Personnel costs	(3,651)	(2,675)	(11,710)	(9,276)	(13,230)
Other external expenses	(3,399)	(3,325)	(10,013)	(10,886)	(14,630)
Other operating expenses	0	(181)	0	(388)	(207)
Operating profit/loss before depreciation and amortization (EBITDA)	1,747	(1,299)	1,135	(5,651)	(6,226)
Depreciation, amortization and impairment of plant, property, and equipment and intangible assets	(1,329)	(355)	(4,009)	(1,039)	(1,609)
Operating profit/loss (EBIT)	418	(1,654)	(2,874)	(6,690)	(7,834)
Net financial items	(46)	(12)	(146)	(27)	(91)
Profit/loss after financial items	372	(1,666)	(3,020)	(6,717)	(7,926)
Taxes	0	57	-0	4	(22)
Profit/loss after tax for the period	372	(1,609)	(3,020)	(6,713)	(7,948)
Items that may be reclassified subsequently to profit or loss					
Translation of foreign subsidiary	(30)	(32)	174	(143)	(164)
Comprehensive income for the period	342	(1,641)	(2,846)	(6,856)	(8,112)
-attributable to shareholders in Genovis AB	342	(1,641)	(2,846)	(6,856)	(8,112)

	2018 July-Sept.	2017 July-Sept.	2018 Jan.-Sept.	2017 Jan.-Sept.	2017 full-year
Earnings per share (SEK)*					
Based on weighted average of the number of outstanding shares (basic and diluted)*.	0.01	(0.03)	(0.05)	(0.12)	(0.14)
Number of shares					
Weighted average for the period	63,100,000	60,294,162	61,545,837	58,156,616	58,692,491
Number of shares at beginning of period	63,100,000	60,294,162	60,294,162	55,294,162	55,294,162
Number of shares at end of period	63,100,000	60,294,162	63,100,000	60,294,162	60,294,162
Share price at end of period, SEK	7.06	4.00	7.06	4.00	3.24

Condensed consolidated balance sheet

(SEK 000s)

	2018	2017	2017
Assets	Sept. 30	Sept. 30	Dec. 31
<i>Noncurrent assets</i>			
Intangible assets	2,878	4,081	4,042
Property, plant and equipment	9,264	1,029	3,022
Financial assets	1,718	1,718	1,718
Current assets	15,107	11,654	12,606
Cash and cash equivalents	10,236	6,490	4,918
Total assets	39,203	24,972	26,306

Equity and liabilities

Equity	24,786	19,444	18,188
Noncurrent liabilities	7,457	0	2,067
Current liabilities	6,960	5,528	6,051
Total equity and liabilities	39,203	24,972	26,306

Consolidated statement of changes in equity

(SEK 000s)

	2018	2017	2017
	Jan – Sept	Jan – Sept	Jan.-Dec.
Amount at start of period	18,188	15,545	15,545
Rights issue	9,444	10,755	10,755
Exchange rate difference	174	(143)	(164)
Profit/loss for the period	(3,020)	(6,713)	(7,948)
Amount at end of period	24,786	19,444	18,188
Attributable to shareholders in Genovis AB	24,786	19,444	18,188

Key financial figures

	2018	2017	2017
	Sept. 30	Sept. 30	Dec. 31
Equity/assets ratio (%)	63	78	69
Equity per share at end of period* (SEK)	0.40	0.33	0.31

* Based on weighted average of the number of outstanding shares (basic and diluted).

Summary Consolidated Cash Flow Statement

(SEK 000s)	2018 July-Sept.	2017 July-Sept.	2018 Jan.-Sept.	2017 Jan.-Sept.	2017 full- year
Cash flow from operations	(418)	(1,654)	(2,874)	(6,691)	(7,938)
Adjustment for items not affecting cash flow	1,329	323	4,009	896	1,281
Change in working capital	(788)	(131)	(2,005)	(1,097)	(1,698)
Net financial items	(46)	(12)	(146)	(27)	0
Cash flow from operating activities	928	(1,474)	(1,016)	(6,919)	(8,355)
Investing activities	(309)	(230)	(1,233)	(1,627)	(1,763)
Cash flow after investing activities	619	(1,704)	(2,249)	(8,546)	(10,118)
Financing activities	(626)	0	(1,878)	0	0
Rights issue	(50)	0	9,445	10,755	10,755
Cash flow for the period	(57)	(1,704)	5,318	2,209	637
Cash and cash equivalents at start of period	10,293	8,194	4,918	4,281	4,281
Cash and cash equivalents at close of period	10,236	6,490	10,236	6,490	4,918

Parent Company

Summary Income Statement

(SEK 000s)	2018 July- Sept.	2017 July- Sept.	2018 Jan.-Sept.	2017 Jan.-Sept.	2017 full-year
Operating income incl. change in inventory, finished goods	7,638	4,461	20,614	13,536	19,499
Operating expenses	(7,264)	(5,932)	(23,422)	(20,271)	(27,739)
Operating profit/loss	374	(1,471)	(2,808)	(6,735)	(8,240)
Net financial items	0	0	(2)	0	0
Profit/loss for the period	374	(1,471)	(2,810)	(6,735)	(8,240)

Summary Balance Sheet

(SEK 000s)	2018 Sept. 30	2017 Sept. 30	2017 Dec. 31
Assets			
Noncurrent assets	5,823	6,860	6,702
Current assets	16,196	13,269	12,243
Cash and cash equivalents	7,843	4,218	4,032
Total assets	29,862	24,347	22,977

Equity and liabilities (SEK 000s)

	2018 Sept. 30	2017 Sept. 30	2017 full-year
Equity			
Restricted equity	15,775	15,074	15,074
Unrestricted equity	8,551	4,123	2,618
Liabilities			
Current liabilities	5,536	5,150	5,285
Total equity and liabilities	29,862	24,347	22,977

Statement of changes in equity

(SEK 000s)	2018 Jan – Sept	2017 Jan – Sept	2017 full-year
Amount at start of period	17,692	15,177	15,177
Rights issue	9,444	10,755	10,755
Profit/loss for the period	(2,810)	(6,735)	(8,240)
Amount at end of period	24,326	19,197	17,692
Attributable to shareholders in Genovis AB	24,326	19,197	17,692

Summary Statement of Cash Flows (SEK 000s)	2018 July-Sept.	2017 July-Sept.	2018 Jan.-Sept.	2017 Jan.-Sept.	2017 full-year
Cash flow from operations	374	(1,471)	(2,809)	(6,735)	(8,240)
Adjustment for items not affecting cash flow	696	338	2,112	986	1,281
Change in working capital	(935)	(350)	(3,703)	(1,214)	(53)
Net financial items	0	0	(1)	0	0
Cash flow from operating activities	135	(1,483)	(4,401)	(6,963)	(7,012)
Investing activities	(309)	(230)	(1,233)	(1,627)	(1,764)
Cash flow after investing activities	(174)	(1,713)	(5,634)	(8,590)	(8,776)
Financing activities	(50)	0	9,445	10,755	10,755
Cash flow for the period	(224)	(1,713)	3,811	2,165	1,979
Cash and cash equivalents at start of period	8,067	5,931	4,032	2,053	2,053
Cash and cash equivalents at close of period	7,843	4,218	7,843	4,218	4,032

Statement

The Board of Directors and the Chief Executive Officer certify that this interim report provides a true and fair overview of the development of the Parent Company's and the Group's business activities, financial position and results of operations as well as the significant risks and uncertainties to which the Parent Company and the companies included in the Group are exposed.

The Company's auditors have conducted a review of this report.

Lund November 27, 2018

Genovis AB (publ.)

On behalf of the Board of Directors Fredrik Olsson
President & CEO

For more information, please contact:

Fredrik Olsson, CEO

T: 046-10 12 33

This information is information that Genovis AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, on November 27, 2018.

This is a translation of the Swedish original. In the event of any discrepancy between this translation and the Swedish original, the Swedish version shall prevail.



Auditor's report

Genovis AB, reg. no. 556574-5345

Introduction

We have reviewed the condensed interim financial information (interim report) of Genovis AB as of 30 September 2018 and the nine-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the 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.

Scope of 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 standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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 Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Malmö, 27 november 2018

Öhrlings PricewaterhouseCoopers AB

Sofia Götmar Blomstedt
Authorized Public Accountant