

Interim Report

Camanio Care AB (publ) (which will change name and focus)

556761-0307

January – September

The quarter in brief in the group

The operations of Camanio Care in welfare technology have been collected in the subsidiary Camanio AB, which has been sold to Brighter AB. The listed company Camanio Care AB will shortly be changing its operations to financial services and will also change its name. More about this will be communicated shortly.

1 JULY – 30 SEPTEMBER 2018

- Total revenue for the period amounted to kSEK 2,645 (kSEK 4,129)
- Net sales for the period amounted to kSEK 2,400 (kSEK 4,104)
- Operating profit/loss was kSEK -3,346 (kSEK -3,482)
- Profit/loss after financial items was kSEK -3,318 (kSEK -4,256)
- Earnings per share amounted to -0.06 kr (SEK -0.25)
- Equity in the Group at 30 September amounted to kSEK 7,841 (31 Dec 2018; kSEK 3,386)
- Liquid assets in the Group at 30 September amounted to kSEK 2,456 (31 Dec 2018; kSEK 2,451). Liquidity amounted to 37% (31 Dec 2018; 94%)
- The equity ratio was 35% (31 Dec 2018; 11%)
- The number of shares at the end of the period was 53,637,760 (30 September 2018; 16,674,539)

1 JANUARY – 30 SEPTEMBER 2018

- Total revenue for the nine months constituting the period amounted to kSEK 9,045 (kSEK 9,345)
- Net sales for first nine months of 2018 amounted to kSEK 7,985 (kSEK 7,239)
- Operating profit/loss was kSEK -12,688 (kSEK -11,789)
- Profit after financial items amounted to kSEK -13,163 (kSEK -12,851)
- Earnings per share amounted to SEK -0.24 (SEK -0.76)

The amounts within the parenthesis refer to the corresponding period from last year, if not clearly stated otherwise.

Significant events after the end of the period:

14 October	Camano Care AB sells the subsidiary Camano AB to Brighter and names Erik Domajnko CEO of Camano Care AB
14 October	Camano Care AB flags for changes in share holdings
14 October	Communique from extraordinary shareholders meeting in Camano Care AB

A word from the previous CEO Catharina Borgenstierna

Camanio Care has for several years been developing its operations and built up the offering within welfare technology. Today we have reached a leading position on the market where our turnover and customer base is continually growing. At the same time, we have had difficulties obtaining attractive financing as a listed company. Through the sale of the operations to Brighter, we will get a financially strong owner with larger possibilities to develop our services and operations, which we are very happy to have. Our customers, users and partners will be able to feel secure with the knowledge that we are continuing our efforts on the market and developing our services.

The deal also means that the owners of the company are securing a decided value, as the listed company will have an ownership in Brighter at a value of about 17 million SEK.

I will continue to lead and develop the operations in welfare technology within the bounds of the company Camanio AB and hope that the new operations (in financial services) within the company can secure a positive future development for all shareholders.

Catharina Borgenstierna

Now CEO of Camanio AB, which is owned by Brighter AB, and previous CEO for Camanio Care AB (undergoing name change)

A word from the new CEO Erik Domajnko

I have just assumed the position of CEO for Camanio Care AB (undergoing name change) and have started working with introducing the new operations within financial services. The next step is to call an extraordinary shareholders meeting, where we will also suggest a new name for the company.

The purchase price for Camanio AB is 17 million SEK and was paid through an issue for non-cash consideration where Brighter issued and awarded 1 597 744 shares to the seller Camanio Care AB, and Camanio Care AB awarded the shares of Camanio AB as capital contributed in kind. The price per share was 10.64 SEK, which corresponded to the volume weighted average share price during the 20 days of trading foregoing that day.

I have experience from a large number of leading positions in Ericsson, where I worked between 1995 and 2018. I look forward to, together with the board of directors, launching new operations for this listed company. I thank all shareholders for your confidence in me and look forward to working for the prosperity of the company.

Erik Domajnko

CEO of the listed company Camanio Care AB (publ) which will now be changing focus and name

Comments on the group's financial development for the third quarter

The total revenue of the group reached 2,645 (4,129) kSEK for the quarter. Other revenue increased but net sales decreased. During the quarter, the company focused on the integration project with Vardaga, which meant lower activity levels in other product areas. The group is in an investment phase and the operating profit was – 3,346 (-3,482) kSEK for the quarter. The cost of goods, external costs and personnel costs were lower than the same period the previous year. The assets of the group were primarily balanced costs, but also patents, goodwill, inventory, receivables and cash. The debt included a debt of 2.3 million SEK to Recall Capital, who at that time was a shareholder of Camanio Care.

On the 22 July, a directed rights issue was performed, comprising 2.1 million SEK through a previously entered into financing deal with Recall Capital AB, who owns approximately 25 percent of the shares in Camanio Care AB (publ). The price per share was 0.425 SEK, which corresponds to 100% of a 20-day volume weighted average share price during the previous month. This issue comprised 2,111,400 SEK and 4,968,000 shares, and was directed at Recall Capital AB. The issue was decided on by the board in accordance to the delegation from the shareholders meeting on 4 June 2019.

The number of shares in the company after the rights issue is 53,637,760 and the share capital is 10,727,552 SEK. All shares are common shares.

On October 14, an extraordinary shareholders meeting decided to sell the existing operations to the subsidiary company Camanio AB. This means that all assets and liabilities of Camanio Care AB (publ) are gathered in Camanio AB. This process is ongoing and is expected to be completed within the next few weeks.

The shareholders meeting also decided to sell all shares of the subsidiary Camanio AB to Brighter AB (publ) for the price of 17 million SEK, to be paid in Brighter shares. After this deal has been made, Camanio Care no longer performs its original operations and due to this and other reasons, the shareholders meeting decided to approve new articles of association. In the new articles, it is stated that the company's primary operations are to own and administer movable and immovable property and provide consultation in economy and finance, and any compatible activities. It was also decided to change the share capital from at lowest 4,000,000 SEK and at highest 16,000,000 SEK, to at lowest 10,720,000 SEK and at highest 42,880,000 SEK, and to change the number of shares from at lowest 20,000,000 shares and at highest 80,000,000 shares, to at lowest 53,600,000 shares and at highest 214,400,000 shares.

After the extraordinary shareholders meeting, the board named Erik Domajnko CEO, to drive the strategic change of Camanio Care (undergoing name change).

On October 14, Camanio AB was sold for 17 million SEK to Brighter, paid for through an issue for non-cash consideration where Brighter issued and awarded 1,597,744 shares to the seller Camanio Care AB (publ), and where Camanio Care in kind contributed the shares in Camanio AB. The price per share was set at 10.64 SEK, corresponding to the volume weighted average price during the preceding 20 days of trade.

At valuation of shares in group companies, the board decided to do a devaluation of the shares with 7,345,150 SEK. The devaluation burdens the financial result of the parent company with the corresponding amount.

Financial ratios

Quarterly overview –
The Group

kSEK

	Quarter 1	Quarter 2	Quarter 3	Acc. Quarter 3
	1 Jan-31 Mar 2019	1 April-30 June 2019	1 July – 30 Sept 2019	1 Jan-30 Sept 2019
Total revenue	4,471	1,929	2,400	9,045
Costs for goods	-1,688	-1,066	-390	-3,144
EBITDA	-3,183	-4,534	-1,891	-9,594
EBIT	-3,830	-5,505	-3,346	-12,688
Period result	-3,861	-5,977	- 3,283	-13,035
Result per share, SEK	-0.19	-0.12	-0.06	-0.24
Liquidity %	23%	23%	37%	37%
Solidity %	-2%	52%	35%	35%

Significant events during the third quarter

5 July	Camano Care struck a deal with Vardaga, a large Nordic corporate group in elderly and social care
22 July	Camano Care strengthened liquidity through a directed rights issue
8 Aug	Camano Care publishes interim report January-June 2019
8 Sept	Camano Care intends to divest its operations to Brighter
16 Sept	Camano Care notice of extraordinary shareholders meeting
29 Sept	Camano Care enters into a share purchase agreement with Brighter

Additional information

This interim financial report has not been reviewed by the company's accountant.

Accounting principles

The group and the parent company apply the Swedish Annual Accounts Act and the general recommendations of the Swedish Accounting Standards Board "K3" (BFNAR 2012:1). The accounting principles are unchanged

since the latest annual report issued. For a more detailed description of the accounting principles, see Camanio Care AB's (publ) annual report for 2018, pages 28-34.

Future financial reports

02/28/2020 Press release of unaudited annual earnings figures, etc. 2019

The company's reports are published on the company's website, www.camanio.com. The reports can also be reached via Spotlight's website, www.spotlightstockmarket.com.

Income statement

Group

kSEK

	1 July – 30 Sep 2019	1 July – 30 Sep 2018	1 Jan – 30 Sep 2019	1 Jan – 30 Sep 2018
Net sales	2,400	4,104	7,985	7,239
Other operating revenues	245	25	1,060	2,106
Total Revenue	2,645	4,129	9,045	9,345
Operating expenses				
Costs of goods	-390	-1,324	-3,144	-3,126
Other external expenses	-1,891	-2,912	-6,636	-7,706
Personnel costs	-2,219	-2,637	-8,790	-8,229
Operating profit/loss before depreciation and financial items (EBITDA)	-1,871	-2,744	-9,594	-9,716
Depreciation	-1,476	-738	-3,094	-2,073
Operating profit/loss (EBIT)	-3,346	-3,482	-12,688	-11,789
Financial items	28	-774	-475	-1,062
Pre-tax profit/loss	-3,318	-4,256	-13,163	-12,851
Deferred tax	35	46	128	139
Profit/loss for the period	-3,283	-4,210	-13,035	-12,712

The profit/loss for the year is attributable to the parent company's shareholders.

Parent Company

kSEK

	1 July – 30 Sep 2019	1 July – 30 Sep 2018	1 Jan – 30 Sep 2019	1 Jan – 30 Sep 2018
Net sales	2,694	1,049	7,918	4,422
Other operating revenues	245	25	4,060	2,106
Total revenue	2,939	1,074	11,978	6,528
Operating expenses				
Cost of goods	-618	-700	-3,208	-2,818
Other external expenses	-3,660	-2,608	-8,242	-6,489
Personnel costs	-2,093	-2,586	-8,415	-8,178
Operating profit/loss before depreciation and financial items (EBITDA)	-3,448	-4,820	-7,951	-10,957
Depreciation	-1,254	-409	-2,109	-1,227
Operating profit/loss (EBIT)	-4,702	-5,229	-10,060	-12,184
Financial items	-7,408	-812	-7,890	-1,179
Profit/loss for the period	-12,110	-6,041	-17,950	-13,363

Balance sheet

kSEK

	9/30/2019 (Group)	12/31/2018 (Group)	9/30/2019 (Parent company)	12/31/2018 (Parent company)
Fixed assets				
Capitalized expenses	12,242	10,169	11,806	9,573
Patents, trademarks	1,646	2,291	9	11
Goodwill	1,023	2,989	0	975
Equipment	1,215	674	1,178	630
Participations in group companies		-	8,500	16,695
Total fixed assets	14,911	16,124	21,493	27,885
Current assets				
Stocks	1,930	2,410	1,582	2,143
Current receivables	1,999	10,241	2,564	12,450
Cash and bank balances	2,456	2,451	2,179	985
Total current assets	6,386	15,102	6,325	15,578
TOTAL ASSETS	22,512	31,225	27,818	43,463
Equity	7,841	3,386	7,093	7,591
Deferred tax liabilities	372	1,761	0	1,250
Liabilities				
Non-current liabilities	2,222	12,636	8,886	22,063
Current liabilities	12,078	13,442	11,840	12,559
Total liabilities	14,299	26,078	20,726	34,622
TOTAL EQUITY AND LIABILITIES	22,512	31,225	27,818	43,463

Change in equity, Group

kSEK	Share capital	Non-registered share capital	Other contributed capital	Other equity including profit/loss for the period	Total equity
Amount at start of year	3,335	717	57,558	-58,224	3,386
Conversion to shares	717	-717			0
New issue offset	5,682		9,659		15,341
New issue offset	994		1,118		2,111
Profit/loss for the period				-13,035	-13,035
Translation difference				38	38
Amount at end of period	10,728	0	68,335	-71,221	7,841

Change in equity, Parent company

kSEK	Share capital	Non-registered share capital	Share premium reserve	Free equity	Total equity
Amount at start of year	3,113	717	21,794	-18,255	7,591
Conversion to shares	717	-717			
New issue offset	5,682		9,659		15,340
New issue offset	994		1,118		2,111
Appropriation of earnings			-18,255	18,255	0
Profit/loss for the period				-17,950	-17,950
Amount at end of period	10,728	0	14,316	-17,950	7,093

Cash flow analysis

	kSEK	Group	Parent company	
	2019-01-01 – 2019-09-30	2018-01-01 – 2018-12-31	2019-01-01 – 2019-09-30	2018-01-01 – 2018-12-31
Operating activities				
Operating profit	-12 688	-17 691	-10 060	-16 620
Adjustment for items not included in cash flow	1 994	2 959	1 759	2 681
Paid/received interest	-475	-1 007	-545	-1 224
Paid income tax	-11	-30	0	-13
Cash flow from operating activities before changes in working capital	-11 180	-15 769	-8 846	-15 160
Changes in working capital				
Change in inventories	480	-1 053	561	-837
Change in current receivables	8 242	-6 051	9 873	-10 054
Change in current liabilities	-1 364	4 116	-719	5 596
Cash flow from operating activities	-3 822	-18 757	869	-20 455
Investment activities				
Acquisition of intangible assets	-3 165	0	-3 165	-
Acquisitions/investments in Group companies	0	-425	-50	-533
Other investment activities	-50	-370	-746	-315
	-3 215	-795	-3 961	-848
Financing activities				
New share issues	17 452	4 527	17 452	4 529
Loan raised	2 000	16 042	2 000	16 042
Amortized loans	-12 414	-2 886	-15 177	-2 637
Reimbursed / received shareholder contribution				-
	7 038	16 941	4 275	17 934
Cash flow for the period	1	-2 611	1 183	-3 369
Opening cash and cash equivalents	2451	5 093	985	4 354
Exchange rate diff. In cash	4	-31	11	-
Closing cash and cash equivalents	2456	2 451	2 179	985

Contact

Erik Domajnko, VD

Camanio Care AB, Hästholmsvägen 32, 131 30 Nacka

070-536 3265 | erik.domajnko@outlook.com | Org.nummer: 556761-0307

About Camanio Care

This interim report was approved by the board for release on 2019-10-25.