



Interim Report January – September 2021



3D model of the planned plant in Uddevalla.

Interim Report Scandinavian Enviro Systems AB (publ) January – September 2021

N.B. The English text is an in-house translation of the original Swedish text. Should there be any disparities between the Swedish and the English text, the Swedish text shall prevail.

Q3 2021

- Net revenues for the period were MSEK 1.4 (0.2)
- Earnings after tax for the period were MSEK -11.6 (-12.7)
- Earnings per share for the period (before dilution) was SEK -0.02 (-0.02)
- Cash flow for the period after investments was MSEK -14.1 (-10.9)
- Michelin has retained its ownership to 20% of the shares in Enviro after the conducted directed share issue
- Enviro supplements documentation for consultation concerning a new plant in Uddevalla
- Enviro's recovered oil and carbon black receive ISCC sustainability certification
- Invitation to Enviro's virtual Capital Markets Presentation

Jan-Sep 2021

- Net revenues for the period were MSEK 6.5 (1.1)
- Earnings after tax for the period were MSEK -38.9 (-36.3)
- Earnings per share for the period (before dilution) was SEK -0.07 (-0.07)
- Cash flow for the period after investments was MSEK -39.1 (-34.0)
- Enviro receives order from Michelin for engineering services worth MSEK 4
- Enviro and Michelin sign definitive agreements on strategic partnership
- Enviro announces further details of partnership agreements with Michelin
- Approval at an extraordinary general meeting concerning final agreements with Michelin
- Michelin's new racing tyres has better performance and less climate impact due to recovered carbon black from Enviro
- Enviro strengthens its capital via a directed issue of MSEK 21.0 before transaction costs
- Substantial interest as key employees at Enviro subscribe to options as part of incentive scheme
- Favourable conditions for tyre recovery with Enviro's technology in the UK
- Enviro initiates consultation regarding plant on identified industrial site in West Sweden
- Peter Sandberg Chairman of Enviro's Nomination Committee

Significant events after end of period

- Enviro completes a directed new share issue, raising approximately SEK 125 million before transaction costs where Michelin has invested to retain its ownership of 20%.
- Enviro decides on location and applies for environmental permit for recycling plant in Uddevalla

Enviro is a company developing, building and operating industrial plants for material recovery from End of Life Tyres (ELT). The company has developed a process, based on a patented technology, where gas generated in the process is heating the tyres in absence of oxygen. This enables the materials in the tyres to decompose and be recovered instead of incinerated. Thus, a sustainable recovery of the resources Carbon black, Oil, Steel and Gas is obtained. The products are used in new products, replacing fossil resources to help the customers reach their sustainability targets. Enviro was founded in 2001, has its head office in Gothenburg and runs its own plant for ELT tyres in Åsensbruk, Sweden. The company is listed on the Nasdaq First North Growth Market with Mangold Fondkommission AB, tel. +46 (0)8 5030 1550, ca@mangold.se, as its Certified Advisor. www.envirosystems.se

Eventful quarter strengthens our position going forward

The third quarter was a hectic period for Enviro, with preparations for the recently completed directed share issue and extensive work to become the first company in the world to receive sustainability certification for recovered carbon black. At the same time, further important steps were taken towards the establishment of a new recycling plant in Uddevalla.

At the beginning of the quarter, we confirmed that Michelin had maintained its 20 per cent holding in the company by acquiring two million of the shares issued to Unwrap Finance AB during May. It is worth reiterating that Michelin's major holding in Enviro is highly significant. It provides ownership stability and represents a stamp of quality for the company and for our technology, which is incredibly valuable in our dialogue with the capital market, customers and other key stakeholders.

During the quarter, our consultation documentation relating to the establishment of a new recycling plant in Uddevalla was supplemented. During this process, it emerged that an additional site in the industrial area in question would be suitable for our establishment. As a result, when our consultation documentation was submitted, it referred to two sites instead of one. However, our establishment continues to comprise **one** facility, but by selecting one of these two carefully analysed alternatives, we can increase the possibilities of an effective permit process. The consultation, which was held at the beginning of the autumn, went well and the next step is a formal application for an environmental permit which we will submit as earlier communicated and will take a maximum of a year to be investigated. It remains our aim that the new plant should be completed during the fourth quarter of 2023.

One of the most central events during the quarter was when our recovered carbon black and oil received sustainability certification according to International Sustainability and Carbon Certification (ISCC) in mid-September. The long-term importance of this cannot be overestimated. In addition to making us the first in the world to receive sustainability certification for our **carbon black**, also our **oil** is certified according to ISCC EU and ISCC Plus.

ISCC EU is of major importance to us in respect of the rules governing reduction requirements that apply to fuel producers in the EU. Namely, such certification means that we can sell our recovered oil to the fuel industry for the production of biofuels and thus making it easier for them to meet the requirements of the reduction obligation imposed on the industry by the applicable regulations

After the close of the quarter, a directed share issue (private placement) was conducted, which strengthened our cash base by SEK 125 million before issue costs. As we communicated earlier, the issue proceeds will be used to strengthen our organisation, as preparation for our expansion plan and to finance operating activities. Michelin has partaken its share of the issue and thus has retained its 20 per cent holding.

In mid-October, our first virtual capital market presentation was held, which enabled us to present a broad and coordinated view of where our company stands and how our plans are progressing. The presentation also contained a detailed financial budget for a normal-sized recycling plant. In conjunction with the presentation, it was also announced that we have engaged the services of the investment bank Greenhill as financial advisor. Greenhill's assignment is to prepare a long-term financing plan for our ambitious expansion plan. The capital market presentation also demonstrated that our shareholders are highly engaged and

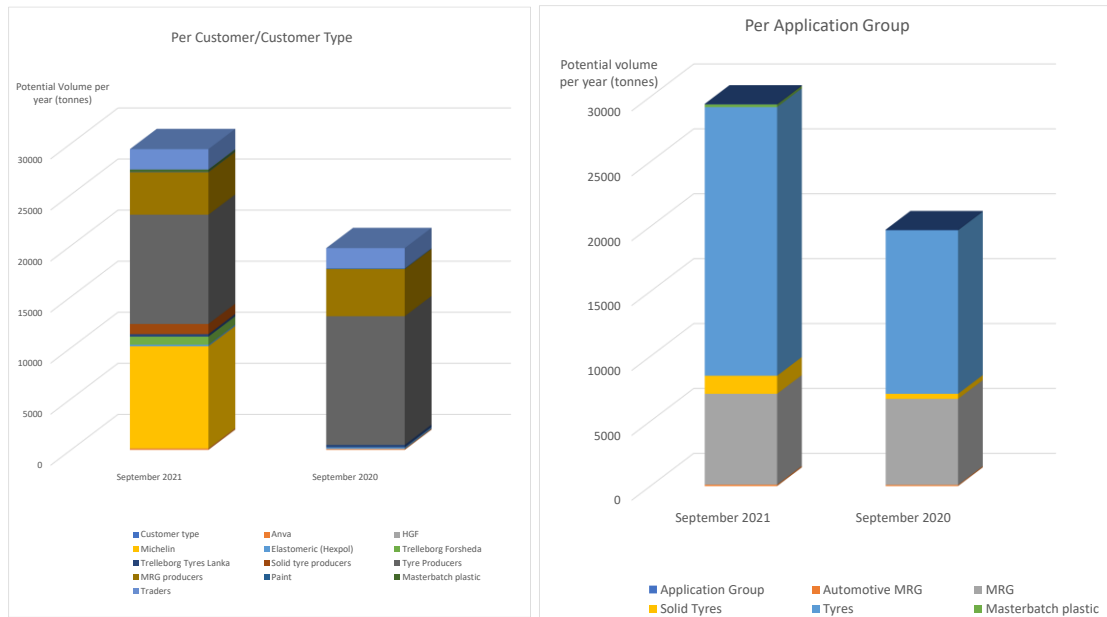
interested in the company's development. We look forward to continuing the dialogue in various ways and we have published a selection of these in a separate document that is available on our website <https://www.envirosystems.se/en/investor/presentations/>.

With a strengthened cash base, a secured central sustainability certificate, the ongoing reinforcement of the organisation, and a robust expansion plan that is being solidified, we have every reason to be confident about our continued progress.

Thomas Sörensson

Chief Executive Officer

Below: Status of the interest in Enviro’s carbon black and potential carbon black customers.



The customers in these graphs all have at least a status where production tests have or are being conducted. The graphs clearly show an increase in interest for our recovered carbon black, especially from the tyre industry.

Below: Status ongoing customer contacts regarding future plants

| Customer | Cap. 'tonnes tyres/year | Status | Type | Country |
|-------------|-------------------------|-------------------|-------------------|---------|
| Michelin | 30 | Agreement signed | Tyre Manufacturer | Chile |
| Own Project | Max 60 | Permit process | N/A | Sweden |
| Own project | 90 | Feasibility study | N/A | UK |

The above listed projects are the ones Enviro assesses as having the biggest probability to be realised within 24 months. As a result of the new business model, we will prioritize projects where we evaluate that a co-ownership will be the most favourable one.

Financial summary

Q3 2021

Group revenues and results

Net revenues for the period were MSEK 1.4 (0.2). Operating results totalled MSEK -11.5 (-12.7), and earnings after tax were MSEK -11.6 (-12.7). The increase of the result compared to last year with MSEK 1.2 is explained by a higher gross profit of MSEK 1.5, majorly thanks to a higher net turnover of MSEK 1.2 as well as a saving of MSEK 0.5 in external costs, all in all totally MSEK 2.0 better than during the same period in 2020. On the other hand, the personnel costs are totally MSEK 0.6 higher than last year mainly due to strengthening of the staff in both the parent company and the subsidiary and the depreciation has been MSEK 0.2 higher than during the same period in 2020.

Investments and financial standing

Investments of the group in fixed assets amounted to MSEK 3.8 (3.1). The investments consist of additional investments in the plant in Åsensbruk, as well as a FEED (Front End Engineering Design) for a future plant. The cash flow from operating activities after investing activities for the period were MSEK -14.1 (-10.9). The decrease in the cashflow is related to a lower operating result after adjustments of working capital of MSEK 2.5. In spite of the improvement in the result adjusted for depreciation of MSEK 1.3 the changes in working capital have been MSEK 3.8 higher than last year. These increases are related to repayment of short-term debt as well as an increase in customer receivables which is related to the increase in the turnover. On top of that, the investments have been MSEK 0.8 higher compared to the same period 2020.

After the end of the quarter the parent company has secured additional capital of MSEK 125 before transaction costs via a directed issue of 65,798,474 shares to institutional investors. The Company's largest shareholder Michelin has subscribed for its current share and has thereby retained its ownership of 20.0. The subscription price in the Directed New Share Issue was set to SEK 1.90 and has been determined through a so-called accelerated bookbuilding procedure carried out by the Company's financial advisor Pareto Securities AB. The Directed New Share Issue entails a dilution of approximately 10.0

percent of the number of shares and votes in the Company. Through the Directed New Share Issue, the number of outstanding shares and votes will increase by 65,789,474, from 590,826,115 to 656,615,589. The share capital will increase by SEK 2,631,578.96, from SEK 23,633,044.60 to SEK 26,264,623.56.

JANUARY – SEPTEMBER 2021

Group revenues and results

Net revenues for the period were MSEK 6.5 (1.1). Operating results totalled MSEK -38.9 (-36.1), and earnings after tax were MSEK -38.9 (-36.3). The decrease of the result compared to last year with MSEK 2.6 is explained of by higher external costs in connection with legal and consultancy support as well as running costs in connection with improvements in the plant in Åsensbruk, all in all totally MSEK 2.4 higher than during the same period in 2020. The personnel costs are totally MSEK 5.1 higher than last year mainly due to strengthening of the staff in both the parent company and the subsidiary as well as payments of achievement related remunerations. In addition to that direct costs, depreciation and financial expenses has been MSEK 0.5 higher than during the same period last year. On the other hand, there is an increase in gross profit of MSEK 5.3 mainly due to invoicing from the parent company for engineering services according to an agreement with Michelin concerning a commonly owned plant in Chile. The finance net was MSEK 0.1 better than the same period last year.

Investments and financial standing

Investments of the group in fixed assets amounted to MSEK 7.8 (8.1). The investments consist of additional investments in the plant in Åsensbruk, as well as a Front End Engineering Design (FEED) for the coming plant. The cash flow from operating activities after investing activities for the period were MSEK -39.1 (-34.0). The decrease in the cashflow is related to a lower operating result after adjustments of working capital, mainly due to lower operating income after adjustment of working capital of MSEK 5.4, of which the changes in working capital was MSEK 3.2. However, the investments have been MSEK 0.3 lower compared to the same period 2020.

During Q2, the parent company has secured additional capital of MSEK 21.0 before transaction costs via a directed issue. In connection with allotment of warrants to the board and key employees, the company received additional capital of MSEK 5.6. As previously mentioned, the company has secured additional capital of MSEK 125 before transaction costs via a directed issue.

The group cash amounted to MSEK 24.5 (54.8) at the end of the period.

The equity/assets ratio was 91 (90) percent.

Parent company

The net revenues for the parent company totalled MSEK 7.3 (2.4), and the result after tax was MSEK -36.7 (-36.1). Around 70% of the turnover are sales related to engineering services that are included in the agreements between the company and Michelin that were agreed and approved during Q1. Around 30% of the turnover is invoicing to group companies for internal services. For the rest the company has incurred higher external expenses, mainly legal and consultancy expenses which are MSEK 1.1 higher than last year. The staff costs are MSEK 4.5 higher than during the same period last year, mainly due to strengthening of the staff as well as payments of achievement related remunerations. The investments in fixed assets amounted to MSEK 4.1 (3.0). The investments of the year are mainly related to a FEED for a future plant.

Further, the parent company has secured additional capital of MSEK 21.0 via a directed issue. In connection with allotment of warrants to the board and key employees, the company received additional capital of MSEK 5.6. As previously mentioned, after the end of the period the mother company has secured another MSEK 125 before transaction costs via a directed share issue.

The Equity/assets ratio at the period-end was 96 (95) %.

Staff and Organisation

The group has 23 (22) employees at the period-end.

Executed transactions with related parties

For the period Jan-June consultancy fees to P 30 Ltd. of MSEK 0.6 have been included. Further, the parent company has invoiced Michelin the equivalent of MSEK 4.9 for engineering services according to agreement. Further, the subsidiary Tyre Recycling in Sweden AB has invoiced two different Michelin-owned companies for an amount of around SEK 0.4 million. This concerns sales of recovered carbon black and services. These transactions are evaluated by the company management to be according to market conditions. In connection with the, by the AGM, approved incentive programs LTIP 2021/2024 and LTIP 2021/2025 Tyre Recycling in Sweden AB has acquired 17,947,528 warrants for a total of around MSEK 8.3 from the parent company. Tyre Recycling in Sweden AB has, after that, made an allotment of 6,074,260 warrants in the program LTIP 2021/2024 for around MSEK 2.7 and 5,945,900 warrants in the program LTIP 2021/2025 for around MSEK 2.9.

Number of shares

Total shares outstanding at the end of the period was 590,826,115 (580,826,115).

Risks and uncertainties

A detailed description of risks and uncertainty factors is provided on page 41 and 54 of the annual report of 2020 as well as on pages 18-22 in the 2018 share issue prospectus. Covid-19 could have a negative effect on the commercialisation of the company, not least through potential imbalances in logistical flows and/or lock-down situations of societies or partly thereof.

FINANCIAL KEY RATIOS

Accounting policies

The consolidated reports for the group are prepared in compliance with the Swedish Annual Accounts Act, and BFNAR 2012:1 Annual Accounts and Consolidated Financial Statements (K3). Applicable accounting policies are detailed in the company consolidated annual report note 1.

Financial Key Ratios

| | Jul-Sep 2021 | Jul-Sep 2020 | Jan-Sep 2021 | Jan-Sep 2020 | Jan-Dec 2020 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|
| EBITDA (KSEK) | -8,161 | -9,467 | -28,868 | -26,540 | -36,969 |
| Operating margin (%) ¹⁾ | neg. | neg. | neg. | neg. | neg. |
| Equity Ratio (%) ²⁾ | - | - | 91.3% | 90.0% | 90.4% |
| Return on capital employed (%) ³⁾ | -8.4% | -7.6% | -28.1% | -22.0% | -31.8% |
| Interest-bearing liabilities (KSEK) ⁴⁾ | - | - | 1,568 | 4,736 | 3,944 |
| Earnings per share before dilution (SEK) | -0.02 | -0.02 | -0.07 | -0.07 | -0.09 |

¹⁾ Operating income as a percentage of net sales.

²⁾ Total equity divided by total assets

³⁾ Capital employed; equity plus interest bearing liabilities. Return on capital employed is calculated as earnings after financial items plus interest expenses divided by average capital employed.

⁴⁾ Interest bearing liabilities, ending balance.

Largest shareholders

Sep 30, 2021

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| Shareholders | Ownership share |
|---|-----------------|
| Michelin Ventures S.A.S | 20.00% |
| Försäkringsbolaget Avanza Pension | 7.37% |
| Nordnet Pensionsförsäkring AB | 2.38% |
| Peak AM Securities AB (Lennart Persson) | 2.03% |
| Conatum AB (including main owner) | 0.81% |
| 10 largest owners | 35.49% |
| Others | 64.51% |

Planned reporting schedule

| | |
|--|-------------------|
| Year End Report Jan-Dec 2021 | February 24, 2022 |
| Annual Report 2021 is published on the company's website | April 28, 2022 |
| Quarterly Report January-March 2022 | May 19, 2022 |
| Annual General Meeting 2022 | May 19, 2022 |

Gothenburg November 18, 2021

The board of directors and Managing Director

Scandinavian Enviro Systems AB (publ)

This interim report has not been subject to auditing by the company's auditors.

Questions answered by

Thomas Sörensson, VD, Phone: +46 735 10 53 43, thomas.sorensson@envirosystems.se
 Urban Folcker, CFO, Phone: +46 760 00 13 11, urban.folcker@envirosystems.se

CONSOLIDATED STATEMENT OF INCOME

| Amounts in KSEK | Jul-Sep 2021 | Jul-Sep 2020 | Jan-Sep 2021 | Jan-Sep 2020 | Jan-Dec 2020 |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| Operating income | | | | | |
| Net sales | 1,884 | 176 | 7,008 | 1,090 | 1,508 |
| Other operating income | - | - | - | - | 29 |
| Changes in stocks of finished goods | 46 | 44 | 80 | 62 | 357 |
| | 1,930 | 220 | 7,088 | 1,152 | 1,894 |
| Operating expenses | | | | | |
| Raw materials and consumables | - 396 | - 161 | - 955 | - 230 | - 370 |
| Other external costs | - 4,761 | - 5,305 | - 17,093 | - 14,668 | - 20,270 |
| Personnel costs | - 4,935 | - 4,221 | - 17,908 | - 12,794 | - 18,223 |
| Depreciation of tangible and intangible assets | - 3,080 | - 2,884 | - 9,111 | - 8,638 | - 11,603 |
| Amortization of acquired goodwill | - 305 | - 305 | - 914 | - 914 | - 1,219 |
| | - 13,476 | - 12,876 | - 45,981 | - 37,244 | - 51,685 |
| Operating profit/loss | - 11,546 | - 12,656 | - 38,893 | - 36,092 | - 49,791 |
| Profit/loss from financial items | | | | | |
| Interest income and similar items | 7 | 46 | 68 | 129 | 184 |
| Interest expenses and similar items | - 29 | - 78 | - 118 | - 295 | - 395 |
| | - 22 | - 32 | - 50 | - 166 | - 211 |
| Profit/loss after financial items | - 11,568 | - 12,687 | - 38,943 | - 36,258 | - 50,002 |
| Tax for the period | - | - | - | - | - |
| Profit/loss for the period | - 11,568 | - 12,687 | - 38,943 | - 36,258 | - 50,002 |
| Number of shares at the end of the period | 590,826,115 | 580,825,115 | 590,826,115 | 580,825,115 | 580,826,115 |
| Average number of shares before dilution | 590,826,115 | 580,825,115 | 584,452,489 | 533,167,998 | 545,180,203 |
| Average number of shares after dilution | 608,773,643 | 580,825,115 | 591,881,319 | 533,167,998 | 545,180,203 |
| Earnings per share before dilution (SEK) | - 0.02 | - 0.02 | - 0.07 | - 0.07 | - 0.09 |
| Earnings per share after dilution (SEK) | - 0.02 | - 0.02 | - 0.07 | - 0.07 | - 0.09 |

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| Amounts in KSEK | Sep 30, 2021 | Sep 30, 2020 | Dec 31, 2020 |
|---|----------------|----------------|----------------|
| ASSETS | | | |
| Fixed assets | | | |
| <i>Intangible fixed assets</i> | | | |
| Capitalized expenditures for development | 33,767 | 33,749 | 33,740 |
| Patents and similar rights | 3,538 | 3,962 | 3,882 |
| Goodwill | 2,743 | 3,962 | 3,657 |
| | 40,048 | 41,672 | 41,279 |
| <i>Property, plant and equipment</i> | | | |
| Machinery and other technical facilities | 69,539 | 70,620 | 70,534 |
| Equipment, tools, and installations | 83 | 113 | 105 |
| | 69,622 | 70,733 | 70,639 |
| <i>Financial non-current assets</i> | | | |
| Other non-current receivables | 148 | 148 | 148 |
| | 148 | 148 | 148 |
| Total fixed assets | 109,817 | 112,553 | 112,066 |
| Current assets | | | |
| <i>Inventories, etc.</i> | | | |
| Raw materials and consumables | 38 | 52 | 66 |
| Goods in progress | 29 | 27 | 123 |
| Finished products and goods for resale | 1,192 | 248 | 580 |
| Inventory spare parts | 1,081 | 910 | 1,022 |
| | 2,340 | 1,238 | 1,790 |
| <i>Current receivables</i> | | | |
| Trade receivables | 1,240 | 232 | 154 |
| Other receivables | 2,366 | 2,779 | 1,966 |
| Prepaid costs and accrued income | 1,137 | 1,124 | 1,083 |
| | 4,743 | 4,135 | 3,202 |
| <i>Cash and cash equivalents</i> | | | |
| | 24,465 | 54,806 | 39,577 |
| Total current assets | 31,548 | 60,179 | 44,569 |
| TOTAL ASSETS | 141,366 | 172,732 | 156,635 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 23,633 | 23,233 | 23,233 |
| Other capital contributions | 431,118 | 405,165 | 405,165 |
| Other capital, including profit/loss for the year | - 325,711 | - 273,024 | - 286,768 |
| | 129,040 | 155,374 | 141,630 |
| Non-current liabilities | | | |
| Other liabilities to credit institutions | - | 1,568 | 776 |
| | - | 1,568 | 776 |
| Current liabilities | | | |
| Amounts owed to credit institutions | 1,568 | 3,168 | 3,168 |
| Trade payables | 2,588 | 5,138 | 3,217 |
| Other current liabilities | 1,646 | 2,594 | 2,524 |
| Accrued expenditures and prepaid income | 6,523 | 4,890 | 5,320 |
| | 12,325 | 15,790 | 14,229 |
| TOTAL EQUITY AND LIABILITIES | 141,366 | 172,732 | 156,635 |

CHANGES IN EQUITY, CONSOLIDATED

| Amounts in KSEK | Jan 1 - Sep 30, 2021 | | |
|--------------------------------|----------------------|-----------------------------|--|
| | Share capital | Other capital contributions | Other equity, including profit/loss for the year |
| Opening balance, equity | 23,233 | 405,165 | - 286,768 |
| Profit/loss for the period | - | - | - 38,943 |
| Fund for development costs | - | - | 4,351 |
| Profits brought forward | - | - | - 4,351 |
| New share issue | 400 | 26,136 | - |
| Expenses related to issue | - | - | - 183 |
| Closing balance, equity | 23,633 | 431,302 | - 325,894 |

| Amounts in KSEK | Jan 1 - Sep 30, 2020 | | |
|--------------------------------|----------------------|-----------------------------|--|
| | Share capital | Other capital contributions | Other equity, including profit/loss for the year |
| Opening balance, equity | 18,586 | 377,315 | - 236,766 |
| Profit/loss for the period | - | - | - 36,258 |
| Fund for development costs | - | - | - 279 |
| Profits brought forward | - | - | 279 |
| New share issue | 4,647 | 27,880 | - |
| Expenses related to issue | - | - 30 | - |
| Closing balance, equity | 23,233 | 405,165 | - 273,024 |

| | Jan 1 - Dec 31, 2020 | | |
|--------------------------------|----------------------|-----------------------------|--|
| | Share capital | Other capital contributions | Other equity, including profit/loss for the year |
| Opening balance, equity | 18,586 | 377,315 | - 236,766 |
| Profit/loss for the period | - | - | - 50,002 |
| Fund for development costs | - | - | - 248 |
| Profits brought forward | - | - | 248 |
| New share issue | 4,647 | 27,880 | - |
| Expenses related to issue | - | - 30 | - |
| Closing balance, equity | 23,233 | 405,165 | - 286,768 |

STATEMENT OF CASH FLOW, CONSOLIDATED

| Amounts in KSEK | Jul-Sep 2021 | Jul-Sep 2020 | Jan-Sep 2021 | Jan-Sep 2020 | Jan-Dec 2020 |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| <i>Operating activities</i> | | | | | |
| Operating profit/loss | - 11,546 | - 12,656 | - 38,893 | - 36,092 | - 49,791 |
| Adjustments for items not part of the cash flow | 3,385 | 3,189 | 10,025 | 9,552 | 12,822 |
| Capital gain/loss on fixed assets | - | - | - | - | - |
| Interest received | 7 | 46 | 68 | 129 | 184 |
| Interest paid | - 29 | - 78 | - 118 | - 295 | - 395 |
| Cash flow from operating activities before changes in working capital | - 8,183 | - 9,499 | - 28,918 | - 26,706 | - 37,180 |
| <i>Cash flow from changes in working capital</i> | | | | | |
| Increase (-) / reduction (+) in inventories | - 579 | - 268 | - 550 | - 579 | - 1,131 |
| Increase (-) / reduction (+) in trade receivables | - 1,006 | 80 | - 1,086 | 87 | 166 |
| Increase (-) / reduction (+) in other receivables | 107 | - 566 | - 455 | - 810 | 45 |
| Increase (+)/reduction (-) in trade payables | 632 | 3,054 | - 629 | 1,960 | 39 |
| Increase (+)/reduction (-) in current liabilities | - 1,265 | - 612 | 326 | 117 | 477 |
| Cash flow from ordinary course of business | - 10,294 | - 7,811 | - 31,312 | - 25,930 | - 37,584 |
| Investment activities | | | | | |
| Acquisition of intangible assets | - 1,568 | - 2,364 | - 4,054 | - 3,049 | - 4,420 |
| Acquisition of property, plant and equipment | - 2,264 | - 708 | - 3,723 | - 5,002 | - 6,413 |
| Changes in long-term receivables | - | - | - | - | - |
| Cash flow from investment activities | - 3,831 | - 3,072 | - 7,777 | - 8,051 | - 10,834 |
| Financing activities | | | | | |
| New rights issue | - | - | 26,536 | 32,526 | 32,526 |
| Expenses related to issue | - 111 | - | - 183 | - 30 | - 30 |
| Ongoing rights issue | - | - | - | - | - |
| Amortisation/Increase of debts | - 792 | - 792 | - 2,376 | - 2,376 | - 3,168 |
| Cashflow from financing activities | - 903 | - 792 | 23,977 | 30,120 | 29,328 |
| Cash flow for the period | - 15,029 | - 11,675 | - 15,111 | - 3,860 | - 19,090 |
| Cash and cash equivalents at the beginning of the period | 39,493 | 66,481 | 39,576 | 58,666 | 58,666 |
| Cash and cash equivalents at the end of the period | 24,465 | 54,805 | 24,465 | 54,805 | 39,576 |

RESULTATRÄKNING MODERBOLAGET

| Belopp i KSEK | jul-sep 2021 | jul-sep 2020 | jan-sep 2021 | jan-sep 2020 | jan-dec 2020 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|
| Rörelsens intäkter | | | | | |
| Nettoomsättning | 1,674 | 807 | 7,321 | 2,403 | 3,207 |
| Övriga Intäkter | 80 | - | 80 | - | 29 |
| | 1,754 | 807 | 7,400 | 2,403 | 3,237 |
| Rörelsens kostnader | | | | | |
| Övriga externa kostnader | - 8,758 | - 8,767 | - 28,164 | - 27,065 | - 35,728 |
| Personalkostnader | - 2,971 | - 2,388 | - 11,577 | - 7,103 | - 10,258 |
| Avskrivning av materiella och immateriella anl.tillg. | - 1,470 | - 1,462 | - 4,393 | - 4,371 | - 5,839 |
| | - 13,199 | - 12,617 | - 44,134 | - 38,540 | - 51,825 |
| Rörelseresultat | - 11,445 | - 11,810 | - 36,734 | - 36,136 | - 48,588 |
| Resultat från finansiella poster | | | | | |
| Ränteintäkter och liknande resultatposter | 7 | 32 | 62 | 63 | 90 |
| Räntekostnader och liknande resultatposter | - 0 | - 4 | - 0 | - 40 | - 46 |
| | 7 | 28 | 62 | 23 | 44 |
| Resultat efter finansiella poster | - 11,439 | - 11,782 | - 36,672 | - 36,113 | - 48,544 |
| Koncernbidrag | - | - | - | - | - |
| Resultat efter bokslutsdispositioner | - 11,439 | - 11,782 | - 36,672 | - 36,113 | - 48,544 |
| Skatt på periodens resultat | - | - | - | - | - |
| Periodens resultat | - 11,439 | - 11,782 | - 36,672 | - 36,113 | - 48,544 |

STATEMENT OF FINANCIAL POSITION, PARENT COMPANY

| Amounts in KSEK | Sep 30, 2021 | Sep 30, 2020 | Dec 31, 2020 |
|---|----------------|----------------|----------------|
| ASSETS | | | |
| Committed but not paid capital | - | - | - |
| Fixed assets | | | |
| <i>Intangible fixed assets</i> | | | |
| Capitalized expenditures for development | 33,717 | 33,699 | 33,690 |
| Patents and similar rights | 3,538 | 3,962 | 3,882 |
| | 37,255 | 37,660 | 37,572 |
| <i>Tangible fixed assets</i> | | | |
| Equipment, tools, and installations | 83 | 113 | 105 |
| | 83 | 113 | 105 |
| <i>Financial non-current assets</i> | | | |
| Investments in group companies | 36,891 | 36,891 | 36,891 |
| Long-term receivables, group enterprises | 48,326 | 41,536 | 42,521 |
| Other long-term receivables | 148 | 148 | 148 |
| | 85,364 | 78,574 | 79,559 |
| Total fixed and non-current assets | 122,702 | 116,347 | 117,236 |
| Current assets | | | |
| <i>Current receivables</i> | | | |
| Trade receivables | 894 | 12 | 2 |
| Other receivables | 2,223 | 2,640 | 1,895 |
| Prepaid costs, accrued earnings | 639 | 733 | 677 |
| | 3,756 | 3,384 | 2,574 |
| <i>Cash and cash equivalents</i> | | | |
| | 23,154 | 51,862 | 36,741 |
| Current assets, total | 26,910 | 55,246 | 39,315 |
| TOTAL ASSETS | 149,612 | 171,593 | 156,551 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| <i>Restricted equity</i> | | | |
| Share capital | 23,633 | 23,233 | 23,233 |
| Share capital not registered | - | - | - |
| Statutory reserve | 502 | 502 | 502 |
| Fund for development expenses | 6,800 | 2,542 | 2,449 |
| <i>Unrestricted equity</i> | | | |
| Share premium reserve | 433,376 | 404,663 | 404,663 |
| Ongoing share issue | - | - | - |
| Share right issue costs | - | - | - |
| Retained earnings | - 283,857 | - 231,055 | - 230,962 |
| Profit/loss for the period | - 36,672 | - 36,113 | - 48,544 |
| | 143,782 | 163,772 | 151,341 |
| Current liabilities | | | |
| Amounts owed to credit institutions | - | - | - |
| Trade payables | 1,127 | 3,325 | 522 |
| Other current liabilities | 485 | 1,460 | 1,496 |
| Accrued costs and prepaid income | 4,219 | 3,035 | 3,191 |
| | 5,830 | 7,821 | 5,210 |
| TOTAL EQUITY AND LIABILITIES | 149,612 | 171,593 | 156,551 |

CHANGES IN EQUITY, PARENT COMPANY

| Amounts in KSEK | | Jan 1-Sep 30, 2021 | | | | | | |
|---|-------------------|----------------------|-------------------|----------------------------|-----------------------|----------------------|-------------------|----------------------------|
| | Restricted equity | | | | Unrestricted equity | | | |
| | Share capital | Ongoing rights issue | Statutory reserve | Fund for development costs | Share premium reserve | Ongoing rights issue | Retained earnings | Profit/loss for the period |
| Opening balance, equity | 23,233 | - | 502 | 2,449 | 404,664 | - | - 230,962 | - 48,544 |
| Adjustment of previous year's profit and loss | - | - | - | - | - | - | - 48,544 | 48,544 |
| Profit/loss for the period | - | - | - | - | - | - | - | - 36,672 |
| Fund for development costs | - | - | - | 4,351 | - | - | - 4,351 | - |
| New share issue | 400 | - | - | - | 28,896 | - | - | - |
| Expenses related to issue | - | - | - | - | - 183 | - | - | - |
| Closing balance, equity | 23,633 | - | 502 | 6,800 | 433,376 | - | - 283,858 | - 36,672 |

| | | Jan 1-Sep 30, 2020 | | | | | | |
|---|-------------------|----------------------|-------------------|----------------------------|-----------------------|----------------------|-------------------|----------------------------|
| | Restricted equity | | | | Unrestricted equity | | | |
| | Share capital | Ongoing rights issue | Statutory reserve | Fund for development costs | Share premium reserve | Ongoing rights issue | Retained earnings | Profit/loss for the period |
| Opening balance, equity | 18,586 | - | 502 | 2,821 | 376,814 | - | - 188,007 | - 43,327 |
| Adjustment of previous year's profit and loss | - | - | - | - | - | - | - 43,327 | 43,327 |
| Profit/loss for the period | - | - | - | - | - | - | - | - 36,113 |
| Fund for development costs | - | - | - | - 279 | - | - | 279 | - |
| New share issue | 4,647 | - | - | - | 27,880 | - | - | - |
| Expenses related to issue | - | - | - | - | - 30 | - | - | - |
| Closing balance, equity | 23,233 | - | 502 | 2,542 | 404,664 | - | - 231,055 | - 36,113 |

| | | Jan 1-Dec 31, 2020 | | | | | | |
|---|-------------------|----------------------|-------------------|----------------------------|-----------------------|----------------------|-------------------|----------------------------|
| | Restricted equity | | | | Unrestricted equity | | | |
| | Share capital | Ongoing rights issue | Statutory reserve | Fund for development costs | Share premium reserve | Ongoing rights issue | Retained earnings | Profit/loss for the period |
| Opening balance, equity | 18,586 | - | 502 | 2,821 | 376,814 | - | - 188,007 | - 43,327 |
| Adjustment of previous year's profit and loss | - | - | - | - | - | - | - 43,327 | 43,327 |
| Profit/loss for the period | - | - | - | - | - | - | - | - 48,544 |
| Fund for development costs | - | - | - | - 372 | - | - | 372 | - |
| New share issue | 4,647 | - | - | - | 27,880 | - | - | - |
| Expenses related to issue | - | - | - | - | - 30 | - | - | - |
| Closing balance, equity | 23,233 | - | 502 | 2,449 | 404,664 | - | - 230,962 | - 48,544 |

STATEMENT OF CASH FLOW, PARENT COMPANY

| Amounts in KSEK | Jul-Sep 2021 | Jul-Sep 2020 | Jan-Sep 2021 | Jan-Sep 2020 | Jan-Dec 2020 |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| <i>Operating activities</i> | | | | | |
| Operating profit/loss | - 11,445 | - 11,810 | - 36,734 | - 36,136 | - 48,588 |
| Adjustments for items not part of the cash flow | 1,470 | 1,462 | 4,393 | 4,371 | 5,839 |
| Capital gain/loss on fixed assets | - | - | - | - | - |
| Interest received | 7 | 32 | 62 | 63 | 90 |
| Interest paid | - 0 | - 4 | - 0 | - 40 | - 46 |
| Cash flow from operating activities before changes in working capital | - 9,968 | - 10,320 | - 32,278 | - 31,742 | - 42,706 |
| <i>Cash flow from changes in working capital</i> | | | | | |
| Increase (-) reduction (+) in other receivables | - 734 | - 563 | - 1,182 | - 775 | 35 |
| Increase (+)/reduction (-) in trade payables | 184 | 2,177 | 604 | 2,444 | - 359 |
| Increase (+)/reduction (-) in current liabilities | - 1,740 | - 331 | 16 | - 278 | - 85 |
| Cash flow from ordinary course of business | - 12,259 | - 9,036 | - 32,840 | - 30,350 | - 43,114 |
| Investment activities | | | | | |
| Acquisition of intangible assets | - 1,568 | - 2,364 | - 4,054 | - 3,049 | - 4,420 |
| Changes in long-term receivables | 4,815 | 1,015 | - 5,805 | - 3,535 | - 4,520 |
| Cash flow from investment activities | 3,247 | - 1,349 | - 9,859 | - 6,584 | - 8,940 |
| Financing activities | | | | | |
| New rights issue | - | - | 29,296 | 32,526 | 32,526 |
| Expenses related to issue | - 111 | - | - 183 | - 30 | - 30 |
| Cashflow from financing activities | - 111 | - | 29,112 | 32,496 | 32,496 |
| Cash flow for the period | - 9,122 | - 10,385 | - 13,587 | - 4,438 | - 19,558 |
| Cash and cash equivalents at the beginning of the period | 32,276 | 62,246 | 36,741 | 56,299 | 56,300 |
| Cash and cash equivalents at the end of the period | 23,154 | 51,860 | 23,154 | 51,860 | 36,741 |