



Quarterly Report January – March 2019



Above: Sales Manager Fredrik Olofsson shows Enviro's high qualitative recovered carbon black, rCB

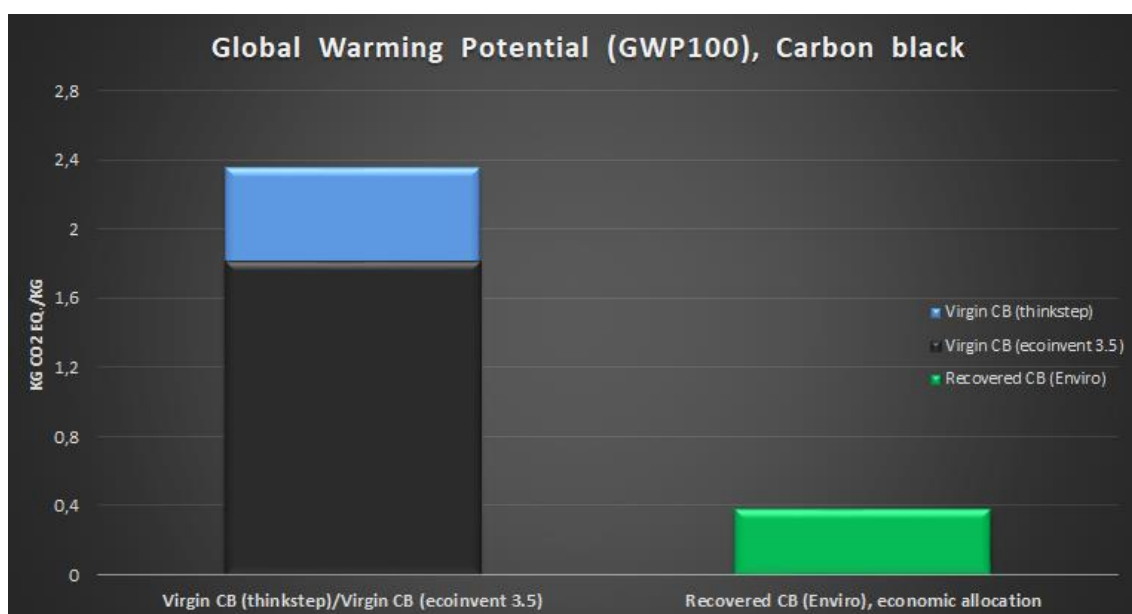
Quarterly report Scandinavian Enviro Systems AB (publ) January – March 2019

Enviro's recovered carbon black saves around 80% CO2 emissions

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.

Q1 2019

- Net revenues for the period were MSEK 0.1 (0.2)
- Earnings after tax for the period were MSEK -10.0 (-9.2)
- Earnings per share for the period (before dilution) was SEK -0.04 (-0.08)
- Cash flow for the period after investments was MSEK -8.7 (-5.4)
- Elysium Aps (which is a possible candidate to become a joint venture with Enviro as co-owner) signs a rental agreement in Denmark for a plant in Nyborg
- A Life Cycle Analysis (LCA) covering Enviro's recovered carbon black concludes that its creation saves around 80% CO2 emissions compared to production of virgin carbon black (see graph below)



Global Warming Potential (GWP) is an index that compares the greenhouse effect for greenhouse gases on a common scale with that of carbon dioxide. The diagram shows a comparison between virgin carbon black and Enviro's recovered carbon black for CO2 emissions. (Thinkstep and Ecoinvent 3.5 are two different global databases for LCA data linked to specific commodities, both of which, in this case, are virgin carbon black for rubber applications.)

Scandinavian Enviro Systems AB (publ) is an environmental business that offers profitable recycling of tyres and refined material primarily for the rubber industry. The company sells and plans to (co)own environmental plants to/together with industrial investors and operates its own facility for End of Life tyres in Åsensbruk, Sweden. Enviro, with its head quarter in Gothenburg, Sweden, was founded in 2001, and has around 20 employees. It is listed on Nasdaq First North with Mangold Fondkommission AB as certified advisor, telephone +46 8 503 015 50, E-mail ca@mangold.se, www.envirosystems.se

Investments in Åsensbruk

The planned Åsensbruk plant investments are being implemented throughout the spring and we estimate a May deployment for related activities. The conducted activities are expected to give positive effects directly from the start and as of deployment we will increase the number of shifts in the production. Some of the investments pertain to implementing various types of process and measuring equipment for use in new plants and they are designed to improve the effectiveness of plant classification and permitting processes. As expected, the production stop during the period will affect both revenues and the results negatively, but the improvements in question will result in increased operational reliability and efficiencies.

We are approaching sales agreements concerning recovered carbon black for future plants

Our strategic efforts targeting market-leading carbon black customers are beginning to bear fruit. The increased interest in our material has solidified greatly during the first quarter. We anticipate that new incoming orders for the Åsensbruk plant as well as sales agreements for new plants will be realised soon. To minimise our reliance on individual actors, our ambition for each plant is to have customers and applications across disparate industry segments. At the same time, it is important for us to prioritise having enough material available for strategically important customers. Our leading tyre and rubber manufacturing partners are seeing great benefits from our reclaimed carbon black. The Life Cycle Assessment (LCA) that we presented this spring has reinforced our insight even further into how we can help them reach their sustainability targets. With a CO₂ impact that is some 80% lower than virgin carbon black, our material is paving the road ahead for rapid environmental results.

Enviro's new business model

The change in Enviro's business model, implemented in 2018, means that we are now seeking part ownership in our plant projects. Since early 2019, we have been engaged in intensive efforts to draft the requisite agreements for project deliveries, financing, joint ventures and sales (of carbon black, oil, and recycled steel) required for sustained successful establishment with partners. The fact that any such establishment is possible only abroad is a complicating factor.

The interest in establishing plants with us is extraordinarily high, and we are engaged in parallel negotiations with serious actors in Denmark, Chile, the United Arab Emirates, and the United States. These share the attribute of having various conditions in place both with respect to financing and capacity to manage major industrial projects. Our challenge is to evaluate the capacity of individual potential counterparties, in order to be able to prioritise and choose the right project for initial development.

Board and organisation strengthened

In step with Enviro's growth, we have a need to supplement our team with competent and experienced talent. Enviro's nomination committee have therefore proposed Björn Olausson for election to the board of directors at the next annual general meeting. His experience from international projects and plant constructions will be a valuable reinforcement.

As planned, we will also begin the recruitment of operators for the Åsensbruk plant and of persons with the pertinent expertise ahead of upcoming construction projects.

Thomas Sörensson

Chief Executive Officer

Customer	Customer type	Application	%rCB	March 2019		%rCB	December 2018	
				Volume ton/yea	Status		Volume ton/yea	Status
Anva	Producer/Mixer	Chassi plugs (Volvo)	100	80	Active orders	100	80	Active orders
Anva	Producer/Mixer	Sealing (Alvenius)	100	8	Active orders	100	8	Active orders
Elastomeric (Hexpol)	Solid tyre producer	Solid tyres and caster wheels	25-50	150	Active orders	25-50	150	Active orders
Anva	Producer/Mixer	Not disclosed	100	Not official	Waiting for order	100	Not official	Waiting for order
Anva	Producer/Mixer	Not disclosed	100	Not official	Waiting for order	100	Not official	Waiting for order
Anva	Producer/Mixer	Not disclosed	100	Not official	Waiting for order	100	Not official	Waiting for order
Multinational tyre producer 2	Solid tyre producer	Solid tyre	Not disclosed	240	Waiting for order	Not disclosed	300	Waiting for order
Multinational rubber producer 2	Producer/mixer	Extruded profiles and rubber mats	25-50	500	Waiting for order	25-50	500	Waiting for order
Raw material trader 1	Trader	Many different	N/A	1000-2000	Waiting for order	N/A	1000-2000	Waiting for order
Multinational rubber producer 4	Compounder/producer	Rubber sheeting, gaskets, conveyor belt	25-100%	500-1000	Waiting for order	25-100%	500-1000	Waiting for order
Rubber producer	Mixer	General rubber	Not disclosed	0	Waiting for order	Not disclosed	120	Waiting for order
Rubber producer	Producer/Mixer	Agri sheet etc.	10-100	220	Waiting for order	10-100	100-500	Waiting for order
HGF	Producer/Mixer	Automotive accessories	100	50	Waiting for order	100	50	Waiting for order
Multinational rubber producer 3	Producer/Mixer	Aut. bellow	Not disclosed	0	In production tes	Not disclosed	300	In production tes
Multinational rubber producer 2	Compounder	Compounds	50-100%	>1000	In production tes	10-100%	>1000	In production tes
Multinational tyre producer 3	Tyre and rubber producer	Agricultural and solid tyres	10-100%	1000-5000	In production test			
Multinational Tyre producer 5	Tyre and general rubber producer	all types of tyres and general rubber applications	50-100%	>8000	In production tes	10-100%	>10000	In production tes
Multinational rubber producer 3	Compounder/producer	Conveyor belts etc.	Not disclosed	0	In production tes	Not disclosed	>3000	In production tes
Multinational rubber producer 3	Tyre and rubber producer	Solid tyres and transport rubber	50-100%	500	Waiting for order			
Total				ca 13200-18000			ca 16000-18000	

Current status of Enviro's carbon black and potential carbon black customers. The lowest status of the customers on this list is where production tests have or are being conducted.

Customer	Cap. 'tonnes tyres/year	Status	Type	Country
WindSpace	30	MoU	Investor	Denmark
TreadCraft	30	MoU	Recycling	USA
EE-TTD Cleveland LLC	30	MoU	Tyre recycling	USA
ArticCan	30	MoU	Energy/Recycling	Canada
Not official	30	Quotation	Recycling/Investment	USA
Not official	30	Quotation	Investor/Industri	Abu Dhabi
Not official	18	Quotation	Tyre Manufacturer	Chile

Status ongoing customer contacts regarding future plants. The above listed projects are the ones Enviro assesses as having the biggest probability to be realised. 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. A clearer focus will result in the fact that this list will be shorter due to more efficient utilisation of our resources and possibilities where we can create the best profitability according to the business model.

Subscription warrants series 2018/2019 from preferential rights issue

In connection with the completed preferential rights issue during 2018-2019, each subscribed Unit gave 2 subscription warrants without additional consideration. One (1) warrant gives the right to subscribe to one (1) new share in the Company. The subscription price for the warrants amounts to 70% of the average volume-weighted price, (i.e. with a discount of 30%) for the share during the period from August 15, 2019 through August 29, 2019, however, a minimum of SEK 0.40 per share and a maximum of SEK 1.00 per share. Subscription of shares under the warrants shall be in accordance with the terms of the warrants during the period from September 2, 2019 to September 13, 2019. Further information regarding the possibility of utilizing these warrants and complete terms for the warrants can be found in the prospectus for the preferential rights issue on page 23, pages 27–30 and pages 74–79.

Prospectus available on Enviro's website:

www.envirosystems.se/app/uploads/Scandinavian-Enviro-Systems-AB-publ-Prospekt-1.pdf

Financial summary

Q1 2019

Group revenues and results

Net revenues for the period were MSEK 0.1 (0.2). Operating results totalled MSEK -9.9 (-8.9), and earnings after tax were MSEK -10.0 (-9.2).

The decrease of the turnover is mainly due to ongoing additional investments in our plant. During this period the plant has not been in operation. The decrease of the result compared to last year is explained mainly by higher operating expenses, mainly marketing, external consultancy and legal costs, which are MSEK 0.6 higher than last year and also staff costs, which are MSEK 0.3 higher than last year in connection with among others recruiting and travel costs. The interest net has improved with MSEK 0.2 due to that all interest bearing, short term liabilities in the mother company have been repaid.

Investments and financial standing

During the quarter investments made were of MSEK 1.8 (0.1). The investments are related to additional investments in the plant in Åsensbruk as well as ongoing patents. Cash flow from operating activities after investing activities for the period were MSEK -8.7 (-5.4). The decrease is mainly due to lower operating income as well as interest net of MSEK 0.8 compared to Q1 2018, but also due to a higher CAPEX of MSEK 1.7 compared to last year. The changes of working capital during the period is MSEK 0.0 compared to MSEK 0.6 compared to the same period in 2018.

The total cash at the end of the period was MSEK 48.1 (2.7). The rights issue that was approved in November 2018, has been finalised during the first quarter. The final payment of around MSEK 45.1 has been paid to the company during January 2109 (the remaining amount was paid out during December 2018). Further, a short term loan from Pegraco Invest of MSEK 12 has been repaid during January. In connection with this the company has had the chattel mortgage of MSEK 12 returned.

Equity/assets ratio was 89 (80) %.

Mother company

Net revenues for the parent company totalled MSEK 0.8 (0.8), and profit after financial items was MSEK -11.0 (-10.1). All revenues are for services charged to subsidiaries. The most significant cause of the reduced result is higher operating expenses, mainly marketing, consulting and legal costs, which are MSEK 0.6 higher than last year as well as staff expenses, which are MSEK 0.2 higher than last year in connection with among others travelling expenses. The interest net has improved with MSEK 0.2 due to that all interest bearing, short term liabilities have been repaid. Investments in fixed assets were MSEK 0.2 (0.1). The investments for the year are mainly related to patents belonging to the company. Equity/assets ratio at the period-end was 97 (92) %.

Staff and Organisation

The group has 17 (16) employees at the period-end.

Executed transactions with related parties

There has been no transactions with related parties during the period.

Number of shares

Total shares outstanding at the end of the period was 343,249,764 (116,370,291). The preferential rights issue of MSEK 84.5 was registered during February and added in total an additional 211,230,624 shares. Additional to that there are 211,230,624 subscription warrants, which can be utilised during the period September 2 – 13, 2019.

Risks and uncertainties

A detailed description of risks and uncertainty factors is provided on pages 18-22 in the 2018 share issue prospectus. No new risks are assessed to have arisen in relation to those listed there.

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

	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
EBITDA (KSEK)	-6,658	-5,668	-23,445
Operating margin (%) ¹⁾	neg.	neg.	neg.
Equity ratio (%)	88.9%	79.8%	83.6%
Return on capital employed (%) ²⁾	-6.0%	-6.9%	-23.8%
Interest-bearing liabilities (KSEK) ³⁾	9,488	18,656	11,780
Earnings per share before dilution (SEK)	-0.04	-0.08	-0.32

¹⁾ Operating income as a percentage of net sales.

²⁾ 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.

³⁾ Interest bearing liabilities, ending balance.

Largest shareholders

Mar 29, 2019

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Shareholders	Ownership share
Pegroco Invest AB (including Pegroco Holding AB)	7.78%
Försäkringsbolaget Avanza Pension	6.88%
Nordnet Pensionsförsäkring AB	4.24%
TAMT AB (including main owner)	3.59%
Swedbank Försäkring AB	2.37%
10 largest owners	31.04%
Others	68.96%

Planned reporting schedule

General Meeting 2019

May 09, 2019

Gothenburg May 9, 2019

The board of directors and Chief Executive Officer

Scandinavian Enviro Systems AB (publ)

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

Questions answered by

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CONSOLIDATED STATEMENT OF INCOME

Amounts in KSEK	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Operating income			
Net sales	123	195	1,129
Other operating income	-	37	345
Changes in stocks of finished goods	- 42	- 104	- 17
	80	128	1,457
Operating expenses			
Raw materials and consumables	- 62	- 147	- 600
Other external costs	- 3,020	- 2,299	- 10,608
Personnel costs	- 3,656	- 3,350	- 13,693
Depreciation of tangible and intangible assets	- 2,862	- 2,841	- 11,433
Amortization of acquired goodwill	- 305	- 305	- 1,219
	- 9,906	- 8,942	- 37,554
Operating profit/loss	- 9,825	- 8,814	- 36,097
Profit/loss from financial items			
Interest income and similar items	19	11	61
Interest expenses and similar items	- 191	- 354	- 2,749
	- 172	- 344	- 2,689
Profit/loss after financial items	- 9,997	- 9,158	- 38,786
Tax for the period	-	-	-
Profit/loss for the period	- 9,997	- 9,158	- 38,786
Number of shares at the end of the period	343,249,764	116,370,291	132,019,140
Average number of shares before dilution	275,186,563	116,370,291	122,720,995
Average number of shares after dilution	275,186,563	116,370,291	122,720,995
Earnings per share before dilution (SEK)	- 0.04	- 0.08	- 0.32
Earnings per share after dilution (SEK)	- 0.04	- 0.08	- 0.32

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in KSEK	Mar 31, 2019	Mar 31, 2018	Dec 31, 2018
ASSETS			
Committed but not paid capital	-	-	45,069
Fixed assets			
<i>Intangible fixed assets</i>			
Capitalized expenditures for development	38,741	43,858	40,020
Patents and similar rights	4,198	4,334	4,200
Goodwill	5,791	7,010	6,095
	48,729	55,202	50,316
<i>Property, plant and equipment</i>			
Machinery and other technical facilities	65,569	69,206	65,349
Equipment, tools, and installations	69	82	72
	65,638	69,288	65,421
<i>Financial non-current assets</i>			
Other non-current receivables	-	-	-
	-	-	-
Total fixed assets	114,367	124,490	115,737
Current assets			
<i>Inventories, etc.</i>			
Raw materials and consumables	206	52	97
Goods in progress	3	30	63
Finished products and goods for resale	133	61	116
	342	144	276
<i>Current receivables</i>			
Trade receivables	51	93	148
Other receivables	2,157	2,021	2,011
Prepaid costs and accrued income	1,058	837	847
	3,266	2,951	3,006
<i>Cash and cash equivalents</i>			
	48,060	2,742	24,869
Total current assets	51,668	5,838	28,151
TOTAL ASSETS	166,035	130,328	188,957
EQUITY AND LIABILITIES			
Equity			
Share capital	13,730	4,655	5,281
Other capital contributions	335,845	261,742	344,728
Other capital, including profit/loss for the year	- 202,008	- 162,383	- 192,011
	147,567	104,013	157,997
Non-current liabilities			
Other liabilities to credit institutions	6,320	8,656	7,112
	6,320	8,656	7,112
Current liabilities			
Amounts owed to credit institutions	3,168	8,500	3,168
Trade payables	3,177	1,595	2,629
Other current liabilities	2,639	4,196	14,787
Accrued expenditures and prepaid income	3,164	3,367	3,263
	12,149	17,659	23,848
TOTAL EQUITY AND LIABILITIES	166,035	130,328	188,957
Collaterals and Contingent Liabilities			
Encumbrances	39,350	39,350	51,350
Restricted bank balances	184	184	184

CHANGES IN EQUITY, CONSOLIDATED

Amounts in KSEK	Jan 1 - Mar 31, 2019		
	Share capital	Other capital contributions	Other equity, including profit/loss for the year
Opening balance, equity	5,281	344,728	- 192,011
Profit/loss for the period	-	-	- 9,997
Fund for development costs	-	-	- 93
Profits brought forward	-	-	93
New share issue	8,449	- 8,449	-
Expenses related to issue	-	- 433	-
Closing balance, equity	13,730	335,845	- 202,008

Amounts in KSEK	Jan 1 - Mar 31, 2018		
	Share capital	Other capital contributions	Other equity, including profit/loss for the year
Opening balance, equity	4,655	261,742	- 153,226
Profit/loss for the period	-	-	- 9,158
Fund for development costs	-	-	- 93
Profits brought forward	-	-	93
Closing balance, equity	4,655	261,742	- 162,383

	Jan 1 - Dec 31, 2018		
	Share capital	Other capital contributions	Other equity, including profit/loss for the year
Opening balance, equity	4,655	261,742	- 153,226
Profit/loss for the period	-	-	- 38,786
Fund for development costs	-	-	- 279
Profits brought forward	-	-	279
New share issue	626	97,488	-
Expenses related to issue	-	- 14,502	-
Closing balance, equity	5,281	344,728	- 192,011

STATEMENT OF CASH FLOW, CONSOLIDATED

Amounts in KSEK	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
<i>Operating activities</i>			
Operating profit/loss	- 9,825	- 8,814	- 36,097
Adjustments for items not part of the cash flow	3,167	3,146	12,652
Capital gain/loss on fixed assets	-	4	4
Interest received	19	11	61
Interest paid	- 191	- 354	- 2,749
Cash flow from operating activities before changes in working capital	- 6,830	- 6,008	- 26,130
<i>Cash flow from changes in working capital</i>			
Increase (-) / reduction (+) in inventories	- 67	136	4
Increase (-) / reduction (+) in trade receivables	97	- 23	- 78
Increase (-) reduction (+) in other receivables	- 356	34	33
Increase (+)/reduction (-) in trade payables	547	31	1,065
Increase (+)/reduction (-) in current liabilities	- 247	465	152
Cash flow from ordinary course of business	- 6,855	- 5,366	- 24,953
Investment activities			
Acquisition of intangible assets	- 155	- 58	- 402
Acquisition of property, plant and equipment	- 1,642	-	- 409
Changes in long-term receivables	-	-	-
Cash flow from investment activities	- 1,797	- 58	- 811
Financing activities			
New rights issue	45,069	-	13,622
Expenses related to issue	- 433	-	- 14,502
Ongoing rights issue	-	-	39,423
Amortisation/Increase of debts	- 12,792	- 1,300	2,624
Cashflow from financing activities	31,843	- 1,300	41,167
Cash flow for the period	23,191	- 6,723	15,403
Cash and cash equivalents at the beginning of the period	24,869	9,466	9,466
Cash and cash equivalents at the end of the period	48,059	2,742	24,869

STATEMENT OF INCOME, PARENT COMPANY

Amounts in KSEK	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Operating revenues			
Net sales	798	798	3,192
Other Operating Income	-	37	345
	798	835	3,537
Operating expenses			
Other external costs	- 8,090	- 7,267	- 30,760
Personnel expenses	- 2,289	- 2,105	- 8,575
Depreciation of tangible and intangible assets	- 1,440	- 1,420	- 5,745
	- 11,819	- 10,792	- 45,081
Operating profit/loss	- 11,021	- 9,957	- 41,545
Profit/loss from financial items			
Interest income and similar items	19	4	4
Interest expenses and similar items	- 34	- 177	- 2,032
	- 14	- 173	- 2,028
Profit/loss after financial items	- 11,035	- 10,130	- 43,573
Group contributions	-	-	6,200
Profit/loss after balance sheet allocations	- 11,035	- 10,130	- 37,373
Tax on net profits for the period			
Profit/loss for the period	- 11,035	- 10,130	- 37,373

STATEMENT OF FINANCIAL POSITION, PARENT COMPANY

Amounts in KSEK	Mar 31, 2019	Mar 31, 2018	Dec 31, 2018
ASSETS			
Committed but not paid capital	-	-	45,069
Fixed assets			
<i>Intangible fixed assets</i>			
Capitalized expenditures for development	38,691	43,808	39,970
Patents and similar rights	4,198	4,334	4,200
	42,888	48,142	44,170
<i>Tangible fixed assets</i>			
Equipment, tools, and installations	69	82	72
	69	82	72
<i>Financial non-current assets</i>			
Investments in group companies	36,891	36,891	36,891
Long-term receivables, group enterprises	29,996	29,956	29,211
Other long-term receivables	-	-	-
	66,886	66,846	66,101
Total fixed and non-current assets	109,844	115,070	110,344
Current assets			
<i>Current receivables</i>			
Other receivables	2,081	1,922	1,951
Prepaid costs, accrued earnings	677	441	473
	2,757	2,364	2,425
<i>Cash and cash equivalents</i>			
	45,422	729	23,553
Current assets, total	48,179	3,092	25,978
TOTAL ASSETS	158,023	118,163	181,391
EQUITY AND LIABILITIES			
Equity			
<i>Restricted equity</i>			
Share capital	13,730	4,655	5,281
Share capital not registered	-	-	8,449
Statutory reserve	502	502	502
Fund for development expenses	3,099	3,471	3,192
<i>Unrestricted equity</i>			
Share premium reserve	335,343	261,240	274,024
Ongoing share issue	-	-	76,043
Share right issue costs	-	-	-14,290
Retained earnings	-188,286	-151,285	-151,006
Profit/loss for the period	-11,035	-10,130	-37,373
	153,353	108,453	164,822
Current liabilities			
Amounts owed to credit institutions	-	4,500	-
Trade payables	1,289	356	1,141
Other current liabilities	1,356	2,768	13,367
Accrued costs and prepaid income	2,025	2,087	2,061
	4,670	9,710	16,568
TOTAL EQUITY AND LIABILITIES	158,023	118,163	181,391
Pledged collaterals and contingent liabilities			
Restricted bank balances	50	50	50
Guarantees benefiting group enterprises	10,280	13,656	10,280
Chattel Morgages	-	-	12,000

CHANGES IN EQUITY, MOTHER COMPANY

Amounts in KSEK		Jan 1-Mar 31, 2019							
	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	5,281	8,449	502	3,193	274,024	61,753	- 151,006	- 37,373	
Adjustment of previous year's profit and loss	-	-	-	-	-	-	- 37,373	37,373	
Profit/loss for the period	-	-	-	-	-	-	-	- 11,035	
Fund for development costs	-	-	-	- 93	-	-	93	-	
New share issue	8,449	- 8,449	-	-	76,043	- 76,043	-	-	
Expenses related to issue	-	-	-	-	- 14,724	14,290	-	-	
Closing balance, equity	13,730	-	502	3,100	335,343	-	- 188,286	- 11,035	

		Jan 1-Mar 31, 2018							
	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	4,655	-	502	3,565	261,240	-	- 115,885	- 35,493	
Adjustment of previous year's profit and loss	-	-	-	-	-	-	- 35,493	35,493	
Profit/loss for the period	-	-	-	-	-	-	-	- 10,130	
Fund for development costs	-	-	-	- 93	-	-	93	-	
Closing balance, equity	4,655	-	502	3,472	261,240	-	- 151,285	- 10,130	

		Jan 1-Dec 31, 2018							
	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	4,655	-	502	3,565	261,240	-	- 115,885	- 35,493	
Adjustment of previous year's profit and loss	-	-	-	-	-	-	- 35,493	35,493	
Profit/loss for the period	-	-	-	-	-	-	-	- 37,373	
Fund for development costs	-	-	-	- 372	-	-	372	-	
New share issue	626	8,449	-	-	12,996	76,043	-	-	
Expenses related to issue	-	-	-	-	- 212	- 14,290	-	-	
Closing balance, equity	5,281	8,449	502	3,193	274,024	61,753	- 151,006	- 37,373	

STATEMENT OF CASH FLOW, MOTHER COMPANY

Amounts in KSEK	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
<i>Operating activities</i>			
Operating profit/loss	- 11,021	- 9,957	- 41,545
Adjustments for items not part of the cash flow	1,440	1,420	5,745
Capital gain/loss on fixed assets	-	4	4
Interest received	19	4	4
Interest paid	- 34	- 177	- 2,032
Cash flow from operating activities before changes in working capital	- 9,595	- 8,706	- 37,824
<i>Cash flow from changes in working capital</i>			
Increase (-) reduction (+) in other receivables	- 333	44	- 17
Increase (+)/reduction (-) in trade payables	149	- 89	696
Increase (+)/reduction (-) in current liabilities	- 47	80	- 147
Cash flow from ordinary course of business	- 9,826	- 8,670	- 37,291
Investment activities			
Acquisition of intangible assets	- 155	- 58	- 402
Changes in long-term receivables	- 785	1,415	2,160
Cash flow from investment activities	- 940	1,357	1,758
Financing activities			
New rights issue	45,069	-	13,622
Expenses related to issue	- 433	-	- 14,502
Ongoing rights issue	-	-	39,423
Group Contributions	-	-	6,200
Amortisation/Increase of debts	- 12,000	- 300	6,000
Cashflow from financing activities	32,635	- 300	50,743
Cash flow for the period	21,869	- 7,613	15,210
Cash and cash equivalents at the beginning of the period	23,553	8,342	8,342
Cash and cash equivalents at the end of the period	45,421	729	23,553