Interim Report January-September 2024

Interim Report Scandinavian Enviro Systems AB (publ) January – September 2024

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.

Third quarter 2024

- Net revenues for the period were MSEK 48.5(3.0)
- Earnings after tax for the period were MSEK 19.8 (-19.0)
- Earnings per share for the period (before dilution) was SEK 0.02 (-0.02)
- Cash flow for the period after investments was MSEK -32.9 (-29.1)
- Enviro receives order for 500 tons of tire pyrolysis oil from repeat customer
- Enviro has received MSEK 25.6 in milestone compensation of which half in ownership in the joint venture

Period of January-September 2024

- Net revenues for the period were MSEK 164.7 (10.7)
- Earnings after tax for the period were MSEK 81.1 (-68.8)
- Earnings per share for the period (before dilution) was SEK 0.10 (-0.09)
- Cash flow for the period after investments was MSEK -91.2 (-85.1)
- Enviro, Michelin and Antin announces final investment decision for plant in Uddevalla
- In total the Company has received MSEK 132.4 during the first nine months, of which half in cash and half as ownership share in joint venture
- Fredrik Emilson has been appointed new CEO of Enviro
- The construction of the new plant in Uddevalla has received starting notice
- Enviro's recovered pyrolysis oil has been successfully processed by Neste into raw materials for chemicals and plastics

Significant events after end of period

- Enviro has received MSEK 17.6 in additional milestone compensation of which half in shares in the joint venture company
- Fredrik Aaben has been appointed new CFO for Enviro

Enviro contributes to enhanced environmental and economic sustainability using a patented technology for the recovery of valuable raw materials from scrapped and end-of-life products, including tires. The production of new tires using carbon black recovered with Enviro's technology reduces carbon dioxide emissions by up to 93 percent compared to virgin carbon black. Enviro has its head office in Gothenburg and a plant for the recycling of end-of-life tires in Åsensbruk. The largest owner is the French tire manufacturer Michelin. Enviro was founded in 2001 and is listed on Nasdaq First North Growth Market with FNCA Sweden AB, +46 8-528 00 399, info@fnca.se, as its Certified Advisor. www.envirosystems.se

With positive figures for three consecutive quarters, Enviro demonstrates the potential of the green sector

Having closed the books on the third quarter, we can once again confirm that we have ended up in black figures. Mainly, the income is the same as previously: compensation for milestones achieved linked to the construction of the Uddevalla 1 plant. This compensation is confirmation of the commercial value of our tried-and-tested technology, and proof that we have found a resilient and attractive collaboration model for scaling and commercializing our technology.

Enviro is in a period of full focus on delivering the first full-scale plant for Infiniteria, the joint venture company. The plant in Uddevalla is based on our proven technology from the plant in Åsensbruk, but the capacity in Uddevalla will be scaled up tenfold. Enviro uses batch technology, which means that the increase in capacity comes primarily from building more production lines while the increase in productivity comes from improved processing technology. In turn, the Uddevalla plant will kick off the roll-out in Europe, where the objective is to achieve 1 million metric tons in annual production capacity by 2030. Over 70 skilled and conscientious individuals are now engaged exclusively in completing and documenting the technology we are installing and will then put into operation in Uddevalla – technology that will produce recovered carbon black and tire pyrolysis oil (rCB and TPO) of the highest quality, as well as productivity and safety from the day we go live.

Those of you following Enviro's incredibly exciting journey know that at heart, we are a pyrolysis company with a unique technology for recycling end-of-life tires. In round numbers, approximately 30 million metric tons of tires globally are discarded every year. The majority is incinerated or is sent to landfills, which has a severely negative impact on the environment. At the same time, tire manufacturers are both compelled to deal with end-of-life tires as a result of their producer responsibility and have a significant need of recovered material in order to be able to produce more environmentally sustainable tires. Demand for rCB is significant – for example, two of the world's largest tire manufacturers believe it will be up to 1 million metric tons by 2030 – and demand for TPO is almost endless since it can be used in numerous applications, especially as a more sustainable fuel by replacing its fossil-based counterparts.

I get many questions about Enviro's business model and would therefore like to clarify what it looks like and why we have chosen the strategic orientation the company has. At heart, it is built on six crucial conditions and circumstances.

1. Our business focuses on solving the problem of the absence of a circular recycling model for handling end-of-life tires. We work directly with the end users of our products, which is one of the very few opportunities they have for meeting the demands of the market and legislation for sustainability and transition.

2. The core of Enviro's operation is our unique pyrolysis technology, which has already been tested and proved highly efficient, for recovery of valuable raw materials from end-of-life tires – that is, we are transforming waste into value. Our focus will be on continuing the development of our technology to ensure that it remains competitive, and that it quickly reaches the market and establishes a foothold there.
3. Our customers are major OEMs in their respective industries, with large production facilities and production series. This drives the need – and demand – for rapid expansion of recycling capacity. If the carbon black and oil that our technology recovers are to be relevant, they must be able to meet our customers' significant need for quick access to sufficient volumes. They cannot transition their material formulas and production lines and achieve their highly ambitious sustainability targets by replacing virgin carbon black or fossil-based oil on a ton-for-ton basis – they need much, much larger amounts than that, and all at the same time.
4. These significant needs are the reason we chose to hyper-scale – scaling our production up over a short period of time so that we can achieve volumes that are large enough for the products being recovered by our technology to become relevant in the tire manufacturers' and oil companies' transition.
5. To succeed in hyper-scaling at a sufficiently rapid pace, we have established a partnership in which several companies collaborate closely to add expertise, create focus and reduce risk. The partnership for the European roll-out encompasses three partners – Antin, Michelin, Enviro which all together have created the joint venture company Infiniteria – and is intended to bring together these leading players, all of which have different unique contributions to make. Enviro is responsible for state-of-the-art pyrolysis technology, Antin Infrastructure Partners for financing and experience in scaling up, and Michelin for customer requirements. In this context, it is important to remember that the expansion strategy selected, which is built on hyper-scaling, is also intended to attract infrastructure financing, which requires volume synergies of the type that come from building several plants of the same type with low risk and robust continual cash flows. In other words, there is a clear industrial logic to include hyper-scaling in the business model.
6. The joint venture is central to the roll-out capacity of the business model, creating the conditions for the implementation of hyper-scaling. The joint venture holds a geographic exclusivity – in the context of the aforementioned partnership, this is Europe – and has been tasked with constructing and operating the plants (based on our blueprints) and supplying customers in Europe with recovered material. The joint venture thus crucially relieves Enviro of some of the burden of work and responsibility, opening up possibilities for us to establish ourselves in parallel in additional markets despite the fact that we are not built to completion in one market. The joint venture bears responsibility for building, and then operating, the plants in the geography indicated as an independent company with its own income statement and balance sheet. This set-up has allowed us to start looking at other markets outside Europe. The structure described above is to be regarded as the standard for how we plan to roll our business model out into the world. There can of course be deviations, but this is our basic ambition.

The starting point for the construction of the first full-scale plant in Uddevalla is our plant in Åsensbruk, where for just over a decade we have been developing our technology and, in that respect, tested our way forward through numerous experiments and modifications. At present, Åsensbruk is a small but fully functional commercial plant that has demonstrated the great commercial value of our technology. However, the plant that is now being built in Uddevalla must meet entirely different requirements, since it will serve as the model for all future plants: it is our blueprint. A large part of the effort that Enviro is putting into

Uddevalla thus concerns modularization, standardization and documentation. It is an issue not only of the technology and how we procure and install it, but also of how the plant itself is constructed. Documentation is time-consuming and laborious – thousands of documents and designs are involved – but once it is completed, it describes all of our technology and the layout of the plant (the blueprint). Modularization and standardization of the blueprint is intended to enhance efficiency in setting up the plant, facilitate parallel roll-outs and identify cost efficiency in purchasing and the construction of the plant itself. This in itself is a unique skill and capability that Enviro is now building up in parallel with the construction of Uddevalla 1, and it will make hyper-scaling possible.

In Enviro's case, hyper-scaling concerns the number of plants – not the size of the respective plants, in the first place – and the reason for this is because we need to be where the raw materials (the end-of-life tires) are and where logistics conditions, skills and proximity to customers yield opportunities for operation and marketing. If the Uddevalla plant is version 1.0 of a full-scale plant, we can state that we are already under way with version 1.1 based on improvements that we have already identified. We can also state that in 2025 we will look at further adaptations of our blueprint, and thus version updates, in order to continuously strengthen the performance of our technology and improve the ability for a rapid establishment.. As regards processing capacity in future plants, this will come in two standard versions: one with an annual recycling capacity of 34,500 metric tons (Uddevalla 1) and one with 69,000 metric tons. The determining factor will largely be local conditions at the respective sites. However, a larger plant yields greater economies of scale and thus lower costs in relation to capacity.

All documentation, completion of final designs, the plant itself and all the procedures not only take time but also create uncertainties, especially regarding all the orders for equipment and the accompanying turnaround times for deliveries of critical equipment. We therefore constantly face new questions and challenges that we have to deal with and so far we have succeeded in doing this with the help of various targeted efforts, so-called recovery plans, but the complexity of the project always entails risks of delays and to avoid such we must take account of the fact that additional targeted efforts may be needed during the construction.

With that said, I would also like to report briefly on our timetable and what roll-out in Europe will look like, all to create realistic expectations. As noted, we are now building Uddevalla 1, which will be the main focus during 2025 when it will be put into operation. After that follows a period of assessment when we will make use of the lessons and experiences that the initial full-scale plant taught us. New final investment decisions will subsequently be made, like those made for Uddevalla 1, and the process will continue as regards all new plants in Europe. Next in line after Uddevalla 1 is Uddevalla 2, which will double the annual recycling capacity for end-of-life tires and allow the plant to cover the Scandinavian catchment area for end-of-life tire feedstock.

Identification of new sites in Europe under way

In parallel with this, the joint venture company Infiniteria has gradually begun settling into place by establishing and staffing its infrastructure. From a short-term perspective, they have been tasked with both being the recipient of the plant that we are building for them in

Uddevalla and with looking for new establishment locations in Europe. Our participation in building the plant in Uddevalla is an exception, and we are doing so because we have the experience from Åsensbruk and in order to be agile and assist with expertise if anything needs to be adjusted over the course of construction. The task of identifying new sites is in full swing, and to keep to the roll-out plan that was communicated, Infiniteria will need to make parallel site decisions in the same way as the construction of several plants in parallel needs to be managed. This is a challenge, but we are convinced that this is fully possible owing to the partnership that was established among leading players in central fields. The time it takes from selecting a site to a complete plant will vary among different markets but will of course depend on local permit processes that in turn depend on the processing times at various government agencies.

As Enviro is to assist in this expansion, we will need an organization with extensive resources and skills – and we are currently building just such an organization. This means that we are now in a phase where capital requirements are significant but with cash flow lagging behind during the relatively short window of time where construction and expansion of plants must take place. Of our four potential revenue streams, currently only compensation for progress in the construction of Uddevalla 1 (milestone payments) is generating income. The other three – service payments, royalties (on our technology) and dividends (from our partnership in the joint venture) – are further off in the future. Initiatives to review the company's long-term capital structure are also under way in parallel to find the right balance among these parts.

Markets outside Europe explored

As regards establishing our technology outside Europe, the ambition is to create the same unique conditions that we successfully created in Europe. An initial exploration of new markets among investors in North America, South America, the Middle East and select parts of Asia met with extremely significant and genuine interest. As regards enthusiasm and commitment concerning our sustainable infrastructure business and our successes in Europe, these meetings exceeded our already high expectations. We are now working further on the plans that we feel are of the greatest interest in deepening our discussion on where and how to bring our technology further out into the world.

In conclusion, I can state that with the efficiency improvement investments we recently implemented at the plant in Åsensbruk, we have increased productivity by 30 to 50 percent. Åsensbruk has installed the same technology that we previously selected as the standard in the blueprint for Uddevalla, and by and large the improvements achieved demonstrate that we are now keeping pace with the assumptions we made in our business case regarding the performance of full-scale plants. At Åsensbruk, we are now at a range of productivity that matches the target for initial capacity and productivity that we set for Uddevalla 1. In this context, I would like to highlight the fact that the technology we are currently using at Åsensbruk is fourth generation – meaning we have successfully improved the technology on a number of previous occasions – and Uddevalla will be the fifth.

As always, full speed ahead in the construction of our green cathedral!

// Fredrik Emilson, CEO

Financial summary

Q3 2024

Group revenue and results

Net revenues for the period were MSEK 48.5 (3.0). Operating results totalled MSEK 19.2 (-20.4), and earnings after tax were MSEK 19.8 (-19.0).

The increase of the result compared to last year with MSEK 38.8 is mainly explained by the turnover generated via invoicing to the joint venture that has been formed by Enviro and Antin Infrastructure Partners. The turnover of MSEK 43.2 is related to costs incurred by Enviro. Half of the amount has been received in cash and the other half has been received as shares in the joint venture. The gross profit in Åsensbruk has been MSEK 1.1 lower than during Q3, 2023 due to (inter alia) scrapping of defective material. Further the other external costs have been MSEK 0.6 compared to the same period 2023, mainly due to consultancy assistance. The personnel costs have been MSEK 1.1 higher than during the same period last year due to strengthening of the staff in both the parent company and the subsidiary. Further the depreciation has been MSEK 0.4 higher than during the same period in 2023. Finally, the interest net has been MSEK 1.1 lower than the same period last year partly due to a lower interest level.

Investments and financial standing

Investments of the group in fixed assets amounted to MSEK 23.7 (8.6). The investments consist mainly investments of a Detailed Design (DD), which applies to engineering hours for our technical platform of MSEK 18,7. Further there are investments in the plant in Åsensbruk of MSEK 5.0. The cash flow from operating activities after investing activities for the period were MSEK -32.9 (-29.1).

The decrease in the cashflow is mainly due to increase of receivables related to the turnover for historically incurred costs of MSEK 31.9. Further, the investments have been higher MSEK 15.1 compared to the same period 2023. In addition to that, other changes in the working capital have been positive with MSEK 3.8 compared to the same period last year. Finally, there has been a better operating result before adjustments of working capital of MSEK 39.3 mainly thanks to the heavily increased turnover.

JANUARY – SEPTEMBER 2024

Group revenues and results

Net revenues for the period were MSEK 164.7 (10.7). Operating results totalled MSEK 78.4 (-68.5), and earnings after tax were MSEK 81.1 (-68.8).

The increase of the result compared to last year with MSEK 150.0 is mainly explained by the turnover generated via invoicing to the joint venture that has been formed by Enviro and Antin Infrastructure Partners. The turnover of MSEK 150.0 is related to costs incurred by Enviro. Half of the amount has been received in cash and the other half has been received as shares in the joint venture. Further, the external costs have been MSEK 3.7 lower than last year mainly thanks to bank fees in connection with a bridge financing in 2023 as well as lower consultancy and solicitor costs. On the other hand, the raw material costs have been higher mainly due to scrapping costs of obsolete material of MSEK 1.0. The personnel costs have been MSEK 4.3 higher than last year due to strengthening of the organisation with the group. The depreciation has been MSEK 1.3 higher than previous year. Further, the interest net has been MSEK 3.0 higher than during the same period last year, mainly due to a higher interest level in the savings account as well as a higher interest cost in 2023 for a short-term loan.

Investments and financial standing

Investments of the group in fixed assets amounted to MSEK 152.5 (24.6). The investments mainly consist of Detailed Design (DD), which applies to engineering hours for our technical platform (MSEK 47.4), partly investments in financial fixed assets of MSEK 95.6. MSEK 53.4 of this is related to shares in the joint venture and MSEK 42.2 is share related investments.. Finally, additional investments have been made in the plant in Åsensbruk of MSEK 8.3. The cash flow from operating activities after investing activities for the period were MSEK -91.2 (-85.1).

The decrease in the cashflow is mainly due to higher investments than during the same period last year with MSEK 127.9. However, this is compensated by a better operating result before adjustments of working capital of MSEK 151.2 thanks to the heavily increased turnover. The changes in working capital have been negative with MSEK 29.4 compared to last year.

As previously communicated, Enviro has an option to acquire an ownership share in the joint venture that over time will ultimately correspond to up to 30 percent. Enviro intends to fully exercise this option. Enviro's current (End of Q3, 2024) owner stake in the joint venture is 6.07 percent.

The group cash amounted to MSEK 123.1 (243.5) at the end of the period.

The equity/assets ratio was 89 (89) percent.

Parent company

The net revenues for the parent company totalled MSEK 154.9 (2.4), and the result after tax was MSEK 88.9 (-63.0). Around 2 (100) percent of the net turnover are sales related to group companies for internal services. The investments in fixed assets amounted to MSEK 144.1 (19.7).

The Equity/assets ratio at the period-end was 94 (94) percent.

Staff and Organisation

The group had 79 (55) full-time resources at the period-end. Out of these, 38 (37) were employed and 41 (18) were consultants.

Executed transactions with related parties

in the parent company, for 2024 consultancy fees to P 30 Ltd, (Peter Möller, board member), of MSEK 0.8 (1.4) have been included. In addition to that consultancy fees to Blomqvist Unlimited AB (Alf Blomqvist, chairman of the board) of MSEK 1.1 (1.1) have been included. All these transactions are evaluated by the company to be according to market conditions.

Number of shares

Total shares outstanding at the end of the period was 806,615,589 (806,615,589).

Risks and uncertainties

During the period there have been no essential changes of the risk and uncertainty factors that have been provided in the annual report of 2023

FINANCIAL KEY RATIOS

Accounting policies

There have been no changes of assessments since the last Annual Report. Shares in the joint venture is shown as shares in other companies. 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 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
EBITDA (KSEK)	23,285	-17,107	90,475	-57,748	-78,145
Operating margin (%)[1)]	40%	neg.	48%	neg.	neg.
Equity Ratio (%)[2)]	88.5%	88.8%	88.5%	88.8%	87.5%
Return on capital employed (%)[3)]	4.9%	-4.4%	21.7%	-25.4%	-36.1%
Interest-bearing liabilities (KSEK)[4)]	4,596	5,480	4,596	5,480	5,208
Earnings per share before dilution (SEK)	0.02	-0.02	0.10	-0.09	-0.12

[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, 2024

Shareholders	Ownership share
Michelin Ventures S.A.S	16.28%
Försäkringsbolaget Avanza Pension	7.56%
Handelsbanken Funds	4.77%
Swedbank Robur Funds	3.10%
Nordnet Pensionsförsäkring AB	2.79%
10 largest owners	**40.44%**
Others	**59.56%**

Planned reporting schedule

Please see our website: https://envirosystems.se/investor/

Gothenburg November 21, 2024

The 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	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
Operating income					
Net sales	48,507	2,977	164,679	10,692	13,939
Other operating income	-	-	-	70	70
Changes in stocks of finished goods	- 110	- 164	- 107	- 309	- 132
	48,397	**2,813**	**164,572**	**10,453**	**13,877**
Operating expenses					
Raw materials and consumables	- 3,766	- 200	- 6,214	- 960	- 1,383
Other external costs	- 11,441	- 10,954	- 34,248	- 37,894	- 50,719
Personnel costs	- 9,905	- 8,765	- 33,635	- 29,346	- 39,921
Depreciation of tangible and intangible assets	- 4,043	- 3,302	- 12,124	- 9,859	- 14,244
Amortization of acquired goodwill	-	- 305	-	- 914	- 1,219
	- 29,154	- 23,526	- 86,221	- 78,974	- 107,485
Operating profit/loss	**19,243**	**- 20,714**	**78,351**	**- 68,521**	**- 93,608**
Profit/loss from financial items					
Interest income and similar items	928	3,245	4,121	3,553	5,477
Interest expenses and similar items	- 338	- 1,570	- 1,375	- 3,802	- 4,192
	590	1,675	2,746	- 249	1,285
Profit/loss after financial items	**19,833**	**- 19,039**	**81,096**	**- 68,771**	**- 92,324**
Tax for the period	-	-	-	-	-
Profit/loss for the period	**19,833**	**- 19,039**	**81,096**	**- 68,771**	**- 92,324**
Number of shares at the end of the period	806,615,589	806,615,589	806,615,589	806,615,589	806,615,589
Average number of shares before dilution	806,615,589	806,615,589	806,615,589	757,165,040	769,629,288
Average number of shares after dilution	806,615,589	806,615,589	806,615,589	757,165,040	769,629,288
Earnings per share before dilution (SEK)	0.02	- 0.02	0.10	- 0.09	- 0.12
Earnings per share after dilution (SEK)	0.02	- 0.02	0.10	- 0.09	- 0.12

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in KSEK	Sep 30, 2024	Sep 30, 2023	Dec 31, 2023
ASSETS			
Fixed assets			
Intangible fixed assets			
Capitalized expenditures for development	116,217	64,166	73,722
Patents and similar rights	2,029	2,504	2,448
Goodwill	-	305	-
	118,246	**66,975**	**76,170**
Property, plant and equipment			
Machinery and other technical facilities	80,201	78,233	78,614
Equipment, tools, and installations	1,608	461	557
	81,809	**78,694**	**79,171**
Financial non-current assets			
Shares in other companies	95,633	-	-
	95,633	-	-
Total fixed assets	**295,688**	**145,669**	**155,341**
Current assets			
Inventories, etc.			
Raw materials and consumables	72	74	66
Goods in progress	20	5	18
Finished products and goods for resale	504	591	648
Inventory spare parts	1,906	1,184	1,383
	2,503	**1,855**	**2,115**
Current receivables			
Trade receivables	33,085	1,940	2,607
Other receivables	6,368	3,563	3,945
Prepaid costs and accrued income	7,904	5,791	2,493
	47,357	**11,295**	**9,044**
Cash and cash equivalents	*123,122*	*243,471*	*214,896*
Total current assets	**172,982**	**256,621**	**226,055**
TOTAL ASSETS	**468,669**	**402,290**	**381,396**
EQUITY AND LIABILITIES			
Equity			
Share capital	32,265	32,265	32,265
Other capital contributions	821,242	821,242	821,242
Other capital, including profit/loss for the year	- 438,618	- 496,161	- 519,714
	414,888	**357,345**	**333,792**
Non-current liabilities			
Other liabilities to credit institutions	3,780	4,596	4,392
	3,780	**4,596**	**4,392**
Current liabilities			
Amounts owed to credit institutions	816	884	816
Trade payables	11,997	9,555	10,141
Other current liabilities	18,327	17,988	18,216
Accrued expenditures and prepaid income	18,860	11,923	14,040
	50,001	**40,349**	**43,212**
TOTAL EQUITY AND LIABILITIES	**468,669**	**402,290**	**381,396**

CHANGES IN EQUITY, CONSOLIDATED

Amounts in KSEK	Jan 1 - Sep 30, 2024			
	Share capital	Other capital contributions	Other equity, including profit/loss for the year	Total
Opening balance, equity	**32,265**	**821,242**	**-519,714**	**333,792**
Profit/loss for the period	-	-	81,096	**81,096**
Closing balance, equity	**32,265**	**821,242**	**-438,618**	**414,888**

Amounts in KSEK	Jan 1 - Sep 30, 2023			
	Share capital	Other capital contributions	Other equity, including profit/loss for the year	Total
Opening balance, equity	**26,265**	**544,701**	**-427,390**	**143,575**
Profit/loss for the period	-	-	-68,771	**-68,771**
New share issue	-	294,000	0	**300,000**
Expenses related to issue	6,000	- 17,459	0	**-17,459**
Closing balance, equity	**32,265**	**821,242**	-496,161	357,345

Amounts in KSEK	Jan 1 - Dec 31, 2023			
	Share capital	Other capital contributions	Other equity, including profit/loss for the year	Total
Opening balance, equity	**26,265**	**544,701**	**-427,390**	**143,575**
Profit/loss for the period	-	-	-92,324	**-92,324**
New share issue	6,000	294,000	0	**300,000**
Expenses related to issue	-	- 17,459	0	**-17,459**
Closing balance, equity	**32,265**	**821,242**	-519,714	333,792

STATEMENT OF CASH FLOW, CONSOLIDATED

Amounts in KSEK	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
Operating activities					
Operating profit/loss	19,243	- 20,714	78,351	- 68,521	- 93,608
Adjustments for items not part of the cash flow	4,043	3,607	12,124	10,773	15,463
Interest received	928	3,245	4,121	3,553	5,477
Interest paid	- 338	- 1,570	- 1,375	- 3,802	- 4,192
Cash flow from operating activities before changes in working capital	**23,875**	**- 15,432**	**93,221**	**- 57,997**	**- 76,861**
Cash flow from changes in working capital					
Increase (–) / reduction (+) in inventories	253	302	- 388	236	- 24
Increase (–) / reduction (+) in trade receivables	- 30,576	1,254	- 30,478	- 1,166	- 1,833
Increase (–) reduction (+) in other receivables	- 1,273	- 3,575	- 7,835	- 3,151	- 234
Increase (+)/reduction (–) in trade payables	- 1,481	- 1,249	1,857	222	808
Increase (+)/reduction (–) in current liabilities	20	- 1,840	4,932	1,406	20,342
Cash flow from ordinary course of business	**- 9,181**	**- 20,541**	**61,309**	**- 60,450**	**- 57,802**
Investment activities					
Acquisition of intangible assets	- 18,688	- 7,601	- 47,414	- 19,581	- 31,451
Acquisition of property, plant and equipment	- 5,036	- 960	- 9,424	- 5,063	- 7,554
Aqcuisitions of long term financial fixed assets	-	-	- 95,633	-	-
Cash flow from investment activities	**- 23,724**	**- 8,561**	**- 152,471**	**- 24,644**	**- 39,006**
Financing activities					
New rights issue	-	-	-	300,000	300,000
Expenses related to issue	-	- 16,524	-	- 17,459	- 17,459
Amortisation/Increase of debts	- 204	- 40,204	- 612	16,046	- 816
Cashflow from financing activities	**- 204**	**- 56,728**	**- 612**	**298,587**	**281,725**
Cash flow for the period	**- 33,110**	**- 85,830**	**- 91,774**	**213,493**	**184,917**
Cash and cash equivalents at the beginning of the period	**156,232**	**329,302**	**214,896**	**29,979**	**29,979**
Cash and cash equivalents at the end of the period	**123,122**	**243,472**	**123,122**	**243,472**	**214,896**

STATEMENT OF INCOME, PARENT COMPANY

Amounts in KSEK	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
Operating revenues					
Net sales	46,459	801	154,910	2,397	3,195
Other Operating Income	-	-	-	70	70
	46,459	**801**	**154,910**	**2,467**	**3,265**
Operating expenses					
Raw materials and consumables	- 2,486	-	- 2,486	-	-
Other external costs	- 12,957	- 12,774	- 39,391	- 42,474	- 55,820
Personnel expenses	- 6,641	- 5,405	- 22,254	- 18,300	- 25,237
Depreciation of tangible and intangible assets	- 1,794	- 1,606	- 5,413	- 4,771	- 7,161
	- 23,878	- 19,785	- 69,545	- 65,544	- 88,219
Operating profit/loss	**22,581**	**- 18,984**	**85,366**	**- 63,078**	**- 84,954**
Profit/loss from financial items					
Interest income and similar items	923	3,094	4,107	3,291	5,138
Interest expenses and similar items	- 90	- 1,356	- 607	- 3,183	- 3,257
	833	1,739	3,500	108	1,881
Profit/loss after financial items	**23,413**	**- 17,246**	**88,865**	**- 62,970**	**- 83,074**
Profit/loss after balance sheet allocations	**23,413**	**- 17,246**	**88,865**	**- 62,970**	**- 83,074**
Tax on net profits for the period					
Profit/loss for the period	**23,413**	**- 17,246**	**88,865**	**- 62,970**	**- 83,074**

STATEMENT OF FINANCIAL POSITION, PARENT COMPANY

Amounts in KSEK	Sep 30, 2024	Sep 30, 2023	Dec 31, 2023
ASSETS			
Fixed assets			
Intangible fixed assets			
Capitalized expenditures for development	116,167	64,116	73,672
Patents and similar rights	2,029	2,504	2,448
	118,196	**66,620**	**76,120**
Tangible fixed assets			
Equipment, tools, and installations	1,293	294	275
	1,293	**294**	**275**
Financial non-current assets			
Investments in group companies	36,891	36,916	36,916
Long-term receivables, group enterprises	72,694	58,326	63,311
Shares in other companies	95,633	-	-
	205,217	**95,241**	**100,226**
Total fixed and non-current assets	**324,707**	**162,156**	**176,621**
Current assets			
Current receivables			
Trade receivables	30,406	-	-
Other receivables	6,178	3,428	3,870
Prepaid costs, accrued earnings	6,825	5,070	1,537
	43,409	**8,499**	**5,407**
Cash and cash equivalents	*118,750*	*239,323*	*210,814*
Current assets, total	**162,159**	**247,822**	**216,221**
TOTAL ASSETS	**486,866**	**409,978**	**392,841**
EQUITY AND LIABILITIES			
Equity			
Restricted equity			
Share capital	32,265	32,265	32,265
Share capital not registered	-	-	-
Statutory reserve	502	502	502
Fund for development expenses	106,765	49,969	60,711
Unrestricted equity			
Share premium reserve	820,740	820,740	820,740
Retained earnings	- 593,544	- 453,674	- 464,416
Profit/loss for the period	88,865	- 62,970	- 83,074
	455,594	**386,832**	**366,728**
Current liabilities			
Trade payables	8,392	5,857	7,210
Other current liabilities	8,467	8,021	8,076
Accrued costs and prepaid income	14,413	9,269	10,827
	31,272	**23,146**	**26,113**
TOTAL EQUITY AND LIABILITIES	**486,866**	**409,978**	**392,841**

CHANGES IN EQUITY, PARENT COMPANY

Jan 1-Sep 30, 2024

Amounts in KSEK	Restricted equity			Unrestricted equity			Total
	Share capital	Statutory reserve	Fund for development costs	Share premium reserve	Retained earnings	Profit/loss for the period	
Opening balance, equity	**32,265**	**502**	**60,711**	**820,740**	**- 464,416**	**-83,074**	366,728
Adjustment of previous year's profit and loss	-	-	-	-	- 83,074	83,074	**0**
Profit/loss for the period	-	-	-	-	-	88,865	**88,865**
Fund for development costs	-	-	46,054	-	- 46,054	0	**0**
New share issue	-	-	-	-	-	0	**0**
Closing balance, equity	**32,265**	**502**	**106,765**	**820,740**	**- 593,544**	**88,865**	**455,594**

Jan 1-Sep 30, 2023

Amounts in KSEK	Restricted equity			Unrestricted equity			Total
	Share capital	Statutory reserve	Fund for development costs	Share premium reserve	Retained earnings	Profit/loss for the period	
Opening balance, equity	**26,265**	**502**	**31,192**	**544,199**	**- 361,657**	**- 73,240**	**167,261**
Adjustment of previous year's profit and loss	-	-	-	-	**- 73,240**	**73,240**	**0**
Profit/loss for the period	-	-	-	-	-	**- 62,970**	**-62,970**
Fund for development costs	-	-	**18,777**	-	**- 18,777**	-	**0**
New share issue	**6,000**	-	-	**294,000**	-	-	**300,000**
Expenses related to issue	-	-	-	**- 17,459**	-	-	**-17,459**
Closing balance, equity	**32,265**	**502**	**49,969**	**820,740**	**- 453,674**	**- 62,970**	**386,832**

Jan 1-Dec 31, 2023

Amounts in KSEK	Restricted equity			Unrestricted equity			Total
	Share capital	Statutory reserve	Fund for development costs	Share premium reserve	Retained earnings	Profit/loss for the period	
Opening balance, equity	**26,265**	**502**	**31,192**	**544,199**	**- 361,657**	**- 73,240**	**167,261**
Adjustment of previous year's profit and loss	-	-	-	-	- 73,240	73,240	**0**
Profit/loss for the period	-	-	-	-	-	- 83,074	**-83,074**
Fund for development costs	-	-	29,519	-	- 29,519	-	**0**
New share issue	6,000	-	-	294,000	-	-	**300,000**
Expenses related to issue	-	-	-	- 17,459	-	-	**-17,459**
Closing balance, equity	**32,265**	**502**	**60,711**	**820,740**	**- 464,416**	**- 83,074**	**366,728**

STATEMENT OF CASH FLOW, PARENT COMPANY

Amounts in KSEK	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
Operating activities					
Operating profit/loss	22,581	- 18,984	85,366	- 63,078	- 84,954
Adjustments for items not part of the cash flow	1,794	1,606	5,413	4,771	7,161
Interest received	923	3,094	4,107	3,291	5,138
Interest paid	- 90	- 1,356	- 607	- 3,183	- 3,257
Cash flow from operating activities before changes in working capital	**25,208**	**- 15,640**	**94,279**	**- 58,199**	**- 75,912**
Cash flow from changes in working capital					
Increase (–) / reduction (+) in trade receivables	- 30,406	-	- 30,406	-	-
Increase (–) reduction (+) in other receivables	- 1,030	- 3,500	- 7,596	- 3,047	45
Increase (+)/reduction (–) in trade payables	- 2,976	- 22	1,182	- 327	1,027
Increase (+)/reduction (–) in current liabilities	1,329	- 2,036	3,978	1,075	10,214
Cash flow from ordinary course of business	**- 7,875**	**- 21,198**	**61,436**	**- 60,498**	**- 64,627**
Investment activities					
Acquisition of intangible assets	- 18,688	- 7,601	- 47,414	- 19,581	- 31,451
Acquisition of property, plant and equipment	- 897	- 69	- 1,095	- 69	- 69
Acquisition of financial assets	-	-	- 95,633	- 25	- 25
Sales of financial fixed assets	-	-	25	-	-
Changes in long-term receivables	- 2,185	815	- 9,383	1,445	- 3,540
Cash flow from investment activities	**- 21,770**	**- 6,855**	**- 153,500**	**- 18,230**	**- 35,085**
New rights issue	-	-	-	300,000	300,000
Expenses related to issue	-	- 16,524	-	- 17,459	- 17,459
Amortisation/Increase of debts	-	- 40,000	-	7,525	-
Cashflow from financing activities	**-**	**- 56,524**	**-**	**290,066**	**282,541**
Cash flow for the period	**- 29,644**	**- 84,577**	**- 92,064**	**211,338**	**182,829**
Cash and cash equivalents at the beginning of the period	**148,395**	**323,901**	**210,814**	**27,986**	**27,986**
Cash and cash equivalents at the end of the period	**118,751**	**239,324**	**118,751**	**239,324**	**210,814**