

# EAGLE FILTERS GROUP

## EAGLE FILTERS GROUP OYJ HALF-YEAR REVIEW JANUARY-JUNE 2023

### Eagle Filters in brief

*Eagle Filters Group Oyj is a material science company that aims to enable a green and healthy environment. Eagle provides high performance filtration solutions that cut CO2 emissions and increase profitability of the energy industry. Eagle's technology improves performance and energy efficiency while cutting costs. The technology is being used by some of the world's largest energy utilities. Eagle's advanced filtration media enables improved and reliable filtration efficiency with significantly reduced pressure loss, at a competitive cost. The company's proprietary materials provide opportunities to expand to several new filtration application areas, including HVAC, as well as industrial filtration, providing further opportunities for improving performance and energy efficiency, as well as cutting CO2 emissions.*

# EAGLE FILTERS GROUP HALF-YEAR REVIEW 1 JANUARY – 30 JUNE 2023:

## EAGLE FILTERS OY H1 REVENUE GREW 108%. EAGLE FILTERS GROUP'S OPERATING COSTS DECREASED SIGNIFICANTLY.

*Eagle Filters Group does not report consolidated accounts as Eagle Filters Group and its subsidiaries are regarded as a minor group in accordance with Finnish Accounting Act chapter 1§ 6 a. In the report, Eagle Filters Group refers to the parent company and Eagle Filters refers to Eagle Filters Group's 100% owned subsidiary Eagle Filters Oy. The figures in this half-year review are not audited.*

## HIGHLIGHTS OF THE REVIEW PERIOD

### JANUARY – JUNE 2023

#### Eagle Filters Oy

- Revenue increased by 108 % and amounted to EUR 3.4 (1.6) million.
- Order intake increased by 66 % and amounted to EUR 2.2 (1.3) million.
- Order backlog amounted to EUR 2.4 (1.1) million at the end of the period.
- EBITDA was EUR -0.5 (-0.9) million.

#### Eagle Filters Group Oyj

- Operating costs decreased by 26% compared to the comparison period, as measures taken on cost savings are starting to take effect.
- Operating result was EUR -389 (-483) thousand. Net result amounted to EUR -1 979 (147) thousand.
- Eagle Filters Group recorded impairments of approximately EUR -1.5 million related to Nuuka Solutions Oy. After the aforementioned impairment, Eagle Filters Group has written off all of its Venture Holdings and will continue to focus solely on Eagle Filters Oy's business.
- During the review period Eagle Filters Group carried out share issues amounting to approximately EUR 1.7 million.
- Despite improved EBITDA of Eagle Filters Oy and lower cost structure of Eagle Filters Group, a need to secure new funding continues for H2 2023.

Eagle Filters Group's description of risks and uncertainties is included later in the report.

## KEY FIGURES – EAGLE FILTERS GROUP

EUR '000	1-6 / 2023	1-6 / 2022	1-12 / 2022
Turnover	30	80	110
Operating result	-389	-483	-839
Operating result / turnover (%)	Neg.	Neg.	Neg.
Result for the financial period	-1 979	147	-1 232
Earnings per share (EUR)	-0.02	0.00	-0.02
Shareholders' equity at the end of the period	12 236	12 218	12 565
Equity ratio	69.6%	74.1 %	71.0 %
Net debt	3 369	2 884	2 634
Head count at the end of the review period	4	4	4
Salaries	123	119	249

## CEO'S REVIEW

The first half of the year was a period of strong revenue growth. We grew revenue over 100% compared to H1 2022. Growth came both from existing customers and new customers all over the world. Group level costs kept decreasing as a result of cost-cutting actions. Operations are now centralized at Kotka and the cost base in the Helsinki area is kept at a minimum level.

Strong growth typically also means recruitment of new people and increased logistics and processes. We were able to improve EBITDA during H1, but at the same time we also experienced some setbacks in the form of inbound material delays as well as manufacturing quality-related customer complaints negatively impacting profitability.

***“The first half of the year was a period of strong revenue growth”***

Advanced materials development progressed and after years of effort, new high performance filter media products were introduced. These materials will be used both to increase the gas turbine filter business profitability as well as sold externally, with HVAC customers as the initial focus. First samples of the new material to potential customers in Europe have been delivered. The new synthetic material significantly reduces pressure loss and enables energy savings for end users, while manufactured at a competitive cost.

## FINANCIAL TARGETS AND OUTLOOK

Eagle Filters Group has set long-term targets for its 100% owned subsidiary Eagle Filters Oy. Eagle Filters Oy targets an average annual revenue growth of more than 30% and an EBITDA margin exceeding 20% in the long term.

The company's management estimates that due to the special circumstances caused by Russia's war on Ukraine and the global disturbance in the energy sector has caused disturbance in the company's operating environment. This, however, is not expected to have an impact on Eagle Filters Group's long-term targets.

Eagle Filters Group does not publish a short-term outlook.

## EAGLE FILTERS OY

### HIGHLIGHTS OF THE REVIEW PERIOD

JANUARY – JUNE 2023

- Revenue increased by 108% and amounted to EUR 3.4 (1.6) million.
- Order intake increased by 66 % and amounted to EUR 2.2 (1.3) million.
- Order backlog amounted to EUR 2.4 (1.1) million at the end of the period.
- EBITDA was EUR -0.5 (-0.9) million.
- National Emergency Supply Agency (Huoltovarmuuskeskus) has selected Eagle Filters Oy as supplier for the maintenance of production capacity for critical personal protective equipment.

### KEY FIGURES

EUR '000	1-6/2023	1-6/2022	1-12/2022
Order book, end of period	2 450	1 080	3 532
Revenue	3 380	1 628	3 520
EBITDA	-548	-923	-2 647
Operating result	-698	-1 093	-2 977
Operating result / turnover (%)	Neg.	Neg.	Neg.
Result for the financial period	-905	-1 259	-3 329
Net debt	1 020	751	1 131
Net working capital	2 383	1 829	1 329

### BUSINESS UPDATE & MARKET REVIEW

Eagle Filters has three business areas: Clean Energy, Advanced materials and Health & Safety.

Customers' interest in Eagle's high performance air filtration products (Clean Energy) remained high. Order intake in H1 grew accordingly and the sales pipeline remains healthy.

Production output grew significantly compared to previous year. However, delays in material supply hindered production and the output was lower than the order backlog would have otherwise allowed. Production was on average appx EUR 600 thousand per month during H1.

Respirator sales (Health and Safety) have been limited during the review period. During H1 Eagle was selected as a supplier of FFP2 and FFP3 respirators for the National Emergency Supply Agency (Huoltovarmuuskeskus).

Material (Advanced Materials) sales efforts have commenced, and the first samples have been sent to potential customers. The initial response from potential customers has been very positive for Eagle's filter materials that have high filtration performance and low pressure drop at low cost. If successful, the material products have a potential for rapidly growing sales at a healthy margin. The initial target market is HVAC filter manufacturers. The pressure drop of Eagle's HVAC filter material is significantly less than market leading materials, enabling energy savings in real estate. Eagle aims to enter the market by offering a high performance product at a competitive price. Due to proprietary technology, sales margins are expected to be healthy despite highly competitive pricing.

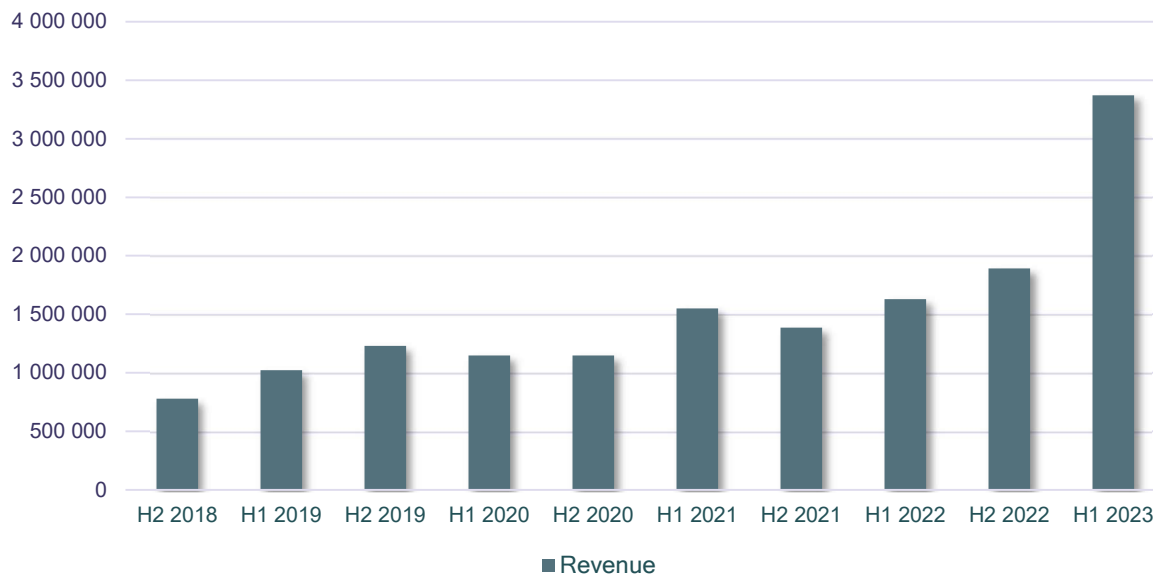
## ORDERS & SALES

In H1 2023, orders received increased by 66 % from H1 2022 and amounted to EUR 2.2 (1.3) million.

The order book at the end of the period increased by 127 % compared to H1 2022 and amounted to EUR 2.4 (1.1) million.

In H1 2023, sales increased from H1 2022 by 108 % and amounted to EUR 3.4 (1.6) million. Sales growth was driven by the consistent performance of the Clean Energy business unit.

**Eagle Filters Oy - Revenue development**



## FINANCIAL PERFORMANCE

EBITDA for H1 2023 amounted to EUR -0.5 (-0.9) million. The improvement compared to the comparison period was mainly due to the increase in sales volumes.

EBITDA was affected negatively by delays in inbound materials which resulted in high variable staff costs compared to revenue. This was due in part to a significant amount of overtime hours needed to deliver on time despite material delays. EBITDA was also affected by customer complaints which resulted in additional material costs and reduced production output. Investments in production automation are planned to increase the revenue to variable staff cost ratio.

Eagle's net debt amounted to EUR 1 020 (1 131 as at year-end 2022) thousand as at the end of the period.

At the end of the review period Eagle Filters's net working capital amounted to EUR 2 383 thousand (1 329 thousand at year end 2022). Eagle achieved substantial revenue growth during H1, which consequently has led to more working capital being tied up in accounts receivable and inventory. Also, during H1 material lead times and logistics delays have remained high, which has resulted in higher inventory levels to ensure uninterrupted production and meet customer demands.

## IMPACT

For 2022 the estimated overall CO2 reduction impact for Eagle Filters Oy was approximately 98 700 tons CO2 (83 000 tons CO2 in 2021). This is the estimated amount of CO2 that was not emitted, but would have been emitted to the atmosphere without deploying Eagle's technology. The CO2 reduction equates to the annual carbon footprint of 9 500 Finns. The CO2 impact increased 18,9% from previous year.

Eagle's high efficiency air filtration technology significantly increases the fuel efficiency up to 5% and on average appx 2% of gas turbines by keeping the compressor blades clean and avoiding friction caused by fouling. This translates into a large opportunity for global CO2 emission reduction, since over 20% of world electricity is produced with gas turbines. Natural gas alongside coal and petroleum are the primary sources of CO2 and causes of global warming. Eagle is alleviating the problem at its root and cutting emissions at the world's largest point emitters of CO2.

We provide an estimate of the handprint of Eagle's products i.e. the CO2 savings achieved by customers by using Eagle's products each year. Eagle's own emissions from production, subcontracting and travel are not included. The footprint is considered negligible when compared to the handprint, and this would have an insignificant impact on the final outcome.

To assess the CO2 impact as accurately as possible we have, together with our customers, analyzed the gas turbines' operational data, and compared performance after installing Eagle filters to the previous baseline performance of the turbines. Combining this data to customers' estimate on usage hours in 2022 we have reached a fairly accurate estimate of the real CO2 savings achieved. A small part of the estimated savings is derived from smaller customer cases where data on pressure losses and/or fuel efficiency have not been available, but we have instead used estimated operating hours and utilization rates to estimate the CO2 savings by using conservative factors for efficiency improvement.



## EAGLE FILTERS GROUP

### RESULT

#### JANUARY – JUNE 2023

*(Comparison figures as at H1 2022)*

Eagle Filters Group's H1 revenue amounted to EUR 30 (80) thousand. The revenue is mainly related to service fees from Eagle Filters Oy.

Personnel costs during the review period amounted to EUR -157 (-147) thousand. Other operating expenses totaling EUR 260 thousand decreased approximately 144 thousand from the comparison period, as measures taken to optimizing the cost structure are starting to take effect. The company's operating result for the review period was EUR -389 (-483) thousand.

Net financial costs for the review period were EUR -1 590 (630) thousand, affected by impairment of Nuuka Solutions Oy totaling EUR 1.5 million. In the comparison period, the net financial items were positive due to sale proceeds from Nuuka Solutions Oy shares.

The result of the review period was EUR -1 979 (147) thousand.

### FINANCIAL POSITION

*(Comparison figures as at 31.12.2022)*

The balance sheet total at the end of the review period was EUR 17 579 (17 694) thousand, of which equity accounted for EUR 12 236 (12 565) thousand. The equity ratio amounted to 70 % (71%).

At the end of the review period, the company's net debt amounted to EUR 3 369 (2 634) thousand. Loans from credit institutions at the end of the review period amounted to EUR 3 461 (3 289) thousand, of which EUR 461 (231) thousand are short term loans. Cash and cash equivalents at the end of the period amounted to EUR 91 (656) thousand.

In the review period Eagle Filters Group's operating cash flow was EUR -385 (-734 in H1 2022) thousand. The change from H1 2022 is mainly due to cost-saving measures. Free cash flow was EUR -2 215 (-1 269 in H1 2022) thousand, and mainly affected by loans granted to Eagle Filters Oy (net amount EUR -1 830 thousand).

Management is actively evaluating ways for more effective use of capital. Eagle Filters Group needs to secure additional funding during H2 2023 in order to secure liquidity.

### PERSONNEL

The number of personnel employed by Eagle Filters Group at the end of the review period was 4 (4) and averaged 4 (4) in January-June 2023.

After the review period Lassi Noponen, member of Eagle Filters Group Oyj's Management Team, has decided to pursue new opportunities outside Eagle Filters Group and his employment with Eagle Filters Group has ended.



## SHARES AND SHAREHOLDERS

Eagle Filters Group's registered share capital is EUR 80,000 and at the end of the review period, the company had 142 297 858 fully paid shares each having one vote at shareholders' meetings. Eagle Filters Group's shares are traded on Nasdaq First North Finland.

The share trading volume during the review period was EUR 0.7 million and 7 966 101 shares. The share's volume weighted average price during the review period was EUR 0.094, the highest price was EUR 0.129 in February 2023 and the lowest EUR 0.076 in March 2023. The closing price of the share at the end of the review period was EUR 0.089. The market value of the share capital at the end of the review period was EUR 12.7 million.

The number of registered shareholders at the end of the review period was 3 592, including nominee shareholders.

At the end of the review period Eagle Filters Group board members and the management owned a total of 34 856 484 shares, and options that give a right to subscribe 1 209 886 shares taking into account all shares and options owned directly and indirectly through companies controlled or influenced by them or through their family members. Eagle Filters Oy management owned a total of 685 723 shares, and options that give a right to subscribe 1 527 367 shares in Eagle Filters Group.

During the review period Eagle Filters Group applied for delisting of its shares from Nasdaq First North Growth Market Sweden ("Nasdaq FN GM Sweden"). When adopting the decision on applying for the delisting, the Board of Directors considered the development of trading since the company listed its shares on Nasdaq FN GM Sweden in 2016, noting the low level of trading volumes as well as the small number of current shareholders holding their shares through Euroclear Sweden AB. The Company has also considered the additional costs related to maintaining this secondary listing for a company of its size. The last trading on Nasdaq FN GM Sweden was on 12th May 2023.

## GOVERNANCE

### Annual General Meeting

Eagle Filters Group's Annual General Meeting (the "AGM"), held on 29<sup>th</sup> of June 2023, approved the financial statements and discharged the members of the Board of Directors and the company's CEO from liability for the financial year 2022. The AGM decided that no dividend will be paid for the financial year that ended on 31.12.2022.

The AGM resolved the Board of Directors consists of four members. Matti Vuoria, Jarkko Joki-Tokola and Markku Hämäläinen were re-elected to the Board of Directors and Harri Kairento was elected as new member to the Board of Directors. The AGM resolved that the remuneration of the members of the Board of Directors remain the same and that the members of the Board of Directors be paid EUR 400 per month. In addition, the Chairman of the Board be granted 25,000, Vice Chairman 20,000 and other Board members 15,000 stock options as annual remuneration. The stock options will be issued based on authorization granted by the AGM. The remuneration of the members of the Board of Directors is not paid to persons working for the company. The members of the Board of Directors are reimbursed for reasonable travel and lodging costs. Travel and lodging costs will not be compensated to those members of the Board of Directors who reside in the greater Helsinki area when the meetings are held in the greater Helsinki area.

The Annual General Meeting resolved that the auditor's fees are paid according to the auditor's invoice approved by the company. The Annual General Meeting elected auditing firm BDO Oy as the company's auditor. BDO Oy has informed that the principal auditor will be Mr. Timo Helle, Authorised Public Accountant.



The AGM authorized the Board of Directors to 1) decide in one or more transactions on the issuance of shares. 2) decide on issuance of options.

### **Extraordinary General Meetings**

Eagle Filters Group's Extraordinary General Meeting (the "EGM") was held on 18 January 2023 in Helsinki. The EGM resolved on combination of the share classes and amending the company's Articles of Association accordingly.

Eagle Filters Group's Extraordinary General Meeting (the "EGM") was held on 23 March 2023 in Helsinki. The EGM authorized the Board of Directors to decide, in one or more transactions, on the issuance of shares.

The AGM and EGM decisions are available in detail on the company website at: <https://www.eaglefiltersgroup.com>

### **Share based incentive schemes**

Eagle Filters Group has established stock option programs covering, among others, employees, and the members of the Board of Directors and the Management Team of the company. Based on the outstanding option programs, options corresponding to a total 3 913 161 shares remain that can be subscribed as of 30 June 2023, corresponding to 2.7 % of the diluted total number of shares.

#### **Stock option program 2/2016**

Based on the authorization granted by the Extraordinary General Meeting on 9 March 2016, the Board of Directors has on 10 June 2016 decided on a stock option program for the key employees, under which a maximum 1 000 000 new shares can be subscribed. The details of the program are presented in the latest financial statements, which can be read at:

<https://eaglefiltersgroup.com/reports-and-presentations/>

#### **Stock option program 1-2020**

Based on the authorization granted by the Annual General Meeting on 3 August 2020, the Board of Directors has on 16 December 2020 decided on a stock option program for the key employees, under which a maximum 1,200,000 new shares can be subscribed. The details of the program are presented in the latest financial statements, which can be read at:

<https://eaglefiltersgroup.com/reports-and-presentations/>

#### **Stock option program 1-2021**

Based on the authorization granted by the Extraordinary General Meeting on 25 February 2021, the Board of Directors has on 19 April 2021 decided on a stock option program for the former holders of stock options belonging to the stock option program 2013, under which a maximum 1,439,680 new shares can be subscribed. The details of the program are presented in the latest financial statements, which can be read at: <https://eaglefiltersgroup.com/reports-and-presentations/>.

Between 1 January and 30 June 2023, a total of 200 000 Eagle Filters Group Oyj's new shares have been subscribed for with the company's stock options 1-2021. For subscriptions made with the stock options 1-2021, the entire subscription price of EUR 20 was entered in the reserve for invested unrestricted equity. These shares were registered in the Trade Register on 4 May 2023 and started trading in the First North Growth Market Finland maintained by Nasdaq Helsinki Oy together with the old shares as of 5 May 2023.

#### **Stock option program 1-2022**

Based on the authorization granted by the Annual General Meeting on 20 June 2022, the Board of Directors has on 25 August 2022 decided on a stock option program for the key personnel of the Company, under which a maximum 2,000,000 new shares can be subscribed. The details of the program are presented in the latest financial statements, which can be read at: <https://eaglefiltersgroup.com/reports-and-presentations/>

## Share issues

In April 2023 Eagle Filters Group carried out a directed share issue of approximately EUR 1.7 million to a group of private investors, in which 18 965 515 new shares were offered. The entire subscription price of EUR 1.7 million was entered in the reserve for invested unrestricted equity. These shares were registered in the Trade Register on 4 May 2023 and started trading in the First North Growth Market Finland maintained by Nasdaq Helsinki Oy together with the old shares as of 5 May 2023.

## EVENTS AFTER THE REVIEW PERIOD

- Lassi Noponen, member of Eagle Filters Group Oyj's Management Team, has decided to pursue new opportunities outside Eagle Filters Group and his employment with Eagle Filters Group has ended.

## RISKS AND UNCERTAINTIES

Eagle Filters Group is associated with a number of risks and uncertainties, including but not limited to the following, that can affect the level of sales and profits as well as operations or financing.

Russia's war against Ukraine and the subsequent global geopolitical instability combined with high inflation, supply chain challenges, and European energy market problems have caused various supply and demand-related risks as well as increased uncertainty and financial instability.

Especially the global disruption in the availability of raw materials/components and their price development can cause fast changes in the company's operating environment. The company monitors the development of the situation and actively strives to ensure the availability of materials/components required for product deliveries but challenges in raw material/component availability, or price increases, can have a detrimental effect on company's production and deliveries as well as on profitability of the company.

The spread of the coronavirus around the world is still ongoing and may affect the development of Eagle Filter Group's business. It is difficult to estimate the duration of the pandemic and its effects on business and financial results.

Strategic risks refer to uncertainty that is primarily, but not entirely limited, related to changes in the operating environment and the ability to utilize or anticipate these changes. These changes may relate, for example, to the general economic situation, customer consumption behavior, competition, politics and legislation/regulatory or technological developments. When assessing strategic risks and opportunities, the goal is to find the business opportunities that are available to achieve the set goals with manageable risks, while avoiding those that present unreasonably high risks.

Operational risks refer to circumstances or events that can prevent or hinder the achievement of objectives or cause harm to people, property, business, information, or the environment. Operational risks include risks related to, but not limited to manufacturing, management & personnel, suppliers & subcontractors, products, contracts, commodities, litigation, authoritative or administrative proceedings and financial sanctions.

Financial risks are those related to Eagle Filters Group's financial position. These include, but are not limited to e.g., availability and cost of finance, inflation, NWC and liquidity, credit losses and foreign exchange rate fluctuations.

Non-economic impacts are also considered when assessing risks. Reputation risk arises if Eagle Filter Group's operations conflict with the expectations of various stakeholders, such as customers, suppliers, regulators, shareholders, financiers, or

other societal stakeholders. Responsible practices are key to preventing reputational risks. Reputation risks are also managed through timely and adequate communication.

In addition, Eagle Filters Group's Venture Holdings are associated with a number of risks and uncertainties. These risks are described in the latest financial statements which is available at the Company's website [www.eaglefiltersgroup.com](http://www.eaglefiltersgroup.com).

## **FINANCIAL COMMUNICATION IN 2023**

Eagle Filters Group will publish its financial reports in 2023 as follows:

- 25 October 2023 July – September 2023 Q3 Summary

## **BASIS OF PREPARATION, ACCOUNTS PRINCIPLES, ESTIMATES AND MANAGEMENT JUDGMENT MADE IN PREPARATION OF THE ANNUAL AND SEMI-ANNUAL ACCOUNTS**

Annual and semi-annual accounts have been prepared following generally accepted accounting principles and applicable laws. Eagle Filters Oy, Lumeron Oy and Loudspring Sweden AB were Eagle Filters Group's only subsidiaries at the end of the review period. Eagle Filters Group does not report consolidated accounts as Eagle Filters Group and its subsidiaries are regarded as a minor group in accordance with Finnish Accounting Act chapter 1§ 6 a.

The figures in this half-year review are not audited. The figures have been rounded, and consequently, the sum of individual figures may deviate from the presented sum figure.

The preparation of annual and semi-annual accounts release information requires management to make accounting estimates and judgements as well as assumptions that affect the application of the preparation principles and the accounting estimates on assets, liabilities, income and expenses. Actual results may differ from previously made estimates and judgements.

# FINANCIAL INFORMATION

## PROFIT AND LOSS STATEMENT

EUR '000	1-6 / 2023	1-6 / 2022	1-12 / 2022
<b>Turnover</b>	<b>30</b>	<b>80</b>	<b>110</b>
Materials and services	-1	-12	-5
Personnel expenses	-157	-147	-302
Depreciation and amortizations	-0	-1	-1
Other operating expenses	-260	-404	-641
<b>Operating result</b>	<b>-389</b>	<b>-483</b>	<b>-839</b>
Financial income and expenses	-1 590	630	-393
<b>Result before taxes</b>	<b>-1 979</b>	<b>147</b>	<b>-1 232</b>
Taxes	0	0	0
<b>Result for the financial period</b>	<b>-1 979</b>	<b>147</b>	<b>-1 232</b>
Basic earnings per share (EUR)	-0.02	0.00	-0.02
Diluted earnings per share (EUR)	-0.01	0.00	-0.01



## BALANCE SHEET

EUR'000	30.6.2023	30.6.2022	31.12.2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
Tangible assets	9	10	9
Investments			
Holdings in group undertakings	8 385	6 323	8 385
Holdings in participating interests	0	3 471	1 283
Other shares and similar rights of ownership	0	68	0
Receivables from group undertakings	6 788	3 624	5 707
<b>Total non-current assets</b>	<b>15 182</b>	<b>13 496</b>	<b>15 384</b>
<b>Current assets</b>			
Long term receivables			
Receivables from participating interests	0	40	0
Short term receivables			
Accounts receivables	112	37	74
Loan receivables	5	0	1
Receivables from group undertakings	2 122	2 581	1 302
Receivables from participating interests	0	0	203
Other receivables	55	61	61
Accrued income and prepaid expenses	13	10	13
<b>Total current assets</b>	<b>2 306</b>	<b>2 730</b>	<b>1 654</b>
Cash and cash equivalents	91	266	656
<b>TOTAL ASSETS</b>	<b>17 579</b>	<b>16 492</b>	<b>17 694</b>

EUR'000	30.6.2023	30.6.2022	31.12.2022
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	80	80	80
Share issue	0	0	1 720
Revaluation reserve	0	1 451	0
Fund for invested unrestricted equity	31 783	26 953	28 413
Retained earnings	-17 648	-16 416	-16 416
Result for the financial period	-1 979	147	-1 232
<b>Total equity</b>	<b>12 236</b>	<b>12 214</b>	<b>12 565</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans from financial institutions	2 999	2 800	3 059
Other long-term liabilities	1 620	792	1 620
<b>Current liabilities</b>			
Loans from financial institutions	461	350	231
Accounts payable	16	16	29
Other liabilities	12	212	18
Accrued expenses and deferred income	235	107	172
<b>Total liabilities</b>	<b>5 343</b>	<b>4 277</b>	<b>5 129</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>17 579</b>	<b>16 492</b>	<b>17 694</b>

## CASH FLOW STATEMENT

EUR '000	1-6 / 2023	1-6 / 2022	1-12 / 2022
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Result before taxes	-1 979	147	-1 232
Adjustments			
Depreciation and amortization	0	1	1
Impairments	1 497	288	1 074
Financial income and expenses	94	-918	-681
Changes in working capital			
Change in interest free accounts receivable and other receivable	-34	-9	-50
Change in accounts payable and other liabilities	38	-36	1
Paid and received interests and other financial items	0	-207	-224
<b>Cash flow from operating activities</b>	<b>-385</b>	<b>-734</b>	<b>-1 111</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Investments in tangible and intangible assets	0	0	0
Investments in shares of group undertakings	0	0	0
Investments in shares of participating companies	0	0	-15
Granted loans	-1 980	-2 552	-4 732
Repayments of loan receivables	150	0	0
Proceeds from sale of shares	0	2 017	1 999
Received interest from investments	1	0	0
<b>Cash flow from investing activities</b>	<b>-1 830</b>	<b>-535</b>	<b>-2 748</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Share issue against payment	1 650	2 591	5 771
Withdrawals of long-term interest-bearing loans	0	0	0
Repayment of long-term interest-bearing loans	0	-350	-350
Withdrawals of short-term interest-bearing loans	0	200	0
Repayment of short-term interest-bearing loans	0	-949	-949
<b>Cash flow from financing activities</b>	<b>1 650</b>	<b>1 492</b>	<b>4 472</b>
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period	656	43	43
Cash and cash equivalents at the end of the period	91	266	656

## STATEMENT OF CHANGES IN EQUITY

EUR '000	1-6 / 2023	1-6 / 2022	1-12 / 2022
Share capital in the beginning of the period	80	80	80
<b>Share capital at the end of the period</b>	<b>80</b>	<b>80</b>	<b>80</b>
Share issue in the beginning of the period	1 720	0	0
Unregistered shares from share issue	-1 720	0	1 720
<b>Share issue at the end of the period</b>	<b>0</b>	<b>0</b>	<b>1 720</b>
Revaluation reserve in the beginning of the period	0	1 958	1 958
Sale of Nuuka shares	0	-508	-507
Impairments	0	0	-1 451
<b>Revaluation reserve at the end of the period</b>	<b>0</b>	<b>1 451</b>	<b>0</b>
<b>Total restricted equity</b>	<b>80</b>	<b>1 531</b>	<b>1 800</b>
Unrestricted equity reserve in the beginning of the period	28 413	23 862	23 862
Share issues	3 370	3 091	4 551
<b>Unrestricted equity reserve at the end of the period</b>	<b>31 783</b>	<b>26 953</b>	<b>28 413</b>
Retained earnings (loss) in the beginning of the period	-17 648	-16 416	-16 416
Profit (loss) for the period	-1 979	147	-1 232
<b>Retained earnings (loss) at the end of the period</b>	<b>-19 627</b>	<b>-16 269</b>	<b>-17 648</b>
<b>Total unrestricted equity</b>	<b>12 156</b>	<b>10 684</b>	<b>10 765</b>
<b>Total equity</b>	<b>12 236</b>	<b>12 214</b>	<b>12 565</b>

## DEFINITIONS

Key figure	Definition
<b>Operating costs</b>	Materials and services, personnel expenses, and other operating expenses
<b>EBITDA</b>	Operating profit before depreciation and amortization
<b>Equity ratio (%)</b>	Total equity divided by / total assets
<b>Net debt</b>	Current and Non-current loans from credit institutions, less cash and cash equivalents.
<b>Net working capital</b>	Inventories, trade-, and other receivables less trade- and other payables.
<b>Number of shares</b>	Total number of shares at the end of the period
<b>Weighted average number of shares</b>	Issue and conversion-adjusted weighted average number of shares
<b>Basic earnings per share (€)</b>	Result for the (financial) period / Issue and conversion-adjusted weighted average number of shares
<b>Diluted earnings per share (€)</b>	Result for the (financial) period / Issue and conversion-adjusted weighted average number of shares added by outstanding warrants
<b>Free cash flow</b>	Cashflow from operating activities + cashflow from investing activities