



QUARTERLY REPORT

Q2 2022



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SALES ARE STARTING TO PICK UP
and new growth capital has been secured

QUARTERLY REPORT

1 APRIL – 30 JUNE 2022

ÖREBRO 2022-08-25

CONSOLIDATED GROUP 1 APRIL – 30 JUNE, 2022

- Total revenues amounted to 20 114 (38) kSEK
- Operating result amounted to -15 296 (-7 992) kSEK
- Result after financial items amounted to -15 365 (-8 085) kSEK
- Earnings per share amounted to -0,06 SEK (-0,03) SEK

PARENT COMPANY 1 APRIL – 30 JUNE, 2022

- Total revenues amounted to 18 401 (0) kSEK
- Operating result amounted to -938 (-3 136) kSEK
- Result after financial items amounted to -983 (-3 188) kSEK

SIGNIFICANT EVENTS DURING THE PERIOD

APRIL 1 – JUNE 30, 2022

- On April 6, Metacon announced that the subsidiary Helbio is starting an EU-funded research project in the development of innovative nano catalytic materials and reactors "NANOLEFINS" in collaboration with project partners. Helbio's total budget is 167,000 EUR and the funding rate is 80 percent.
- On April 22, Metacon announced that, in cooperation with its distributor Hydroholding, it has been awarded a contract for the delivery of a first demonstration HRS for hydrogen refuelling in Slovakia.
- On April 27, it was announced that Metacon, in collaboration with EPC partner GILSAB (Gällivare Industriservice AB, part of Jernbro), entered into an agreement with a value of approximately SEK 56 million for the delivery of two electrolysis-based and fully integrated refueling stations (HRS) for green hydrogen to Botnia Hydrogen AB.
- On April 29, it was announced that Metacon had decided on medium-term financial goals. The financial goals are that the company's turnover for 2025 should exceed SEK 500 million and that the company should be cash flow positive before the end of 2025 at the latest.
- On May 5, it was communicated that Metacon has, within the framework of its partnership agreement with Peric Hydrogen Technology, successfully completed a first evaluation project for sales and business development of Peric's electrolysis portfolio on the American market.
- On May 16, it was announced that Metacon and the German green tech distributor Brennstoffzelle4home GmbH (B4H) have signed an MoU for the distribution and sale of Metacon's Combined Heat and Power (CHP) unit "H2PS-5" in the German market and Metacon will receive its first order of five H2PS-5 units.
- On May 17, it was announced that Metacon's subsidiary Helbio has delivered a first "ammonia cracker" prototype according to plan to the Norwegian company Phe-

rousa Green Technologies AS (Pherousa). At the same time, Metacon, through Hel-bio, will increase its shareholding from 5% to 10% in Pherousa.

- On June 7, it was communicated that Metacon's board decided on a Rights Issue of up to SEK 159 million.
- On June 8, it was announced in a press release that Metacon has started the listing change process from NGM to Nasdaq First North Growth Market.

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

- On July 1, Metacon announced the outcome of the rights issue, where Metacon receives approximately SEK 139 million before issue costs.

CEO comments

Strong revenue growth driven by growing market for hydrogen refuelling

The second quarter was in many ways the most eventful so far in the company's history. Although unforeseen external events have occurred, such as Russia's invasion of Ukraine, with increased economic uncertainty and severe consequences in many different areas, we continued to deliver concrete results according to our growth plan with the largest deals to date for the company. In addition, we managed to complete the largest capital raising to date in our history to ensure our continued growth. It is very satisfying to see that our efforts over the past year to build a complete multi-technology green hydrogen company are starting to pay off in the form of significant revenue growth. There are now a large number of initiatives also in Sweden to establish new filling stations for green hydrogen gas, usually with linked hydrogen production in connection. This is a very favourable development for Metacon.

Capital injection and move to Nasdaq First North provides strength for the upcoming growth phase

With the capital addition that the company received through the summer's rights issue, we have now acquired a good starting position for our innovative key projects and for continued commercialization. We also made the decision to begin the move to Nasdaq First North. It will give us the right visibility towards both institutional and private investors. The development of our larger systems for reforming biogas into green hydrogen will be intensified and prioritized as we see this as a strong growth area for Metacon. We also have several interesting opportunities to further develop our core technology within catalytic reforming for various applications with high commercial potential. This applies, among other things, to the area of green ammonia, where pioneering applications in, for example, fuel for shipping

and long-distance aviation are now being developed. During the quarter, we communicated excellent results for our technology to be able to efficiently extract hydrogen from ammonia in collaboration with the Norwegian associated company Pherousa. Also reforming ethanol for the production of non-fossil hydrogen for use in the transport sector is in our innovative portfolio

Turbulent energy and fuel market increases the need for Metacon's products

The war in Ukraine and its effects naturally also have a negative effect on Metacon. At the same time, the outside world is demanding an increasingly faster green transition than before. As a non-fossil and domestically produced fuel, green hydrogen can be a direct replacement for large amounts of imported oil and gas. This fits directly into the EU's major investments in more independent energy and fuel supply. The potential of green non-fossil hydrogen in energy storage and as a vehicle fuel grows stronger every day. We look forward to becoming and being an important player when society changes towards more robust and climate-friendly energy supply systems.



Christer Wikner

President and CEO, Metacon AB (publ)

Comments on the financial development

Operating income

The Group's revenues for the period amounted to 20 464 (211) kSEK.

The income comes mainly from the business within electrolysis and filling stations (HRS) in Sweden.

Operating expenses

The Group's operating expenses for the period amounted to -35 759 (-8 203) kSEK.

The increase partly consists of costs within electrolysis as well as amortization of goodwill attributable to the acquisition of Water2H2 AB and Helbio Holdings S.A in Greece, which were completed in the fall of 2021.

Operating result

The Group's operating result for the period amounted to -15 295 (-7 992) kSEK.

Financial standing

As of June 30, the Group's equity amounted to 317 928 (81 205) kSEK.

Cash and cash equivalents amounted to 24 405 (57 145) kSEK. The Group's interest-bearing liabilities amounted to 3 571 (4 456) kSEK. The equity-to-asset ratio at the end of the reporting period was 94,7 % (89,1 %). The equity ratio will decrease marginally when the issue costs are known and invoiced and booked against equity in quarter 3.

Significant changes in financial position after the end of the reporting period

After the reporting period, the company has received net cash of SEK 117.6 million from the rights issue.

Accounting principles

The report has been prepared in accordance with the Annual Accounts Act and the Swedish Accounting Standards Board's general advice 2012: 1 Annual Report and consolidated accounts, K3. The principles are unchanged compared with the previous period.

The report has not been subject to review by the company's auditor.

Upcoming financial reports

The company publishes the following reports during the year:

- Report for the third quarter, (July – September) is published Nov 17, 2022
- Year-end report with the fourth quarter, (October – December) is published February 16, 2023

Consolidated financial information in summary

Amount in kSEK if nothing else is noted	2022 Apr-Jun	2021 Apr-Jun	2022 Jan-Jun	2021 Jan-Jun	2021 Jan-Dec
Net sales	20 114	38	32 402	117	10 186
Operating result	-15 295	-7 992	-31 733	-14 000	-39 105
Profit/loss after financial items	-15 365	-8 085	-31 879	-9 209	-34 397
Total assets	335 855	91 116	335 855	91 116	246 566
Equity	317 928	81 205	317 928	81 205	230 775
Operating margin %	-76 %	-21 032 %	-98 %	-11 966 %	-384 %
Net debt %	-7 %	-65 %	-7 %	-65 %	-17 %
Solidity %	94,7 %	89,1 %	94,7 %	89,1 %	95,6 %
Number of shares ('000)	265 380	233 207	265 380	233 207	265 380
Average number of shares ('000)	265 380	233 207	265 380	233 207	240 556
Share price on the balance date, SEK	2,10	5,55	2,10	5,55	3,04
Average number of employees	29	22	29	21	22
Number of employees, end of period	30	23	30	23	24

DEFINITIONS OF KEY FIGURES:

Operating income

Result before financial items

Operating margin

Operating profit as a percentage of net sales

Net debt

Long-term and short-term interest-bearing liabilities less cash and cash equivalents as a percentage of equity

Earnings per share

Profit attributable to the parent company's shareholders divided by the weighted average number of shares outstanding during the period

Solidity

Equity as a percentage of total assets

Average number of shares

Average number of shares outstanding during the period

Average number of employees

Average number of employees during the period converted to full-time positions

Consolidated income statement

Amount in kSEK	2022 Apr-Jun	2021 Apr-Jun	2022 Jan-Jun	2021 Jan-Jun	2021 Jan-Dec
Revenues					
Net sales	20 114	38	32 402	117	10 186
Other income	350	173	639	835	3 547
	20 464	211	33 041	952	13 733
Operating expenses					
Raw materials and consumables	-15 586	-	-26 405	-	-9 901
Other external costs	-4 342	-2 779	-8 716	-6 378	-14 635
Employee benefit expenses	-4 843	-3 341	-7 874	-4 485	-11 244
Depreciation/amortization and impairment of tangible and intangible assets	-10 785	-1 981	-21 416	-3 954	-16 722
Other operating expenses	-203	-102	-363	-135	-336
Operating result	-15 295	-7 992	-31 733	-14 000	-39 105
Result from financial items					
Income from other securities and receivables accounted for as non-current assets	-	-	-	4 963	4 963
Interest income and similar income	0	45	0	45	47
Interest expenses and similar expenses	-70	-138	-146	-217	-302
Profit/loss after financial items	-15 365	-8 085	-31 879	-9 209	-34 397
Earnings before tax	-15 365	-8 085	-31 879	-9 209	-34 397
Net income	-15 365	-8 085	-31 879	-9 209	-34 397
Attributable to					
Shareholders of the parent company	-15 365	-7 475	-31 879	-7 226	-30 548
Non-controlling interest	-	-610	-	-1 983	-3 849

Consolidated balance sheet

Amount in kSEK	2022-06-30	2021-06-30	2021-12-31
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for development and similar	1 264	1 047	1 078
Goodwill	148 354	6 586	169 001
	149 618	7 633	170 079
Tangible assets			
Plant and machinery	5 355	1 715	4 209
Equipment, tools and installations	872	799	888
	6 227	2 514	5 097
Financial assets			
Participations in associated companies	-	6 000	-
Other securities held as non-current assets	4 963	4 963	4 963
Other long term receivables	110	88	89
	5 073	11 051	5 052
Total fixed assets	160 918	21 198	180 228
Current assets			
Inventories etc.			
Raw materials and consumables	8 525	2 699	4 760
Work in progress	15 916	2 953	3 432
	24 441	5 652	8 192
Current receivables			
Accounts receivable	2 077	366	936
Recognized but not invoiced income	-	-	7 151
Other receivables	119 707	2 604	1 478
Prepaid expenses and accrued income	4 307	4 151	5 641
	126 091	7 121	15 206
Cash and cash equivalents	24 405	57 145	42 940
Total current assets	174 937	69 918	66 338
TOTAL ASSETS	335 855	91 116	241 531

Consolidated balance sheet

Amount in kSEK	2022-06-30	2021-06-30	2021-12-31
EQUITY AND LIABILITIES			
Equity			
Share Capital	3 426	2 332	2 654
Other equity	313 730	80 748	228 121
Equity attributable to the parent company's share-holders	317 928	83 080	230 775
Non-controlling interest	-	-1 875	-
Total equity	317 928	81 205	230 775
Non-current liabilities			
Other liabilities to credit institutions	2 786	3 428	3 107
Other long-term liabilities	142	385	335
	2 928	3 813	3 442
Current liabilities			
Other liabilities to credit institutions	643	643	643
Accounts payable	2 079	722	738
Tax liabilities	179	58	97
Other current liabilities	4 849	3 075	3 686
Accrued expenses and deferred income	7 249	1 600	7 185
	14 999	6 098	12 349
TOTAL EQUITY AND LIABILITIES	335 855	91 116	246 566

Change in equity in the Group

Amount in kSEK	2022 Jan-Jun	2021 Jan-Dec
Opening equity		
Attributable to the parent company's shareholders	230 775	90 437
Non-controlling interest	-	108
Result of the period	-31 879	-34 397
Proceeds from issuance of shares	117 608	172 626
Costs from issuance of shares and other items	1 424	2 001
Ending equity	317 928	230 775
Attributable to the parent company's shareholders	317 928	230 775
Non-controlling interest	-	-

The Group's cash flow analysis

Amount in kSEK	2022 Apr-Jun	2021 Apr-Jun	2022 Jan-Jun	2021 Jan-Jun	2021 Jan-Dec
Profit/loss after financial items	-15 365	-8 085	-31 879	-9 209	-34 397
Adjustment for non-cash items	11 553	1 768	20 679	3 823	11 830
Operating cash flow	-3 812	-6 317	-11 200	-5 386	-22 567
Change in working capital	-119 458	-99	-124 484	-1 515	-5 959
Cash flow from operating activities	-123 270	-6 416	-135 684	-6 901	-28 526
Cash flow from investing activities	-1 960	-548	-2 105	-11 970	-178 806
Cash flow from financing activities	117 387	-174	119 254	-272	173 984
Total cash flow	-7 843	-7 138	-18 535	-19 143	-33 348
Cash at the beginning of the period	32 248	64 283	42 940	76 288	76 288
Cash at the end of the period	24 405	57 145	24 405	57 145	42 940

Parent company income statement

Amount in kSEK	2022 Apr-Jun	2021 Apr-Jun	2022 Jan-Jun	2021 Jan-Jun	2021 Jan-Dec
Revenues					
Net sales	18 401	-	18 401	78	162
Other income	73	219	131	835	1 153
	18 474	219	18 532	913	1 315
Operating expenses					
Raw materials and consumables	-13 867	-	-13 867	-	-
Other external costs	-2 572	-1 199	-4 486	-3 323	-5 187
Employee benefit expenses	-2 686	-1 958	-3 985	-1 989	-5 412
Depreciation/amortization and impairment of tangible and intangible assets	-114	-96	-227	-192	-415
Other operating expenses	-172	-102	-324	-134	-156
Operating result	-937	-3 136	-4 357	-4 725	-9 855
Result from financial items					
Income from other securities and receivables accounted for as non-current assets	-	-	-	4 963	4 963
Interest income and similar income	-	-	-	-	-
Interest expenses and similar expenses	-46	-52	-92	-106	-204
Profit/loss after financial items	-983	-3 188	-4 449	132	-5 096
Earnings before tax	-983	-3 188	-4 449	132	-5 096
Net income	-983	-3 188	-4 449	132	-5 096

Parent company balance sheet

Amount in kSEK	2022-06-30	2021-06-30	2021-12-31
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for development and similar	0	0	0
	0	0	0
Tangible fixed assets			
Plant and machinery	806	969	1 096
Equipment, tools, fixtures and fittings	64	-	-
	870	969	1 096
Financial assets			
Participations in group companies	273 159	83 897	270 031
Participations in associated companies	-	6 000	-
Other securities held as non-current assets	4 963	4 963	4 963
Other long-term receivables	7	7	7
	278 129	94 867	275 001
Total fixed assets	278 999	95 836	276 097
Current Assets			
Inventories, etc.			
Work in progress	4865	-	-
	4865		
Current receivables			
Receivables from group companies	11 598	3 973	7 836
Other receivables	118 236	307	287
Prepaid expenses and accrued income	294	266	276
	130 128	4 546	8 399
Cash and cash equivalents	21 042	49 790	34 799
Total current assets	156 035	54 336	43 198
TOTAL ASSETS	435 034	150 172	319 295

Parent company balance sheet

Amount in kSEK	2022-06-30	2021-06-30	2021-12-31
EQUITY AND LIABILITIES			
Equity			
<i>Restricted equity</i>			
Share capital	2 654	2 332	2 654
New share issue in progress	772	-	-
Statutory reserve	10	10	10
Reserve for development expenditure	-	-	-
	3 436	2 342	2 664
<i>Non-restricted equity</i>			
Share premium reserve	386 785	212 515	384 819
New share issue in progress	116 836	-	-
Profit or loss brought forward	-75 990	-70 894	-70 894
Net result	-4 449	132	-5 096
Total equity	426 618	144 095	311 493
Non-current liabilities			
Other liabilities to credit institutions	2 786	3 429	3 107
	2 786	3 429	3 107
Current liabilities			
Other liabilities to credit institutions	643	643	643
Accounts payable	1 349	722	444
Liabilities to group companies	-	-	2 002
Tax liabilities	179	58	96
Other current liabilities	1 781	216	313
Accrued expenses and deferred income	1 678	1 009	1 197
	5 630	2 648	4 695
TOTAL EQUITY AND LIABILITIES	435 034	150 172	319 295

Change in equity in the parent company

Amount in kSEK	2022 Jan-Jun	2021 Jan-Dec
Opening equity	311 493	143 963
Result of the period	-4 449	-5 096
Proceeds from issuance of shares	117 608	172 626
Reclassification warrants	2 002	-
Costs from issuance of shares	-36	-
Ending equity	426 618	311 493

Parent company's cash flow analysis

Amount in kSEK	2022 Apr-Jun	2021 Apr-Jun	2022 Jan-Jun	2021 Jan-Jun	2021 Jan-Dec
Profit/loss after financial items	-983	-3 188	-4 449	132	-5 096
Adjustment for non-cash items	114	96	226	-4 771	-4 478
Operating cash flow	-869	-3 092	-4 223	-4 639	-9 574
Changes in working capital	-124 553	1 118	-125 659	52	-1 824
Cash flow from operating activities	-125 422	-1 974	-129 882	-4 587	-11 398
Cash flow from investing activities	-3 128	-25	-3 128	6 025	-186 509
Cash flow from financing activities	119 414	-161	119 253	-321	171 983
Total cash flow	-9 136	-2 160	-13 757	-10 933	-25 924
Cash at the beginning of the period	30 178	51 950	34 799	60 723	60 723
Cash at the end of the period	21 042	49 790	21 042	49 790	34 799

For further information, please contact CEO Christer Wikner,
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About Metacon AB (publ)

Metacon is an international energy technology company based in Sweden and headquartered in Örebro, whose overall business idea is to commercialize hydrogen-based energy systems within electrolysis and reforming. Metacon's system has been developed with the goal of adding benefits both for customers, society and our environment. www.metacon.com

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