



YEAR-END REPORT 2022

The year 2022 was an intense year for Cinis Fertilizer and the pace increased during the last quarter of the year. The listing on Nasdaq First North Growth Market in October, combined with loans and credit guarantees, means that the company has a fully funded business plan for the start of production of environmentally friendly and circular mineral fertilizer at the beginning of 2024. Groundwork for the company's first production facility has begun and notification of environmental permits for this facility is expected in the second quarter 2023. The planning of the second production facility is ongoing in parallel, based on a granted building permit.

October – December

- Net sales amounted to SEK – million (–)*
- Operating profit/loss amounted to SEK -8.8 million (0.0)*
- Profit/loss after financial items amounted to SEK -8.2 million (0.0)*
- Earnings per share, before and after dilution, amounted to SEK -0.1 (0.0)*
- Cash flow from operating activities after changes in working capital amounted to SEK 19.9 million (0.0)*

Significant events during the quarter

- On October 21, Cinis Fertilizer was listed on the Nasdaq First North Growth Market. The company received SEK 460 million before transaction costs (including over-allotment option)
- The Land and Environment Court announced that the main hearing in the case regarding examination of Cinis Fertilizer's application for an environmental permit for the production facility in Örnköldsvik is to be held end of March 2023

Full year 2022

- Net sales amounted to SEK – million (–)*
- Operating profit/loss amounted to SEK -24.1 million (0.0)*
- Profit/loss after financial items amounted to SEK -23.6 million (0.0)*
- Earnings per share, before and after dilution, amounted to SEK -0.3 (0.0)*
- Cash flow from operating activities after changes in working capital amounted to SEK -9.1 million (0.0)*
- The board proposes to the general meeting not to pay dividends to the shareholders for the financial year 2022

Significant events after the quarter

- Örnköldsviks municipality granted permission to start construction in Köpmanholmen
- Skellefteå municipality granted a building permit for the production facility in Skellefteå
- On February 2, 2023, Anna Kinberg Batra was appointed governor of Stockholm and thus has resigned as Director of the Cinis Fertilizer Board

* The group was formed on December 23, 2021

About Cinis Fertilizer

Cinis Fertilizer is a Swedish green tech company aiming to produce the world's most environmentally friendly mineral fertilizer, potassium sulphate (SOP), by recycling industrial waste products from the pulp & paper industry as well as the car battery manufacturing industry. The patent protected technology will use half as much energy as today's production methods and the result is a fossil-free fertilizer with a close to zero carbon footprint, a unique and circular contribution enabling sustainable agriculture. FNCA Sweden AB is Certified Adviser. For more information, visit www.cinis-fertilizer.com.



CEO'S COMMENT

ANNOUNCEMENTS ENSURES PRODUCTION START ACCORDING TO PLAN



Jakob Liedberg,
CEO Cinis Fertilizer AB.

Cinis Fertilizer will produce the world's most sustainable mineral fertilizer through innovative upcycling. We will do this by recovering residual products and converting them into fertilizers, which in turn make agriculture more efficient and reduce its climate impact. That Cinis Fertilizer, through its business model, can so clearly be part of the environmental challenges of our time is fantastic and extremely positive.

Events during 2022

The year 2022 was an intense year for Cinis Fertilizer and the pace increased during the last quarter of the year. The listing on Nasdaq First North Growth Market in October, combined with loans and credit guarantees from Nordea and Swedish Export Credit Corporation (SEK), means that the company has a fully funded business plan for the start of production of environmentally friendly and circular mineral fertilizer at the beginning of 2024.

Groundwork for the company's first production facility has begun and notification of environmental permits for this facility is expected in the second quarter 2023. The planning of the second production facility, in Skellefteå, is ongoing in parallel, with a granted building permit.

Fourth quarter 2022

During the fourth quarter we received important announcements and decisions from Örnsköldsvik, where we plan to build our first production facility. Here, too, we have received positive announcements that enable our production to start according to plan and ground-breaking on site have begun.

The main hearing regarding our application for our production in Örnsköldsvik will take place in the last days of March. We make the assessment that our schedule to start of production during the first quarter of 2024 still holds, as the longest lead times in the project are delivery of process equipment, not construction time.

For us, it is important that our production facilities are close to our key suppliers of residual products, as well as infrastructure that can handle the logistics from our suppliers as well as to our customers. We will therefore build in areas designated for industries and in locations suitable for our operations. We obviously want to be responsive and our



ambition is to adapt the buildings to the surroundings. Our facilities are designed in accordance with the current zoning plan and we have made every effort to ensure that our impact on the environment is as small as possible in terms of noise and emissions – all within the parameters outlined in our permit application. During the construction period, traffic will increase marginally on roads adapted for heavy transport and when operations are ongoing in Örnsköldsvik, most transports to and from our facility will take place via the port and well within the existing permit for port operations.

When production in the first production facility begins in a year's time, Cinis Fertilizer will create around thirty new jobs. We are all looking forward to starting a new circular business in Örnsköldsvik and Skellefteå – and in several other locations in the coming decade.

During the fourth quarter, we have carried out investments in machinery and initial earthworks in Örnsköldsvik. This is according to plan and provides the necessary conditions for us to continue to run the project according to the time and investment plan. We plan to sign agreements with partners in the coming months. One such is the agreement that Cinis Fertilizer has signed today with We Construction regarding turnkey contract in partnership for the construction of the production facility in Örnsköldsvik.

With a competent project team and funding in place, I broke ground for our first production facility in Örnsköldsvik at the beginning of this week. Together with representatives of Örnsköldsvik municipality and We Construction, we must now do everything to contribute to the development of the local community as well as meet the global environmental challenges that include climate goals and food supply for a growing population.

There is today a great demand for sustainable and locally produced mineral fertilizers that can contribute to strengthening Sweden's as well as Europe's independence and reducing agriculture's carbon footprint. Cinis Fertilizer has an ambitious plan and together with my colleagues, our financiers, shareholders and partners, I look forward to realizing Cinis Fertilizer's purpose and vision to enable sustainable agriculture by reducing carbon dioxide emissions from the production of plant fertilizer.

Jakob Liedberg, CEO



CINIS FERTILIZER'S DEVELOPMENT

Cinis Fertilizer's business idea is to produce a sustainable and water-soluble mineral fertilizer, sulfate of potash (SOP), by recycling industrial waste from the pulp and paper industry and electric vehicle battery production. The company plans to establish six production facilities until 2030. The first two production facilities will be based in Örnsköldsvik and in Skellefteå, both sites in Northern Sweden.

Cinis Fertilizer has signed an agreement to sell all SOP from the first two production facilities to Van Iperen International for 10+5 years. The company has also signed an agreement with electric vehicle battery producer Northvolt to purchase their waste product, sodium sulfate, for 10+10 years, thus securing an important input. Cinis Fertilizer has also signed a letter of intent with K+S to purchase the input material Muriate of Potash (MOP) for all four production facilities, as well as sell SOP from facilities three and four, and sodium chloride from facilities one and two.

During the fourth quarter of 2022, the project team, together with subcontractors, has prepared the start of construction in Örnsköldsvik in parallel with the planning of the facility in Skellefteå.

MARKET DEVELOPMENT

Muriate of Potash, MOP

MOP, or Muriate of Potash, is a naturally occurring mineral fertilizer produced through mining. The largest findings are in Canada, Russia and Belarus followed by China, Germany and USA. MOP is an important input in the production of Cinis Fertilizer's main product, SOP.

As Russia and Belarus represented around 30 percent of the world's MOP capacity and sanctions have been imposed on these countries, prices have increased significantly during 2022 from already high levels in the second half of 2021. By the end of the quarter, the price of Standard MOP in bulk, North-western Europe, amounted to EUR 479–804 per ton¹.

Sulfate of Potash, SOP

The mineral fertilizer Sulfate of Potash, SOP, is usually produced through a chemical process where MOP is used as input.

Since MOP is an input in the production of SOP, the price of SOP depends on the pricing of MOP. Because of this, the price of SOP has a certain lag to the price of MOP price fluctuations. SOP is a premium commodity and is thus traded at a price premium compared to MOP.

The price of SOP has also risen sharply during the end of 2021 and the first half of 2022 on the back of the high MOP price. At the end of the quarter, the price of standard SOP in bulk, Northwest Europe, amounted to EUR 890–1,000 per ton¹. Water-soluble SOP has an additional price premium of approximately 20 percent compared to standard SOP.

¹ Argus Potash, issue 22-51



THE GROUP'S* FINANCIAL DEVELOPMENT

OCTOBER – DECEMBER 2022

Net sales and earnings

Net sales amounted to SEK – million (-).

Operating profit/loss amounted to SEK -8.8 million (0.0).

Interest expenses and similar profit/loss items amounted to SEK -0.5 million (0.0).

Profit/loss after financial items amounted to SEK -8.2 million (0.0).

Cash flow

Cash flow for the fourth quarter amounted to SEK 397.0 million, following the new issue implemented in October 2022.

Cash flow from operating activities after changes in working capital amounted to SEK 19.9 million (0.0), whereof the change in working capital amounted to SEK 28.7 million (0.0).

Cash flow from investing activities amounted to SEK -45.7 million (0.0).

Cash flow from financing activities amounted to SEK 422.8 million (0.0).

FULL YEAR 2022

Net sales and earnings

Net sales amounted to SEK – million (-).

Operating profit/loss amounted to SEK -24.1 million (0.0).

Interest expenses and similar profit/loss items amounted to SEK -0.5 million (0.0).

Profit/loss after financial items amounted to SEK -23.6 million (-).

Cash flow

Cash flow from operating activities after changes in working capital amounted to SEK -9.1 million (0.0), whereof the change in working capital amounted to SEK 15.0 million (-).

Cash flow from investing activities amounted to SEK -49.3 million (0.0).

Cash flow from financing activities amounted to SEK 422.9 million (0.0). The company closed a new issue of shares in October 2022 and was listed on First North Growth Market.

Cash flow for the year amounted to SEK 364.5 million (0.0).

Financial position

At the end of the year, cash and cash equivalents amounted to SEK 402.5 million (38.1). The equity/assets ratio was 94.6 percent (97.8) and the net gearing ratio was 0.06 times (0.02).

Equity amounted to SEK 436.5 million (37.7).

Equity per share amounted to SEK 6.0 (0.7).

Deferred tax claim

The group has unused loss carry forwards in Sweden amounting to SEK 27.3 million (0.0), where the tax effect has not been reported as a deferred tax asset in the balance sheet. The deductions have no further time limit for utilization.

Investments

Investments in tangible fixed assets in the fourth quarter amounted to SEK 49.3 million, attributable to capitalization of costs for the company's first production facility. The total investment requirement for the first production facility is expected to amount to approximately SEK 600 million.

Parent company

The parent company's net sales during the quarter October – December amounted to SEK – million (-).

The operating profit amounted to SEK -8.8 million (-2.3) and the profit/loss after financial items amounted to SEK -8.2 million (-2.3).

Net sales for the full year amounted to SEK – million (-). Operating profit/loss amounted to SEK -24.1 million (-3.4) and the profit/loss after financial items amounted to SEK -23.6 million (-3.4).

**The group was formed on December 23, 2021.*



FINANCIAL SUMMARY AND KEY FIGURES

	Group		Parent company	
	2022	2021**	2022	2021
Installed production capacity*, tonnes	–	–	–	–
Net sales, SEKm	–	–	–	–
Balance sheet total, SEKm	461.6	38.6	461.6	38.6
EBITDA, SEKm	-24.1	0.0	-24.1	-3.4
EBITDA-margin (%)*	neg	neg	neg	neg
Profit/loss after financial items, SEKm	-23.6	0.0	-23.6	-3.4
Equity/asset ratio (%)	94.6	97.8	94.6	97.8
Net debt (+) / Net cash (-)	-377.4	-37.2	-377.3	-37.2
Net debt/EBITDA* (times)	15.7	791.9	15.7	11.0

* Operational and financial targets from 2024

** The group was formed on December 23, 2021

DEFINITIONS

Installed production capacity

Installed annual production capacity

EBITDA

Operating profit before depreciation and write-downs on tangible fixed assets and intangible fixed assets

EBITDA-margin (%)

EBITDA in relation to net sales plus other operating income

Net debt (+) / Net cash (-)

Non-current and current interest-bearing liabilities less cash and cash equivalents

Net debt/EBITDA (times)

Non-current and current interest-bearing liabilities reduced by cash and cash equivalents in relation to the operating profit according to the income statement, before depreciation and write-downs of intangible and tangible assets

Equity/asset ratio

Equity divided by total assets



OTHER INFORMATION

FINANCIAL CALENDAR

Annual Report 2022

Week commencing
April 24, 2023

Interim Report

January–March 2023

May 9, 2023

Annual General Meeting

May 25, 2023

Interim Report

January–June 2023

August 25, 2023

Interim Report

January–September 2023

November 16, 2023

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This information is such information that Cinis Fertilizer is obliged to make public pursuant to the EU's Market Abuse Regulation. This report has been prepared with a Swedish and an English version. In the event of any discrepancies between the two, the Swedish version applies. This information was published, through the agency of the contact persons above, February 16, 2023, at 08.00 a.m. CET.

Personnel and organization

The average number of employees in 2022 amounted to 8 (0), whereof 35 (0) percent women and 65 (0) percent men. At the end of December, the number of employees amounted to 9 (1).

Warrant program

The purpose of share incentive programs is to encourage, through long-term financial interests, an ownership interest in the company in order to strengthen the ties between shareholders and employees. Cinis Fertilizer has established a share incentive program based on capital-taxed warrants. As per December 31, 2022 the company had one warrant program outstanding. More information about the warrants can be found in the Annual Report 2021 and in the prospectus.

Change of the Board of Directors

Following the Swedish government's appointment of Anna Kinberg Batra as Governor of Stockholm County she resigned as Director of the Cinis Fertilizer Board on February 3, 2023.

Nomination Committee

The nomination committee of Cinis Fertilizer consists of Frederik Nilner, chairman of the nomination committee, representing Jakob Liedberg. The other members are Thomas Ranje, representing himself, Morgan Sadarangani, representing Molindo Energy. The nomination committee also includes Roger Johansson, chairman of Cinis Fertilizer's Board. The nomination committee will develop proposals for the 2023 annual general meeting regarding the chairman of the meeting, the board, the chairman of the board, the remuneration of the board members, auditor, fee to the auditor and, to the extent deemed necessary, proposals for changes to the current instructions for the nomination committee.

Annual General Meeting 2023

Annual General Meeting (AGM) of Cinis Fertilizer AB will be held on May 25, 2023 in Stockholm, Sweden. Further information about the procedure at the AGM will be published in the notice to attend the AGM.

Dividend proposal

Cinis Fertilizer's board proposes to the annual general meeting not to pay a dividend to the shareholders for the financial year 2022. The proposal is submitted against the background that the company is in an expansive growth phase.



The Year-End Report contains forward-looking statements that reflect the company's current expectations. Although the company believes that the expectations reflected in such forward-looking statements are reasonable, there can be no assurance that the expectations will prove to be correct because they are subject to risks and uncertainties that could mean that actual results differs significantly depending on a number of different factors. Such factors include, but are not limited to, changes in the ability of suppliers, customer demand, changed conditions regarding the economy, market and competition, limitations in purchasing and production, exchange rate changes, developments regarding product liability disputes, changes in the regulatory environment and other government actions. Forward-looking statements represent expectations only as of the date they were made, and, except as required by applicable law, the Company undertakes no obligation to update any of them in the event of new information or future events.

Comparative figures

Comparative figures for income statement items refer to the corresponding period of the previous financial year. For the group's income statement and cash flow comparative figures refer to the period December 23–31, 2021, which is the period that the group has existed in 2021. Comparative figures for balance sheet items refer to the end of the previous fiscal year and for the parent company the corresponding period of the previous year.

Signatures

The board and the CEO assure that this year-end report provides a fair overview of the company's operations, position, and results.

Örnsköldsvik, February 16, 2023

Roger Johansson
Chairman

Viktoria Bergman
Board member

Sten Hedbäck
Board member

Åsa Källenius
Board member

Morgan Sadarangani
Board member

Jakob Liedberg
CEO

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



FINANCIAL REPORTS IN BRIEF

GROUP CONSOLIDATED INCOME STATEMENT

SEK, million	Note	2022		2021*
		Oct – Dec	Jan – Dec	Jan – Dec
Net sales		–	–	–
Other operating income		0.0	0.0	–
Other external expenses	7	-4.8	-12.4	0.0
Personnel costs	7	-4.0	-11.6	0.0
Depreciation		0.0	0.0	–
Other operating expenses		0.0	0.1	0.0
Operating profit/loss		-8.8	-24.1	0.0
Interest income		0.5	0.5	–
Interest expense		0.0	0.0	–
Profit/loss after financial items		-8.2	-23.6	0.0
Tax		–	–	–
Total profit/loss of the period		-8.2	-23.6	0.0
Profit of the period attributable to:				
Parent company's shareholders		-8.2	-23.6	0.0

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEK, million	Note	2022		2021*
		Oct – Dec	Jan – Dec	Jan – Dec
Profit/loss of the period		-8.2	-23.6	0.0
Other comprehensive income of the period		–	–	–
Comprehensive income for the period		-8.2	-23.6	-0.0
Comprehensive income for the period attributable to:				
Parent company's shareholders		-8.2	-23.6	-0.0
Earnings per share before and after dilution, SEK***		-0.1	-0.3	-0.0
Number of shares		72,526,498	72,526,498**	56,664,400**
Average number of shares before and after dilution		72,526,498	72,526,498**	56,644,400**

* Group formed on December 23, 2021

** Share split 40:1 implemented on May 30, 2022

*** The group holds warrants, however as the result is negative, no dilution effect will be caused by this program



GROUP CONSOLIDATED BALANCE SHEET

SEK, million	Note	31 Dec	
		2022	2021
Assets			
<i>Non-current assets</i>			
<i>Tangible fixed assets</i>			
Ongoing new facilities and advances regarding tangible fixed assets	8	49.3	–
Equipment		0.0	–
<i>Total property, plant and equipment</i>		49.3	–
<i>Total non-current assets</i>		49.3	–
<i>Current assets</i>			
Accounts receivables		0.0	–
Other current receivables		8.2	0.5
Prepaid expenses and accrued income		1.6	–
Cash and bank equivalents		402.5	38.1
<i>Total current assets</i>		412.3	38.6
Total assets		461.6	38.6
Equity and liabilities			
<i>Equity</i>			
Share capital		0.7	0.1
Other capital contributions		462.9	41.1
Retained earnings		-3.5	-3.5
Result of the year		-23.6	0.0
<i>Equity attributable to owners of parent company</i>		436.5	37.7
Non-controlling interests			
Total equity		436.5	37.7
<i>Liabilities</i>			
<i>Current liabilities</i>			
Accounts payable		23.3	0.6
Other current liabilities		1.1	0.2
Deferred income and accrued expenses		0.7	0.1
<i>Total current liabilities</i>		25.1	0.8
<i>Total liabilities</i>		25.1	0.8
Total equity and liabilities		461.6	38.6



GROUP CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Attributable to owners of parent company

SEK, million	Note	Share capital	Other capital contributions	Retained earnings	Result of the year	Total equity
<i>Opening balance December 23, 2021</i>		<i>0.1</i>	<i>41.1</i>	<i>-3.5</i>	<i>0.0</i>	<i>37.7</i>
Result of the year		-	-	-	0.0	-
Other comprehensive income		-	-	-	-	-
<i>Comprehensive income of the year</i>		<i>-</i>	<i>-</i>	<i>-</i>	<i>0.0</i>	<i>0.0</i>
<i>Total transactions with shareholders</i>		<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>
<i>Closing balance December 31, 2021</i>		<i>0.1</i>	<i>41.1</i>	<i>-3.5</i>	<i>0.0</i>	<i>37.7</i>
<i>Opening balance January 1, 2022</i>		<i>0.1</i>	<i>41.1</i>	<i>-3.5</i>	<i>0.0</i>	<i>37.7</i>
Profit of the year		-	-	-	-23.6	-23.6
Other comprehensive income		-	-	-	-	-
<i>Comprehensive income of the year</i>		<i>-</i>	<i>-</i>	<i>-</i>	<i>-23.6</i>	<i>-23.6</i>
<i>Earnings carried forward</i>				0.0	0.0	
Bonus issue		0.4	-0.4			
New issue		0.1	459.9			
Issue costs			-37.7			
Option premium			0.1			
<i>Total transactions with shareholders</i>		<i>0.6</i>	<i>421.8</i>			<i>422.3</i>
<i>Closing balance December 31, 2022</i>		<i>0.7</i>	<i>462.9</i>	<i>-3.5</i>	<i>-23.6</i>	<i>436.5</i>



GROUP CONSOLIDATED CASH-FLOW STATEMENT

SEK, million	Note	2022		2021*
		Oct – Dec	Jan – Dec	Jan – Dec
Operating activities				
Operating profit/loss before financial items		-8.8	-24.1	0.0
Adjustments for items not included in cash flow		0.0	0.0	0.0
Cash flow from operating activities before changes in working capital		-8.8	-24.1	0.0
Operating receivables (+decrease)		13.2	-9.3	0.0
Operating liabilities (+ increase)		15.6	24.3	0.0
<i>Cash flow from working capital</i>		<i>28.7</i>	<i>15.0</i>	<i>0.0</i>
Cash flow from operating activities		19.9	-9.1	0.0
Investing activities				
Investments in property, plant and equipment		-45.7	-49.3	-
Cash flow from investing activities		-45.7	-49.3	0.0
Financing activities				
New issue		422.2	422.3	-
Option premium		-	0.1	-
Interest received		0.5	0.5	-
Interest paid		0.0	0.0	-
Cash flow from financing activities		422.8	422.9	0.0
Cash flow for the period		397.0	364.5	0.0
Cash and cash equivalents at the beginning of the period		5.5	38.1	38.1
Cash and cash equivalents at the end of the period		402.5	402.5	38.1

* Group formed on December 23, 2021



INCOME STATEMENT FOR THE PARENT COMPANY

SEK, million	Note	Oct – Dec		Jan – Dec	
		2022	2021	2022	2021
Net sales		–	–	–	–
Other operating income		–	–	0.0	–
Other external expenses	7	-4.8	-1.9	-12.4	-3.0
Personnel costs	7	-4.0	-0.4	-11.6	-0.4
Depreciation/amortization		0.0	–	0.0	–
Other operating expenses		0.0	–	-0.1	–
Operating profit/loss		-8.8	-2.3	-24.1	-3.4
Interest income and similar profit/loss items		0.5	–	0.5	–
Interest expense and similar profit/loss items		0.0	0.0	-0.0	0.0
Profit/loss after financial items		-8.2	-2.3	-23.6	-3.4
Tax		–	–	–	–
Total profit/loss of the period		-8.2	-2.3	-23.6	-3.4

COMPREHENSIVE INCOME FOR THE PARENT COMPANY

SEK, million	Note	Oct – Dec		Jan – Dec	
		2022	2021	2022	2021
Income for the period		-8.2	-2.3	-23.6	-3.4
Other comprehensive income net after tax		–	–	–	–
Comprehensive income for the period		-8.2	-2.3	-23.6	-3.4



BALANCE SHEET FOR THE PARENT COMPANY

SEK, million	Note	31 dec	
		2022	2021
Assets			
<i>Non-current assets</i>			
<i>Tangible fixed assets</i>			
Ongoing new facilities and advances regarding tangible fixed assets	8	49.3	–
Equipment		0.0	–
<i>Total non-current assets</i>		49.3	–
<i>Financial non-current assets</i>			
Participations in group companies		0.1	–
<i>Total financial non-current assets</i>		0.1	–
<i>Total non-current assets</i>		49.4	–
<i>Current assets</i>			
Receivables on group company		0.8	–
Other current receivables		8.2	0.5
Prepaid expenses and accrued income	8	0.7	–
<i>Total current receivables</i>		9.8	0.5
<i>Cash and cash equivalents</i>			
Cash and bank equivalents		402.4	38.1
<i>Total cash and cash equivalents</i>		402.4	38.1
<i>Total current assets</i>		412.2	38.6
Total assets		461.6	38.6
Equity and liabilities			
Share capital		0.7	0.1
<i>Total restricted equity</i>		0.7	0.1
<i>Unrestricted equity</i>			
Share premium reserve		462.8	41.0
Retained earnings		–3.4	0.0
Profit/loss of the year		–23.6	–3.4
<i>Total unrestricted equity</i>		435.8	37.6
Total unrestricted equity		436.5	37.7
Liabilities			
<i>Current liabilities</i>			
Accounts payables		23.3	0.6
Other current liabilities		1.1	0.2
Deferred income and accrued expenses		0.7	0.1
<i>Total current liabilities</i>		25.1	0.8
Total liabilities		25.1	0.8
Total equity and liabilities		461.6	38.6



CINIS FERTILIZER'S SHAREHOLDERS AND SHARE

THE COMPANY'S 10 LARGEST SHAREHOLDERS AS PER DECEMBER 31, 2022

SHAREHOLDER*	NUMBER OF SHARES	SHARE OF CAPITAL AND VOTES, %
Jakob Liedberg	26,400,000	36.4
Roger Johansson and related parties	13,947,427	19.3
Thomas Ranje and related parties	11,206,895	15.5
Alpcot AB	10,583,240	14.6
Molindo Energy	2,557,457	3.5
Livförsäkringsbolaget Skandia	1,724,137	2.4
Åsa Källenius and related parties	1,005,733	1.4
Schroders	945,393	1.3
Poularde AB	862,068	1.2
Nash Invest AB	833,320	1.2
<i>Other shareholders</i>	<i>2,190,798</i>	<i>3.0</i>
Total	72,256,468	100.0

* including holding through related parties and holding in ISK (Investment savings account)

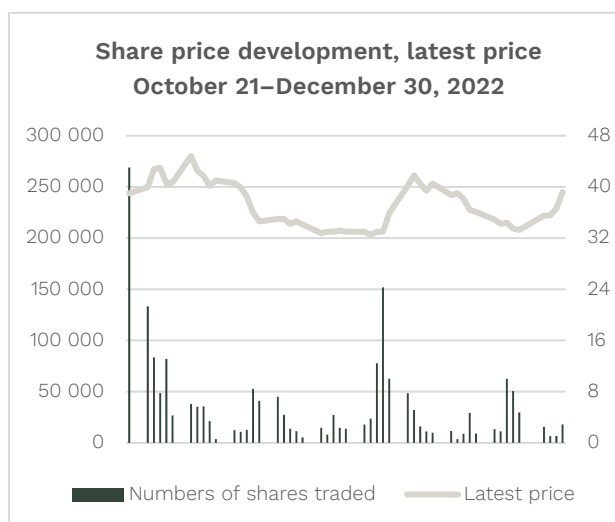
Sources: Euroclear and Cinis Fertilizer

On December 31, 2022 Cinis Fertilizer had 72,256,468 outstanding shares. Each share corresponds to one vote.

Cinis Fertilizers' shares was listed on Nasdaq First North Growth Market (ticker: CINIS) on October 21, 2022. In connection with the listing, a new share issue was carried out. After the IPO offering, including the overallotment option, the number of outstanding shares increased from 56,664,400 to 72,526,468.

The share price development

The share at opening on October 21, 2022 was SEK 29. At the close of trading on December 30, 2022, the price for one share in Cinis Fertilizer amounted to SEK 39.20. The highest paid price at closing amounted to SEK 44.49 on October 31, 2022 and the lowest closing price, SEK 32.50, was noted on November 29, 2022. During the period October 21–December 30, 2022, daily trading in the share amounted to an average of 36,299 shares.





NOTES

Note 1 General information

Cinis Fertilizer is a Swedish green tech company that will produce an environmentally friendly mineral fertilizer, potassium sulfate (SOP), by recycling industrial waste from the pulp and paper industry and from the manufacture of electric car batteries. The parent company Cinis Fertilizer AB with corporate identity number (559154-0322) is a Swedish limited liability company based in Örnsköldsvik. The parent company's holdings of shares in group companies as of June 30, 2022 consist of the wholly owned subsidiary Cinis Sweden AB (559322-4156) and Asset-KH (55939-91329). The group was formed on December 23, 2021.

Note 2 Accounting principles

Consolidated accounts for Cinis Fertilizer AB have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU, the Swedish Annual Accounts Act (ÅRL) and the Swedish Financial Reporting Council RFR 1 "Supplementary accounting rules for groups". The parent company's financial reports are prepared in accordance with the Annual Accounts Act and RFR 2, "Accounting for legal entities".

This interim report has been prepared in accordance with IAS 34 "Interim reporting".

The accounting principles and calculation methods that are applied are in accordance with those described in the annual report for 2021. New standards and interpretations that came into force from and including January 1, 2022 have not had any effect on the group's or parent company's financial reports for the interim period.

Tangible fixed assets

Applied depreciation

Equipment, tools and installations

Number of years

3-5

Note 3 Significant risks and uncertainties

Cinis Fertilizer's operations and financial position are affected by a number of internal factors that the company controls as well as a number of external factors where the ability to influence the course of events is limited. As a relatively young company without commercial production, the company is exposed to a number of operational and financial risks. The company's financial position is affected, among other things, by the price of the end product potassium sulfate, SOP, and the input potassium chloride, MOP. An account of the company's significant risks and risk management can be found in the company's annual report 2021 and in the company's prospectus.

Note 4 Financial instruments

All financial assets and liabilities have been valued at amortized cost, which in all cases is deemed to be consistent with fair value.

Note 5 Events after the end of the period

- Örnsköldsvik municipality granted permission to start construction in Köpmanholmen
- Skellefteå municipality announced a building permit for the production facility in Skellefteå
- On February 2, 2023, Anna Kinberg Batra was appointed governor of Stockholm and thus has resigned as Director of the Cinis Fertilizer Board

**Note 6 Segments reporting**

Cinis Fertilizer's CEO, as the highest executive, follows up and analyzes the results and financial position of the company as a whole, whereupon the company only consists of one reporting segment.

Note 7 Operating expenses

The operating costs essentially consist of personnel costs and other external costs attributable to the start-up of the business.

Note 8 Payments on account and tangible assets in course of construction

Investments in tangible fixed assets in 2022 amounted to SEK 49.3 million, attributable to capitalization of expenses for the company's first production facility. The total investment requirement for the first production facility is expected to amount to approximately SEK 600 million.

Note 9 Seasonal effects

Currently, no significant seasonal variations are visible for Cinis Fertilizer's sales.

Note 10 Pledged assets and contingent liabilities

Cinis Fertilizer has no pledged assets and contingent liabilities.

Note 11 Warrants

In 2021, the Extra General Meeting decided on the issue of 70,000 warrants in the company. During 2021, 41,000 and during 2022, 1,000 warrants have been transferred to members of the Board and employees of Cinis Fertilizer. The transfers have taken place at market price according to the Black & Scholes valuation model. Each warrant entitles, after conversion, to the subscription of 40 shares in the company at a subscription price of SEK 18.75 per share. The warrants can be used to subscribe for shares during the period from and including October 1, 2024 to and including October 31, 2024.

Note 12 Transactions with related parties

On November 1, 2019, the patent "Process for production of fertilizer comprising potassium sulfate with application number 3004882 in Canada" was transferred from Arotech Engineering AB to Cinis Fertilizer. The transfer was documented on 15 February 2022 in a separate agreement.

According to the shareholder agreement between the shareholders in Cinis Fertilizer, dated April 1, 2021, patent 1451569-5 in Sweden (SE537 954) "Process for production of fertilizer comprising potassium sulfate" and patent 3004882 in Canada "Process for production of fertilizer comprising potassium sulfate" transferred to Cinis Fertilizer from Arotech Engineering. The transfer was documented on January 20, 2022 in a separate agreement.

Arotech Engineering AB is owned by Jakob Liedberg (CEO and shareholder in Cinis Fertilizer AB).

In addition to compensation for senior executives, no purchases of services or goods from senior executives or others related to the group, nor have any corresponding sales been made.



Chairwoman of Örnsköldsvik's executive municipal board, Anna-Britta Åkerlind, Jakob Liedberg, CEO Cinis Fertilizer, together with Jonas Lindén, CEO We Construction, at the ground-breaking ceremony in Köpmanholmen in Örnsköldsvik, on February 13, 2023. Photo: Leif Wikberg



Overview of ongoing land construction works for the construction of Cinis Fertilizer's production facility in Köpmanholmen, Örnsköldsvik. Photo: Leif Wikberg