

# List of Signatures

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## Annual Accounts 2023 Nordic Electrofuel AS.pdf

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# Financial Statements 2023

Nordic Electrofuel AS

Org.no.: 916 066 317

Prepared by:  
**view.**  
PROCURATOR



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## Nordic Electrofuel AS

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### The board of directors' report 2023 (office translation)

#### OPERATIONS AND LOCATIONS

Nordic Electrofuel AS (NELF) will build the world's first commercial plant for production of synthetic fuel primarily aimed for the aircraft industry. The products will be made from renewable energy, water and CO<sub>2</sub>.

The company is located in Porsgrunn and Bærum municipalities.

The company's strategy and business model is to be a systems integrator, where the company will be a significant owner in the production facilities that will produce sustainable hydrocarbons in large volumes. The company has developed and patented technology that will be used in the production of carbon-neutral jet fuel, that is approved for blend-in and used in today's aircraft engines.

#### FAIR OVERVIEW OF DEVELOPMENT AND RESULTS

The result for 2023 is a loss of -13 081 513. The board believes that the annual accounts give a true and fair view of the company's assets and liabilities, financial position and result.

In 2023, the project has continued and optimized the Front End Engineering and Design (FEED) phase. NELF has worked closely with NTNU on the development of the concept and the main processes for manufacturing the products. NELF has invested in a process optimization system and tested the system, which will ensure continuous and robust operation in the start-up phase. After an assessment for the conditions for capitalizing of the project costs have been met, the Board decided in 2019 to capitalize the project costs. This practice has been continued in 2023.

#### RESEARCH AND DEVELOPMENT ACTIVITIES

Continuous investments are made in research and development activities related to the technology platform to reduce risk and optimise processes. The company has also worked on preparing the contract negotiations (EPC), including extensive tender documentation (ITT). The company has received approval for Skattefunn for 2023 for its main activities.

In 2023, the company was granted €40 million in grants from the EU Innovation Fund (EUIF) for the construction of the company's first production facility, e-Fuel Pilot. The project achieved a score of 82.5 out of 90 achievable points, which consolidates the project as the leading initiative in the development of technology to produce e-fuels. The company achieved top scores on key project parameters such as innovation height, scalability and maturity. The EU IF award confirms NELF's position as the leading initiative within E-Fuel, as it is the only project within E-SAF that has achieved such support. With the grant from EUIF, the company has a competitive advantage and an important element in fully financing the project and making the final investment decision for the construction of the E-fuel Pilot.

The grant from the EU Innovation Fund (EUIF) is conditional on NELF making a final investment decision for the e-Fuel Pilot no later than December 2027. All reporting and legal requirements needs to be complied in line with the contract.

Nordic Electrofuel is very pleased with the technological platform the company has created, where the company has received approval for 2 patent families. These have been secured by the company at international level.

#### GOING CONCERN

In accordance with § 3-3a of the Accounting Act it is confirmed that the going concern assumption is satisfied and this assumption has been applied in the preparation of the accounts.



## Nordic Electrofuel AS

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### The board of directors' report 2023 (office translation)

#### WORKING ENVIRONMENT AND EQUALITY

At year's end, the company had 10 employees, including 1 woman and 1 hired consultant. The accounts are kept by an external accounting firm. The board consists of 5 people, all men. Board liability insurance has been established for the board members.

Based on an assessment of the company's size, the Board of Directors has not found it necessary to implement special measures regarding gender equality.

#### EXTERNAL ENVIRONMENT

The company does not carry on any activity that pollutes the external environment.

#### OTHER INFORMATION & RISKS

Actions are taken to strengthen the company's capital and improve the runway until Final Investment Decision can be taken. Fundraising roadshows has been successfully performed. Finalizing the funding of the company and the pilot plant is a key priority and we see very good progress on this workstream.

The technological risk is particularly linked to the fact that the Power-to-Liquid concept has not been tested on a large scale. Through the concept study, the company has not uncovered conditions that are not solvable for the concept to be realized. The company will carry out further development activities to reduce the technical risk until the start of construction.

The market risk facing the company is managed by contracting, with fixed prices and volumes, all planned production. The company has signed a 10-year sales agreement for all production with P2X Europe, which is a joint venture owned by the companies Mabanaf and Hansen & Rosenthal (H&R Group). This is a Take-or-Pay contract which means that P2X Europe must receive and pay for the volumes produced by NELF regardless of whether they can use them or not. In addition to this, NELF is experiencing a number of requests for significant volumes from the upcoming facilities such as the E-Fuel Accelerator and E-Fuel 2 from several major international aircraft and freight companies.

Financial risk is primarily linked with access to capital for financing the facilities.

Liquidity risk is linked to the possibility of depletion of liquidity reserves. The company estimates this to be moderate, as we consider the possibilities for continuing to raise equity capital from investors to be good. The company recently raised NOK 16 million in new equity from both new and existing investors.

In early 2023, NELF's wholly owned subsidiary Nordic Wind was sold to Swiss FuGen (short for Future Generation). The company has developed areas of interest for wind power development and is in the active process of further developing these for future development. NELF works closely with Nordic Wind and will be able to benefit from milestone achievements as well as access to renewable power in the development of wind farms.

#### FUTURE PROSPECTS

Nordic Electrofuel has made significant progress in 2023 both technologically and operationally. The company stands out as the leading initiative to produce sustainable solutions for the aerospace industry within Electrofuel (E-SAF). The ReFuelEU Aviation initiative was finally adopted in the European Parliament last November. This obliges member states (EU27) to introduce mandatory blending of both sustainable aviation fuel (SAF) as well as their own allowances for E-SAF. The latter will start at a 1.2% intervention rate



**Nordic Electrofuel AS**

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**The board of directors' report 2023** (office translation)

in 2030 and increase to 35% in 2050, while SAF will start with a mandatory intervention requirement of 2% in 2025 which increases to 70% in 2050. E-Fuels can use SAF allowances, while E-SAF allowances can only be supplied by E-SAF.

With the company's technology and solutions to produce carbon-neutral aviation fuel, the company will be a significant contributor to the green shift and to reaching the UN's ambitious climate goals.

Given the development the company is undergoing, the Board is of the opinion that conditions are favourable for further operations and development. Construction start is somewhat delayed, which can be attributed to the company adapting its progress plan with the allocation we have received from the EU Innovation Fund. Based on this award and the fact that Nordic Electrofuel is the only company in the E-Fuel segment to have received such an award, all prerequisites are present for continued operation. In this context, we can also highlight that the company has raised NOK 16 million in new equity in the spring of 2024. Thus, the Board considers that all the prerequisites are in place for continued operation.

Lysaker, 03.06.2024  
The board of Nordic Electrofuel AS

|  |  |  |
|--|--|--|
| <hr/> Rolf Bruknapp<br>chairman of the board | <hr/> Ronald Tuft<br>member of the board     | <hr/> Harald Johan Norvik<br>member of the board |
| <hr/> Gunnar Holen<br>general Manager        | <hr/> Bastian Mueller<br>member of the board | <hr/> Joerg N. Walter<br>member of the board     |



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## Nordic Electrofuel AS

### Resultatregnskap

|   | Note | 2023               | 2022               |
|---|------|--------------------|--------------------|
| <b>Driftsinntekter og driftskostnader</b>             |      |                    |                    |
| Lønnskostnad  | 1    | 4 654 361          | 3 783 393          |
| Avskrivning av driftsmidler og immaterielle eiendeler | 2    | 23 500             | 34 685             |
| Annen driftskostnad                                   | 1    | 7 940 739          | 8 765 834          |
| <b>Sum driftskostnader</b>                            |      | <b>12 618 601</b>  | <b>12 583 912</b>  |
| <b>Driftsresultat</b>                                 |      | <b>-12 618 601</b> | <b>-12 583 912</b> |
| <b>Finansinntekter og finanskostnader</b>             |      |                    |                    |
| Annen renteinntekt                                    |      | 35 644             | 19 009             |
| Valutagevinst   |      | 321                | 110 452            |
| <b>Sum finansinntekter</b>                            |      | <b>35 964</b>      | <b>129 461</b>     |
| Tap ved realisasjon av andre investeringer            |      | 450 500            | 0                  |
| Annen rentekostnad                                    |      | 1 027              | 0                  |
| Valutatap   |      | 9 996              | 84 828             |
| Annen finanskostnad                                   |      | 37 353             | 1 002 359          |
| <b>Sum finanskostnader</b>                            |      | <b>498 876</b>     | <b>1 087 188</b>   |
| <b>Resultat av finansposter</b>                       |      | <b>-462 912</b>    | <b>-957 727</b>    |
| <b>Resultat før skattekostnad</b>                     | 3    | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Resultat</b>                                       |      | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Årsresultat</b>                                    | 4    | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Disponering av resultat</b>                        |      |                    |                    |
| Overført til udekket tap                              |      | -13 081 513        | -13 541 639        |
| <b>Sum overføringer</b>                               |      | <b>-13 081 513</b> | <b>-13 541 639</b> |



## Nordic Electrofuel AS

### Balanse

|                                      | Note | 2023               | 2022               |
|--------------------------------------|------|--------------------|--------------------|
| <b>Eiendeler</b>                     |      |                    |                    |
| <b>Anleggsmidler</b>                 |      |                    |                    |
| <b>Immaterielle eiendeler</b>        |      |                    |                    |
| Utvikling                            | 5    | 88 149 780         | 74 977 143         |
| <b>Sum immaterielle eiendeler</b>    |      | <b>88 149 780</b>  | <b>74 977 143</b>  |
| <b>Varige driftsmidler</b>           |      |                    |                    |
| Driftsløsøre, inventar o.a. utstyr   | 2    | 87 336             | 110 836            |
| <b>Sum varige driftsmidler</b>       |      | <b>87 336</b>      | <b>110 836</b>     |
| <b>Finansielle anleggsmidler</b>     |      |                    |                    |
| Investeringer i datterselskap        |      | 0                  | 997 642            |
| Lån til selskap i samme konsern      | 6    | 2 000 000          | 2 000 000          |
| <b>Sum finansielle anleggsmidler</b> |      | <b>2 000 000</b>   | <b>2 997 642</b>   |
| <b>Sum anleggsmidler</b>             |      | <b>90 237 116</b>  | <b>78 085 621</b>  |
| <b>Omløpsmidler</b>                  |      |                    |                    |
| <b>Fordringer</b>                    |      |                    |                    |
| Kundefordringer                      |      | 186 965            | 0                  |
| Andre kortsiktige fordringer         | 7    | 4 069 929          | 3 629 570          |
| <b>Sum fordringer</b>                |      | <b>4 256 894</b>   | <b>3 629 570</b>   |
| <b>Bankinnskudd o.l.</b>             |      |                    |                    |
| Bankinnskudd                         | 8, 9 | 9 057 798          | 23 762 105         |
| <b>Sum bankinnskudd o.l.</b>         |      | <b>9 057 798</b>   | <b>23 762 105</b>  |
| <b>Sum omløpsmidler</b>              |      | <b>13 314 693</b>  | <b>27 391 675</b>  |
| <b>Sum eiendeler</b>                 |      | <b>103 551 809</b> | <b>105 477 296</b> |



## Nordic Electrofuel AS

### Balanse

|                                   | Note     | 2023               | 2022               |
|-----------------------------------|----------|--------------------|--------------------|
| <b>Egenkapital og gjeld</b>       |          |                    |                    |
| <b>Egenkapital</b>                |          |                    |                    |
| <b>Innskutt egenkapital</b>       |          |                    |                    |
| Aksjekapital                      | 10       | 714 321            | 709 311            |
| Overkurs                          |          | 151 901 545        | 143 508 581        |
| Ikke registrert kapitalforhøyelse |          | 516 150            | 21 788             |
| Annen innskutt egenkapital        |          | -5 666             | -5 666             |
| <b>Sum innskutt egenkapital</b>   |          | <b>153 126 350</b> | <b>144 234 014</b> |
| <b>Opptjent egenkapital</b>       |          |                    |                    |
| Udekket tap                       |          | -60 097 369        | -47 015 857        |
| <b>Sum opptjent egenkapital</b>   |          | <b>-60 097 369</b> | <b>-47 015 857</b> |
| <b>Sum egenkapital</b>            | <b>4</b> | <b>93 028 981</b>  | <b>97 218 157</b>  |
| <b>Gjeld</b>                      |          |                    |                    |
| <b>Kortsiktig gjeld</b>           |          |                    |                    |
| Konvertible lån                   | 6        | 5 000 000          | 5 000 000          |
| Leverandørgjeld                   |          | 1 794 584          | 620 729            |
| Skyldig offentlige avgifter       |          | 782 010            | 775 468            |
| Annen kortsiktig gjeld            |          | 2 946 234          | 1 862 943          |
| <b>Sum kortsiktig gjeld</b>       |          | <b>10 522 828</b>  | <b>8 259 139</b>   |
| <b>Sum gjeld</b>                  |          | <b>10 522 828</b>  | <b>8 259 139</b>   |
| <b>Sum egenkapital og gjeld</b>   |          | <b>103 551 809</b> | <b>105 477 296</b> |

Lysaker, 03.06.2024  
Styret i Nordic Electrofuel AS

Rolf Bruknapp  
styreleder

Ronald Tuft  
styremedlem

Harald Johan Norvik  
styremedlem

Gunnar Holen  
daglig leder

Bastian Mueller  
styremedlem

Joerg N. Walter  
styremedlem





## Nordic Electrofuel AS

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### Notes 2023

#### Accounting principles

The annual accounts have been prepared in conformity with the Accounting Act §3-3a and NRS 8 - Good accounting practice for small companies.

#### Tax

The tax charge in the profit and loss account consists of tax payable for the period and the change in deferred tax. Deferred tax is calculated at the tax rate at 22 % on the basis of tax-reducing and tax-increasing temporary differences that exist between accounting and tax values, and the tax loss carried forward at the end of the accounting year. Tax-increasing and tax-reducing temporary differences that reverse or may reverse in the same period are set off and entered net.

#### Classification and valuation of fixed assets

Fixed assets include assets included for long-term ownership and use. Fixed assets are valued at acquisition cost. Property, plant and equipment are entered in the balance sheet and depreciated over the asset's economic lifetime. The depreciation period for real property acquired after 2009 is divided into the part that represents the building and the part that represents fixed technical installations. Property, plant and equipment are written down to a recoverable amount in the case of fall in value which is expected not to be temporary. The recoverable amount is the higher of the net sale value and value in use. Value in use is the present value of future cash flows related to the asset. Write-downs are reversed when the basis for the write-down is no longer present.

#### Classification and valuation of current assets

Current assets and short-term liabilities normally include items that fall due for payment within one year of the balance sheet date, as well as items that relate to the stock cycle. Current assets are valued at the lower of acquisition cost and fair value.

#### Receivables

Receivables from customers and other receivables are entered at par value after deducting a provision for expected losses. The provision for losses is made on the basis of an individual assessment of the respective receivables.

### Note 1 Salary costs and benefits, remuneration to the chief executive, board and auditor

#### Salary costs

|                | 2023              | 2022              |
|----------------|-------------------|-------------------|
| Salaries       | 12 316 718        | 11 136 967        |
| Employment tax | 2 110 857         | 1 559 246         |
| Pension costs  | 425 176           | 433 609           |
| Other benefits | 310 989           | 407 285           |
| <b>Total</b>   | <b>15 163 740</b> | <b>13 537 107</b> |

In 2023 the company employed 10 persons.  
NOK 10 509 379 as salary expenses has been activated due to SkatteFUNN.

#### Pension liabilities

The company is liable to maintain an occupational pension scheme under the Mandatory Occupational Pensions Act. The company's pension schemes satisfy the requirements of this Act.



## Nordic Electrofuel AS

### Notes 2023

The chairman of the board is hired as a consultant and his fee in 2023 was NOK 1.558.920,- excl VAT. The company has issued a total of 4 620 000 shares options to employees, each of which has a right to purchase one share per option on given terms. The has also been issued 210 000 Restricted Stock Units to employees.

There has not been given any loan or collateral to the board members, employees or other close partner

#### Note 2 Non-current assets

|                                    | Fixtures<br>and fittings | Total   |
|------------------------------------|--------------------------|---------|
| Purchase cost as of 01.01.23       | 145 521                  | 145 521 |
| = Acquisition cost 31.12.23        | 145 521                  | 145 521 |
| Accumulated depreciation 31.12.23  | 58 185                   | 58 185  |
| = Book value 31.12.23              | 87 336                   | 87 336  |
| This year's ordinary depreciations | 23 500                   | 23 500  |
| Economic life                      | 3 years                  |         |

#### Note 3 Tax

| This year's tax expense                    | 2023              | 2022               |
|--|-------------------|--------------------|
| Entered tax on ordinary profit/loss:       |                   |                    |
| Payable tax                                | 0                 | 0                  |
| Changes in deferred tax assets             | 0                 | 0                  |
| <b>Tax expense on ordinary profit/loss</b> | <b>0</b>          | <b>0</b>           |
| Taxable income:                            |                   |                    |
| Result before tax                          | -13 081 513       | -13 541 639        |
| Permanent differences                      | -2 731 324        | -3 656 867         |
| Changes in temporary differences           | 6 172 697         | 2 913 706          |
| <b>Taxable income</b>                      | <b>-9 640 140</b> | <b>-14 284 800</b> |
| Payable tax in the balance:                |                   |                    |
| Payable tax on this year's result          | 0                 | 0                  |
| <b>Total payable tax in the balance</b>    | <b>0</b>          | <b>0</b>           |

The tax effect of temporary differences and loss for to be carried forward that has formed the basis for deferred tax and deferred tax advantages, specified on type of temporary differences

|                     | 2023               | 2022               | Difference       |
|---------------------|--------------------|--------------------|------------------|
| Tangible assets     | -14 859 191        | -11 776 373        | 3 082 819        |
| Accounts receivable | -3 089 878         | 0                  | 3 089 878        |
| <b>Total</b>        | <b>-17 949 069</b> | <b>-11 776 373</b> | <b>6 172 697</b> |



## Nordic Electrofuel AS

### Notes 2023

|  |                    |                    |                  |
|--|--------------------|--------------------|------------------|
| Accumulated loss to be brought forward       | -63 529 370        | -53 889 230        | 9 640 140        |
| Not included in the deferred tax calculation | 81 478 439         | 65 665 603         | -15 812 836      |
| <b>Deferred tax assets (22 %)</b>            | <b>-17 925 257</b> | <b>-14 446 433</b> | <b>3 478 824</b> |

Deferred tax not included in the balance sheet.

### Note 4 Equity capital

|                      | Share capital  | Other equity  | Uncovered loss     | Paid in capital    | Not reg capital | Total equity capital |
|----------------------|----------------|---------------|--------------------|--------------------|-----------------|----------------------|
| Pr. 31.12.2022       | 709 311        | -5 666        | -47 015 857        | 143 508 581        | 21 788          | 97 218 157           |
| Result of the year   |                |               | -13 081 513        |                    |                 | -13 081 513          |
| Paid in capital      | 5 010,11       |               |                    | 8 392 964          | 494 362         | 8 892 336            |
| <b>Pr 31.12.2023</b> | <b>714 321</b> | <b>-5 666</b> | <b>-60 097 369</b> | <b>151 901 545</b> | <b>516 150</b>  | <b>93 028 980</b>    |

### Note 5 Fixed assets

|                                    | R&D               | Total             |
|------------------------------------|-------------------|-------------------|
| Acquisition cost 01.01.2023        | 74 977 143        | 74 977 143        |
| Addition this year                 | 13 172 637        | 13 172 637        |
| <b>Acquisition cost 31.12.2023</b> | <b>88 149 780</b> | <b>88 149 780</b> |
| <b>Net value 31.12.2023</b>        | <b>88 149 780</b> | <b>88 149 780</b> |

In 2023 the company has worked actively with the E-fuel project. This project has turned into a more structured and work incentive phase, and various external partners have been engaged for the development of concept and concept studies.

In accordance with regulations on intangible assets, requirements for capitalization has been met, the company has therefore chosen to capitalize costs for research and development with a total of NOK 88 149 780. Depreciation of research and development will start as soon as the project is completed.

### Note 6 Receivables and Liabilities

|                         | 2023             | 2022             |
|-------------------------|------------------|------------------|
| <b>Receivables</b>      |                  |                  |
| Nordic Wind AS          | 0                | 2 000 000        |
| Fu-Gen AG               | 2 000 000        | 0                |
| <b>Total</b>            | <b>2 000 000</b> | <b>2 000 000</b> |
| <b>Liabilities</b>      |                  |                  |
| Telemark Utviklingsfond | 5 000 000        | 5 000 000        |
| <b>Total</b>            | <b>5 000 000</b> | <b>5 000 000</b> |



## Nordic Electrofuel AS

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### Notes 2023

#### Note 7 Government grants

In 2023 new grants of NOK 3 089 878 has been approved for research and development projects via the SkatteFUNN scheme. The amount is entered entirety as a reduction of capitalized costs in associated with the project.

In 2022, the company received NOK 2 922 677 in grants.

#### Note 8 Not registered capital

Not registered capital are related to paid share capital and share premium, that have to be registered in Brønnøysund. Balance pr 31.12.2023 is NOK 516 150.

During beginning of 2024 new cash of NOK 16 340 192 has been received as share and premium capital.

#### Note 9 Bank deposits

Funds standing on the tax deduction account (restricted funds) are NOK 468 458.

#### Note 10 Shareholders

The share capital in Nordic Electrofuel AS as of 31.12 consists of:

|                 | Total             | Face value | Entered        |
|-----------------|-------------------|------------|----------------|
| Ordinary shares | 71 432 116        | 0,01       | 714 321        |
| <b>Total</b>    | <b>71 432 116</b> |            | <b>714 321</b> |

#### Ownership structure

The largest shareholders in % at year end:

|                               | Ordinary          | Owner interest | Share of votes |
|-------------------------------|-------------------|----------------|----------------|
| Megastar Holding AS           | 20 063 265        | 28,1           | 28,1           |
| Elfinans AS                   | 18 212 061        | 25,5           | 25,5           |
| Marquard & Bahls AG           | 3 940 470         | 5,5            | 5,5            |
| <b>Total number of shares</b> | <b>42 215 796</b> | <b>59,1</b>    | <b>59,1</b>    |



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To the Annual Shareholders' Meeting of Nordic Electrofuel AS

## **Independent auditor`s report (translated from Norwegian)**

### **Opinion**

We have audited the financial statements of Nordic Electrofuel AS (the company) which comprise the balance sheet as at December 31 2023, the statement of income for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Company as at December 31, 2023 and (of) its financial performance for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company as required by relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' Code of International Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Information**

The Board of Directors and the Managing Director are responsible for other information presented with the financial statements. The other information comprises the Board of Directors' report. Our opinion on the financial statements does not cover the information in other information presented with the financial statements.

In connection with our audit of the financial statements, our responsibility is to read the other information presented with the financial statements. The purpose is to consider if there is material inconsistency between the information in the other information presented with the financial statements and the financial statements or our knowledge obtained in the audit, or the information in the Board of Directors' report and for the other information presented with the financial statements otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

***berge & lundal revisjonsselskap as***

statsautorisert revisor, medlem av Den norske Revisorforeningen

Tordenskiolds gate 8-10, 0160 Oslo, tlf. 22 01 06 00

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Based on the knowledge we have obtained through the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- Comprises the information required by the relevant legislation.

### **Responsibilities of management for the Financial Statements**

The Board of Directors and the Managing Director are (management) responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to:

<https://revisorforeningen.no/revisjonsberetninger>

Oslo, 3 June 2024

***berge & lundal revisjonsselskap as***

Eivind Lundal

*State Authorised Public Auditor*

Not to be signed – for translation purposes

English translation of the annual accounts 2023 (office translation)

**Profit and loss account**

|  | Note | 2023               | 2022               |
|--|------|--------------------|--------------------|
| <b>Operating income and operating expenses</b> |      |                    |                    |
| Employee benefits expense                      | 1    | 4 654 361          | 3 783 393          |
| Depreciation                                   | 2    | 23 500             | 34 685             |
| Other operating expenses                       | 1    | 7 940 739          | 8 765 834          |
| <b>Total operating expenses</b>                |      | <b>12 618 601</b>  | <b>12 583 912</b>  |
| <b>Net operating profit / loss</b>             |      | <b>-12 618 601</b> | <b>-12 583 912</b> |
| <b>Financial income and expenses</b>           |      |                    |                    |
| Other interest income                          |      | 35 644             | 19 009             |
| Currency gain                                  |      | 321                | 110 452            |
| <b>Financial income</b>                        |      | <b>35 964</b>      | <b>129 461</b>     |
| Loss due to realisation of other investments   |      | 450 500            | 0                  |
| Other interest expenses                        |      | 1 027              | 0                  |
| Currency loss                                  |      | 9 996              | 84 828             |
| Other financial expenses                       |      | 37 353             | 1 002 359          |
| <b>Financial expenses</b>                      |      | <b>498 876</b>     | <b>1 087 188</b>   |
| <b>Net financial profit / loss</b>             |      | <b>-462 912</b>    | <b>-957 727</b>    |
| <b>Result before tax</b>                       | 3    | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Net profit after tax</b>                    |      | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Net profit / loss</b>                       | 4    | <b>-13 081 513</b> | <b>-13 541 639</b> |
| <b>Attributable to</b>                         |      |                    |                    |
| Transferred to uncovered loss                  |      | -13 081 513        | -13 541 639        |
| <b>Total transfers</b>                         |      | <b>-13 081 513</b> | <b>-13 541 639</b> |

## Balance

|                                  | Note | 2023               | 2022               |
|----------------------------------|------|--------------------|--------------------|
| <b>Assets</b>                    |      |                    |                    |
| <b>Non-current assets</b>        |      |                    |                    |
| <b>Intangible assets</b>         |      |                    |                    |
| Research and development         | 5    | 88 149 780         | 74 977 143         |
| <b>Total intangible assets</b>   |      | <b>88 149 780</b>  | <b>74 977 143</b>  |
| <b>Tangible assets</b>           |      |                    |                    |
| Equipment and other movables     | 2    | 87 336             | 110 836            |
| <b>Total tangible assets</b>     |      | <b>87 336</b>      | <b>110 836</b>     |
| <b>Financial assets</b>          |      |                    |                    |
| Investments in subsidiaries      |      | 0                  | 997 642            |
| Loans to group companies         | 6    | 2 000 000          | 2 000 000          |
| <b>Total financial assets</b>    |      | <b>2 000 000</b>   | <b>2 997 642</b>   |
| <b>Total non-current assets</b>  |      | <b>90 237 116</b>  | <b>78 085 621</b>  |
| <b>Current assets</b>            |      |                    |                    |
| <b>Receivables</b>               |      |                    |                    |
| Accounts receivable              |      | 186 965            | 0                  |
| Other current receivables        | 7    | 4 069 929          | 3 629 570          |
| <b>Total receivables</b>         |      | <b>4 256 894</b>   | <b>3 629 570</b>   |
| <b>Bank deposit</b>              |      |                    |                    |
| Bank deposit                     | 8,9  | 9 057 798          | 23 762 105         |
| <b>Cash and cash equivalents</b> |      | <b>9 057 798</b>   | <b>23 762 105</b>  |
| <b>Total current assets</b>      |      | <b>13 314 693</b>  | <b>27 391 675</b>  |
| <b>Total assets</b>              |      | <b>103 551 809</b> | <b>105 477 296</b> |



## Balance

|  | Note | 2023               | 2022               |
|--|------|--------------------|--------------------|
| <b>Equity and liabilities</b>                      |      |                    |                    |
| <b>Equity</b>                                      |      |                    |                    |
| <b>Paid-in equity</b>                              |      |                    |                    |
| Share capital                                      | 10   | 714 321            | 709 311            |
| Share premium                                      |      | 151 901 545        | 143 508 581        |
| Decided reduction in share capital, not registered |      | 516 150            | 21 788             |
| Other paid-in equity                               |      | -5 666             | -5 666             |
| <b>Total paid-in equity</b>                        |      | <b>153 126 350</b> | <b>144 234 014</b> |
| <b>Retained earnings</b>                           |      |                    |                    |
| Uncovered loss                                     |      | -60 097 369        | -47 015 857        |
| <b>Total retained earnings</b>                     |      | <b>-60 097 369</b> | <b>-47 015 857</b> |
| <b>Total equity</b>                                | 4    | <b>93 028 981</b>  | <b>97 218 157</b>  |
| <b>Liabilities</b>                                 |      |                    |                    |
| <b>Current liabilities</b>                         |      |                    |                    |
| Convertible debt                                   | 6    | 5 000 000          | 5 000 000          |
| Accounts payable                                   |      | 1 794 584          | 620 729            |
| Public duties payable                              |      | 782 010            | 775 468            |
| Other current liabilities                          |      | 2 946 234          | 1 862 943          |
| <b>Total current liabilities</b>                   |      | <b>10 522 828</b>  | <b>8 259 139</b>   |
| <b>Total liabilities</b>                           |      | <b>10 522 828</b>  | <b>8 259 139</b>   |
| <b>Total equity and liabilities</b>                |      | <b>103 551 809</b> | <b>105 477 296</b> |