

Kiruna, May 18, 2022

INTERIM REPORT JANUARY – MARCH 2022

JANUARY – MARCH 2022

- Capitalized exploration assets at the end of the period amounted to KSEK 500,981 (358,013).
- Loss for the period amounted to KSEK -3,839 (-5,102).
- Earnings per share amounted to SEK -0.01 (-0.01)
- Cash flow for the period was KSEK 181,383 (114,909).
- Cash and cash equivalents at the end of the period totaled KSEK 305,674 (115,861).
- Total assets at the end of the period amounted to KSEK 841,679 (478,616).
- Equity at the end of the period increased 69% to KSEK 768,183 (455,539).

SIGNIFICANT EVENTS DURING THE PERIOD

- In February 2022, a directed share issue of SEK 1.08 per share was completed through an accelerated book building procedure, raising proceeds of MSEK 147.9 before transaction costs.
- In March 2022, a directed share issue of SEK 1.14 per share was completed to the established investors, Thomas von Koch and Christian Kinch, thereby raising proceeds for the company of MSEK 80.9 before issue costs.
- In March 2022, Copperstone submitted an environmental permit application for the Viscaria mine.

SIGNIFICANT EVENTS AFTER THE PERIOD

- The 2021 Annual Report was published in April.
- Norrlandsfonden continues to support Copperstone, this time with MSEK 5.5 at STIBOR 5% annual interest rate and a conversion rate of 1,54 SEK/share until April 2027.

“A highly intense and stimulating start has been made to 2022. The application for an environmental permit submitted to the Land and Environment Court on schedule at the end of March means we have now taken a major and important stride forward in our ambition to reopen the Viscaria mine in Kiruna. We continue to maintain a high pace and rate of investment in the preparatory work.” CEO Anna Tyni

CEO COMMENTS

A highly intense and stimulating start has been made to 2022. The application for an environmental permit submitted to the Land and Environment Court on schedule at the end of March means we have now taken a major and important stride toward the goal of reopening the Viscaria mine in Kiruna. Ambition levels have been high from the start and I am very proud of the work effort, and naturally, also of our application which I dare say is very cogent, diligent and transparent. A permit application of this dignity encompasses numerous different areas. For several years, we have conducted thorough investigations of how the mining operation will affect the environment and other interests and have thus identified the measures needed to ensure responsible mining for the environment and for everyone in Kiruna and the surrounding area. Now the process commences with the public and authorities taking a stand on what we propose. Finally, the Land and Environmental Court will grant a permit for our future operations and decide under what conditions we can conduct future operations. We have set a bold timetable that is also realistic and achievable. If everything proceeds according to plan, we can start mining in summer 2023, already before the processing plant is up and running. In that case, we will either build a raw materials warehouse or deliver the raw material to an external processing plant. Two years thereafter, our processing plant will be ready to produce high-grade copper and magnetite concentrate.



Continued preparatory work

Even if the environmental permit application consumed substantial time, energy and resources, we are maintaining a high pace of preparatory work with a continued high rate of investment. Our in-depth studies on water purification technology have enabled us to bring forward the pumping of mining water. This will save us both time and investments after being awarded an environmental permit. Work is now commencing on establishing a pilot facility toward the end of 2022, for a period of one to two years. This means we will be able to improve water quality in the area prior to receiving an environmental permit. We will also start the groundworks for our own bridge over the railway (Malmaban) to improve accessibility for the Viscaria area.

Investments in expanding mineral resources

Another priority investment area is core drilling in order to secure and expand the mineral resources. Viscaria remains our primary focus and core drilling is expected to continue throughout 2022. We have also identified the possibility of developing our project in Arvidsjaur in parallel with Viscaria. In March, a core drilling campaign was restarted in Arvidsjaur that is expected to total some 2,500 meters drilled. In February, we applied for an exploitation concession for the existing tailing pond at Viscaria, as there is a possibility of re-processing the sand from the previous mining operations. This is fully in line with our goals for a sustainable business. We have completed extensive studies of the tailing pond and confirmed the economic potential in terms of the levels of copper, gold, zinc, cobalt and silver.

Financial reinforcement

Despite the high pace of investment, we remain financially strong. In the first quarter, we completed two funding rounds with directed share issues to highly qualified investors raising total proceeds of around MSEK 228 before transaction costs. This shows that qualitative investors see the potential in and the importance of the re-opening of Viscaria. This is an advantage since project financing will remain a key issue for the company going forward.

Favorable and sustainable preconditions

We are also proud to present our fundamental sustainability initiatives in our Annual Report that was published in April. It comprises seven focus areas with accompanying goals that span the areas where we will have the greatest impact and how we can best contribute to sustainable development. In other words, we are continuing to take clear strides forward in our vision to conduct responsible mining for a sustainable future. The world needs metals and, above all else, substantial quantities of copper to enable the necessary transition if we are to minimize CO₂ emissions from fossil fuels. Even if we were to recycle all of the copper that has ever been extracted, it would fall far short of the accelerating demand. We have identified a substantial shortfall as early as 2025, which we want to be part of meeting. The deposit's high copper grade assessed mineral resources and geographical location provides extremely favorable preconditions for delivering high quality and sustainably produced copper for many years.

Anna Tyni, CEO Copperstone Resources

ABOUT COPPERSTONE RESOURCES

VISION

Responsible mining for a sustainable future.

THE COMPANY IN SHORT

Copperstone Resources AB is a company now scaling up to become a modern mining company with responsible production through the reopening of the Viscaria mine in Kiruna, Sweden. The deposit's high copper grade assessed mineral resources, geographical location and growing team of experts provides good prerequisites for Copperstone to become a key supplier of high quality and responsibly produced copper – a metal that plays a critical role in Sweden's and Europe's climate transition toward an electrified society. In addition to the Viscaria mine, Copperstone holds a number of other exploitation concessions and exploration permits in Arvidsjaur (Eva, Svartliden, Granliden) and Smedjebacken (Tvistbo mine), all in Sweden. The Parent Company's shares are traded on the Nasdaq First North Growth Market (ticker COPP B). Augment Partners is the company's certified adviser, info@augment.se, +46 8 604 22 55.

GROUP OF COMPANIES

Copperstone Resources AB owns the following four subsidiaries (100%): Copperstone Viscaria AB, Copperstone Arvidsjaur AB, Copperstone Tvistbo AB and Copperstone Incentive AB. The above companies form the Group presented in the following financial statements. For more information on the Group structure and subsidiaries please refer to the 2021 Annual Report.

BUSINESS PERFORMANCE

ENVIRONMENTAL PERMIT

Copperstone Resources intends to resume mining operations at the Viscaria mine in Kiruna. The planned mining operations require an environmental permit. The application for an environmental permit to resume mining operations at the Viscaria mine in Kiruna was submitted on March 30, 2022. The application includes Copperstone's description and ambition for responsible modern mining using the best available technology within the mining industry in terms of the impact on the local environment, in the processing plant and within transport and logistics solutions. In total, the application comprises some 4,000 pages and, inter alia, includes a plan for innovative water management and water purification; recycling of valuable minerals in the old tailings as well as expected environmental impacts, protection and compensation measures for nature and reindeer herding. The application can be viewed in full through the Tillståndsportalen at www.copperstone.se.

GEOLOGY

Viscaria

Copperstone plans to continue with Viscaria core drillings throughout 2022, in order to secure and increase the mineral resources. 35,000 meter core drilled by Copperstone since the Viscaria acquisition in 2019, whereof only 11,000 meters have been declared and converted to code compliant mineral resources (D zone and Tailings dam). Drilling has been focussing on near-mine infill drilling, deep exploration and resource expansion drillings. In addition, metallurgy, mine planning as well as condemnation drilling programs have been successfully completed. Prior to the next mineral resource upgrade, Copperstone expects to use a 'drilling stop date' by end of July 2022 and hereby enabling the presentation of an upgraded PERC 2017 compliant mineral resource calculation on A, B, D zones in Q4 2022, which will in turn be used in a feasibility study where the Life Of Mine Plan tonnages are being converted into Proven and Probable Mineral Reserves.

Copperstone's view on the results:

- A-zone shallow: 2019-2020 drillings confirming a solid measured resource deposit.
- B zone shallow: extensive drillings autumn 2021, block model updated.
- B zone (below 350m): Copperstone borehole VDD208 from our 2019 campaign unlocked the deep potential (in alignment with the well-explored A and D zones) and during 2022, Copperstone has discovered significant new higher intersections outside the mineral resource boundary. E.g. VDD 22013 encountering some +27m +1.89% Cu in magnetite-calcsilicate rocks and within a much broader Cu mineralized zone. Directional drilling (drillings in different directions from a mother hole) is pending to explore the deeper extensions of VDD22013 and nearby areas in order to estimate the size of this discovery and potentially include in the mine plan by Autumn 2022.
- D zone North shoot (deep): infill drilling by directional drilling to cover depth between 300 and 700m below surface to enhance resource category and include in feasibility study.
- C zone is recognized as an area of potential interest and deserves attention. The area remains untested at depth below 250m and along the strike.
- Ground geophysical surveys have added knowledge on the presence of other mineralized zones to the west of the D zone inside the exploration permit Viscaria no 101. Two initial drillholes tested the area with anomalous Cu near surface.
- Regionally: Planned core drillings in Viscaria no 107 and Nikha East (magnetic anomaly detected 300 m beneath LKAB Tailings).

Arvidsjaur

Core drilling restarted in Arvidsjaur in March 2022. 2,500 meters was successfully drilled in Sandberget 400, Sandberget 500 and Eva k nr 1 during the period March-April. Exploration drilling has tested the areas under shallow airborne anomalies. The targets of massive sulphide intersections have occurred in all drillholes, except one. Intersections are hosted within volcanoclastics and range from a few meters to 6m in thickness and with visual presence of Cu and Zn sulphides (assay tests for gold and silver pending). Borehole electromagnetic surveys are currently carried out as to define next follow-up drilling locations. The best intersections have been detected as

much as 2km west of the Eva discovery down to a depth of 350m below surface. Quality assurance of the Eva historical mineral resource of 5.2 Mton by drilling 2 so-called twin holes next to Lundin historical boreholes, to target a PERC 2017 compliant upgrade of the Eva deposit subsequent to the filing of required documentation. One of the twined holes was extended down to 350m discovering a massive sulphide zone (5m thick) at a depth of 325m. True width of the expansion is not known and needs further attention. The drill results are encouraging and have been meeting the company's expectations, and Copperstone is currently interpreting the results of the campaign and its interpretation on potential for future mineral resource expansion.

PROCESSING

Advance planning of the electrical and automation systems has begun for the planned processing plant for the Viscaria mine in Kiruna. The advance planning is being conducted together with Granitor and Siemens, who are experts in their respective fields in areas such as digitalization, electricity/automation, AI and more. The advance planning encompasses relevant key metrics for the plant and processing in terms of production efficiency, traceability, etc.

INFRASTRUCTURE

For the purpose of facilitating work with infrastructure, exploration and other activities in the Viscaria area in the coming years, the company will begin construction of its own bridge over the railway, thereby creating a new private access to the area from the north. Construction will start in May and the bridge will have a capacity to bear loads weighing up to 90 tons and it will be ready for use in early December 2022.

Copperstone will construct a pilot plant that will be commissioned toward the end of 2022, to evaluate and optimize the planned water purification technology that will be used for processing and mine drainage. The test period will last between one and two years. The pilot plant is dimensioned to clean 100 m³/h, which corresponds to about one sixth of the volume that will be cleaned before and after the start of production. Former mining operations are currently discharging metal-bearing water into nearby watercourses. During the test period, this environmental impact will be significantly reduced since the purification efficiency is over 95% for certain substances such as zinc and uranium. The flow rate of 100 m³/h corresponds to the existing volume of the natural outflow from the old mine. The water purification pilot test is being conducted together with Teollisuuden Vesi Oy.

SUSTAINABILITY

Copperstone will pursue credible and genuine sustainability initiatives. For this reason, thorough groundwork is being conducted prior to the production start of mining operations. When the Viscaria mine starts operation, we will be in the top 5% of the most climate-efficient copper mines in the world and thus be able to deliver sustainably and responsibly produced copper for the European market.

Copperstone's Annual Report was published in the first quarter and covered the company's sustainability efforts as well as a presentation of seven selected focus areas. Selection of the focus areas was based on principles from the International Council on Mining & Metals (ICMM), SveMin's guidelines, the Towards Sustainable Mining (TSM) protocols, the UN's 2030 Agenda and the UN Global Compact. Moreover, decision data from stakeholder dialogues and business intelligence was also taken into consideration. The focus areas have been adopted by the management and Board, and will set the tone for work with sustainability in the years ahead. Each focus area has an adopted sustainability goal which will guide work design and follow-up. The goals will be revised when needed in pace with the development of Copperstone's operations and as other types of data becomes relevant. Read more about the company's work on sustainability in the 2021 Annual Report.

Through its sustainability activities, Copperstone can contribute to the UN Sustainable Development Goals (SDGs) from day one. The adopted focus areas can contribute to the SDGs below in different ways, read more about how in this year's sustainability report.



GROUP FINANCIAL INFORMATION

JANUARY – MARCH 2022

During the first quarter of 2022, Copperstone's focus was primarily on the Viscaria Project. Capitalized exploration assets within the Copperstone Group amounted to KSEK 500,981, corresponding to an increase of KSEK 142,968 from KSEK 358,013 on March 31, 2021. The entire increase comprised investments in project development in Viscaria and Arvidsjaur (such as core drilling, environmental studies and mine planning).

Net sales for the quarter were 0 (0) KSEK and loss after tax amounted to -3,839 KSEK (-5,102).

Cash flow for the quarter was KSEK 181,383 (114,909), mainly related to new share issues and project development investments in Viscaria and Arvidsjaur. Cash flow from operating activities was KSEK 328 (-8,401). Net investments amounted to KSEK 47,222 (34,663). Net cash flow from financing activities for the quarter was KSEK 228,277 (157,973).

FINANCIAL POSITION AS PER MARCH 31, 2022

Assets as per March 31, 2022

Capitalized exploration assets amounted to MSEK 501 (358 as per March 31, 2021).

Cash at hand amounted to MSEK 305.7 compared with MSEK 115.9 as per March 31, 2021.

Interest-bearing liabilities as per March 31, 2022

Norrlandsfonden held MSEK 16.06 worth of convertibles at an interest rate of ~5% per annum. For more information on Norrlandsfonden's investments in Copperstone please refer to the Group's 2021 Annual Report.

In May 2022, Norrlandsfonden chose to continue to support Copperstone, this time with MSEK 5.5 at STIBOR 5% annual interest rate and a conversion rate of 1,54 SEK/share until April 2027.

PARENT COMPANY FINANCIAL INFORMATION

JANUARY – MARCH 2022

Net sales for the quarter were KSEK 0 (0) and loss before tax amounted to KSEK -3,439 (-5,143).

During the quarter, capitalized exploration assets amounted to KSEK 130 (643). Total operating expenses amounted to KSEK -6,081 (-8,442).

OTHER INFORMATION

Employees

Under the Corporate Management of Chairman Jörgen Olsson and CEO Anna Tyni, Copperstone's management also includes Glenn Nilsson (Mining Manager), Anders Lundkvist (Head of Environment and Sustainability), Marcello Imaña (Chief Geologist) and Michael Mattsson (Head of Business Development). During the period, additional recruitments were undertaken, and the team now consists of 24 employees in total, plus an additional number of environmental and mine planning consultants on a temporary basis during the environmental permit process and work on the feasibility study. Thomas Lindholm, Geovista, is the Group's Qualified Person according to the Fennoscandian Association for Minerals and Metals Professionals and he is also a Fellow of the AusIMM which means that he can report according to both PERC and JORC regulations.

Exploitation concessions and exploration permits

As per May 2, 2022, Copperstone had six approved exploitation concessions and 13 exploration permits valid.

AWARDED EXPLOITATION CONCESSIONS						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Svartliden K nr 1	36,0	2000-12-27	2025-12-27	lead, gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Viscaria K nr 3	115,7	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	Kiruna	Copperstone Viscaria AB
Viscaria K nr 4	30,0	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	Kiruna	Copperstone Viscaria AB
Tvistbogravan K nr 1	11,4	2012-04-17	2037-04-17	lead, gold, copper, manganese, silver, tungsten, zinc	Smedjebacken	Copperstone Tvistbo AB
Eva K nr 1	34,2	2017-11-13	2042-11-13	lead, gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Viscaria K nr 7	63,8	2018-03-26	2043-03-26	copper	Kiruna	Copperstone Viscaria AB
Total [hectars]:	291,2					
APPLIED EXPLOITATION CONCESSION						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Viscaria K nr 8	128,3			gold, iron, cobalt, copper, silver, vanadium, zinc	Kiruna	Copperstone Viscaria AB
Total [hectars]:	128,3					
AWARDED EXPLORATION PERMITS						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Viscaria East	212,9	2017-06-09	*	copper	Kiruna	Copperstone Viscaria AB
Nihka East	144,1	2015-06-16	2022-06-16	copper	Kiruna	Copperstone Viscaria AB
Viscaria nr 101	1472,3	2002-10-16	2022-07-07	copper	Kiruna	Copperstone Viscaria AB
Viscaria nr 107	1842,8	2009-08-10	2022-08-10	copper	Kiruna	Copperstone Viscaria AB
Kirkkovaarti nr 1	386,4	2018-11-08	2022-11-08	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Rengärde nr 1	3517,3	2018-11-08	2022-11-08	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Viscaria nr 112	1944,8	2011-12-05	2022-12-05	copper	Kiruna	Copperstone Viscaria AB
Sandberget nr 500	7641,0	2019-02-11	2023-02-11	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 400	535,6	2019-02-11	2023-02-11	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 300	18,7	2012-10-03	2023-10-03	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 200	19,2	2012-10-03	2023-10-03	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Goddevarri nr 101	148,4	2019-12-04	2023-12-04	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Viscaria nr 1	818,7	2008-06-24	2024-06-24	copper	Kiruna	Copperstone Viscaria AB
Total [hectars]:	18702,2					

* No data at the Mining Inspectorate of Sweden. The matter of the exploration permit's validity period is being considered by the Administrative Court of Appeal. The permit is valid pending a final decision in this matter.

- In February 2022, after the successful drilling campaigns in 2020 and 2021, the company received a PERC 2017 mineral resource for the tailing ponds (exploration permits Viscaria 101 and Viscaria East, respectively).
- The company considers the possibility of environmental benefits as well as economically viable extraction of metals from Viscaria's existing tailing ponds to be very high, which is the reason why the company submitted an application to the Mining Inspectorate in February 2022 for an exploitation concession regarding this deposit. Processing is ongoing.
- In March 2022, the government proposed an additional bonus year due to the prevailing global situation. On May 5, 2022, the Riksdag's Chamber approved the proposal and exploration permits valid until June 9, 2022 will, under certain other conditions, be affected. Copperstone believes that most of the Group's exploration permits will be automatically extended by one year, which is very advantageous for the company ahead of the mine planning that is now at an intensive stage, while the regional exploration ambitions remain firm.
- Active exploration work (geophysics, geochemical samples and/or core drilling) is currently being carried out at Sandberget 400, Sandberget 500, Eva k nr 1, Viscaria nr 3, Viscaria nr 4, Viscaria 101, Viscaria 107, Nihka East, Kirkkovaarti nr 1 and Rengärde nr 1.
- On May 6, 2022, Copperstone applied for the exploration permit Viscaria nr 117 (4,933.65 hectares) along the geological strike south-west from the Viscaria mine. In particular two areas are considered highly prospective for concession mineral, namely Yhteinenjärvi (southern extension of the D-zone) that has already been explored by Copperstone, and Poultsa, where another mining company has recently explored,

and where Copperstone now applies for an exemption from the prohibition year, due to synergies with the Viscaria mine and since Copperstone should be viewed as the most suitable company to explore the area, according to the definition of the Swedish Mineral's Act. The Viscaria nr 117 application include copper, iron, gold, cobalt, silver, nickel and molybdenum. Administrative processing underway.

- For more information visit the Copperstone website at www.copperstone.se.

Owners

As per March 31, 2022, the number of shares in issue was 1,324,973,895 (share capital SEK 132,497,389.5), distributed among more than 14,000 shareholders. The largest owners, as per March 31, 2022, are set forth in the table below.

Shareholders, March 31, 2022	Number of shares	Ownership
JRS Asset Management AB Client accounts	91,434,265	6.9%
JOHECO AB	71,000,000	5.4%
Thomas von Koch via companies	56,000,000	4.2%
RoosGruppen AB	44,839,556	3.4%
Avanza Pension	36,214,640	2.7%
SIX SIS AG	31,964,783	2.4%
Nordnet Pension	25,577,584	1.9%
Björn Israelsson	25,100,000	1.9%
Allanova AB	25,000,010	1.9%
Michael Mattsson	24,616,372	1.9%
Other	893,226,685	67.4%
Total	1,324,973,895	100%

Where known and confirmed, the ultimate owners are listed above, rather than indirect custodians or insurer solutions recorded in Euroclear's registers.

As per May 10, 2022, the number of shares outstanding in Copperstone was 1,330,093,009 after the exercise of warrants under the 2019/2022 incentive program, which generated subscription proceeds of MSEK 5.1 for Copperstone.

Future outlook

Copperstone's financial position is solid, with a cash position of more than MSEK 300 at the end of the first quarter. Two directed share issues were carried out during the quarter, one of MSEK 147.9 and the other MSEK 80.9 before issue costs. Essential working capital for the upcoming financial years has therefore been secured. To date, the war in Ukraine, slower global supply chains and greater uncertainty regarding the global economy have not impacted Copperstone. On the contrary, future demand for responsible, local, and sustainable copper production is deemed to have increased.

Copper market

The price of copper is stable despite war-related uncertainty and new pandemic lockdowns in China. The reasons for the strong market price include the two largest copper nations in the world, Chile and Peru, both reporting short- and long-term structural supply concerns: For example, Chilean copper production fell 6% to 462,000 tons in March this year and the country is considering a sharp increase in minerals compensation to the government. At the same time, Peru is making every effort (with its relatively new left-wing government) to reopen the Las Bamba mine, which provides 2% of the world's copper. Las Bamba (whose majority shareholder is a Chinese company) has been closed since the end of April this year due to forceful demonstrations and trespassing by indigenous peoples.

Related party transactions

No related party transactions took place in the first quarter.

Risks and uncertainties

Mineral exploration is a high-risk high-reward business where only a few of the evaluated projects may lead to development of producing mines. Exploration results will continuously be evaluated by the company, and there can be no guarantee that any exploration of mineralization will lead to commercial production in Kiruna, Arvidsjaur or Smedjebacken. There is no guarantee that the Group can generate enough funds to finance continued operations. A failure to generate funds at the right time may lead to postponed investigations, downsized or terminated operations. A more detailed description of the risks and uncertainties of the Group can be found in the 2021 Annual Report.

Despite these risks, the Board is confident that advances are being made, and that the Group has been significantly de-risked through the Viscaria acquisition and intensified development of the project.

Accounting policies

This interim report has been prepared according to the IAS 34 Interim Financial Reporting, the Swedish Annual Accounts Act and the Swedish Financial Reporting Standards Board's recommendation RFR 1 and for the Parent Company RFR 2. The same accounting policies and calculation methods were used in the 2021 Annual Report. For a more detailed description of the accounting policies applied for the consolidated accounts and for the Parent Company in this interim report, see the 2021 Annual Report.

Financial calendar

May 18, 2022	Publication of Q1 2022 Report
May 18, 2022	2022 Annual General Meeting
August 18, 2022	Publication of Q2 2022 Report
November 18, 2022	Publication of Q3 2022 Report
March 3, 2023	Publication of 2022 Year-end Report

This report has not been reviewed by the Company Auditor. This report has not been reviewed by the Qualified Person of the Company (QP) Thomas Lindholm M. Sc., GeoVista AB, Luleå.

Assurance

The Board of Directors and the CEO hereby give their assurance that the interim report provides a true and fair view of the business activities, financial position and results of operations of the Group and the Parent Company and describes the significant risks and uncertainties to which the Parent Company and Group companies are exposed.

Kiruna, May 18, 2022

Jörgen Olsson
Executive Chairman of the Board

Markus Petäjämäki
Deputy Chairman of the
Board

Michael Mattsson
Board Member

Lars Seiz
Board Member

Sven-Erik Bucht
Board Member

Jane Lundgren Ericsson
Board Member

Greg Hall
Board Member

Anna Tyni
CEO

STATEMENT OF COMPREHENSIVE INCOME - GROUP (KSEK)

	Jan–Mar 2022	Jan–Mar 2021	Jan–Dec 2021
Operating revenue, etc.			
Capitalized expenditure for exploration	46,617	13,343	109,694
Other operating revenue	69	186	278
Total operating revenue	46,686	13,529	109,972
Operating expenses			
Other external costs	-41,608	-13,573	-98,522
Wages, salaries and other personnel costs	-6,806	-4,864	-23,012
Amortization/depreciation and impairment	-1,347	-62	-3,304
Other operating expenses	-222	-	-33
Total operating expenses	-49,983	-18,499	-124,871
Operating loss	-3,297	-4,970	-14,899
Financial items			
Financial income	-	-	-
Financial expenses	-542	-132	-1,350
Net financial items	-542	-132	-1,350
Loss before tax	-3,839	-5,102	-16,249
Loss for the period and comprehensive income	-3,839	-5,102	-16,249
Number of shares			
Number of shares at the end of the period	1,324,973,895	982,513,554	1,117,018,694
Average number of shares	1,231,988,828	811,894,629	960,402,866
Earnings per share – before and after dilution, SEK*	-0.01	-0.01	-0.01

**There are warrant programs and convertible loans that could entail dilution but no dilutive effect arises since there a loss was recorded for the period*

BALANCE SHEET – GROUP (KSEK)

	Mar 31, 2022	Mar 31, 2021	Dec 31, 2021
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for exploration	500,981	358,013	454,363
Total intangible assets	500,981	358,013	454,363
Tangible assets			
Buildings and land	963	379	990
Leasehold improvements	480	-	506
Right-of-use assets	19,618	1,316	18,703
Equipment, tools, fixtures and fittings	1,306	278	1,236
Construction in progress and advance payments for	511	-	-
Total tangible assets	22,878	1,973	21,435
Financial assets			
Other non-current receivables	-	73	73
Total financial assets	-	73	73
Total fixed assets	523,859	360,059	475,871
Current assets			
Current receivables			
Other current receivables	9,705	2,392	5,948
Prepaid expenses and accrued income	2,441	304	831
Total current receivables	12,146	2,696	6,779
Cash and bank balances	305,674	115,861	124,291
Total current assets	317,820	118,557	131,070
TOTAL ASSETS	841,679	478,616	606,941
EQUITY AND LIABILITIES			
Equity			
Share capital	132,497	98,251	111,702
Share premium reserve	741,649	454,890	537,285
Loss brought forward including loss for the period	-105,963	-97,602	-106,637
Total equity	768,183	455,539	542,350
Non-current liabilities			
Convertible loans	15,994	9,100	15,894
Lease liabilities	15,112	1,048	14,742
Total non-current liabilities	31,106	10,148	30,636
Current liabilities			
Accounts payable	24,555	9,121	18,214
Current tax liabilities	-	68	-
Lease liabilities	4,363	248	3,873
Other current liabilities	1,828	1,555	1,818
Accrued expenses and deferred income	11,644	1,937	10,050
Total current liabilities	42,390	12,929	33,955
TOTAL EQUITY AND LIABILITIES	841,679	478,616	606,941

**STATEMENT OF CHANGES IN EQUITY – GROUP
 (KSEK)**

	Share capital	Share premium reserve	Retained earnings	Total equity
Opening balance, Jan 1, 2021	64,128	325,336	-92,662	296,802
New share issue	34,123	136,495		170,618
Issue costs		-6,941		-6,941
Warrants			162	162
Total result for the period			-5,102	-5,102
Closing balance, Mar 31, 2021	98,251	454,890	-97,602	455,539
New share issue	13,451	84,241		97,692
Issue costs		-2,013		-2,013
Convertible bonds		167		167
Warrants			2,112	2,112
Total result for the period			-11,147	-11,147
Closing balance, Dec 31, 2021	111,702	537,285	-106,637	542,350
	Share capital	Unregistered share capital	Share premium reserve	Retained earnings
Opening balance, Jan 1, 2022	111,702	537,285	-106,637	542,350
New share issue	20,795	208,056		228,851
Issue costs		-3,692		-3,692
Warrants			4,513	4,513
Total result for the period			-3,839	-3,839
Closing balance, Mar 31, 2022	132,497	741,649	-105,963	768,183

STATEMENT OF CASH FLOWS - GROUP (KSEK)

	Jan–Mar 2022	Jan–Mar 2021	Jan–Dec 2021
Cash flow from operating activities			
Cash flow from operating activities before changes in working capital	-2,306	-5,220	-12,914
Changes in working capital	2,634	-3,181	-11,243
Cash flow from operating activities	328	-8,401	-24,157
INVESTING ACTIVITIES			
Investments in intangible assets	-46,618	-13,358	-109,694
Investments in tangible assets	-698	-105	-2,345
Sales of tangible assets	21	-	-
Investments in financial assets	-	-21,200	-
Change in financial assets	73	-	-
Cash flow from investing activities	-47,222	-34,663	-112,039
FINANCING ACTIVITIES			
New share issue	225,159	157,877	252,056
Convertible bonds	-	-	167
Warrants	4,513	162	2,274
Borrowings	-	-	8,460
Repayment of lease liabilities	-1,395	-66	-3,422
Cash flow from investing activities	228,277	157,973	259,535
Cash flow for the period	181,383	114,909	123,339
Cash at hand at the beginning of the period	124,291	952	952
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	305,674	115,861	124,291

INCOME STATEMENT – PARENT COMPANY (KSEK)

	Jan–Mar 2022	Jan–Mar 2021	Jan–Dec 2021
Operating revenue, etc.			
Capitalized expenditure for exploration	1,030	643	2,235
Other revenue	1,913	2,776	10,317
Total operating revenue	2,943	3,419	12,552
Operating expenses			
Other external costs	-4,112	-6,439	-19,911
Wages, salaries and other personnel costs	-1,935	-1,992	-7,990
Depreciation/amortization and impairment	-6	-11	-63
Other operating expenses	-28	-	-1
Total operating expenses	-6,081	-8,442	-27,965
Operating loss	-3,138	-5,023	-15,413
Financial items			
Gain/loss from other securities and receivables from fixed assets			-
Other interest income and similar profit/loss items			-
Interest expense and similar profit/loss items	-301	-120	-678
Total financial items	-301	-120	-678
Result before tax	-3,439	-5,143	-16,091
Total result for the period	-3,439	-5,143	-16,091

BALANCE SHEET – PARENT COMPANY (KSEK)

	Mar 31, 2022	Mar 31, 2021	Dec 31, 2021
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for exploration	63,041	60,420	62,012
Total intangible assets	63,041	60,420	62,012
Tangible assets			
Equipment, tools, fixtures and fittings	74	179	126
Total tangible assets	74	179	126
Financial assets			
Participations in Group companies	227,202	227,202	227,202
Other non-current receivables	-	48	48
Total financial assets	227,202	227,250	227,250
Total fixed assets	290,317	287,849	289,388
Current assets			
Current receivables			
Receivables from Group companies	194,073	89,990	159,400
Other current receivables	557	326	378
Prepaid expenses and accrued income	817	97	365
Total current receivables	195,447	90,413	160,143
Cash and bank balances	289,424	90,124	108,420
Total current assets	484,871	180,537	268,563
TOTAL ASSETS	775,188	468,386	557,951
EQUITY AND LIABILITIES			
Equity			
Restricted equity			
Share capital	132,497	98,251	111,702
Fund for development reserve	43,936	41,314	42,906
Total restricted equity	176,433	139,565	154,608
Non-restricted equity			
Share premium reserve	735,000	448,241	530,636
Loss brought forward	-167,149	-148,436	-150,028
Result for the period	-3,439	-5,143	-16,091
Total non-restricted equity	564,412	294,662	364,517
TOTAL EQUITY	740,845	434,227	519,125
Non-current liabilities			
Convertible loans	15,994	9,100	15,894
Current liabilities			
Accounts payable	1,522	5,644	2,599
Liabilities to Group companies	14,523	17,197	17,174
Current tax liabilities	-	68	-
Other current liabilities	793	852	931
Accrued expenses and deferred income	1,511	1,298	2,228
Total current liabilities	18,349	25,059	22,932
TOTAL EQUITY AND LIABILITIES	775,188	468,386	557,951