

# GOMSPACE

1 JULY – 30 SEPTEMBER 2022

1 JANUARY – 30 SEPTEMBER 2022

## THIRD QUARTER OF 2022

- Order intake increased by 22% to T.SEK 52,639 (43,034)
- We suspended a large customer project resulting in a canceled order value of T.SEK 76,895, with a negative effect on revenue, gross margin, and gross profit (EBIT)
- Net revenues decreased to T.SEK 18,102 (49,700)
- Gross margin decreased to negative 298% (20%)
- Operating profit (EBIT) decreased to negative T.SEK 124,516 (negative 7,240)
- Earnings per share were negative SEK 1.95 (negative 0.14)

## FIRST THREE QUARTERS OF 2022

- Order intake decreased to T.SEK 139,482 (266,291)
- Net revenues increased to T.SEK 147,720 (132,480)
- Gross margin decreased to negative 17% (14%)
- Operating profit (EBIT) decreased to negative T.SEK 151,631 (negative 33,482)
- Earnings per share were negative SEK 2.46 (negative 0.59)

## OUTLOOK FOR 2022

- We maintain our revenue outlook of M.SEK 190 to 250, as announced on October 7 (previously M.SEK 264 to 292). The outlook reflects the direct and indirect effects of the suspension of the large customer project

## EVENTS DURING THE QUARTER AND SUBSEQUENT EVENTS

- In September, we signed a contract with Unseenlabs to deliver six more satellites. The total contract value is M.SEK 43, including the authorization to proceed contract valued at M.SEK 11. The expected delivery of the satellites is in the second half of 2023
- In October, we suspended all work on a large customer project due to unpaid invoices. The financial exposure amounts to M.SEK 57, of which M.SEK 39 is unpaid invoices, and M.SEK 18 is work-in-progress not yet invoiced
- In November, we entered a credit facility with the European Investment Bank of M.SEK 198, paid out in three tranches
- In November, we entered a convertible loan agreement of SEK 53.6 million, and the board of directors intends to resolve a rights issue of between SEK 100 to 125 million

## FINANCIAL SUMMARY

| T.SEK                         | Q3       |        |          | Q1-Q3    |         |         | Full year |
|-------------------------------|----------|--------|----------|----------|---------|---------|-----------|
|                               | 2022     | 2021   | ▲%       | 2022     | 2021    | ▲%      | 2021      |
| Orders received               | 52,639   | 43,034 | 22%      | 138,067  | 266,291 | -48%    | 552,959   |
| Net revenue                   | 18,102   | 49,700 | -64%     | 147,720  | 132,480 | 12%     | 213,605   |
| Gross profit                  | -53,958  | 10,158 | -631%    | -25,330  | 17,966  | -241%   | 49,016    |
| Gross margin                  | -298%    | 20%    | -318 pp. | -17%     | 14%     | -31 pp. | 23%       |
| Operating profit (EBIT)       | -124,516 | -7,240 | -1620%   | -151,631 | -33,482 | -353%   | -29,524   |
| - As a percentage of revenues | -688%    | -15%   | -673 pp. | -103%    | -25%    | -78 pp. | -14%      |
| Profit (loss) before tax      | -123,430 | -7,774 | -1488%   | -151,194 | -34,420 | -339%   | -31,191   |
| - As a percentage of revenues | -682%    | -16%   | -666 pp. | -102%    | -27%    | -75 pp. | -15%      |
| Profit (loss) for the period  | -122,239 | -7,264 | -1583%   | -147,341 | -31,012 | -375%   | -27,327   |
| - As a percentage of revenues | -675%    | -15%   | -660 pp. | -100%    | -24%    | -76 pp. | -13%      |
| Cost of goods sold            | 72,060   | 39,542 | 82%      | 173,050  | 114,514 | 51%     | 164,589   |
| - As a percentage of revenues | 398%     | 80%    | 318 pp.  | 117%     | 86%     | 31 pp.  | 77%       |
| Sales and distribution costs  | 44,171   | 4,914  | 799%     | 54,840   | 16,895  | 225%    | 24,912    |
| - As a percentage of revenues | 244%     | 10%    | 234 pp.  | 37%      | 13%     | 24 pp.  | 12%       |
| Development costs             | 14,246   | 5,378  | 165%     | 37,751   | 21,888  | 72%     | 22,106    |
| - As a percentage of revenues | 79%      | 11%    | 68 pp.   | 26%      | 10%     | 16 pp.  | 10%       |
| Administrative costs          | 12,168   | 7,155  | 70%      | 33,771   | 21,748  | 55%     | 31,711    |
| - As a percentage of revenues | 67%      | 14%    | 53 pp.   | 23%      | 16%     | 7 pp.   | 15%       |
| <b>Balance sheet items</b>    |          |        |          |          |         |         |           |
| Intangible assets             |          |        |          | 132,403  | 127,135 | 4%      | 131,383   |
| Property, plant and equipment |          |        |          | 67,336   | 53,463  | 26%     | 49,446    |
| Working capital               |          |        |          | -738     | -17,517 | -96%    | 6,550     |
| Net cash and cash equivalents |          |        |          | 35,200   | 68,490  | -49%    | 99,271    |
| Equity                        |          |        |          | 182,869  | 219,244 | -17%    | 224,890   |
| Liabilities                   |          |        |          | 182,912  | 131,123 | 39%     | 170,910   |





## Comments from

# Niels Buus

CEO

In the third quarter, the order intake was M.SEK 53, and the most significant order was additional six satellites to our valued customer Unseenlabs.

Revenue was only M.SEK 18, primarily due to the suspension of a large commercial customer project. The suspension directly impacts earnings with M.SEK 57 and our financials are indirectly impacted by the suspension, where other projects have to carry spillover effects with increased costs as well as leading to impairment of specific development projects we now do not intend to finalize.

We maintain our full-year 2022 guidance of revenue M.SEK 190 to 250.

We still have a robust and diversified order backlog with a value of M.SEK 437. As a consequence of the suspension our resources are reallocated to our ongoing programs, e.g. deliveries of additional six satellites to Unseenlabs fleet of satellites for maritime situational awareness, the upcoming in-orbit demonstration to Colombia Air Force, 12U platform components for The German Aerospace Center, the engineering of a mission control system to Kongsberg Satellite Services and the advanced scientific missions to European Space Agency.

In November, we strengthened our financial position with a credit facility of M.SEK 198 from the European Investment Bank. Furthermore, we have entered into a convertible loan agreement of M.SEK 53.6. The Board of Directors intends to resolve a rights issue of approximately M.SEK 100 to 125 in the first quarter of 2023 with the intention to convert the loan amount of M.SEK 53.6 into new shares.

These financing facilities will enable us to execute our strategy to become a European nano- and microsatellite champion. The first part of the strategy aims to double the standard product content in the deliveries to our customers by initiating a Product Investment Program to create a modular capability to support customers' different needs for applications and In-Orbit Demonstration platforms. In that program we will utilize our relations with our recurring customers who are aiming for mission-critical application requiring a new level of reliability that does not exist in the new space industry today.

Later on, to make us capable of manufacturing large constellations with high reliability and at low cost, we will introduce a satellite product design that is ready for flexible and efficient manufacturing and establishes the manufacturing facilities.

A handwritten signature in blue ink, appearing to read 'Niels Buus'. The signature is stylized and fluid.

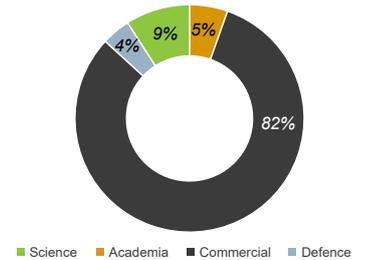
Niels Buus, CEO

## Financial Performance

| T.SEK                                  | Business areas |                |              |                | Total          |
|----------------------------------------|----------------|----------------|--------------|----------------|----------------|
|                                        | Academia       | Com-mercial    | Defence      | Science        |                |
| Order backlog 1 January 2022           | 5,213          | 179,111        | 20,220       | 335,421        | 539,965        |
| Currency adjustment                    | -730           | 1,175          | 910          | 12,784         | 14,139         |
| Order intake                           | 5,576          | 63,229         | 4,103        | 12,520         | 85,428         |
| Cancelled orders                       | 0              | -2,350         | 0            | 0              | -2,350         |
| Converted to revenue                   | -2,983         | -77,487        | -18,408      | -30,740        | -129,618       |
| <b>Order backlog 30 June 2022</b>      | <b>7,076</b>   | <b>163,678</b> | <b>6,825</b> | <b>329,985</b> | <b>507,564</b> |
| Currency adjustment                    | -2,598         | -7,551         | 2,193        | -18,102        | -26,058        |
| Order intake                           | 1,866          | 49,244         | 1,500        | 29             | 52,639         |
| Cancelled orders                       | -508           | -77,642        | 0            | -792           | -78,942        |
| Converted to revenue                   | -998           | -17,442        | -859         | 1,196          | -18,102        |
| <b>Order backlog 30 September 2022</b> | <b>4,838</b>   | <b>110,287</b> | <b>9,659</b> | <b>312,316</b> | <b>437,101</b> |



Order intake Jan-Sep 2022 split per business areas



### Order intake and backlog

In the third quarter for satellite solutions, we received a significant order from Unseenlabs (T.SEK 42,206, including the authorization to proceed contract valued at T.SEK 11,248) to deliver six more satellites.

We suspended a large customer project resulting in cancelled order of T.SEK 76,895 in the commercial business area.

### Revenue and operating profit (EBIT)

In the third quarter, revenue decreased to T.SEK 18,102 (49,700) but has increased to 147,720 (132,480) for the first three quarters of 2022.

In the third quarter, the revenue from satellite solutions decreased to T.SEK 5,445 (39,354) and T.SEK 101,767 (105,852) for the first three quarters of 2022. The decrease is mainly due to two factors. First, suspending a large customer project affected revenues by T.SEK 17,678 negatively and a loss provision for receivable in Sales and distribution costs of T.SEK 39,288. Second, the spillover effects from the large customer project's suspensions, due to resources being prioritised for this project, caused re-estimating of other specific customer projects, negatively affecting revenue with T.SEK 25,928 and a provision for loss of T.SEK 10,167 recognised as cost. The projects had unexpected events and needed more resources than anticipated, caused by changes in the scope of work.



In the third quarter, the revenue from platforms, payloads and subsystems increased to T.SEK 12,657 (10,346) and T.SEK 45,953 (26,628) for the first three quarters of 2022. It has positively affected the margin due to improved capacity utilisation and increased activity level.

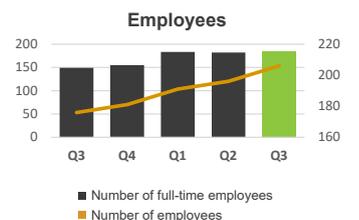


The negative impact of suspending the large customer project and re-estimating other specific projects has caused a decrease in gross margin. The largest customer was Unseenlabs, with a revenue share of 34% (21%). For the first three quarters of 2022, the largest customer was the European Space Agency (ESA), with a revenue share of 17% (24%).

Revenue related to new customers represented 24% compared to 3% of revenue in Q3 2021. For the first three quarters of 2022, revenue related to new customers represented 5% (3%).

In the third quarter, operating profit (EBIT) decreased to a negative T.SEK 124,516 (-7,240) and a negative 151,631 (-33,482) for the first three quarters of 2022. The cost of goods sold and development costs are negatively affected by a write-down of development projects of T.SEK 19,404 as a consequence of the yearly impairment test performed because we have reevaluated our plans and focus on The new investment product development plan. The number of employees in Administration has increased, resulting in increased costs.

| Employees                     | Q3 2021 |      | Q4 2021 |      | Q1 2022 |      | Q2 2022 |      | Q3 2022 |      |
|-------------------------------|---------|------|---------|------|---------|------|---------|------|---------|------|
| Technology                    | 120     | 68%  | 117     | 65%  | 123     | 64%  | 123     | 63%  | 130     | 63%  |
| Manufacturing                 | 33      | 19%  | 37      | 20%  | 42      | 22%  | 47      | 24%  | 49      | 24%  |
| Sales and distribution        | 10      | 6%   | 11      | 6%   | 10      | 5%   | 9       | 5%   | 9       | 4%   |
| Administration                | 13      | 7%   | 16      | 9%   | 16      | 8%   | 17      | 9%   | 18      | 9%   |
| Number of employees           | 176     | 100% | 181     | 100% | 191     | 100% | 196     | 100% | 206     | 100% |
| Number of full-time employees | 149     |      | 155     |      | 183     |      | 182     |      | 185     |      |



The number of employees in Q3 2022 increased to 206 (176), corresponding to 185 (149) full-time employees.

## Additional Non-GAAP information describing the effect of the suspended customer project and related one-off effects

| T.SEK                                | Jul-Sep<br>2022 | Suspension<br>of large<br>customer<br>project | Spillover<br>effects | Non-GAAP<br>Financial<br>Measures<br>Jul-Sep 2022 |
|--------------------------------------|-----------------|-----------------------------------------------|----------------------|---------------------------------------------------|
| Net revenue                          | 18,102          | -17,678                                       | -25,928              | 61,708                                            |
| Cost of goods sold                   | -72,060         |                                               | -23,045              | -49,015                                           |
| <b>Gross profit</b>                  | <b>-53,958</b>  | <b>-17,678</b>                                | <b>-48,973</b>       | <b>12,693</b>                                     |
| <i>Gross margin</i>                  | <i>-298%</i>    |                                               |                      | <i>21%</i>                                        |
| Sales and distribution costs         | -44,171         | -39,228                                       |                      | -4,943                                            |
| Development costs                    | -14,246         |                                               | -6,653               | -7,593                                            |
| Administrative costs                 | -12,168         |                                               |                      | -12,168                                           |
| Other operating income               | 27              |                                               |                      | 27                                                |
| <b>Operating profit (EBIT)</b>       | <b>-124,519</b> | <b>-56,906</b>                                | <b>-55,626</b>       | <b>-11,984</b>                                    |
| <i>- As a percentage of revenues</i> | <i>-688%</i>    |                                               |                      | <i>-19%</i>                                       |

| T.SEK                                | Jan-Sep<br>2022 | Suspension<br>of large<br>customer<br>project | Spillover<br>effects | Non-GAAP<br>Financial<br>Measures<br>Jan-Sep 2022 |
|--------------------------------------|-----------------|-----------------------------------------------|----------------------|---------------------------------------------------|
| Net revenue                          | 147,720         | -17,678                                       | -25,928              | 191,326                                           |
| Cost of goods sold                   | -173,050        |                                               | -23,045              | -150,005                                          |
| <b>Gross profit</b>                  | <b>-25,330</b>  | <b>-17,678</b>                                | <b>-48,973</b>       | <b>41,321</b>                                     |
| <i>Gross margin</i>                  | <i>-17%</i>     |                                               |                      | <i>22%</i>                                        |
| Sales and distribution costs         | -54,840         | -39,228                                       |                      | -15,612                                           |
| Development costs                    | -37,751         |                                               | -6,653               | -31,098                                           |
| Administrative costs                 | -33,771         |                                               |                      | -33,771                                           |
| Other operating income               | 61              |                                               |                      | 61                                                |
| <b>Operating profit (EBIT)</b>       | <b>-151,631</b> | <b>-56,906</b>                                | <b>-55,626</b>       | <b>-39,099</b>                                    |
| <i>- As a percentage of revenues</i> | <i>-103%</i>    |                                               |                      | <i>-20%</i>                                       |

The Non-GAAP Financial information illustrate the underlying performance without the one-off effect from the large customer project's suspension and the related spillover effects.

In the third quarter, the Non-GAAP pro forma revenue increased to T.SEK 61,708 (49,700) and T.SEK 191,326 (147,720) for the first three quarters of 2023. The gross margin is at the same level compared to last year.

In the third quarter, the Non-GAAP pro forma operating profit (EBIT) decreased to a negative T.SEK 11,984 (-7,240) and a negative T.SEK 39,099 (-33,482) for the first three quarters of 2022. The operating profit (EBIT) is still slightly underperforming compared to our expectations at the beginning of the year, with an EBIT margin to be better than -15%.

### Cash flow

The working capital is negative T.SEK 738 (17,517). The net cash flow was negative during the third quarter at T.SEK -49,205 (-34,494) and negative -69,355 (-69,314) for the first three quarters of 2022.

Cash flow from primary operating activities was negative T.SEK 30,445 (-24,442) in the third quarter of 2022 and negative T.SEK 117,933 (-34,346) for the first three quarters of 2022. Removing the large customer project does not affect net cash flow but positively affects working capital. Receivables are affected with T.SEK 39,267, and contract work with T.SEK 17,678.

In the first three-quarters of 2022, delays in milestone invoices negatively affected cash from primary operating activities. However, trade receivable increased at the end of September due to invoicing of major invoice milestones.

Cash flow from investing activities has increased to T.SEK 13,106 (5,606) in the third quarter of 2022 and 31,743 (19,540) for the first three quarters of 2022. The increase in investments in leasehold improvements and equipment is due to office equipment for the new office space in Luxembourg.

Cash from financing activities amounts to T.SEK -4,788 (-3,783) in the third quarter of 2022 and T.SEK 83,784 (-13,206) for the first three quarters of 2022. An amount of T.SEK 95,895 relates to the directed share issue in March.

Cash and cash equivalents at the end of Q3 2022 were T.SEK 35,200 (68,490).

### Financing

As the first part of the strategy, we aim to double the standard product content in the deliveries to our customers by initiating a Product Investment Program to create a modular capability to support customers' different needs for applications and In-Orbit Demonstration platforms. In that program, we will utilise our relations with our recurring customers who are aiming for mission-critical applications requiring a new level of reliability that does not exist in the new space industry today. The strategy needs a broader financing plan to secure both the short-term working capital needs of the Company and the long-term funding of the ambitious product investment program announced in the Company's interim report for the first quarter of 2022. The convertible loan of M.SEK 53.6, agreed upon in November 2022, will finance the short-term working capital needs. The intended rights issue of M.SEK 100 to 125, where the loan amount of M.SEK 53.6 is expected to be converted to new shares, and the M.SEK 198 credit facility from the European Investment Bank (EIB), agreed upon in November 2022, will facilitate the long-term financing. The total facility from EIB is split into three tranches of (A) M.EUR 5, (B) M.EUR 6, and (C) M.EUR 7, respectively. Tranche A expects to be received in the first quarter of 2023. Each tranche may only be fully utilised and has a five-year maturity date with no amortisations until maturity. We have the funds and resources required to conduct the business and the strategic direction decided by the board until the Company is expected to be cash flow positive.

### Risks

The Group is exposed to credit and other financial risks, such as market risks, foreign exchange, interest, and liquidity risks. International tensions have increased since the beginning of 2022 and escalated dramatically after mid-February following Russia's invasion of Ukraine. These events have created some turmoil and heightened volatility in capital markets. The ongoing war in Ukraine has not so far affected operations.

The full description of the main known risks is on pages 18-20 in the Annual Report 2021.

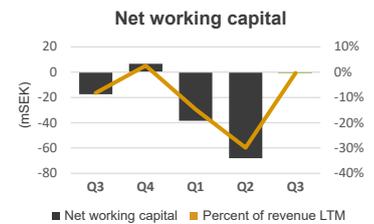
### Parent Company

The asset's value in GomSpace Sweden AB is lower than the cost price giving an impairment of T.SEK 7,009 and a provision for loss of T.SEK 26,777 booked as administration costs in GomSpace Group AB.

Additions in investments in subsidiaries mainly comprise debt converting to equity in GomSpace Luxembourg of T.SEK 25,433.

### Ownership

As of 30 September 2022, The Hargreaves Family No. 14 was the largest shareholder (19.22%), followed by Hansen & Langeland ApS (8.37%) and Longbus Holding ApS (1.95%). The number of shareholders as of 30 September is 11,492.



## Outlook

### 2022 expectations and assumptions

We maintain our revenue outlook of M.SEK 190 to 250, as announced on October 7 (previously M.SEK 264 to 292). The outlook reflects the direct and indirect effects of the suspension of the large customer project.





## Group - Key Figures and Ratios

| T.SEK                                                | Q3         |            | Q1-Q3      |            | Full year  |
|------------------------------------------------------|------------|------------|------------|------------|------------|
|                                                      | 2022       | 2021       | 2022       | 2021       | 2021       |
| <b>KEY FIGURES</b>                                   |            |            |            |            |            |
| Net revenue                                          | 18,102     | 49,700     | 147,720    | 132,480    | 213,605    |
| Gross profit                                         | -53,958    | 10,158     | -25,330    | 17,966     | 49,016     |
| Operating profit (EBIT)                              | -124,516   | -7,240     | -151,631   | -33,482    | -29,524    |
| Net financial items                                  | 1,086      | -534       | 437        | -938       | -1,667     |
| Profit (loss) before tax                             | -123,430   | -7,774     | -151,194   | -34,420    | -31,191    |
| Profit (loss) for the period                         | -122,239   | -7,264     | -147,341   | -31,012    | -27,327    |
| Investments in PPE                                   | 4,648      | 487        | 9,029      | 1,765      | 1,962      |
| Total assets                                         | 365,781    | 350,367    | 365,781    | 350,367    | 395,800    |
| Equity                                               | 182,869    | 219,244    | 182,870    | 219,244    | 224,890    |
| Total liabilities                                    | 182,912    | 131,123    | 182,912    | 131,123    | 170,910    |
| <b>RATIOS</b>                                        |            |            |            |            |            |
| Gross margin (%)                                     | -298%      | 20%        | -17%       | 14%        | 23%        |
| Operating (EBIT) margin (%)                          | -688%      | -15%       | -103%      | -25%       | -14%       |
| Net margin (%)                                       | -675%      | -15%       | -100%      | -23%       | -13%       |
| Return on invested capital (%)                       | -39%       | -10%       | -39%       | -10%       | -7%        |
| Return on equity (%)                                 | -71%       | -15%       | -71%       | -15%       | -12%       |
| Equity ratio (%)                                     | 50%        | 63%        | 50%        | 63%        | 57%        |
| Earnings per share, basic, SEK                       | -1.95      | -0.14      | -2.46      | -0.59      | -0.52      |
| Earnings per share, diluted, SEK                     | -1.95      | -0.14      | -2.46      | -0.59      | -0.52      |
| Number of outstanding shares basic, average          | 62,729,763 | 52,274,803 | 59,808,524 | 52,274,803 | 52,274,803 |
| Number of outstanding shares as of 30 September 2022 | 62,729,763 | 52,274,803 | 62,729,763 | 52,274,803 | 52,274,803 |

Definition of key figures and ratios are defined in Note 1.

## Consolidated Income

| T.SEK                                                                | Note | Q3              |               | Q1-Q3           |                | Full year      |
|----------------------------------------------------------------------|------|-----------------|---------------|-----------------|----------------|----------------|
|                                                                      |      | 2022            | 2021          | 2022            | 2021           | 2021           |
| Net revenue                                                          | 4    | 18,102          | 49,700        | 147,720         | 132,480        | 213,605        |
| Cost of goods sold                                                   |      | -72,060         | -39,542       | -173,050        | -114,514       | -164,589       |
| <b>Gross profit</b>                                                  |      | <b>-53,958</b>  | <b>10,158</b> | <b>-25,330</b>  | <b>17,966</b>  | <b>49,016</b>  |
| Sales and distribution costs                                         |      | -44,171         | -4,914        | -54,840         | -16,895        | -24,912        |
| Development costs                                                    |      | -14,246         | -5,378        | -37,751         | -12,888        | -22,106        |
| Administrative costs                                                 |      | -12,168         | -7,155        | -33,771         | -21,748        | -31,711        |
| Other operating income                                               |      | 27              | 49            | 61              | 83             | 189            |
| <b>Operating profit (loss)</b>                                       |      | <b>-124,516</b> | <b>-7,240</b> | <b>-151,631</b> | <b>-33,482</b> | <b>-29,524</b> |
| Finance income                                                       |      | 1,524           | 47            | 2,674           | 1,159          | 1,661          |
| Finance expenses                                                     |      | -438            | -581          | -2,237          | -2,097         | -3,328         |
| <b>Profit (loss) before tax</b>                                      |      | <b>-123,430</b> | <b>-7,774</b> | <b>-151,194</b> | <b>-34,420</b> | <b>-31,191</b> |
| Tax                                                                  |      | 1,191           | 510           | 3,853           | 3,408          | 3,864          |
| <b>Profit (loss) for the period</b>                                  |      | <b>-122,239</b> | <b>-7,264</b> | <b>-147,341</b> | <b>-31,012</b> | <b>-27,327</b> |
| <b>Profit (loss) is attributable to:</b>                             |      |                 |               |                 |                |                |
| Owners of GomSpace Group AB                                          |      | -122,239        | -7,264        | -147,341        | -31,012        | -27,327        |
|                                                                      |      | <b>-122,239</b> | <b>-7,264</b> | <b>-147,341</b> | <b>-31,012</b> | <b>-27,327</b> |
| <b>Consolidated Comprehensive Income</b>                             |      |                 |               |                 |                |                |
| Profit (loss) for the period                                         |      | -122,239        | -7,264        | -147,341        | -31,012        | -27,327        |
| <b>Items which may be reclassified to the income statement:</b>      |      |                 |               |                 |                |                |
| Foreign exchange rate adjustments                                    |      | 2,731           | 776           | 9,683           | 2,745          | 4,706          |
| <b>Other comprehensive income for the period, net of tax</b>         |      | <b>2,731</b>    | <b>776</b>    | <b>9,683</b>    | <b>2,745</b>   | <b>4,706</b>   |
| <b>Total comprehensive income for the period</b>                     |      | <b>-119,508</b> | <b>-6,488</b> | <b>-137,658</b> | <b>-28,267</b> | <b>-22,621</b> |
| <b>Total comprehensive income for the period is attributable to:</b> |      |                 |               |                 |                |                |
| Owners of GomSpace Group AB                                          |      | -119,508        | -6,488        | -137,658        | -28,267        | -22,621        |
|                                                                      |      | <b>-119,508</b> | <b>-6,488</b> | <b>-137,658</b> | <b>-28,267</b> | <b>-22,621</b> |
| Earnings per share, basic, SEK                                       |      | -1.95           | -0.14         | -2.46           | -0.59          | -0.52          |
| Earnings per share, diluted, SEK                                     |      | -1.95           | -0.14         | -2.46           | -0.59          | -0.52          |
| Number of outstanding shares basic, average                          |      | 62,729,763      | 52,274,803    | 59,808,524      | 52,274,803     | 52,274,803     |
| Number of outstanding shares diluted, average                        |      | 62,729,763      | 52,274,803    | 59,808,524      | 52,274,803     | 52,274,803     |

## Notes without reference

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

## Consolidated Financial Position

| T.SEK                                 | Note | 30 Sep         |                | 31 Dec         |
|---------------------------------------|------|----------------|----------------|----------------|
|                                       |      | 2022           | 2021           | 2021           |
| <b>ASSETS</b>                         |      |                |                |                |
| Goodwill                              |      | 3,710          | 3,710          | 3,710          |
| Technology                            |      | 7,200          | 8,000          | 7,800          |
| Completed development projects        |      | 10,352         | 21,665         | 21,518         |
| In-process development projects       |      | 108,327        | 90,396         | 95,950         |
| Other intangible assets               |      | 2,814          | 3,364          | 2,405          |
| <b>Intangible assets</b>              | 6    | <b>132,403</b> | <b>127,135</b> | <b>131,383</b> |
| Property, plant, and equipment        |      | 20,670         | 17,753         | 16,245         |
| Right-of-use assets                   | 5    | 46,666         | 35,710         | 33,201         |
| <b>Property, plant, and equipment</b> |      | <b>67,336</b>  | <b>53,463</b>  | <b>49,446</b>  |
| Deferred tax                          |      | 0              | 477            | 356            |
| Other non-current assets              |      | 4,703          | 4,116          | 4,156          |
| <b>Non-current assets</b>             |      | <b>4,703</b>   | <b>4,593</b>   | <b>4,512</b>   |
| <b>Total non-current assets</b>       |      | <b>204,442</b> | <b>185,191</b> | <b>185,341</b> |
| Raw materials and consumables         |      | 43,323         | 33,051         | 35,961         |
| <b>Inventories</b>                    |      | <b>43,323</b>  | <b>33,051</b>  | <b>35,961</b>  |
| Contract work                         |      | 25,388         | 22,093         | 34,860         |
| Trade receivables                     |      | 34,561         | 22,398         | 27,952         |
| Tax receivable                        |      | 11,079         | 9,230          | 5,788          |
| Other prepayments                     |      | 5,572          | 5,037          | 4,173          |
| Other receivables                     |      | 6,216          | 4,877          | 2,454          |
| <b>Receivables</b>                    |      | <b>82,816</b>  | <b>63,635</b>  | <b>75,227</b>  |
| <b>Cash and cash equivalents</b>      | 7    | <b>35,200</b>  | <b>68,490</b>  | <b>99,271</b>  |
| <b>Total current assets</b>           |      | <b>161,339</b> | <b>165,176</b> | <b>210,459</b> |
| <b>Total assets</b>                   |      | <b>365,781</b> | <b>350,367</b> | <b>395,800</b> |

**Notes without reference**

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

| T.SEK                                        | 30 Sep         |                | 31 Dec         |
|----------------------------------------------|----------------|----------------|----------------|
|                                              | 2022           | 2021           | 2021           |
| <b>EQUITY AND LIABILITIES</b>                |                |                |                |
| Share capital                                | 4,391          | 3,660          | 3,660          |
| Other capital contributions                  | 676,506        | 581,599        | 581,599        |
| Translation reserves                         | 16,971         | 5,328          | 7,289          |
| Retained earnings incl result for the period | -514,999       | -371,343       | -367,658       |
| <b>Total equity</b>                          | <b>182,869</b> | <b>219,244</b> | <b>224,890</b> |
| Credit institutions                          | 7,508          | 11,001         | 10,301         |
| Lease liabilities                            | 34,782         | 25,026         | 23,022         |
| Other liabilities                            | 8,362          | 10,638         | 10,638         |
| <b>Total non-current liabilities</b>         | <b>50,652</b>  | <b>46,665</b>  | <b>43,961</b>  |
| Current portion of non-current liabilities   | 17,321         | 13,977         | 13,529         |
| Trade payables and other payables            | 39,925         | 13,656         | 30,830         |
| Contract work                                | 53,601         | 28,303         | 59,664         |
| Prepayments                                  | 2,331          | 1,688          | 2,241          |
| Corporation tax                              | 617            | 542            | 1,470          |
| Other liabilities                            | 18,465         | 26,292         | 19,215         |
| <b>Total current liabilities</b>             | <b>132,260</b> | <b>84,458</b>  | <b>126,949</b> |
| <b>Total liabilities</b>                     | <b>182,912</b> | <b>131,123</b> | <b>170,910</b> |
| <b>Total equity and liabilities</b>          | <b>365,781</b> | <b>350,367</b> | <b>395,800</b> |

**Notes without reference**

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

## Consolidated Changes in Equity

| T.SEK                                                       | Share capital | Other capital contributions | Translation reserves | Retained earnings incl result for the period | Total equity    |
|-------------------------------------------------------------|---------------|-----------------------------|----------------------|----------------------------------------------|-----------------|
| <b>Equity 01.01.2021</b>                                    | <b>3,660</b>  | <b>581,599</b>              | <b>2,583</b>         | <b>-340,421</b>                              | <b>247,421</b>  |
| Total comprehensive income for the period                   | 0             | 0                           | 2,745                | -31,012                                      | -28,267         |
| <b>Total comprehensive income for the period</b>            | <b>0</b>      | <b>0</b>                    | <b>2,745</b>         | <b>-31,012</b>                               | <b>-28,267</b>  |
| <i>Transactions with owners in their capacity as owners</i> |               |                             |                      |                                              |                 |
| Share-based payments                                        | 0             | 0                           | 0                    | 90                                           | 90              |
|                                                             | <b>0</b>      | <b>0</b>                    | <b>0</b>             | <b>90</b>                                    | <b>90</b>       |
| <b>Equity 30.09.2021</b>                                    | <b>3,660</b>  | <b>581,599</b>              | <b>5,328</b>         | <b>-371,343</b>                              | <b>219,244</b>  |
| <b>Equity 01.10.2021</b>                                    | <b>3,660</b>  | <b>581,599</b>              | <b>5,328</b>         | <b>-371,343</b>                              | <b>219,244</b>  |
| Total comprehensive income for the period                   | 0             | 0                           | 1,961                | 3,685                                        | 5,646           |
| <b>Total comprehensive income for the period</b>            | <b>0</b>      | <b>0</b>                    | <b>1,961</b>         | <b>3,685</b>                                 | <b>5,646</b>    |
| <b>Equity 31.12.2021</b>                                    | <b>3,660</b>  | <b>581,599</b>              | <b>7,289</b>         | <b>-367,658</b>                              | <b>224,890</b>  |
| <b>Equity 01.01.2022</b>                                    | <b>3,660</b>  | <b>581,599</b>              | <b>7,289</b>         | <b>-367,658</b>                              | <b>224,890</b>  |
| Total comprehensive income for the period                   | 0             | 0                           | 9,682                | -147,341                                     | -137,659        |
| <b>Total comprehensive income for the period</b>            | <b>0</b>      | <b>0</b>                    | <b>9,682</b>         | <b>-147,341</b>                              | <b>-137,659</b> |
| <i>Transactions with owners in their capacity as owners</i> |               |                             |                      |                                              |                 |
| Increase in share capital                                   | 731           | 101,831                     | 0                    | 0                                            | 102,562         |
| Increase in share capital, costs                            | 0             | -6,924                      | 0                    | 0                                            | -6,924          |
|                                                             | <b>731</b>    | <b>94,907</b>               | <b>0</b>             | <b>0</b>                                     | <b>95,638</b>   |
| <b>Equity 30.09.2022</b>                                    | <b>4,391</b>  | <b>676,506</b>              | <b>16,971</b>        | <b>-514,999</b>                              | <b>182,869</b>  |

**Notes without reference**

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

## Consolidated Cash Flow

| T.SEK                                                                 | Q3             |                | Q1-Q3           |                | Full year      |
|-----------------------------------------------------------------------|----------------|----------------|-----------------|----------------|----------------|
|                                                                       | 2022           | 2021           | 2022            | 2021           | 2021           |
| Profit (loss) before tax                                              | -123,430       | -7,774         | -151,194        | -34,420        | -31,191        |
| Reversal of financial items                                           | -1,086         | 534            | -437            | 938            | 1,666          |
| Impairment, depreciation and amortizations                            | 28,200         | 8,199          | 44,127          | 24,343         | 32,269         |
| Non-cash items                                                        | 50,298         | 107            | 22,976          | 1,350          | 2,111          |
| Changes in inventories                                                | -4,295         | -2,755         | -4,939          | -6,323         | -8,985         |
| Changes in trade receivables                                          | -19,736        | -8,062         | -2,269          | 59             | -4,972         |
| Changes in other receivables                                          | 16,774         | 597            | -8,043          | -5,697         | -14,905        |
| Changes in trade and other payables                                   | 22,830         | -15,288        | -18,154         | -14,596        | 25,544         |
| <b>Cash flow from primary operating activities</b>                    | <b>-30,445</b> | <b>-24,442</b> | <b>-117,933</b> | <b>-34,346</b> | <b>1,537</b>   |
| Received interest financials                                          | 0              | 1              | 0               | 79             | 134            |
| Paid interest financials cost                                         | -739           | -546           | -2,072          | -1,995         | -3,118         |
| Tax received                                                          | 0              | 0              | 0               | 43             | 5,121          |
| Tax paid                                                              | -127           | -118           | -1,391          | -349           | -473           |
| <b>Cash flow from operating activities</b>                            | <b>-31,311</b> | <b>-25,105</b> | <b>-121,395</b> | <b>-36,568</b> | <b>3,201</b>   |
| Investments in intangible assets (before grants)                      | -9,991         | -5,119         | -28,093         | -17,775        | -25,521        |
| Investments in leasehold improvement, plant and equipment             | -4,648         | -487           | -9,029          | -1,765         | -1,962         |
| Deposit paid                                                          | 281            | 0              | -257            | 0              | -9             |
| Government grants                                                     | 1,252          | 0              | 5,636           | 0              | 1,686          |
| <b>Cash flow from investing activities</b>                            | <b>-13,106</b> | <b>-5,606</b>  | <b>-31,743</b>  | <b>-19,540</b> | <b>-25,806</b> |
| <i>Financing from debt:</i>                                           |                |                |                 |                |                |
| Repayment of borrowings                                               | -972           | -864           | -2,832          | -4,708         | -5,662         |
| Payment of lease liabilities                                          | -3,816         | -2,919         | -9,022          | -8,498         | -11,270        |
| <b>Cash flow from financing from debt</b>                             | <b>-4,788</b>  | <b>-3,783</b>  | <b>-11,854</b>  | <b>-13,206</b> | <b>-16,932</b> |
| <i>Financing from shareholders::</i>                                  |                |                |                 |                |                |
| Capital increase                                                      | 0              | 0              | 102,562         | 0              | 0              |
| Capital increase, costs                                               | 0              | 0              | -6,924          | 0              | 0              |
| <b>Cash flow from financing from shareholders</b>                     | <b>0</b>       | <b>0</b>       | <b>95,638</b>   | <b>0</b>       | <b>0</b>       |
| <b>Cash flow from financing activities</b>                            | <b>-4,788</b>  | <b>-3,783</b>  | <b>83,784</b>   | <b>-13,206</b> | <b>-16,932</b> |
| <b>Net cash flow for the period</b>                                   | <b>-49,205</b> | <b>-34,494</b> | <b>-69,355</b>  | <b>-69,314</b> | <b>-39,537</b> |
| Cash and cash equivalents, beginning of the period                    | 67,240         | 100,461        | 83,516          | 133,608        | 133,608        |
| Unrealized exchange rate gains and losses on cash                     | 919            | 574            | 4,884           | 2,261          | 3,306          |
| Change in bank deposit for security                                   | 2,028          | 35             | 1,937           | 21             | -13,861        |
| <b>Cash and cash equivalents, end of the period</b>                   | <b>20,982</b>  | <b>66,576</b>  | <b>20,982</b>   | <b>66,576</b>  | <b>83,516</b>  |
| <i>Reconciliation of cash and cash equivalents</i>                    |                |                |                 |                |                |
| Cash and cash equivalents according to the balance sheet              | 35,200         | 68,490         | 35,200          | 68,490         | 99,271         |
| Bank deposit                                                          | -14,218        | -1,914         | -14,218         | -1,914         | -15,755        |
| <b>Cash and cash equivalents according to the cash flow statement</b> | <b>20,982</b>  | <b>66,576</b>  | <b>20,982</b>   | <b>66,576</b>  | <b>83,516</b>  |

## Notes without reference

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

## Parent Company Income

| T.SEK                                    | Q3             |                | Q1-Q3          |                | Full year      |
|------------------------------------------|----------------|----------------|----------------|----------------|----------------|
|                                          | 2022           | 2021           | 2022           | 2021           | 2021           |
| Net revenue                              | 9,863          | 6,874          | 30,461         | 20,621         | 27,494         |
| <b>Gross profit</b>                      | <b>9,863</b>   | <b>6,874</b>   | <b>30,461</b>  | <b>20,621</b>  | <b>27,494</b>  |
| Administrative costs                     | -38,224        | -7,985         | -61,831        | -23,791        | -32,551        |
| Other operating income                   | 0              | 0              | 0              | 0              | 217            |
| <b>Operating profit (loss)</b>           | <b>-28,361</b> | <b>-1,111</b>  | <b>-31,370</b> | <b>-3,170</b>  | <b>-4,840</b>  |
| Write down of investment in subsidiaries | -7,009         | -14,548        | -7,009         | -22,648        | -22,648        |
| Finance income                           | 1,156          | 767            | 2,504          | 2,403          | 3,066          |
| Finance expenses                         | 31             | -2             | -17            | -25            | -52            |
| <b>Profit (loss) before tax</b>          | <b>-34,183</b> | <b>-14,894</b> | <b>-35,892</b> | <b>-23,440</b> | <b>-24,473</b> |
| Tax                                      | 0              | 0              | 0              | 0              | 0              |
| <b>Profit (loss) for the period</b>      | <b>-34,183</b> | <b>-14,894</b> | <b>-35,892</b> | <b>-23,440</b> | <b>-24,473</b> |
| <b>Profit (loss) is attributable to:</b> |                |                |                |                |                |
| Owners of GomSpace Group AB              | -34,183        | -14,894        | -35,892        | -23,440        | -24,473        |
|                                          | <b>-34,183</b> | <b>-14,894</b> | <b>-35,892</b> | <b>-23,440</b> | <b>-24,473</b> |

## Notes without reference

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

## Parent Company Financial Position

| T.SEK                               | Note | 30 Sep         |                | 31 Dec         |
|-------------------------------------|------|----------------|----------------|----------------|
|                                     |      | 2022           | 2021           | 2021           |
| <b>ASSETS</b>                       |      |                |                |                |
| GomSpace A/S                        |      | 348,166        | 348,166        | 348,166        |
| GomSpace Sweden AB                  | 6    | 29,499         | 36,509         | 36,509         |
| GomSpace Orbital ApS                |      | 0              | 0              | 0              |
| GomSpace Luxembourg S.A.R.L.        |      | 35,911         | 10,478         | 10,478         |
| GomSpace Asia Pte. Ltd.             |      | 2,142          | 2,142          | 2,142          |
| GomSpace North America LLC          |      | 1,105          | 1,105          | 1,105          |
| GomSpace France SAS                 |      | 105            | 0              | 0              |
| <b>Investments in subsidiaries</b>  |      | <b>416,928</b> | <b>398,400</b> | <b>398,400</b> |
| Aerial & Maritime Ltd.              |      | 0              | 0              | 0              |
| <b>Investments in associates</b>    |      | <b>0</b>       | <b>0</b>       | <b>0</b>       |
| <b>Fixed asset investments</b>      |      | <b>416,928</b> | <b>398,400</b> | <b>398,400</b> |
| <b>Total non-current assets</b>     |      | <b>416,928</b> | <b>398,400</b> | <b>398,400</b> |
| Receivables from subsidiaries       |      | 131,057        | 89,825         | 91,975         |
| Tax receivable                      |      | 101            | 86             | 55             |
| Other prepayments                   |      | 1,197          | 383            | 952            |
| Other receivables                   |      | 0              | 0              | 16             |
| <b>Receivables</b>                  |      | <b>132,355</b> | <b>90,294</b>  | <b>92,998</b>  |
| <b>Cash and cash equivalents</b>    |      | <b>1,529</b>   | <b>2,704</b>   | <b>109</b>     |
| <b>Total current assets</b>         |      | <b>133,884</b> | <b>92,998</b>  | <b>93,107</b>  |
| <b>Total assets</b>                 |      | <b>550,812</b> | <b>491,398</b> | <b>491,507</b> |
| <b>EQUITY AND LIABILITIES</b>       |      |                |                |                |
| Share capital                       |      | 4,391          | 3,660          | 3,660          |
| Share premium                       |      | 673,218        | 578,311        | 578,311        |
| Retained earnings                   |      | -128,322       | -91,397        | -92,430        |
| <b>Total equity</b>                 |      | <b>549,287</b> | <b>490,574</b> | <b>489,541</b> |
| Trade payables and other payables   |      | 1,236          | 419            | 1,552          |
| Other liabilities                   |      | 289            | 405            | 414            |
| <b>Total current liabilities</b>    |      | <b>1,525</b>   | <b>824</b>     | <b>1,966</b>   |
| <b>Total liabilities</b>            |      | <b>1,525</b>   | <b>824</b>     | <b>1,966</b>   |
| <b>Total equity and liabilities</b> |      | <b>550,812</b> | <b>491,398</b> | <b>491,507</b> |

### Notes without reference

- Accounting policies
- Financial position
- Significant accounting estimates and judgments
- Events during the period

## Parent Company Changes in Equity

| T.SEK                                            | Share capital | Share premium  | Retained earnings | Total equity   |
|--------------------------------------------------|---------------|----------------|-------------------|----------------|
| <b>Equity 01.01.2021</b>                         | <b>3,660</b>  | <b>578,311</b> | <b>-68,047</b>    | <b>513,924</b> |
| Total comprehensive income for the period        | 0             | 0              | -23,440           | -23,440        |
| Share-based payments                             | 0             | 0              | 90                | 90             |
| <b>Total comprehensive income for the period</b> | <b>0</b>      | <b>0</b>       | <b>-23,350</b>    | <b>-23,350</b> |
| <b>Equity 30.09.2021</b>                         | <b>3,660</b>  | <b>578,311</b> | <b>-91,397</b>    | <b>490,574</b> |
| <b>Equity 01.10.2021</b>                         | <b>3,660</b>  | <b>578,311</b> | <b>-91,397</b>    | <b>490,574</b> |
| Total comprehensive income for the period        | 0             | 0              | -1,033            | -1,033         |
| Share-based payments                             | 0             | 0              | 0                 | 0              |
| <b>Total comprehensive income for the period</b> | <b>0</b>      | <b>0</b>       | <b>-1,033</b>     | <b>-1,033</b>  |
| <b>Equity 31.12.2021</b>                         | <b>3,660</b>  | <b>578,311</b> | <b>-92,430</b>    | <b>489,541</b> |
| <b>Equity 01.01.2022</b>                         | <b>3,660</b>  | <b>578,311</b> | <b>-92,430</b>    | <b>489,541</b> |
| Total comprehensive income for the period        | 0             | 0              | -35,892           | -35,892        |
| Increase in share capital                        | 731           | 101,831        | 0                 | 102,562        |
| Increase in share capital, costs                 | 0             | -6,924         | 0                 | -6,924         |
| <b>Total comprehensive income for the period</b> | <b>731</b>    | <b>94,907</b>  | <b>-35,892</b>    | <b>59,746</b>  |
| <b>Equity 30.09.2022</b>                         | <b>4,391</b>  | <b>673,218</b> | <b>-128,322</b>   | <b>549,287</b> |

**Notes without reference**

1. Accounting policies
2. Financial position
3. Significant accounting estimates and judgments
8. Events during the period

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## Notes

## 1. Accounting policies

**Basis of preparation**

The interim condensed consolidated financial statements for the first three quarters of 2022 have been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The parent company applies the Swedish Annual Accounts Act and RFR 2 Reporting for legal entities.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as of 31 December 2021. Any changes from the Annual Report 2021 are described below.

**Key ratios definitions**

|                                |   |                                                                                                                                                                                   |                                                                                                                                             |
|--------------------------------|---|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|
| Gross margin                   | = | $\frac{\text{gross profit}}{\text{net revenue}}$                                                                                                                                  | The gross margin shows the amount of total sales revenue that the group retains after incurring the direct costs associated with producing. |
| Operating (EBIT) margin        | = | $\frac{\text{operating profit}}{\text{net revenue}}$                                                                                                                              | The ratio shows the group's operational profitability after depreciation and write-downs.                                                   |
| Net margin                     | = | $\frac{\text{profit}}{\text{net revenue}}$                                                                                                                                        | The net margin shows the ratio of profit (loss) the group earns to the group's total amount of revenue.                                     |
| Return on invested capital LTM | = | $\frac{\text{profit}}{\text{total assets}}$                                                                                                                                       | The ratio shows how well the group is using its capital to generate profits.                                                                |
| Return on equity LTM           | = | $\frac{\text{profit}}{\text{average equity}}$                                                                                                                                     | Return on equity shows how good the group is in generating returns on the investment it received from its shareholders.                     |
| Equity ratio                   | = | $\frac{\text{equity}}{\text{total assets}}$                                                                                                                                       | The ratio is used to measure the group's financial stability.                                                                               |
| Earnings per share, basic      | = | $\frac{\text{profit}}{\text{number of shares basic, average}}$                                                                                                                    | The ratio shows the profitability of the group based on outstanding shares.                                                                 |
| Earnings per share, diluted    | = | $\frac{\text{profit}}{\text{number of shares diluted, average}}$                                                                                                                  | The ratio shows the profitability of the group based on outstanding shares and expected dilutive securities.                                |
| Net working capital            | = | Inventory + Contract work + Trade receivables + Other prepayments + Other receivables<br>- Trade payables and other payables<br>- Contract work - Prepayments - Other liabilities | Net working capital shows the group's ability to pay its current liabilities with its current assets.                                       |

## 1. Accounting policies (continued)

## Reconciliation of consolidated alternative key figures

| T.SEK                                                   | Jul-Sep      |               | Jan-Sep      |               | Full year     |
|---------------------------------------------------------|--------------|---------------|--------------|---------------|---------------|
|                                                         | 2022         | 2021          | 2022         | 2021          | 2021          |
| Gross profit                                            | -53,958      | 10,158        | -25,330      | 17,966        | 49,016        |
| Net revenue                                             | 18,102       | 49,700        | 147,720      | 132,480       | 213,605       |
| <b>Gross margin</b>                                     | <b>-298%</b> | <b>20%</b>    | <b>-17%</b>  | <b>14%</b>    | <b>23%</b>    |
| Operating profit (EBIT)                                 | -124,516     | -7,240        | -151,631     | -33,482       | -29,524       |
| Net revenue                                             | 18,102       | 49,700        | 147,720      | 132,480       | 213,605       |
| <b>Operating (EBIT) margin</b>                          | <b>-688%</b> | <b>-15%</b>   | <b>-103%</b> | <b>-25%</b>   | <b>-14%</b>   |
| Profit (loss) for the year                              | -122,239     | -7,264        | -147,341     | -31,012       | -27,327       |
| Net revenue                                             | 18,102       | 49,700        | 147,720      | 132,480       | 213,605       |
| <b>Net margin</b>                                       | <b>-675%</b> | <b>-15%</b>   | <b>-100%</b> | <b>-23%</b>   | <b>-13%</b>   |
| Profit (loss) for the year LTM                          | -143,656     | -35,288       | -143,656     | -35,288       | -27,327       |
| Total Assets                                            | 365,781      | 350,367       | 365,781      | 350,367       | 395,800       |
| <b>Return on invested capital LTM</b>                   | <b>-39%</b>  | <b>-10%</b>   | <b>-39%</b>  | <b>-10%</b>   | <b>-7%</b>    |
| Profit (loss) for the year LTM                          | -143,656     | -35,288       | -143,656     | -35,288       | -27,327       |
| Average equity LTM                                      | 201,056      | 237,776       | 201,056      | 237,776       | 236,156       |
| <b>Return on equity LTM</b>                             | <b>-71%</b>  | <b>-15%</b>   | <b>-71%</b>  | <b>-15%</b>   | <b>-12%</b>   |
| Equity                                                  | 182,869      | 219,244       | 182,869      | 219,244       | 224,890       |
| Total Assets                                            | 365,781      | 350,367       | 365,781      | 350,367       | 395,800       |
| <b>Equity ratio</b>                                     | <b>50%</b>   | <b>63%</b>    | <b>50%</b>   | <b>63%</b>    | <b>57%</b>    |
| Profit (loss) for the year                              | -122,239     | -7,264        | -147,341     | -31,012       | -27,327       |
| Number of outstanding shares basic and diluted, average | 62,730       | 52,275        | 59,809       | 52,275        | 52,275        |
| <b>Earnings per share, basic and diluted, SEK</b>       | <b>-1.95</b> | <b>-0.14</b>  | <b>-2.47</b> | <b>-0.59</b>  | <b>-0.52</b>  |
| Inventories                                             | 43,323       | 33,051        | 43,323       | 33,051        | 35,961        |
| Contract work                                           | 25,388       | 22,093        | 25,388       | 22,093        | 34,860        |
| Trade receivables                                       | 34,561       | 22,398        | 34,561       | 22,398        | 27,952        |
| Other prepayments                                       | 5,572        | 5,037         | 5,572        | 5,037         | 4,173         |
| Other receivables                                       | 6,216        | 4,877         | 6,216        | 4,877         | 2,454         |
| Trade payables and other payables                       | -39,925      | -13,656       | -39,925      | -13,656       | -30,830       |
| Contract work                                           | -53,601      | -28,303       | -53,601      | -28,303       | -59,664       |
| Prepayments                                             | -2,331       | -1,688        | -2,331       | -1,688        | -2,241        |
| Other liabilities                                       | -18,465      | -26,292       | -18,465      | -26,292       | -19,215       |
| <b>Net working capital</b>                              | <b>738</b>   | <b>17,517</b> | <b>738</b>   | <b>17,517</b> | <b>-6,550</b> |

**New standards adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2022, but do not have an impact on the interim condensed consolidated financial statements of the Group.

## 2. Financial position

As of 30 September 2022, the cash position is T.SEK 35,200, including a bank deposit of T.SEK 14,218. The bank deposit expires end of December 2022.

In November, we entered into a convertible loan agreement for T.SEK 53,600 with the largest shareholder, board members, and members of the executive management. The loan will finance our short-term working capital needs of the Company. The convertible loan carries an annual interest rate of five per cent as of 1 April 2023 and matures on 31 December 2023. The loan can be converted in a future share issue (through set-off) to the same terms as offered to other investors, alternatively repaid to the lenders in cash no later than the maturity date of 31 December 2023. The Group and Company's and the lenders' mutual intention is to have the loan amount converted into new shares. Therefore, the Board of Directors intends to initiate a rights issue in spring 2023.

For long-term financing, we entered a finance agreement with the European Investment Bank (EIB) of M.SEK 198 in November. The total facility is split into three tranches of (A) M.SEK 55, (B) M.SEK 66, and (C) M.SEK 77, respectively. Each tranche may only be fully utilised and has a five-year maturity date with no amortisations until maturity. The EIB loans will be unsecured except for guarantees provided by certain companies, including GomSpace Group AB. The interest rate p.a. is 10% for tranche A, 8% for tranche B, and 7% for tranche C. From the date falling twelve months from the signing of the finance contract until the final availability date, a commitment fee at a rate of 1% p.a. is payable by GomSpace in respect of the daily undrawn and uncanceled balance of the credit. If we utilise the facility, the EIB will be entitled to 3,301,566 warrants in GomSpace Group AB in excess of interest on the loan amount. The warrants are split into three tranches. All tranches are conditioned upon the fulfilment of certain conditions, including that GomSpace has sufficient liquidity to pay its debts as they fall due for at least twelve months from the disbursement date of the respective tranche. The funds from the EIB credit facility will facilitate the new product investment plan.

## 3. Significant accounting estimates and judgments

In preparing the interim condensed consolidated financial statements, management makes various accounting estimates and assumptions which form the basis of presentation, recognition, and measurement of the Group's assets and liabilities.

The accounting estimates and judgments are beside the description below, the same in the interim condensed consolidated financial statements, as described in note 2 of the annual consolidated financial statements of 2021.

### **Backlog, Revenue and Trade receivables**

During 2022, we have had missing payments from one large commercial customer resulting in a negative cash flow from primary operating activities. We now conclude that the financial exposure amounts to M.SEK 57, of which M.SEK 39 is unpaid invoices, and M.SEK 18 is work-in-progress not yet invoiced. Therefore we have suspended all project work. The reason for the suspension is a significant scope increase. The customer has not been willing to pay for the extra work requested by the customer and performed by GomSpace. There is uncertainty about the outcome of this conflict, and we have fully written down the balances in Q3 2022.

## 4. Revenue

| T.SEK                                                        | Business areas |                |               |                |                |
|--------------------------------------------------------------|----------------|----------------|---------------|----------------|----------------|
|                                                              | Academia       | Commercial     | Defence       | Science        | Total          |
| <b>Jan-Sep 2022</b>                                          |                |                |               |                |                |
| <b>Geographical</b>                                          |                |                |               |                |                |
| Sweden                                                       | 0              | 277            | 0             | 673            | 950            |
| Denmark                                                      | 0              | 1,287          | 253           | 0              | 1,540          |
| Europe (excluding Sweden and Denmark)                        | 998            | 77,606         | 1,358         | 26,297         | 106,877        |
| USA                                                          | 692            | 10,127         | 747           | 235            | 11,801         |
| Asia                                                         | 2,050          | 5,441          | 0             | 1,721          | 9,212          |
| Rest of the world                                            | 241            | 191            | 16,908        | 0              | 17,340         |
|                                                              | <b>3,981</b>   | <b>94,929</b>  | <b>19,266</b> | <b>29,544</b>  | <b>147,720</b> |
| <b>Jan-Sep 2021</b>                                          |                |                |               |                |                |
| <b>Geographical</b>                                          |                |                |               |                |                |
| Sweden                                                       | 36             | 851            | 0             | 573            | 1,460          |
| Denmark                                                      | 0              | 195            | 0             | 0              | 195            |
| Europe (excluding Sweden and Denmark)                        | 764            | 62,578         | 6,624         | 32,503         | 102,469        |
| USA                                                          | 160            | 13,208         | 42            | 488            | 13,898         |
| Asia                                                         | 3,744          | 1,613          | 0             | 1,922          | 7,279          |
| Rest of the world                                            | 251            | 1,103          | 5,825         | 0              | 7,179          |
|                                                              | <b>4,955</b>   | <b>79,548</b>  | <b>12,491</b> | <b>35,486</b>  | <b>132,480</b> |
| <b>Jan-Sep 2022</b>                                          |                |                |               |                |                |
| <b>Major goods/service lines</b>                             |                |                |               |                |                |
| Revenue from satellite solutions (over time)                 | 1,270          | 54,527         | 17,710        | 28,260         | 101,767        |
| Revenue from platforms, payloads and, subsystems (over time) | 2,711          | 40,402         | 1,556         | 1,284          | 45,953         |
|                                                              | <b>3,981</b>   | <b>94,929</b>  | <b>19,266</b> | <b>29,544</b>  | <b>147,720</b> |
| <b>Jan-Sep 2021</b>                                          |                |                |               |                |                |
| <b>Major goods/service lines</b>                             |                |                |               |                |                |
| Revenue from satellite solutions (over time)                 | 1,165          | 59,490         | 10,519        | 34,678         | 105,852        |
| Revenue from platforms, payloads, and subsystems (over time) | 3,790          | 20,058         | 1,972         | 808            | 26,628         |
|                                                              | <b>4,955</b>   | <b>79,548</b>  | <b>12,491</b> | <b>35,486</b>  | <b>132,480</b> |
| <b>Jan-Sep 2022</b>                                          |                |                |               |                |                |
| <b>Order book</b>                                            |                |                |               |                |                |
| Order backlog 1 January 2022                                 | 5,213          | 179,111        | 20,220        | 335,421        | 539,965        |
| Currency adjustment                                          | -3,328         | -6,376         | 3,103         | -5,318         | -11,919        |
| Order intake                                                 | 7,442          | 112,473        | 5,603         | 12,549         | 138,067        |
| Canceled orders                                              | -508           | -79,992        | 0             | -792           | -81,292        |
| Converted to revenue                                         | -3,981         | -94,929        | -19,267       | -29,544        | -147,720       |
| <b>Order backlog 30 September 2022</b>                       | <b>4,838</b>   | <b>110,287</b> | <b>9,659</b>  | <b>312,316</b> | <b>437,101</b> |
| <b>Jan-Sep 2021</b>                                          |                |                |               |                |                |
| <b>Order book</b>                                            |                |                |               |                |                |
| Order backlog 1 January 2021                                 | 2,329          | 30,757         | 25,558        | 150,937        | 209,581        |
| Currency adjustment                                          | 71             | 4,033          | 1,743         | -12,764        | -6,917         |
| Order intake                                                 | 9,227          | 242,965        | 9,397         | 4,702          | 266,291        |
| Cancelled orders                                             | 0              | -1,511         | -3,453        | -405           | -5,369         |
| Converted to revenue                                         | -4,955         | -79,548        | -12,491       | -35,486        | -132,480       |
| <b>Order backlog 30 September 2021</b>                       | <b>6,672</b>   | <b>196,696</b> | <b>20,754</b> | <b>106,984</b> | <b>331,106</b> |

## 5. Right of use assets (leasing)

| Leasing assets                      |  | Property      | Other fixtures,<br>fittings, tools<br>and equipment | Total         |
|-------------------------------------|--|---------------|-----------------------------------------------------|---------------|
| T.SEK                               |  |               |                                                     |               |
| <b>Group</b>                        |  |               |                                                     |               |
| Balance at 1 January 2022           |  | 30,633        | 2,568                                               | 33,201        |
| Exchange rate adjustment            |  | 1,423         | 214                                                 | 1,637         |
| Additions                           |  | 18,848        | 2,065                                               | 20,913        |
| Disposals                           |  | 0             | 0                                                   | 0             |
| Depreciation                        |  | -8,127        | -958                                                | -9,085        |
| <b>Balance at 30 September 2022</b> |  | <b>42,777</b> | <b>3,889</b>                                        | <b>46,666</b> |
| Balance at 1 January 2021           |  | 39,904        | 2,752                                               | 42,656        |
| Exchange rate adjustment            |  | 350           | 32                                                  | 382           |
| Additions                           |  | 0             | 861                                                 | 861           |
| Disposals                           |  | 0             | 0                                                   | 0             |
| Depreciation                        |  | -7,333        | -856                                                | -8,189        |
| <b>Balance at 30 September 2021</b> |  | <b>32,921</b> | <b>2,789</b>                                        | <b>35,710</b> |

The weighted rate amounts to 2-4%.

Additions in 2022 mainly consist of new office space in Luxembourg to meet the increased number of employees.

| T.SEK                                        | Group         |               |
|----------------------------------------------|---------------|---------------|
|                                              | 30 Sep 2022   | 30 Sep 2021   |
| Within 0-1 years                             | 12,904        | 10,926        |
| Within 1-5 years                             | 30,596        | 25,576        |
| After 5 years                                | 5,689         | 0             |
| <b>Total non-discounted leasing payments</b> | <b>49,189</b> | <b>36,502</b> |
| <b>Recognised in balance at 30 September</b> |               |               |
| Current leasing liability (0-1 years)        | 12,762        | 10,363        |
| Non-current leasing liability (after 1 year) | 34,782        | 25,026        |
|                                              | <b>47,544</b> | <b>35,389</b> |

| T.SEK                                           | Jan-Sep |      |
|-------------------------------------------------|---------|------|
|                                                 | 2022    | 2021 |
| <b>Income statement leasing costs</b>           |         |      |
| Interest costs related to leasing contracts     | 704     | 576  |
| Payments related to low-value leasing contracts | 1,763   | 854  |

## 6. Impairment test

The Group performed an impairment test on 30 September 2022. The Group, as a whole, is identified as a Cash Generating Unit (CGU). The Group's impairment test for goodwill and other assets is based on value-in-use calculations.

Based on the market value of GomSpace Group AB on NASDAQ First North Premier in Stockholm as of 30 September 2022 (M.SEK 439), and the drop in market value 24 November 2022 to M.SEK 392, management assesses there is headroom between the recoverable amount and the carrying amount of goodwill, intangible and tangible assets as of 30 September 2022.

Furthermore, management has prepared impairment tests based on the discounted cash flow model reflecting the financial targets for the coming five-year period, market reports on future growth, and technology trends. Management applies a five-year period to reflect the long-term approach to customers' purchasing decisions. Cash flows beyond the five-year period are extrapolated using an estimated growth rate. The value-in-use assessment is based on the discounted cash flow model disclosed in the annual consolidated financial statements for the year ended 31 December 2021. Compared to the impairment test performed in December 2021, there are significant changes to the key assumptions for terminal revenue, which increased to M.SEK 1,136 (766), the EBIT ratio decreased to 20% (22%), the investments increased to M.SEK 78 (46), and the discounting factor (WACC) decreased to 7.5% (11.3%). There are no significant changes to the growth rate.

The impairment test also shows a headroom between the recoverable amounts and the carrying amounts of goodwill and intangible and tangible assets on 30 September 2022, similar to 31 December 2021.

Considering secondary factors such as plans for intangible assets are idle and changes in client demand for the product/software and reviewing against the portfolio of investment projects. We do see the need for impairment of T.SEK 19,404. These assets are no longer part of the new product development plan, and we do not have the intention to finalize or sell the assets.

### Impairment test of investment in subsidiaries in GomSpace Group AB

Investments in subsidiaries are measured in the parent company's financial statements at cost price. If there is an indication of impairment, the recoverable amount of the asset is calculated. The recoverable amount is the highest of the fair value or value in use.

Management has prepared impairment tests for the subsidiaries as separate assets based on the discounted cash flow model reflecting the financial targets for the coming five-year period, market reports on future growth, and technology trends. Key assumptions are based on the key assumptions for the Group adapted to the subsidiaries.

The impairment tests indicate a need for impairment in GomSpace Sweden AB. A provision for loss in trade receivables of T.SEK 26,777 is recognised as administration cost and an impairment of T.SEK 7,009 is recognised as a financial cost in the income statement.

## 7. Cash and cash equivalents

Of the total cash and cash equivalents amount, an amount of T.SEK 14,218 (T.SEK 1,914) is deposited as security for projects in the subsidiaries GomSpace A/S and GomSpace Sweden AB. The amount is deposited in GomSpace A/S and GomSpace Sweden AB.

## 8. Events during the period

In April, we entered into a contract to develop, deliver and support the Mission Control System that KSAT will use to operate the Arctic Weather Satellite mission funded by the European Space Agency. The contract value is MSEK 10.

In March we resolved a directed share issue of M.SEK 103 through the issuance of 10,454,960 new shares to a newly established family fund of the British citizen Peter Kendal Hargreaves.

In February D-Orbit SpA placed an order for the P60 power systems and batteries. The total value of the order is M.SEK 9. Delivery is expected in 2022.

## Financial Calendar

Interim report, October-December 2022  
Annual Report  
Annual general meeting

7 February 2023  
Week 13 2023  
21 April 2023

### COMPANY INFORMATION

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AUDITORS  
Ernst & Young AB

CERTIFIED ADVISOR  
FNCA Sweden AB

## MANAGEMENT'S STATEMENT

The Board of Directors and the CEO certify that this Interim Report presents a true and fair view of the Group's and the parent company's assets, liabilities and financial position on 30 September 2022, and of the results of the Group's and the parent company's operations and cash flow. The Interim Report also describes the significant risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, 28 November 2022

## Executive Board and Board of Directors

Niels Buus  
CEO

Jens Maaløe  
Chairman

Jukka Pekka Pertola  
Vice Chairman

Steen Lorenz Johan Hansen

Nikolaj Wendelboe

Kenn Herskind



# Review Report

## GomSpace Group AB, corporate identity number 559026-1888

To the Board of Directors and CEO of GomSpace Group AB

### Introduction

We have reviewed the condensed interim report for GomSpace Group AB as at September 30, 2022 and for the nine months period then ended. The Board of Directors and the Managing Director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

### Scope of review

We conducted our review in accordance with the International Standard on Review Engagements, ISRE 2410 Review of Interim Financial Statements Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent Company.

Malmö, 28 november 2022  
Ernst & Young AB

Martin Henriksson  
Authorized Public Accountant

