

# YEAR-END REPORT

January - December 2019



**Axolot Solutions** is a Swedish technology company working with industrial water purification. The company offers a holistic solution based upon a proprietary technology within electro-coagulation and flotation. Axolot's water purification concept is cost efficient and enables recirculation of the water. This leads to a reduced environmental footprint. Axolot's vision

is to develop into a natural and preferred partner for industrial players aiming at developing existing or new water purification projects, where water is an important supply ingredient. Water is in fact - directly or indirectly – a common denominator in the 17 global goals for a sustainable development, which the United Nations General Assembly adopted in 2015.

# THE HIGHEST LEVEL OF CUSTOMER ACTIVITIES TO DATE AND FOCUS ON COMMERCIALISATION

## FINANCIAL SUMMARY:

### The fourth quarter 2019

- Net sales amounted to 882 tsek (502 tsek for the corresponding quarter in 2018)
- Other revenues (excl. activated development costs) were 83 tsek (0)
- Earnings before interest and tax became -7 216 tsek (-6 933)
- Net earnings per share amounted to -0,27 sek (-0,27)

### The full year 2019

- Net sales amounted to 2 143 tsek (1 451 in 2018)
- Other revenues (excl. activated development costs) were 193 tsek (105)
- Earnings before interest and tax were -25 995 tsek (-18 238)
- Net earnings per share amounted to -0,98 sek (-1,61)
- The Board proposes no dividend for the year 2019
- Liquid funds amounted to 20 194 tsek at the end of 2019

### Events during the fourth quarter 2019

- Axolot signs another trial agreement with a groundwood pulp manufacturer in Norway
- Axolot signs trial agreement with:
  - chemical manufacturer in England
  - paper manufacturer Hellefoss Paper in Norway
  - biorefinery SunPine in Piteå, Sweden
- The long-term trial runs that are currently being performed, for purification of heavily contaminated water or for recovery of high-value ingredients in residual water, continue to show good results. Axolot is together with the customers evaluating continued activities based on commercial contracts.
- Axolot has successfully performed tests for removal of cadmium and other heavy metals from precipitator dust
- Information about Annual General meeting 2020 and members of the Nomination committee
- Extraordinary General meeting for the election of a new Board member, and Chairman of the Board

### Key events after the end of the period

No key events after the end of the period.

## Key figures in summary Axolot Solutions Group

tsek	Quarter 4		Quarter 1-4	
	2019	2018	2019	2018
Net sales	882	502	2 143	1 451
Other revenues, incl. activated development costs	845	693	2 719	1 802
Earnings before interest, tax and depreciation	-6 099	-6 244	-22 096	-15 956
Earnings before interest and tax	-7 216	-6 933	-25 995	-18 238
Net earnings	-7 217	-6 907	-25 996	-18 186
Net earnings per share (sek) *	-0,27	-0,27	-0,98	-1,61
Cash flow before financing activities	-8 226	-7 722	-28 930	-20 825
Liquid funds at the end of the period	20 194	48 864	20 194	48 864
Equity at the end of the period	36 740	62 478	36 740	62 478
Number of employees at the end of the period	10	6	10	6

\* Based on the average number of shares during the period.

# PRESIDENT'S COMMENTS

During 2019 our business focus has gradually shifted from technical and product development to a more extensive external marketing towards existing and potential customers. In other words, we have initiated the process of commercialization. During the year we have continued working on prioritized customer projects, where some are initiated by our own efforts, and some of which customers have contacted us directly. This means that **the awareness about and the interest for our technology is spreading.**

During the last two years Axolot has dramatically increased the collective knowledge base and understanding of which water contaminants we can manage effectively. By that we can understand which customers our technology is ideal for, and where we truly have something unique to offer. We currently manage water streams containing oil and fat emulsions, heavily contaminated waters, phosphorous, heavy metals, biological contaminations and suspended material in an efficient way. So, we have focused our strives during the year towards the industrial market niches where the needs to eliminate these types of contaminants are crucial, and where we can offer solutions where no one else effectively can.

In order to increase the pace in customer prospecting, we have contracted two employees in Finland and Sweden to increase the activity in the marketplace. And we have recruited a Technical sales manager. As a result, we can show several new trials, which we also communicated publicly during the year. Even though the awareness about Axolot Solutions is increasing, the brand is still relatively unknown and untried in our main markets. In each customer case we need to prove the functionality and performance of our technology, as well as displaying our own know-how to meet the customers' demands. Therefore, we need to continue running customer trials in order to build reference cases. **Since the demand for customer trials increased substantially, we have during 2019 built four new pilot equipment in order to secure our ability to perform these trials in an efficient way.** We also invested in a smaller bench scale unit which allows us to work in a more flexible, quick and cost-efficient way, in cases where a customer wants more solid results prior to a full-scale pilot trial. During 2019 we also recruited additional field personnel for securing the running of these important trials and the subsequent analyses.

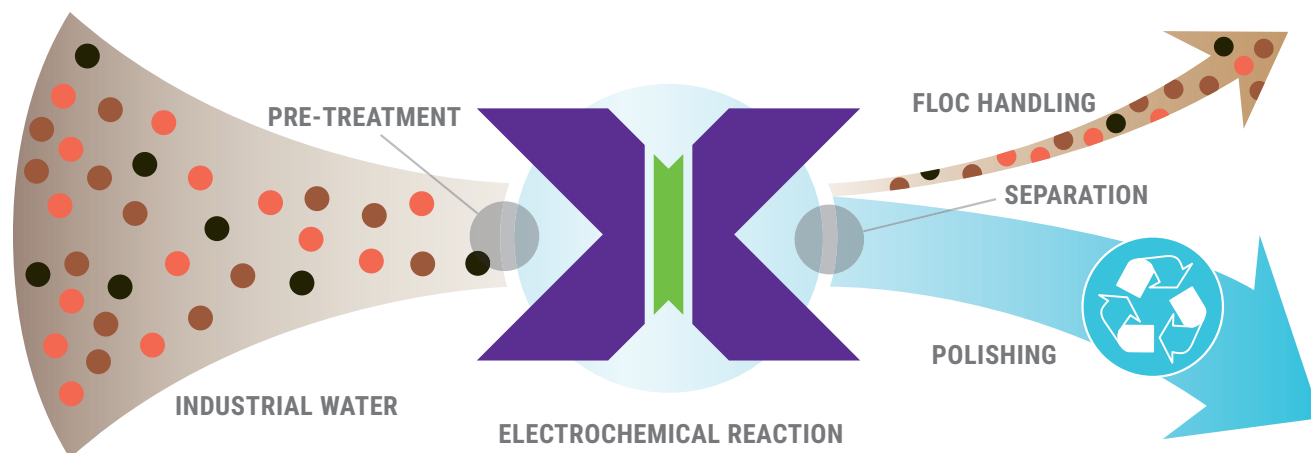
As a consequence from the increased number of customer trials and trial weeks, **the invoicing has increased by 50%** during the year, to 2.3 msek, and the last quarter of the year Axolot reached a new all-time-high of nearly 1 msek. Currently, we have several established long-term customer relationships, where we on the one hand perform water purification on a continuous basis and on the other hand – in two of the cases – have the possibility to run trials for new potential customers. Axolot's market has been extended geographically to not only comprise customers in Sweden and Finland, but also in Norway, Denmark and the UK.

**The purpose of the customer trials and the long-term customer relationships is of course to reach commercial customer agreements, where the Axolot system solutions get integrated in the customer's production process.** As an example,



Marie Landfors, President and CEO

## President's comments



we have been contacted by the two Norwegian groundwood pulp and paper manufacturers Vafos and Hellefoss, both having problems with emissions of suspended material and oxygen demanding material. We have now run trials and succeeded in reaching acceptable levels of problem substances in both cases. Our test results will form the basis for an investment decision in alternative water treatment equipment, as well as enabling extended production capacity. Another example is a project for a chemical manufacturer in the South East corner of the UK, where we assist the customer with water purification with the purpose of recirculating internal process streams. The recycled material is interestingly not in the water, but in the residual floc. Other more long-term customer relationships deserving to be mentioned is the water purification at the Fifax' premises for cultivation of fish in Finland, and the leaching of contaminated soil in a project together with Fortum Waste Solutions.

Axolot has during the fall successfully performed tests with precipitator dust, where the purpose is to separate heavy metals from the dust. Industrial combustion generates precipitator dust, normally separated from combustion gases in an electrical filter. The precipitator dust contains a large portion of toxic material such as cadmium and other heavy metals from the combustion fuel or from the main process. The dust can be washed, the heavy metals are then dissolved into the washing water, and the water can be purified using the AxoPur®-technology. In these studies, heavy metals such as cadmium, zinc, and lead have been reduced with as much as 95% or more, quite unique. By this method, the amount of toxic waste can be reduced dramatically, and it enables recirculation of beneficial compounds such as zinc and control of toxic substances such as cadmium.

In order to reach a commercial breakthrough, it is of utmost importance that Axolot can **offer an automated system solution, aimed at 24/7 operations, and which in principle the customer can operate themselves, as a part of their production process.** In parallel with the market penetration and the performance of customer trials, Axolot has therefore during the latter part of 2019 focused the development work at constructing and documenting our first automated and scalable system solution for industrial water purification, where the AxoPur®

AxoPur® is the patented water purification technology of Axolot Solutions. With an instantaneous water purification, performed by a compact equipment, the purification can be decentralized and the purified water can be recirculated and thus replace fresh water.

## President's comments

reactor constitutes the heart of the system. The first generation of the **AxoPur® system** is now ready for ordering, in different capacities of flows. In parallel, we have defined the business and pricing model, and developed the structure for the commercial contract for the sale of an AxoPur®-system, including maintenance and service.

In order to secure Axolot's future, we need to continue to work strategically with our **patent portfolio** and develop new technical applications. Currently, our portfolio holds four different patents. The brand of AxoPur® has been registered in the EU, and the equivalent registration process has been initiated in the US, India and China. R&D during 2019 has targeted new knowledge pertaining to organic model substances and their behaviour in an AxoPur®-process. We need to know when and why certain additional treatment methods are needed. We will continue during 2020 to develop our knowledge as a service for removal of small size TOC/COD. Another example is an ongoing research project on precipitation of sulphate from a complex matrix. In cooperation with Chalmers University of Technology and Thomas Concrete Group, we have participated in a research project with focus on finding a commercial usage of the rest product. The project has been successful and we are currently deliberating a continuation of the project towards a commercial application. We have initiated a systematic research to understand the performance of nitrogen containing compounds in an AxoPur® treatment. This will constitute the basis for new future applications. And we have created a strategy for PFAS (Per- and Polyflourinated alkylated substances), and how to create a system for the safe and complete removal from water.

### Welcome into 2020

After an eventful 2019, with great challenges as well as achievements, the Axolot Solutions team looks forward to 2020 - the year for a true commercial break-through. Until now we have worked hard with establishing our first generation commercially viable technical platform for industrial water purification. We know that the technology works well, and in some cases our customers do not have any other viable technical and economical options. To enter and work in partnerships is something that we know our customers appreciate, to develop unique customer solutions based on our core concept of AxoPur®. We are now in a better position structurally for a commercial break-through and future growth. The pace of commercialization has increased tremendously, and we hope and believe that this will pay off in terms of a commercial start in a few prioritized market niches. We are ready for 2020!

Marie Landfors  
President and CEO



# FINANCIAL OVERVIEW

## The Group

### Income statement Axolot Solutions Group

tsek	Quarter 4		Quarter 1-4	
	2019	2018	2019	2018
Net sales	882	502	2 143	1 451
Activated development costs	762	693	2 526	1 697
Other revenues	83	0	193	105
<b>Total revenues</b>	<b>1 727</b>	<b>1 195</b>	<b>4 862</b>	<b>3 253</b>
Costs for raw material and supply	-346	-195	-1 057	-559
Other external costs	-4 621	-4 145	-15 062	-10 900
Personnel costs *	-2 831	-2 967	-10 769	-7 408
Depreciation and write-down	-1 117	-689	-3 899	-2 282
Other external costs	-28	-132	-70	-343
<b>Earnings before interest and tax</b>	<b>-7 216</b>	<b>-6 933</b>	<b>-25 995</b>	<b>-18 238</b>
Financial items, net	-1	26	-1	52
<b>Earnings before tax</b>	<b>-7 217</b>	<b>-6 907</b>	<b>-25 996</b>	<b>-18 186</b>
Current tax	0	0	0	0
<b>Net earnings</b>	<b>-7 217</b>	<b>-6 907</b>	<b>-25 996</b>	<b>-18 186</b>
<b>Earnings before interest, tax and depreciation</b>	<b>-6 099</b>	<b>-6 244</b>	<b>-22 096</b>	<b>-15 956</b>

\* Contains provision for severance pay -1 030 tsek, in the second quarter of 2019.

### Revenues and earnings

#### The fourth quarter

The revenues during the fourth quarter 2019 amounted to 1 727 tsek (1 195 tsek for the corresponding period in 2018), whereof external invoicing was 965 tsek (502). Just like in preceding periods, the invoicing relates both to shorter test runs and to parts of longer trials in cases where Axolot has already proved to be successful in the specific customer applications, at the initial test runs. A smaller part of the revenues, 80 tsek, refers to a subsidy from Vinnova in a research project about Ettringit, lead by Chalmers' University of Technology.

Activated development costs in the fourth quarter amounted to 762 tsek (693), related to development of construction and techniques. More specifically, it refers to the final development phase of the first generation of an AxoPur® system, an automated commercial system for industrial water purification.

Earnings after financial items in quarter 4 2019 amounted to -7 217 tsek (-6 907). The number of personnel and

consultants is somewhat higher than the corresponding period the year before, since there are more working teams taking care of the customer trials, and Axolot has also hired a Technical Sales manager. The strategic focus has shifted towards the commercialization of the developed AxoPur® system.

Depreciations amounted to 1 117 tsek during the quarter (689). There were no financial loans and so there were no financing costs during the period.

#### The full year

During the full year 2019, revenues amounted to 4 862 tsek (3 253). The external invoicing was 2 336 tsek (1 556). Activated development costs were 2 526 tsek (1 697).

Earnings after financial items were -25 996 tsek during the full year 2019 (-18 186). The results were impacted by the provision for severance pay regarding the former CEO,

## Balance sheet

### Axolot Solutions Group

tsek	Dec 31, 2019	Dec 31, 2018
<i>Fixed assets</i>		
<u>Intangible fixed assets</u>		
Activated development costs	6 797	5 406
Patents	3 045	4 147
<b>Total Intangible fixed assets</b>	<b>9 842</b>	<b>9 553</b>
<u>Tangible fixed assets</u>		
Tangible fixed assets	7 443	4 138
Work under construction and prepayments of tangible fixed assets	950	1 654
<b>Total Tangible fixed assets</b>	<b>8 393</b>	<b>5 792</b>
<b>Total Fixed assets</b>	<b>18 235</b>	<b>15 345</b>
<i>Current assets</i>		
Accounts receivable	655	377
Other current receivables	1 555	1 264
<b>Total current receivables</b>	<b>2 210</b>	<b>1 641</b>
<b>Cash and cash equivalents</b>	<b>20 194</b>	<b>48 864</b>
<b>TOTAL ASSETS</b>	<b>40 639</b>	<b>65 850</b>

tsek	Dec 31, 2019	Dec 31, 2018
<b>Equity</b>	<b>36 740</b>	<b>62 478</b>
<i>Current liabilities</i>		
Accounts payable	1 339	1 326
Other current liabilities	2 560	2 045
<b>Total current liabilities</b>	<b>3 899</b>	<b>3 371</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>40 639</b>	<b>65 850</b>

-1 030 tsek. Apart from this, costs have increased according to the planned preparations for a commercial expansion. Thus, new technical teams have been incorporated in the organisation and they have been working with an ever increasing number of customer trial weeks. The geographical working field has expanded to comprise not only Sweden and Finland but also Norway, Denmark and England. Market penetration has been intensified, not least after the hiring of a sales consultant in Finland and a Technical Sales manager in Sweden. The development work has during the last six months been focused on the AxoPur® commercial system.

Depreciations amounted to -3 899 tsek (-2 282), where the increase is explained by investment projects in both development and in commercial equipment, which have been finalized and taken into use. Neither for the accumulated period were there any financing costs.

### Investments

During quarter 4 2019, there were investments of 902 tsek (1 117). The majority of this relates to the AxoPur® system.

For the full year 2019 period, the investments were totally 6 785 tsek (5 158), whereof fixed tangible assets were 4 185 tsek. This latter amount relates mainly to four mobile pilot equipments and a bench reactor, which have all been finalized and integrated in the different short and long customer trials during the year.

Investments in intangible assets, referring to activated development costs, were 2 526 tsek, mainly the AxoPur® system. Investments in patents were 74 tsek during the year (199).

## Cash flow

### Axolot Solutions Group

tsek	Quarter 4		Quarter 1-4	
	2019	2018	2019	2018
<i>Cash flow from current operations</i>				
Earnings before interest and tax	-7 216	-6 932	-25 995	-18 238
Depreciation	1 117	689	3 899	2 282
Financial payments	-	-	-	-
Tax payments	-	-	-	-
Change in current receivables	-897	-680	-570	-347
Change in current liabilities	-328	318	521	636
<b>Cash flow from current operations</b>	<b>-7 324</b>	<b>-6 605</b>	<b>-22 145</b>	<b>-15 667</b>
<i>Cash flow from investment activities</i>				
Acquisition of fixed tangible assets	-109	-346	-4 185	-3 263
Investments in patents	-31	-79	-74	-199
Acquisition of fixed intangible assets	-762	-692	-2 526	-1 696
<b>Cash flow from investment activities</b>	<b>-902</b>	<b>-1 117</b>	<b>-6 785</b>	<b>-5 158</b>
<i>Cash flow from financing activities</i>				
Issue of shares	-	26 518	-	67 494
Costs related to issue of shares	-	-2 021	-	-2 021
Warrant program	-	-	275	-
Amortization of loans	-	-	-	-
<b>Cash flow from financing activities</b>	<b>0</b>	<b>24 497</b>	<b>275</b>	<b>65 473</b>
<b>CASH FLOW</b>	<b>-8 226</b>	<b>16 775</b>	<b>-28 655</b>	<b>44 648</b>
Liquid funds at the start of the period	28 452	32 089	48 864	4 166
Liquid funds added at reversed acquisition	-	-	-	50
Exchange rate differences	-32	0	-15	0
<b>Liquid funds at the end of the period</b>	<b>20 194</b>	<b>48 864</b>	<b>20 194</b>	<b>48 864</b>

### Liquidity, cash flow and net debt

Cash flow before financing activities amounted to -8 226 tsek during the fourth quarter of 2019 (-7 722), whereof -902 refers to investments (-1 117). Cash flow from operating activities is composed of Earnings before depreciation -6 099 tsek (-6 244) and change in working capital -1 225 tsek (-362). In the period for comparison, quarter 4 2018, there was an issue of shares which added a net of 24 497 tsek to the company.

At the start of the quarter there was 28 452 tsek in liquid funds, and at the end of the year they had decreased to 20 194 tsek.

For the full year 2019, the cash flow before financing was -28 930 tsek (-20 825). Investments were -6 785 tsek

(-5 158) out of this, whereas -22 145 tsek (-15 667) refers to cash flow from current operations. This includes change in working capital by -49 tsek (289). In the cash flow from financing activities there was an inflow of 275 tsek from the warrant program for Axolot employees, out of which the first part was implemented in 2019. During the full year 2018 there were emissions of shares amounting to a cash flow of 65 473 tsek.

At the start of 2019 there were liquid funds of 48 864 tsek, and at the end of the year these were 20 194 tsek. Axolot Solutions had no financial loans at the end of the year. The net debt therefore amounted to -20 194 tsek (-48 864), which is composed of the liquid funds.



## Change in equity Axolot Solutions Group

tsek	Quarter 4		Quarter 1-4	
	2019	2018	2019	2018
Equity, opening balance	43 972	44 925	62 478	15 219
Additional capital at reversed acquisition	-	-	-	50
Issue of shares / Warrant program	-	26 518	275	67 494
Costs related to issue of shares	-	-2 021	-	-2 021
Exchange rate differences	-15	-38	-17	-78
Net earnings	-7 217	-6 907	-25 996	-18 186
<b>Equity, closing balance</b>	<b>36 740</b>	<b>62 478</b>	<b>36 740</b>	<b>62 478</b>

### Equity

At the start of 2019, equity amounted to 62 478 tsek and at the end of 2019 equity was 36 740 tsek. The net earnings were -25 996 during the period and exchange rate effects were -17 tsek. The income from sales of the warrants to Axolot personnel, 275 tsek, was reported directly into equity, and thus did not impact the net earnings.

### Share capital and ownership

The share capital of Axolot Solutions Holding AB amounted to 1 325 197 sek by the end of 2019. The number of shares was 26 503 948, with a quotient value of 0,05 sek each. The company doesn't have any preference shares and all shares carry the same right to dividends.

At the end of June 2019 there were two outstanding warrant programs, which could have an impact on the share capital going forward. These two programs have been explained in detail in the "Bolagsbeskrivning", before the listing of Axolot Solutions at Nasdaq Stockholm First North Growth Market.

The first one of the two programs comprised 5 key employees in the company. The warrants could be utilized during the period October 1, 2019 to December 31, 2019. Since the subscription price upon exercise of these warrants was higher than the market price for the share during that period, the warrants were not utilized.

The second program relates to the latest issue of shares, which was registered at Bolagsverket in October 2018. These warrants can be utilized during the period February 1, 2020 to May 31, 2021, and as a consequence the share capital can increase by a maximum of 120 538 sek, which means an impact of around 8% of the share capital after registration of the warrant program. Should this second program be fully subscribed, then the company would receive 38.6 msek in liquid funds.

At the Annual General Meeting of Axolot Solutions Holding AB (publ) in May 2019, it was resolved that the Board of Directors can make decisions of issue of new shares and of warrants and/or convertibles, at one or more occasions until the next Annual General Meeting, corresponding to a maximum of 20% of the total number of shares in the company at the point in time when the Board of Directors make use of this authorization for the first time. The company continuously reviews the financing in the short and medium term. At the Annual General Meeting it was also resolved to implement an incentive program in which a maximum of 1,060,000 warrants - giving the right to subscribe for the same number of shares in the company - could be transferred to management and other key persons within Axolot Solutions. A total of 722 925 warrants have been transferred to eight (8) persons, whereof 353 000 have been subscribed by CEO Marie Landfors. The remaining warrants will be reserved for allocation to future recruitments of new key personnel.

In accordance with the resolution of the Annual General Meeting, the subscription price upon exercise of the warrants has been set to 6.39 sek per share. This corresponds to 150 percent of the volume weighted average price for the company's share, on Nasdaq Stockholm First North Growth Market, during the period May 13 – May 26, 2019. The price for the warrant has been calculated at market value according to the "Black & Scholes" formula and amounts to 0,38 sek per warrant. In case all outstanding warrants in this program are exercised, the aggregate dilution will amount to approximately 3.5 percent. For full terms and conditions of the incentive program, please see the resolution (in Swedish) from the Annual General Meeting.

## Share capital and number of shares Axolot Solutions Holding AB

Registered	Event	Change in number of shares	Total number of shares	Quote value	Change in share capital, sek	Accumulated share capital, sek
2016	Company formed	1 000 000	1 000 000	0,05	50 000	50 000
2018	Issue in kind	18 120 000	19 120 000	0,05	906 000	956 000
2018	Issues of shares	7 383 948	26 503 948	0,05	369 197	1 325 197

## Data per share Axolot Solutions Holding AB

	Quarter 4		Quarter 1-4	
	2019	2018	2019	2018
Number of shares before full dilution *	26 503 948	26 503 948	26 503 948	26 503 948
Number of shares after full dilution *	29 637 641	30 278 628	29 637 641	30 278 628
Net earnings per share before full dilution (sek) **	-0,27	-0,27	-0,98	-1,61
Net earnings per share after full dilution (sek) **	-0,27	-0,27	-0,98	-1,61
Average number of shares before full dilution	26 503 948	25 700 359	26 503 948	11 280 620
Average number of shares after full dilution	31 001 553	28 671 449	30 609 969	13 046 326

\* As per the end of the period

\*\* Calculation based on the average number for the respective period

## Axolot Solutions' major share holders, as per December 31, 2019

The total impact on the share capital, should both warrant programs be fully subscribed, will be a maximum of just below 12%.

*Note: This description under "Share capital and ownership" has been translated from Swedish. The Swedish text shall govern for all purposes and prevail in case of any discrepancy with the English version.*

	Number of shares	Percentage
Mikael Åbacka *	4 300 579	16,23%
Lennart Holm *	4 208 795	15,88%
UBS Switzerland AG	2 637 859	9,95%
Banque Internationale à Luxembourg SA	1 572 763	5,93%
M Lindstrand Investment AB **	1 191 276	4,49%
<b>Subtotal</b>	<b>13 911 272</b>	<b>52,49%</b>
Others	12 592 676	47,51%
<b>Total</b>	<b>26 503 948</b>	<b>100,00%</b>

\* Comprises own and related physical persons' and corporations' shares

\*\* Mats Lindstrand is the Principal of M Lindstrand Investment AB

# The Parent company

## Income statement The Parent company

tsek	Full year	
	2019	2018
Internal sales	1 868	623
<b>Total revenues</b>	<b>1 868</b>	<b>623</b>
Other external costs	-1 462	-1 817
Personnel costs *	-3 766	-967
Depreciation and write-down	-	-
Other external costs	-	-
<b>Earnings before interest and tax</b>	<b>-3 360</b>	<b>-2 161</b>
Internal financial income	93	56
Write-down of internal shares **	-72 770	-
<b>Earnings before tax</b>	<b>-76 037</b>	<b>-2 105</b>
Current tax	-	-
<b>Net earnings</b>	<b>-76 037</b>	<b>-2 105</b>

\* Contains provision for severance pay -1 030 tsek, in the second quarter of 2019.

\*\* As shareholder contributions have been effectuated during 2019, the value of shares in subsidiaries has not been appreciated. The internal loans were transformed to shareholder contributions and then written down. The value of the shares in subsidiaries was set to 86 msek at year end 2019.

## Balance sheet The Parent company

tsek	Dec 31, 2019		Dec 31, 2018	
	Dec 31, 2019	Dec 31, 2018	Dec 31, 2019	Dec 31, 2018
<i>Fixed assets</i>				
<i>Financial fixed assets</i>				
Shares in subsidiaries	86 000		116 000	
Long term receivables, subsidiaries	-		16 678	
<b>Total financial fixed assets</b>	<b>86 000</b>		<b>132 678</b>	
<i>Current assets</i>				
Current receivables, subsidiaries	570		760	
Other current receivables	151		297	
<b>Total current receivables</b>	<b>721</b>		<b>1 057</b>	
<b>Cash and cash equivalents</b>	<b>17 711</b>		<b>46 792</b>	
<b>TOTAL ASSETS</b>	<b>104 432</b>		<b>180 527</b>	
tsek	Dec 31, 2019	Dec 31, 2018		
<b>Equity</b>	<b>103 380</b>	<b>179 418</b>		
<i>Current liabilities</i>				
Accounts payable	214		190	
Current liabilities, subsidiaries	-		345	
Other current liabilities	838		574	
<b>Total current liabilities</b>	<b>1 052</b>		<b>1 109</b>	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>104 432</b>		<b>180 527</b>	

# OTHER INFORMATION



## Personnel

The number of employees at the end of the year was ten (10), which means an increase by 1 person compared to a quarter earlier. A Technical Sales manager was hired. On the consultancy side, there was a reduction of one person. During 2019, the number of employees increased by 4 persons. Apart from the Technical Sales Manager, the technical teams dealing with customer trials and other projects have been expanded.

## Accounting principles

The consolidated financial statements for Axolot Solutions Holding AB and the Parent company reporting have been prepared in accordance with the Swedish Annual Accounts Act and BFNAR 2012:1 (K3). The same accounting principles and calculation methods as in the annual accounts for 2018 have been used in this interim report.

The Axolot Solutions Group consists of Axolot Solutions Holding AB, and its wholly owned company Axolot Solutions AB, which owns 100% of Axolot Solutions Finland Oy.

## Risk management

Axolot Solutions is exposed to different risks and uncertainty factors. These factors are thoroughly described in the Company Description (in Swedish), published before the listing of the company on Nasdaq First North Growth Market, in November 2018.

## Transactions with related parties

Axolot Solutions has not granted any loans or guarantees to, or in the favor of, anyone in the Board of Directors of Axolot Solutions Holding AB nor to its management. The existing business transactions with related parties (rental and consultancy agreements), which are described in the annual report of 2018, are based on market conditions.

## Presentation on financial information

The numbers presented in the financial tables are shown as thousands of Swedish kronor, but have underlying decimals. Thereby, the aggregated numbers may contain rounding differences.

## CONTACT INFORMATION

### Marie Landfors, CEO

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### Certified Advisor

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## Finacial calendar

- Interim reports: January-March            April 29, 2020  
    January-June            July 30, 2020  
    January-September    October 30, 2020
- Annual General Meeting                    May 14, 2020

The Axolot Solutions Holding AB Annual report 2018, and the consolidated accounts, are available on the Company's web site [axolotsolutions.com](http://axolotsolutions.com).

The Annual report 2019 is planned to be published on Company's website during week 14, 2020.

The Board of Directors and the Chief Executive Officer certify that this financial report provides a true and fair view of the parent company's and the Group's business, financial position and performance and describes material risks and uncertainties to which the parent company and the companies in the group are exposed.

This report has not been reviewed by Axolot Solutions' auditors.

Helsingborg on February 14, 2020



[axolotsolutions.com](http://axolotsolutions.com)