

Impact Coatings AB (publ)

Interim Report April-June 2023

SEK 000	2023 Q2	2022 Q2	2023 Jan-Jun	2022 Jan-Jun	2022 Jan-Dec
Net sales	25 119	4 379	45 135	9 739	32 022
Net sales, excluding metals for electrolysis ¹⁾	22 677	4 379	39 944	9 739	30 672
Total revenue	20 708	10 934	40 687	20 399	57 047
Operating profit	-9 720 ²⁾	-13 307	-18 851 ²⁾	-23 022	-47 003
Operating profit after financial items	-9 718	-13 312	-18 848	-23 028	-47 002
Cash flow	-39 325	-17 209	92 856	-23 804	-68 259
Liquidity ratio	238%	457%	238%	457%	205%
Order backlog coating systems at period end ³⁾	36 318	20 278	36 318	20 278	21 132
Order backlog Coating Services, excl. metals for electrolysis ^{1) 3)}	3 250		3 250		
Order backlog Coating Services, incl. metals for electrolysis ^{1) 3)}	5 924		5 924		

Significant events⁴⁾ during the second quarter 2023

- System order for the new INLINECOATER™ IC2000 for volume production from SEKSUN (China), for coating of fuel cell plates

Other events during the quarter

- Coating Service Center China enters into operation
- Registration of subsidiary in the USA to meet growing regional demand within green hydrogen
- Jonas Nilsson appointed new CEO of Impact Coatings, effective 1 October 2023

Significant events⁴⁾ after the period

No significant events have occurred after the period.

1) Metals for electrolysis are invoiced in a cost-neutral manner and do not affect operating profit.

2) Includes a provision for severance pay for the departing CEO of SEK 2,960 thousand. Adjusted operating profit SEK -6,760 thousand and SEK -15,891 thousand, respectively.

3) Currency exchange rate at period end.

4) Significant events refer to events that comprise insider information and shall be made public via press release.

CEO's Commentary

Strong quarter lays the foundation for the rest of 2023

The second quarter of 2023 showed strong revenue growth, in line with the previously reported order status. Net sales for the group amounted to SEK 22,677 thousand (4,379), excluding metals for electrolysis. In comparison to the same quarter in 2022, the second quarter of the year includes a system delivery and was our strongest period to-date for Coating Services.



Coating Services achieved net sales during the period of SEK 8,599 thousand (2,362), excluding metals for electrolysis, with the primary contribution from electrolysis coatings for green hydrogen. As in the previous report, we focus on sales figures excluding the metals used for electrolysis within Coating Services, since these are invoiced cost-neutrally and do not affect operating profit.

Coating Services is expected to grow further in the long term after we, during the quarter, brought our Coating Service Center in Shanghai into full operation and in 2024 will open a Coating Service Center in the USA and move to a larger more modern facility in Linköping. These three initiatives will lead to a marked increase in capacity.

The order book for Coating Services is reported at the end of the second quarter with a value of SEK 3,250 thousand, excluding the value of metals for electrolysis. Orders within Coating Services are normally delivered over 1-4 months and the order book at the end of the quarter is a snapshot. Our large American customer, with whom we entered into a Letter of Intent in February 2023, has continued to place electrolysis coating orders for separator plates and porous transport layer plates.

In June, we received the first order for an INLINECOATER™ IC2000, our new coating system for volume production to be used for the production of fuel cell plates for the automotive industry at SEKSUN in China. Delivery of the IC2000 system is planned for 2024. The order book for coating systems amounted to SEK 36,318 thousand at the end of the period.

The increasing sales volume generated improved earnings compared to previous quarters; at the same

time, we are continuing to invest in our growth strategy with the goal of becoming profitable.

We continue to deliver on our strategy

Throughout the first half of 2023, we have intensified the company's focus and investments in the hydrogen area in accordance with our strategic agenda. As specified in connection with the March 2023 rights issue, the growth journey can be summarized in four points:

1. Investments in electrolysis and green hydrogen

It is becoming increasingly clear that green hydrogen produced by electrolysis using renewable energy and water will play a central role in the future global energy mix and will be a cornerstone in the transition to sustainable energy systems with low carbon dioxide emissions.

The company's coating technology is well-adapted to the two-dimensional metal plates found in both electrolyzers and fuel cells. Over the past year we have made significant investments in coating solutions for electrolysis and our new INLINECOATER™ IC2000 enables cost-effective coatings and production solutions that are competitive in meeting the industry's needs.

Impact Coatings' strong focus on hydrogen makes us unique in relation to other PVD suppliers who work broadly across many industries and applications. The focus means that today and in the future we can be at the forefront and quickly respond to customers' needs in an industry undergoing intense development.

2. Expansion in North America

Our investment in North America continues. In mid-June, we completed the registration of our subsidiary in the USA. The establishment improves our capability to meet the growing demand in the North American market. We move closer to customers and facilitate contract processes, at the same time increasing market awareness of Impact Coatings.

In the wake of strong regulatory and commercial developments, North America in general and the USA in particular have established themselves as our main markets in green hydrogen electrolysis. It is a central part of our strategic agenda, with significant commercial potential. We look forward to continuing our work in the region, with a focus on establishing a Coating Service Center, planned for operation in 2024.

3. Development of Coating Service Centers

Today, Coating Services is the cornerstone of our business. A great advantage lies in the fact that we even out both our cash flows and work efforts, which increases predictability. But above all, it enables customers to use our production solutions without significant investment, which lowers the threshold for an initial commitment. Our approach also creates the conditions for meeting customer demand immediately. Coating Services creates a solid platform to drive and scale up our business. Continuing to develop our existing Coating Service Centers in Linköping and Shanghai will be crucial to reaching larger sales volumes over time.

In Linköping, we increased production during the second quarter to include a second shift. At the same time, planning is underway for a move in Linköping to larger and more modern premises in the company's new headquarters, with planned occupancy in autumn 2024.

Our new Coating Service Center in Shanghai became fully operational in the second quarter, following the installation of the center's first coating machine, an INLINECOATER™ IC500, which arrived in April. The new facility now supplies bipolar plate coatings produced in the same region to fuel cell customers in China. The Shanghai facility will also serve as a model for future Coating Service Centers, first in the USA and later in the new facility in Linköping.

4. Industrialization

Continuing to industrialize the company will be of the utmost importance to ensure competitiveness and profitability over the long term. This includes

automation, system solutions, securing components, and new facilities – activities that make it possible to reduce the relative share of costs as the business grows.

In addition, the capitalization of the company is an important part of our growth journey. It enables, in addition to investments, our ability to secure component supplies and purchase in advance central components such as machine bodies for coating systems. We tie up capital for a period of time, which is later released in connection with system sales and Coating Services.

Thank you

On September 18, Impact Coatings will host a capital markets update as a follow-up to the completed rights issue and our strategy. It will be my last investor presentation as CEO of the company. Incoming CEO Jonas Nilsson will participate and will introduce himself at the event.

I am pleased to pass the baton to Jonas Nilsson. Jonas brings solid experience in the coating industry and in technology companies in general. He has the right qualities to lead the company into its next phase. I am also proud that we have achieved so much during 2023, with the company in a stable position and with the right conditions for future growth and profitability.

I would like to thank all colleagues, customers, partners and shareholders for our collaboration during these past years.

Torbjörn Sandberg Kanon, CEO

Financial Result

SECOND QUARTER 2023

Net sales for the second quarter 2023 amounted to SEK 25,119 thousand (4,379). Included are Coating Services revenue of SEK 11,042 thousand (2,362), delivery of a coating system to a European customer amounting to SEK 11,473 thousand (0), as well as aftermarket sales of SEK 2,605 thousand (1,947).

Revenue for Coating Services during the second quarter includes SEK 2,443 thousand (0) from metals for electrolysis coatings. These metals are invoiced in a cost-neutral manner for Impact Coatings in agreement with relevant customers and are reported as revenue and raw material cost and do not affect operating profit.

Of the aftermarket sales SEK 973 thousand (0), and for Coating Services SEK 71 thousand (0), are from the subsidiary in China.

Total revenue amounted to SEK 20,708 thousand (10,934). The difference between net sales and total revenue is mainly from capitalized work for own account in the amount of SEK 6,756 thousand (9,813) and the change of work in progress in the amount of SEK -11,167 thousand (-3,325).

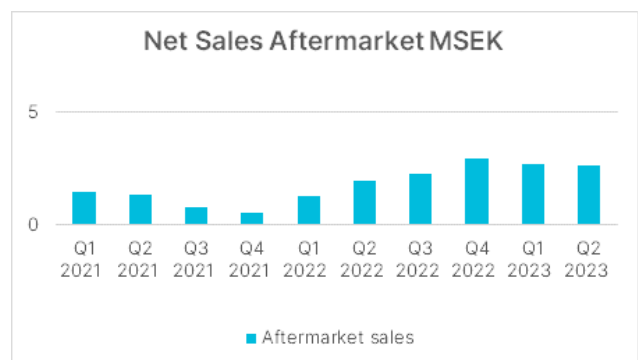
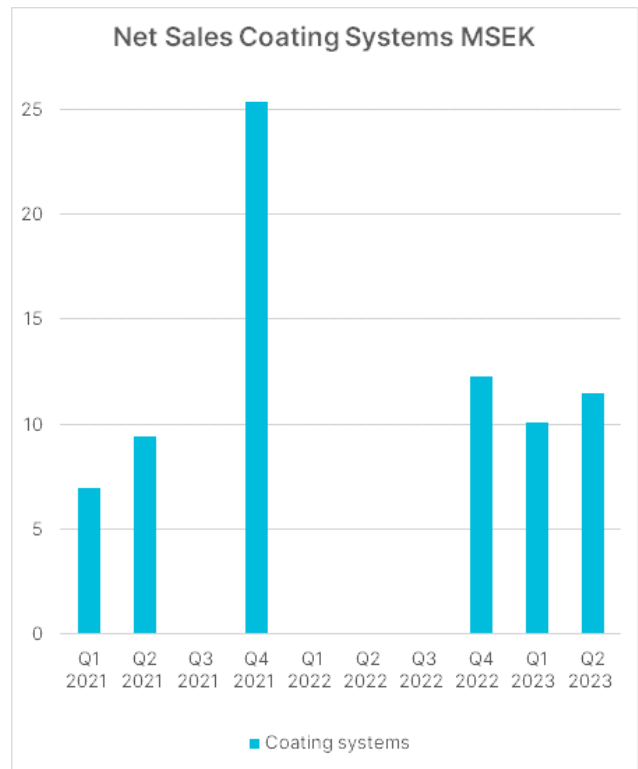
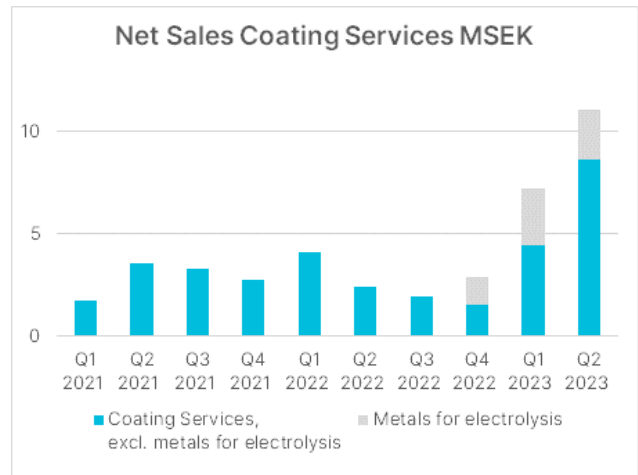
Operating expenses amounted to SEK -33,643 thousand (-26,009), reflecting higher personnel costs and other external costs, in line with the growth strategy. In addition, the cost of metals for electrolysis is included with SEK 2,443 thousand – these are cost-neutral for the company according to the above description. The costs also include a provision for severance pay for the departing CEO of SEK 2,960 thousand.

Currency gains amounted to SEK 3,215 thousand (1,768), a result of changed exchange rates of SEK against EUR and USD, as well as CNY against EUR and USD. The financial net was SEK 2 thousand (-5).

Operating profit after financial items was SEK -9,718 thousand (-13,312). Adjusted for the severance pay to the CEO, the operating profit amounted to SEK -6,760 thousand.

FIRST HALF OF 2023

Net sales for the first half of 2023 amounted to SEK 45,135 thousand (9,739), which includes Coating Services for SEK 18,212 thousand (6,516) and aftermarket sales of SEK 5,426 thousand (3,222). Revenues from system deliveries amounted to SEK 21,497 thousand (0).



The revenue for Coating Services during the first half of the year includes SEK 5,191 thousand (0) for metals for electrolysis coatings. These metals are invoiced cost-neutrally for Impact Coatings in agreement with relevant customers and are reported as revenue and raw material cost and do not affect operating profit.

Of the aftermarket sales SEK 2,486 thousand (0), and for Coating Services SEK 71 thousand (0), are from the subsidiary in China.

Operating income amounted to SEK 40,687 thousand (20,399). The difference between net sales and operating income is mainly explained by capitalized work for own account for SEK 6,821 thousand (14,659) and by changes in work in progress, which amounted to SEK -11,447 thousand (-4,548).

During the period, we have capitalized costs for our own account for the new production facility in China with SEK 6,756 thousand.

Operating costs amounted to SEK -62,784 thousand (-45,330) and reflects higher personnel costs and other external costs, in line with our growth strategy. In addition, the cost of metals for electrolysis is included with SEK 5,191 thousand - these are cost-neutral for the company according to the above description. The costs also include a provision for severance pay for the departing CEO of SEK 2,960 thousand.

Currency gains amounted to SEK 3,245 thousand (1,909), a result of changed exchange rates SEK against EUR and USD, as well as CNY against EUR and USD, during the period. The financial net was SEK 3 thousand (-6).

Operating profit after financial items was SEK -18,848 thousand (-23,028). Adjusted for the severance pay to the CEO, the operating profit amounted to SEK -15,891 thousand.

FINANCIAL POSITION AND LIQUIDITY

Cash and liquid assets at period end amounted to SEK 154,318 thousand (106,011). The liquidity ratio amounted to 238% (457%). The company has no interest-bearing debt.

Cash flow from operations for the quarter amounted to SEK -31,946 thousand (-9,074). The rights issue costs of SEK 18,398 thousand temporarily affected the working capital in the period. During the first half of the year, working capital was affected by increased

accounts receivable in line with higher sales. Higher volumes within Coating Services require higher deposits to the Swedish Customs. The increase in inventory is largely financed by advances from customers within Coating Services.

Cash flow from investments amounted to SEK -7,379 thousand (-14,730), which mainly refers to investments to complete our new Coating Service Center in China.

Cash flow from financing activities amounted to SEK 0 thousand (0). Total cash flow for the period was SEK -39,325 thousand (-23,804).

The company estimates that it has the liquidity needed for at least the next 12 months.

ORDER BACKLOG AND REVENUE

The order backlog for coating systems was at the end of the period EUR 3,080 thousand (1,899), corresponding to SEK 36,318 thousand (21,278) based on the period-end exchange rate.

The order backlog for Coating Services, excluding metals for electrolysis, was at the end of the period SEK 3,250 thousand, based on the period-end exchange rate. Including metals, the order backlog for Coating Services was SEK 5,924 thousand. Future invoicing of metals may deviate from the order backlog due to fluctuations in exchange rate, metal value and actual consumption, but will be invoiced in a cost-neutral manner for Impact Coatings without affecting operating profit.

The order backlog for aftermarket services is not reported.

TRANSACTIONS WITH RELATED PARTIES

Of the parent company's total purchases and sales, SEK 0 thousand (0) of the purchases and SEK 11,901 thousand (0) of the sales refer to the subsidiary in China for the period January to June. There are no financial receivables or liabilities between the parent company and the subsidiary. Transactions with related parties are priced on market terms.

During the quarter, a write-down of shares in the subsidiary was made corresponding to the running costs in China. The write-down is matched by contributions from the parent company to cover these costs.

Events During the Second Quarter

Impact Coatings' new Coating Service Center in Shanghai entered into operation in the second quarter and is now able to supply regionally produced bipolar plate coatings to fuel cell customers in China. The facility has an initial capacity to produce one million fuel cell plates annually and is prepared for increased production capacity. Access to Impact Coatings as a local coating partner specializing in hydrogen applications helps Chinese fuel cell customers qualify coating solutions quickly and to scale up production. Domestic production reduces costs, administration and environmental impact related to international transport of fuel cell plates.

The first coating system, an INLINECOATER™ IC500 optimized for fuel cell plates, arrived in Shanghai in April. In addition to the coating line, the Coating Service Center also has an industrial cleaning line, quality control lab, logistics areas and office space – altogether a complete production facility to meet regional customer needs. The local organization – a team of 11 people led by Regional President Yaowen Wang – can now directly meet customer demand in China.



The company's Coating Service Center in Shanghai entered into operation during the second quarter 2023.

During the quarter, the registration of a subsidiary in the USA – Impact Coatings North America, LLC – was completed as part of meeting growing demand in electrolysis and the production of green hydrogen in the North American market. The operation continues to develop under the leadership of Regional President Robert Mamazza, with focus on establishing a Coating Service Center, planned to be ready for operation in 2024.

On June 7, an order was received for an INLINE-COATER™ IC2000, the company's new larger coating system for volume production. The system is to be used for the coating of metal bipolar plates for fuel cells by SEKSUN Technology (Suzhou) Co., Ltd., a Chinese manufacturer of precision metal components for the automotive industry. The order to Impact Coatings was placed by distributor NET – Dalian Nuohao Lianheng Electronic Technology Co., Ltd., which has acted as a service partner for Impact Coatings in China since 2020. Final delivery of the IC2000 system is scheduled for 2024. Order value is in the range EUR 2.1-2.5 million. The order and delivery are subject to an export license to be granted by the Swedish Inspectorate of Strategic Products (ISP).

A coating system for decorative coatings ordered in Q1 2022 was delivered according to plan to a European customer in the second quarter.

The company's Annual General Meeting was held in Linköping on May 24. 26 people representing 36.6% of the total number of votes participated in the meeting, which decided in accordance with the board's and the nomination committee's proposal on all points. Among other things, the number of board members was reduced from five to four, after which the Chairman of the Board Mark H. Shay, Christian Sahlén, Sukhwan Yun and Per Wassén were re-elected.

On June 16, the company announced that Jonas Nilsson has been appointed CEO of Impact Coatings effective October 1, 2023. Jonas Nilsson is currently Investment Manager at LiU Invest in Linköping, Sweden and brings to Impact Coatings relevant experience as CEO and an active board member in growing technology companies in the semiconductor, automotive, and coatings industries. Torbjörn Sandberg Kanon, CEO since May 28, 2018, will continue in his current role until September 30, 2023 and will be at the company's disposal during a transition period in the fourth quarter of 2023.

Other Information

AUDIT AND ACCOUNTING POLICIES

The report has been prepared in accordance with the Annual Accounts Act and with the application of the Swedish Accounting Standards Board's general advice BFNAR 2012: 1 Annual Report and consolidated accounts (K3).

This interim report has not been subject to auditor review.

Principles for consolidated accounting

Due to the fact that a subsidiary was formed during the second quarter of 2022, consolidated accounts are now reported.

Companies where the company holds a majority of votes at the general meeting are consolidated in the consolidated accounts. The subsidiaries are included in the consolidated accounts from and including the day when the controlling influence is transferred to the group.

The group's financial statements are prepared according to the acquisition method. The time of acquisition is the time when the controlling influence is obtained. Identifiable assets and liabilities are initially valued at fair value at the time of acquisition.

Intermediate operations between group companies are eliminated in their entirety.

Subsidiaries in other countries prepare their accounts in foreign currency. During the consolidation, the items in these companies' balance sheets and profit and loss statements are recalculated to the balance sheet rate and the spot rate for the day and the business event took place, respectively. The exchange rate differences that arise are reported in accumulated exchange rate differences in the group's equity.

In addition to the above, the accounting principles are unchanged from previous periods.

UPCOMING FINANCIAL EVENTS

Interim report for the third quarter 2023	October 20, 2023
Year-end report for 2023	February 16, 2024

FOR MORE INFORMATION CONTACT:

Torbjörn Sandberg Kanon, CEO
Tel: +46 76 843 43 76

Bengt Vernerson, Interim CFO
Tel: +46 70 365 00 45

E-mail: investors@impactcoatings.com

This and other Interim reports and Annual reports are available on the company's website at www.impactcoatings.com/finansiella-rapporter-arkiv/.

Consolidated Income Statement - Impact Coatings Group

<i>(All amounts in SEK 000)</i>	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	Jan-Dec 2022
Net sales	25 119	4 379	45 135	9 739	32 022
Capitalized work for own account	6 756	9 813	6 821	14 659	20 635
Change of work in progress	-11 167	-3 352	-11 447	-4 548	3 751
Other operating income	0	94	178	548	639
Total revenue	20 708	10 934	40 687	20 399	57 047
Raw materials	-8 401	-6 964	-18 972	-11 219	-37 075
Gross margin %	59%	36%	53%	45%	35%
Other external costs	-9 351	-6 944	-17 312	-11 513	-25 055
Personnel costs	-14 872	-11 386	-24 494	-21 169	-42 333
Write off and depreciation of tangible and intangible assets	-1 020	-714	-1 981	-1 429	-2 849
Profit / Loss on Exchange rate	3 215	1 768	3 245	1 909	3 263
Other operating expenses	0	0	-25	0	0
Operating profit	-9 720	-13 307	-18 851	-23 022	-47 003
Interest income and similar items	2	0	3	0	0
Interest expenses and similar items		-5		-6	1
Operating profit after financial items	-9 718	-13 312	-18 848	-23 028	-47 002
Tax expenses on profit in the period	0	0	0	0	0
Net income for the period	-9 718	-13 312	-18 848	-23 028	-47 002
Earnings per share (kr)	-0,12	-0,24	-0,25	-0,41	-0,83
Average shares outstanding during the period	83 889 315 ¹⁾	56 609 051	76 357 662 ¹⁾	56 609 051	56 609 051
Shares outstanding at period end	87 486 713	56 609 051	87 486 713	56 609 051	56 609 051

¹⁾ Share issuance of 30,877,662 shares, subscribed March 23, 2023, and registered April 12, 2023.

Consolidated Balance Sheet - Impact Coatings Group

<i>(All amounts in SEK 000)</i>	2023-06-30	2022-06-30	2022-12-31
Assets			
Long term assets			
Capitalized development expenditures	375	750	417
Machines and technical equipment	38 322	7 178	27 064
Assets under construction	1 781	16 263	6 440
Total long term assets	40 477	24 191	33 921
Short term assets			
Raw materials	72 169	16 695	28 285
Work in progress	1 281	4 430	12 728
Other short term receivables	36 803	11 818	16 025
Cash and liquid assets			
Unrestricted cash	154 318	103 372	58 689
Restricted cash	0	2 639	2 748
Total short term assets	264 571	138 954	118 476
Total assets	305 048	163 146	152 397
Shareholder equity and liabilities			
Shareholder equity	224 859	137 959	113 867
Pre-payment from customers			
Paid	60 355	6 525	20 068
Short term liabilities	19 834	18 662	18 463
Total shareholder equity and liabilities	305 048	163 146	152 397

Consolidated Changes in Shareholder Equity - Impact Coatings Group

<i>(All amounts in SEK 000)</i>	2023-06-30	2022-06-30	2022-12-31
Opening balance	113 867	160 639	160 639
Share issuance / warrants (after emission costs)	129 814	0	0
Period result	-18 848	-23 028	-47 002
Translation Difference	26	348	230
Closing Balance	224 859	137 959	113 867

Consolidated Statement of Cash Flows - Impact Coatings Group

<i>(All amounts in SEK 000)</i>	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	Jan-Dec 2022
Operating profit after depreciation	-9 720	-13 307	-18 851	-23 022	-47 003
Financial items (net)	2	-5	3	-6	1
Adjustments for non cash items	1 020	601	1 981	1 315	2 882
Cash flow from operations before change in working capital	-8 698	-12 711	-16 867	-21 713	-44 119
Change in working capital	-23 248	5 387	-11 555	12 639	1 741
Cash flow from operations	-31 946	-7 324	-28 422	-9 074	-42 378
Cash flow from investments	-7 379	-9 884	-8 537	-14 730	-25 881
Rights issue			148 213		
Rights issue costs paid			-18 398		
Cash flow from financing activities	0	0	129 814	0	0
Cash flow for the period	-39 325	-17 209	92 856	-23 804	-68 259
Liquid assets, opening balance	193 648	122 872	61 437	129 467	129 467
Exchange Rate Difference in Liquid Assets	-5	348	26	348	230
Liquid assets ending balance	154 318	106 011	154 318	106 011	61 438
Liquidity ratio, %	238	457	238	457	205

Consolidated Income Statement - Parent Company

<i>(All amounts in SEK 000)</i>	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	Jan-Dec 2022
Net sales	36 005	4 379	54 509	9 739	31 867
Capitalized work for own account	0	9 813	65	14 659	20 635
Change of work in progress	-11 167	-3 352	-11 447	-4 548	3 751
Other operating income	0	94	175	548	639
Total revenue	24 838	10 934	43 302	20 399	56 892
Raw materials	-8 923	-6 964	-19 269	-11 219	-37 075
Gross margin %	64%	36%	55%	45%	35%
Other external costs	-7 929	-6 944	-14 959	-11 513	-23 508
Personnel costs	-13 284	-11 386	-21 330	-21 169	-39 275
Write off and depreciation of tangible and intangible assets	-1 008	-714	-1 957	-1 429	-2 828
Profit / Loss on Exchange rate	3 271	1 768	3 325	1 909	3 130
Other operating expenses	0	0	-25	0	0
Operating profit	-3 036	-13 307	-10 913	-23 022	-42 664
Impairment of shares in group companies	-2 055	0	-3 305	0	-4 345
Interest income and similar items	0	0	0	0	0
Interest expenses and similar items	0	-5	0	-6	-2
Operating profit after financial items	-5 090	-13 312	-14 219	-23 028	-47 011
Tax expenses on profit in the period	0	0	0	0	0
Net income for the period	-5 090	-13 312	-14 219	-23 028	-47 011

Consolidated Balance Sheet - Parent Company

<i>(All amounts in SEK 000)</i>	2023-06-30	2022-06-30	2022-12-31
Assets			
Long term assets			
Capitalized development expenditures	375	750	417
Machines and technical equipment	24 598	7 178	26 938
Assets under construction	1 781	16 263	1 729
Financial assets			
Shares in subsidiary	23 313	0	12 586
Total long term assets	50 067	24 191	41 670
Short term assets			
Raw materials	68 989	16 695	28 175
Work in progress	1 281	4 430	12 728
Other short term receivables	42 765	11 818	10 758
Cash and liquid assets			
Unrestricted cash	146 948	103 372	55 250
Restricted cash	0	2 639	2 748
Total short term assets	259 983	138 954	109 659
Total assets	310 050	163 146	151 329
Shareholder equity and liabilities			
Shareholder equity	229 223	137 959	113 627
Pre-payment from customers			
Paid	60 355	6 525	20 072
Short term liabilities	20 472	18 662	17 630
Total shareholder equity and liabilities	310 050	163 146	151 329

Summary of Financial Development

The financial development of Impact Coatings AB (publ) for the full years 2019-2022 and the group's consolidated financial development for the period January-June 2023 are summarized below.

All figures related to the operating years 2019-2022 are based on material from previously published annual reports.

<i>(All amounts in SEK 000)</i>		2023	2022	2021	2020	2019
		Jan-Jun	Jan-Dec	Jan-Dec	Jan-Dec	Jan-Dec
Net sales		45 135	32 022	57 198	39 515	49 084
Revenue		40 343	57 047	54 549	54 355	39 366
Operating profit		-18 851	-47 003	-32 083	-22 970	-26 368
Result after financial items (net)		-18 848	-47 002	-32 092	-22 975	-26 387
Operating margin	%	Neg	Neg	Neg	Neg	Neg
Intangible assets		375	417	1 373	2 195	3 440
Tangible assets		40 103	33 504	9 516	8 779	17 034
Financial assets		0	0	0	0	100
Inventory		73 450	41 014	18 512	27 363	12 372
Pre payment from customers		60 355	20 068	0	5 621	2 350
Short term assets		36 803	15 753	14 580	7 785	2 483
Cash and liquid assets		154 318	61 437	129 467	49 632	78 785
Shareholder equity		224 859	113 867	160 638	79 030	102 006
Long term liabilities		0	0	0	0	0
Short term liabilities		19 834	18 191	12 810	11 102	9 858
Total assets		305 048	152 125	173 449	95 754	114 213
Return on assets	%	Neg	Neg	Neg	Neg	Neg
Return on equity		Neg	Neg	Neg	Neg	Neg
Equity/asset ratio		73.7%	74.9%	92.6%	82.5%	89.3%
Debt ratio	times	0	0	0	0	0
Interest coverage ratio		Neg	Neg	Neg	Neg	Neg
Liquidity ratio	%	238	202	1 124	343	666
Employees		53	45	37	30	32
Investments						
Intangible assets		0	0	424 ¹⁾	0	0
Tangible assets		8 537	25 881	1 676	-101	172
Financial assets		0	0	0	0	0
Earnings per share	SEK	-0.25	-0.83	-0.57	-0.44	-0.61
Average shares outstanding during the		76 357 662 ²⁾	56 609 051	55 809 051 ³⁾	51 809 051	43 008 424 ⁴⁾
Shares outstanding at period end		87 486 713	56 609 051	56 609 051	51 809 051	51 809 051

¹⁾ Investment of SEK 424 thousand represents a re-classification from development expenses to intangible assets.

²⁾ Share issuance of 30,877,662 shares, subscribed March 23, 2023, and registered April 12, 2023.

³⁾ Share issuance of 4,800,000 shares, subscribed February 24, 2021, and registered February 26, 2021.

⁴⁾ Share issuance of 9,257,143 shares, subscribed October 29, 2019, and registered December 13, 2019.

Definition of terms:

Operating margin	Operating profit after financial items divided by revenue
Shareholder equity	Sum total of shareholder equity, restricted reserves and non-restricted equity
Return on assets	Operating profit before interest divided by average capital employed
Return on equity	Net income after tax divided by average shareholder equity
Equity / assets ratio	Shareholder equity divided by balance sheet total
Debt ratio	Interest bearing debts divided by shareholder equity
Interest coverage ratio	Operating profit before interest expenses divided by interest expenses
Earnings per share	Net income after tax divided by average number of shares
Liquidity ratio	Cash and short-term assets excl. inventory divided by short term liabilities



Impact Coatings offers customer-focused coating services, clean coating technologies, and flexible coating systems with focus on hydrogen solutions, autonomous safety functions, and tailored coating solutions for high-end applications.

The company utilizes vacuum deposition methods – sustainable processes to apply thin layers of metal or ceramic coatings that improve performance and durability. Impact Coatings markets coating equipment under the trademark INLINECOATER™ and coating materials under the trademark MAXPHASE™. The company's service models and systems are flexible and scalable to fit the fast-paced markets the company operates within.

The Impact Coatings share is listed on Nasdaq First North Growth Market (Nasdaq Nordic). The company's Certified Adviser is Redeye AB.

IMPACT COATINGS AB

Westmansgatan 29G

SE-582 16 Linköping, Sweden

E-mail: info@impactcoatings.com

www.impactcoatings.com

www.linkedin.com/company/impact-coatings

