Q1 2024

INTERIM REPORT JANUARY – MARCH
XINTELA AB (PUBL)

In the knee osteo-arthritis study with XSTEM, the first dose group has completed the study

In the difficult-to-heal leg ulcer study with XSTEM, the first patient has completed the study

Collaboration discussion on the stem cell product EQSTEM is ongoing

Summary of the interim report

The "Company" or "Xintela" refers to Xintela AB (publ), corporate registration number 556780-3480.

First quarter 2024 for the group

» Income amounted to TSEK 299 (0).
» Loss before tax totalled TSEK 11,372 (loss: 15,843).
» Loss per share* was SEK 0.02 (loss: 0.05).

First quarter 2024 for the parent company

» Income amounted to TSEK 299 (0).
» Loss before tax totalled TSEK 9,688 (loss: 10,403).
» Loss per share* was SEK 0.02 (loss: 0.03).
» At March 31, 2024, the equity/assets ratio** was 52 % (45).

** Earnings/loss per share: Profit/loss for the period divided by 419,869,354 shares, which was the average number of shares at March 31, 2024. In the year-earlier period, the number of average shares was 179,670,643.*
*** Equity/assets ratio: Equity divided by total capital.*

Significant events in the first quarter of 2024

» Xintela appoints Lucienne Vonk as Chief Scientific Officer. (February 19, 2024)

Significant events after the end of the period

» Xintela and EQGen Biomedical to collaborate to develop EQSTEM stem cell treatment for horses. (May 23, 2024)

Note to the reader

The "company" refers to Xintela AB (publ), corporate registration number 556780-3480. All figures are given in TSEK unless otherwise stated.
Amounts in parentheses: Comparative period of the preceding year.

Trademarks

In addition to patents, the IP portfolio also currently includes seven trademarks - the company names XINTELA® and TARGINTA®, XINMARK® which is the name of Xintela's technology platform, and XSTEM® which is the name of Xintela's stem cell platform. EQSTEM® and CANISTEM® which are the company's brands for stem cell treatment for horses and dogs and XACT® which is the name of an analytical test for chondrocytes.

From the CEO

Full focus on clinical studies and partnerships

Clinical studies with our stem cell product XSTEM® continue to generate important efficacy data for the next clinical development step and for potential partnerships. We have now signed a non-binding term sheet with a potential partner for the clinical development and commercialization of our stem cell product EQSTEM® for the treatment of horses. In our subsidiary Targinta, we are intensifying our efforts to secure financing and/or partnerships for the continued development of our antibody-based drug candidates.

In our knee osteoarthritis study, the first dose group has completed the study

In our First-in-Human study in Australia in patients with knee osteoarthritis, all patients at the lowest dose level of XSTEM have completed the study 18 months after treatment. In the study, a total of 24 patients were dosed at three dose levels of XSTEM and judged safe three months after treatment. At all dose levels, patients report less pain and improved joint function six months after treatment. The study is progressing very well and we are now looking forward to further efficacy data from the second and third dose levels in 2024.

In our difficult-to-heal leg ulcer study, the first patient has completed the study

Clinical studies with XSTEM in patients with difficult-to-heal venous leg ulcers are ongoing at clinics in Sweden. The study will include twelve patients who receive either XSTEM or placebo applied to the wound bed and thereafter safety and efficacy are evaluated weekly for ten weeks and at four months after treatment. The first patient has completed the study and additional patients have been dosed. Recruitment and screening of patients is ongoing.

Out-licensing of our equine stem cell product EQSTEM

In parallel with our work to identify partners and licensees for XSTEM, we have continually investigated collaboration opportunities for the equine product EQSTEM. Xintela has now signed a non-binding term sheet for a license agreement with EQGen Biomedical Inc, a newly formed US company, where EQGen Biomedical gets global rights to EQSTEM. Xintela and EQGen Biomedical will collaborate on clinical development and commercialization of EQSTEM, initially in USA for the treatment of joint diseases in horses. Xintela will actively participate in the development of EQSTEM, among other things, through process development and production of EQSTEM, on a fully funded, non-dilutive basis. The license agreement is subject to, among other things, EQGen Biomedical securing financing from its extensive, qualified investor network.
EQGen Biomedical is associated with Regen Biomedical and Hummingbird Biomedical, with extensive experience in regenerative medicine, production, clinical development, business development as well as capital raising. This is a very exciting opportunity for the continued development of our stem cell product EQSTEM.

Intensifying financing activities in our oncology project

In our subsidiary Targinta's cancer project, which has been on a slow pace for some time due to limited resources, we are fully focused on finding financing and/or partners for the company's targeted drug candidates TARG9 and TARG10. With its first-in-class antibodies, a new cancer target, strong patent protection and strong preclinical results, Targinta has a very interesting position in the oncology field of Antibody-Drug Conjugate (ADC) where number of large commercial agreements have

been done already in the preclinical phase. We therefore see an opportunity for Targinta to enter into partnerships and/or license its ADCs at an early stage for the development of a new treatment for difficult-to-treat and invasive cancers such as glioblastoma and triple-negative breast cancer.

Financing going forward

Our goal is that further financing of our development projects will largely come via revenues from development milestones from collaborations, partnerships and/or licensing. In parallel, we are working with other financing solutions for Xintela and Targinta, including capitalizations, grants and loans, which can be implemented either jointly or separately.

I would like to remind shareholders of the opportunity to exercise warrants during the period May 26 to June 5, 2024. In connection with the subscription of shares in the rights issue in July 2023, warrants were received with the right to subscribe for new shares on four occasions over two years at the same price, SEK 0.30. This is the second occasion.

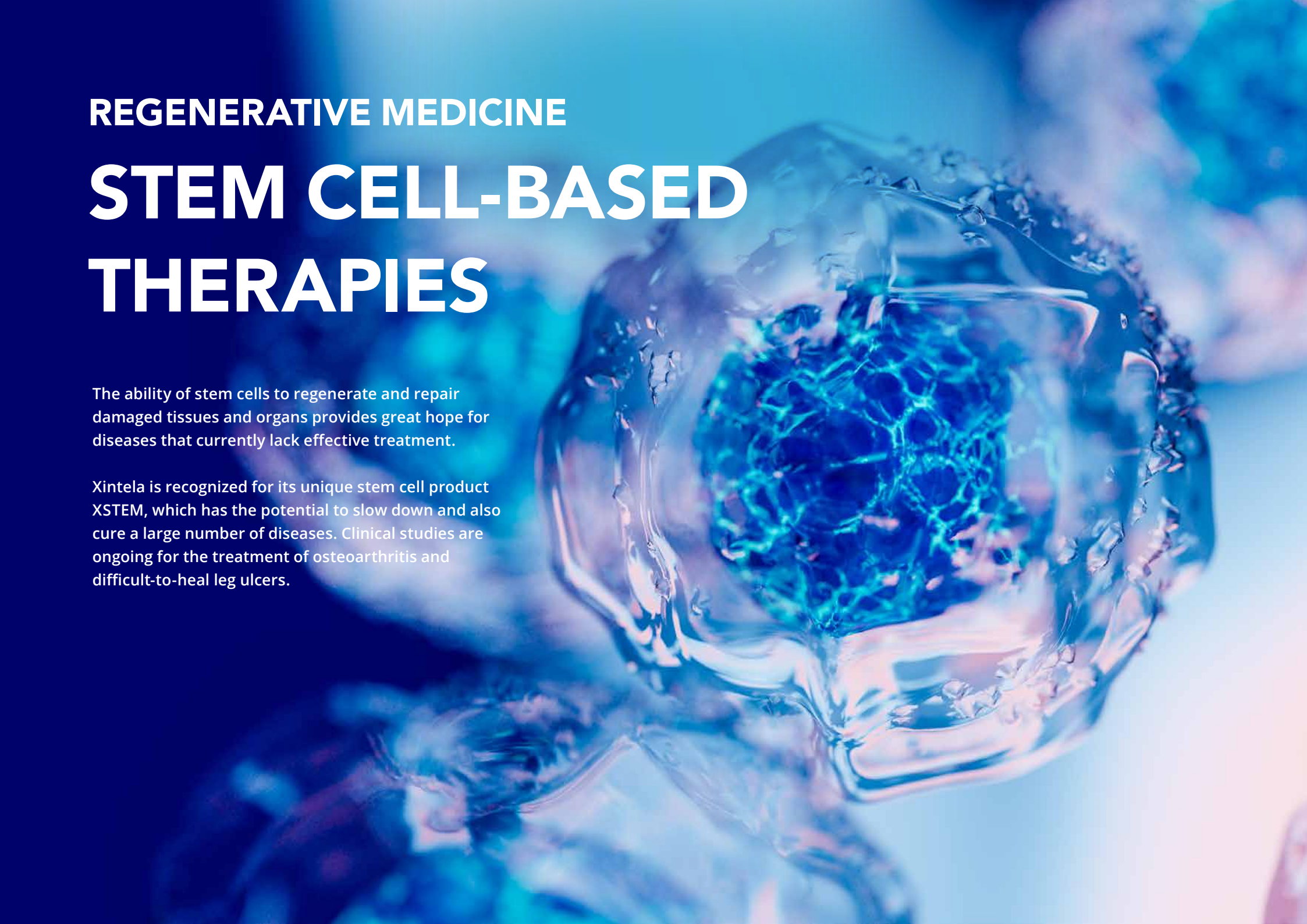
Further information about the terms and conditions of the warrants TO3 can be found on our website.

We are now looking forward to further progress in our clinical studies as well as taking our products to partnerships and commercial agreements.

Evy Lundgren-Åkerlund
CEO, Xintela AB (publ)

REGENERATIVE MEDICINE

STEM CELL-BASED THERAPIES



The ability of stem cells to regenerate and repair damaged tissues and organs provides great hope for diseases that currently lack effective treatment.

Xintela is recognized for its unique stem cell product XSTEM, which has the potential to slow down and also cure a large number of diseases. Clinical studies are ongoing for the treatment of osteoarthritis and difficult-to-heal leg ulcers.

Xintela is strongly positioned to develop and commercialize safe and effective stem cell treatments

Xintela has developed the competitive stem cell product XSTEM, which consists of integrin α10β1-selected mesenchymal stem cells. Through the unique selection step in the production process, homogeneous stem cells of high and reproducible quality can be produced. XSTEM is manufactured in Xintela's own GMP facility and is patented both as a product and for therapeutic uses in all indications.

Mesenchymal stem cells have therapeutic properties
Xintela develops stem cell-based treatments from allogeneic (donated) mesenchymal stem cells isolated from adipose tissue from healthy adult donors. Stem cells from a donor can treat a large number of patients, which not only significantly reduces the cost of XSTEM compared to autologous (patient's own) stem cells but will also give physicians an off-the-shelf therapy. An important property of mesenchymal stem cells is their ability to transform into different cell types to regenerate and repair damaged tissues and organs. They also have the ability to stimulate damaged cells to self-repair. Another important property is that stem cells secrete various substances that can regulate the immune system and thus have anti-inflammatory effects.

Stem cell selection – a critical step in the production of XSTEM
Stem cell preparations produced from tissues are heterogeneous, i.e. they contain contaminating cells that are not stem cells. When developing a stem cell product, this is both a regulatory and functional problem.

Xintela solves the problem by selecting (purifying) stem cells using an antibody that binds to the company's stem cell marker, integrin α10β1. In this way, homogeneous stem cell preparations of high quality can be produced that are reproducible between different donors.

Own GMP production of stem cells
Our stem cells are produced in bioreactors in the company's own GMP-approved facility and stored frozen until used in the treatment of patients. Through its in-house, production facility, Xintela has full control over the stem cell production which significantly reduces risks such as unexpected costs and delays. The company's strategy is to establish Xintela as a manufacturer of stem cell products developed in collaboration with partners and to also offer development and production of other advanced therapy products (ATMP).

OSTEOARTHRITIS

Osteoarthritis is a joint disease characterized by degradation of the articular cartilage and impaired function of the cartilage cells. It is the most common chronic joint disease, especially in the knees, hips and hands, as well as the most common cause of disability in the elderly. The main symptoms are severe pain, inflammation, stiffness in the joint and reduced mobility. The disease affects about 25 percent of all individuals over the age of 60 and is increasing in extent due to an increasing elderly population. Drugs offered today are primarily pain-relieving and anti-inflammatory, which treat the symptoms but not the actual cause of the disease. [1,2]

DIFFICULT-TO-HEAL LEG ULCERS

Difficult-to-heal leg ulcers in the elderly, including venous leg ulcers, are a major medical problem that results in pain and reduced quality of life for the patient, as well as large costs for healthcare systems. The incidence increases with age and is estimated to be about 4 percent among people over 65 years of age. Today's treatments for difficult-to-heal leg ulcers include compression techniques and various surgical techniques, but there is a lack of effective drugs. [1,2]

Steady progress in XSTEM clinical studies

XSTEM in clinical study for the treatment of knee osteoarthritis

Xintela is conducting a clinical study (Phase I/IIa) with XSTEM in Australia, in patients with moderate knee osteoarthritis (Kellgren-Lawrence grade II-III). Three different dose levels of XSTEM are being evaluated in up to 54 patients and each patient is followed for 18 months with safety evaluation and preliminary efficacy evaluation every six months. XSTEM have been dosed at all dose levels in a total of 24 patients and all dose levels have been judged safe by the study's Safety Review Committee after three months. All patients at the lowest dose level have completed the study 18 months after treatment. Xintela has the opportunity to expand the study with an additional 30 patients. The primary goal of the study is to show that XSTEM is safe, but also to obtain preliminary efficacy results that show that the product has DMOAD (Disease Modifying Osteoarthritis Drug) properties and can slow down cartilage and joint degradation as well as restore damaged articular cartilage and improve joint function. Xintela's earlier results from preclinical osteoarthritis models, support the possibility that XSTEM may have a positive disease-modifying effect.

The dose escalation part of the study will continue until the end of 2024. In parallel with the clinical study being conducted, discussions with potential partners and licensees for further clinical development and commercialization are ongoing.

XSTEM in clinical study for the treatment of difficult-to-heal venous leg ulcers

Xintela's clinical study (Phase I/IIa), in patients with difficult-to-heal leg ulcers, is being conducted in Sweden. Twelve patients with difficult-to-heal venous leg ulcers will be treated with XSTEM or placebo. XSTEM/placebo will be applied to the wound and patients will then be followed for ten weeks to evaluate safety and wound healing efficacy. The first patient has completed the study and additional patients have been dosed. Recruitment and screening of patients is ongoing. A major part of the study is funded by a grant from Vinnova.

Xintela has previously shown in a preclinical wound model that XSTEM has excellent wound healing capacity, which gives great hope that XSTEM will show effective healing on patients difficult-to-heal leg ulcers.

Market

Osteoarthritis

The global market for osteoarthritis is mainly driven by an increase in an aging population, as well as a significant increase in obesity, but osteoarthritis can also affect young and middle-aged individuals. The market for drug treatment of osteoarthritis was estimated to be USD 7.3 billion in 2020 and is expected to grow by approximately 9 percent annually until 2025, when the market is estimated at USD 11.0 billion.[3]

Venous leg ulcers

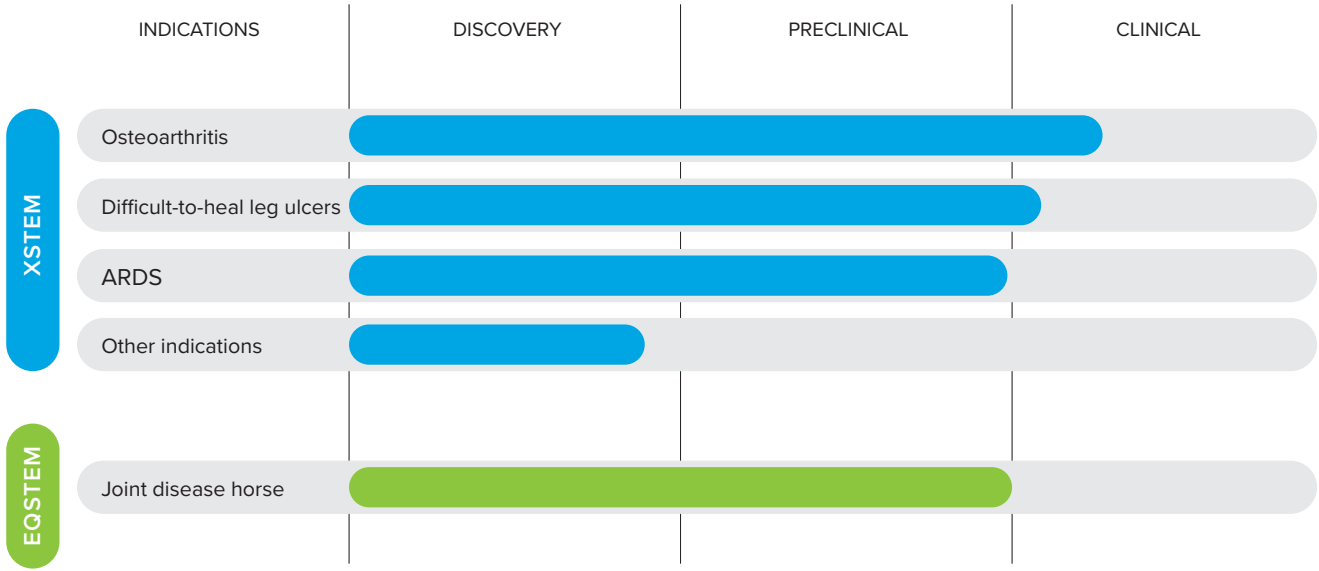
In 2018, the global market for the treatment of venous leg ulcers was estimated at USD 2.95 billion, a figure that is expected to increase to USD 4.84 billion by 2026 with an average annual growth rate of 6.4 percent. The increase is partly due to the expectation that the incidence of venous leg ulcers will increase in line with an aging population.[4]

Commercialization strategy for XSTEM

The company's overall strategy is to take the stem cell projects to Proof of Concept, by clinical Phase I/IIa studies, and then enter into partnerships and commercial agreements for continued clinical development and global commercialization. Xintela is very active in business development and has ongoing dialogue with potential partners and licensees within the pharmaceutical industry.

A product platform for the treatment of several diseases

Xintela has two clinical studies ongoing with the stem cell product XSTEM, one in osteoarthritis and one in difficult-to-heal leg ulcers, as well as a project for the treatment of ARDS in preclinical phase. In addition, Xintela has carried out preclinical development with the stem cell product EQSTEM for the treatment of joint disease in horses.



In the knee osteoarthritis study all patients at the lowest dose level have completed the study

The clinical study (Phase I/IIa), conducted in Australia, is evaluating XSTEM for the treatment of patients with knee osteoarthritis. All patients in the dose escalation part of the study, 24 patients in total, have been dosed. Safety and efficacy readings will be evaluated every six months up to 18 months after treatment. The patients at the lowest dose level have completed the study 18 months after treatment.

In the leg ulcers study, the first patient has completed the study

The placebo-controlled clinical study (Phase I/IIa) is evaluating XSTEM for the treatment of difficult-to-heal venous leg ulcers. The first patients have been dosed and recruitment of additional patients is ongoing at clinics in Sweden. A total of twelve patients will be recruited. Safety and efficacy readings are performed weekly for ten weeks as well as four months after treatment.

Preclinical study on Acute Respiratory Distress Syndrome (ARDS) show therapeutic effect with XSTEM

ARDS, acute respiratory distress syndrome, is a form of acute severe lung failure that can occur as a result of, for example, pneumonia, trauma or blood poisoning. The condition means that the lung function collapses. The mortality is high and there is currently no effective treatment for ARDS. Xintela has successfully conducted preclinical studies for the treatment of ARDS with XSTEM in collaboration with Skåne University Hospital and plans to carry out clinical development in collaboration with a partner.

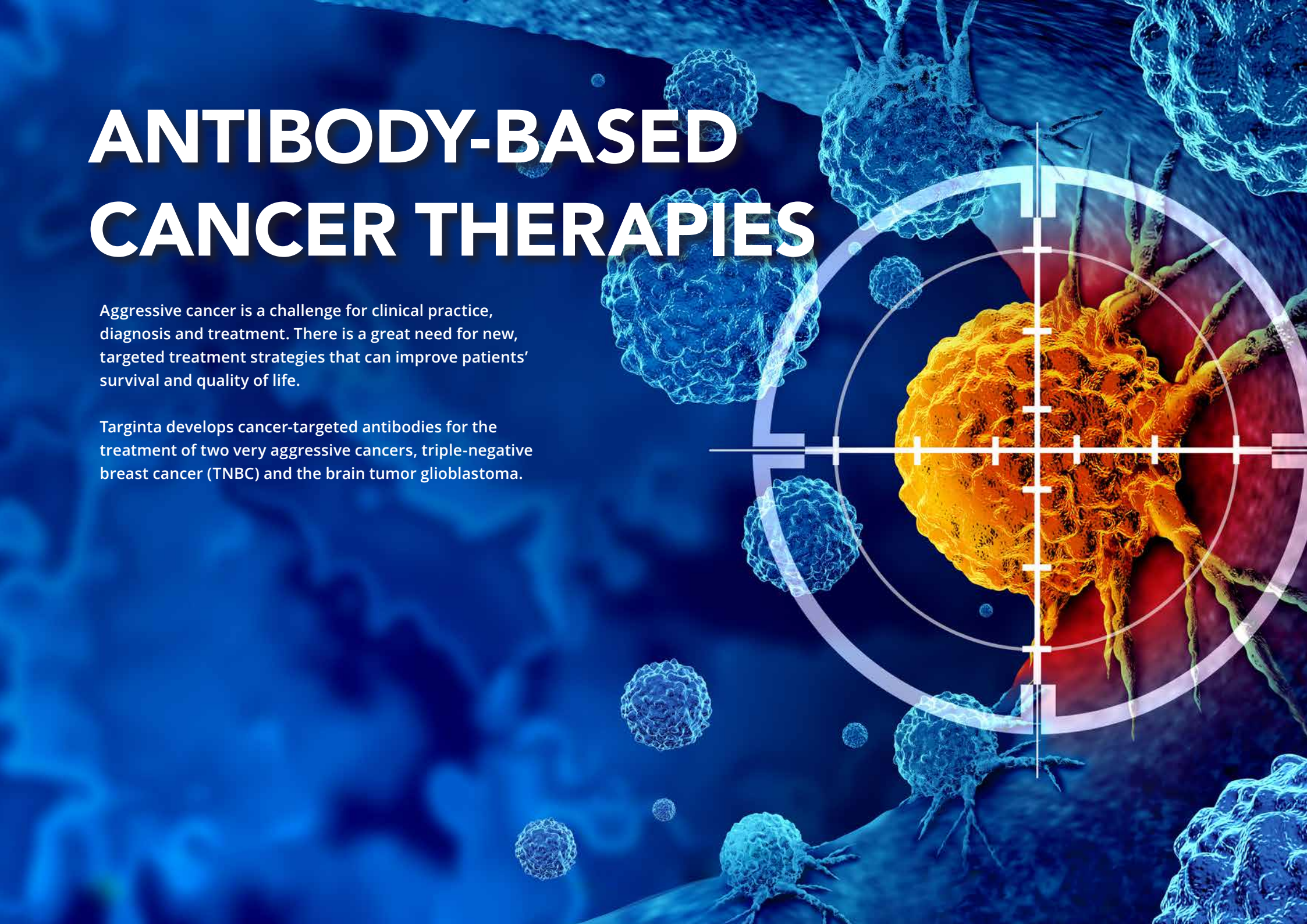
EQSTEM® show disease modifying effect in preclinical horse models for osteoarthritis

Xintela has developed the stem cell product EQSTEM for the treatment of joint diseases in horses. Results from two preclinical studies in horses with post-traumatic osteoarthritis show disease modifying effect with reduces lameness and improved cartilage and bone structure, Xintela plans to bring EQSTEM to the market in collaboration with partners.

ANTIBODY-BASED CANCER THERAPIES

Aggressive cancer is a challenge for clinical practice, diagnosis and treatment. There is a great need for new, targeted treatment strategies that can improve patients' survival and quality of life.

Targinta develops cancer-targeted antibodies for the treatment of two very aggressive cancers, triple-negative breast cancer (TNBC) and the brain tumor glioblastoma.



TRIPLE-NEGATIVE BREAST CANCER

Triple-negative breast cancer, i.e. breast cancer that responds neither to hormone therapy nor to targeted treatment with HER2 antibodies, constitutes 10-15 percent of all breast cancer diagnoses and corresponds to approximately 300,000 new cases per year globally. It spreads and recurs to a greater extent and has a worse prognosis compared to other forms of breast cancer. The five-year survival rate for metastatic triple-negative breast cancer is about 12 percent. [5,6]

GLIOBLASTOMA

Glioblastoma (glioblastoma multiforme) is the most common and aggressive brain tumor in adults. Glioblastoma is characterized by the tumor cells rapidly spreading into the adjacent normal brain tissue, which contributes to the difficulty of removing the entire tumor without damaging the surrounding tissue. Glioblastoma cells are often resistant to both radiation and cytostatics and, as a result, the prognosis for patients is very poor. Approximately 55,000 people are estimated to be diagnosed with the disease annually in the 8 largest markets (USA, France, Germany, Italy, Spain, UK, Japan and China). [7,8,9]

New cancer target and effective First-in-Class antibodies

Cancer target with unique properties

Xintela's subsidiary Targinta is developing new targeted antibody-based drugs (First-in-Class) for the treatment of aggressive cancer. The company has been founded on its own discovery that Xintela's stem cell marker, integrin α10β1, is also expressed in aggressive cancers such as triple-negative breast cancer (TNBC) and the brain tumor glioblastoma.

The problem with most target molecules expressed in cancer is that the expression in normal tissues is relatively high. Integrin α10β1 is unique in this respect as it expression is very limited in normal tissue, which reduces the risk of off-target side effects. Integrin α10β1 is thus a very promising target molecule for the development of new and more selective cancer therapies.

Targinta has an extensive patent portfolio with several approved patents that protect both the company's antibody-based drug candidates as well as antibody treatment and diagnostics directed against the target molecule integrin α10β1. The company can thus prevent competitors from developing integrin α10β1 targeted antibodies for the treatment of aggressive cancers.

Targinta's candidate drugs

Targinta is developing two types of antibodies, TARG9 and TARG10, for the treatment of aggressive cancer. TARG9 is a so-called Antibody-Drug Conjugate (ADC) and is armed with a powerful toxin that has a killing effect on cancer cells. TARG9 has shown significant inhibitory effect on the growth of glioblastoma tumors in preclinical models. TARG10 is a functionblocking antibody that slows down the growth and spread of cancer cells. TARG10 has in preclinical studies shown strong inhibitory effect on growth and metastasis of triple-negative breast cancer (TNBC). Targinta has a collaboration with Abzena Ltd for cell line development and initial production of TARG9 and TARG10 and is preparing for clinical Phase 0 microdosing studies in cancer patients.

Targinta positions itselfs in the ADC field

TARG9 was selected as the company's first candidate drug in the ADC area. This antibody has been developed with the latest ADC technology, which means a more powerful toxin that is well anchored to the antibodies as long as they circulate in the bloodstream, but which is released and activated when the antibody binds to and is taken up in cancer cells with integrin α10β1 on the surface. The interest in toxin-armed antibodies, ADCs, has increased significantly in recent years and the area is considered one of the hottest in oncology. A large number of commercial agreements have been made even at the early preclinical stage.

Phase 0 clinical studies to validate the new target molecule and treatment concept

The company's development strategy is to conduct clinical Phase 0 studies (microdosing) in cancer patients to show that the antibodies are able to reach and bind to the target molecule integrin α10β1 on tumors and thus validate our target molecule and our candidates drugs. Positive results from the Phase 0 study will significantly reduce risk in the continued clinical development and thereby increase the attractiveness to potential partners and licensees.

The market for triple-negative breast cancer and glioblastoma

The global market value for the treatment of triple-negative breast cancer is estimated to be approximately USD 2.1 billion by 2028 and for the treatment of glioblastoma to approximately USD 1.4 billion by 2026. [10,11]

Commercialization strategy

Targinta's strategy is to enter into commercial agreements with the company's drug candidates during preclinical development and clinical Phase 0 studies to accelerate future clinical development and market approval. Drug candidates against new target molecules on cancer cells, so-called First-in-Class products, are very attractive to drug development companies due to the great need for new and more effective cancer treatments.

FINANCIAL STATEMENTS

The Group

Income statement in brief

Earnings

Operating loss for the first quarter amounted to TSEK -10,802 (-15,207) for the Group.

The costs for research and development account for the largest part of the group´s costs and for the period January to March amounted to TSEK -8,350 (-12,387).

Market and sales costs for the quarter amounted to TSEK -845 (-1,063) for the Group.

Administrative expenses for the period amounted to TSEK -1,906 (-2,146) for the Group.

Loss before tax for the period amounted to TSEK -11,372 (-15,843) for the Group.

Under the heading "Tax on the period's results", SEK 375,000 is booked as revenue. This refers to the estimated size of the tax refund that will be paid out by the Australian Taxation Agency to Xindu, for parts of the costs the subsidiary Xindu has for the clinical studies during the period January to March 2024. For the full year 2023, the estimated refund is 4,284 KSEK.

	Quarter 1		Full year
	1/1/2024	1/1/2023	1/1/2023
(TSEK)	3/31/2024	3/31/2023	12/31/2023
Operating income			
Net sales	299	0	78
Cost of goods sold	0	0	0
Gross profit	**299**	**0**	**78**
Operating expenses			
Research and development costs	-8,350	-12,387	-46,239
Selling costs	-845	-1,063	-4,871
Administrative expenses	-1,906	-2,146	-7,919
Other operating income	11	389	1,729
Other operating expenses	-12	0	-15
Operating loss	**-10,802**	**-15,207**	**-57,237**
Profit/loss from financial items			
Financial income	0	0	6
Financial expenses	-570	-636	-1,135
Loss before tax	**-11,372**	**-15,843**	**-58,367**
Tax on loss for the period	375	0	4,284
Loss for the period	**-10,997**	**-15,843**	**-54,083**
Loss per share, SEK	-0,02	-0,04	-0,13

The Group

Balance sheet in brief

Financial position

On March 31, 2024 the group's cash and cash equivalents amounted to TSEK 10,409 (2,415). Total assets amounted to TSEK 22,084 (16,905).

(TSEK)	3/31/2024	12/31/2023
ASSETS		
Fixed assets		
Intangible assets	125	195
Tangible assets	1,215	1,358
Total fixed assets	**1,340**	**1,553**
Current assets		
Tax assets	553	398
Accounts receivable	0	97
Tax receivable	5,468	4,347
Other receivables	1,469	3,066
Prepaid expenses	2,844	1,126
Cash and cash equivalents	10,409	7,809
Total current assets	**20,743**	**16,843**
TOTAL ASSETS	**22,084**	**18,395**

(TSEK)	3/31/2024	12/31//2023
EQUITY AND LIABILITIES		
Equity, the group		
Share capital	17,010	17,010
Other contributed capital	349,927	349,927
Reserve	204	1,289
Balanced result incl. Profit for the year	-374,843	-363,846
Total equity	**-7,702**	**4,380**
Current liabilities		
Accounts payable	5,271	7,483
Tax liability	0	84
Other liabilities	20,745	4,214
Accrued expenses and deferred income	3,770	2,234
Total current liabilities	**29,786**	**14,015**
TOTAL EQUITY AND LIABILITIES	**22,084**	**18,395**

The Group

Cash flow statement in brief

Cash flow and investments

The group's cash flow for the period January to March 2024 was TSEK 3,310 (-5,439). Investments for the period amounted to TSEK 0 (0) for the Group.

	Quarter 1		Full year
	1/1/2024	1/1/2023	1/1/2023
(TSEK)	3/31/2024	3/31/2023	12/31/2023
Operating activities			
Operating loss	-10,802	-15,207	-57,238
Depreciation/amortisation	212	936	3,766
Taxes	0	0	6,948
Financial income	0	0	6
Financial expenses	-570	-636	-1,135
Cash flow from operating activities before changes in working capital	**-11,160**	**-14,907**	**-47,652**
Changes in working capital			
Increase/decrease in receivables	-1,301	750	-739
Increase/decrease in current liabilities	15,771	8,718	-4,725
Changes in working capital	**14,470**	**9,468**	**-5,464**
Cash flow from operating activities	**3,310**	**-5,439**	**-53,116**
Investing activities			
Increase/decrease of tangible assets	0	0	-104
Increase/decrease of intangible assets	0	0	0
Increase/decrease of financial assets	0	0	0
Cash flow from investing activities	**0**	**0**	**-104**
Financing activities			
New share issue	0	0	45,216
New share issue, TO3	0	0	6,290
Warrants, personnel	0	0	284
Convertible	0	0	0
Cash flow from financing activities	**0**	**0**	**51,790**
Change in cash and cash equivalents	3,310	-5,439	-1,430
Cash and cash equivalents at the beginning of the period	7,809	8,343	8,343
Conversion difference	-710	-489	896
Cash and cash equivalents at the end of the period	**10,409**	**2,415**	**7,809**

The Group

Change in equity in brief

(TSEK)	Share capital	Other contributed capital	Reserves	Loss for the period	Total
Opening balance, January 1, 2023	**9,227**	**305,920**	**393**	**-309,763**	**5,777**
New share issue	7,150	39,241	0	0	46,391
New share issue, costs	0	-1,175	0	0	-1,175
New share issue, TO3	633	5,657	0	0	6,290
Warrants, personnel	0	284	0	0	284
Conversion difference	0	0	896	0	896
Loss for the period	0	0	0	-54,083	-54,083
Equity, December 31, 2023	**17,010**	**349,927**	**1,289**	**-363,846**	**4,380**
Opening balance, January 1, 2024	**17,010**	**349,927**	**1,289**	**-363,846**	**4,380**
Conversion difference	0	0	-1,085	1	-1,084
Loss for the period	0	0	0	-10,997	-10,997
Equity, March 31, 2024	**17,010**	**349,927**	**204**	**-374,843**	**-7,702**

The Parent Company

Income statement in brief

Income

The parent company reports a net turnover of TSEK 299 (0) for the first quarter of the year. Other income amounted to TSEK 0 (375) and refer to contributions from Vinnova.

Earnings

Loss for the first quarter amounted to TSEK -9,472 (-10,038) for the Parent Company .

The costs for research and development account for the largest part of the Company's costs and amounted to TSEK -7,148 (-8,075) for the period January to March.

Market and sales costs for the quarter amounted to TSEK -844 (-948) for the Parent Company.

Administrative expenses for the period amounted to TSEK -1,779 (-1,389) for the Parent Company.

The financial income amounts to 353 (0) TSEK and refers to internal interest between Xintela and Xindu for the period January to March 2024.

Loss before tax and end of year dispositions for the period January to March amounted to TSEK -9,688 (-10,403) for the Parent Company.

	Quarter 1		Full year
	1/1/2024	1/1/2023	1/1/2023
(TSEK)	3/31/2024	3/31/2023	12/31/2023
Operating income			
Net sales	299	0	78
Cost of goods sold	0	0	0
Gross profit	**299**	**0**	**78**
Operating expenses			
Research and development costs	-7,148	-8,075	-31,769
Selling costs	-844	-948	-4,518
Administrative expenses	-1,779	-1,389	-5,797
Other operating income	0	375	1,656
Other operating expenses	0	0	0
Operating loss	**-9,472**	**-10,038**	**-40,350**
Profit/loss from financial items			
Financial income	353	0	1,324
Financial expenses	-570	-365	-908
Loss before tax	**-9,688**	**-10,403**	**-39,935**
Appropriations	0	0	-2,749
Tax on loss for the year	0	0	0
Loss for the period	**-9,688**	**-10,403**	**-42,684**
Loss per share, SEK	-0.02	-0.02	-0.10

The Parent Company

Balance sheet in brief

Financial position

On March 31, 2024 the parent company's equity/assets ratio was 52 per cent (45) and equity amounted to TSEK 28,218 (18,397). The Parent company's cash and cash equivalents amounted to TSEK 9,821 (2,184). Total assets amounted to TSEK 54,176 (40,886).

(TSEK)	3/31/2024	12/31/2023
ASSETS		
Fixed assets		
Intangible assets	103	138
Tangible assets	797	897
Receivables from subsidiaries	26,790	23,852
Participations in subsidiaries	13,926	13,926
Total fixed assets	**41,616**	**38,814**
Current assets		
Tax assets	553	398
Accounts receivable	0	97
Tax receivable	100	63
Other receivables	890	879
Prepaid expenses	1,195	1,126
Cash and cash equivalents	9,821	7,092
Total current assets	**12,560**	**9,655**
TOTAL ASSETS	**54,176**	**48,468**

(TSEK)	3/31/2024	12/31/2023
EQUITY AND LIABILITIES		
Equity, parent company		
Share capital	17,010	17,010
Share premium reserve	349,927	349,927
Retained earnings	-329,031	-286,347
Loss for the period	-9,688	-42,684
Total equity	**28,218**	**37,907**
Current liabilities		
Accounts payable	3,810	4,640
Tax liability	0	0
Other liabilities	20,274	3,687
Accrued expenses and deferred income	1,875	2,234
Total current liabilities	**25,959**	**10,561**
TOTAL EQUITY AND LIABILITIES	**54,176**	**48,468**

The Parent Company

Cash flow statement in brief

Cash flow and investments

The parent company's cash flow for the period January to March was TSEK 2,729 (-5,305). The investments for the period amounted to TSEK 0 (0) thousand.

	Quarter 1		Full year
	1/1/2024	1/1/2023	1/1/2023
(TSEK)	3/31/2024	3/31/2023	12/31/2023
Operating activities			
Operating loss	-9,472	-10,038	-40,350
Depreciation/amortisation	134	857	3,454
Financial income	353	0	1,324
Financial expenses	-570	-365	-908
Cash flow from operating activities before changes in working capital	**-9,554**	**-9,547**	**-36,480**
Changes in working capital			
Increase/decrease in receivables	-177	120	845
Increase/decrease in current liabilities	15,398	7,734	-4,194
Changes in working capital	**15,220**	**7,854**	**-3,349**
Cash flow from operating activities	**5,666**	**-1,693**	**-39,829**
Investing activities			
Increase/decrease of tangible assets	0	0	-104
Increase/decrease of receivables from subsidiaries	-2,937	-3,612	-5,419
Shareholder contributions to subsidiaries	0	0	-4,087
Cash flow from investing activities	**-2,937**	**-3,612**	**-9,609**
Financing activities			
New share issue	0	0	45,216
New share issue, TO3	0	0	6,290
Warrants, personnel	0	0	284
Group contribution paid	0	0	-2,749
Cash flow from financing activities	**0**	**0**	**49,041**
Change in cash and cash equivalents	2,729	-5,305	-397
Cash and cash equivalents at the beginning of the period	7,092	7,489	7,489
Cash and cash equivalents at the end of the period	**9,821**	**2,184**	**7,092**

The Parent Company

Change in equity in brief

(TSEK)	Share capital	Share premium	Retained earnings	Loss for the period	Total
Opening balance, January 1, 2023	**9,227**	**280,920**	**-216,441**	**-44,906**	**28,800**
Reversal of prior year's accruals	0	0	-44,906	44,906	0
Convertible	0	25,000	-25,000	0	0
New share issue	7,150	39,241	0	0	46,391
New share issue, costs	0	-1,175	0	0	-1,175
New share issue, TO3	633	5,657	0	0	6,290
Warrants, personnel	0	284	0	0	284
Loss for the period	0	0	0	-42,684	-42,684
Equity, December 31, 2023	**17,010**	**349,927**	**-286,347**	**-42,684**	**37,907**
Opening balance, January 1, 2024	**17,010**	**349,927**	**-286,347**	**-42,684**	**37,907**
Reversal of prior year's accruals	0	0	-42,684	42,684	0
Loss for the period	0	0	0	-9,688	-9,688
Equity, March 31, 2024	**17,010**	**349,927**	**-329,031**	**-9,688**	**28,218**

Declaration by the Board of Directors and the CEO


Gregory Batcheller


Maarten de Château


Thomas Eldered


Lars Hedbys


Hans-Joachim Simons


Evy Lundgren-Åkerlund

The Board of Directors and the Chief Executive Officer certify that the interim report provides a true and fair view of the company's business, financial position, performance and describes material risks and uncertainties, to which the company is exposed.

The interim report has not been reviewed by the company's auditors.

Lund May 24, 2024

Gregory Batcheller
Chairman

Maarten de Château
Board member

Thomas Eldered
Board member

Lars Hedbys
Board member

Hans-Joachim Simons
Board member

Evy Lundgren-Åkerlund
CEO

Other information

The share

Xintela AB (publ) was listed on Nasdaq First North Growth Market in Stockholm on 22 March 2016 under the ticker symbol "XINT." First North Growth Market is an alternative marketplace, operated by an exchange within the NASDAQ OMX Group. Companies on First North Growth Market are not subject to the same rules as companies on the regulated main market. They are subject to a less regulated framework, adapted for small growth companies. A company listed on First North Growth Market may therefore entail a higher investment risk than a company listed on the main market. All companies listed on First North Growth Market have a Certified Adviser to oversee their compliance with the rules. The exchange assesses applications for admission to trading. Xintela's Certified Adviser on Nasdaq First North Growth Market is Erik Penser Bank AB.

On March 31, 2024, the number of shares was 567,006,473. The Company has only one class of shares. Each share carries identical rights to the Company's assets and earnings, and one vote at General Meetings.

Financial statements in accordance with K3

This report has been prepared in accordance with BFNAR 2012: 1 Annual Report and Consolidated Financial Statements (Q3) and the accounting principles are unchanged compared with those applied in the Annual Report for 2023. For complete accounting principles, see the Annual Report 2023.

	Jan - Mar 2024	Jan - Mar 2023	Jan - Dec 2023
No. of shares before full dilution	567,006,473	307,573,263	567,006,473
No. of shares after full dilution	704,809,082	307,573,263	704,809,082
Loss per share before full dilution	-0.02	-0.03	-0.10
Average no. of shares before full dilution	567,006,473	307,573,263	419,869,354
Average no. of shares after full dilution	704,809,082	307,573,263	557,671,963

Group accounts

The consolidated accounts include the companies in which the parent company directly or indirectly holds more than half of the votes for all shares, or otherwise has a controlling influence according to ÅRL 1:4. The company's earnings are included in the group's earnings from and including the acquisition date until it is divested. The financial statements of foreign subsidiaries have been recalculated according to the current rate method. All items in the balance sheet have been converted to the balance sheet exchange rate. All items in the income statement have been converted to average exchange rates during the financial year. Differences that arise are reported directly in equity.

Review by auditors

This interim report has not been reviewed by the Company's auditor.

Financial calendar

Interim report Q2 2024: August 30, 2024
Interim report Q3 2024: November 22, 2024
Interim report Q4 2024: February 28, 2025

Risks and uncertainties

Limited resources

Xintela is a small company with limited resources in terms of management, administration, and capital. The implementation of any major strategies requires optimization of the Company's resource appropriation. There is a risk that the Company's resources could be insufficient, and lead to financial and operational problems. The company's ability to continue its operations depends on the ongoing work with the company's financing being successful. Focused work is underway to secure the company's future financing and the Board's assessment is that we will successfully secure future financing needs.

Dependence on key individuals and employees

Xintela's success is based on the knowledge, experience, and creativity of a few specific individuals. The Company's future is dependent on being able to recruit qualified employees. The Company works hard to reduce this dependency by maintaining proper documentation of procedures and working methods.

Earning capacity and capital requirements

Drug development is both expensive and time-consuming. It may take longer than expected before the Company can generate a positive cash flow. To cover these costs, Xintela may need to raise new capital. There is no guarantee that such capital can be obtained on terms that are favorable to shareholders. Failure to generate sufficient profits may impact the Company's market value.

Sales risk

There is no certainty that the products developed by the Company will gain the market acceptance reflected in this interim report. The quantity of products sold may be lower, and the period required for market establishment may be longer, than the Company currently has reason to believe.

Sources:

[1] Global Data 2018
[2] Markets and Markets 2020
[3] Markets and Markets: https://www.marketsandmarkets.com/Market-Reports/osteoarthritis-therapeutics-market-209565994.html
[4] Fortune Business Insights: https://www.fortunebusinessinsights.com/venous-leg-ulcer-vlu-treatment-market-102370
[5] https://www.cancer.org/cancer/breast-cancer/understanding-a-breast-cancer-diagnosis/types-of-breast-cancer/triple-negative.html#:~:text=Triple%2Dnegative%20breast%20cancer%20(TNBC,of%20the%20protein%20called%20HER2
[6] American Cancer Society https://www.cancer.org/cancer/breast-cancer/understanding-a-breast-cancer-diagnosis/types-of-breast-cancer/triple-negative.html
[7] WebMD: https://www.webmd.com/cancer/brain-cancer/what-is-glioblastoma#1
[8] American Association of Neurological Surgeons: https://www.aans.org/en/Patients/Neurosurgical-Conditions-and-Treatments/Glioblastoma-Multiforme
[9] Global Data: Epidemiology and Market size Database
[10] American Cancer Society https://www.cancer.org/cancer/breast-cancer/understanding-a-breast-cancer-diagnosis/types-of-breast-cancer/triple-negative.html
[11] GlobalData: Glioblastoma Multiforme (GBM) Opportunity Analysis and Forecast to 2027

Xintela – for life in motion

Xintela develops stem cell-based treatments focusing on osteoarthritis and difficult-to-heal leg ulcers and, through its wholly owned subsidiary Targinta, targeted antibody-based treatments for aggressive cancer. The focus is on diseases that cause great suffering and lack effective medical treatment options.

Xintela has ongoing clinical studies with the stem cell product XSTEM for the treatment of knee osteoarthritis and difficult-to-heal venous leg ulcers. The goal is to show that stem cell treatment is safe, but also investigate XSTEM's ability to repair damaged articular cartilage and improve joint function and to heal venous leg ulcers, thereby reducing pain and suffering for patients. Preclinical studies have shown that XSTEM has regenerative properties.

Within oncology, tumor-targeting and armed antibodies are developed for aggressive cancers such as triple negative breast cancer and the brain tumor glioblastoma. Results from preclinical models have shown that the antibodies have an inhibitory effect on both the growth and metastasis of cancer cells. The drug candidates TARG9 and TARG10 are in preclinical development and being prepared for clinical Phase 0 studies.