



Cretturner

QUARTERLY REPORT
Q2 2024

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FINANCIAL OVERVIEW

GROUP	2024	2023
Q2		
Net turnover 11 april to 30 june	2,8 Mkr	4,5 Mkr
The operating result amounts to	-4,5 Mkr	-4,0 Mkr
Operating margin	-156%	-90%
The cash balance amounts to	0,2 Mkr	0,2 Mkr
Earnings per share after tax Q2	+0,02 Kr	+0,13 Kr
EBITA	+1,2 Mkr	+3,2 Mkr
MOTHER COMPANY	2024	2023
Q2		
Net turnover 11 april to 30 june	2,9 Mkr	4,4 Mkr
Operating profit amounts to	-2,5 Mkr	-0,1 Mkr
Operating margin	-80%	-2%

THE GROUP IN BRIEF

After second quarter 2024 compared to 2023
Figures in brackets refer to the same period in 2023

- **Finance.** Debt has decreased significantly - external debt under control
- **IT.** The digital HPC side showed good progress before technology challenges emerged
- **IT.** Technology challenges solved after negotiations with hardware manufacturers
- **Environment.** Environmental technology shows strong interest but expansion delayed by funding challenge
- **Environment.** Most international dialogues continue
- **Technology.** Additional patent application filed

Group

- Profit before depreciation Q2 +1.2 MSEK (+3.2)
- Result after depreciation Q2 +0.8 MSEK (-4.0)
- Revenue for the quarter fell 38% to SEK 2.8 million (4.5)
- Profit before depreciation and amortisation H1 +1.9 MSEK (+6.0)
- Result after depreciation H1 -4.4 MSEK (-10.1)
- Earnings per share Q2 +0.02 SEK
- Earnings per share H1 SEK -0.01

Net turnover Q2
2.8 million (4.5 million)

Number of shareholders Q2
3 440

Company value Q2
SEK 13.2 million Share price SEK 0.229

Earnings per share Q2
+0.02 SEK

Profit before amortisation Q2
+1.2 million (+3.2 million)

CONSOLIDATION, TRANSFORMATION AND DELEVERAGING FOR THE FUTURE IN Q2 2024

Consolidation, transformation and deleveraging for the future in Q2 2024

- Debt has been significantly reduced - external debt under control
- The digital side showed good progress before technology challenges emerged
- Technology challenges solved after negotiation with hardware manufacturers
- Environmental technology shows strong interest but expansion delayed by funding challenge
- Several international dialogues continue

The company has continued to focus on securing its financial position, primarily through the sale of the solar parks. The background is that the entire electricity capacity is no longer needed for the business. The solution resulted in a good profit for the Group and secured sufficient electricity volumes for the future with a favourable PPA agreement. The resulting debt cancellation significantly reduces interest costs and increases the group's equity ratio. The remaining external debt exposure is expected by the company to be managed during Q3.

The digital site focussing on AI services came online in the spring and initially performed very well. After extensive work, the problems that arose turned out to be due to hardware malfunctions. Once the parties involved were able to identify the root cause with certainty, the solution was found. This led to negotiations with the hardware supplier, who is replacing the hardware with newer, better models. In order not to expose the new system solution to similar risk, the new hardware will first be sent to our partner in England for stress test installation to verify functionality. In connection with this, the AI cards will be upgraded to a new generation with higher performance, longer life and higher yield. We estimate that the start of operations in our own data centre will take place during Q3. A defensive attitude to expansion and thus the financial risk prevails until we see constant functionality and return levels. It certainly looks good, but a cautious attitude is wise as experience shows that ongoing function must prove itself.

For the above financial reasons, the environmental side has had to take a back seat in terms of expansion; we continue to have good success in dialogues with existing and new agreements. One contract that we regard as uncertain, however, is the Belgian one, but it is budgeted as a minor one, which will affect us marginally and not involve any costs. However, the signals from the customer

side are very strong and we are full of confidence. The world's focus on active net zero solutions and recognition of CCS and especially biochar as a method is extremely strong. Dialogues with our international partners remain very good and new ones have been established. The South African track is still very relevant but requires extensive financing and MMI - our partner - is currently involved in several new property projects and its insurance companies, which means that we are waiting for the situation. The situation with the Australian track is similar.

The technical development of the Co2 decomposition technology has filed an additional patent application during the period but otherwise has an unchanged status.

The Swedish Financial Supervisory Authority has decided to impose a penalty of SEK 1.3 million on the company due to late notification of transactions. We believe that the decision is incorrect and unreasonable and have hired counsel to appeal this. Regardless of the outcome of the appeal, we have reserved the cost in Q2 for safety's sake. We remain positive about the outlook, with financial consolidation generally taking precedence over expansion during the period.

Stockholm in August 2024

Daniel Moström
CEO Cretuner Group AB



SHAREHOLDERS

SHAREHOLDERS	SHARES	CHANGE SINCE Q1	INCREASE/DECREASE	VOTES %
AVANZA Pension	9 167 609	3 332 838	57%	16%
Faav Invest AB	5 380 035	-1 342 634	-20%	9%
Daniel Moström and company	4 019 045	-4 630 243	-54%	7%
NORDNET Pension	2 567 703	2 567 703	100%	4%
Lars-Erik Tervakoski	2 360 359	706 399	43%	4%
TAPTUM Finance AB	2 087 740	-336 000	-14%	4%
Istvan Kasa	2 000 000	0	0%	3%
Örjan Hallberg	1 629 133	0	0%	3%
Anders Thorzen	816 000	0	0%	1%
Johan Nyrén	778 557	0	0%	1%

The 10 largest shareholders hold 54% of the company's 57,641,501 shares and own 1% more of the share capital at the end of the period

There are 57,641,501 shares as at 30 June 2024, all of the same class.

Average number during the period was 57.0 million (57)

* The change reflects forced sales during the period not reduced confidence

SIGNIFICANT EVENTS

SIGNIFICANT EVENTS DURING THE REPORTING PERIOD

- 2024-06-28 Creturner Group reaches deal with hardware manufacturer
- 2024-05-31 Creturner has applied for additional PCT patents on Co2 decomposition for reactor technology and method
- 2024-04-15 Debt settlement of SEK 23.3 million finalised after solar farms sold.
Creturner changes in management and Board of Directors ahead of international expansion.
- 2024-04-04 Creturner has signed LOI to sell solar fields - significantly reduces debt burden - signs PPA agreement

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

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ENVIRONMENTAL TECHNOLOGY BUSINESS AREA

General information

Creturner has a co-operation agreement for North America and Canada with Spotnana. Creturner is Spotnana's climate offset supplier. Spotnana has signed agreements with customers such as United Airlines, Lufthansa, American Airlines and several other global well-known corporate groups and brands. It should be noted that of the world's four largest airlines, all are American. Both Creturner and Spotnana believe that this will have a major impact on offset volumes in the future. In Sweden, we also have a partnership with BIG Travel, which is one of the largest players in business travel. In addition, we have a variety of partnerships with smaller companies and organisations.

The Nordic airline SAS is similarly ranked 33rd in terms of turnover. The aviation industry urgently needs to reduce its impact and a range of initiatives are underway and being rolled out. The increasingly changing climate, with long periods of extreme heat and extreme rainfall, is making customers increasingly aware of the need for action. Creturner operates in the voluntary offset market and legislation is underway in the European Union that will require companies and organisations to report and then actively take offset measures. Creturner's strategy is to be positioned as the best option for this change.

Creturner's environmental technology to reduce the amount of carbon in the carbon cycle has attracted great interest among Swedish and international companies. There is no doubt that the desire and willingness to pay to reduce their carbon footprint is steadily increasing, not only in words but also in deeds. We have many dialogues with actors who see the business opportunities in Creturner's unique offer. The difference is that we offer not just a technology but a solution that works to be adapted in the customers' offers, digitally, modern and verifiable. It has been shown that the needs of the travel industry are particularly well suited to act quickly in this area.

Dialogues internationally take quite a long time due to the fact that they are usually larger organisations and a dialogue with their customers. You need to respect that there are many actors and perspectives involved. There are a larger number of such dialogues going on - the focus is on establishing production agreements and developing dialogues in that direction.

In addition to our existing facility in Sweden, Creturner intends to develop further physical production facilities both within the EU and beyond. There are active such dialogues and negotiations in various stages.



HPC - DIGITAL TECHNOLOGY BUSINESS AREA

General information

High Performance Computing, is Creturner's digital business area. In the past, we have focused on digital economy, which we left in 2023 in favour of HPC. The business area is energy-intensive and undergoing rapid transformation. Our most important partner is Cudo Compute Ltd in England, within whose network we provide our resources.

We are making a generational shift in hardware to take advantage of these opportunities; to be prudent, we have waited for favourable and confirmed results and a positive outlook. Demand is rising strongly, which is fundamentally very good.

Our strategy is to progressively, as cash flow permits, transition this business into segments that are highly profitable in the long term. Growth opportunities going

forward remain very favourable, our fundamental advantage is low energy costs and the fact that the hardware we already own can be used in the area, which means that upgrade costs can be limited, but they are nevertheless significant and with the current financial conditions it is not advisable to increase debt to increase the pace of conversion. What has caused demand to explode is the AI-linked development, which has led to massive demand for computing capacity. It has also led to supplier crowding-out effects and price shifts. We are now seeing confirmation of the change and the increase is having a positive impact on Creturner. We are even more motivated to pursue the strategy we are implementing.



IMPORTANT INFORMATION

This interim report contains statements regarding, among other things, Creturner's financial position and profitability as well as statements regarding growth and long-term market potential that may be forward-looking. Creturner believes that the expectations reflected in these forward-looking statements are based on reasonable assumptions. However, forward-looking statements involve risks and uncertainties and actual results or consequences may differ materially from those expressed. Except as required by applicable law, forward-looking statements speak only as of the date on which they are made and Creturner undertakes no obligation to update any of them in light of new information or future events.

Transactions with related parties

No transactions with related parties during the period.

Risks

Creturner may be affected by disruptions in the global supply chain during its expansion. Energy prices may continue to affect business.

Examination

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

Upcoming reporting date

Q3: 2024-11-29

Accounting principles

The company applies K3 and accounting policies have remained unchanged.

Publication

This information is information that Creturner Group AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the person set out below, **29 August 2024 at 15:30**

Rapport

The report is available on the company's website on the reporting date..



Creturner
GROUP

2024-01-01 - 2024-06-30

CHANGE IN EQUITY GROUP Q2- 2024	Share capital	Restricted reserves	Other contributed capital	Other equity incl. result	Total
Amount at beginning of year	1 517	9 943	143 247	5 092	159 799
New issue					
Reclassification self-created		-421		421	
Change in revaluation reserve		-1 993	4 950	-2 948	9
Untaxed reserves					
Profit for the period				-4 402	
Omräkningsdifferens			82		
Amount at the end of the period	1 517	7 529	148 197	-1 838	155 406

2023-01-01 - 2023-12-31

CHANGE IN EQUITY GROUP FULL YEAR - 2023	Share capital	Restricted reserves	Other contributed capita	Other equity incl. result	Total
Amount at beginning of year	1 397	10 552	140 368	12 398	164 715
New issue	120		2 879		2 999
Reclassification self-created		-609		609	
Change in revaluation reserve					
Untaxed reserves					
Profit for the year				-7 906	-7 906
Translation difference				-9	-9
Amount at the end of the period	1 517	9 943	143 247	5 092	159 799

2024-01-01 - 2024-06-30

CHANGE IN EQUITY,
PARENT COMPANY
Q2 - 2024

Amounts in thousands of SEK

	Share capital	Fund for development expenditure	Share premium account	Retained earnings	Result for the year
Amount at beginning of year	1 517	2 748	143 247	13 270	-3 705
Capitalised in new account				-3 705	3 705
Adjustment					
New issue					
Change in development expenditure fund		-421		421	
Result for the year					-8 976
Amount at the end of the period	1 517	2 327	143 247	9 986	-8 976

2023-01-01 - 2023-12-31

CHANGE IN EQUITY,
PARENT COMPANY
FULL YEAR - 2023

Amounts in thousands of SEK

	Share capital	Fund for development expenditure	Share premium account	Retained earnings	Result for the year
Amount at beginning of year	1 397	3 358	140 369	11 262	1 399
Capitalised in new account				1 399	-1 399
New issue	120		3 081		
Change in development expenditure fund			-202		
Result for the year		-609		609	-3 705
Amount at the end of the period	1 517	2 748	143 247	13 270	-3 705

CONSOLIDATED BALANCE SHEET

Amounts in thousands of SEK

	2024-04-01 2024-06-30	2023-04-01 2023-06-30	2024-01-01 2024-06-30	2023-01-01 2023-06-30	2023-01-01 2023-12-31
Operating income					
Net turnover Other	2 864	4 508	5 213	9 512	14 781
Other operating income	37	103	37	196	4 906
Total operating income	2 900	4 612	5 249	9 709	19 686
Operating expenses					
Raw materials and supplies	-343	-584	-791	-1 779	8 144
Other external costs	-896	-309	-1 271	-920	-3 378
Staff costs	-448	-525	-1 267	-1 001	-2 129
Depreciation	-5 670	-7 257	-11 358	-14 391	-23 179
Other operating expenses			-23 179	-2	-32
Total operating expenses	-7 357	-8 675	-14 709	-18 093	-20 574
Operating result	-4 457	-4 063	-9 460	-8 384	-887
Financial items					
Results from other securities and receivables that are fixed assets	8 408		8 408		-3 421
Interest income and similar income items				16	
Interest costs	-3 137	-170	-3 350	-1 748	-2 980
Total financial items	5 270	-171	5 057	-1 733	-6 401
Results after financial items	814	-4 233	-4 402	-10 116	-7 288
Accounting entries					
Tax on profit for the year		0		0	-618 000
Result for the year	814	-4 233	-4 402	-10 116	-7 906

CONSOLIDATED BALANCE SHEET

Amounts in thousands of SEK

	2024-06-30	2023-06-30	2023-12-31
ASSETS			
Fixed assets			
<i>Intangible fixed assets</i>			
Capitalised expenditure for R&D work	2 605	3 219	2 748
Goodwill	43 924	51 413	46 954
Total intangible fixed assets	46 529	54 631	49 702
<i>Tangible fixed assets</i>			
Buildings and land	13 527	15 279	15 228
Machinery and other technical installations	201	734	274
Equipment, tools and installations	32 011	47 045	39 764
Construction in progress and advances for	28 521	44 310	44 539
Total tangible fixed assets	74 260	107 369	99 805
<i>Financial fixed assets</i>			
Other long-term receivables	3 156	3 156	3 156
Deferred tax assets		2 846	
Total financial fixed assets	3 156	6 003	3 156
Total fixed assets	123 945	168 003	152 664
Short-term receivables			
Accounts receivable	749	4 653	890
Tax receivables	3 210	883	3 125
Other receivables	37 985	24 711	28 424
Prepaid expenses and accrued income	6 152	4 543	3 838
Short-term investments	1 027	6 327	1 027
Total current receivables	49 123	41 118	37 304
Cash and bank	232	174	496
Total current assets	49 355	41 293	37 800
TOTAL ASSETS	173 300	209 296	190 463

CONSOLIDATED BALANCE SHEET

Amount in thousands of SEK

	2024-06-30	2023-06-30	2023-12-31
EQUITY AND LIABILITIES			
Equity capital			
Share capital	1 517	1 517	1 517
Revaluation reserve	5 202		5 202
Restricted reserves	2 327	8 271	2 748
Other contributed capital	148 197	148 449	148 197
Other equity incl. profit for the year	-1 836	3 371	2 135
Total equity	155 406	161 607	159 799
Provisions			
Deferred tax liability	2 484	1 866	2 484
Total provisions	2 484	1 866	2 484
Long-term liabilities			
Bond loans	620	620	620
Liabilities to other credit institutions		4 968	
Other long-term liabilities		729	
Total non-current liabilities	620	6 318	620
Skicka feedback			
Current liabilities			
Other liabilities to credit institutions	4 939	500	5 593
Trade payables	1 111	1 185	1 342
Tax liabilities		2 218	1 675
Other liabilities	6 583	23 641	16 676
Accrued expenses and deferred income	2 156	11 961	2 274
Total current liabilities	14 789	39 505	27 560
TOTAL EQUITY AND LIABILITIES	173 300	209 296	190 463

CONSOLIDATED CASH FLOW STATEMENT

Amount in thousands of SEK	2024-04-01 2024-06-30	2023-04-01 2023-06-30	2024-01-01 2024-06-30	2023-01-01 2023-06-30	2023-01-01 2023-12-31
Current operations					
Operating profit before financial items	-5 975	-4 063	-9 460	-8 384	-887
Adjustments for non-cash items					
Income tax paid	-1 399	7 257	2 770	14 391	23 179
Income tax paid		3 269			-5 299
Interest received etc.	8 407		8 408	16	3 089
Interest paid and other financial charges	-3 137	-170	-3 350	-1 748	-2 980
Cash flow from operating activities before changes in working capital	-2 103	6 292	-1 632	4 274	17 102
Changes in working capital					
-Increase / decrease in trade receivables	-539	931	141	-2 320	1 444
Increase / decrease in short-term receivables	-15 364	-4 897	-11 960	-4 401	-6 766
-Increase / decrease in trade payables	-808	159	-231	-1 033	-876
-Increase / decrease in operating liabilities	-7 682	-2 092	-12 540	2 523	-12 416
Cash flow from operating activities	-26 495	394	-26 222	-956	-1 513
Inward investment activities					
Investments in intangible assets					-103
Investments in tangible assets	26 500	-339	25 958	-1 473	-388
Cash flow from investing activities	26 500	-339	25 958	-1 473	-491
Financing activities					
New issue				2 999	2 999
Change in debt		-240		-521	-625
Cash flow from financing activities		-240		2 478	2 374
Cash flow for the period	5	-185	-264	49	371
Cash and cash equivalents at the beginning of the period	228	359	496	125	125
Liquid funds at the end of the period	232	174	232	174	496

PARENT COMPANY INCOME STATEMENT

Amounts in thousands of SEK

	2024-04-01 2024-06-30	2023-04-01 2023-06-30	2024-01-01 2024-06-30	2023-01-01 2023-06-30	2023-01-01 2023-12-31
Operating income					
Net turnover	2 853	4 435	5 202	5 685	14 679
Other operating income	37	40	37	136	4 830
Total operating income	2 889	4 475	5 238	5 821	19 509
Operating expenses					
Raw materials and consumables	-343	-584	-791	-879	-1 524
Other external costs	-564	-270	-1 050	-768	-4 393
Personnel costs	-448	375	-1 267	-101	-2 129
Depreciation	-4 067	-4 074	-8 146	-8 025	-16 183
Other operating expenses			-22		-30
Total operating expenses	-5 423	-4 553	-11 276	-9 773	-24 259
Operating result	-2 533	-78	-6 038	-3 952	-4 750
Result from financial items					
Interest income and similar income items		16		16	-5 154
Interest costs	-2 908	-48	-2 938	-1 431	-2 209
Total result from financial items	-2 908	-32	-2 938	-1 415	-7 363
Results after financial items	-5 441	-110	-8 976	-5 367	-12 113
Profit before tax	-5 441	-110	-8 976	-5 367	-12 113
Closing entries					
Change in excess depreciation					-3 000
Group contributions received					11 408
Total end-of-year appropriations					8 408
Årets resultat	-5 441	-110	-8 976	-5 367	-3 705

PARENT COMPANY BALANCE SHEET

Amounts in thousands of SEK

ASSETS	2024-06-30	2023-06-30	2023-12-31
Fixed assets			
<i>Intangible fixed assets</i>			
Capitalised development expenditure	2 327	3 069	2 748
Advances intangible fixed assets			
Total intangible fixed assets	2 327	3 069	2 748
Tangible fixed assets			
Buildings and land		766	743
Equipment, tools and installations	31 618	47 045	39 332
Construction in progress and advances for	28 521	33 504	33 139
Total tangible fixed assets	60 139	81 315	73 214
Financial fixed assets			
Shares in group companies	66 625	66 625	66 625
Receivables from group companies			
Deferred tax assets		2 846	
Total financial fixed assets	66 625	69 471	66 625
Total fixed assets	129 091	153 855	142 587
Current assets			
Current receivables			
Trade receivables	616	737	688
Receivables from group companies	18 371	11 798	25 118
Other receivables	4 789	3 308	7 000
Tax receivable	3 050	883	3 029
Prepaid expenses and accrued income	3 685	4 510	1 427
Short-term investments	1 027	6 327	1 027
Total current receivables	31 539	27 564	38 289
Cash and bank	223	107	459
Total current assets	31 761	27 671	38 748
TOTAL ASSETS	160 853	181 526	181 335

PARENT COMPANY BALANCE SHEET

Amount in thousands of SEK

EQUITY AND LIABILITIES

Equity

Restricted equity

Share capital	1 517	1 517	1 517
Restricted reserves	2 327	3 069	2 748
Total restricted equity	3 844	4 586	4 265

Unrestricted equity

Unrestricted share premium account	143 247	143 247	143 247
Retained earnings	9 986	12 949	13 270
Profit for the period	-8 976	-6 267	-3 705

Total unrestricted equity

144 257 149 929 152 812

Total equity and liabilities

148 101 154 515 157 077

Untaxed reserves

Accumulated excess depreciation	2 999		2 999
Total untaxed reserves	2 999		2 999

Long-term liabilities

Bond loans	620	620	620
Total non-current liabilities	620	620	620

Current liabilities

Other liabilities to credit institutions			
Trade payables	292	602	400
Liabilities with group companies		1 100	
Tax liabilities		14	
Other liabilities	6 190	23 645	16 526
Accrued expenses and deferred income	2 651	1 031	3 713
Total short-term liabilities	9 133	26 391	20 639

TOTAL EQUITY AND LIABILITIES

160 853 181 526 181 335

PARENT COMPANY CASH FLOW STATEMENT

Amount in thousands of SEK	2023-04-01 2023-06-30	2024-04-01 2024-06-30	2024-01-01 2024-06-30	2023-01-01 2023-06-30	2023-01-01 2023-12-31
Current operations					
Operating profit before financial items	-978	-2 533	-6 038	-4 852	-4 750
Adjustment for items not included in cash flow, etc.	4 074	4 067	8 146	8 025	16 183
Income tax paid					-2 562
Interest received				16	551
Interest paid and other finalised costs	-32	-2 908	-2 938	-1 431	-2 209
Cash flow from operating activities before changes in working capital	6 313	-1 374	-830	1 758	7 214
Cash flow from changes in working capital					
-Increase / decrease in inventories					
-Increase / decrease in trade receivables	1 009	-609	72	1 513	1 562
-Increase / decrease in other current receivables	-5 428	11 850	12 029	-6 410	-9 718
-Increase (-) / decrease (+) in trade payables	6 642	-483	-108	5 756	-856
-Increase (+) / decrease (-) in other current operating liabilities	-8 765	-9 378	-11 399	-5 023	-518
Cash flow from operating activities	-230	7	-236	-2 407	-2 316
Inward investment activities					
Investments in intangible fixed assets					-103
Investments in tangible fixed assets	-13			-604	-239
Cash flow from investing activities	-13			-604	-342
Financing activities					
New issue				2 999	2 999
Cash flow from financing activities				2 999	2 999
Cash flow for the period	-243	7	-236	-12	341
Cash and cash equivalents at the beginning of the period	349	216	459	118	118
Cash and cash equivalents at the end of the period	107	223	223	107	459



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