SaltX Technology Holding AB (publ)

YEAR-END REPORT QUARTER 4 2023

This is information that SaltX Technology is required to disclose under the EU Market Abuse Regulation. The information was submitted for publication on February 16, 2024, at 08 AM.



PREPARATIONS FOR INDUSTRIAL PHASE IN PROGRESS

CONTENTS

Year-end Report 2023	3
CEO's statement	4
SaltX operations	6
Significant events	7
Financial overview	11
Consolidated financial statements	15
Notes	16
Note 1 Significant estimates and assessments for accounting purposes	16
Note 2 Revenue	17
Note 3 Financial instruments	17
Note 4 Transactions with affiliated parties	17
Parent company financial statements	18
Declaration of the Board of Directors and the CEO	19
Other information	21

YEAR-END REPORT QUARTER 4 2023

FINANCIAL EVENTS

Fourth quarter

- Net sales amounted to MSEK 16.9 (—)
- Operating profit/loss (EBIT) totaled MSEK -17.1 (-15.9)
- Cash flow from operating activities amounted to MSEK -33.3 (-9.1)
- Earnings per share before and after dilution amounted to SEK -0.10 (-0.15)

Full year January – December

- Net sales amounted to MSEK 26.0 (0.3)
- Operating profit/loss (EBIT) totaled MSEK -47.1 (-55.6)
- Cash flow from operating activities amounted to MSEK -36.9 (-47.7)
- Earnings per share before and after dilution amounted to SEK -0.37 (-0.53)

"SALTX REVENUES ARE THE HIGHEST THEY HAVE BEEN FOR MANY YEARS AND EXPECTATIONS ARE THAT THEY WILL CONTINUE TO GROW.

READ MORE ON PAGE 4

SIGNIFICANT EVENTS

Fourth quarter

- SaltX and SMA Mineral signed a Letter of Intent with Ovako Steel for the use of climate-neutral quicklime in steel production.
- SaltX received a partial order of approximately MSEK 70 for deliveries to the world's first electrified quicklime manufacturing facility.
- SaltX began material testing at its newly opened test and research center.
- SaltX and Dalmia Cement started initial work on a pilot plant for electric cement production in India.

After the end of the period

- SaltX was granted an EU patent for its transportable carbon dioxide capture and storage system.

KEY FIGURES

Group, TSEK	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Net sales	16,862	—	25,973	256
Operating profit/loss (EBIT)	-17,111	-15,885	-47,076	-55,572
Earnings per share before and after dilution	-0.10	-0.15	-0.37	-0.53
Equity	139,005	125,619	139,005	125,619
Cash flow from operating activities	-33,305	-9,090	-36,889	-47,715
Equity ratio (equity/balance sheet total)	69%	75%	69%	75%

CEO'S STATEMENT
PREPARATIONS FOR INDUSTRIAL PHASE IN PROGRESS

We are now putting 2023 behind us and preparing ourselves for a new industrial phase for the company.

But first a few reflections on the past year. The year was characterized by concern in both the political and economic arena. However, we focused on our facility in Hofors, where we successfully completed installation, inauguration and commissioning.

The facility is close to a complete "mini-plant" and forms the basis for the first large-scale plant in northern Norway that we are planning to construct together with SMA Mineral. We are pleased and happy to have taken the first fossil-free lime plant in the world into test operation, and it is attracting a lot of attention and interest from many parts of the world.

COLLABORATION WITH SMA MINERAL

Alongside the work in Hofors, our collaboration with SMA Mineral has continued regarding the design and planning of the construction of the plant in Mo i Rana. It is of course of the utmost importance that the experiences and lessons learned from our facility in Hofors are transferred to the project in northern Norway, which is now being ramped up.

This ZEQL (Zero Emission Quicklime) plant will be the first fossil-free production plant for lime products in the world – a big and important step on the way to a better climate with reduced carbon dioxide emissions.

In addition to continued intensive work on the projects in Hofors and Mo i Rana, business operations have focused on the cement application primarily through the feasibility study work that has been started together with Dalmia Cement in India. On top of this, several other interesting dialogs are ongoing with potential customers and partners, and after SMA's test period in Hofors, we look forward to being able to carry out a number of tests for other potential customers and areas of application.

INDUSTRIALIZATION

We are on the threshold of industrialization and commercialization of the company's business operations. What does this mean exactly?

> "WE ARE CONTINUING THE INTENSIVE WORK ON THE PROJECTS IN HOFORS AND MO I RANA, WHILE DEVELOPING THE CEMENT APPLICATION WITH DALMIA CEMENT IN INDIA.

We need to be equipped to deliver several EAC (Electric Arc Calciner) systems in parallel, build our organization and improve work processes in order to meet increasing market demand in a cost-effective manner. In light of this, we have made several new recruitments – by both strengthening existing areas and recruiting for new roles within the company.

Together with selected strategic partners – both on the supplier side and on the customer side – we are equipping the company to fully become an industrial supplier of projects with key components and equipment that enable fossil-free production of primarily quicklime and cement.

SALES AND EARNINGS

A key figure that shows our positive development in the previous year is the company's increased net sales. This figure is the highest it has been for

many years. The increase in sales comes from services provided and deliveries of products to SMA, and this collaboration means continued deliveries to a greater extent in the coming year.

Finally, I can say that 2023 was the most eventful year during my time as CEO of SaltX. We have taken decisive steps at a rapid pace towards implementing something that no one else has been able to do before. In just a few years, we have moved from the idea stage to designing, building, installing and commissioning a world first that actively supports the climate through drastically reduced emissions. We are spurred on to make 2024 an even better year!

Thank you for the opportunity to speak about our business operations and for your trust.

Carl-Johan Linér, CEO
Stockholm, February 2024


Carl-Johan Linér

SALTX OPERATIONS

SaltX is a Swedish Greentech company that develops and markets sustainable technology that will benefit customers, the climate and society. The company is active in the electrification of emission-intensive industries, such as the lime and cement industry. Its ambition is to become a leading player in the green industrial transition by delivering technology and projects that facilitate the elimination of millions of tons of carbon dioxide emissions.

SaltX has developed a technology enabling electrification of the industrial process known as calcination. In this process, material is heated to very high temperatures in order to alter the character of the material or expel a substance.

For emission-intensive, high-temperature-dependent industries, the electrification of industrial processes is crucial for reaching the climate goals. The cement and lime industry, which is the company's focus area, accounts for approximately 8% of the world's CO_2 emissions, and is classed as one of the most difficult industries to transition.

The challenge lies partly in the large production volumes worldwide, partly in the fact that an energy-intensive process is involved, and finally in the fact that limestone releases large volumes of carbon dioxide during production. SaltX's solution to the challenge is electrification of production and direct separation of the carbon dioxide released from the limestone, creating a zero- emission manufacturing process.

OUR PRODUCT: ELECTRIC ARC CALCINER (EAC)

The technology and method developed and patented by SaltX means that fossil-based heating is replaced by electrical heating technology (plasma torches). The carbon dioxide released from the limestone during intense heating is separated and isolated in the same process. This enables a fully electrified and zero-emission manufacturing process of lime and cement without the need for a separate carbon capture plant.

The technology is also well suited to be used as a charging reactor for energy storage, which uses fossil-free energy to heat materials that can be, for example, discharged as high-value steam later.

ELECTRIFICATION OF INDUSTRIAL PROCESSES IS CRUCIAL FOR REACHING THE CLIMATE GOALS

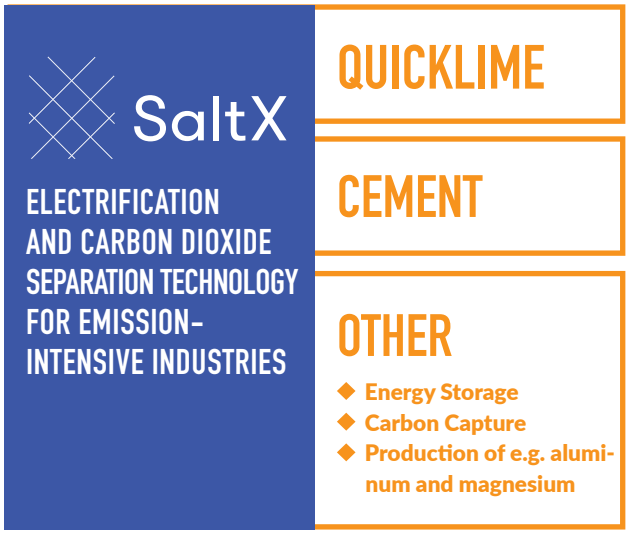
AREAS OF APPLICATION

The company's technology is aimed primarily at industries that depend on high-temperature and energy-intensive processes.

The current areas of application are:

- Quicklime production (the product is used in several different industries such as steel, paper and water treatment)
- Cement production
- Other applications within energy storage, carbon capture and production of e.g. aluminium and magnesium.

SALTX APPLICATION AREAS



SIGNIFICANT EVENTS

...IN THE FOURTH QUARTER

SaltX and SMA Mineral signed a Letter of Intent with Ovako Steel for the use of climate-neutral quicklime in steel production.

After previously establishing partnerships with SSAB and Celsa Armeringsstål, Ovako Sweden has signed a letter of intent with SaltX Technology and SMA Mineral. The collaboration commences with a joint feasibility study scheduled to commence in the first quarter of 2024, aimed at transitioning to the use of climate-neutral lime for its steel production.

SaltX received a partial order of approximately MSEK 70 for deliveries to the world's first electrified quicklime manufacturing facility

The order of approximately MSEK 70 concerns key components for the first of three EAC (Elec¬tric Arc Calciner) kiln lines for the ZEQL (Zero Emission Quicklime) plant on behalf of SMA Mineral. This is the first in a series of orders from SMA regarding electrification and carbon dioxide capture technology.

SaltX began material testing at its newly opened test and research center

Following the grand opening of SaltX Technology's world-unique Electric Calcination Research Center (ECRC), the first industrial-scale material tests were underway. These tests aim to ensure the final product's quality, optimize processes, and validate the technology's scalability.

SaltX and Dalmia Cement started initial work on a pilot plant for electric cement production in India

SaltX Technology and Dalmia Cement initiated their collaboration in June 2023. The partnership aims to complete a joint pilot plant for electrically produced cement by 2024, incorporating SaltX's Electric Arc Calciner (EAC) technology at one of Dalmia's existing plants. SaltX's visit to India in December marked the beginning of the project and forms the basis for the pre-study work planned to start in the first quarter of 2024.

... AFTER THE END OF THE PERIOD

SaltX was granted EU patent for its transportable carbon dioxide capture and storage system

SaltX Technology has been granted EU patent for an electrified so-called 'calcium looping' solution where the company's innovation EAC (Electric Arc Calciner) forms a central function. The method means that carbon dioxide is captured from an emitter and bound with the help of lime and then transported to a central facility where the carbon dioxide is separated using the EAC technology.

FINANCIAL OVERVIEW

OCTOBER – DECEMBER QUARTER 4 2023

REVENUE, EXPENSES AND EARNINGS

Net sales
Net sales for the quarter amounted to TSEK 16,862 (–) and consisted of revenue from the cooperation with SMA Mineral which is aimed at building electrified plants for production of quicklime.

Capitalized work for own account
Capitalized work for own account amounted to TSEK 12,687 (–) in the quarter and relates to expenses for a demonstration facility for electrified quicklime production in Hofors, Sweden.

Other income
Other income in the quarter totaled TSEK 1,601 (102) and consists of a grant totaling MSEK 19.4 from the Swedish Energy Agency for tests in the new facility in Hofors. The grant is recognized as income as the terms of the grant are met.

Expenses
Expenses during the quarter amounted to TSEK -48,261 (-15,987), broken down as raw materials and consumables TSEK 12,449 (–), other external expenses TSEK -22,609 (-7,400), personnel costs TSEK -7,618 (-5,526), and depreciation of fixed assets, mainly the facility in Hofors and capitalized development expenses, of TSEK -5,585 (-2,961). Expenses for raw materials and consumables consist of procurement of services and equipment sold forward to SMA Mineral. The increase in other external expenses relates to project costs for the demonstration facility.

Operating profit/loss (EBIT)
Operating profit/loss was TSEK -17,111 (-15,885). As compared to the previous year, the increase in expenses for the facility in Hofors, which in its turn are capitalized, is noted.

Financial items
Profit/loss from financial items amounted to TSEK 1,381 (-2,246) and consisted of interest on liabilities to the Swedish Energy Agency and Almi Företagspartner, as well as on leasing liabilities. The interest rate on these liabilities is around 9 percent. Changes in the fair value of the shares in Central Development Holdings Ltd are also included. The change was positive during the quarter at TSEK 1,832 (-1,800).

Profit/loss before tax
Profit/loss before tax was TSEK -15,729 (-18,131).

Earnings per share before and after dilution amounted to SEK -0.10 (-0.15).

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

Cash flow and liquidity
Cash flow from operating activities during the quarter was TSEK -33,305 (-9,090).

Group cash equivalents at the end of the quarter amounted to TSEK 26,217 (74,340).

Long-term liabilities
Long-term liabilities amounted to TSEK 27,132 (29,321) and consisted of loans from the Swedish Energy Agency of TSEK 24,385 and leasing liabilities of TSEK 2,747.

Investments
During the quarter, investments were made that impacted cash flow in the amount of TSEK -13,128 (-343). These consisted primarily of capitalized expenses for the demonstration facility for electric calcination in Hofors and ongoing investments in new patents, including patent applications in additional markets.

Equity
At the end of the quarter, equity amounted to TSEK 139,005 (125,619) or SEK 0.87 (1.04) per share. The equity ratio on the same date was 69 (75) percent.

DEVELOPMENT PER QUARTER

TSEK	Q 4 2022	Q 1 2023	Q 2 2023	Q 3 2023	Q 4 2023
Net sales	—	3,271	3,583	2,257	16,862
Operating profit/loss (EBIT)	-15,885	-8,882	-12,533	-8,550	-17,111
Cash flow from operating activities	-9,090	-8,800	-9,101	14,317	-33,305
Basic earnings per share, SEK	-0.15	-0.09	-0.10	-0.08	-0.10

In September SaltX conducted a rights issue which was subscribed for up to close to 120 percent and a complementary directed issue to the issue guarantors. In total the company issued 39,174,382 shares corresponding to 24.4 percent of new shares. The company received MSEK 62.2, after the deduction of issue expenses, through a subscription price of SEK 1.90.

JANUARY – DECEMBER 2023

REVENUE, EXPENSES AND EARNINGS

Net sales
Net sales for the year amounted to TSEK 25,973 (256) and consisted of revenue from the cooperation with SMA Mineral which is aimed at building electrified plants for production of quicklime.

Capitalized work for own account
Capitalized work for own account amounted to TSEK 74,139 (351) in the year and relates to expenses for the demonstration facility for electrified quicklime production.

Other income
Other income in the year totaled TSEK 1,698 (162) and consisted primarily of a grant totaling MSEK 19.4 from the Swedish Energy Agency for tests in the new facility in Hofors. The grant is recognized as income as the terms of the grant are met.

Expenses
Expenses during the year amounted to TSEK -148,886 (-56,341), broken down as raw materials and consumables TSEK 12,449 (—), other external expenses TSEK -95,591 (-25,100), personnel costs TSEK -26,462 (-20,827), and depreciation of fixed assets, mainly the facility in Hofors and capitalized development expenses, of TSEK -14,384 (-10,414). Expenses for raw materials and consumables consist of procurement of services and equipment sold forward to SMA Mineral. The increase in other external expenses relates to project costs for the demonstration facility.

Operating profit/loss (EBIT)
Operating profit/loss was TSEK -47,076 (-55,572). As compared to the previous year, the increase in expenses for the facility in Hofors, which in its turn are capitalized, is noted.

Financial items
Profit/loss from financial items amounted to TSEK -1,774 (-3,525) and consisted of interest on liabilities to the Swedish Energy Agency and Almi Företagspartner, as well as on leasing liabilities. The interest rate on these liabilities is around 9 percent. Changes in the fair value of the shares in Central Development Holdings Ltd are also included. This was positive during the year at TSEK 630 (1,767).

Profit/loss before tax
Profit/loss before tax was TSEK -48,849 (-59,097).

Earnings per share before and after dilution amounted to SEK -0.37 (-0.53).

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

Cash flow and liquidity
Cash flow from operating activities during the year was TSEK -36,889 (-47,715).

Investments
During the year, investments were made that impacted cash flow in the amount of TSEK -75,350 (-1,478). These consisted primarily of capitalized expenses for the demonstration facility for electric calcination in Hofors and ongoing investments in new patents, including patent applications in additional markets.

PARENT COMPANY
The operations of the parent company, SaltX Technology Hold-

ing AB (publ), include Group-wide services, management of the subsidiary SaltX Technology AB, and maintenance of the company's listing on Nasdaq First North Premier Growth Market.

Profit/loss before tax and Group contributions for the year was TSEK -5,891 (-12,264) and has been positively affected by interests.

The parent company reported a Group contribution to boost the equity of its subsidiary SaltX Technology AB.

On December 31, the parent company held available cash equivalents amounting to TSEK 22,165 (70,658).

SHARE CAPITAL

Share capital at the end of the year amounted to SEK 12,822,137.28 consisting of 160,276,716 shares at a nominal value of SEK 0.08.

The company conducted share issues during the fall, which in total increased the number of shares with 39,174,382 and contributed MSEK 62.2 to the company after issue expenses.

SHARES

Shares in SaltX are listed on Nasdaq First North Premier Growth Market.

Earnings per share

Earnings per share for the year amounted to SEK -0.37 (-0.53) based on an average of 130,895,930 (111,262,769) shares, before dilution. This has, however, not had an impact due to the negative result.

Significant risks and uncertainties

All business operations and share ownership are associated with risk. Risks that are managed well can entail opportunities and the creation of value, if not, they can lead to damage and losses. The risks can be divided into market-related, operations-related, and financial risks.

The Board assesses that the Group has sufficient capital on the balance sheet date to continue operations for the next 12 months. The company is still in a development phase and the need for additional financing is expected in the coming years in order for the company to be able to continue operations according to a long-term plan. The Board actively works with various options and forms of financing.

See also the company's Annual Report on its website.

Accounting policies

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) such as they have been adopted by the EU, RFR 1 Supplementary Accounting Rules for Groups, and the Swedish Annual Accounts Act. The Interim Report has been prepared in accordance with IAS 34 Interim

Financial Reporting.

The parent company's financial statements have been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2 Accounting for Legal Entities. The application of RFR 2 means that, in the interim report for the legal entity, the parent company applies all the IFRS, and statements adopted by the EU as far as this is possible within the framework of the Swedish Annual Accounts Act, the Swedish Pension Obligations Vesting Act and in consideration of the relationship between accounting and taxation. The Interim Report for the parent company has been prepared in accordance with the Swedish Annual Accounts Act.

The company is still in a development phase and a need for additional financing is expected during the coming year so that the company can continue its operations in accordance with the long-term plan. The Board actively works with various options and forms of financing.

The accounting policies applied are consistent with those described in the SaltX Group 2022 Annual Report.

CHANGE OF SHARE CAPITAL

	Change in share capital	Accumulated share capital	Change in no. of shares	Accumulated no. of shares
Opening balande 2023	9,688,186.72	–	121,102,334	–
Rights issue (2023)	3,133,950.56	12,822,137.28	39,174,382	160,276,716

CONSOLIDATED STATEMENT OF COMPREHENSIVE RESULT – SUMMARY

TSEK	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Net sales	16,862	–	25,973	256
Work performed by the Company for its own use and capitalized	12,687	–	74,139	351
Other operating income	1,601	102	1,698	162
TOTAL	**31,150**	**102**	**101,810**	**769**
Raw materials and consumables	-12,449	–	-12,449	–
Other external expenses	-22,609	-7,400	-95,591	-25,100
Personnel expenses	-7,618	-5,626	-26,462	-20,827
Depreciation of fixed assets	-5,585	-2,961	-14,384	-10,414
TOTAL OPERATING EXPENSES	**-48,261**	**-15,987**	**-148,886**	**-56,341**
OPERATING PROFIT/LOSS	**-17,111**	**-15,885**	**-47,076**	**-55,572**
Financial income	222	2	239	14
Financial expenses	1,160	-2,248	-2,012	-3,539
FINANCIAL ITEMS - NET	**1,382**	**-2,246**	**-1,773**	**-3,525**
PROFIT/LOSS BEFORE INCOME TAX	**-15,729**	**-18,131**	**-48,849**	**-59,097**
Income tax expense	–	–	–	–
PROFIT/LOSS FOR THE PERIOD	**-15,729**	**-18,131**	**-48,849**	**-59,097**
Earnings per share calculated on earnings attributable to parent company shareholders, SEK				
Basic earnings per share	-0.10	-0.15	-0.37	-0.53
Earnings per share after dilution	-0.10	-0.15	-0.37	-0.53

No items are reported in other comprehensive income in the Group, which is why the total comprehensive income corresponds to the result for the period. Profit for the period and total comprehensive income are attributable in full to the parent company's shareholders.

CONSOLIDATED BALANCE SHEET – SUMMARY

TSEK	Dec 31 2023	Dec 31 2022
ASSETS		
Fixed assets		
Intangible assets		
Capitalized expenditure on development work	67,277	76,416
Patents and trademarks	2,016	2,022
	69,293	**78,438**
Tangible assets		
Equipment, tools, and installations	557	476
Machinery and other tehnical fixed assets	71 681	–
Access-rights assets	4,266	5,813
	76,504	**6,289**
Financial fixed assets		
Other long-term securities	5,418	4,788
	5,418	**4,788**
Total fixed assets	**151,215**	**89,515**
Current assets		
Advance payments to suppliers	9,764	13
Accounts receivable	4,218	–
Other current assets	7,062	1,962
Prepaid expenses and accrued income	2,311	1,407
Cash and cash equivalents	26,217	74,340
Total current assets	**49,572**	**77,722**
TOTAL ASSETS	**200,787**	**167,237**
EQUITY AND LIABILITIES		
Equity		
Share capital	12,822	9,688
Other contributed capital	849,720	790,619
Accumulated profit or loss including profit/loss for the year	-723,537	-674,688
Total equity	**139,005**	**125,619**
Long-term liabilities		
Other liabilities	24,385	24,985
Leasing liabilities	2,747	4,336
Total long-term liabilities	**27,132**	**29,321**
Current liabilities		
Accounts payable	7,291	3,212
Leasing liabilities	1,588	1,583
Other liabilities	1,039	1,560
Advance payment from customers	13,743	–
Accrued expensed and deferred income	10,989	5,942
Total current liabilities	**34,650**	**12,297**
TOTAL EQUITY AND LIABILITIES	**200,787**	**167,237**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Parent Company shareholders			
TSEK	Share capital	Other contributed capital	Accumulated profit/loss incl. profit/loss for the year	Total equity
Opening balance Jan 1, 2022	**8,235**	**719,731**	**-615,591**	**112,375**
Net income/loss Jan-Dec 2022 equal to total comprehensive income	—	—	-59,097	-59,097
Total comprehensive income	**—**	**—**	**-59,097**	**-59,097**
Transactions with shareholders in their capacity as shareholders:				
Directed issue	1,453	71,208	—	72,661
Issue expenses	—	-1,036	—	-1,036
Proceeds from warrants	—	716	—	716
Closing balance Dec 31, 2022	**9,688**	**790,619**	**-674,688**	**125,619**
Opening balance Jan 1, 2023	**9,688**	**790,619**	**-674,688**	**125,619**
Net income/loss Jan-Dec 2023 equal to total comprehensive income	—	—	-48,849	-48,849
Total comprehensive income	**—**	**—**	**-48,849**	**-48,849**
Transactions with shareholders in their capacity as shareholders:				
Rights issue	3,134	71,297	—	74,431
Issue expenses	—	-12,196	—	-12,196
Closing balance Dec 31, 2023	**12,822**	**849,720**	**-723,537**	**139,005**

CONSOLITADED CASH FLOW STATEMENT

TSEK	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Cash flow from operating activities				
Profit/loss after financial items	-15,729	-18,131	-48,849	-59,097
Adjustments for non-cash items etc.	3,753	4,761	13,754	12,180
	-11,976	**-13,370**	**-35,095**	**-46,917**
Increase/decrease in operating receivables	951	1,610	-19,973	705
Increase/decrease in operating liabilities	-22,280	2,670	18,179	-1,503
Cash flow from change of working capital	**-21,329**	**4,280**	**-1,794**	**-798**
Cash flow from operating activities	**-33,305**	**-9,090**	**-36,889**	**-47,715**
Cash flow from investing activities				
Acquisition of tangible assets	-12,801	-67	-74,430	-300
Acquisition of intangible assets	-327	-276	-920	-1,178
Cash flow from investing activities	**-13,128**	**-343**	**-75,350**	**-1,478**
Cash flow from financing activities				
New capital issue	13,487	–	68,865	72,661
Issue expenses	-158	–	-6,630	-1,036
Warrants	–	–	–	716
Change in long term leasing liabilities	-438	–	-1,739	-855
Financing development from public funds	3,620	–	3,620	887
Cash flow from financing activities	**16,511**	**–**	**64,116**	**72,373**
Cash flow for the period	**-29,922**	**-9,433**	**-48,123**	**23,180**
Cash equivalents at beginning of period	56,139	83,773	74,340	51,160
Cash equivalents at end of period	26,217	74,340	26,217	74,340

NOTES

NOTE 1 SIGNIFICANT ESTIMATES AND ASSESSMENTS FOR ACCOUNTING PURPOSES

The estimates and assumptions that represent a significant risk of material adjustments in the carrying amounts of assets and liabilities are:

- **Earlier received from the Swedish Energy Agency**
  Long-term liabilities consist largely of loans from the Swedish Energy Agency in the amount of TSEK 24,385. The loan is interest-bearing at approximately 9 per cent per year. A request for remission of most of the loan has been sent to the Swedish Energy Agency on three occasions but as been rejected.

- **Intangible assets:**
  The largest asset recognized in SaltX's balance sheet is capitalized development expenditure. This is attributable to the basic technology, the large-scale energy storage application, and the application electrification. An impairment test of this asset is carried out based on an estimate and assessment of what the group's technology may lead to in the form of future revenue and cash flow. Important components when calculating these future values are volume growth, profit margin and discount rate. A significant change of important components in the calculation may mean that the balance sheet item needs to be adjusted. The cash flows that are discounted for impairment testing are taken from the company's budget and long-term forecast, assuming that sufficient financing can be secured to continue operations in the long term.

- **Development**
  The Group assesses when the product or process is technically and commercially viable and whether the Group has sufficient resources to complete development and subsequently use or sell the intangible asset. If these conditions are met, an intangible asset is recognized in the balance sheet. The expenses in conjunction with the construction of the demonstration plant to industrialize the technology for electric calcination have been capitalized.

- **Research and promotional measures**
  During the period, the Group focused on the application electrification. In addition, resources have been put into initial sales promotion measures in the form of work on and preparation of pre-commercial plants in conjunction with partners. These activities and efforts are research and sales promotion-oriented activities in nature and are expensed as they arise.

REVENUES

	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Revenue from agreements with customers	16,862	–	25,973	256
Other revenue	1,601	102	1,698	162
Total revenue	**18,463**	**102**	**27,671**	**418**

The Group has revenues as specified below:

	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Product sale	14,647	–	14,647	–
Consultancy services (technology)	2,215	–	11,326	256
Total revenue from customers	**16,862**	**–**	**25,973**	**256**

Estimates and assessments are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are considered reasonable under prevailing conditions.

NOTE 2 REVENUE

The Group has reported the following amounts in the income statement relating to revenue:

NOTE 3 FINANCIAL INSTRUMENTS

For the Group's borrowing from the Swedish Energy Agency, the request for a remission of the loan has been submitted to the Agency on three occasions and has been rejected.

Regarding the fair value of short-term financial assets and liabilities, the fair value is estimated to correspond to the carrying amount since the discount effect is not material.

NOTE 4 TRANSACTIONS WITH AFFILIATED PARTIES

No transactions have been conducted with affiliated parties in the period, other than the agreed remuneration to the Board of Directors and management.

NOTE 5 PROFIT DISPOSITION

The board proposes that available free funds, SEK 255,884,886 be balanced in a new account.

FINANCIAL ASSETS ARE VALUED AT FAJR VALUE THROUGH THE INCOME STATEMENT

Stock Market Listed Shares	DEC 31 2023	DEC 31 2022
Central Development Holdings Ltd (f.d. Zhong Fa Zhan Holdings Ltd)	5,418	4,788

The assets have been valued in level 1 in the true value chain.

CHANGE IN FAIR VALUE OF SHARES

TSEK	Q 4 2023	Q 4 2022	FY 2023	FY 2022
Change in fair value of shares	1,832	-1,800	630	-1,767

FAIR VALUE

	Dec 31 2023		Dec 31 2022	
	Carrying amount	Fair value	Carrying amount	Fair value
State Energy Agency	24,385	23,829	24,386	23,830

PARENT COMPANY INCOME STATEMENT

TSEK	FY 2023	FY 2022
Net revenue	2,400	2,400
NET REVENUE	**2,400**	**2,400**
Other external expenses	-3,024	-3,373
Peronnel expenses	-8,083	-7,873
TOTAL OPERATING EXPENSES	**-11,107**	**-11,246**
OPERATING RESULT	**-8,707**	**-8,846**
Financial income	2,252	—
Financial expenses	564	-3,418
FINANCIAL ITEMS - NET	**2,816**	**-3,418**
PROFIT BEFORE TAX	**-5,891**	**-12,264**
Group contribution	-50,000	—
Income tax	—	—
PROFIT/LOSS FOR THE PERIOD	**-55,891**	**-12,264**

PARENT COMPANY BALANCE SHEET

TSEK	Dec 31 2023	Dec 31 2022
ASSETS		
Financial assets		
Participations in subsidiaries	197,270	197,270
Other long-term securities	5,418	4,788
Total financial assets	**202,688**	**202,058**
Current assets		
Advance payments suppliers	–	3
Other receivables	594	215
Accounts receivable from Group companies	46,384	–
Prepaid expenses and accrued income	271	197
Cash and bank deposits	22,165	70,568
Total current assets	**69,414**	**70,983**
TOTAL ASSETS	**272,102**	**273,041**
EQUITY AND LIABILITIES		
Equity		
Restricted equity		
Share capital	12,822	9,688
	12,822	**9,688**
Non-restricted equity		
Share premium reserve	631,065	571,964
Retained earnings	-319,289	-307,025
Profit/loss for the year	-55,891	-12,264
	255,885	**252,675**
Total equity	**268,707**	**262,363**
Current liabilities		
Accounts payable	107	243
Accounts payables to Group companies	87	7,314
Other liabilities	122	121
Accrued expenses and deferred income	3,079	3,000
Total current liabilities	**3,395**	**10,678**
TOTAL EQUITY AND LIABILITIES	**272,102**	**273,041**

DECLARATION BY THE BOARD OF DIRECTORS AND THE CEO

The Board of Directors and CEO confirm that this Interim Report provides a true and fair view of the parent company and the Group's operations, financial position and results for the period concerned

Stockholm, February 16, 2024
Board of Directors

Åke Sund *Chairman*	Staffan Andersson *Board member*	Per Bodén *Board member*
Tony Grimaldi *Board member*	Hans Holmström *Board member*	Elin Lydahl *Board member*

Carl-Johan Linér
CEO

AUDITOR'S REPORT



Auditor's report

SaltX Technology Holding AB (publ), reg. no. 556917-6596

Introduction

We have reviewed the condensed interim financial information (year-end report) of SaltX Technology Holding AB (publ) as of 31 December 2023 and the 12-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

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

Conclusion

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

Stockholm, 16 February 2024

Öhrlings PricewaterhouseCoopers AB

Claes Sjödin
Authorized Public Accountant

OTHER INFORMATION

CALENDAR

Interim Report quarter 1 2024	May 3, 2024
Annual Shareholders Meeting	April 25, 2024
Interim Report quarter 2 2024	August 23, 2024
Interim Report quarter 3 2024	November 1, 2024
Year-end Report 2024	February 2025

ADDRESS

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