SaltX Technology

SaltX Technology Holding AB (publ)

YEAR-END REPORT QUARTER 4 2022

This is information that SaltX Technology is required to disclose under the EU Market Abuse Regulation. The information was submitted for publication on February 17, 2023, at 08 am.



SALTX ENTERS INDUSTRIALIZATION

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The cover image depicts the northern Norwegian town of Mo i Rana. Photo: Rana Development

YEAR-END REPORT QUARTER 4 2022

FINANCIAL EVENTS

Fourth quarter

- Net sales amounted to MSEK 0.0 (0.0)
- Operating profit/loss (EBIT) totaled MSEK -15.9 (-13.5)
- Cash flow from operating activities amounted to MSEK -9.1 (-14.3)
- Earnings per share before and after dilution amounted to SEK -0.15 (-0.15)

Full year January – December

- Net sales amounted to MSEK 0.3 (0.2)
- Operating profit/loss (EBIT) totaled MSEK -55.6 (-37.6)
- Cash flow from operating activities amounted to MSEK -47.7 (-36.1)
- Earnings per share before and after dilution amounted to SEK -0.53 (-0.39)

SIGNIFICANT EVENTS

Fourth quarter

- Final report for the pilot plant in Bollmora completed with good result
- SMA Mineral ordered the first phase of an electric climate-neutral lime factory

After the end of the period

- SaltX and SMA Mineral enter partnership with Celsa Armeringsstål – plan for climate-neutral lime production in the northern Norweigan Town of Mo i Rana
- SaltX enters industrialization – invests SEK 50 million in a new demonstration facility
- SaltX, SMA Mineral and SSAB are entering a pre-study on using new technology for climate-neutral quicklime production

"THE OPPORTUNITIES AND POTENTIAL FOR SALTX ARE UNDENIABLY GOOD.

READ MORE ON PAGE 4

KEY FIGURES

Group, TSEK	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Net sales	–	–	256	164
Operating profit/loss (EBIT)	-15,885	-13,544	-55,572	-37 587
Earnings per share before and after dilution	-0.15	-0.15	-0.53	-0.39
Equity	125,619	112,375	125,619	112,375
Cash flow from operating activities	-9,091	-14,339	-47,716	-36,092
Equity ratio (equity/balance sheet total)	75%	74%	75%	74%

THE CEO'S ADDRESS
SALTX ENTERS INDUSTRIALIZATION

In my time as CEO of SaltX, 2022 has been the most eventful year so far. I consider it to be a breakthrough year, both technically and commercially. The last quarter was no exception.

But first I want to convey a strong feeling I have of the industry we operate in. "AB Sverige's" mine, ore and steel really form the basis of our industrial development. With our long tradition and major investments, we have a genuinely strong platform to stand on as the industry takes the next step in its development. Naturally, I am thinking of fossil-free steel and the importance of supplying climateneutral lime to the steel industry.

In the last weekend in January, Berghanteringens Vänner held Annual Meeting no. 159, which was heavily attended by people from the entire industry. It goes without saying that SMA Mineral and SaltX were there, and it is incredibly impressive to see all the activities and initiatives that are under way to minimize the industry's climate impact.

Together with SMA, SaltX is very well positioned to execute and support the complete transition to climate neutral lime for fossil free steel.

At the time of writing, SaltX have entered cooperation with both Celsa Armeringsstål in Norway and with SSAB to supply all their production facilities with climate-neutral lime. Both these partnerships are being initiated with pilot studies aimed at building new production facilities together with SMA using our Electric Arc Calciner (EAC) technology.

FACTORY IN ACTION 2025

The plan is to start up the first full-scale factory for climate-neutral lime production in 2025. Just before Christmas, we received the order from SMA to start work on the factory by carrying out a preliminary study and preliminary planning. SaltX will be delivering the very "heart" of this factory with our EAC technology and the associated hardware and software for safe and optimal operation. This factory will be an important reference plant and the impetus to constructing several similar factories. At the time of writing, the location has not yet been decided.

> "JUST BEFORE CHRISTMAS, WE RECEIVED THE ORDER FROM SMA TO START WORK ON THE FACTORY BY CARRYING OUT A PRELIMINARY STUDY AND PRELIMINARY PLANNING. SALTX WILL BE DELIVERING THE VERY "HEART" OF THIS FACTORY

Before building the first large-scale factory, we will industrialize the technology by building a 2 MW demonstration plant in Hofors to be completed during the year. The purpose of this plant is to verify and ensure all functions, processes and material evaluations before the full-scale factory is built.

As I mentioned in my previous CEO letter, we are passionate about facilitating and accelerating the transition of both the limestone and cement industries. These two industrial processes emit as much carbon dioxide as the third largest country in the world (8% of the world's carbon dioxide emissions).

Our excellent cooperation with SMA is a major reason behind our rapid transition. The two companies are very well matched, and both parties, SMA's customers and not least, the climate, will reap the benefits.

ENERGY STORAGE

The third-party verification of our facility in Bollmora, where we built a 200 KW energy storage with a charge and discharge reactor, has been completed. The TUM (Technical University of Munich) report shows satisfactory results. We have continued good dialogues with a number of actors who have shown interest.

TO SUM UP

The industry must reduce its carbon dioxide emissions. Nobody is questioning this - everyone understands it. We know that we have an important function to fill here, and I am looking to the future with great confidence. The strong desire and objective of SMA to halve emissions as quickly as possible is a good start. The opportunities and potential for SaltX are undeniably good.

We are more strongly positioned for the future than ever before. Not only do we have forward-thinking and global partners and a proprietary charging reactor that helps us stand strong, but we also, above all, have propelled ourselves forward to becoming a key player in the green industrial transition. Things are looking brighter with spring approaching, but what's really bright is our company!

Thank you for giving me the floor and for your trust!

Carl-Johan Linér, CEO

Stockholm, February 2023



Carl-Johan Linér

SALTX'S NEW MARKET PARTNERSHIP FOR FOSSIL-FREE STEEL MANUFACTURING

Recently, SaltX and SMA Mineral entered a partnership with Celsa Nordic with the goal of replacing the existing fossil-fueled quick-lime plant next to Celsa's steel mill with a brand-new and electrified method. We teamed up with, to talk about their ambitious climate goals, the new partnership, and how the industry as a whole can increase their actions and speed up the much-needed transition.

Celsa Group is a European steel company; still, we haven't heard that much about you in Sweden; tell a bit more about your company.
Celsa Nordic is part of CELSA Group International, a leading producer of low-emission, circular steel, and Europe's largest circular supply chain. The company provides the most sustainable and climate-efficient reinforcing steel available and consists of Celsa Armeringsstål -the leading producer of reinforcing steel in the Nordic region with a smelter and a rolling mill located in Mo i Rana, Celsa Steel Service, and Celsa Nordic Recycling -that operates in Norway, Sweden, Finland, and Denmark.

The company recycles ferrous scrap to produce steel in electric arc furnaces, using the most sustainable technology and energy based on clean, renewable hydropower. With 1,114 own and subcontracted employees, Celsa Nordic produced over 800,000 tonnes of steel and recycled almost 900,000 million tonnes of scrap in 2022.

You´re a forerunner of the green transformation of the industry; talk us through what you already have done and what lies ahead.
Celsa Nordic has always been a pioneer in environmental work. We have shown this with several innovation projects and multiple investments in the last 15 years. In 2018 we carried out our Environmental sustainability roadmap. This gave us a short-term and long-term direction to take responsibility and actions in the green shift. In this roadmap, we focus on reducing our CO^2 emissions, local emissions, by-products, fossil-free transport, and increasing energy efficiency. A concrete example is our Hydrogen project that is being implemented in our rolling mill.

Obviously, you have identified the usage of zero-emission quicklime as essential for producing fossil-free steel; what are the benefits from a sustainable perspective?
If we are to succeed with our sustainability goals, we cannot only focus on our emissions but also

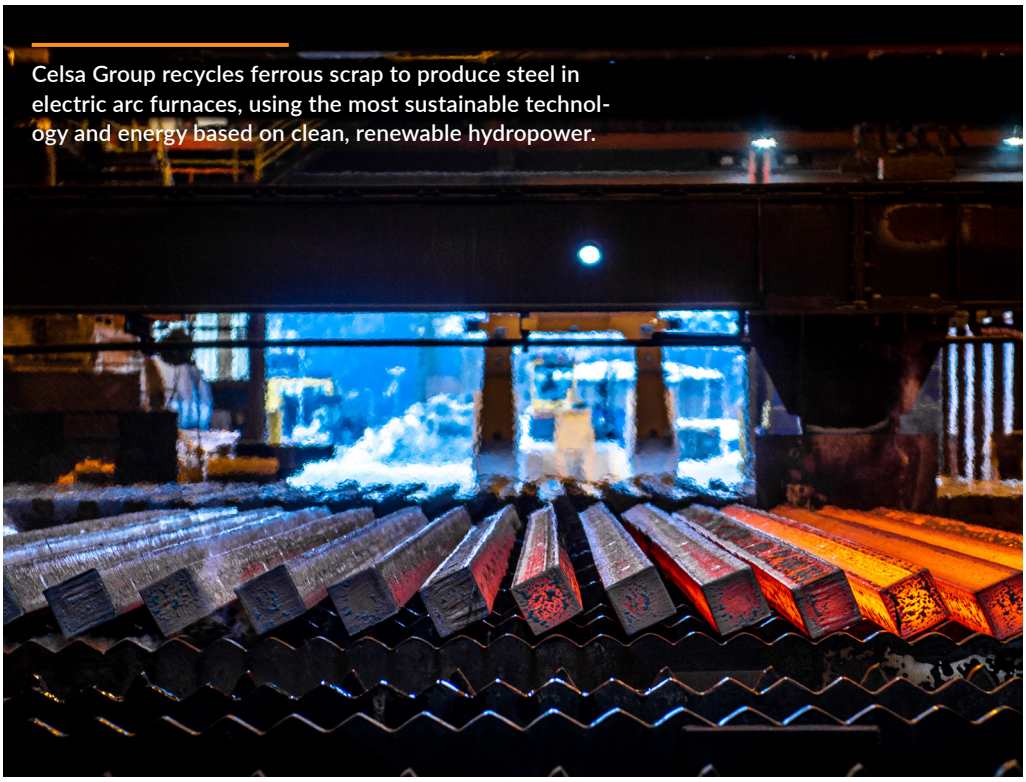


Susanne M. Nævermo-Sand ,
Celsa Nordic's Head of Sustainability & Strategy,

contribute to making our customers and collaboration partners succeed. In the last few years we have been working on the concept of Circular collaboration for a circular future. To increase our circular value chain, we need partnerships and collaboration. We look for every opportunity to collaborate with our customers and partners to reduce emissions and achieve our net zero goals.

We want to create and strengthen circular partnerships with our clients and stakeholders throughout our value chain. The partnership with SMA Mineral and SaltX is a good example of this. The project of climate-neutral production of lime and dolomite in our value chain contributes to reducing our scope 3 emissions. When our collaboration partners is taking such a clear standing in the green shift, it affects our ability to achieve our environmental goals.

What are your thoughts about the pace of the industrial transformation? Are we doing enough in general terms, and what is holding back an increased adoption of new technology?
Globally I don`t think we are able to transform the industry fast enough, but nationally yes. Perhaps naively ambitious, but yes! We do not have all the pieces in place to carry out a transition quickly enough, and a number of instruments need to be in place to realize good projects within the green shift, such as CFD (Low carbon electricity agreement). In recent years we have seen major changes and measures in the right direction. There are many large companies with large projects and ambitions. Strong political will and good means for action in strategically important areas exist. So yes, it should be possible.



Celsa Group recycles ferrous scrap to produce steel in electric arc furnaces, using the most sustainable technology and energy based on clean, renewable hydropower.

IN 2018 WE CARRIED OUT OUR ENVIRONMENTAL SUSTAINABILITY ROADMAP. THIS GAVE US A SHORT-TERM AND LONG-TERM DIRECTION TO TAKE RESPONSIBILITY AND ACTIONS IN THE GREEN SHIFT.

What were the reasons behind your decision to enter a partnership with SMA Mineral and SaltX at this point?
The partnership is in accordance with our strategy. This collaboration shows how important it is to work together with suppliers and customers to jointly contribute to the green shift.

It sounds to me like you work hard to become one of the first steel producers to manufacture "true" fossil-free steel; why is that?
Our vision is that we want to be leaders of the circular supply chain to build a Net Positive Future. We embrace a sustainable future. Steel is the backbone of our society. The environmental and climate challenges require that everyone contributes to building a more sustainable society. We firmly believe circular supply chains are the only way forward if we want to optimize the use of natural resources, decarbonize the industry, and reduce emissions.

THE SALTX BUSINESS

SaltX is a Swedish Greentech company that develops and markets sustainable technology that will benefit customers, the climate, and society. The company operates in large-scale energy storage solutions and electrification technology, primarily for the lime and cement industries. The ambition is to become a leading player in the green industrial transition by eliminating millions of tons of carbon dioxide emissions.

ELECTRIFICATION

SaltX's latest innovation, Electric Arc Calciner, is a unique, patent-pending technical solution that electrifies the industrial process of calcination – to heat material to a very high temperature. The purpose of calcination is to expel a substance or achieve a phase transformation.

The technology replaces fossil-based heating with renewable electricity and isolates and separates the carbon dioxide in the heating process with high energy efficiency. Calcination is used by many industries, the most common of which is the lime and cement industry. Together, these industries are one of the world's largest emitters of carbon dioxide.

With SaltX technology, customers can effectively convert their production and significantly reduce their emissions.

ENERGY STORAGE

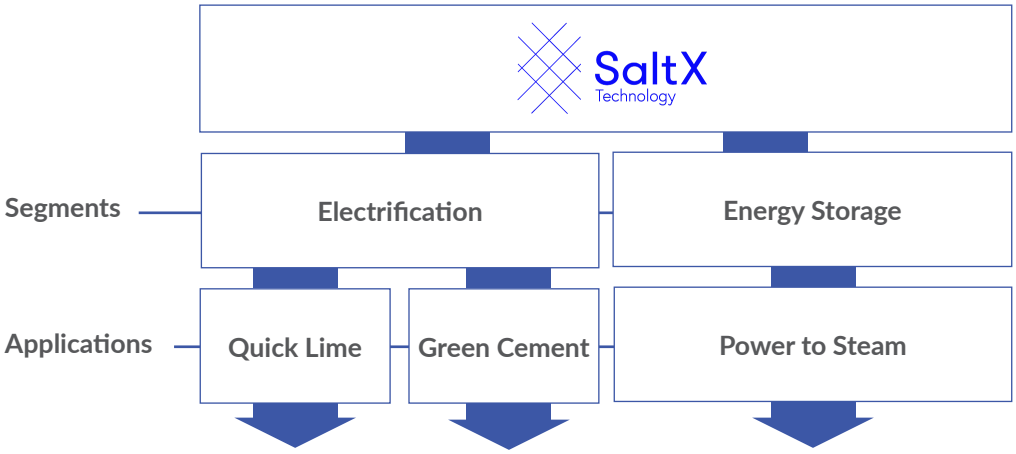
The low-carbon transition means that renewable energy sources expand as the industrial sector needs to replace fossil fuels with renewable electricity in its production.

This shift creates new demands on flexibility and storage in the energy system. SaltX's energy storage solution stores large quantities of energy for cities and industries to enable a faster, more stable transition to renewable energy sources. By charging the energy store with renewable electricity, or surplus electricity from the existing grid, discharge can take place at any time with high-grade steam.

Both the energy sector and industry need to transform their production to minimize carbon dioxide emissions and achieve global climate goals. SaltX energy storage helps customers make the transition by offering electrification, increased flexibility, and redundancy.

ELECTRIC ARC CALCINER – A PATENT-PENDING SOLUTION THAT ENABLES THE PRODUCTION OF LIME AND CEMENT WITH GREATLY REDUCED EMISSIONS.

SALTX OPERATIONS



SaltX's operations are conducted in two different business areas – electrification and energy storage. For these, there are currently three areas of application aimed at industry in order to reduce the sector's carbon dioxide emissions.

SIGNIFICANT EVENTS

...IN THE FOURTH QUARTER

FINAL REPORT FOR THE PILOT PLANT IN BOLLMORA COMPLETED WITH GOOD RESULTS

In October 2022, SaltX Technology submitted its final report regarding large-scale thermochemical energy storage to the Swedish Energy Agency. The report shows good results regarding the project's overall goal of using existing scalable technologies to build a market-demanded solution for long-term energy storage.

SMA MINERAL ORDERED THE FIRST PHASE OF AN ELECTRIC CLIMATE-NEUTRAL LIME FACTORY

The agreement is an important milestone for SaltX Technology and marks the beginning of a new Swedish electrified and climate-neutral lime industry. The parties start the project's first phase immediately with the goal of delivering climate-neutral lime to the market in 2025. The order includes pre-study, pre-projecting, and tests to a value of SEK 16 million.

SALTX ENTERS INDUSTRIALIZATION – INVESTS SEK 50 MILLION IN A NEW DEMONSTRATION FACILITY

After successful and verified tests for manufacturing climate-neutral lime and a pre-order of the first factory from SMA Mineral, the company is now investing circa fifty million SEK in a demonstration plant to industrialize the technology for electric calcination.

SALTX, SMA MINERAL AND SSAB ARE ENTERING A PRE-STUDY ON USING NEW TECHNOLOGY FOR CLIMATE-NEUTRAL QUICKLIME PRODUCTION

SaltX Technology, SMA Mineral, and SSAB are entering a pre-study on how a new technology to produce climate-neutral quicklime can be applied in SSAB's steelmaking process. The technology, which SaltX is developing, aims to replace fossil fuels with renewable electricity in quick-lime production. In the production of ore-based steel, quicklime is needed as a slag former.

...AFTER THE END OF THE PERIOD

SALTX AND SMA MINERAL ENTER PARTNERSHIP WITH CELSA ARMERINGSSTÅL

Celsa Nordic is one of the Nordic region's largest producers of reinforcing steel. Celsa Nordic has its steel and rolling mill in Mo i Rana, Norway. The reinforcing steel production is based on 100 percent recycled steel scrap. The purpose of the cooperation agreement is to explore the conditions for an electrical and climate-neutral quicklime production facility.

FINANCIAL OVERVIEW

OCTOBER – DECEMBER QUARTER 4 2022

REVENUE, EXPENSES AND EARNINGS

Net sales
Net sales for the quarter amounted to TSEK – (–).

Capitalized work for own account
Capitalized work for own account amounted to TSEK – (2,010) in the quarter.

Other income
Other income in the quarter totaled TSEK 102 (20) and consisted of grants from Energy State Agency among other things.

Expenses
Expenses during the quarter amounted to TSEK -15,987 (-15,574), broken down as other external expenses TSEK -7,400 (-10,144), personnel costs TSEK -5,626 (-3,866), and depreciation of fixed assets TSEK -2,961 (-1,564).

Operating profit/loss (EBIT)
Operating profit/loss was TSEK -15,885 (-13,544) and was affected by the low level of capitalized development work.

Financial items
Profit/loss from financial items amounted to TSEK 2,246 (1,842) 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 7 percent. Changes in the fair value of the shares in Central Development Holdings Ltd are also included. This was negative during the quarter at TSEK -1,800 (-1,375).

Profit/loss before tax
Profit/loss before tax was TSEK -18,131 (-15,386).

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

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

Cash flow and liquidity
Cash flow from operating activities during the quarter was TSEK -9,091 (-14,339).

Group cash equivalents at the end of the year amounted to TSEK 74,340 (51,160).

Long-term liabilities
Long-term liabilities amounted to TSEK 29,321 (27,177) and consisted of loans from the Swedish Energy Agency of TSEK 24,386 and from Almi Företagspartner of TSEK 599, and leasing liabilities of TSEK 4,336.

The loan from Almi is amortized monthly over a period of 5 years.

Investments
During the quarter, investments were made that impacted cash flow in the amount of TSEK -342 (-1,524). These consisted of ongoing investments in new patents, including patent applications in additional markets and equipment.

The office lease of the company has been extended for three years from August 1, 2023, which has increased access-rights assets and leasing liabilities by TSEK 4,927 in the year-end accounts in accordance with current accounting rules (IFRS 16)

Equity
At the end of the quarter, equity amounted to TSEK 125,619 (112,375) or SEK 1.04 (1.09) per share. The equity ratio on the same date was 75 (74) percent.

JANUARY – DECEMBER FULL YEAR 2022

REVENUE, EXPENSES AND EARNINGS

Net sales
Net sales for the year amounted to TSEK 256 (164) and relates to consultancy services in product development.

DEVELOPMENT PER QUARTER

TSEK	Q 4 2021	Q 1 2022	Q 2 2022	Q 3 2022	Q 4 2022
Net sales	–	106	–	150	–
Operating profit/loss (EBIT)	-13,544	-12,374	-16,645	-10,668	-15,885
Cash flow from operating activities	-14,339	-12,295	-14,133	-12,196	-8,355
Basic earnings per share, SEK	-0.15	-0.14	-0.16	-0.09	-0.15

Capitalized work for own account
Capitalized work for own account amounted to TSEK 351 (18,155) in the year and relate to the last remaining limited development and construction of a pilot with new reactor technology based on fluidization.

Other income
Other income in the year totaled TSEK 162 (1,200).

Expenses
Expenses during the year amounted to TSEK -56,341 (-57,106) , broken down as other external expenses TSEK -25,100 (-33,015), personnel costs TSEK -20,827 (-17,888) , and depreciation of fixed assets TSEK -10,414 (-6,203).

Operating profit/loss (EBIT)
Operating profit/loss was TSEK -55,572 (-37,587) and was primarily affected by the lower degree of capitalization of development expenses.

Financial items
Profit/loss from financial items amounted to TSEK -3,525 (-690) 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 7 percent. Changes in the fair value of the shares in Central Development Holdings Ltd are also included. This was negative in the year at TSEK -1,767 (1,200).

Profit/loss before tax
Profit/loss before tax was TSEK -59,097 (-38,277).

Earnings per share before and after dilution amounted to SEK -0.53 (-0.39).

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

Cash flow and liquidity
Cash flow from operating activities during the year was TSEK -47,716 (-36,092).

Investments
During the year, investments were made that impacted cash flow in the amount of TSEK -1,477 (-15,006). These consisted of ongoing investments in new patents, including patent applications in additional markets and remaining parts of capitalized expenditures.

PARENT COMPANY
The operations of the parent company, SaltX Technology Holding 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 for the year was TSEK -12,264 (-7,447). On December 31, the parent company held available liquid assets amounting to TSEK 70,568 (49,141).

SHARE CAPITAL
Share capital at the end of the year amounted to SEK 9,688,186.72 consisting of 121,102,334 shares at a nominal value of SEK 0.08.
The company carried out a directed share issue of 18,165,350 shares in the year which was subscribed for by SMA Mineral AB, one the collaborating partners of the company, at SEK 4.00 per share which contributed SEK 72.7 million to the company.

CHANGE OF SHARE CAPITAL DURING YEAR 2022

	Change in share capital	Accumulated share capital	Change in no. of shares	Accumulated no. of shares
Opening balance 2022	–	8,234,958.72	–	102,936,984
Directed Share Issue (2022)	1,453,228.00	9,688,186.72	18,165,350	121,102,334

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

Earnings per share
Earnings per share for year 2022 amounted to SEK -0.53 (-0.39) based on an average of 111,262,769 (97,311,984) shares, before dilution. In May the company carried out an issue of warrants of which 738,000 were subscribed by key persons. 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.

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 accounting policies applied are consistent with those described in the SaltX Group 2021 Annual Report.

CONSOLIDATED STATEMENT OF COMPREHENSIVE RESULT – SUMMARY

TSEK	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Net sales	–	–	256	164
Work performed by the Company for its own use and capitalized	–	2,010	351	18,155
Other operating income	102	20	162	1,200
TOTAL	**102**	**2,030**	**769**	**19,519**
Other external expenses	-7,400	-10,144	-25,100	-33,015
Personnel expenses	-5,626	-3,866	-20,827	-17,888
Depreciation of fixed assets	-2,961	-1,564	-10,414	-6,203
TOTAL OPERATING EXPENSES	**-15,987**	**-15,574**	**-56,341**	**-57,106**
OPERATING PROFIT/LOSS	**-15,885**	**-13,544**	**-55,572**	**-37,587**
Financial income	2	–	14	–
Financial expenses	-2,248	-1,842	-3,539	-690
FINANCIAL ITEMS - NET	**-2,246**	**-1,842**	**-3,525**	**-690**
PROFIT/LOSS BEFORE INCOME TAX	**-18,131**	**-15,386**	**-59,097**	**-38,277**
Income tax expense	–	–	–	–
PROFIT/LOSS FOR THE PERIOD	**-18,131**	**-15,386**	**-59,097**	**-38,277**
Earnings per share calculated on earnings attributable to parent company shareholders, SEK				
Basic earnings per share	-0.15	-0.15	-0.53	-0.39
Earnings per share after dilution	-0.15	-0.15	-0.53	-0.39

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 2022	Dec 31 2021
ASSETS		
Fixed assets		
Intangible assets		
Capitalized expenditure on development work	76,416	84,795
Patents and trademarks	2,022	1,587
	78,438	**86,382**
Tangible assets		
Equipment, tools, and installations	476	660
Access-rights assets	5,813	2,405
	6,289	**3,065**
Financial fixed assets		
Other long-term securities	4,788	6,555
	4,788	**6,555**
Total fixed assets	**89,263**	**96,002**
Current assets		
Advance payments to suppliers	13	91
Other current assets	1,962	2,696
Prepaid expenses and accrued income	1,407	1,300
Cash and cash equivalents	74,340	51,160
Total current assets	**77,722**	**55,247**
TOTAL ASSETS	**166,985**	**151,249**
EQUITY AND LIABILITIES		
Equity		
Share capital	9,688	8,235
Other contributed capital	790,619	719,731
Accumulated profit or loss including profit/loss for the year	-674,688	-615,591
Total equity	**125,619**	**112,375**
Long-term liabilities		
Other liabilities	24,985	26,186
Leasing liabilities	4,336	991
Total long-term liabilities	**29,321**	**27,177**
Current liabilities		
Accounts payable	3,212	3,565
Leasing liabilities	1,726	1,601
Other liabilities	1,560	1,533
Accrued expensed and deferred income	5,943	4,998
Total current liabilities	**12,441**	**11,697**
TOTAL EQUITY AND LIABILITIES	**166,985**	**151,249**

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, 2021	**7,035**	**665,713**	**-577,314**	**95,434**
Net income/loss Jan-Dec 2021 equal to total comprehensive income	—	—	-38,277	-38,277
Total comprehensive income	**—**	**—**	**-38,277**	**-38,277**
Transactions with shareholders in their capacity as shareholders:				
Directed issue	1,200	58,800	—	60,000
Issue expenses	—	-4,782	—	-4,782
Closing balance Dec 31, 2021	**8,235**	**719,731**	**-615,591**	**112,375**
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**

CONSOLITADED CASH FLOW STATEMENT

TSEK	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Cash flow from operating activities				
Profit/loss after financial items	-18,131	-15,386	-59,097	-38,277
Adjustments for non-cash items etc.	4,760	2,939	12,179	5,003
	-13,371	**-12,447**	**-46,918**	**-33,274**
Increase/decrease in operating receivables	1,610	-524	705	-115
Increase/decrease in operating liabilities	2,670	-1,368	-1,503	-2,703
Cash flow from change of working capital	**4,280**	**-1,892**	**-798**	**-2,818**
Cash flow from operating activities	**-9,091**	**-14,339**	**-47,716**	**-36,092**
Cash flow from investing activities				
Acquisition of intangible assets	-272	-1,468	-1,164	-14,836
Acquisition of tangible assets	-80	-56	-313	-170
Cash flow from investing activities	**-342**	**-1,524**	**-1,477**	**-15,006**
Cash flow from financing activities				
New capital issue, net of issue expenses	—	—	72,341	55,218
Change in long term leasing liabilities	—	-425	-855	-1,688
Financing development from public funds	—	—	887	3,079
Cash flow from financing activities	**—**	**-425**	**72,373**	**56,609**
Cash flow for the period	**-9,433**	**-16,288**	**23,180**	**5,511**
Cash equivalents at beginning of period	83,773	67,448	51,160	45,649
Cash equivalents at end of period	74,340	51,160	74,340	51,160

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 24,386. The loan is interest-bearing at approximately 7 per cent per year. A request for remission of most of the loan was sent to the Swedish Energy Agency on three occasions but was rejected.

- **Intangible assets:**
  The largest asset recognized in SaltX's balance sheet is capitalized development expenditure. This is attributable to the basic technology and the large-scale energy storage application, EnerStore and the new 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 costs in conjunction with the construction of a new pilot plant with new reactor technology have been capitalized.

- **Research and promotional measures**
  During the period, the Group focused both on the application for large-scale energy storage, EnerStore and the new application electrification. In addition to the pilot plant mentioned above, with the purpose to find a more efficient process for charging and discharging energy, the activities have

REVENUE

	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Revenue from agreements with customers	–	–	256	164
Other revenue	102	20	162	1 200
Total revenue	**102**	**20**	**418**	**1 364**

The Group has revenues as specified below:

	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Product sale	–	–	–	61
Consultancy services (technology)	–	–	256	103
Total revenue from customers	**–**	**–**	**256**	**164**

consisted of research about the process for electrification, calcination, of lime and cement material. The latter has led to new technology and solution for the calcination process. 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.

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: (see table on page 18).

NOTE 3 FINANCIAL INSTRUMENTS

For the Group's borrowing from Almi Företagspartner, the carrying amount of the borrowing corresponds to its fair value, since the interest rate on this borrowing is at parity with current market interest rates. Regarding the loan 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.

STOCK MARKET LISTED SHARES

	Dec 31 2022	Dec 31 2021
Central Development Holdings Ltd (previously Zhong Fa Zhan Holdings Ltd)	4,788	6,555

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

CHANGE IN FAIR VALUE OF SHARES

TSEK	Q 4 2022	Q 4 2021	FY 2022	FY 2021
Change in fair value of shares	-1,800	-1,375	-1,767	1,200

FAIR VALUE

	Dec 31 2022		Dec 31 2021	
	Carrying amount	Fair value	Carrying amount	Fair value
Swedish Energy Agency	24,386	23,830	24,386	23,830

PARENT COMPANY INCOME STATEMENT

TSEK	FY 2022	FY 2021
Net revenue	2,400	2,400
Other operating revenue	—	34
NET REVENUE	**2,400**	**2,434**
Other external expenses	-3,373	-3,242
Peronnel expenses	-7,873	-6,680
TOTAL OPERATING EXPENSES	**-11,246**	**-9,922**
OPERATING RESULT	**-8,846**	**-7,488**
Financial income	—	2
Financial expenses	-3,418	39
FINANCIAL ITEMS - NET	**-3,418**	**41**
PROFIT BEFORE TAX	**-12,264**	**-7,447**
Group contribution	—	-50,000
Income tax	—	—
PROFIT/LOSS FOR THE PERIOD	**-12,264**	**-57,447**

PARENT COMPANY BALANCE SHEET

TSEK	Dec 31 2022	Dec 31 2021
ASSETS		
Financial assets		
Participations in subsidiaries	197,270	197,270
Other long-term securities	4,788	6,555
Total financial assets	**202,058**	**203,825**
Current assets		
Current assets	3	69
Current receivables		
Other receivables	215	321
Prepaid expenses and accrued income	197	248
Cash and bank deposits	70,568	49,141
Total current assets	**70,983**	**49,779**
TOTAL ASSETS	**273,041**	**253,604**
EQUITY AND LIABILITIES		
Equity		
Restricted equity		
Share capital	9,688	8,235
	9,688	**8,235**
Non-restricted equity		
Share premium reserve	571,964	501,076
Retained earnings	-307,025	-249,578
Profit/loss for the year	-12,264	-57,447
	252,675	**194,051**
Total equity	**262,363**	**202,286**
Current liabilities		
Accounts payable	243	499
Accounts payables to Group companies	7,314	48,663
Other liabilities	121	140
Accrued expenses and deferred income	3,000	2,016
Total current liabilities	**10,678**	**51,318**
TOTAL EQUITY AND LIABILITIES	**273,041**	**253,604**

DECLARATION BY THE BOARD OF DIRECTORS AND THE CEO

The Board of Directors and CEO confirm that this Year-end 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 17, 2023
Board of Directors

Åke Sund	Staffan Andersson	Per Bodén	Tony Grimaldi
Chairman	*Board member*	*Board member*	*Board member*

Hans Holmström	Erica Larson	Elin Lydahl
Board member	*Board member*	*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 2022 and the 12-montth 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, 17 February 2023

Öhrlings PricewaterhouseCoopers AB

Claes Sjödin
Authorized Public Accountant

OTHER INFORMATION

CALENDAR

Annual Shareholders Meeting 2023	April 25, 2023
Interim Report quarter 1 2023	May 3, 2023
Interim Report quarter 2 2023	August 23, 2023
Interim Report quarter 3 2023	November 1, 2023
Year-end Report 2023	February 16, 2024

The 2022 Annual Report is expected to be published at the end of March 2023.

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