

SaltX Technology Holding AB (publ)

INTERIM REPORT JANUARY–SEPTEMBER 2016



” CEO Karl Bohman

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Significant events during Q3

- Skirner contributed MSEK 4.5 through share subscription
- Fraunhofer ISE in Germany was contracted for the next stage in the development of the gas heat pumps of the future
- US gas heat pump project worth around MSEK 5 was secured
- The patent portfolio was strengthened: New patent granted in the USA
- Development project with GE Appliances on water heater was discontinued – Discussions with prospective new partners have been initiated.

Significant events after the end of the period

- Investment in new focus area within energy storage initiated
- Funding for the next generation of salt material granted by government agency Vinnova
- The European Patent Office has granted two new patent applications
- Agreement with Mobile Climate Control for global license deal for heavy duty vehicles
- Agreement with the British research institute Energy Technologies Institute has been discontinued – MSEK 2.0 charged to income statement

Key figures

Key figures, Group, TSEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
Operating income ¹⁾	2,172	4,071	11,625	14,160	51,753
Operating profit/loss	–5,595	–2,890	–13,944	–5,740	20,226
Equity	91,301	45,757	91,301	45,757	72,162
Cash flow for the period	–1,847	–2,487	20,986	–9,338	–9,927
Equity/debt ratio	69%	57%	69%	57%	67%
1) Effect of cancelled agreement and capitalization	–2,026		–2,026		

Comparative periods in 2015 until the acquisition date include the ClimateWell Group.

The CEO's address

The pace remained high during summer and fall. We have made significant progress within all of SaltX Technology's focus areas where the project with Rheem/Oak Ridge and the agreement with Mobile Climate Control have been the highlights. At the same time, two projects with GE Appliances and ETI have been halted.

HeatBoost – Gas-driven heat pumps for hot water and domestic heating

- GE Appliances, which was acquired by the Chinese company Heier earlier this year, announced that it would end its operations within the water heater sector, which means that the project with SaltX is terminated.
- Discussions with potential partners to replace GE Appliances have been initiated and preparations for field trials in North America next year are continuing.
- The gas heat pump project with Rheem and Oak Ridge National Lab started in October according to plan.
- In parallel, the German company Fraunhofer ISE, which was contracted in the European gas heat pump concept, carried out the initial study and has begun the next phase. The synergies with the US project are evident and enable a higher pace in the development work to be maintained.

SunCool – Thermal solar collectors with integral heating and cooling for buildings

- SaltX is assisting SunCool with knowledge transfer and technical support to NSECT in order to start pilot production of SunCool's solar collectors for future reference projects. The first solar collectors are expected to be manufactured at the end of the year.
- In October, the latest generation of solar collectors with SaltX technology were installed in Ankara, Turkey. This is the same generation of solar collectors that will be manufactured by NSECT in the factory in China.

Verdacc – Heat-driven cooling in trucks and heavy duty vehicles

- After a period of discussions, an agreement was reached concerning the commercial terms of a worldwide license agreement with Ratos-owned Mobile Climate Control (MCC), a leading provider of air conditioning systems for OEM manufacturers of heavy duty vehicles.
- In connection with the agreement with MCC, the former project with ETI in which SaltX developed an equivalent system in conjunction with Caterpillar, was discontinued.

SaltX has also initiated a new focus area within the storage of renewable energy (solar, wind, district heating) at both small and large scale. The focus area has the working name of **EnerStore**, and is based on SaltX-patented Nano-Coated Salt (NCS) technology, which, with high energy density and at a low cost, has the capacity to store energy without major losses during the storage period.

We are continuing to strengthen the patent portfolio and are pleased that several important NCS patents have been granted, or

are on the way to being granted, both in the USA and in Europe.

With funding from Vinnova, we have the opportunity to further develop the SaltX material using the material of the future – graphene – and in this way to increase performance. We have also strengthened our organization by recruiting two senior managers – Ingemar Hallin (Head of Technology Integration) and Christofer Rhén (VP Sales).

We believe that the future prospects for SaltX are positive. At the same time, both technical and commercial challenges and risks remain. We are working continually to deal with these.

- **Changes at customers:** As we saw in the case of GE Appliances, SaltX is affected when changes occur at our customers, which in certain cases are outside the control and area of influence of SaltX. We strive, therefore, to always have alternative partners available.
- **Time to reach market:** SaltX's business model is based on integrating the SaltX material into the customer's products. It is only after the launch of these products, which typically can take several years, that SaltX can expect to receive significant income flows. This income comes primarily from licenses, technical support, government funding and capitalized development. SaltX is working, therefore, with several application areas at the same time.

We feel confident about the future and we are looking forward to a good end to this year.

Stockholm, November 2016

Karl Bohman
CEO



Significant events during Q3

Skirner contributed MSEK 4.5 through share subscription

In July 2016, Skirner AB, one of the largest shareholders of SaltX Technology, exercised options and subscribed for shares in ClimateWell, a subsidiary of SaltX Technology, which contributed MSEK 4.5 to the Company. These shares will be converted into shares in SaltX Technology pursuant to authorization from the AGM.

Fraunhofer ISE in Germany was contracted for the next stage in the development of the gas heat pumps of the future

SaltX Technology announced in July 2016 that Fraunhofer ISE in Germany had been contracted for the next stage in the development of the gas heat pumps of the future.

US gas heat pump project worth around MSEK 5 was secured

SaltX Technology and its leading partners – Rheem USA and Oak Ridge National Laboratory – will develop the next generation of gas heat pumps for the US market. The project means around MSEK 5 in initial income over three years to SaltX Technology.

The patent portfolio was strengthened:

New patent granted in the USA

SaltX Technology has had a patent granted in the USA for its Nano Coated Salt (NCS) technology. NCS is one of SaltX Technology's most important patent areas, and the technology has already been granted patents in Sweden and China.

Development project on water heater with GE Appliances was discontinued – Discussions with prospective partners have been initiated

The joint development project between SaltX Technology and GE Appliances, which aims to develop a gas-driven heat pump for water heaters in North America, has been discontinued. This is a direct consequence of GE Appliances – which was acquired by the Chinese company Haier in June – discontinuing its production of water heaters in the USA. However, the development agreement remains in full between SaltX Technology and GE Appliances for other white goods applications in which SaltX's energy-saving technology can be integrated.

Significant events after the end of the period

Investment in new focus area within energy storage

SaltX Technology is starting a new focus area within energy storage that enables increased use of renewable energy sources both at small and large scale.

Funding for the next generation of salt material ensured – Increases performance fivefold

The Swedish Government agency Vinnova has awarded SaltX Technology a grant of MSEK 1.2 for further development of the graphene-based SaltX material that has potential to increase the performance of heat conduction in the salt material fivefold. Chalmers Industriteknik is also involved in the project.

The European Patent Office has granted two new patent applications

The European Patent Organisation (EPO) has announced that it intends to grant SaltX Technology's patent application for its Nano Coated Salt (NCS) technology. The technology has already been granted patents in Sweden, China and most recently in the USA which was announced in August. In addition, the EPO has granted SaltX its patent application for its invention of so-called Digital Heat Pipe (DHP), which has been granted a patent in Sweden earlier.

Agreement with Mobile Climate Control for global license deals for heavy vehicles

An agreement has been entered into concerning the commercial terms for a strategic licensing agreement with Mobile Climate Control (MCC). The licensing agreement, which runs for 15 years, gives MCC an exclusive and global right to develop, manufacture and sell heat-driven air conditioning systems based on SaltX technology for heavy duty vehicles. For this, MCC pays a variable license fee in addition to the actual SaltX material for which SaltX is the exclusive supplier. The launch is expected to take place at the end of 2018.

Agreement with the British research institute Energy Technologies Institute has been discontinued – MSEK 2.0 charged to income statement

SaltX Technology has a development agreement with the British research institute Energy Technologies Institute to develop, jointly with the heavy duty vehicle manufacturer Caterpillar, solutions based on SaltX technology for cooling in heavy vehicles. This development agreement is discontinued as a consequence of the commercial agreement with MCC, see above, which is charged against earnings in Q3 with MSEK 2.0.

Our Business

SaltX Technology is a Swedish innovation company that develops and sells a patented energy storage technology, which is marketed under the SaltX™ brand name. Customers are primarily major global OEM companies such as Alfa Laval, Mobile Climate Control and Rheem.

The technology makes it possible to store energy in salt in order to subsequently recover it in the form of heat and/or cold. The technology thereby enables a more efficient use of energy and considerable energy savings, with lower costs and reduced emissions. The technology also allows a more flexible use of energy from renewable sources, where the challenge previously has been precisely in the possibility of storage. As the use of renewable energy sources increases, it becomes increasingly important to be able to store the energy in a cost-effective way and then be able to use it.





Customers are primarily major global OEM companies such as Alfa Laval, Mobile Climate Control and Rheem. By integrating SaltX technology in their respective heating and cooling prod-

ucts (heat pumps, thermal solar collectors and air conditioning systems), major energy and cost savings are made possible.

All market segments are relatively well consolidated with a limited number of players who are often globally active. The markets are further characterized by fierce competition, constant cost pressures and a strong focus on innovation and product development. Extensive work is also carried out in parallel to increase energy efficiency while reducing environmental impact.

Focus on four applications

SaltX Technology's technology can be applied in a wide range of application areas. There are currently four areas of application.

FOCUS ON FOUR APPLICATIONS	NAME/CONCEPT	STATUS
 <p data-bbox="491 1108 742 1176">Gas-powered heat pumps for hot water and domestic heating.</p>	HeatBoost	<p data-bbox="1023 1108 1436 1153">Adaptation of the concept for domestic heating is expected to be ready in 2017.</p> <p data-bbox="1023 1160 1412 1205">Field trials in the USA in 2017 and in Europe are planned for 2018.</p>
 <p data-bbox="491 1370 742 1438">Technical solar collectors with integral heating and cooling for buildings</p>	SunCool	<p data-bbox="1023 1370 1433 1415">Start-up of manufacturing in China is expected at end of 2016.</p>
 <p data-bbox="491 1637 742 1682">Heat-driven cooling in trucks and heavy duty vehicles</p>	Verdacc	<p data-bbox="1023 1637 1220 1659">Proof-of-concept ready.</p> <p data-bbox="1023 1666 1401 1688">Demonstration in vehicles is planned for 2017.</p>
 <p data-bbox="491 1904 742 1926">Storage of renewable energy</p>	EnerStore	<p data-bbox="1023 1904 1232 1926">New focus area Q3 2016.</p> <p data-bbox="1023 1933 1268 1955">Proof-of-concept during 2017.</p>

OFFERING AND BUSINESS MODEL

SaltX Technology's business model is based on the sale of licences, knowhow and critical components in the form of salt and matrix.

THE OFFERING	PRODUCT/SERVICE	REVENUE MODEL
Materials	Salt and matrix	Payment related to capacity (per kW and kWh)
Licenses	Exclusive or non-exclusive licences which give the right to use the SaltX technology within a specific application area or market segment.	Payment for licences (up front or spread over delivery of SaltX material) Commission based on actual sales to end customers
Services	Technical support and knowledge transfer to customers and partners in regard to integration and customization of the SaltX technology and continued product development of the actual system or product.	Time or project based

Financial overview

Reversed acquisition

SaltX Technology's group structure was created through the Nasdaq First North-listed company SaltX Technology Holding AB acquiring ClimateWell AB by means of an issue for non-cash consideration. SaltX Technology Holding thereby became the parent company of the Group. The transaction is a so-called reverse acquisition, which has been reported in accordance with K3. The basis is that ClimateWell is the acquiring company as its shareholders gain control of the Group. SaltX Technology had over 4,000 shareholders with small shareholdings and ClimateWell had around 150 shareholders. The acquisition was decided at SaltX Technology's AGM. The acquisition is recognized as a reverse acquisition in which the consolidated balance sheet is prepared as if ClimateWell acquired SaltX as per the end of April 2016 as this is the acquiring company in accounting terms. SaltX is included in the consolidated accounts from this date. Comparative periods in 2015 up to the time of acquisition relate to the ClimateWell Group.

SaltX Technology is the legal parent company and is recognized as this in financial reporting.

JULY–SEPTEMBER – Q3

Income, costs and earnings

Operating income

Consolidated income in Q3 totaled TSEK 2,172 (4,071).

Net sales have decreased by TSEK 3,429 in Q3 as an accrued income has been impaired as an effect of the cancellation of the agreement with the British research institute Energy Technologies Institute. Other income has increased by TSEK 1,403 as parts of the development within this project have been able to be capitalized.

Operating income consists primarily of payments for development projects for OEM partners, capitalized development and public funding.

Costs

Q3 costs totaled TSEK –7,767 (–6,961) broken down as other external expenses TSEK –3,827 (–3,596), personnel costs TSEK –3,591 (–2,997) and depreciation and impairment of fixed assets of TSEK –349 (–368).

Financial items

Profit/loss from financial items amounted to TSEK 361 (–13). The increase is due to an interest-bearing receivable from SunCool AB concerning sales of license rights in 2015.

Profit/loss

Profit/loss after financial items was TSEK –5,234 (–2,903). Earnings per share were SEK –0.19 (–0.11).

Cash flow, investments and financial position

Cash flow and liquidity

Cash flow in Q3 totaled TSEK –1,847 (–2,487) or SEK –0.07 (–0.09) per share. Consolidated liquidity at the end of the period was TSEK 26,499 (6,102). This has increased during the year, primarily from capital issue funds.

Long-term liabilities

Long-term liabilities totaled TSEK 29,000 (25,000) and consisted of loans from the Swedish Energy Agency for TSEK 25,000 and Almi for TSEK 4,000.

Investments

During the quarter, investments were made that affected cash flow for TSEK 4,451 (557) consisting primarily of capitalized development.

Equity

Equity amounted as per 30 September 2016 to TSEK 91,301 (45,757) or SEK 3.32 (1.66) per share. The equity ratio on the same date was 69 (57) percent.

JANUARY–SEPTEMBER

Income, costs and earnings

Operating income

The Group's income during the period totaled TSEK 11,625 (14,160). Net sales have decreased by TSEK 3,429 in Q3 as an accrued income has been impaired as an effect of the cancellation of the agreement with the British research institute Energy Technologies Institute. Other income has increased by TSEK 1,403 as parts of the development within this project have been able to be capitalized.

Costs

Q3 costs totaled TSEK –25,569 (–19,900) broken down as other external expenses TSEK –11,976 (–8,128), personnel costs TSEK –12,606 (–10,691) and depreciation and impairment of fixed assets of TSEK –987 (–1,081).

In June 2016, a TSEK 403 provision for closedown costs of a previous activity was reversed.

The costs have been higher in 2016 compared with the same period in 2015. External costs relate to the work in connection with listing on First North and capital acquisition, and costs for material and developing prototypes and other development work.

Financial items

Profit/loss from financial items totaled TSEK 1,163 (40). The increase is due to an interest-bearing receivable from SunCool AB concerning sales of license rights in 2015.

Profit/loss

Profit/loss after financial items was TSEK –12,781 (–5,700) or SEK –0.46 (–0.21) per share.

Cash flow, investments and financial position

Cash flow and liquidity

Cash flow for the period totaled TSEK 20,896 (–9,338) or SEK 0.76 (–0.34) per share.

Long-term liabilities

Long-term liabilities totaled TSEK 29,000 (25,000) and consisted of loans from the Swedish Energy Agency for TSEK 25,000 and Almi for TSEK 4,000.

Investments

During the period, investments were made totaling TSEK 8,020 (3,515), consisting primarily of capitalized development. In addition, a positive effect of TSEK 10,992 is recorded in Q2 from the merger between SaltX and ClimateWell.

Parent Company

The operations of the parent company, SaltX Technology Holding AB, consist of management of the ClimateWell AB subsidi-

ary and continuing the preparations for the Company's stock exchange listing. The parent company had no turnover in the period or in the previous year.

Pre-tax profit/loss amounted to TSEK –3,283 (–42,444). The parent company's disposable liquidity as per 30 September amounted to TSEK 21,023 (7,217).

Share capital

The Parent Company SaltX Technology Holding

Share capital as per 30 September totaled TSEK 3,482,077.68 consisting of 43,525,971 shares à SEK 0.08. An issue for non-cash consideration is in progress, in which shares in the ClimateWell subsidiary are being exchanged for shares in SaltX, where less than half (0.5) a percent of the shares are still outstanding.

In July 2016, Skirner AB, one of the largest shareholders of SaltX Technology, exercised options and subscribed for shares in ClimateWell, a subsidiary of SaltX Technology, which contributed MSEK 4.5 to the Company. These shares will be converted into 1.04 million shares in SaltX Technology, equivalent to a dilution of 2 percent.

When all shares have been issued, the share capital will be SEK 3,566,599.76 and comprise a total of 44,582,497 shares.

The Group

Share capital in the Group as per 30 September totaled TSEK 3,482 (19,799). The Group consisted, until the date of acquisition, of the ClimateWell Group. By recognizing the acquisition as a reverse acquisition where ClimateWell is the acquiring company in accounting terms and SaltX is the legal acquirer, the share capital of the Group consists of the share capital of SaltX from the date of acquisition.

Shares

Shares in SaltX are listed on Nasdaq First North.

Change in share capital in 2016

	Change in share capital	Acc. share capital	Change in number of shares	Accumulated no. of shares	Quota value
Opening balance 2016	360,945.00	882,310.00	–	4,010,500	0.22
New capital issue in March	660,000.00	1,542,310.00	3,000,000	7,010,500	0.22
Reduction of share capital in April	–981,470.00	560,840.00	–	7,010,500	0.08
Issue for non-cash consideration in May	2,022,824.16	2,583,664.16	25,285,302	32,295,802	0.08
New capital issue in June	560,000.00	3,143,664.16	7,000,000	39,295,802	0.08
New capital issue (guarantor and adviser) June	176,000.00	3,319,664.16	2,200,000	41,495,802	0.08
Issue for non-cash consideration in July	162,413.52	3,482,077.68	2,030,169	43,525,971	0.08
Issue for non-cash consideration in October	13,573.52	3,495,651.20	169,669	43,695,640	0.08
Planned issue for non-cash consideration	1,188.80	3,483,266.48	14,860	43,540,831	0.08
Issue for non-cash consideration of new shares in ClimateWell	83,333.28	3,566,599.76	1,041,666	44,582,497	0.08

Share warrants

Share warrants have also been issued in connection with the new capital issues during the year when shares and share warrants have been issued as a "unit". At the same time, just over 16 million share warrants have been issued that with full subscription should bring in around MSEK 20 through the subscription of 4,052,625 shares, four warrants for each share, by 31 October 2018 at the latest, equivalent to a dilution of just under 10 percent.

There were warrants in the ClimateWell subsidiary, of which just under half were subscribed for before their expiry in July 2016, and the remainder were not exercised. The shares were subscribed for by Skirner AB, one of the Company's main shareholders, which contributed MSEK 4.5 to the Company. These shares will be converted into 1.04 million shares in SaltX Technology, equivalent to a dilution of 2 percent.

Options program

The AGM in April 2016 also decided to issue 1.5 million share warrants to be offered to senior management and all employees in the Company, partly to replace existing programs in ClimateWell. One option equates to one (1) share, the term is three (3) years and the strike price is SEK 5 per share. With full exercise of the warrants, the Company will receive MSEK 7.5. These shares correspond to a potential further dilution of 3 percent.

Earnings per share

Earnings per share for the period January–September 2016 were SEK –0.27 (–0.19) based on an average of 27,500 (27,500) thousand shares (corresponding to the number of shares that have been issued in connection with the acquisition of ClimateWell in the reverse acquisition). As per 30 September, the actual number of outstanding shares totaled 43,525 thousand and the number of outstanding share warrants totaled 16 million, equivalent to 4.1 million shares.

Data per share, Group

SEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
Earnings per share	–0.19	–0.11	–0.46	–0.21	0.75
Equity per share	3.32	1.66	3.32	1.66	2.62
Cash flow per share	–0.07	–0.09	0.76	–0.34	–0.36

Reverse acquisition of SaltX Technology Holding AB

At the AGM on 7 April 2016, the shareholders of SaltX Technology Holding AB ("SaltX") decided to issue new shares in SaltX in exchange for the contribution in kind in ClimateWell AB. The issue for non-cash consideration was registered on 2 May 2016, which resulted in the shareholders of ClimateWell gaining control over SaltX. In accordance with K3, the transaction between

SaltX and ClimateWell constitutes a reverse acquisition. A reverse acquisition means that the legal acquirer, i.e. the unit that issues the security, SaltX, become the acquired company. ClimateWell is thereby considered to be the acquirer in accounting terms while SaltX is considered to be the acquired company.

Purchase price transferred

The purchase price is determined on the basis of the value of SaltX prior to the new capital issue. This value amounted to TSEK 25,939 (7,010,500 shares à SEK 3.70, which was the share price on 2 May 2016), which is the purchase price of the net assets of SaltX.

Given that SaltX did not carry on any operations, the difference between net assets acquired and the purchase price is viewed as a share issue cost and recognized in equity.

Identified acquired assets and liabilities taken over (SaltX), TSEK

Receivables	9,006
Cash and bank deposits	1,986
Current liabilities and accrued liabilities	–191
Acquired net assets	10,801

In the estimation of the Company's management, the fair value of acquired assets and liabilities taken over is equivalent to their book value.

Cost of reverse acquisition, TSEK

Purchase price	25,939
Fair value of acquired net assets	–10,801
Cost of reverse acquisition	15,138

No costs have been related to the acquisition, costs are related instead in their entirety to issue costs.

As per 30 September 2016, 184,529 shares were not yet subscribed for and a further 1.04 million shares shall be issued as a result of Skirner's subscription of new shares in ClimateWell, which is why a liability of TSEK 3,679 has been recognized related to the ongoing exercise process.

Significant risks and uncertainties

All business activity and share ownership is associated with risk. Risks that are managed well can entail opportunities and value creation, while the opposite can lead to damage and losses. The risks can be divided into market-related, operations-related and financial risks. See also the Company description on the company website: <http://corp.saltxtechnology.com/sv/investerare/bolagsbeskrivning/>

Accounting policies and the Board's Statement

This summary interim report for the Group has been prepared in accordance with the Swedish Accounting Standards Board's BFNAR 2012:1 and the Swedish Annual Accounts Act. The interim report for the parent company has been prepared in accordance with Chapter 9 of the Swedish Annual Accounts

Act. The same accounting policies and calculation bases have been applied for the Group and the parent company as in the most recent annual report.

The Board and the CEO confirm that the interim report provides a true and fair overview of the Company's operations, position and earnings.

Stockholm, 9 November 2016
The Board of Directors

Åke Sund, Chairman

Juan Hernandez, Board member

Tommy Nilsson, Board member

Olle Nordström, Board member

Lennart Rolfsman, Board member

Karl Bohman, CEO

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

Consolidated Income Statement

TSEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
Operating income					
Net sales	-2,713	2,274	1,202	6,110	40,752
Capitalized development expenses	3,687	501	6,410	3,027	4,400
Other operating income	1,198	1,296	4,013	5,023	6,601
TOTAL OPERATING INCOME ¹⁾	2,172	4,071	11,625	14,160	51,753
Operating costs					
Other external costs	-3,827	-3,596	-11,976	-8,128	-15,728
Personnel costs	-3,591	-2,997	-12,606	-10,691	-14,282
Depreciation and impairment of fixed assets	-349	-368	-987	-1,081	-1,517
TOTAL OPERATING COSTS	-7,767	-6,961	-25,569	-19,900	-31,527
OPERATING PROFIT/LOSS	-5,595	-2,890	-13,944	-5,740	20,226
Profit/loss from financial items					
Interest income and similar items	406	9	1,223	62	493
Interest expense and similar items	-45	-22	-60	-22	-60
PROFIT/LOSS FROM FINANCIAL ITEMS	361	-13	1,163	40	433
PROFIT/LOSS AFTER FINANCIAL ITEMS	-5,234	-2,903	-12,781	-5,700	20,659
PROFIT/LOSS	-5,234	-2,903	-12,781	-5,700	20,659
1) Effect of cancelled agreement and capitalization					
Net sales, reduced accrued income	-3,429		-3,429		
Capitalised development	1,403		1,403		
Effect on operating income	-2,026		-2,026		

Consolidated Balance Sheet

TSEK	2016-09-30	2015-09-30	2015-12-31
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure on development work	72,231	64,448	65,821
Patents and trademarks	1,698	1,853	1,751
	73,929	66,301	67,572
Tangible assets			
Equipment, tools, fixtures and fittings	480	910	734
	480	910	734
Financial fixed assets			
Other long-term receivables	28,050	–	27,120
	28,050	–	27,120
Total fixed assets	102,459	67,211	95,426
Current assets			
Advance payments to suppliers	–	–	378
Accounts receivables - trade	14	913	1,290
Other receivables	820	1,061	908
Prepaid expenses and accrued income	2,067	5,408	4,515
Cash and bank balances	26,499	6,102	5,513
Total current assets	29,400	13,484	12,604
TOTAL ASSETS	131,859	80,695	108,030

Consolidated Balance Sheet (cont.)

TSEK	2016-09-30	2015-09-30	2015-12-31
EQUITY AND LIABILITIES			
Equity			
Share capital	3,482	19,799	19,799
Other contributed capital	373,347	325,110	325,110
Other equity	-285,528	-299,152	-272,747
Total equity	91,301	45,757	72,162
Provisions			
Provisions for close-down costs, SolarChiller	-	403	403
Long-term liabilities			
Other liabilities	29,000	25,000	25,000
Current liabilities			
Accounts payable - trade	834	1,132	1,620
Liabilities to minority	3,679	-	-
Other liabilities	263	727	747
Accrued expenses and deferred income	6,782	7,676	8,098
Total current liabilities	11,558	9,535	10,465
TOTAL EQUITY AND LIABILITIES	131,859	80,695	108,030

Changes in consolidated equity

TSEK	Share capital	Other contributed capital	Other equity	Total equity
Opening balance Jan 1	19,799	325,110	-272,747	72,162
Effect of reversed acquisition	-17,200	28,001		10,801
Transactions with minority	147	674		821
Cash issues	736	20,440		21,176
Issue expenses		-878		-878
Profit/loss for the period			-12,781	-12,781
Closing balance Sep 30	3,482	373,347	-285,528	91,301

Consolidated Cash Flow Statement

TSEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
OPERATING ACTIVITIES					
Profit/loss before financial items	-5,595	-2,890	-13,944	-5,740	20,227
Depreciation and impairment of fixed assets	349	368	987	1,081	1,517
Adjustment for items not included in cash flow, etc.	-	-	-623	-55	-131
Interest received	361	-13	-1,163	40	433
	-4,885	-2,535	-12,417	-4,674	22,046
Decrease/increase in current receivables	5,502	387	3,665	-1,354	-28,075
Increase/decrease in accounts payable – trade	-1,742	-461	-786	410	898
Increase/decrease in other operating liabilities	-771	679	-1,246	-205	250
Cash flow from changes in working capital	2,989	605	1,633	-1,149	-26,927
Cash flow from operating activities	-1,896	-1,930	-10,784	-5,823	-4,881
INVESTING ACTIVITIES					
Investments in intangible assets	-3,842	-557	-6,886	-3,515	-5,046
Investments in tangible assets	-204	-	-204	-	-
Acquisition of subsidiary	-	-	10,992	-	-
Increase/decrease in long-term receivables	-405	-	-930	-	-
Cash flow from investing activities	-4,451	-557	2,972	-3,515	-5,046
FINANCING ACTIVITIES					
Loans	-	-	4,000	-	-
New capital issues	4,500	-	24,798	-	-
Cash flow from financing activities	4,500	-	28,986	-	-
Cash flow for the period	-1,847	-2,487	20,986	-9,338	-9,927
Cash and bank balances, opening balance	28,346	8,589	5,513	15,440	15,440
Cash and bank balances, closing balance	26,499	6,102	26,499	6,102	5,513

Parent Company Income Statement

TSEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
Operating income					
Net sales	–	–	–	–	–
TOTAL OPERATING INCOME	–	–	–	–	–
Operating costs					
Other external costs	–906	–1,195	–2,928	–2,936	–4,285
Personnel costs	–	–	–355	–202	–234
Depreciation and impairment of fixed assets	–	–15,000	–	–15,000	–
Other operating costs	–	–	–	–	–15,000
TOTAL OPERATING COSTS	–906	–16,195	–3,283	–18,138	–19,519
Profit/loss from financial items					
Result from holdings in Group companies	–	–25,496	–	–25,496	–27,190
Interest income and similar items	–	532	–	1,190	1,211
PROFIT/LOSS FROM FINANCIAL ITEMS	–	–24,964	–	–24,306	–25,979
PROFIT/LOSS BEFORE DISPOSITIONS AND TAX	–906	–41,159	–3,283	–42,444	–45,498
PROFIT/LOSS FOR THE PERIOD	–906	–41,159	–3,283	–42,444	–45,498

Parent Company Balance Sheet

TSEK	2016-09-30	2015-09-30	2015-12-31
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure on development work	–	1,709	–
Patents and trademarks	–	234	–
Financial assets			
Participations in subsidiaries	81,947	10	–
Total fixed assets	81,947	1,953	–
Current assets			
Other current receivables	67	290	663
Accounts receivable from group companies	9,000	–	–
Interim receivables	179	–	–
Cash and bank balances	21,023	7,217	3,693
Total current assets	30,269	7,507	4,356
TOTAL ASSETS	112,216	9,460	4,356
EQUITY AND LIABILITIES			
Equity			
<i>Restricted equity</i>			
Share capital	3,482	676	882
	3,482	676	882
<i>Non-restricted equity</i>			
Share premium reserve	160,170	53,683	51,524
Accumulated profit/loss	–48,973	–3,475	–3,475
Profit/loss for the period	–3,283	–42,444	–45,498
	107,914	7,764	2,551
Total equity	111,396	8,440	3,433
Current liabilities			
Accounts payable - trade	150	448	401
Interim liabilities	670	572	522
Total current liabilities	820	1,020	923
TOTAL EQUITY AND LIABILITIES	112,216	9,460	4,356

Changes in Parent Company Equity

TSEK	Share capital	Share premium reserve	Accumulated profit/loss	Profit/loss for the period	Total equity
Opening balance Jan 1	882	51,524	-3,475	-45,498	3,433
Transfer of profit/loss			-45,498	45,498	-
New capital issues	660	8,340			9,000
Reduction in share capital	-981	981			-
Issue for non-cash consideration	2,185	79,761			81,946
New capital issues	736	20,440			21,176
Issue expenses		-876			-876
Profit/loss for the period				-3,283	-3,283
Closing balance Sep 30	3,482	160,170	-48,973	-3,283	111,396

Parent Company Cash Flow Statement

TSEK	Q3 2016	Q3 2015	Jan–Sep 2016	Jan–Sep 2015	FY 2015
OPERATING ACTIVITIES					
Profit/loss before financial items	-906	-16,195	-3,283	-18,138	-19,519
Depreciation and impairment of fixed assets	-	15,000	-	15,000	15,000
Adjustment for items not included in cash flow, etc.	-87	-	-789	-	-
Interest received	-	532	-	1,190	1,211
Decrease/increase in current receivables	-354	1,737	437	1,294	920
Increase/decrease in accounts payable – trade	18	18	810	-70	-117
Increase/decrease in other operating liabilities	66	66	-631	259	209
Cash flow from changes in working capital	-270	1,821	616	1,483	1,012
Cash flow from operating activities	-1,263	1,158	-3,456	-465	-2,296
INVESTING ACTIVITIES					
Investments in intangible assets	-	-815	-	-4,957	-4,967
Other long-term fixed assets	-	21,163	-	13,264	-
Investment in subsidiaries	-	-25,496	-	-25,497	-13,916
Cash flow from investing activities	-	-5,148	-	-17,190	-18,883
FINANCING ACTIVITIES					
New capital issues	-	-	29,786	-	-
Loans to subsidiaries	-	-	-9,000	-	-
Cash flow from financing activities	-	-	20,786	-	-
Cash flow for the period	-1,263	-3,990	17,330	-17,655	-21,179
Cash and bank balances, opening balance	22,286	11,207	3,693	24,872	24,872
Cash and bank balances, closing balance	21,023	7,217	21,023	7,217	3,693

Calendar

Press release of unaudited figures for 2016

16 March 2017

For further information, please contact:

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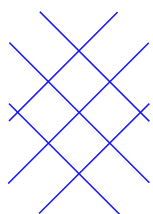
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